

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% in the first week of November, setting new highs for the seventh session in a row as Q3 earnings continued coming in above analysts' estimates while October jobs data also topped expectations.
- The market benchmark ended Friday's session at 4,697.53, up from last Friday's closing level of 4,605.38 and marking its seventh consecutive record closing high in a row. The index is now up 25% for the year to date. The S&P 500 also reached a new intraday high Friday at 4,718.50.
- The winning streak has come on better-than-expected Q3 results. While supply-chain challenges, the continuation of the COVID-19 pandemic and inflation concerns have persisted, in many cases these issues haven't dented profits by as much as analysts and investors had feared.
- Investors also received encouraging data on October employment last week. Wednesday, ADP data on the private sector showed a larger-than-expected increase in jobs last month. Thursday, the Labor Department reported a lower-than-expected number of jobless claims for last week that also reflected a fifth-consecutive decline in weekly jobless claims.
- Friday, the Labor Department's monthly report for October showed nonfarm payrolls rose by 531,000, which was more than the 450,000 jobs increase expected in a survey compiled by Bloomberg, while September payrolls saw a large upward revision to a 312,000 increase. The unemployment rate fell to 4.6% in October from 4.8% in September, compared with the 4.7% rate expected.
- Also in focus last week, the Federal Reserve's Federal Open Markets Committee announced that it would start tapering its bond-buying support program. The move had been widely anticipated, while the FOMC kept its benchmark lending rate near zero.
- By sector, the consumer discretionary sector had the largest percentage increase of the week, up 5%, followed by a 3.3% rise in technology and a 3.2% boost in materials. There were just two sectors in the red for the week: Health care slipped 0.7% while financials edged down 0.6%.
- The consumer discretionary sector's gainers included shares of Under Armour (UAA), which raised its 2021 outlook for sales and earnings as demand for the athletics apparel brand was better than the company expected in the most recent period, driving a jump in year-on-year results. Shares jumped 14% on the week.
- In technology, shares of Arista Networks (ANET) soared 30% as the networking technology company reported Q3 adjusted earnings per share and revenue above year-earlier results and analysts' expectations and forecast Q4 revenue ahead of the Street consensus estimate at the time.
- In the materials sector, DuPont (DD) shares climbed 16% as the technology-based materials company reported Q3 adjusted EPS and revenue above year-earlier results and analysts' mean estimates and announced plans to acquire engineered materials company Rogers Corp. (ROG) for \$5.2 billion. DuPont said the deal should improve its standing in advanced materials used in electric vehicles, advanced driver assistance systems, 5G telecommunications and clean energy. Shares of Rogers surged 34%.
- On the downside in health care, Moderna (MRNA) shares fell as the COVID-19 vaccine maker reported Q3 sales and earnings that missed expectations and slashed its product sales projections for 2021. Moderna's stock fell further on Friday after Pfizer (PFE) said its antiviral drug Paxlovid reduced the likelihood of death or hospitalization from the illness by 89%. Moderna's shares ended the week down 31%.
- Next week, the earnings calendar features Zynga (ZNGA), PayPal Holdings (PYPL), D.R. Horton (DHI), Wendy's (WEN) and Walt Disney (DIS), among other companies reporting quarterly results.
- Economic data next week are expected to include the October consumer price index and producer price index as well as a preliminary reading on consumer sentiment for November.

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	(0.1)	(0.0)	0.4
iShares National AMT-Free Muni Bond ETF	0.4	0.4	0.7	2.2
iShares Core US Aggregate Bond ETF	0.7	0.7	(1.0)	(0.6)
Global Equity				
iShares MSCI ACWI	1.6	6.6	18.8	29.6
U.S. Equity				
iShares Core S&P 500 ETF	2.0	8.2	26.6	35.8
iShares Russell Mid Cap ETF	2.0	7.0	24.4	38.3
iShares Russell 2000 ETF	6.0	9.4	24.1	48.0
iShares Core U.S. Value ETF	2.0	4.9	23.3	36.8
iShares Core U.S. Growth ETF	2.4	11.3	29.5	36.6
Foreign Equity				
iShares MSCI EAFE ETF	1.7	5.0	13.7	26.8
iShares MSCI EAFE Small Cap ETF	1.5	4.5	14.3	29.6
iShares MSCI EAFE Value ETF	1.0	2.6	13.0	30.3
iShares MSCI EAFE Growth ETF	2.2	7.2	13.3	22.7
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	0.0	2.0	(1.0)	8.3
iShares MSCI Emerging Markets Small Cap ETF	1.8	2.8	18.5	37.6
"Other" Asset Classes				
iShares U.S. Real Estate ETF	0.4	7.0	30.3	38.1
iShares International Developed Real Estate ETF	1.2	4.8	11.5	23.1
SPDR Barclays High Yield Bond ETF	1.0	0.9	3.9	7.2
iShares S&P GSCI Commodity Indexed Trust	(1.2)	0.5	43.0	63.2

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.