

CPWM's Weekly Market Monitor is designed to provide a summary of recent market commentary and statistics.

MARKET COMMENTARY

- U.S. equities finished the week flat while new jobs data paved the way for a Federal Reserve rate hike. The S&P 500, Nasdaq and Dow Jones all experienced a slight loss. Oil took a dive hitting its lowest point since December 2016. Gold also dropped as expectations of a rate rise continue to grow. The 10-year U.S. Treasury yield closed at approximately 2.58%.
- February nonfarm payrolls rose a seasonally adjusted 235,000, beating the 200,000 consensus. Construction jobs rose 58,000, the biggest gain since March 2007. The manufacturing industry added 28,000 positions, the most in three years. The retail sector shed 26,000 jobs, its greatest loss since late 2012.
- The unemployment rate fell to 4.7%, in line with expectations. The labor force participation rate ticked up again. Average hourly earnings rose 0.2% month-to-month, slightly weaker than the 0.3% gain expected. However, the year-over-year rate was still in line with expectations posting a 2.8% gain. The average workweek came in at 34.4 hours, unchanged and matching the consensus.
- ADP reported that private payrolls increased 298,000 in February, well ahead of the 189,000 consensus and following an upwardly revised 261,000 rise in January. The February data was the strongest reading since March 2006 and (according to Bespoke) the largest beat relative to expectations since December 2011.
- Crude oil settled at its lowest point since December 2016. The cause appeared to be the release of higher-than-expected U.S. inventory numbers. The Energy Information Administration (EIA) reported a crude oil build of 8.2M barrels, above consensus for 6.6M and representing the ninth straight week of inventory growth.
- U.S. new orders for manufactured goods increased 1.2% month-over-month in January following a December rise of 1.3% and beating the 1% consensus. Transportation equipment orders shot up 6.2% supported by a 62.2% increase in defense aircraft and a 69.8% jump in civilian aircraft.
- China experienced its worst export decline since 2009 posting a 2016 drop of 7.7% year-to-year. Imports were down 5.5%.
- The UK Royal Institution of Chartered Surveyors (RICS) house price balance for February came in at 24%, in line with expectations of 23%.

MARKET PERFORMANCE

ASSET CLASS / BENCHMARK	1 WEEK	1 MONTH	YTD	1 YEAR
Investment Grade Fixed Income				
iShares Short-Term National AMT-Free Muni Bond ETF	(0.1)	0.1	0.5	0.1
iShares National AMT-Free Muni Bond ETF	(0.3)	(0.5)	(0.0)	(0.7)
iShares Core US Aggregate Bond ETF	(0.6)	(0.9)	(0.3)	0.2
U.S. Equity				
iShares Core S&P 500 ETF	(0.3)	2.7	6.3	21.8
iShares Russell Mid Cap ETF	(1.2)	0.0	4.4	21.1
iShares Russell 2000 ETF	(1.9)	(1.4)	0.8	30.3
iShares Core U.S. Value ETF	(0.9)	2.0	4.3	25.4
iShares Core U.S. Growth ETF	(0.2)	2.7	7.9	20.7
Foreign Equity				
iShares MSCI EAFE ETF	0.2	1.5	5.8	12.7
iShares MSCI EAFE Small Cap ETF	0.2	1.1	6.6	14.5
iShares MSCI EAFE Value ETF	0.3	1.7	5.0	16.5
iShares MSCI EAFE Growth ETF	0.0	1.4	6.2	8.2
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	(0.5)	(0.6)	8.6	19.4
iShares MSCI Emerging Markets Small Cap ETF	0.0	1.1	9.7	14.7
"Other" Asset Classes				
iShares U.S. Real Estate ETF	(3.9)	(2.5)	(0.5)	8.1
iShares International Developed Real Estate ETF	(1.5)	(1.6)	2.5	3.5
SPDR Barclays High Yield Bond ETF	(2.1)	(1.1)	0.6	13.8
iShares S&P GSCI Commodity Indexed Trust	(5.1)	(7.4)	(7.4)	3.4

IMPORTANT NOTES

ALL COMMENTARY SOURCED FROM VOYA GLOBAL PERSPECTIVES REPORT AND TO BE USED FOR INFORMATIONAL PURPOSES ONLY.

PRIOR PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS. INDIVIDUAL INVESTOR PERFORMANCE MAY VARY. ALL INVESTING INVOLVES THE RISK OF LOSS INCLUDING THE POSSIBLE LOSS OF ALL AMOUNTS INVESTED. DIFFERENT TYPES OF INVESTMENTS INVOLVE VARYING DEGREES OF RISK, AND THERE CAN BE NO ASSURANCE THAT ANY SPECIFIC INVESTMENT WILL BE PROFITABLE.

MARKET-RELATED DATA INCLUDED IN CHARTS AND GRAPHS IS SOURCED MORNINGSTAR.COM.

ALL RETURNS REFERENCED ARE EXCHANGE TRADED FUNDS (ETFs) DESIGNED TO TRACK A PARTICULAR INDEX OR BENCHMARK. THERE CAN BE NO GUARANTEE THE ETFs ACHIEVE THEIR OBJECTIVE. BENCHMARK DESCRIPTIONS PROVIDED BELOW.

WHILE THE INFORMATION CONTAINED HEREIN WAS OBTAINED FROM SOURCES BELIEVED TO BE RELIABLE, CPCM CANNOT GUARANTEE ITS ACCURACY OR COMPLETENESS. TOTALS MAY NOT SUM DUE TO ROUNDING.

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EXCHANGE TRADED FUND DESCRIPTIONS:

- THE ISHARES SHORT-TERM NATIONAL AMT-FREE MUNI BOND ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF INVESTMENT-GRADE U.S. MUNICIPAL BONDS WITH REMAINING MATURITIES BETWEEN ONE MONTH AND FIVE YEARS.
- THE ISHARES NATIONAL AMT-FREE MUNI BOND ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF INVESTMENT-GRADE U.S. MUNICIPAL BONDS.
- THE ISHARES CORE U.S. AGGREGATE BOND ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF THE TOTAL U.S. INVESTMENT-GRADE BOND MARKET.
- THE ISHARES CORE S&P 500 ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF LARGE-CAPITALIZATION U.S. EQUITIES.
- THE ISHARES RUSSELL MID-CAP ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF MID-CAPITALIZATION U.S. EQUITIES.
- THE ISHARES RUSSELL 2000 ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF SMALL-CAPITALIZATION U.S. EQUITIES.
- THE ISHARES CORE U.S. VALUE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF A BROAD-BASED INDEX COMPOSED OF U.S. EQUITIES THAT EXHIBIT VALUE CHARACTERISTICS.
- THE ISHARES CORE U.S. GROWTH ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF A BROAD-BASED INDEX COMPOSED OF U.S. EQUITIES THAT EXHIBIT GROWTH CHARACTERISTICS.
- THE ISHARES MSCI EAFE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF LARGE-, MID- AND SMALL-CAPITALIZATION DEVELOPED MARKET EQUITIES, EXCLUDING THE U.S. AND CANADA.
- THE ISHARES MSCI EAFE SMALL CAP ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF SMALL-CAPITALIZATION DEVELOPED MARKET EQUITIES, EXCLUDING THE U.S. AND CANADA.
- THE ISHARES MSCI EAFE VALUE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF DEVELOPED MARKET EQUITIES, EXCLUDING THE U.S. AND CANADA, THAT EXHIBIT VALUE CHARACTERISTICS.
- THE ISHARES MSCI EAFE GROWTH ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF DEVELOPED MARKET EQUITIES, EXCLUDING THE U.S. AND CANADA, THAT EXHIBIT GROWTH CHARACTERISTICS.
- THE ISHARES MSCI EMERGING MARKETS ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF LARGE- AND MID-CAPITALIZATION EMERGING MARKET EQUITIES.
- THE ISHARES MSCI EMERGING MARKETS SMALL CAP ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF SMALL-CAPITALIZATION EMERGING MARKET EQUITIES.
- THE ISHARES U.S. REAL ESTATE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF U.S. EQUITIES IN THE REAL ESTATE SECTOR.
- THE ISHARES INTERNATIONAL DEVELOPED REAL ESTATE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF REAL ESTATE EQUITIES IN DEVELOPED NON-U.S. MARKETS.
- THE SPDR® BARCLAYS HIGH YIELD BOND ETF SEEKS TO PROVIDE INVESTMENT RESULTS THAT, BEFORE FEES AND EXPENSES, CORRESPOND GENERALLY TO THE PRICE AND YIELD PERFORMANCE OF THE BARCLAYS HIGH YIELD VERY LIQUID INDEX.
- THE ISHARES S&P GSCI COMMODITY INDEXED TRUST SEEKS TO TRACK THE RESULTS OF A FULLY COLLATERALIZED INVESTMENT IN FUTURES CONTRACTS ON AN INDEX COMPOSED OF A DIVERSIFIED GROUP OF COMMODITIES FUTURES.