

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

MARKET COMMENTARY

- U.S. equities were down for the week with S&P 500, Dow Jones and Nasdaq all losing ground. Oil and gold both finished the period higher and the 10-year U.S. Treasury yield closed at approximately 2.19%.
- The deteriorating relationship between the White House and corporate America made headlines leading to some concern about what this could mean for President Trump's pro-business agenda. Tax reform negotiations are not expected to get any easier amid the increased bipartisan divide. President Trump announced that he is dissolving his CEO advisory panels after a number of executives recently stepped down.
- The release of the July Federal Open Market Committee (FOMC) minutes support the expectation of a September balance sheet normalization announcement. The minutes also reiterated the Federal Reserve's expectations that the balance sheet runoff will only result in a modest reduction in policy accommodation and noted a debate over whether current inflation expectations are well anchored.
- Oil rallied in the wake of news that Venezuela's controversial new Constituent Assembly decreed that it, and not the country's Congress, has the power to pass laws. Critics have argued that the body is a method for President Nicolas Maduro to bypass or even eliminate the country's National Assembly, which is currently led by opposition politicians. There has been some resistance to the U.S. applying sanctions to the country's critical oil industry, with some legislators warning that the move could drive Venezuela to seek closer ties to China or Russia.
- Initial jobless claims fell to 232K in the week-ended August 12, down from 244K in the prior week, but better than the 240K consensus. The less volatile four-week moving average was little changed at 240.5K.
- Housing starts and permits missed expectations. Housing starts fell 4.8% month-to-month to a 1.16M seasonally adjusted annual rate (SAAR) in July, below the 1.22M consensus. Building permits fell 4.1% to a 1.22M saar, worse than the 1.25M consensus. Multifamily homes fell 15.3%, while building permits dropped 11.2%.
- Retail sales, the Empire manufacturing index and homebuilder sentiment all surprised to the upside during the period, helping dampen some concern stemming from last week's disappointing inflation data.

ASSET CLASS / BENCHMARK	1 WEEK	1 MONTH	YTD	1 YEAR
Investment Grade Fixed Income				
iShares Short-Term National AMT-Free Muni Bond ETF	0.0	0.5	1.7	0.6
iShares National AMT-Free Muni Bond ETF	(0.1)	0.7	4.1	0.0
iShares Core US Aggregate Bond ETF	0.1	0.5	3.2	(0.1)
Global Equity				
iShares MSCI ACWI	(0.0)	(0.6)	13.4	14.0
U.S. Equity				
iShares Core S&P 500 ETF	(0.6)	(1.3)	9.5	13.2
iShares Russell Mid Cap ETF	(0.6)	(2.6)	6.2	9.1
iShares Russell 2000 ETF	(1.1)	(4.8)	0.8	11.3
iShares Core U.S. Value ETF	(0.9)	(1.6)	3.5	10.7
iShares Core U.S. Growth ETF	(0.5)	(1.4)	14.3	15.3
Foreign Equity				
iShares MSCI EAFE ETF	0.4	(0.1)	16.5	14.8
iShares MSCI EAFE Small Cap ETF	0.5	0.8	20.7	18.2
iShares MSCI EAFE Value ETF	0.2	0.0	13.8	18.1
iShares MSCI EAFE Growth ETF	0.3	(0.2)	19.1	11.0
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	1.8	0.7	25.3	17.4
iShares MSCI Emerging Markets Small Cap ETF	1.6	(0.1)	19.3	10.1
"Other" Asset Classes				
iShares U.S. Real Estate ETF	0.2	(1.0)	4.8	(0.2)
iShares International Developed Real Estate ETF	0.6	1.8	13.1	2.2
SPDR Barclays High Yield Bond ETF	0.1	(0.8)	4.4	6.5
iShares S&P GSCI Commodity Indexed Trust	(0.4)	1.7	(8.8)	(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.

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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 MSCI ACWI ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF LARGE AND MID-CAPITALIZATION DEVELOPED AND EMERGING MARKET EQUITIES.
- 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.