

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

MARKET COMMENTARY

- The S&P 500 index fell 0.8% last week, taking a step back from its recent record highs and capping its latest win streak at two weeks, amid a continued rise in COVID-19 cases and higher-than-expected weekly jobless claims.
- The market benchmark ended Friday's session at 3,663.46, down from last week's closing level of 3,699.12. The index set a fresh intraday record Wednesday at 3,712.39 after posting a new record close Tuesday at 3,702.25, but moved lower Thursday and Friday after the Labor Department's weekly jobless data missed expectations.
- The declines were led by real estate, which fell 1.9%, followed by a 1.1% drop in financials and a 1.7% decline in technology. All but one sector fell this week; energy climbed 3.6%, bucking the downward trend as crude futures rose.
- The activity came as investors grappled with new records continuing to be set for COVID-19 cases in the US, where the daily death toll hit yet another record this week.
- The market has largely looked past the escalating case levels in recent weeks, instead focusing on progress on the vaccine front. The US appears ready to approve its first COVID-19 vaccine after a special Food & Drug Administration panel recommended its broad distribution Thursday. The FDA is expected to make a decision on the emergency use authorization in the coming days, the vaccine's developers - Pfizer (PFE) and BioNTech (BNTX) -- said Thursday.
- Concerns, however, were revived as the Labor Department reported seasonally adjusted claims rose by 137,000 in the week through Dec. 5 to 853,000, well above the consensus estimate according to Econoday of 724,000. Claims for the previous week were also revised higher.
- The real estate sector's decliners included Simon Property Group (SPG), which received a debt rating downgrade this week from Fitch Ratings while the firm said it has a negative rating outlook on the stock. The new rating is A-, down from A. The downgrade reflects the firm's view that Simon's credit metrics "will remain weakened by both the stress on its department store and apparel retailer tenant roster and the majority debt-funded Taubman transaction," Fitch said. Shares fell 6.4% on the week.
- In the technology sector, shares of chipmakers Intel (INTC) and Nvidia (NVDA) fell amid reports the companies received letters from US lawmakers seeking details on the sale of advanced computer chips that were allegedly used by China to conduct mass surveillance on Uighur Muslims in the country's Xinjiang region. Shares of Intel fell 4.3% this week while Nvidia shed 4%.
- On the upside, Occidental Petroleum (OXY) shares rose 12% on the week as the company upsized its previously announced cash tender offers and consent solicitations for some senior notes. Goldman Sachs raised its price target on the stock to \$18.25 from \$11.
- Next week, the economic calendar features the Tuesday release of November import prices and industrial production, Wednesday reports of November retail sales and October business inventories, and the Thursday release of weekly jobless claims. November housing starts and building permits are also due Thursday.

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	0.2	2.3	2.5
iShares National AMT-Free Muni Bond ETF	0.3	1.2	4.9	4.8
iShares Core US Aggregate Bond ETF	0.4	0.9	7.2	7.0
Global Equity				
iShares MSCI ACWI	(0.6)	3.9	13.5	16.7
U.S. Equity				
iShares Core S&P 500 ETF	(1.0)	2.7	15.4	18.8
iShares Russell Mid Cap ETF	(0.5)	5.8	14.1	17.0
iShares Russell 2000 ETF	1.1	10.2	16.1	18.8
iShares Core U.S. Value ETF	(0.7)	4.4	0.2	2.9
iShares Core U.S. Growth ETF	(1.0)	1.9	28.2	32.2
Foreign Equity				
iShares MSCI EAFE ETF	(0.5)	4.1	5.4	7.7
iShares MSCI EAFE Small Cap ETF	(1.1)	4.9	6.9	9.5
iShares MSCI EAFE Value ETF	(1.0)	5.4	(4.2)	(2.0)
iShares MSCI EAFE Growth ETF	0.1	2.8	14.2	16.6
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	(0.3)	5.6	13.7	19.3
iShares MSCI Emerging Markets Small Cap ETF	0.4	10.6	16.1	21.5
"Other" Asset Classes				
iShares U.S. Real Estate ETF	(2.5)	(0.8)	(7.7)	(5.4)
iShares International Developed Real Estate ETF	(0.7)	1.4	(9.6)	(7.1)
SPDR Barclays High Yield Bond ETF	(0.2)	1.7	3.7	4.8
iShares S&P GSCI Commodity Indexed Trust	1.4	6.3	(26.8)	(24.3)

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.