

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 0.6% last week, snapping a two-week winning streak, amid concerns about the economic recovery and when the Federal Open Market Committee will begin slowing down its bond-buying program.
- The market benchmark ended Friday's session at 4,441.67, down from last Friday's closing price of 4,468.00, which was a record closing high at the time. The index closed higher yet on Monday, setting another record close at 4,472.94, before falling Tuesday and Wednesday. It edged up on Thursday and Friday but still ended Friday's session in the red versus last week.
- However, the S&P 500 is still in positive territory for the month, up 1.1% for August so far, and up 18% for the year to date.
- Last week's decline, which marked the S&P 500's first weekly drop this month, came as investors grew more concerned about rising COVID-19 cases just as the Federal Reserve appears to be preparing for a slowdown of its bond-buying program. Minutes released Wednesday from the late-July meeting of the US central bank's policy-setting committee indicated its members are looking to possibly begin to slow down purchases of mortgage-backed securities this year.
- The commodities-focused sectors were hit the hardest last week as futures of some raw materials including crude oil and copper fell amid strengthening in the US dollar. A stronger dollar typically pressures US-denominated commodities as it makes them more expensive for holders of other currencies.
- The energy sector had the largest percentage drop of the week, down 7.3%, followed by a 3.1% slide in materials. Other significant decliners included industrials and financials, down 2.3% each, and consumer discretionary, down 2.2%. Communication services edged down 0.4%.
- Still, five sectors managed to buck the declines, led by gains of 1.8% each in health care and utilities. The other sectors in the black for the week included real estate, up 0.5%, as well as consumer staples and technology, up 0.4% each.
- Among the energy sector's decliners, shares of APA (APA) fell 10% last week, Occidental Petroleum (OXY) shed 15% and Hess (HES) lost 8%. All three stocks received reductions in their price targets from Goldman Sachs earlier last week.
- In materials, the week's decliners included Freeport-McMoRan (FCX), down 14%.
- In consumer discretionary, shares of Norwegian Cruise Line Holdings (NCLH) fell 5.6%. Wedbush cut its price target on the cruise operator's stock to \$30 per share from \$35, citing a "longer route to full travel recovery."
- On the upside, the health care sector's gainers included shares of Pfizer (PFE) as the US government recommended booster shots for Americans who received the company's COVID-19 vaccine. The booster shots are recommended eight months after each individual's second vaccine dose and are expected to begin Sept. 20. Shares of Pfizer edged up 0.5% on the week.
- Next week's slate of economic data will feature revised Q2 gross domestic product, due Thursday, and the core personal consumption expenditures price index for July, due Friday. Among the reports expected earlier in the week, Markit will release its August readings on the manufacturing and services sectors on Monday. Monday will also feature July existing home sales, followed by the Tuesday release of July new home sales. July durable goods orders are due Wednesday.

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	(0.0)	0.3	0.7
iShares National AMT-Free Muni Bond ETF	(0.1)	(0.5)	1.0	2.7
iShares Core US Aggregate Bond ETF	0.2	(0.1)	(0.7)	(0.2)
Global Equity				
iShares MSCI ACWI	(1.7)	1.5	13.3	28.7
U.S. Equity				
iShares Core S&P 500 ETF	(0.6)	2.8	19.4	33.1
iShares Russell Mid Cap ETF	(1.5)	1.8	16.7	39.4
iShares Russell 2000 ETF	(2.5)	(1.3)	10.3	39.8
iShares Core U.S. Value ETF	(1.6)	2.2	18.1	34.8
iShares Core U.S. Growth ETF	0.2	3.2	20.1	32.9
Foreign Equity				
iShares MSCI EAFE ETF	(2.4)	2.6	10.4	25.6
iShares MSCI EAFE Small Cap ETF	(2.2)	3.1	10.9	31.0
iShares MSCI EAFE Value ETF	(3.1)	2.2	10.5	26.2
iShares MSCI EAFE Growth ETF	(1.9)	2.8	9.4	23.5
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	(4.3)	(6.4)	(3.8)	14.0
iShares MSCI Emerging Markets Small Cap ETF	(3.6)	(5.3)	12.0	38.7
"Other" Asset Classes				
iShares U.S. Real Estate ETF	(0.0)	0.7	26.2	34.9
iShares International Developed Real Estate ETF	(1.1)	2.2	12.3	25.8
SPDR Barclays High Yield Bond ETF	(0.2)	0.0	2.5	8.5
iShares S&P GSCI Commodity Indexed Trust	(5.6)	(3.9)	20.8	33.5

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.