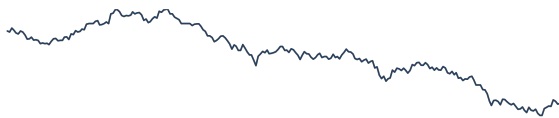


## Look Back

- Jerome Powell's testimony in front of Congress confirmed the Fed's more dovish tone since the last FOMC meeting
- U.S. CPI and PPI data came in better than estimated
- Alex Acosta resigned as Labor Secretary as Epstein's plea deal goes under scrutiny

US 10 Year | 1Y



The roller coaster of whether or not we will see a Fed rate cut later this month continues on. After the June jobs numbers came out, both equity and bond markets started bracing for a possibility of no cut. But Jerome Powell's testimony to both chambers of Congress last week confirmed the Fed's dovish stance and reassured equity markets that a cut was likely at the next FOMC meeting. Equity markets continue to set new highs as market participants believe the Fed can lengthen this recovery even longer. Bond markets, however, were more rocky as the Fed's dovish stance is seen as an acknowledgement of slower growth and a failure to increase inflation. Long dated securities sold off late in the week because of the CPI and PPI numbers that ticked up from previous months and gave a little glimpse of inflation. As earnings start to be released we will see if the Fed's concern of global growth slowing will trickle into actual earnings this quarter too.

-Evan Moog  
Fixed Income Specialist



## Index Returns %

Equity	Level	Index Returns %				
		1w	QTD	YTD	1Y	Δ-1w
S&P 500	3014	1.33	2.55	21.56	9.79	
Dow Jones	27359	2.08	2.93	18.78	11.95	
Nasdaq	8258	1.98	3.17	25.19	6.72	
Russell 2000	1562	0.04	-0.27	16.65	-6.15	
MSCI EAFE	1925	0.10	0.15	14.70	1.11	
MSCI EM	1058	1.17	0.60	11.36	1.13	

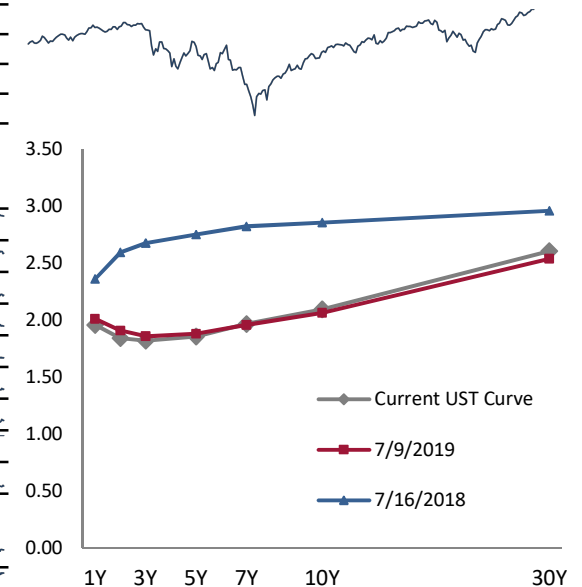
  

Fixed Income	Yield %	Index Returns %				
		1w	QTD	YTD	1Y	
US Aggregate	2.57	-0.21	-0.26	5.83	7.13	
US Credit	3.22	-0.36	-0.31	9.51	9.36	
Global HY	5.86	0.12	0.19	9.69	7.01	
Municipals	1.95	0.28	0.40	5.52	6.76	

## Look Ahead

- U.S. Retail sales come out today and Housing starts later this week
- Q2 Earnings begin to ramp up as we see from some large banks
- Steven Mnuchin holds a call with Chinese officials on trade negotiations and could follow up with a trip later this week

S&P 500 INDEX | 1Y



Benchmark Rates	Levels				1Y Trend
	07/15/19	07/08/19	06/14/19	07/16/18	
Fed Fuds	2.37	2.40	2.36	1.91	
1-Month Libor	2.33	2.38	2.39	2.09	
3-Month Libor	2.32	2.34	2.42	2.35	
2Y US Treasury	1.83	1.89	1.87	2.62	
5Y US Treasury	1.84	1.86	1.86	2.76	
10Y US Treasury	2.09	2.05	2.09	2.86	
30Y US Treasury	2.61	2.53	2.58	2.97	
Prime Rate	5.50	5.50	5.50	5.00	
30Y Fixed Mtge	3.83	3.82	3.93	0.00	

Commodities	Levels				1Y Trend
	07/15/19	07/08/19	06/14/19	07/16/18	
WTI Crude	59.58	57.83	52.17	62.16	
Gold	1414.14	1395.55	1339.64	1227.57	

Currency	Levels				1Y Trend
	07/15/19	07/08/19	06/14/19	07/16/18	
\$   USD Index	96.93	97.38	97.56	94.99	
¥   JPY	107.91	108.72	108.54	112.88	
€   EUR	1.13	1.12	1.12	1.17	
£   GBP	1.25	1.25	1.25	1.31	

U.S. Eco Data	Levels				1Y Trend
	Latest	Previous	12/31/18	05/31/19	
GDP	3.10	03/31/19	2.20	12/31/18	
Core PCE	1.60	05/31/19	1.62	04/30/19	
NFP	224K	06/30/19	72K	05/31/19	
Avg Hrly Earn	3.10	06/30/19	3.10	05/31/19	
ECI	2.80	03/31/19	2.90	12/31/18	

[Weekly Chart] S&P 500 PE ratio

