



Economic & Market Commentary

Domestic and international stock markets posted moderate to strong gains in April with the tech-heavy NASDAQ index leading the way rising +5.4%. Close behind was the S&P 500 index which rose +5.3%. The reflation trade that began last November took a breather as most S&P 500 cyclical sectors took a backseat to Big Tech sectors and Real Estate. Speaking of Big Tech, Apple, Microsoft, Alphabet, Facebook, and Amazon posted very impressive 1Q21 revenue and earnings growth numbers. The S&P is also seeing 1Q21 earnings come in much stronger than expected. At the start of 2021, consensus 1Q21 estimates called for earnings of +15.8%. Prior to Big Tech earnings last week, S&P 500 1Q21 earnings were already exceeding upwardly revised earnings estimates but these Big Tech names propelled earnings much higher. At the close of last week with 60% of S&P 500 companies having reported, 1Q21 earnings growth stood at +45.5% y/y. The economic recovery has been a key driver of strong stock market performance and solid earnings growth. The first reading of 1Q21 U.S. GDP showed the economy expanded at a +6.4% annualized pace. Consumer spending, which comprises two-thirds of U.S. GDP, led the way rising +10.7% buffeted by strong durable goods growth of +41.4%. Business spending was down -5% as healthy residential and equipment spending were offset by weak commercial building investment (-4.8%) and inventory depletion. Import and export activity was very strong as well. Government expenditures grew +6.3% in the quarter. The improving economy along with vaccination efforts has vastly improved consumer sentiment. Consumer confidence in April grew 12.7 points to 121.7 which is the highest reading since Feb 2020 and 35 points higher than at the start of 2021.

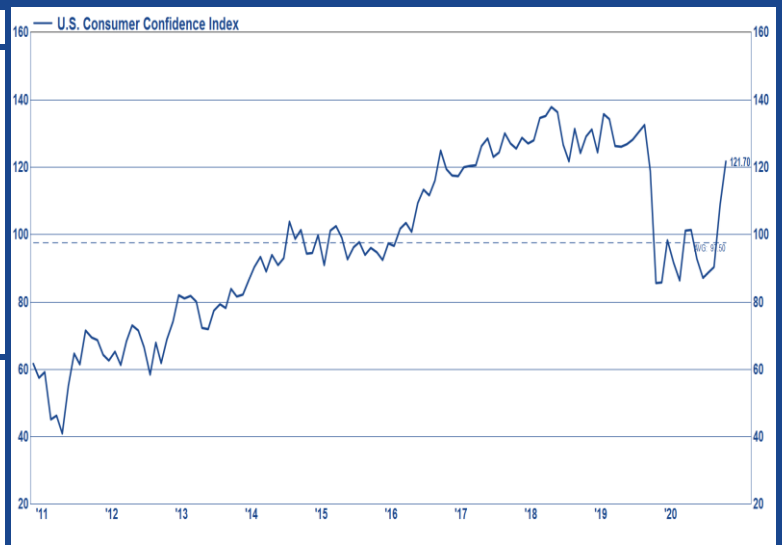
Index Total Returns - April 30, 2021

	1-Wk	YTD	1-Yr
S&P 400	-0.73	18.58	67.90
Russell 2000	-0.23	15.07	74.91
Dow Jones	-0.50	11.30	42.12
S&P 500	0.04	11.84	45.98
NASDAQ	-0.38	8.55	58.30
MSCI-Developed	-0.76	6.59	39.88
MSCI-Emerging	-0.37	4.83	48.71

Barclay's U.S. Bond Index

	1-Wk	YTD	1-Yr
High Yield	0.20	1.95	19.67
Municipal	-0.16	0.48	7.75
5-year Muni	-0.12	0.14	5.66
Int. Gov. Credit	-0.07	-1.37	1.09
Aggregate	-0.18	-2.61	-0.27

Consumer Confidence



U.S. Treasury Yields

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	0.05	0.06	0.15
U.S. 2-Yr	0.16	0.15	0.18
U.S. 3-Yr	0.34	0.32	0.24
U.S. 5-Yr	0.85	0.81	0.34
U.S. 10-Yr	1.63	1.56	0.62
U.S. 30-Yr	2.30	2.25	1.28

Municipal Yields - Bloomberg/Barclays Index

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	0.84	0.80	1.64
U.S. AA	0.93	0.89	1.93
U.S. A	1.19	1.16	2.71
U.S. Baa	1.66	1.63	4.15
U.S. Municipal	1.04	1.01	2.25
Michigan	1.11	1.07	2.33

Total Returns - April 30, 2021

Sector	1-Wk	YTD	1-Yr
Energy	3.64	31.63	35.76
Financials	2.44	23.61	62.90
Real Estate	1.15	18.05	30.58
Communication Services	2.88	16.57	52.45
Industrials	0.34	15.41	61.60
Materials	0.03	14.91	62.88
Consumer Discretionary	0.94	10.43	51.30
Info Tech	-2.11	7.34	54.11
Health Care	-1.90	7.27	23.70
Utilities	0.25	7.20	20.65
Consumer Staples	-0.04	3.38	22.79

Index Characteristics	P/E NTM	P/E NTM 10yr-Avg.	Dividend Yield
S&P 500 - Large Cap	21.93	16.18	1.34
S&P 400 - Mid Cap	19.12	15.70	1.11
S&P 600 - Small Cap	19.00	15.77	1.11