

Stock Index Performance

Index	Week	YTD	12-mo.	2022	5-yr.
Dow Jones Industrial Avg. (34,347)	-0.42%	5.08%	5.41%	-6.86%	8.20%
S&P 500 (4,406)	0.84%	15.98%	6.70%	-18.13%	10.79%
NASDAQ 100 (14,941)	1.69%	37.35%	14.68%	-32.38%	15.83%
S&P 500 Growth	1.39%	20.82%	2.89%	-29.41%	11.45%
S&P 500 Value	0.20%	10.70%	9.50%	-5.25%	9.12%
S&P MidCap 400 Growth	0.27%	9.64%	2.05%	-19.01%	6.10%
S&P MidCap 400 Value	-0.23%	4.70%	1.28%	-7.01%	6.46%
S&P SmallCap 600 Growth	0.35%	5.88%	-3.99%	-21.13%	3.12%
S&P SmallCap 600 Value	-1.09%	3.14%	-3.85%	-11.09%	3.34%
Russell 2000	-0.29%	6.24%	-4.20%	-20.46%	2.78%
MSCI EAFE	-0.18%	7.87%	11.26%	-14.45%	3.62%
MSCI World (ex US)	0.05%	6.32%	6.51%	-16.00%	2.92%
MSCI World	0.52%	13.19%	6.97%	-18.14%	7.91%
MSCI Emerging Markets	0.74%	3.56%	-0.64%	-20.09%	0.91%
S&P GSCI	0.62%	1.80%	-5.43%	25.99%	5.50%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 8/25/23. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

S&P Sector Performance

Index	Week	YTD	12-mo.	2022	5-yr.
Communication Services	0.98%	39.54%	14.42%	-39.89%	8.30%
Consumer Discretionary	1.14%	29.84%	0.40%	-37.03%	8.33%
Consumer Staples	-0.73%	-0.85%	-1.41%	-0.62%	9.51%
Energy	-1.37%	1.55%	8.68%	65.43%	8.46%
Financials	0.08%	0.26%	-0.21%	-10.57%	5.99%
Health Care	-0.08%	-0.99%	3.65%	-1.95%	9.76%
Industrials	0.30%	9.41%	9.63%	-5.51%	8.82%
Information Technology	2.58%	38.83%	18.48%	-28.19%	19.48%
Materials	-0.01%	5.02%	2.43%	-12.28%	8.75%
Real Estate	0.76%	0.31%	-14.17%	-26.21%	5.21%
Utilities	0.26%	-8.34%	-14.66%	1.56%	6.88%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 8/25/23. An index cannot be purchased directly by investors. Past performance is no guarantee of future results. On 9/28/18, the Global Industry Classification Standard (GICS) was reconstituted and the Telecommunications Services sector was renamed Communication Services. GICS sector information for periods prior to 9/28/18 may not necessarily be comparable to the reconstituted sectors.

Bond Index Performance

Index	Week	YTD	12-mo.	2022	5-yr.
U.S. Treasury: Intermediate	-0.09%	0.57%	-1.34%	-7.77%	0.63%
GNMA 30 Year	0.25%	0.37%	-3.77%	-10.77%	-0.38%
U.S. Aggregate	0.28%	0.41%	-2.98%	-13.01%	0.28%
U.S. Corporate High Yield	0.42%	6.13%	4.16%	-11.19%	3.14%
U.S. Corporate Investment Grade	0.61%	1.72%	-1.40%	-15.76%	1.15%
Municipal Bond: Long Bond (22+)	-0.66%	2.04%	0.29%	-15.58%	0.92%
Global Aggregate	-0.08%	-0.26%	-2.10%	-16.25%	-1.40%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 8/25/23. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

Key Rates

Fed Funds	5.25%-5.50%	2-yr T-Note	5.08%
CPI - Headline	3.20%	5-yr T-Note	4.44%
CPI - Core	4.70%	10-yr T-Note	4.24%
Money Market Accts.	0.55%	30-yr T-Bond	4.28%
1-yr CD	1.66%	30-yr Fixed Mortgage	7.53%
3-yr CD	1.32%	Prime Rate	8.50%
5-yr CD	1.39%	Bond Buyer 40	4.71%

Sources: Bankrate.com, Federal Reserve Bank NY, & US Bureau of Labor Statistics.

Prime Rate as of 8/22/23, all other data as of 8/25/23.

Market Indicators

TED Spread	18 bps
Investment Grade Spread (A2)	153 bps
ICE BofA US High Yield Constrained Index Spread	392 bps

Source: Bloomberg. As of 8/25/23.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 8/16/23

	Current Week	Previous
Domestic Equity	-\$4.140 Billion	-\$9.974 Billion
Foreign Equity	-\$6 Million	\$473 Million
Taxable Bond	\$467 Million	\$3.835 Billion
Municipal Bond	-\$170 Million	\$409 Million

Change in Money Market Fund Assets for the Week Ended 8/23/23

	Current Week	Previous
Retail	\$9.09 Billion	\$15.61 Billion
Institutional	-\$10.19 Billion	\$24.09 Billion

Source: Investment Company Institute.

Factoids for the Week of August 21, 2023

Monday, August 21, 2023

Moody's reported that its global speculative-grade corporate default rate stood at 4.0% in July, up from 3.9% where it stood in June, according to its own release. Moody's puts the historical average default rate at 4.1%. Its baseline scenario sees the global default rate increasing to 4.5% in December 2023. Moody's recorded nine defaults in July, down from fourteen in the previous month. The U.S. speculative-grade default rate stood at 4.2% in July. Its baseline scenario sees the U.S. default rate increasing to 5.3% in December 2023. The default rate on senior loans stood at 2.03% at the close of July, up from 1.86% in June, according to Leveraged Commentary & Data.

Tuesday, August 22, 2023

Citing the results of a recent survey, the Federal Reserve Bank of New York reported that the average reservation wage (the lowest annual pay that Americans would accept to take a new job) stood at a record \$78,645 in July 2023, according to Bloomberg. The figure is up from nearly \$72,900 a year earlier and \$69,000 in July 2021. The reservation wage for workers with a college degree stood at an average of \$98,600 per year, while those without a college degree expected \$63,300.

Wednesday, August 23, 2023

The Federal Reserve Bank of San Francisco estimates that as of June 2023 U.S. households held less than \$190 billion of the excess savings they accumulated after the onset of the pandemic recession, according to its own release. Excess savings, defined as the difference between actual savings over the period and the pre-recession trend, peaked at nearly \$2.1 trillion in August 2021. The Federal Reserve Bank of San Francisco estimates that at the current pace, excess savings could be depleted sometime in Q3'23.

Thursday, August 24, 2023

Kelley Blue Book reported that the average transaction price for a new vehicle in the U.S. stood at \$48,334 in July 2023, up just \$199 from \$48,135 in July 2022, according to its own release. Rising inventories and larger dealer incentives are putting downward pressure on new vehicle transaction prices. Incentives offered by new car dealers averaged \$2,148 in July 2023, their highest level since October 2021.

Friday, August 25, 2023

Mortgage News Daily reported that the average interest rate on a 30-year mortgage in the U.S. stood at 7.48% on 8/21/23, the highest level since November 2000, according to NBC News. Mortgage rates, which are closely tied to bond yields, have increased rapidly. The yield on the 10-Year Treasury note stood at 4.24% at the close on 8/24/23, up from 0.92% on 12/31/20. For comparison, the average interest rate on a 30-year mortgage was 2.77% on 12/31/20, according to data from Mortgage News Daily.

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