

CPWM's Weekly Market Monitor is designed to provide a summary of recent market commentary and statistics.

MARKET COMMENTARY

- US stock markets closed out the week setting new record highs on sentiment that while the Federal Reserve is highly unlikely to tighten monetary policy over the short term, it may even lower rates in the coming months, if not sooner. The Dow ended the week at an all-time high of 27332.03, while The S&P 500 closed at 3013.77, also a record. Oil prices surged for the same reason, crossing over the \$60 per barrel psychological benchmark, one month after dipping into bear-market levels. Meanwhile, US Treasury yields edged higher on a greater-than-expected increase in CPI, with the 10-year ending the week at 2.122%, the highest close since June 12.
- Federal Chairman Jerome Powell told Congress that uncertainty around trade tensions and the global economy continue to weigh on the US economic outlook. He noted several issues yet to be resolved, including trade, the debt ceiling and Brexit, and that weak inflation could be even more persistent than Fed expectations. However, he reiterated the Fed's outlook for growth to remain solid, labor markets to remain strong, and inflation to move back to 2% over time.
- June FOMC minutes showed that many participants believed the case for looser monetary policy had strengthened and may be necessary near-term if global uncertainties persist. Several noted a nearterm rate cut could help cushion the effects of potential shocks and also expressed concern about continued weakness in inflation and implications for expectations, while others indicated the case is not strong enough yet for a rate cut.
- June CPI increased 0.1% from May and 1.6% from the year-ago period, while Core CPI increased 0.3% in June. Elsewhere, the producer-price index, a measure of the prices businesses receive for their goods and services, rose a seasonally adjusted 0.1% in June from a month earlier.
- Initial jobless claims decreased by 13,000, coming in at 209,000 for the week ending July 6. , well below the prior week's 222,000. Meanwhile, continuing claims rose by 27,000 to 1,723,000 in the week ended June 29, down from 1,745,000 a year earlier.

ASSET CLASS / BENCHMARK	1 WEEK	1 MONTH	YTD	1 YEAR
Investment Grade Fixed Income				
iShares Short-Term National AMT-Free Muni Bond ETF	0.2	0.5	2.1	3.1
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iShares Core US Aggregate Bond ETF	(0.3)	0.6	5.6	7.1
Global Equity				
iShares MSCI ACWI	0.4	4.0	18.1	5.5
U.S. Equity				
iShares Core S&P 500 ETF	0.8	4.8	21.4	9.9
iShares Russell Mid Cap ETF	0.5	4.2	23.6	7.2
iShares Russell 2000 ETF	(0.4)	3.4	17.3	(5.9)
iShares Core U.S. Value ETF	0.7	4.9	19.2	8.3
iShares Core U.S. Growth ETF	0.8	4.6	23.2	10.1
Foreign Equity				
iShares MSCI EAFE ETF	(0.6)	2.5	14.4	0.5
iShares MSCI EAFE Small Cap ETF	(0.4)	2.4	13.4	(4.9)
iShares MSCI EAFE Value ETF	(0.4)	2.4	9.8	(2.6)
iShares MSCI EAFE Growth ETF	(0.8)	2.5	18.1	3.1
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	(0.2)	3.7	10.5	0.0
iShares MSCI Emerging Markets Small Cap ETF	0.3	3.5	7.6	(4.7)
"Other" Asset Classes				
iShares U.S. Real Estate ETF	0.0	1.3	21.6	13.4
iShares International Developed Real Estate ETF	(0.5)	2.8	14.6	7.8
SPDR Barclays High Yield Bond ETF	(0.1)	1.2	10.8	7.3
iShares S&P GSCI Commodity Indexed Trust	3.4	9.5	15.1	(5.7)

IMPORTANT NOTES

ALL COMMENTARY SOURCED FROM VOYA GLOBAL PERSPECTIVES REPORT AND TO BE USED FOR INFORMATIONAL PURPOSES ONLY.

PRIOR PERFORMANCE IS NO GUARANTEE OF FUTURE RESULTS. INDIVIDUAL INVESTOR PERFORMANCE MAY VARY. ALL INVESTING INVOLVES THE RISK OF LOSS INCLUDING THE POSSIBLE LOSS OF ALL AMOUNTS INVESTED. DIFFERENT TYPES OF INVESTMENTS INVOLVE VARYING DEGREES OF RISK, AND THERE CAN BE NO ASSURANCE THAT ANY SPECIFIC INVESTMENT WILL BE PROFITABLE.

MARKET-RELATED DATA INCLUDED IN CHARTS AND GRAPHS IS SOURCED MORNINGSTAR.COM.

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EXCHANGE TRADED FUND DESCRIPTIONS:

- THE ISHARES SHORT-TERM NATIONAL AMT-FREE MUNI BOND ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF INVESTMENT-GRADE U.S. MUNICIPAL BONDS WITH REMAINING MATURITIES BETWEEN ONE MONTH AND FIVE YEARS.
- THE ISHARES NATIONAL AMT-FREE MUNI BOND ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF INVESTMENT-GRADE U.S. MUNICIPAL BONDS.
- THE ISHARES CORE U.S. AGGREGATE BOND ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF THE TOTAL U.S. INVESTMENT-GRADE BOND MARKET.
- THE ISHARES MSCI ACWI ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF LARGE AND MID-CAPITALIZATION DEVELOPED AND EMERGING MARKET EQUITIES.
- THE ISHARES CORE S&P 500 ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF LARGE-CAPITALIZATION U.S. EQUITIES.
- THE ISHARES RUSSELL MID-CAP ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF MID-CAPITALIZATION U.S. EQUITIES.
- THE ISHARES RUSSELL 2000 ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF SMALL-CAPITALIZATION U.S. EQUITIES.
- THE ISHARES CORE U.S. VALUE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF A BROAD-BASED INDEX COMPOSED OF U.S. EQUITIES THAT EXHIBIT VALUE CHARACTERISTICS.
- THE ISHARES CORE U.S. GROWTH ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF A BROAD-BASED INDEX COMPOSED OF U.S. EQUITIES THAT EXHIBIT GROWTH CHARACTERISTICS.
- THE ISHARES MSCI EAFE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF LARGE-, MID- AND SMALL-CAPITALIZATION DEVELOPED MARKET EQUITIES, EXCLUDING THE U.S. AND CANADA.
- THE ISHARES MSCI EAFE SMALL CAP ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF SMALL-CAPITALIZATION DEVELOPED MARKET EQUITIES, EXCLUDING THE U.S. AND CANADA.
- THE ISHARES MSCI EAFE VALUE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF DEVELOPED MARKET EQUITIES, EXCLUDING THE U.S. AND CANADA, THAT EXHIBIT VALUE CHARACTERISTICS.
- THE ISHARES MSCI EAFE GROWTH ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF DEVELOPED MARKET EQUITIES, EXCLUDING THE U.S. AND CANADA, THAT EXHIBIT GROWTH CHARACTERISTICS.
- THE ISHARES MSCI EMERGING MARKETS ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF LARGE- AND MID-CAPITALIZATION EMERGING MARKET EQUITIES.
- THE ISHARES MSCI EMERGING MARKETS SMALL CAP ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF SMALL-CAPITALIZATION EMERGING MARKET EQUITIES.
- THE ISHARES U.S. REAL ESTATE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF U.S. EQUITIES IN THE REAL ESTATE SECTOR.
- THE ISHARES INTERNATIONAL DEVELOPED REAL ESTATE ETF SEEKS TO TRACK THE INVESTMENT RESULTS OF AN INDEX COMPOSED OF REAL ESTATE EQUITIES IN DEVELOPED NON-U.S. MARKETS.
- THE SPDR® BARCLAYS HIGH YIELD BOND ETF SEEKS TO PROVIDE INVESTMENT RESULTS THAT, BEFORE FEES AND EXPENSES, CORRESPOND GENERALLY TO THE PRICE AND YIELD PERFORMANCE OF THE BARCLAYS HIGH YIELD VERY LIQUID INDEX.
- THE ISHARES S&P GSCI COMMODITY INDEXED TRUST SEEKS TO TRACK THE RESULTS OF A FULLY COLLATERALIZED INVESTMENT IN FUTURES CONTRACTS ON AN INDEX COMPOSED OF A DIVERSIFIED GROUP OF COMMODITIES FUTURES.