

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

MARKET COMMENTARY

- The S&P 500 ended 2020 on a positive note as it reached a new closing record, up 1.4% for its final week of the year while logging a 3.7% climb for December and a 16% jump for the year.
- The market benchmark ended the year at 3,756.07, up from last week's close of 3,703.06 and representing its highest closing level ever. The index also reached a new intraday high Thursday at 3,760.20.
- This is the eighth time in history that the S&P 500 has closed a year at a record high, according to Howard Silverblatt, senior index analyst at S&P Dow Jones Indices. The last time this happened was in 2013.
- It marks the conclusion of a tumultuous year for the market, which reacted negatively earlier in the year as the COVID-19 pandemic unfolded and prompted shutdowns worldwide, but rebounded as economies reopened and vaccines gave investors hope.
- The final week of the year consisted of just four sessions as the US stock market closed Friday for New Year's Day.
- Over the week's four sessions, all but one sector gained. The utilities sector had the largest percentage gain of the week, up 2.4%, followed by a 1.8% rise in consumer discretionary and gains of 1.8% each in communication services, financials and health care. Energy was the one sector in the red, down 0.6%.
- The utilities sector's gainers this week included CMS Energy (CMS) and Entergy (ETR), which rose 4.9% and 4.7%, respectively.
- Among consumer discretionary stocks, Tesla (TSLA) shares jumped 6.6% on the week amid positive commentary and actions from several analysts. Cowen & Co. analysts raised their price target on the stock while analysts at Wedbush and Credit Suisse both issued notes to clients predicting the maker of electric vehicles will exceed Street expectations for Q4 demand and is likely to achieve its target delivery of 500,000 electric vehicles for the year.
- On the downside, the energy sector's decliners included Cabot Oil & Gas (COG), down 3.9%, and Williams (WMB), down 3.3%.
- Next week, the market will kick off 2021 with readings on December manufacturing activity from Markit and the Institute for Supply Management due Monday and Tuesday, respectively. November construction spending is also due Monday and motor vehicle sales for December are expected Tuesday.
- The focus will turn to employment midweek, with ADP's employment report for December due Wednesday, followed by weekly jobless claims Thursday and the Labor Department's nonfarm payrolls and unemployment rate for December expected Friday.

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	0.3	2.5	2.5
iShares National AMT-Free Muni Bond ETF	0.1	0.7	5.1	5.1
iShares Core US Aggregate Bond ETF	0.3	0.1	7.5	7.5
Global Equity				
iShares MSCI ACWI	1.4	4.7	16.3	16.3
U.S. Equity				
iShares Core S&P 500 ETF	1.8	3.8	18.4	18.4
iShares Russell Mid Cap ETF	0.2	4.7	16.9	16.9
iShares Russell 2000 ETF	(1.5)	8.6	20.0	20.0
iShares Core U.S. Value ETF	1.7	3.7	1.6	1.6
iShares Core U.S. Growth ETF	1.6	4.1	32.6	32.6
Foreign Equity				
iShares MSCI EAFE ETF	0.9	5.0	7.6	7.6
iShares MSCI EAFE Small Cap ETF	1.4	7.1	11.7	11.7
iShares MSCI EAFE Value ETF	0.5	4.5	(3.0)	(3.0)
iShares MSCI EAFE Growth ETF	1.5	5.3	17.8	17.8
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	2.6	7.1	17.0	17.0
iShares MSCI Emerging Markets Small Cap ETF	3.1	7.3	19.5	19.5
"Other" Asset Classes				
iShares U.S. Real Estate ETF	2.4	2.5	(5.3)	(5.3)
iShares International Developed Real Estate ETF	1.6	3.7	(7.7)	(7.7)
SPDR Barclays High Yield Bond ETF	0.6	2.1	5.0	5.0
iShares S&P GSCI Commodity Indexed Trust	1.6	5.8	(23.9)	(23.9)

IMPORTANT NOTES

ALL COMMENTARY SOURCED FROM YCHARTS WEEKLY MARKET PULSE AND ARE 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 FROM YCHARTS.

ALL RETURNS REFERENCED ARE EXCHANGE TRADED FUNDS (ETFs) DESIGNED TO TRACK A PARTICULAR INDEX OR BENCHMARK. THERE CAN BE NO GUARANTEE THE ETFs ACHIEVE THEIR OBJECTIVE. BENCHMARK DESCRIPTIONS PROVIDED BELOW.

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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.