

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 0.9% this week, hitting fresh records in a broad climb led by the financial sector as most quarterly earnings results continued to come in above expectations and July payrolls showed stronger-than-anticipated job growth.
- The market benchmark ended the week at 4,436.52, up from last Friday's closing level of 4,395.26 and marking its highest closing level ever. The index, which also reached a new intraday high Friday at 4,440.82, is now up 18% for the year to date.
- The week's gains more than erased last week's 0.4% decline, which had come amid concerns that the economic recovery may be slowing, especially amid impacts from the delta variant of COVID-19. However, investors shifted their focus this week back to corporate earnings results and economic data, where they found signs of hope.
- Friday, the Labor Department's jobs report for July showed nonfarm payrolls rose by 943,000 last month, topping June's revised level of 938,000. Analysts polled by Econoday had been expecting an increase of 900,000. The US unemployment rate fell by 0.5 percentage point to 5.4% in July, better than the 5.7% rate expected, while the labor force participation rate and the size of the labor force grew.
- The financial sector had the largest percentage increase of the week, up 3.6%, followed by a 2.3% rise in utilities. Technology climbed 0.9% while communication services and health care added 0.7% each. Just one sector ended Friday's session in the red versus last week: consumer staples, which edged down 0.5%.
- Among the financial sector's gainers, shares of Franklin Resources (BEN) climbed 7.1% on the week as the investment firm reported fiscal Q3 adjusted earnings per share and revenue that were up year on year and above Street views.
- In the utilities sector, American Water Works (AWK) shares rose 4.3% as the water and wastewater utility company reported Q2 earnings per share above year-earlier results and analysts' expectations.
- On the downside, the decliners in consumer staples included Clorox (CLX), whose shares fell 10% as the consumer products company released disappointing fiscal Q4 results and fiscal 2022 guidance. The company's fiscal Q4 sales dropped 9% amid a pullback in consumer demand for cleaning supplies. It projected more declines in fiscal 2022 and issued earnings guidance for the fiscal year below analysts' expectations.
- Next week's lineup of companies releasing quarterly results includes Tyson Foods (TSN), eBay (EBAY), DoorDash (DASH) and Airbnb (ABNB).
- The schedule of economic data to be released next week features preliminary reports on Q2 productivity and unit labor costs on Tuesday, the July consumer price index on Wednesday, the July producer price index on Thursday, and the University of Michigan's early August reading on consumer sentiment on 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)	0.2	0.3	0.5
iShares National AMT-Free Muni Bond ETF	0.0	0.2	1.3	2.2
iShares Core US Aggregate Bond ETF	(0.4)	0.2	(1.0)	(1.4)
Global Equity				
iShares MSCI ACWI	0.8	1.3	14.3	31.1
U.S. Equity				
iShares Core S&P 500 ETF	0.9	2.3	19.1	34.4
iShares Russell Mid Cap ETF	0.8	1.3	17.9	41.1
iShares Russell 2000 ETF	1.1	(1.1)	14.3	46.8
iShares Core U.S. Value ETF	1.0	1.8	18.7	36.2
iShares Core U.S. Growth ETF	0.9	2.4	19.4	34.3
Foreign Equity				
iShares MSCI EAFE ETF	1.0	1.9	11.6	28.7
iShares MSCI EAFE Small Cap ETF	0.7	1.9	12.1	35.0
iShares MSCI EAFE Value ETF	1.0	1.2	12.3	30.0
iShares MSCI EAFE Growth ETF	0.9	2.4	10.1	26.2
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	0.7	(3.5)	1.0	17.7
iShares MSCI Emerging Markets Small Cap ETF	(0.2)	(0.1)	18.2	44.4
"Other" Asset Classes				
iShares U.S. Real Estate ETF	0.3	3.5	26.3	34.1
iShares International Developed Real Estate ETF	0.7	1.6	12.8	27.9
SPDR Barclays High Yield Bond ETF	(0.3)	(0.5)	2.7	7.7
iShares S&P GSCI Commodity Indexed Trust	(3.5)	(1.1)	27.6	42.7

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.