

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

MARKET COMMENTARY

- The S&P 500 index rose 2.3% last week to a new record closing high amid encouraging progress in COVID-19 vaccine candidates and the beginning of the transition to President-Elect Joe Biden's team from the Trump administration.
- The market benchmark ended the week at 3,638.35, up from last Friday's closing level of 3,557.54. The new closing high was reached just two sessions after its previous closing high of 3,635.41 had been recorded. The gains were posted in a short week as the market was closed all day Thursday for the Thanksgiving holiday and ended Friday's regular trading session three hours earlier than usual.
- The market's highs this week came despite COVID-19 hospitalizations also reaching a new record above 90,000. Investors have been focusing more in recent days on the progress being reported for COVID-19 vaccine candidates. Candidates being developed by Moderna (MRNA) as well as by Pfizer (PFE) and BioNTech (BNTX) have had efficacy rates of 90% or more in studies reported in recent weeks, while data released this week by AstraZeneca (AZN) showed the COVID-19 vaccine candidate the company is developing with the University of Oxford had, on average, a 70% efficacy rate.
- While the efficacy rate reported by AstraZeneca wasn't as strong as the others, its data were complicated by an error that forced the trial to change dosing regimens. Meanwhile, investors continue to be optimistic as Morgan Stanley said the company's vaccine will be "an important part of the solution" given that its manufacturing is straightforward and low-cost and that the company can manufacture more than 3 billion doses by next year.
- Investor sentiment also was boosted this week as General Services Administration Administrator Emily Murphy, who had been resisting giving the green light to Biden's team, finally started the transition of power at the White House. This helped relieve investors' concerns about political instability while the market also approved Biden's pick for Treasury secretary, former Federal Reserve Chair Janet Yellen.
- Among sectors, the energy sector had the largest percentage gain of the week, up 8.7%, followed by financials, which rose 4.8%, and consumer discretionary, which climbed 3.0%. Only one sector fell as real estate shed 0.3%.
- The energy sector's climb came as crude oil futures also rose amid the optimistic market sentiment. Among the sector's gainers, Occidental Petroleum (OXY) shares jumped 23% while Apache (APA) rose 22%.
- In the financial sector, gainers included Wells Fargo (WFC), which climbed 12% as Raymond James upgraded its investment rating on the banking company's stock to outperform from underperform.
- The consumer discretionary sector's gainers included Dollar Tree (DLTR), whose shares rose 16% as the dollar store operator reported fiscal Q3 earnings per share and sales above year-earlier results and analysts' expectations.
- On the downside, decliners in real estate included Equinix (EQIX). Shares of the digital infrastructure provider fell 3.8% this week. The company said it will spend \$55 million to build its third international business exchange data center in Osaka, Japan.
- Data due early next week include manufacturing statistics for November, pending home sales for October and motor vehicle sales for November. However, the November employment figures due Friday are likely to get the most attention.

ASSET CLASS / BENCHMARK	1 WEEK	1 MONTH	YTD	1 YEAR
Investment Grade Fixed Income				
iShares Short-Term National AMT-Free Muni Bond ETF	0.0	0.2	2.2	2.5
iShares National AMT-Free Muni Bond ETF	0.2	1.4	4.5	4.8
iShares Core US Aggregate Bond ETF	0.1	0.5	7.2	7.1
Global Equity				
iShares MSCI ACWI	2.1	9.4	12.5	15.6
U.S. Equity				
iShares Core S&P 500 ETF	1.7	7.5	14.6	17.5
iShares Russell Mid Cap ETF	2.5	11.4	12.5	14.4
iShares Russell 2000 ETF	4.0	16.6	12.5	14.9
iShares Core U.S. Value ETF	2.4	11.7	(0.9)	1.8
iShares Core U.S. Growth ETF	1.2	5.5	27.5	30.6
Foreign Equity				
iShares MSCI EAFE ETF	2.2	13.3	4.7	7.1
iShares MSCI EAFE Small Cap ETF	2.5	11.5	6.1	9.8
iShares MSCI EAFE Value ETF	2.8	17.3	(4.7)	(2.4)
iShares MSCI EAFE Growth ETF	1.6	9.6	13.4	15.9
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	2.6	9.0	12.2	18.9
iShares MSCI Emerging Markets Small Cap ETF	3.6	12.0	11.8	18.4
"Other" Asset Classes				
iShares U.S. Real Estate ETF	(0.5)	7.7	(6.8)	(6.2)
iShares International Developed Real Estate ETF	1.0	13.1	(9.7)	(7.3)
SPDR Barclays High Yield Bond ETF	0.4	3.3	2.9	4.8
iShares S&P GSCI Commodity Indexed Trust	4.4	7.5	(27.9)	(25.1)

IMPORTANT NOTES

ALL COMMENTARY SOURCED FROM YCHARTS WEEKLY MARKET PULSE AND ARE TO BE USED FOR INFORMATIONAL PURPOSES ONLY.

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MARKET-RELATED DATA INCLUDED IN CHARTS AND GRAPHS IS SOURCED FROM YCHARTS.

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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.