



Economic & Market Commentary

Commentary from FactSet: There seemed to be a number of different factors behind this week's bounce. These included thoughts last week's pullback was overdone, particularly in terms of the extent of the damage done to value and cyclicals. The buy-the-dip mantra remained intact with retail investors reportedly buying a record amount last Friday and inflows continuing this week. In addition, Fed leadership seemed to help dampen some of the concerns about the hawkish takeaways from the June FOMC meeting. The central bank liquidity tailwind remained a big theme with the Fed balance sheet hitting another new record high and posting its biggest four-week expansion in over a year. An agreement between a bipartisan group of senators and the White House on infrastructure stimulus was another bright spot for sentiment despite the still very complicated path to passage. More discussion about peak inflation, some strategist pushback against peak growth/revisions signaling for stocks, and the vaccination-driven improvement in the virus situation despite the increased prevalence of the Delta variant were among some of the other positives. Energy put in the best performance as oil gained for a fifth straight week. Financials outperformed as banks bounced with some help from a shift in focus to favorable capital return dynamics. Industrials rallied with upside leadership from machinery, equipment rental and building materials. Consumer discretionary was boosted by retail, apparel and accessories and select auto names. Communications services gained nearly 2.5% with TWTR +11.6% and NFLX +5.3% outperforming. Materials lagged the tape though industrial metals, particularly aluminum and copper names, saw big gains. Defensive sectors lagged though still finished higher. Treasuries were weaker with a big chunk of the damage done on Friday as 10-year yields jumped back above 1.50%. The dollar index was down ~0.5%. Gold was up 0.5%, snapping a three-week losing streak. WTI crude gained nearly 4%.

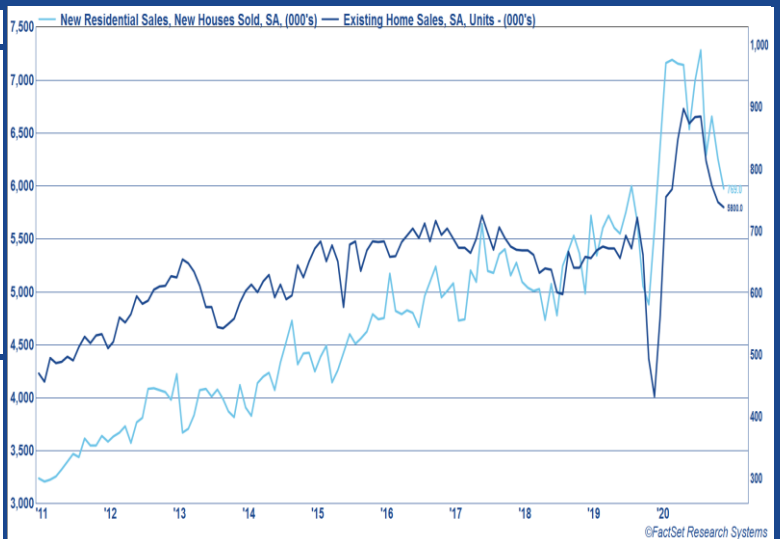
Index Total Returns - June 25, 2021

	1-Wk	YTD	1-Yr
S&P 400	4.39	18.88	57.56
Russell 2000	4.33	18.71	66.96
S&P 500	2.76	14.79	41.01
Dow Jones	3.44	13.56	36.43
NASDAQ	2.36	11.79	44.41
MSCI-Developed	1.50	10.55	34.51
MSCI-Emerging	1.41	7.75	40.08

Barclay's U.S. Bond Index

	1-Wk	YTD	1-Yr
High Yield	0.37	3.34	14.28
Municipal	-0.17	0.93	4.10
5-year Muni	-0.03	0.09	2.22
Int. Gov. Credit	-0.13	-1.10	0.14
Aggregate	-0.41	-2.00	-0.55

U.S. Home Sales



U.S. Treasury Yields

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	0.09	0.10	0.17
U.S. 2-Yr	0.27	0.26	0.16
U.S. 3-Yr	0.48	0.48	0.20
U.S. 5-Yr	0.93	0.88	0.31
U.S. 10-Yr	1.54	1.45	0.67
U.S. 30-Yr	2.16	2.03	1.42

S&P 500 Sector Total Returns - June 25, 2021

Sector	1-Wk	YTD	1-Yr
Energy	6.66	49.44	53.33
Financials	5.28	26.51	59.84
Real Estate	1.33	24.20	34.93
Communication Services	2.36	19.58	46.49
Industrials	3.05	16.30	54.37
Materials	2.12	14.23	51.14
Info Tech	2.37	11.83	41.35
Health Care	2.04	11.63	29.50
Consumer Discretionary	2.62	9.67	37.25
Consumer Staples	1.94	4.65	23.55
Utilities	0.66	3.64	18.63

Municipal Yields - Bloomberg/Barclays Index

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	0.88	0.85	1.01
U.S. AA	0.93	0.90	1.23
U.S. A	1.14	1.12	1.90
U.S. Baa	1.52	1.51	3.15
U.S. Municipal	1.03	1.00	1.51
Michigan	1.09	1.07	1.51

Index Characteristics	P/E NTM	P/E NTM 10yr-Avg.	Dividend Yield
S&P 500 - Large Cap	21.51	16.32	1.31
S&P 400 - Mid Cap	18.10	15.92	1.08
S&P 600 - Small Cap	17.90	15.56	0.99