

Weekly Market Update



Market Data as of Week Ending: 5/17/2024 unless noted otherwise

U.S. equity markets climbed to record highs last week as concerns around inflation and interest rates were mitigated. The S&P 500 increased 1.60%, while the Dow Jones Industrial Average closed above the 40,000-point threshold for the first time. Growth stocks outperformed value for the week, seemingly due to the lower implied discount on future earnings. Nine of the eleven S&P 500 sectors ended the week in the green, with information technology and the rate-sensitive real estate sector leading the way, followed by health care and financials. The consumer discretionary sector continues to struggle, ending the week lower after the disappointing retail sales report. Developed foreign markets and emerging markets had a strong week, outperforming domestic equities.

Yields fell last week on signs of moderating inflation and economic activity. The 10-year treasury fell to 4.42%, while the 2-year treasury settled the week five basis points lower at 4.82%. Fixed income performance was positive across the board, with long-duration bonds outperforming short-duration bonds. Yields on U.S. Corporates and High Yields came in last week to 5.47% and 8.03%, respectively.

Economic data for the week was headlined by several key inflation readings. On Tuesday, the Producer Price Index rose a surprising 0.5%, higher than the forecasted 0.3% increase. On Wednesday, the Consumer Price Index rose 0.3%, below expectations, and brought the year-over-year inflation rate to 3.4% from 3.5%. Retail sales were flat in April, below the expected 0.4% gain, as auto and internet sales were weak. The New York Fed's Empire State manufacturing index fell 1.3 points in May to negative 15.6 as unfilled orders ticked up. New home construction rose 5.7% in April, recovering from the sharp plunge the month before. Import prices rose for the fourth month in a row and at its fastest pace in two years in April. U.S. leading economic indicators fell 0.6% in April, marking the second negative month in a row due to weaker business orders and fewer permits for new home builds.

U.S. Equity Returns (Size & Style - Russell)

	Week			MTD			QTD			YTD		
	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth
Large	1.26%	1.58%	1.84%	4.43%	5.42%	6.24%	-0.04%	0.93%	1.73%	8.95%	11.32%	13.34%
Mid	0.86%	1.05%	1.50%	4.76%	4.59%	4.20%	-0.73%	-1.06%	-1.86%	7.44%	7.45%	7.46%
Small	1.61%	1.79%	1.97%	6.55%	6.26%	5.97%	-0.24%	-1.22%	-2.19%	2.65%	3.90%	5.23%

U.S. Fixed Income Returns (Quality & Duration - Bloomberg)

	Week			MTD			QTD			YTD		
	Short	Interm	Long	Short	Interm	Long	Short	Interm	Long	Short	Interm	Long
Govt	0.24%	0.33%	1.31%	0.88%	1.16%	3.66%	0.04%	-0.21%	-2.64%	-0.01%	-0.56%	-5.79%
Corp	0.27%	0.45%	1.15%	0.96%	1.42%	3.31%	0.30%	0.05%	-1.79%	0.90%	0.31%	-3.44%
HY	0.33%	0.39%	0.48%	1.05%	1.31%	2.05%	0.46%	0.41%	-1.57%	2.00%	1.88%	0.46%

Index Returns

	Week	MTD	QTD	YTD
Equities (Stocks)				
S&P 500	1.60%	5.43%	1.12%	11.80%
S&P MidCap 400	0.79%	5.51%	-0.84%	9.03%
Russell 2000	1.79%	6.26%	-1.22%	3.90%
MSCI EAFE	1.66%	4.83%	2.15%	8.06%
MSCI Emerging Markets	2.71%	5.34%	5.81%	8.32%
MSCI EAFE Small Cap	1.33%	4.52%	1.42%	3.85%
Fixed Income (Bonds)				
Bloomberg Int Gov/Credit	0.37%	1.24%	-0.12%	-0.27%
Bloomberg US Agg	0.57%	1.94%	-0.63%	-1.40%
Bloomberg US High Yield	0.39%	1.33%	0.37%	1.85%
Other				
Bloomberg Commodity	2.98%	4.26%	7.07%	9.42%
S&P Dev Property	1.95%	5.44%	-0.68%	-1.10%

S&P 500 Sector Returns

	Week	MTD	QTD	YTD
Consumer Disc	-0.03%	2.45%	-1.99%	2.89%
Consumer Staples	0.80%	3.70%	2.78%	10.51%
Energy	1.22%	1.51%	0.73%	14.52%
Financials	1.39%	5.13%	0.73%	13.28%
Health Care	1.88%	4.29%	-1.01%	7.75%
Industrials	-0.30%	3.15%	-0.54%	10.38%
Info Technology	2.95%	7.98%	2.12%	15.08%
Materials	0.31%	3.92%	-0.84%	8.03%
Real Estate	2.53%	7.11%	-1.99%	-2.53%
Communication Svcs	1.70%	6.95%	4.73%	21.30%
Utilities	1.52%	8.41%	10.20%	15.23%

Bond Yields

	5/17/24	4/30/24	3/31/24	12/31/23
3Mo Libor	5.59%	5.59%	5.56%	5.59%
SOFR 3Mo Swap	5.33%	5.34%	5.30%	5.33%
2Yr Treasury	4.83%	5.04%	4.59%	4.23%
10Yr Treasury	4.42%	4.69%	4.20%	3.88%
2-10 Slope	-0.41%	-0.35%	-0.39%	-0.35%

Commodities and Currency

	5/17/24	4/30/24	3/31/24	12/31/23
Oil (\$/barrel)	80.06	81.93	83.17	71.65
Gold (\$/oz.)	2415.22	2286.25	2229.87	2062.98

Past performance is not a guarantee of future results. We believe the information presented is reliable, but we do not guarantee its accuracy.