

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

MARKET COMMENTARY

- U.S. equities along with gold experienced a flat week as oil bumped up. The 10-year U.S. Treasury yield closed at approximately 2.33%. Oil finished the week higher after a choppy ride. This came despite a headline from Reuters suggesting that both OPEC (Organization of the Petroleum Exporting Countries) and allied non-OPEC sources are considering extending their production-cut agreement an additional nine months when they meet on May 25 – a six-month extension was previously anticipated.
- Independent centrist Emmanuel Macron won France's presidential election, defeating far-right National Front candidate Marine LePen. While Macron's win has been viewed as the most favorable outcome for France and the Eurozone outlook, market reaction was fairly muted given that the result was widely expected.
- While Washington is garnering headlines with regards to healthcare and the legislative agenda, earnings season for Q1 is winding down and with 90% of the S&P 500 companies reporting, earnings growth is 14.5%, the best since the third quarter of 2011.
- A rebound in retail sales and a leap in consumer sentiment, as measured by the University of Michigan confidence gauge, and a 28-year low in initial jobless claims bolsters the case for a pickup in GDP in Q2. The Fed's job openings and labor turnover survey (JOLTS) showed job openings slightly higher, edging up to 5.743 million to hit its highest mark since July 2016. The hire and quits rates remained unchanged.
- Though inflation ticked up in April the 0.1% increase in Core CPI was lighter than expected, justifying the case for gradual rate increases. On the other hand, Kansas City Federal Reserve President Esther George commented that the 4.4% unemployment rate is already below the Federal Open Market Committee's median estimate of long-run unemployment, and that overshooting poses a risk to the sustainability of the current economic expansion.
- The National Federation of Independent Business (NFIB) small-business optimism index ticked slightly lower in April, coming in at 104.5 vs March's 104.7 reading. The release noted the index posted its sixth consecutive month of historically high optimism, a streak not seen since 1983.

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	0.2	1.1	0.4
iShares National AMT-Free Muni Bond ETF	0.3	0.2	2.0	(0.6)
iShares Core US Aggregate Bond ETF	0.2	0.0	1.6	0.5
U.S. Equity				
iShares Core S&P 500 ETF	(0.3)	2.1	7.4	18.2
iShares Russell Mid Cap ETF	(0.6)	1.5	5.7	16.8
iShares Russell 2000 ETF	(1.1)	1.8	2.3	26.5
iShares Core U.S. Value ETF	(0.8)	0.2	2.7	17.7
iShares Core U.S. Growth ETF	0.1	3.5	11.4	20.3
Foreign Equity				
iShares MSCI EAFE ETF	(0.5)	5.2	13.0	16.9
iShares MSCI EAFE Small Cap ETF	(0.5)	5.8	15.0	17.1
iShares MSCI EAFE Value ETF	(1.1)	5.0	10.7	19.8
iShares MSCI EAFE Growth ETF	0.0	5.4	15.3	13.5
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	2.6	4.9	17.7	27.9
iShares MSCI Emerging Markets Small Cap ETF	0.7	2.1	16.1	19.1
"Other" Asset Classes				
iShares U.S. Real Estate ETF	(1.4)	(3.0)	1.8	2.0
iShares International Developed Real Estate ETF	0.1	1.4	9.2	4.5
SPDR Barclays High Yield Bond ETF	0.4	1.3	3.7	12.7
iShares S&P GSCI Commodity Indexed Trust	2.0	(5.3)	(8.6)	(5.7)

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, CPCWM CANNOT GUARANTEE ITS ACCURACY OR COMPLETENESS. TOTALS MAY NOT SUM DUE TO ROUNDING.

THESE MATERIALS ARE CONFIDENTIAL AND HAVE BEEN PREPARED SOLELY FOR THE INFORMATION OF THE INTENDED RECIPIENT AND MAY NOT BE REPRODUCED, DISTRIBUTED, OR USED FOR ANY OTHER PURPOSE OR SHARED WITH ANYONE IN ANY FORM OR FORMAT. REPRODUCTION OR DISTRIBUTION OF THESE MATERIALS MAY CONSTITUTE A VIOLATION OF FEDERAL OR STATE SECURITIES LAWS AND CERTAIN CONFIDENTIALITY AGREEMENTS TO WHICH THE INTENDED RECIPIENT IS A PARTY.

THIS IS NOT AN OFFER TO INVEST OR AN OFFER FOR ADVISORY SERVICES.

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.