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CLOSING THE BOOKS ON 2019

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EQUITIES

Data as of: 1/3/2020

Index	Price	WTD%	QTD%	YTD%
DJIA	28634.88	-0.04	0.34	0.34
S&P 500	3234.85	-0.16	0.13	0.13
Nasdaq	9020.77	0.16	0.54	0.54
Russell 2000	1660.86	-0.49	-0.46	-0.46
Russell 1000 Growth	1781.73	0.18	0.63	0.63
Russell 1000 Value	1343.03	-0.43	-0.34	-0.34
Comm. Services	183.01	-0.08	0.75	0.75
Cons. Disc.	990.50	-0.14	0.43	0.43
Cons. Staples	640.55	-1.45	-0.99	-0.99
Energy	458.77	0.84	0.51	0.51
Financial Svcs	510.52	-0.27	-0.17	-0.17
Health Care	1180.33	-1.02	-0.66	-0.66
Industrials	699.23	1.14	1.69	1.69
Info. Tech.	1621.68	0.43	0.65	0.65
Materials	374.88	-2.50	-2.84	-2.84
Real Estate	239.06	-0.02	-0.53	-0.53
Utilities	324.18	-0.81	-1.27	-1.27
MSCI EAFE*	2048.95	0.31	0.59	0.59
MSCI EM*	1128.01	0.85	1.20	1.20

* MSCI EAFE and MSCI EM values as of 1/2/2020

- U.S. stocks** ended a volatile, holiday-shortened week little changed, capping off a very strong 2019 in which the S&P 500 Index returned more than 31%. All major averages closed at fresh record highs on January 2, the first trading day of the New Year. Then, stocks sold off Friday after a top Iranian general was killed in a U.S. airstrike, leaving the S&P 500 near where it started week.
- The Nasdaq** was the best performing domestic index for the week (and in 2019), gaining on strength in the technology sector. Growth outperformed value stocks, which were weighed down by declines in the health care, consumer staples, and utilities sectors.
- The week's **economic calendar** was headlined by Friday's Institute for Supply Management's (ISM) Purchasing Managers' Index (PMI) for manufacturing, which unexpectedly weakened to 47.2 in December. Other domestic data included a 1.2% increase in pending home sales in November and a slight drop in the Conference Board's Consumer Confidence Index.
- Global stocks** rose through Thursday's close, led by emerging markets after garnering support from additional monetary stimulus by China's central bank and supportive manufacturing PMI data. Following a rise in geopolitical tensions, those early gains were erased during Friday's trading session, with both the MSCI EAFE and MSCI EM indexes ending the week firmly down.

FIXED INCOME, CURRENCIES, AND COMMODITIES

Data as of: 1/3/2020

Yield	Latest	EOW	EOQ	EOY
90 Day UST	1.49	1.57	1.55	1.55
2 Yr UST	1.53	1.59	1.58	1.58
10 Yr UST	1.79	1.88	1.92	1.92
30 Yr UST	2.25	2.32	2.39	2.39

Fixed Income*	Yield	% Return		
		WTD	QTD	YTD
US Agg	2.31	0.00	0.14	0.14
US Agg Govt.	1.79	-0.03	0.18	0.18
US TIPS	1.97	0.38	0.46	0.46
Munis	1.77	0.11	0.12	0.12
HY Munis	3.99	0.16	0.18	0.18
Inv. Grade	2.86	-0.06	0.18	0.18
High Yield	5.97	0.12	0.12	0.12
MBS	2.51	0.11	0.07	0.07
Global Agg	1.45	0.33	0.13	0.13
Intl. Treasuries	0.51	-0.03	0.25	0.25
JPM EMBI	5.03	-0.01	0.05	0.05

Currencies & Commodities	Price	% Change		
		WTD	QTD	YTD
US Dollar	96.90	-0.02	0.53	0.53
EUR/USD	1.12	-0.14	-0.51	-0.51
USD/JPY	108.11	-1.24	-0.46	-0.46
WTI Oil	62.98	2.04	3.14	3.14
Gold	1552	2.23	1.89	1.89
Copper	2.78	-1.70	-0.55	-0.55

*Data as of 1/2/2020

The yield presented refers to the corresponding index except for the U.S. Treasury (UST) data, which is of individual Treasury note securities and not an index. The Currency and Commodity data presented are quotes of the exchange rate. This data is from FactSet.

- The **10-year U.S. Treasury** slid during the week after climbing close to 2% in December. The benchmark fell to begin the week but erased those losses later in the week as geopolitical tensions flared. Treasury Inflation-Protected Securities (TIPS) were the best fixed income performers though Thursday, while investment-grade corporate bonds were the worst performers.
- **Commodities** surged on the week, capped off by Friday's rally following the U.S. airstrike. **Oil** prices reached their highest level since April, while **gold** jumped to multi-month highs amid investors' flight to safety on heightened fears of a wider conflict. **Copper** prices declined, while the **U.S. dollar** ended the week marginally lower.
- **Next week's economic calendar** includes the December jobs report on Friday, which will receive a lot of attention. We'll also get a preview of December's job market in the Automatic Data Processing, Inc. (ADP) employment report Wednesday. On Tuesday, we'll get the ISM Non-Manufacturing Index for December and durable goods orders.
- **Internationally**, key data points will include Eurozone inflation data and retail sales on Monday and Tuesday. In China, producer and consumer inflation data are slated for release on Wednesday.

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