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NEW HIGHS, FINALLY

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EQUITIES

Data as of: 11/01/2019

Index	Price	WTD%	QTD%	YTD%
DJIA	27347.36	1.44	1.60	17.23
S&P 500	3066.91	1.47	3.03	22.34
Nasdaq	8386.40	1.74	4.84	26.39
Russell 2000	1589.33	1.96	4.33	17.85
Russell 1000 Growth	1663.72	1.65	3.63	26.56
Russell 1000 Value	1293.20	1.27	2.38	18.25
Comm. Services	173.25	1.51	3.58	24.84
Cons. Disc.	956.17	0.57	0.94	22.35
Cons. Staples	627.30	0.03	-0.33	20.20
Energy	437.36	-0.34	0.05	3.13
Financial Svcs	482.76	1.51	3.70	21.94
Health Care	1097.41	3.04	5.18	9.61
Industrials	675.93	2.04	3.21	24.67
Info. Tech.	1485.07	2.05	5.07	36.46
Materials	370.03	1.29	1.47	16.87
Real Estate	242.52	-0.72	-0.44	26.08
Utilities	325.17	-0.10	-1.01	21.05
MSCI EAFE*	1955.48	0.60	3.59	16.86
MSCI EM*	1041.98	0.60	4.22	10.35

* MSCI EAFE and EM values as of 10/31/19

- U.S. stocks** finally reached new highs in their fourth straight week of gains. On October 28, the S&P 500 Index notched its first record-high close since July after the European Union (E.U.) granted a three-month extension to the United Kingdom's deadline to leave the E.U. (Brexit). On October 30, the S&P 500 posted a second record high after the Federal Reserve's (Fed) third rate cut of the cycle. Investors rewarded Fed Chair Jerome Powell's positive economic messaging and commitment to flexibility, even though he strongly hinted that policymakers may not cut rates again for a while.
- Economic data** was the primary focus for investors. The S&P 500 jumped to a third record high on November 1 after the October jobs report showed that U.S. companies are still hiring at an above-average pace for the expansion. Data showed gross domestic product rose a better-than-expected 1.9% in the third quarter, in line with recent trends, while manufacturing activity picked up from a multi-year low and consumer confidence fell slightly.
- Global stocks** continued to rally. The MSCI EAFE Index of developed-market equities and the MSCI Emerging Markets Index both rose through October 31, poised for their fourth straight weekly climb. The Euro Stoxx 50 reached 20-month highs in the week, and the Nikkei 225 Index of Japanese stocks notched a 12-month high.
- Growth stocks** generally outperformed value stocks during the week, and the Russell 2000 Index of small cap stocks led returns among indexes we track. Healthcare led sector returns, while real estate and energy stocks lagged.

FIXED INCOME, CURRENCIES, AND COMMODITIES

Data as of: 11/01/19

Yield	Latest	EOW	EOQ	EOY
90 Day UST	1.50	1.66	1.88	2.45
2 Yr UST	1.56	1.63	1.63	2.48
10 Yr UST	1.72	1.80	1.68	2.69
30 Yr UST	2.20	2.29	2.12	3.02

Fixed Income*	Yield	% Return		
		WTD	QTD	YTD
US Agg	2.23	0.62	0.30	8.85
US Agg Govt.	1.67	0.75	0.07	7.78
US TIPS	1.85	0.14	0.26	7.85
Munis	1.83	0.23	0.18	6.94
HY Munis	4.03	0.36	0.21	9.92
Inv. Grade	2.87	0.73	0.61	13.89
High Yield	6.36	-0.25	0.28	11.71
MBS	2.45	0.37	0.35	5.97
Global Agg	1.34	0.61	0.67	7.03
Intl. Treasuries	0.23	0.20	-0.75	9.23
JPM EMBI	5.53	-0.22	0.41	9.37

Currencies & Commodities	Price	% Change		
		WTD	QTD	YTD
US Dollar	97.23	-0.61	-2.16	1.10
EUR/USD	1.12	0.76	2.43	-2.65
USD/JPY	108.18	-0.45	0.08	-1.34
WTI Oil	56.07	-1.04	3.70	23.48
Gold	1515	0.64	2.86	18.24
Copper	2.66	-0.47	3.28	1.22

*Data as of 10/31/19

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.

- U.S. fixed income** climbed in tandem with stocks, fueled primarily by the Fed's rate cut, with some additional support from pessimistic trade headlines. The 10-year U.S. Treasury yield fell after a strong rally over the previous three weeks. Diversified high-quality global and U.S. debt and U.S. investment-grade corporates paced fixed income gains, while high-yield and emerging market debt lagged.
- The U.S. dollar** slid during the week as currency markets priced in easier Fed policy. **Copper** prices fell as trade tensions increased, and **gold** prices rose. **Oil** prices declined amid oversupply concerns.
- Next week**, investors will get more details on the health of the services sector from the Institute for Supply Management and Markit on November 5. Nonfarm productivity and unit labor costs data is also slated to be released November 6. About 80 S&P 500 companies are also scheduled to report quarterly results as third-quarter earnings season winds down. The international economic calendar will deliver final October Markit global manufacturing data November 4, and Markit global services data November 6. The Bank of England also is scheduled to announce a policy decision November 7.

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