



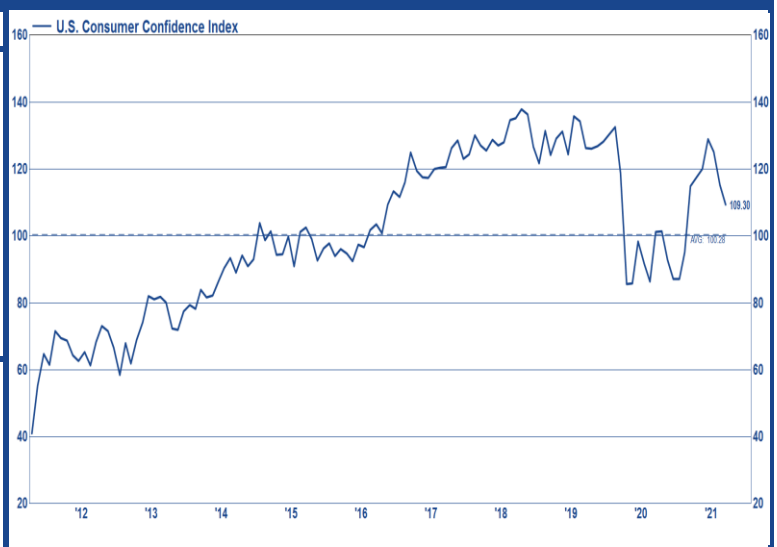
Economic & Market Commentary

Stock markets ended the week and the month of September down across the board. September's weakness sent all stock markets into negative territory for the quarter except for the S&P 500 Index which posted a meager +0.58%. On a year-to-date basis, all stock markets have posted solid gains except MSCI Emerging Markets Index which is down -1.76%. Lately it seems as though the path of least resistance for the stock market has changed from the upside to the downside. Since March 31, 2020, the S&P 500 Index has rising fourteen of last eighteen months gaining +68.9% in price appreciation. The gains were driven by a very accommodating Federal Reserve monetary policy, five pandemic economic relief and stimulus packages, a rise in consumer and business confidence with the vaccine roll-out, a strong housing market, and a stellar rebound in corporate earnings. Many of the aforementioned catalysts that drove stock markets higher since March 2020 have waned or are expected to. Furthermore, the spread of the Delta variant, supply disruptions, prolonged higher inflation rates, labor shortages, and stretched valuations are added concerns. With these headwinds, economic and earnings growth estimates have moved lower but still remain in solid positive territory from a historical perspective. Last week, durable goods orders for September rose +1.8%, much better than the +0.6% consensus and up from a revised +0.5% in August. The Case-Shiller Home Price index as expected showed no letup in home prices with an annual gain of 19.7%. The Conference Board's Consumer Confidence index, dropped to 109.3 for September from a revised 115.2 for August. Pending home sales bounced back sharply with an 8.1% monthly gain a 2.0% decline in the prior month. Initial jobless claims again disappointed with 362,000 new filings, up from 351,000 in the prior week. Personal income was reported up +0.2%; and spending was up +0.8%. ISM's manufacturing PMI for September pushed back up to 61.1 after falling below the 60 range (to 59.8%) in August for the first time all year and U of Michigan consumer sentiment edged up to 72.8 for

Index Total Returns - October 1, 2021

	1-Wk	YTD	1-Yr
S&P 400	-0.54	17.41	44.19
S&P 500	-2.19	17.26	30.79
Russell 2000	-0.24	14.31	47.86
Dow Jones	-1.36	13.72	25.75
NASDAQ	-3.19	13.58	29.47
MSCI-Developed	-3.14	7.52	24.46
MSCI-Emerging	-1.41	-1.76	17.29
Barclay's U.S. Bond Index			
High Yield	-0.31	4.54	11.09
Municipal	-0.51	0.78	2.68
5-year Muni	-0.28	0.31	1.12
Int. Gov. Credit	0.08	-0.69	-0.23
Aggregate	-0.12	-1.28	-0.65

Consumer Confidence



U.S. Treasury Yields

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	0.09	0.07	0.11
U.S. 2-Yr	0.27	0.27	0.13
U.S. 3-Yr	0.49	0.54	0.16
U.S. 5-Yr	0.94	0.96	0.27
U.S. 10-Yr	1.47	1.46	0.68
U.S. 30-Yr	2.04	1.99	1.46

S&P 500 Sector Total Returns - October 1, 2021

Sector	1-Wk	YTD	1-Yr
Energy	5.80	47.95	95.14
Financials	-0.27	31.20	61.29
Real Estate	-2.07	25.70	29.90
Communication Services	-1.80	23.75	38.94
Info Tech	-3.34	16.94	29.49
Health Care	-3.51	13.53	23.19
Industrials	-1.67	13.06	31.17
Materials	-0.86	12.25	30.31
Consumer Discretionary	-2.43	10.96	18.09
Consumer Staples	-2.52	4.96	11.06
Utilities	-1.97	4.16	9.85

Municipal Yields - Bloomberg/Barclays Index

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	0.99	0.88	0.91
U.S. AA	1.03	0.93	1.09
U.S. A	1.25	1.15	1.70
U.S. Baa	1.53	1.44	2.62
U.S. Municipal	1.12	1.02	1.34
Michigan	1.22	1.12	1.33

Index Characteristics	P/E NTM	P/E NTM 10yr-Avg.	Dividend Yield
S&P 500 - Large Cap	20.49	16.60	1.31
S&P 400 - Mid Cap	16.25	15.92	1.12
S&P 600 - Small Cap	15.44	15.73	1.07