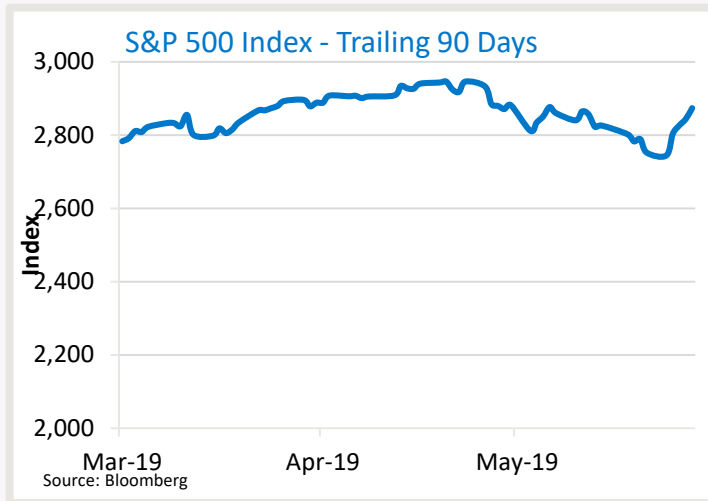




### Chart of the Week



### Weekly Highlights

- **Fed suggests rates could come down.** Federal Reserve Chairman Jerome Powell said that the central bank was prepared to act to sustain economic expansion. This was interpreted that interest rate cuts could be coming, which led equities to rally higher on the news throughout the week.
- **US economy adds 75,000 jobs in May, well below forecast.** On Friday, the Bureau of Labor Statistics released the May Employment Report, showing an increase of 75,000 nonfarm payrolls for the month, which fell short of the 185,000 that was expected. The unemployment rate remained at 3.60%, and hourly earnings increased by six cents, or 0.20%, which was below the consensus estimate of 0.30%.
- **Federal investigation of four of the largest tech firms.** Shares of Alphabet (Google), Amazon, Apple, and Facebook sold off on Monday on news that the federal government is targeting the companies for regulatory and antitrust scrutiny. The House Judiciary Committee also said that it would investigate competition in the technology industry. Facebook shares declined the most, losing 7.50%, while Apple, Apple, and Alphabet, lost 1.00%, 4.60%, and 6.10%, respectively.

### Talking Points

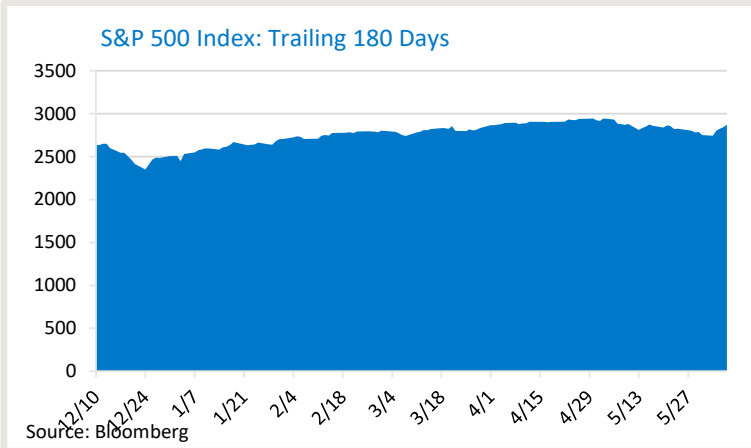
- **Stocks rallied, with the Dow breaking a six-week losing streak.** This was the longest weekly losing streak since June 2011. Domestic equities outpaced international stocks, and emerging markets stocks trailed developed equities. Growth and value traded mostly in line, with both styles experiencing strong weekly gains.
- **The yield on the 10-Year Treasury Note was lower,** trading below 2.10% for the first time since 2017, and fell to 2.06% on Friday, from 2.14% the prior week.
- **World Bank lowers its outlook for global growth.** The World Bank released a research report Tuesday, cutting its forecast to 2.60% for 2019 global growth, down from 2.90% previously, citing a slowdown in trade growth to the weakest level since the financial crisis.
- **ADP Employment Change reading at three-year low.** The monthly jobs report came in well below forecast, at just 27,000 jobs in May, the fewest number created since March 2010, and down from a revised 271,000 in April.

## Market Dashboard

	Last Price	Change	% Chg.	YTD %
<b>S&amp;P 500</b>	2,873.34	121.28	4.41%	14.6%
<b>Dow Industrials</b>	25,983.94	1,168.90	4.71%	11.4%
<b>Nasdaq</b>	7,742.10	288.95	3.88%	16.7%
<b>Russell 2000</b>	1,514.39	48.90	3.34%	12.3%
<b>Euro Stoxx Index</b>	377.48	8.42	2.28%	11.8%
<b>Shanghai Composite</b>	2,827.80	-78.01	-2.68%	13.4%
<b>MSCI ACWI</b>	504.67	12.56	2.55%	10.8%

Source: Bloomberg; Index % change is based on price.

	Last Price	Change	% Chg.	YTD %
<b>MSCI EM</b>	1,002.75	4.75	0.48%	3.8%
<b>10-Year US Treas.</b>	2.08	-6 bps	NM	NM
<b>Bloomberg Cmdts. Idx.</b>	77.15	-0.56	-0.72%	0.6%
<b>Gold</b>	\$1,340.72	\$35.41	2.71%	4.6%
<b>Crude Oil</b>	\$54.11	\$0.57	1.07%	14.3%
<b>Dollar Index</b>	96.59	-1.17	-1.20%	0.4%
<b>VIX Index</b>	16.30	-2.41	-12.88%	-35.9%



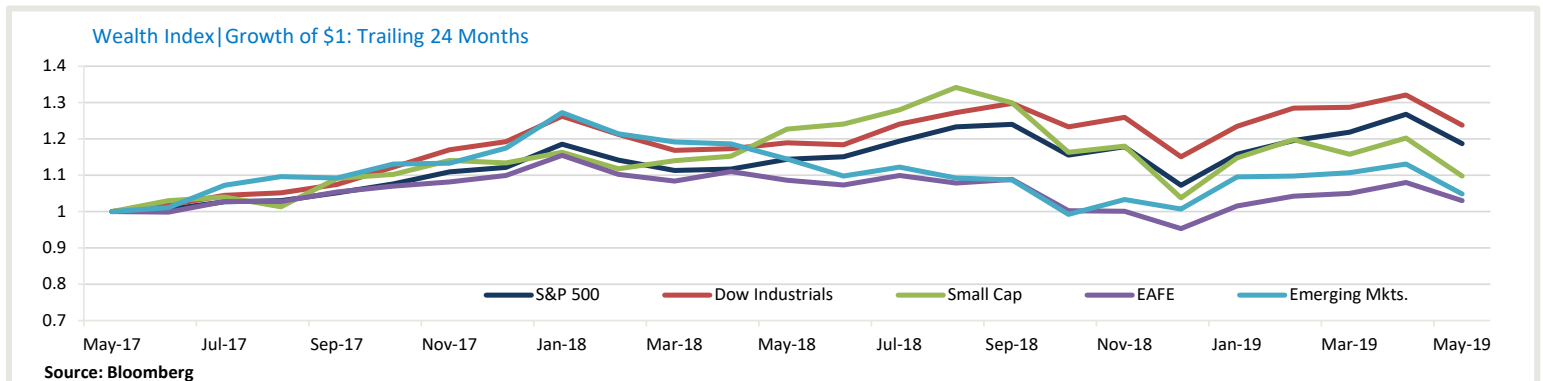
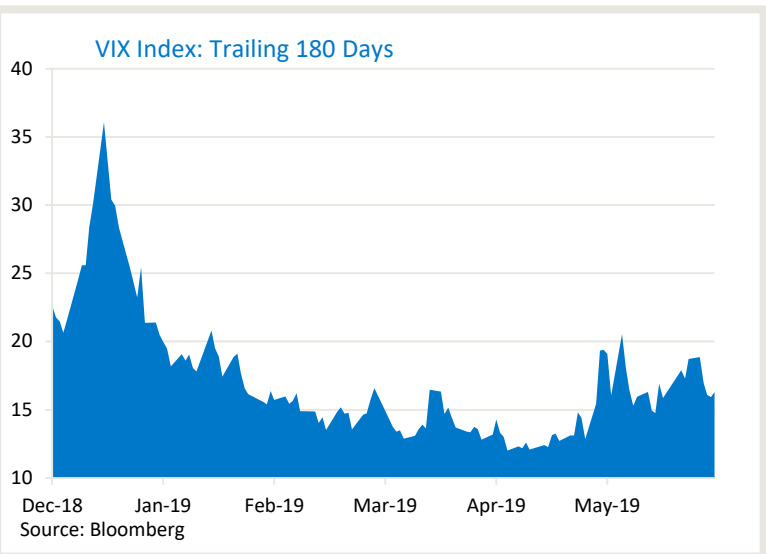
	One Week			YTD		
	Value	Growth		Value	Growth	
<b>L</b>	4.58%	4.38%	4.20%	11.05%	13.91%	16.48%
	4.01%	4.38%	4.87%	13.95%	17.71%	23.09%
<b>S</b>	3.10%	3.34%	3.55%	9.09%	12.30%	15.39%

Source: Bloomberg

**Sector Performance:**  
**S&P/Global Industry Classification Sectors (GICS)**

	% Wgt in S&P 500	Week % Chg.	YTD % Chg.
<b>Consumer Discretionary</b>	10.1	3.99%	16.9%
<b>Consumer Staples</b>	7.5	5.16%	14.8%
<b>Energy</b>	4.9	4.07%	6.0%
<b>Financials</b>	13.1	4.18%	13.3%
<b>Health Care</b>	14.2	4.32%	4.9%
<b>Industrials</b>	9.4	5.10%	17.2%
<b>Information Technology</b>	21.5	5.97%	22.5%
<b>Materials</b>	2.7	9.07%	13.4%
<b>Real Estate</b>	3.1	2.62%	20.1%
<b>Communication Services</b>	10.1	0.93%	14.6%
<b>Utilities</b>	3.4	2.89%	12.6%

Source: Bloomberg



## The Economy and Markets

### A Macro View: May Monthly Recap

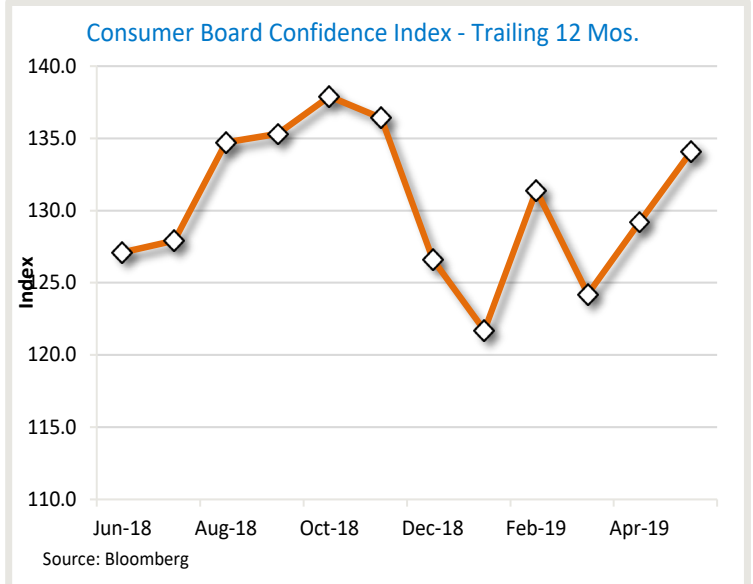
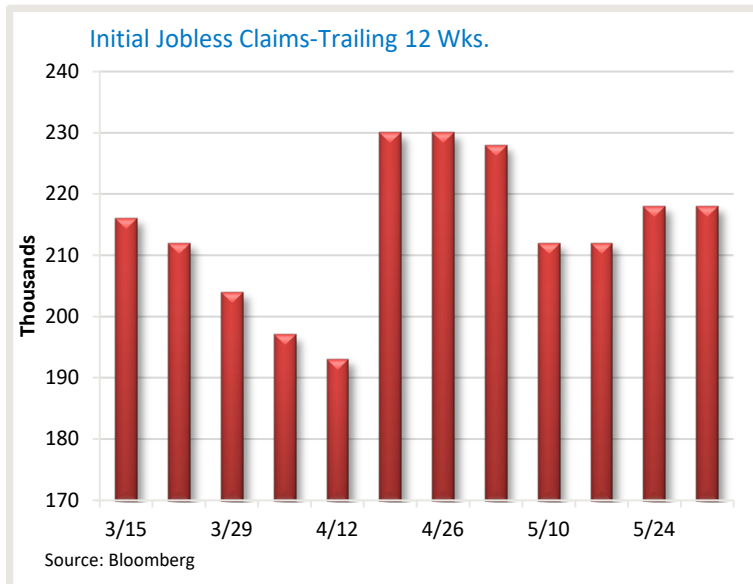
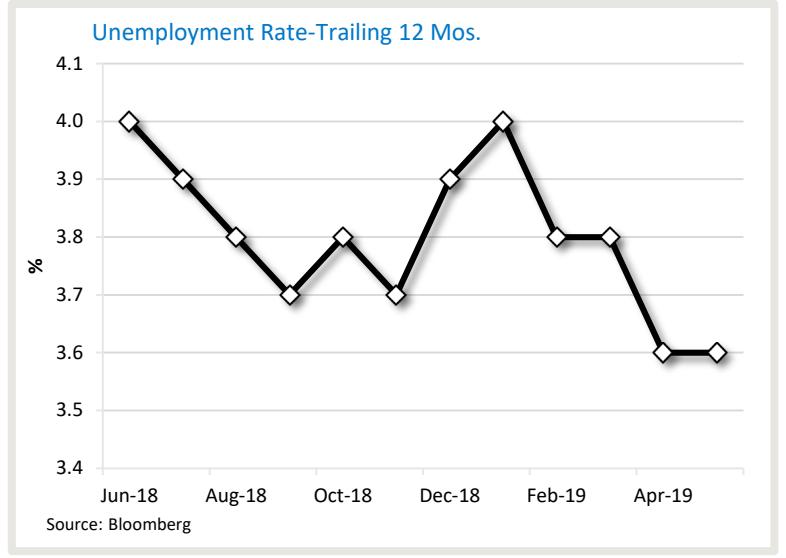
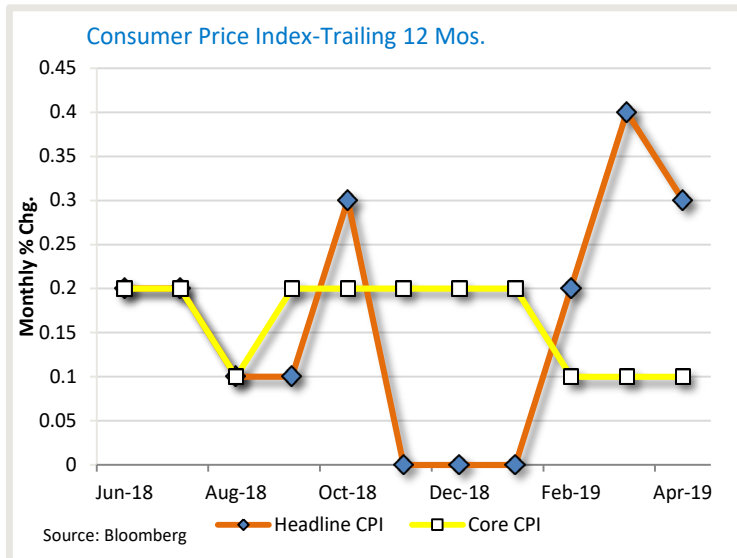
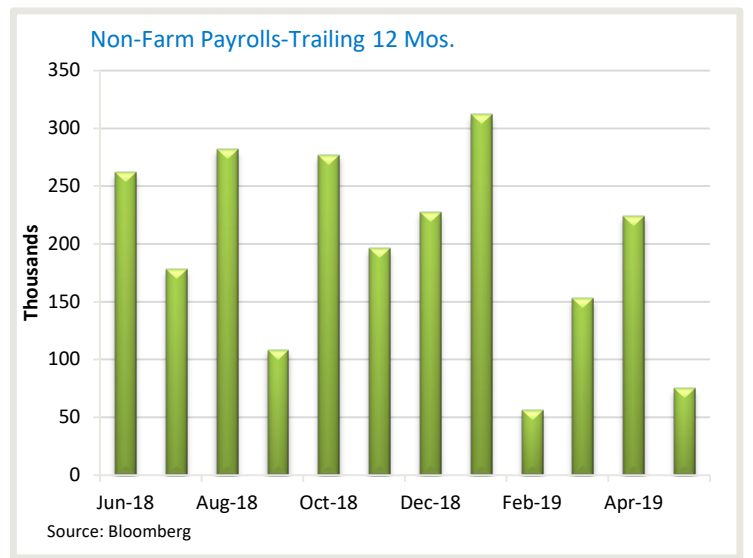
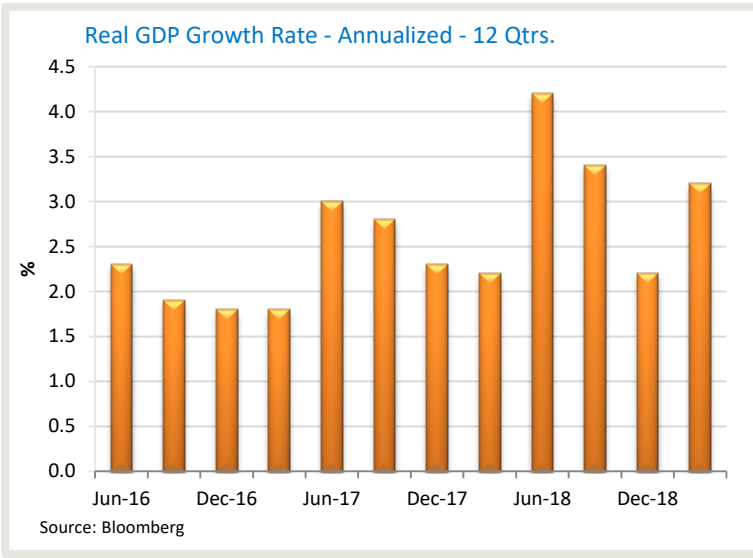
**Domestic equity markets** experienced widespread selling pressure throughout the month, as trade wars and tariffs dominated the news cycle. The S&P 500 Index notched its worst May in seven years and the second-worst return in May since the 1960s. Negative sentiment certainly existed at the beginning of May, but the market had mostly shrugged off bad news for all of 2019 behind a dovish Federal Reserve (Fed), which pushed domestic indices to record highs to close out April. However, just six days into May, markets were forced to embrace the news that trade negotiations with China broke down and the US was moving forward with tariffs. The S&P 500 Index declined 6.40% in May, but is still up 10.70% this year. The Dow Jones Industrial Average lost 6.30%, and the tech-heavy NASDAQ declined 7.80%. The US increased the tariff rate to 25% on \$200 billion worth of Chinese imports and announced that it may impose a 25% tariff on the remaining \$300 billion worth of Chinese imports. This led to China's retaliating by increasing the tariff range from its current 5%-10% rate to a range of 5%-25% on \$60 billion worth of US imports. On May 30, President Trump said that the US will impose a 5% tariff on all imports from Mexico until the flow of undocumented immigrants across the border stopped.

Within the context of heightened trade tensions, the stock market experienced more pain thus far than the economy did. Small cap stocks were the worst affected by the sell-off, with the Russell 2000 Index posting a loss of 7.80%, roughly 140 basis points behind large cap stocks, and bringing its year-to-date gain to 9.30%. Mid cap stocks slightly outpaced large and small caps, with the Russell Mid Cap Index losing 6.10%. Despite an environment that seemed primed for value to outperform, growth stocks finished slightly ahead, with the Russell 3000 Growth Index losing 6.40% compared with a 6.60% decline for the Russell 3000 Value Index. In terms of S&P 500 Index sector performance, Real Estate was both the top performer and the only positive sector for the month, gaining 1.20%, and bringing its year-to-date return to 18.30%. Healthcare and Utilities also experienced better relative results, with losses of 2.40%, and 0.80%, respectively, but both outpaced the S&P 500 Index by more than 400 basis points. The worst-performing sectors include Energy, Information Technology, and Materials, with losses of 11.10%, 8.70%, and 8.20%, respectively. Commodities declined 3.40% behind higher prices for precious metals, with gold up 2%, and despite energy selling off. Cryptocurrency came back into the spotlight, as Bitcoin surged, gaining 60% in May, and closing the month at \$8,551.

**International equity markets** delivered poor results in May, but still outpaced US stocks, as the MSCI ACWI ex-U.S. Index declined by 5.40%. Fears of slowing global growth resulted in negative returns abroad. Aside from trade tensions, political change remained front and center. UK Prime Minister Theresa May announced she will step down as Conservative Party leader and resign as prime minister on June 7. May had struggled to unite Britain behind its withdrawal from the EU, but will continue as acting leader until a new prime minister is in place. In the world's largest democratic election ever, more than 900 million voters took to the polls over six weeks in India. Incumbent Prime Minister Narendra Modi and his Bharatiya Janata Party (BJP) won in a surprise landslide over the Congress Party. The MSCI EAFE Index, which measures the performance of international developed equities, lost 4.80% and is now up 7.60% year to date. Emerging markets struggled more than their developed peers, with the MSCI EM Index declining 7.30% and now up 4.10% in 2019. Tariffs and the trade war weighed on Chinese stocks, and China was the worst regional performer, losing 13.10% for May and bringing its once double-digit year-to-date gain to 4.60%. Eastern Europe was a bright spot within emerging markets, with the MSCI EM Eastern Europe Index gaining 1.40% and a year-to-date return of 13.60%.

**Fixed income markets** posted gains for the month, as investors flocked to safer assets amid the selling pressure for risk assets during May. Treasury yields fell sharply over the month as the bad news continued to pour in, with markets now pricing in a likelihood of three rate cuts by the end of 2020. The yield on the 10-Year Treasury Note declined 37 basis points to 2.14% from 2.51%. The yield curve continued to invert as longer-term rates fell, reaching its widest level since the financial crisis, with the 3-Month Treasury Bill yielding a higher rate than the 10-Year Treasury Note. The Barclays U.S. Aggregate Bond Index gained 1.80% for the month and is now up 4.80% year to date. Global bonds posted slight gains but trailed domestic fixed income, as the Barclays Global Aggregate ex-U.S. Index gained 1%. Lower-quality debt struggled, as the Barclays US Corporate High Yield Index lost 1.20% and is now up 7.50% in 2019. Municipal bonds mostly trailed their taxable peers for the month, but still posted a slightly positive return, with the Barclays Municipal Index gaining 1.40%.

Economic Data



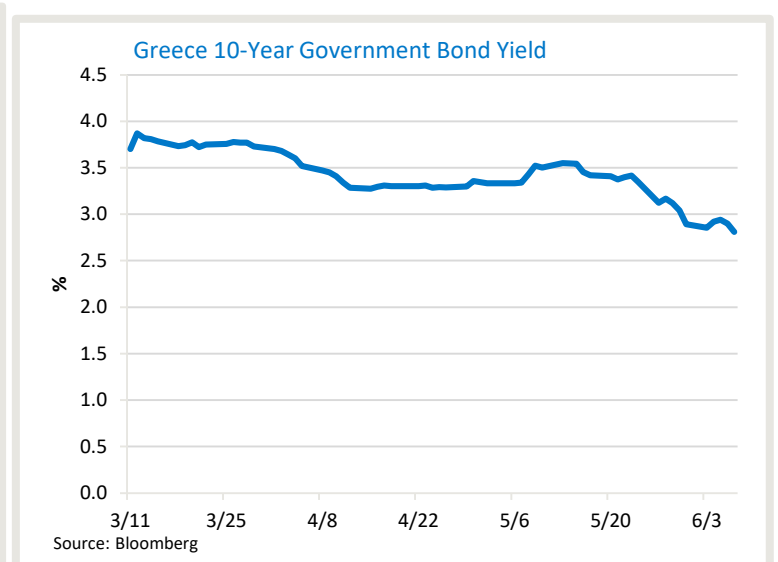
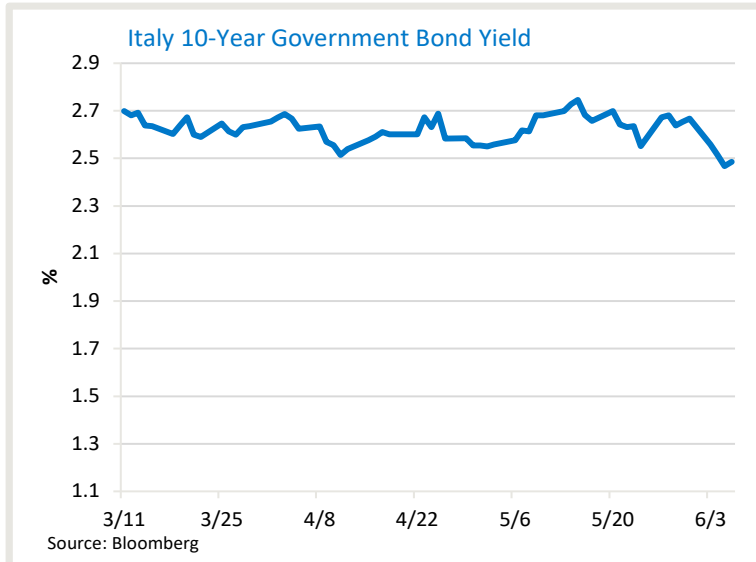
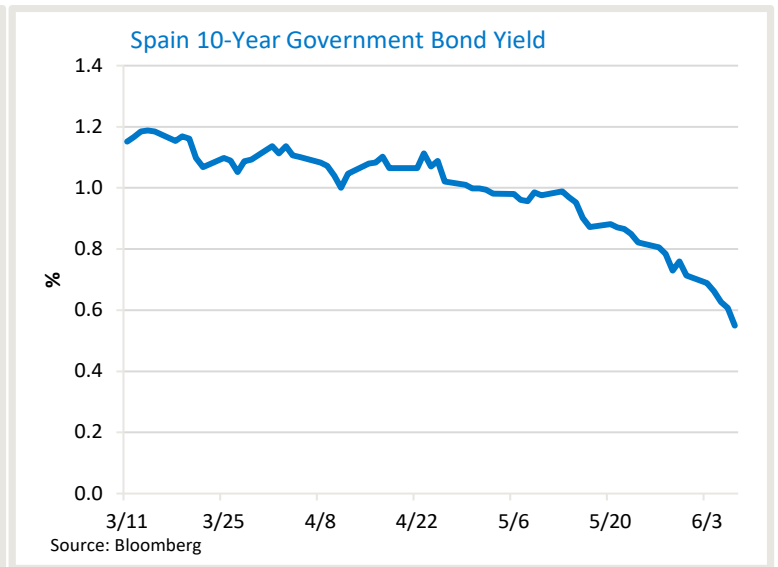
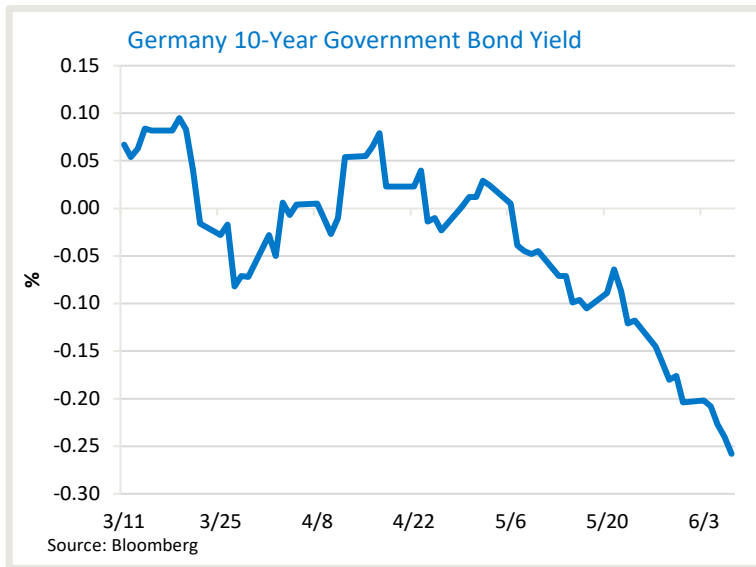
Eurozone

SELECTED EUROPEAN SOVEREIGN YIELD PERFORMANCE

	Last	Change	% Chg.	YTD %
Germany 10-Yr. Govt.	-0.26	5 bps	NM	NM
Greece 10-Yr. Govt.	2.81	7 bps	NM	NM
Italy 10-Yr. Govt.	2.36	28 bps	NM	NM
Spain 10-Yr. Govt.	0.55	16 bps	NM	NM
Belgium 10-Yr. Govt.	0.16	13 bps	NM	NM

	Last	Change	% Chg.	YTD %
France 10-Yr. Govt.	0.08	12 bps	NM	NM
Ireland 10-Yr. Govt.	0.27	15 bps	NM	NM
Portugal 10-Yr. Govt.	0.62	19 bps	NM	NM
Netherlands 10-Yr. Govt.	-0.09	8 bps	NM	NM
U.K. 10-Yr. Govt.	0.81	7 bps	NM	NM

Source: Bloomberg  
Basis points (bps)

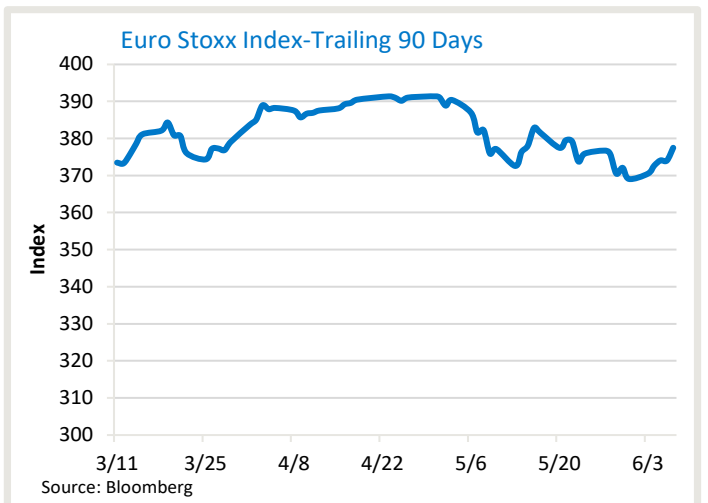
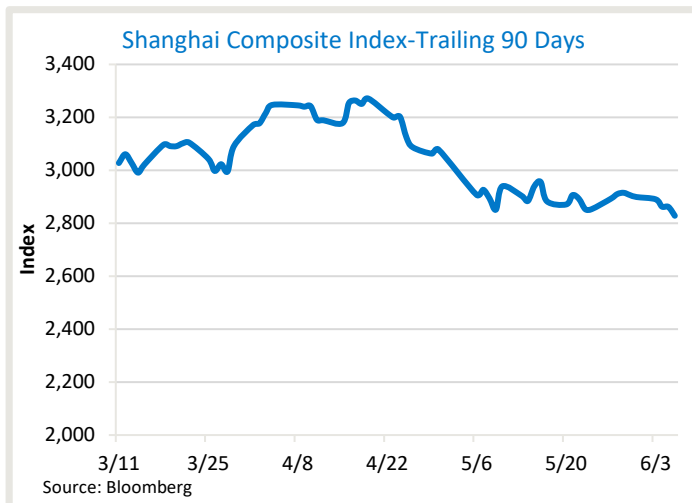
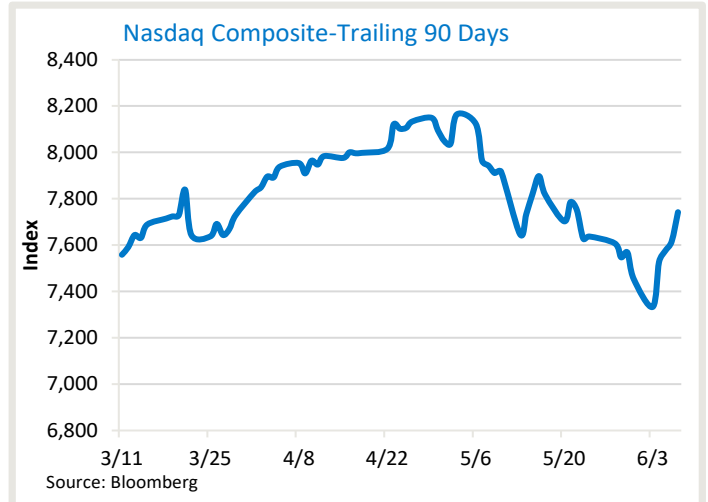
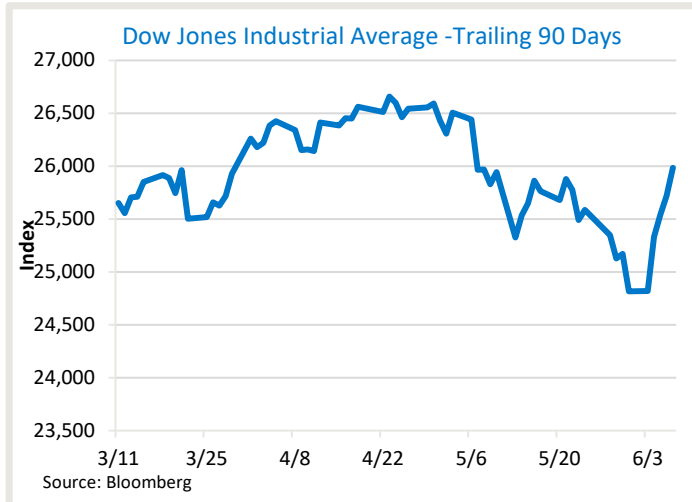


Equities

WORLD MARKET PERFORMANCE

	Last	Change	% Chg.	YTD %		Last	Change	% Chg.	YTD %
S&P 500	2,873.34	121.28	4.41%	14.62%	Swiss Market Index	9,749.13	225.15	2.36%	15.66%
Dow Industrials	25,983.94	1168.90	4.71%	11.39%	CAC 40 Index (France)	5,364.05	156.42	3.00%	13.39%
Nasdaq Composite	7,742.10	288.95	3.88%	16.68%	DAX Index (Germany)	12,045.38	318.54	2.72%	14.08%
MSCI ACWI	504.67	12.56	2.55%	10.8%	Irish Overall Index	6,178.39	98.76	1.62%	12.75%
MSCI EM	1,002.75	4.75	0.48%	3.8%	Nikkei 225	20,884.71	283.52	1.38%	4.35%
S&P/TSX (Canada)	16,230.96	193.47	1.21%	13.32%	Hang Seng Index	26,965.28	-149.60	-0.55%	4.33%
Mexico IPC	43,291.33	533.88	1.25%	3.95%	Shanghai Composite	2,827.80	-78.01	-2.68%	13.39%
Brazil Bovespa	97,821.25	790.94	0.82%	11.30%	Kospi Index (S. Korea)	2,072.33	33.53	1.64%	1.53%
Euro Stoxx 600	377.48	8.42	2.28%	11.80%	Taiwan Taiex Index	10,409.20	-89.29	-0.85%	7.01%
FTSE 100	7,331.94	170.23	2.38%	8.97%	Tel Aviv 25 Index	1,541.28	-3.16	-0.20%	5.29%
IBEX 35 (Spain)	9,236.10	231.90	2.58%	8.15%	MOEX Index (Russia)	2,729.61	64.28	2.41%	15.21%

Source: Bloomberg; Index % change is based on price.



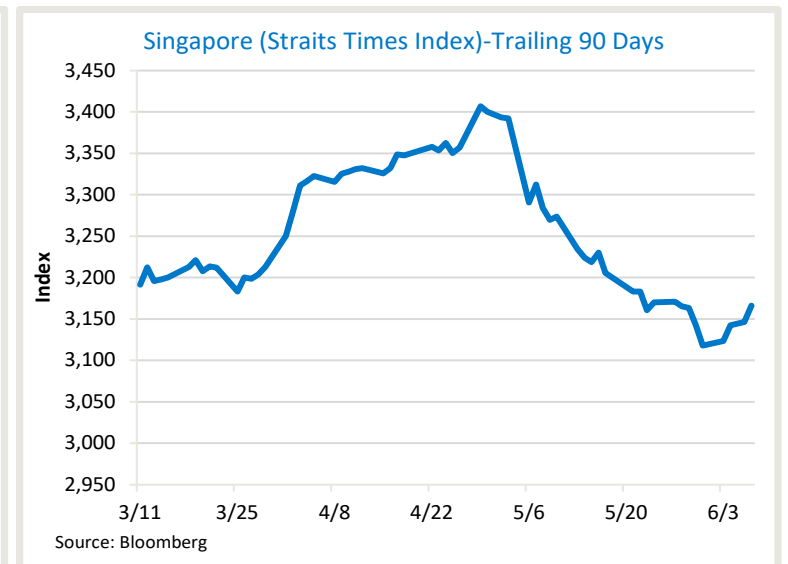
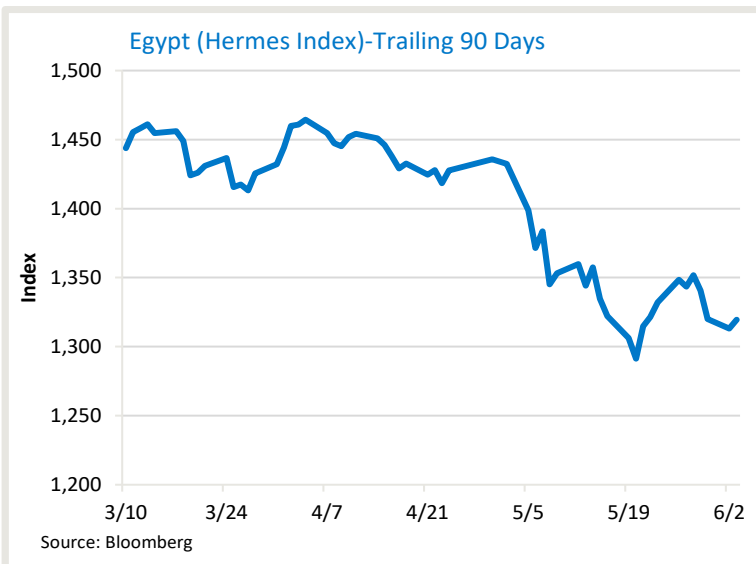
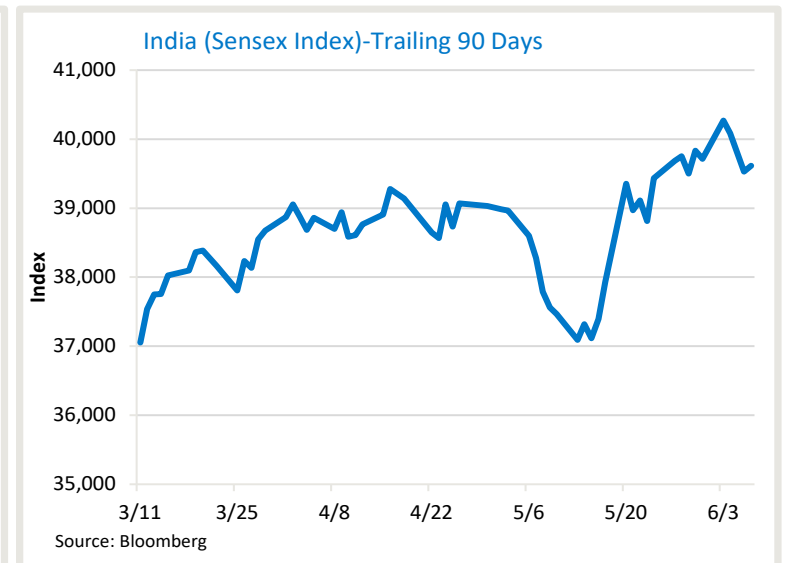
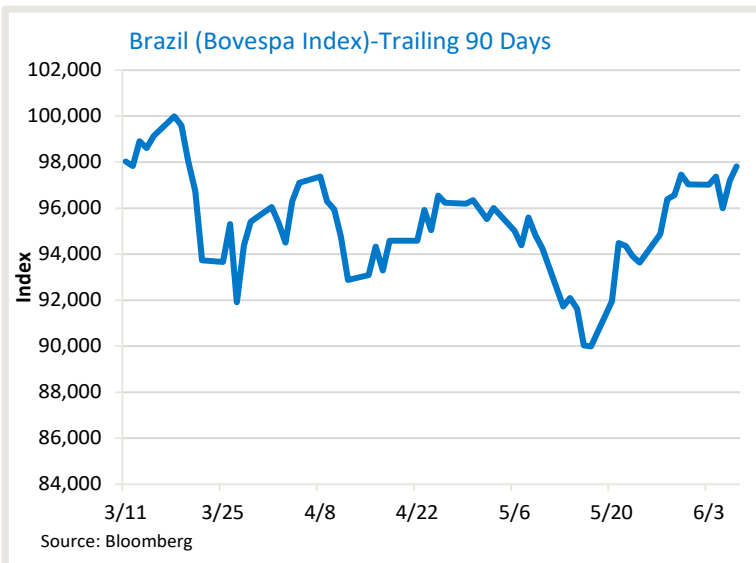
## Equities – Emerging and Frontier Markets

### EMERGING AND FRONTIER MARKET PERFORMANCE

	Last	Change	% Chg.	YTD %
Mexico IPC	43,291.33	533.88	1.2%	3.9%
Brazil (Bovespa Index)	97,821.25	790.94	0.8%	11.3%
MOEX Index (Russia)	2,729.61	64.28	2.4%	15.2%
Czech Republic (Prague)	1,049.65	5.56	0.5%	6.4%
Turkey (Istanbul)	93,809.13	3219.37	3.6%	2.8%
Egypt (Hermes Index)	1,319.46	-0.60	0.0%	3.3%
Kenya (Nairobi 20 Index)	2,700.46	23.54	0.9%	-4.7%
Saudi Arabia (TASI Index)	8,516.48	-14.68	-0.2%	8.8%
Lebanon (Beirut BLOM Index)	852.43	-5.88	-0.7%	-12.7%
Palestine	526.87	1.44	0.3%	-0.5%

Source: Bloomberg; Index % change is based on price.

	Last	Change	% Chg.	YTD %
Hang Seng Index	26,965.28	-149.60	-0.6%	4.3%
India (Sensex 30)	39,615.90	-98.30	-0.2%	9.8%
Malaysia (KLCI Index)	1,649.33	25.66	1.6%	-2.4%
Singapore (Straits Times Index)	3,166.29	23.29	0.7%	3.2%
Thailand (SET Index)	1,653.50	31.93	2.0%	5.7%
Indonesia (Jakarta)	6,209.12	176.42	2.9%	0.2%
Pakistan (Karachi KSE 100)	35,505.29	-469.50	-1.3%	-4.2%
Vietnam (Ho Chi Minh)	958.28	-1.60	-0.2%	7.4%
Sri Lanka (Colombo)	5,298.18	-26.36	-0.5%	-12.5%
Cambodia (Laos)	818.31	1.21	0.1%	-2.2%

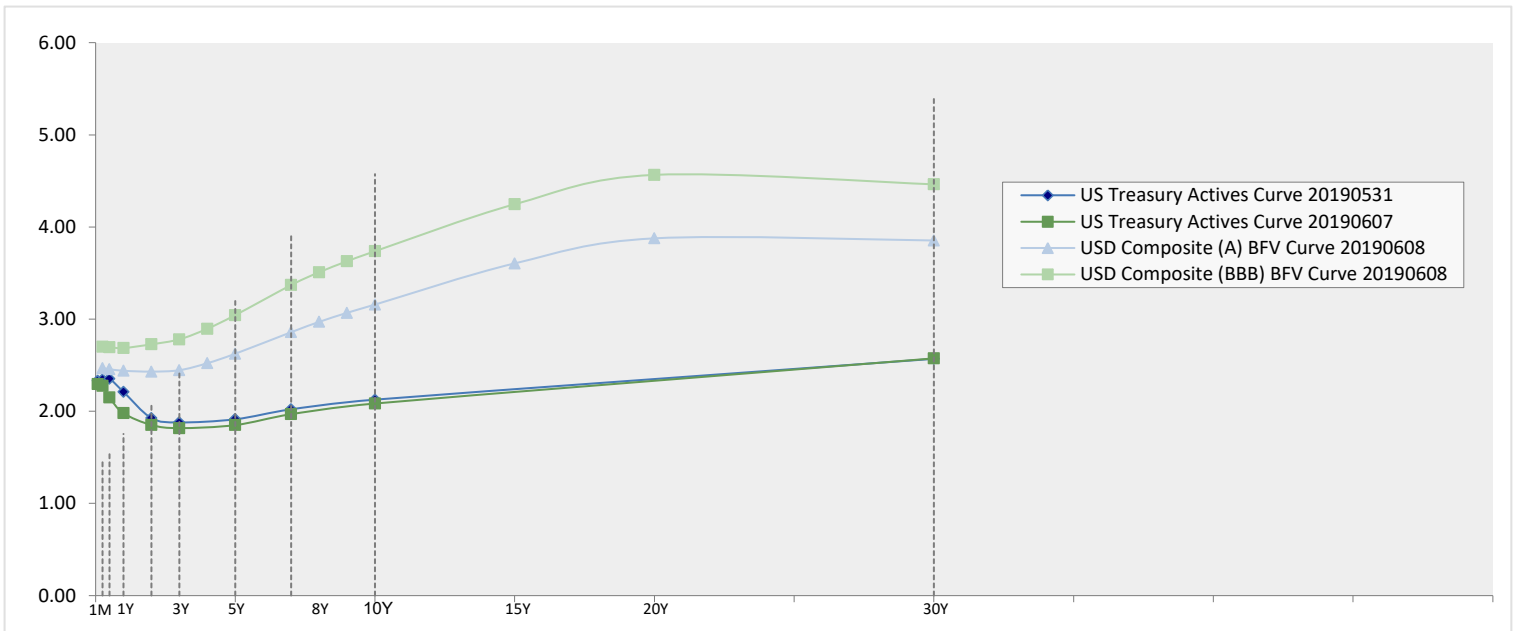


## Interest Rates

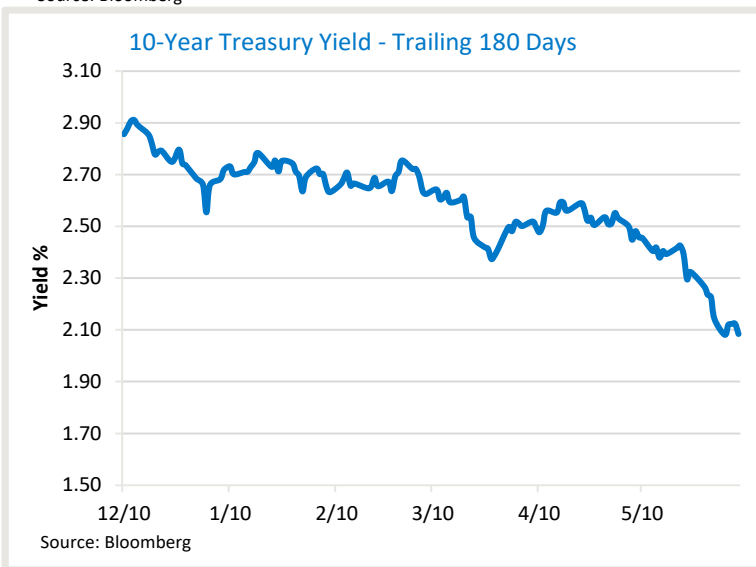
SELECTED INTEREST RATES

	Last	Change	% Chg.	YTD %		Last	Change	% Chg.	YTD %
2-Yr. U.S. Treasury	1.85%	1 bps	NM	NM	Prime Rate	5.50%	0.00	NM	NM
5-Yr. U.S. Treasury	1.85%	-8 bps	NM	NM	Fed Funds Rate	2.50%	0.00	NM	NM
10-Yr. U.S. Treasury	2.08%	-6 bps	NM	NM	Discount Rate	3.00%	0.00	NM	NM
30-Yr. U.S. Treasury	2.57%	-1 bps	NM	NM	LIBOR (3 Mo.)	2.45%	-5 bps	NM	NM
German 10-Yr. Govt.	-0.26%	5 bps	NM	NM	Bond Buyer 40 Muni	3.05%	-1 bps	NM	NM
France 10-Yr.	0.08%	12 bps	NM	NM	Bond Buyer 40 G.O.	3.48%	NA	NM	NM
Italy 10-Yr.	2.36%	28 bps	NM	NM	Bond Buyer 40 Rev.	3.97%	NA	NM	NM
Fed 5-Yr Fwd BE Inf.	1.86%	-3 bps	NM	NM					

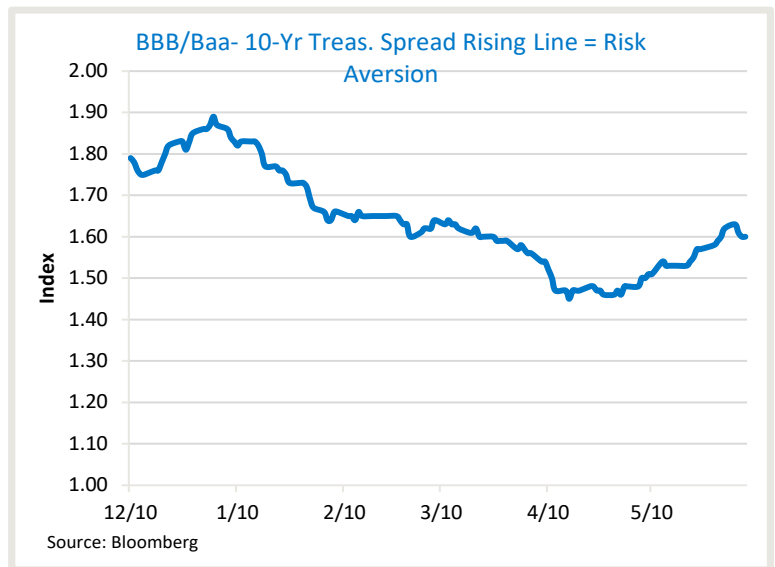
Source: Bloomberg



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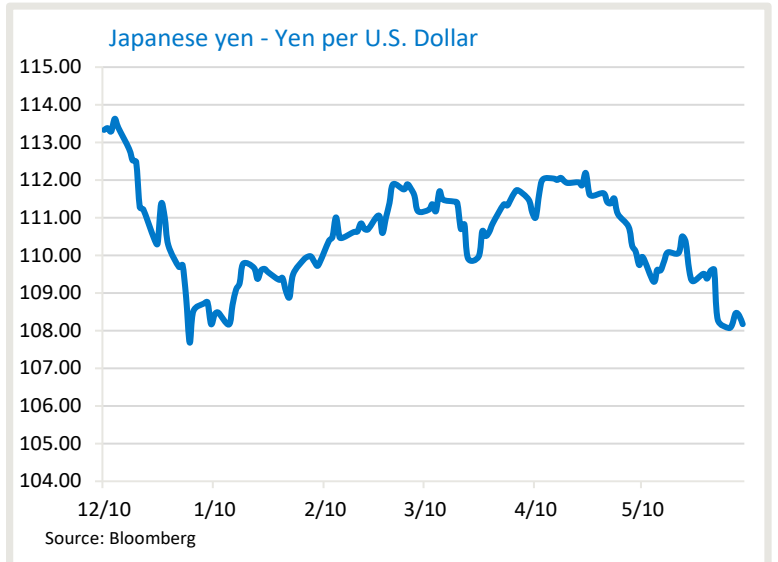
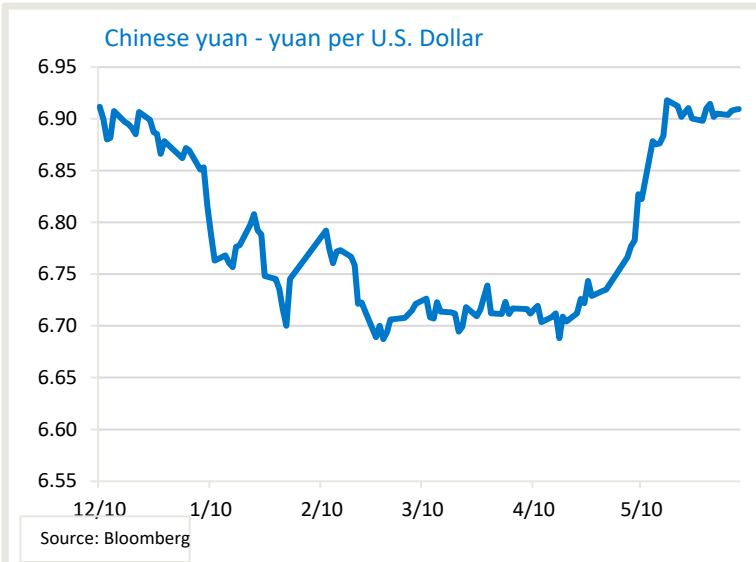
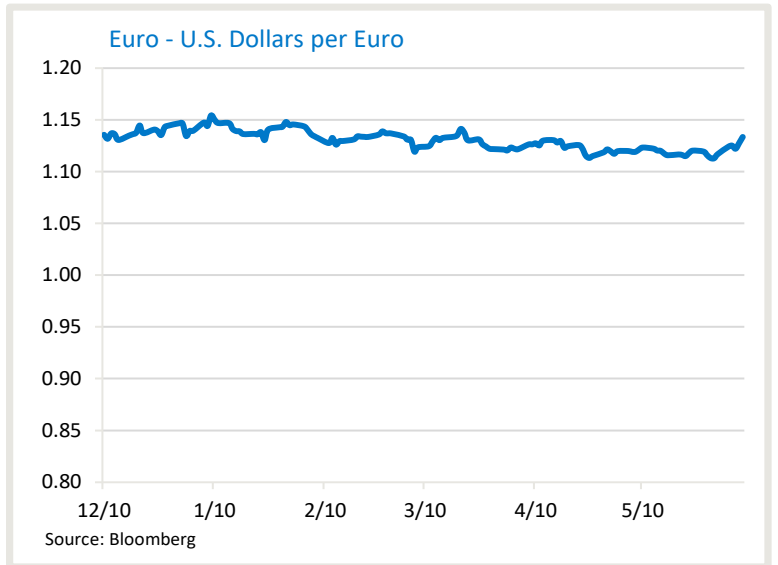
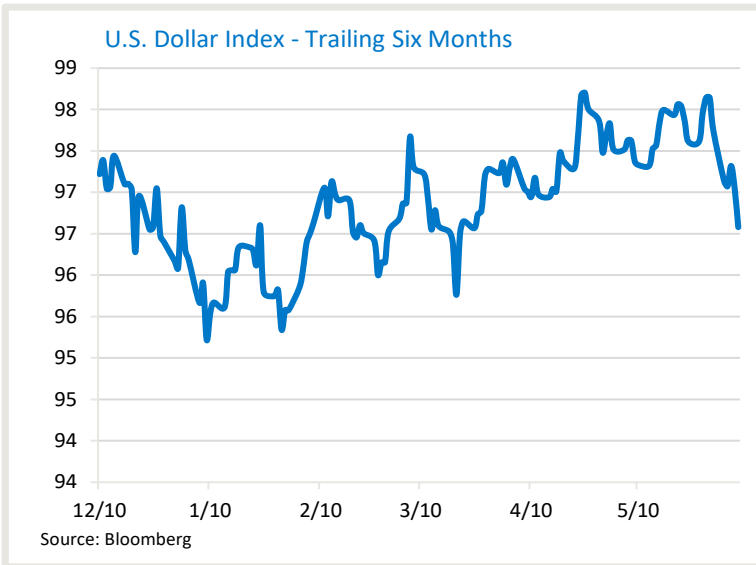
## Currencies

### SELECTED CURRENCY PERFORMANCE

	Last	Change	% Chg.	YTD %
<b>Dollar Index</b>	<b>96.60</b>	<b>-1.171</b>	<b>-1.20%</b>	<b>0.42%</b>
<b>Euro</b>	<b>1.13</b>	<b>0.017</b>	<b>1.49%</b>	<b>-1.15%</b>
<b>Japanese Yen</b>	<b>108.19</b>	<b>-0.120</b>	<b>0.11%</b>	<b>1.41%</b>
<b>British Pound</b>	<b>1.27</b>	<b>0.011</b>	<b>0.86%</b>	<b>-0.13%</b>
<b>Canadian Dollar</b>	<b>1.33</b>	<b>-0.023</b>	<b>1.76%</b>	<b>2.67%</b>

	Last	Change	% Chg.	YTD %
<b>Chinese Yuan</b>	<b>6.91</b>	<b>0.005</b>	<b>-0.07%</b>	<b>-0.45%</b>
<b>Swiss Franc</b>	<b>0.99</b>	<b>-0.014</b>	<b>1.38%</b>	<b>-0.50%</b>
<b>New Zealand Dollar</b>	<b>0.67</b>	<b>0.013</b>	<b>2.02%</b>	<b>-0.83%</b>
<b>Brazilian Real</b>	<b>3.88</b>	<b>-0.042</b>	<b>1.09%</b>	<b>-0.16%</b>
<b>Mexican Peso</b>	<b>19.62</b>	<b>0.013</b>	<b>-0.07%</b>	<b>0.10%</b>

Source: Bloomberg

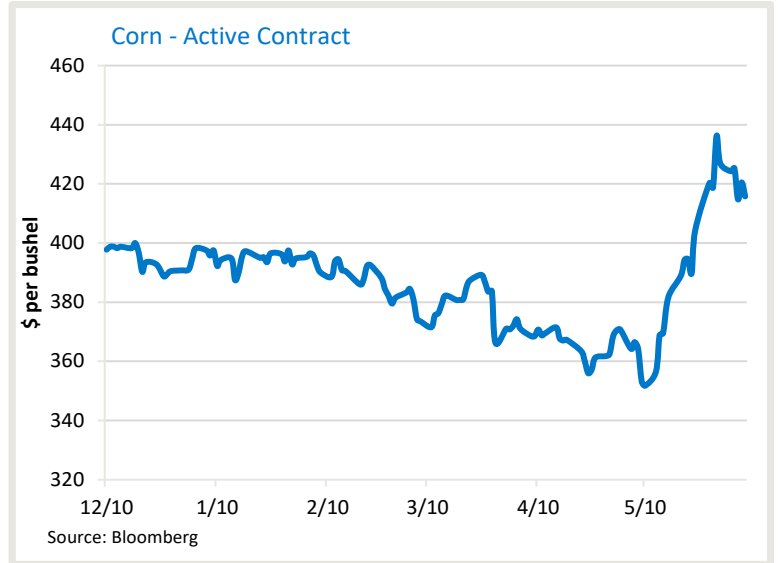
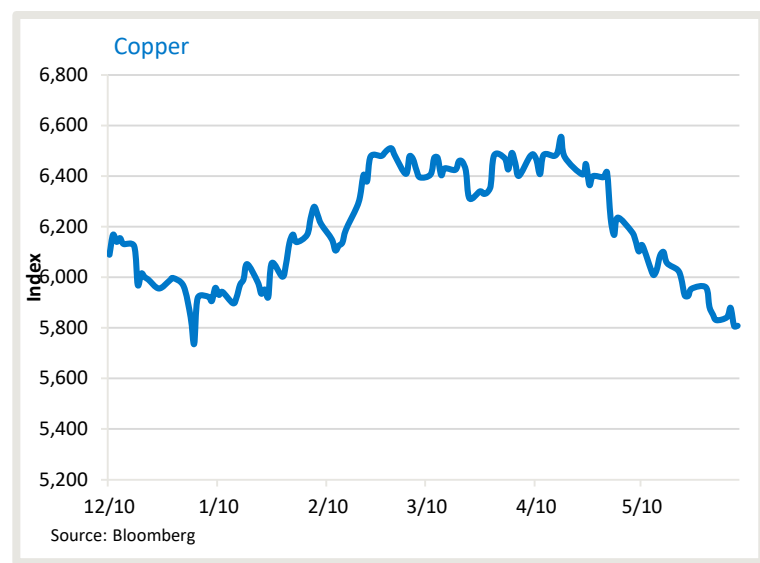
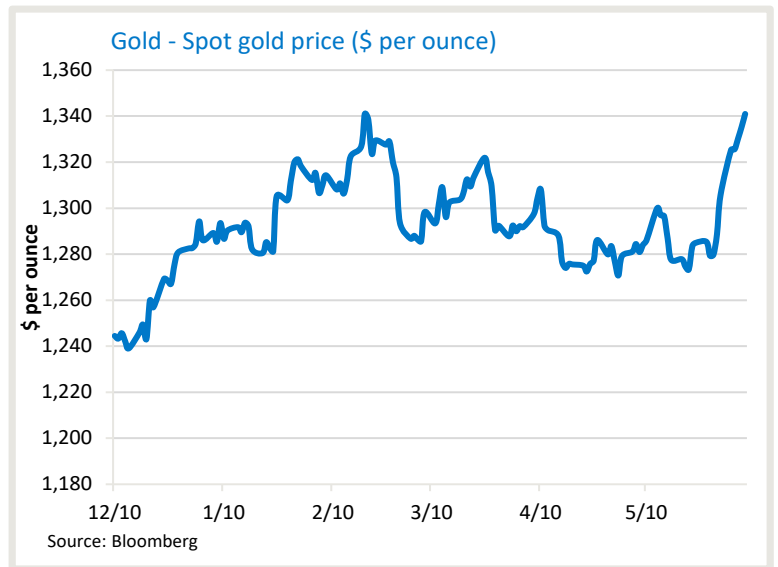
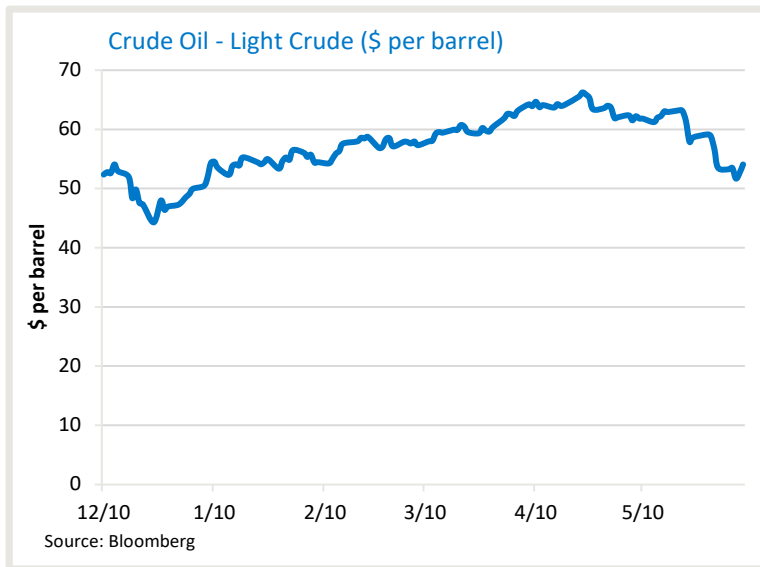


## Commodities

### SELECTED COMMODITY MARKET PERFORMANCE

	Last	Change	% Chg.	YTD %		Last	Change	% Chg.	YTD %
Bloomberg Comm. Idx.	77.15	-0.56	-0.72%	0.56%	Platinum Spot	\$806.95	\$13.63	1.72%	1.47%
Crude Oil	\$54.12	\$0.57	1.07%	14.31%	Corn	415.75	-11.25	-2.63%	6.40%
Natural Gas	\$2.34	-\$0.11	-4.65%	-15.22%	Wheat	504.50	1.50	0.30%	-2.70%
Gasoline (\$/Gal.)	\$2.77	-\$0.05	-1.74%	22.77%	Soybeans	856.25	-21.50	-2.45%	-6.95%
Heating Oil	182.48	-1.58	-0.86%	8.89%	Sugar	12.50	0.40	3.31%	2.12%
Gold Spot	\$1,340.91	\$35.41	2.71%	4.56%	Orange Juice	106.10	-2.30	-2.12%	-17.34%
Silver Spot	\$15.02	\$0.43	2.96%	-3.02%	Aluminum	1,776.00	-18.50	-1.03%	-3.79%
					Copper	5,808.00	-22.00	-0.38%	-2.63%

Source: Bloomberg; % change is based on price.

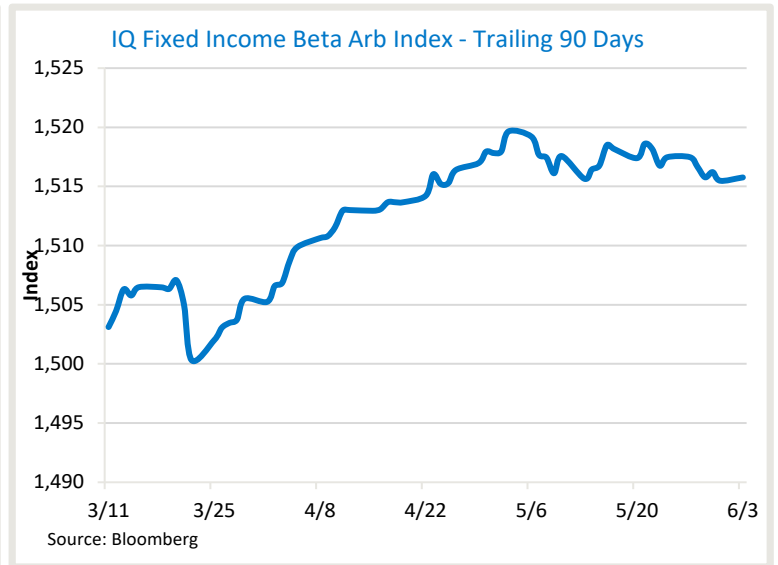
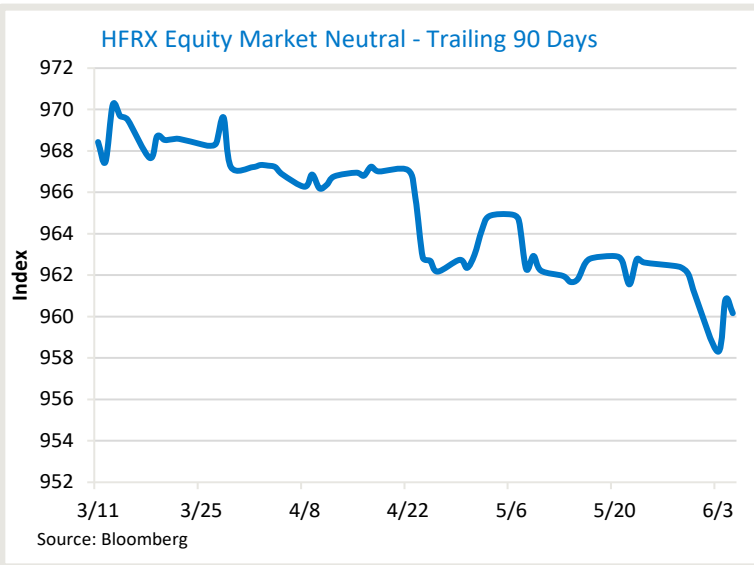
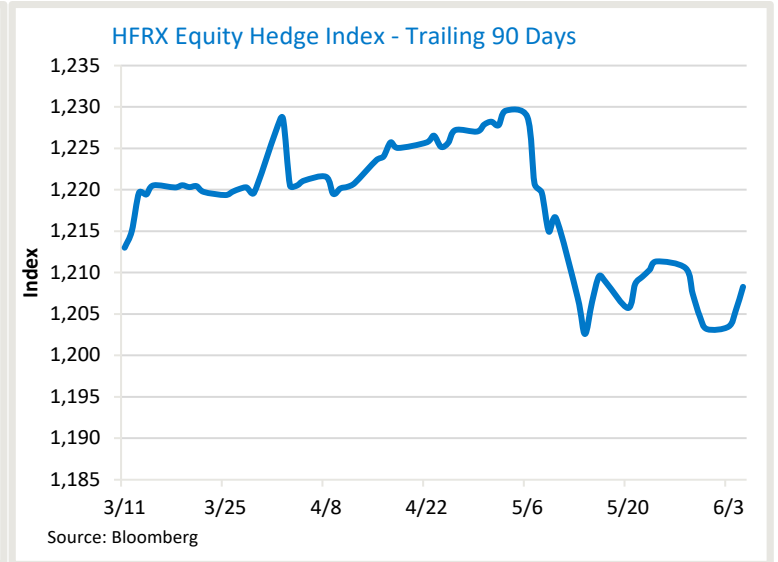
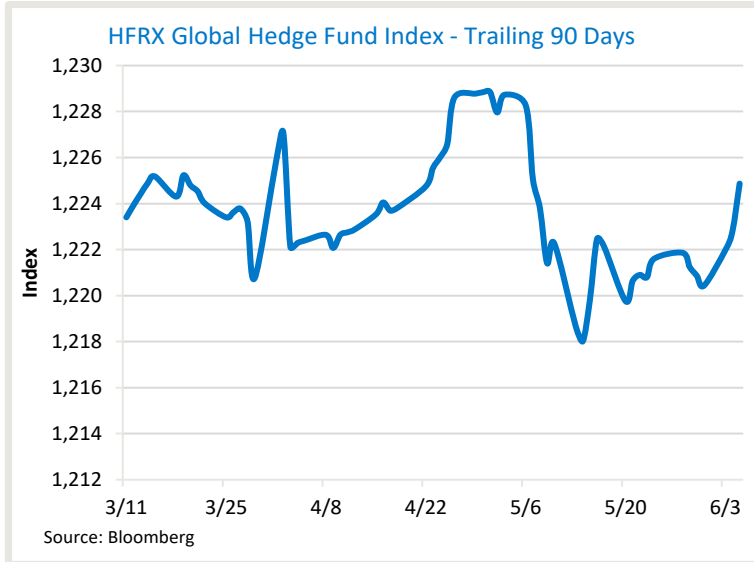


## Alternative Investments

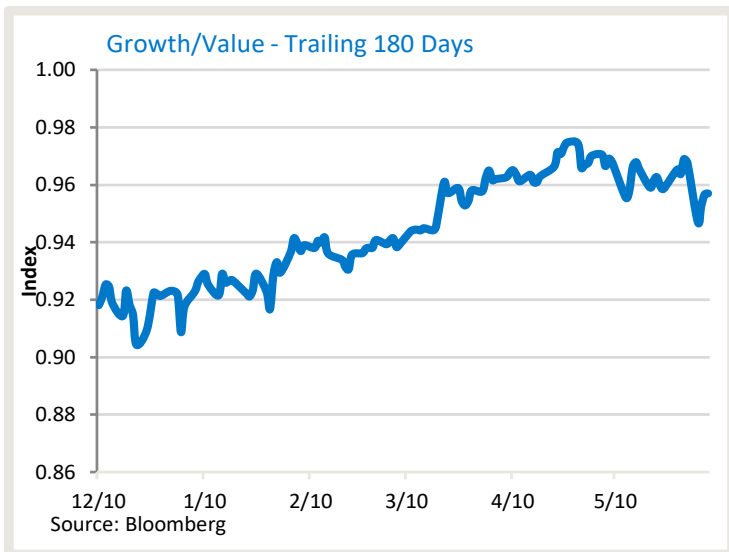
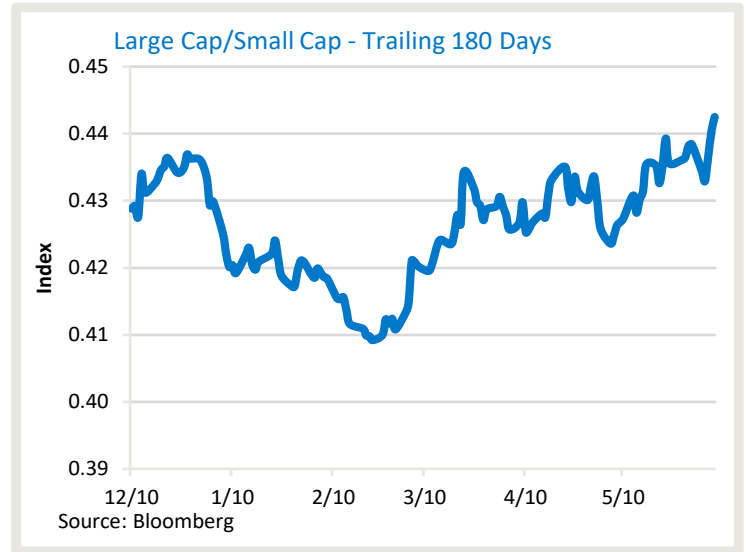
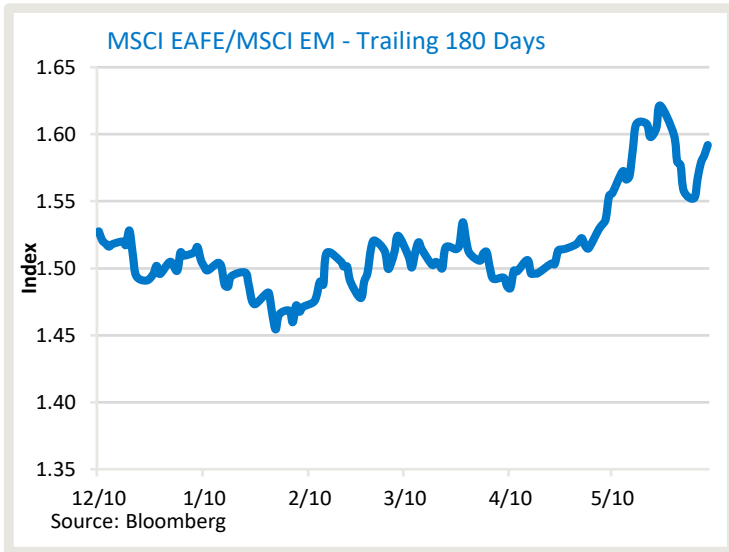
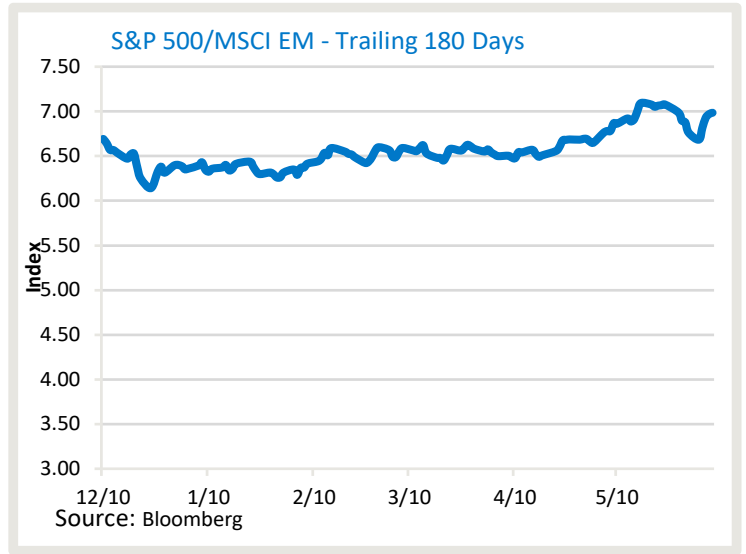
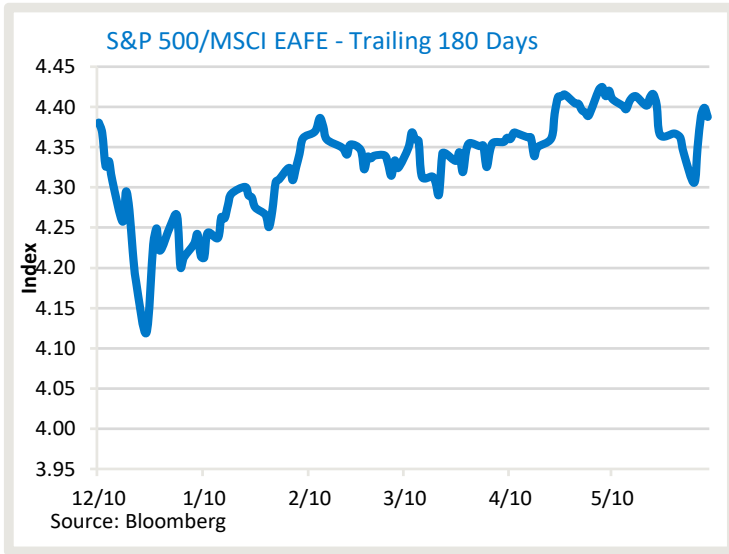
### SELECTED ALTERNATIVE INVESTMENT INDEX PERFORMANCE

	Last	Change	% Chg.	YTD %		Last	Change	% Chg.	YTD %
HFRX Global Hedge Fund Index	1225.06	4.63	0.38%	2.96%	HFRX Special Situation Index	1201.50	7.76	0.65%	-0.13%
HFRX Equity Market Neutral	960.55	-0.38	-0.04%	-1.25%	HFRX Merger Arbitrage Index	1778.35	-1.42	-0.08%	-2.16%
HFRX Equity Hedge Index	1208.01	4.84	0.40%	4.94%	HFRX Convertible Arbitrage Index	797.82	0.53	0.07%	1.29%
HFRX Event-Driven Index	1491.12	7.73	0.52%	1.35%	HFRX Macro CTA Index	1131.96	5.87	0.52%	0.52%
HFRX Absolute Return Index	1068.67	1.10	0.10%	1.00%	IQ Fixed Income Beta Arb Index	1519.23	3.75	0.25%	3.88%

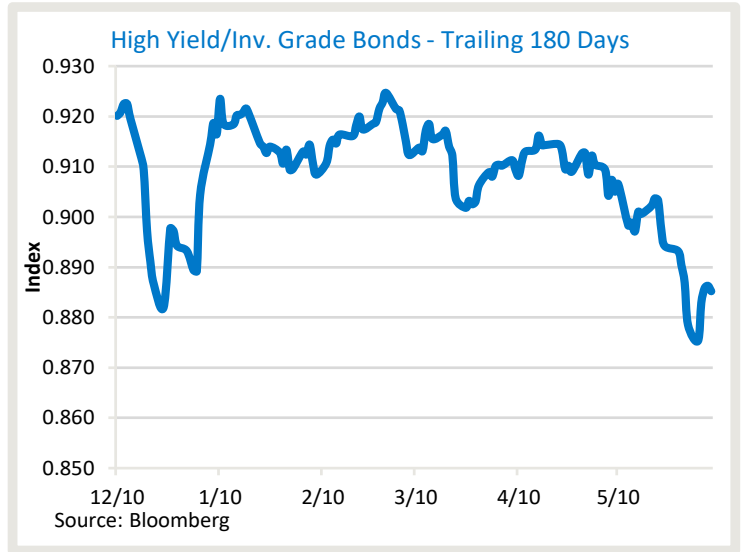
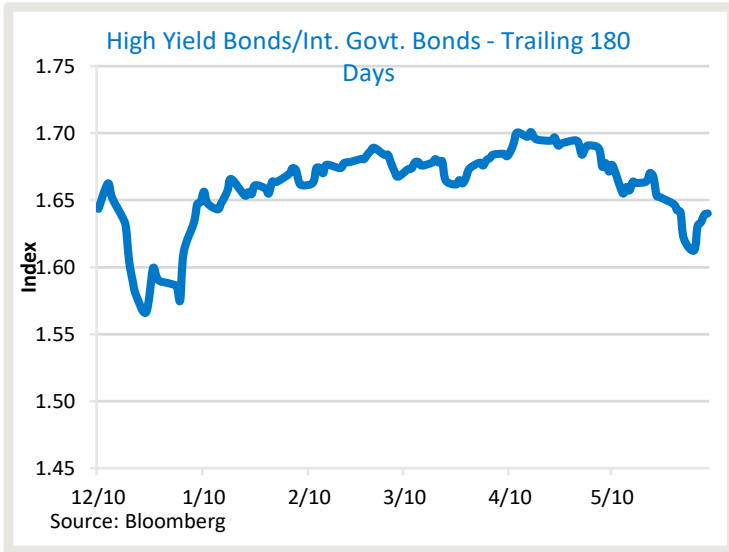
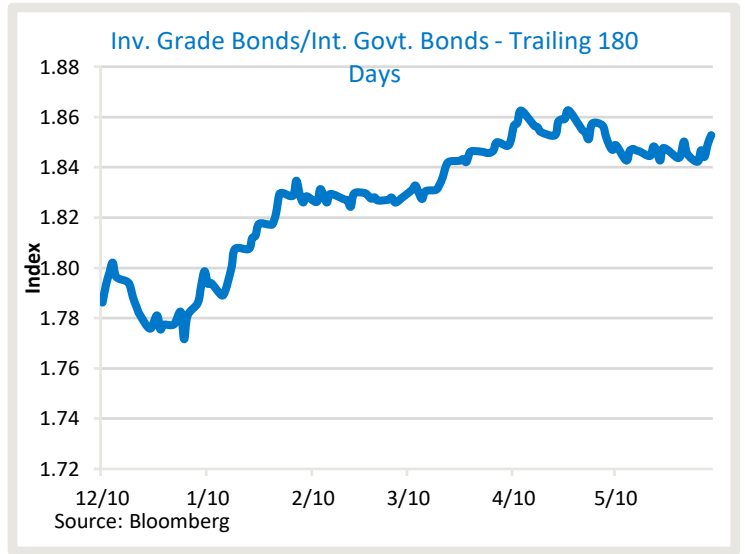
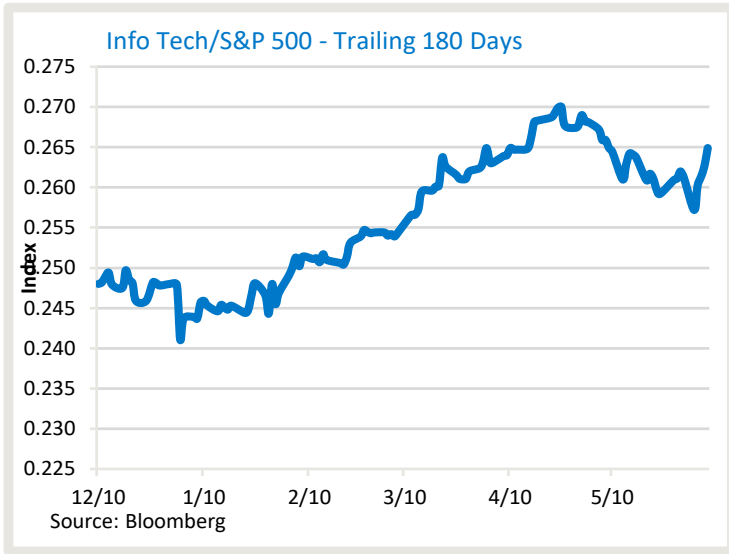
Source: Bloomberg; Index % change is based on price.



## Portfolio Construction



Portfolio Construction (continued)



WEEKLY ASSET CLASS PERFORMANCE (Prior 12 weeks ending Thursday)

			3/21	3/28	4/4	4/11	4/18	4/25	5/2	5/9	5/16	5/23	5/30	6/6
Equity	Domestic Equity	Large Cap (R200)	1.71%	-1.51%	2.22%	0.22%	0.75%	0.85%	-0.38%	-1.65%	0.28%	-1.92%	-1.18%	1.68%
		Small Cap (R2000)	0.82%	-1.75%	2.11%	0.74%	-0.85%	0.63%	0.45%	-0.80%	-0.82%	-3.59%	-1.06%	1.21%
	Int'l. Equity	MSCI EAFE	1.35%	-1.80%	2.36%	-0.02%	0.57%	-0.50%	0.04%	-2.70%	0.46%	-1.55%	-0.74%	1.54%
		MSCI Em. Mkts.	2.05%	-2.29%	3.40%	0.63%	0.46%	-1.45%	0.21%	-4.69%	-1.58%	-2.60%	1.03%	0.79%
Fixed Income	BarCap Agg. (AGG)	0.61%	0.93%	0.71%	0.16%	-0.27%	0.28%	-0.30%	0.45%	0.32%	0.34%	0.48%	0.30%	
	High Yield (JNK)	0.50%	0.11%	0.14%	0.70%	-0.08%	0.08%	-0.47%	-0.46%	-0.07%	-0.21%	-0.26%	0.32%	
Commodities	Bloomberg Commodity Index	1.23%	-1.53%	1.41%	0.00%	-0.64%	-0.60%	-1.87%	-1.43%	2.22%	-2.91%	1.45%	-2.52%	
Alternatives	Hedge Funds (HFRX Global)	-0.03%	-0.11%	-0.08%	0.04%	0.09%	0.23%	0.11%	-0.53%	0.09%	-0.14%	0.00%	0.34%	
Asset Allocation	60/40*	1.14%	-0.68%	1.16%	0.26%	0.15%	0.27%	-0.18%	-1.08%	0.10%	-1.19%	-0.36%	1.02%	
	48/32/20 (w/Alts.)**	0.90%	-0.57%	0.92%	0.21%	0.14%	0.26%	-0.12%	-0.97%	0.09%	-0.98%	-0.29%	0.88%	

Source: Bloomberg; \*60/40 portfolio = 30% Large Cap/10% Small Cap/15% EAFE/5% Emerging Markets/35% BarCap Agg./5% High Yield.

\*\*48/32/20 portfolio = 24% Large Cap/8% Small Cap/12% EAFE/4% Emerging Markets/28% BarCap Agg./4% High Yield/20% HFRX Global Index.

RELATIVE STRENGTH MATRIX (BASED ON 30-DAY RSI)

	Large Cap Core	Large Cap Growth	Large Cap Value	Mid Cap Core	Mid Cap Growth	Mid Cap Value	Small Cap Core	Small Cap Growth	Small Cap Value	Int'l. Developed	Emerging Markets	REITs	Comm.	Int. Bond	High Yield
Large Cap Core	1.00	1.01	0.98	0.97	0.94	1.00	1.10	1.08	1.13	1.07	1.24	0.86	1.28	0.74	1.00
Large Cap Growth	0.99	1.00	0.97	0.95	0.92	0.99	1.09	1.06	1.12	1.05	1.22	0.85	1.26	0.73	0.99
Large Cap Value	1.02	1.03	1.00	0.98	0.95	1.02	1.12	1.10	1.15	1.08	1.26	0.88	1.30	0.75	1.02
Mid Cap Core	1.03	1.05	1.02	1.00	0.97	1.03	1.14	1.11	1.17	1.10	1.28	0.89	1.32	0.76	1.03
Mid Cap Growth	1.07	1.08	1.05	1.03	1.00	1.07	1.18	1.15	1.21	1.14	1.32	0.92	1.36	0.79	1.07
Mid Cap Value	1.00	1.02	0.98	0.97	0.94	1.00	1.10	1.08	1.14	1.07	1.24	0.86	1.28	0.74	1.00
Small Cap Core	0.91	0.92	0.89	0.88	0.85	0.91	1.00	0.98	1.03	0.97	1.12	0.78	1.16	0.67	0.91
Small Cap Growth	0.93	0.94	0.91	0.90	0.87	0.93	1.03	1.00	1.05	0.99	1.15	0.80	1.19	0.68	0.93
Small Cap Value	0.88	0.89	0.87	0.85	0.83	0.88	0.97	0.95	1.00	0.94	1.09	0.76	1.12	0.65	0.88
Int'l. Developed	0.94	0.95	0.92	0.91	0.88	0.94	1.04	1.01	1.06	1.00	1.16	0.81	1.20	0.69	0.94
Emerging Markets	0.81	0.82	0.79	0.78	0.76	0.81	0.89	0.87	0.92	0.86	1.00	0.70	1.03	0.59	0.81
REITs	1.16	1.18	1.14	1.12	1.09	1.16	1.28	1.25	1.32	1.24	1.44	1.00	1.48	0.85	1.16
Commodities	0.78	0.79	0.77	0.76	0.73	0.78	0.86	0.84	0.89	0.84	0.97	0.67	1.00	0.58	0.78
Int. Bond	1.36	1.38	1.34	1.31	1.27	1.36	1.50	1.46	1.54	1.45	1.68	1.17	1.73	1.00	1.36
High Yield	1.00	1.02	0.98	0.97	0.94	1.00	1.10	1.08	1.14	1.07	1.24	0.86	1.28	0.74	1.00

Source: Bloomberg

The Relative Strength Matrix provides an indication of how the various asset classes have performed relative to one another over the past 30 days. A number greater than 1.0 indicates that the asset class in the far left column has outperformed the corresponding asset class in the top row over the past 30 days. A number below 1.0 means the asset class on the left has underperformed the asset class at the top. The green shading indicates outperformance, and the red shading indicates underperformance.

**INDEX OVERVIEW**

The S&P 500 Index is an unmanaged index comprised of 500 widely held securities considered to be representative of the stock market in general. The S&P/Case-Shiller Home Price Indices measure the residential housing market, tracking changes in the value of the residential real estate market in 20 metropolitan regions across the United States. The Nasdaq Composite is a stock market index of the common stocks and similar securities listed on the NASDAQ stock market. The MSCI EAFE Index represents 21 developed markets outside of North America. The MSCI EAFE Growth Index is an unmanaged index considered representative of growth stocks of Europe, Australasia and the Far East. The MSCI EAFE Value Index is an unmanaged index considered representative of value stocks of Europe, Australasia and the Far East. The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets. The MSCI Europe Index is an unmanaged index considered representative of stocks of developed European countries. The MSCI Pacific Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in the Pacific region. The Barclays US Credit Index is an unmanaged index considered representative of publicly issued, SEC-registered US corporate and specified foreign debentures and secured notes. The Barclays US Aggregate Bond Index is a market capitalization-weighted index of investment-grade, fixed-rate debt issues, including government, corporate, asset-backed, and mortgage-backed securities, with maturities of at least one year. The Barclays US Corporate High Yield Index covers the USD-denominated, non-investment grade, fixed-rate, taxable corporate bond market. Securities are classified as high-yield if the middle rating of Moody's, Fitch and S&P is Ba1/BB+/BB+ or below. The index may include emerging market debt. The Barclays Capital Municipal Bond Index is an unmanaged index comprised of investment-grade, fixed-rate municipal securities representative of the tax-exempt bond market in general. The Barclays US Treasury Total Return Index is an unmanaged index of public obligations of the US Treasury with a remaining maturity of one year or more. The Citigroup World Government Bond Index is a market capitalization weighted bond index consisting of the government bond markets of Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Ireland, Italy, Japan, Malaysia, Mexico, the Netherlands, Norway, Poland, Portugal, Singapore, Spain, Sweden, Switzerland, the United Kingdom and the United States. The DJ-UBS Commodity Index Total Return<sup>SM</sup> measures the collateralized returns from a basket of 19 commodity futures contracts representing the energy, precious metals, industrial metals, grains, softs and livestock sectors. The Russell 1000 Index is a market capitalization-weighted benchmark index made up of the 1000 largest U.S. companies in the Russell 3000 Index. The Russell 1000 Growth Index is an unmanaged index considered representative of large-cap growth stocks. The Russell 1000 Value Index is an unmanaged index considered representative of large-cap value stocks. The Russell 2000 Index is an unmanaged index considered representative of small-cap stocks. The Russell 2000 Growth Index is an unmanaged index considered representative of small-cap growth stocks. The Russell 2000 Value Index is an unmanaged index considered representative of small-cap value stocks. The Russell 3000 Index is an unmanaged index considered representative of the US stock market. The Russell Midcap Index is a subset of the Russell 1000 Index. It includes approximately 800 of the smallest securities based on a combination of their market cap and current index membership. The Russell Midcap Growth Index is an unmanaged index considered representative of mid-cap growth stocks. The Russell Midcap Value Index is an unmanaged index considered representative of mid-cap value stocks. The HFRX Indices are a series of benchmarks of hedge fund industry performance which are engineered to achieve representative performance of a larger universe of hedge fund strategies. Hedge Fund Research, Inc. employs the HFRX Methodology (UCITS compliant), a proprietary and highly quantitative process by which hedge funds are selected as constituents for the HFRX Indices. The ISM Non-Manufacturing Index is an index based on surveys of more than 400 non-manufacturing firms' purchasing and supply executives, within 60 sectors across the nation, by the Institute of Supply Management (ISM). The ISM Non-Manufacturing Index tracks economic data, like the ISM Non-Manufacturing Business Activity Index. A composite diffusion index is created based on the data from these surveys that monitors economic conditions of the nation. The ISM Manufacturing Index is an index based on surveys of more than 300 manufacturing firms by the Institute of Supply Management. The ISM Manufacturing Index monitors employment, production inventories, new orders and supplier deliveries. A composite diffusion index is created that monitors conditions in national manufacturing based on the data from these surveys. The Consumer Price Index (CPI) measures the change in the cost of a fixed basket of products and services. The Gross Domestic Product (GDP) rate is a measurement of the output of goods and services produced by labor and property located in the United States. Basis Point(s) is a unit that is equal to 1/100th of 1%, and is used to denote the change in a financial instrument. The basis point is commonly used for calculating changes in interest rates, equity indexes and the yield of a fixed-income security. The CBOE Volatility Index (VIX) is an up-to-the-minute market estimate of expected volatility that is calculated by using real-time S&P 500 Index option bid/ask quotes. The Index uses nearby and second nearby options with at least 8 days left to expiration and then weights them to yield a constant, 30-day measure of the expected volatility of the S&P 500 Index. The MSCI World ex-U.S. Index - captures large and mid-cap representation across 22 of 23 Developed Markets DM countries\*--excluding the United States. With 1,002 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country. (\* DM countries include: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the UK.) The MSCI Japan Index - is designed to measure the performance of the large and mid-cap segments of the Japanese market. With 320 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in Japan. The Barclays Global Aggregate ex-U.S. Index - is a market capitalization-weighted index, meaning the securities in the index are weighted according to the market size of each bond type. Most U.S. traded investment grade bonds are represented. Municipal bonds, and Treasury Inflation-Protected Securities are excluded, due to tax treatment issues. The index includes Treasury securities, Government agency bonds, Mortgage-backed bonds, Corporate bonds, and a small amount of foreign bonds traded in U.S. The University of Michigan Consumer Sentiment Index (MCSI) is a survey of consumer confidence conducted by the University of Michigan. The Michigan Consumer Sentiment Index (MCSI) uses telephone surveys to gather information on consumer expectations regarding the overall economy. A separately managed account (SMA) is an individual managed investment account offered typically by a brokerage firm through one of their brokers or financial consultants and managed by independent investment management firms (often called money managers for short) and have varying fee structures. An open-end index fund continuously issues and redeems shares based on investor demand. As an index fund, its investment objective is to duplicate the performance of the index it uses as a benchmark. Investment Grade or Investment Grade Bond – The broad credit designation given to corporate and municipal bonds which have a high probability of being paid and minor, if any, speculative features. Bonds rated Baa and higher by Moody's Investor Services or BBB and higher by Standard & Poor's are deemed by those agencies to be "investment grade". Non-Investment Grade - By definition, junk bonds are non-investment grade. A bond rated lower than Baa/BBB, also called a "high-yield" bond. Junk bonds are speculative compared with investment grade bonds. Risk-On Risk-Off - An investment setting in which price behavior responds to, and is driven by, changes in investor risk tolerance. Risk-on risk-off refers to changes in investment activity in response to global economic patterns. During periods when risk is perceived as low, risk-on risk-off theory states that investors tend to engage in higher-risk investments. When risk is perceived as high, investors have the tendency to gravitate toward lower-risk investments.

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