

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 0.3% last week, its first weekly drop since the final week of September, as inflation worries ramped up amid a larger-than-expected rise in the US consumer price index.
- The S&P 500 ended the week at 4,682.85, down from last Friday's closing level of 4,697.53, which had been a new closing high at the time. It moved higher yet on Monday to a new record closing high of 4,701.70 but closed below that every day since then.
- Despite last week's decline, the S&P 500 is still in positive territory for November, up 1.7% for the month to date. The market benchmark is up 25% for the year to date, with just seven weeks remaining in 2021.
- The index's strong climb last year has come amid the recovery of the US economy from the widespread, pandemic-related closures that were seen in 2020. Many companies have been reporting financial results above analysts' expectations and many economic reports have also topped economists' estimates. However, price increases have also been an underlying worry, and the October consumer price data released last week brought that concern to the forefront.
- The US seasonally adjusted consumer price index, a measure of inflation, rose by 0.9% in October, ahead of expectations for a 0.6% increase, according to data released Wednesday by the Bureau of Labor Statistics. Core CPI, which excludes food and energy prices, rose by 0.6%, faster than the consensus estimate for a 0.4% increase. The year-over-year rates for overall and core CPI accelerated to 6.2% and 4.6%, respectively, from 5.4% and 4% in the previous month.
- The consumer discretionary sector had the largest percentage drop of the week, falling 3.2%, amid the consumer price concerns. That was followed by a 1.7% decline in energy, a 1.1% slip in utilities and a 0.5% drop in communication services. Consumer staples and real estate also edged lower.
- Five sectors still ended the week in positive territory: Materials climbed 2.5%, followed by a 0.6% rise in health care and a 0.4% increase in industrials. Financials and technology also eked out slight gains.
- The consumer discretionary sector's hardest-hit stocks last week included shares of casino and hotel operators. Shares of Penn National Gaming (PENN) fell 5.7%, MGM Resorts International (MGM) dropped 10% and Las Vegas Sands (LVS) declined 6.9%.
- The energy sector's drop came as crude oil futures moved lower. Among the decliners, shares of Occidental Petroleum (OXY) shed 4% while Coterra Energy (CTRA) slipped 4.5%.
- On the upside, the materials sector's gains came amid a climb in gold futures to five-month highs as inflation worries attracted investors to the metal as a hedge against rising costs. Shares of gold miner Newmont (NEM) rose 4.2% on the week.
- Next week, economic data in focus will include October retail sales, industrial production and capacity utilization on Tuesday, followed by October building permits and housing starts on Wednesday and weekly jobless claims on Thursday.

ASSET CLASS / BENCHMARK	1 WEEK	1 MONTH	YTD	1 YEAR
Investment Grade Fixed Income				
iShares Short-Term National AMT-Free Muni Bond ETF	(0.0)	(0.1)	(0.1)	0.2
iShares National AMT-Free Muni Bond ETF	(0.1)	0.3	0.6	2.0
iShares Core US Aggregate Bond ETF	(0.8)	0.1	(1.8)	(1.0)
Global Equity				
iShares MSCI ACWI	0.0	6.3	18.9	28.1
U.S. Equity				
iShares Core S&P 500 ETF	(0.3)	7.8	26.2	34.3
iShares Russell Mid Cap ETF	0.3	6.6	24.8	37.0
iShares Russell 2000 ETF	(1.0)	8.1	22.9	42.2
iShares Core U.S. Value ETF	(0.2)	4.7	23.0	31.8
iShares Core U.S. Growth ETF	(0.3)	10.5	29.1	37.2
Foreign Equity				
iShares MSCI EAFE ETF	(0.5)	4.6	13.1	21.9
iShares MSCI EAFE Small Cap ETF	(0.9)	4.0	13.2	25.8
iShares MSCI EAFE Value ETF	(0.5)	1.9	12.5	22.3
iShares MSCI EAFE Growth ETF	(0.4)	7.4	12.8	20.8
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	2.1	3.1	1.1	10.7
iShares MSCI Emerging Markets Small Cap ETF	1.4	4.3	20.2	37.8
"Other" Asset Classes				
iShares U.S. Real Estate ETF	(0.2)	4.8	30.1	34.0
iShares International Developed Real Estate ETF	(1.3)	2.8	10.0	16.4
SPDR Barclays High Yield Bond ETF	(0.7)	0.6	3.2	6.8
iShares S&P GSCI Commodity Indexed Trust	0.1	0.4	43.1	59.2

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.