

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

MARKET COMMENTARY

- The S&P 500 index slipped 1.3% last week amid concerns about monetary tightening and upcoming Q1 earnings reports.
- The market benchmark ended Friday's session at 4,488.28, down from last Friday's closing level of 4,545.86. This puts the index in negative territory for the month of April to date after the S&P 500 just achieved its first monthly increase of 2022 in March. It is still down 5.8% for the year to date.
- Last week's decline came amid jitters about the potential economic impact of the Federal Reserve's Federal Open Market Committee undergoes a more aggressive monetary tightening plan than previously anticipated.
- Tuesday, Federal Reserve governor Lael Brainard said the central bank's policy-setting committee will be "starting to reduce the balance sheet at a rapid pace as soon as our May meeting." Wednesday, minutes released from the committee's March meeting showed officials were considering raising rates by a half-point before they ultimately decided on a quarter-point increase. These were seen by investors as signs the Fed's tightening plan may end up more aggressive than previously expected.
- The week's drop also comes ahead of the start of US companies' financial results for Q1, a tumultuous quarter that was dominated by headlines about COVID-19, Russia's attacks on Ukraine, inflation and supply-chain issues. Many investors are trading cautiously ahead of the reports.
- By sector, the technology and consumer discretionary sectors had the largest percentage drops of the week, down 4% and 3.3%, respectively. Other sectors in the red included communication services, industrials, financials and materials.
- Still, the health care sector climbed 3.4%, followed by a 3.2% increase in energy, a 2.7% gain in consumer staples and a 1.9% boost in utilities. Also in the black, real estate edged up 0.8%.
- The technology sector's decliners included Qualcomm (QCOM) as JPMorgan Chase cut its price target on the stock to \$205 each from \$240. Qualcomm's shares fell 7% on the week.
- In consumer discretionary, shares of Ford Motor (F) fell 9.5% last week as the automaker said its US sales fell nearly 26% year-over-year in March amid persistent supply chain issues that contributed to a 17% drop in its Q1 US sales.
- On the upside, the health care sector's gainers included AbbVie (ABBV), whose Allergan unit said a phase 3 trial evaluating two daily doses of its Vuity 1.25% eye drop in adults with presbyopia met its primary efficacy endpoint by "improving near vision without compromising distance vision" on day 14. Based on the results, the company is planning a supplemental new drug application submission to the Food & Drug Administration for an optional twice-daily administration of the eye drop in Q2; it has been FDA approved since October for once-daily use to treat presbyopia, or age-related blurry near vision, in adults. Shares climbed 7.5%.
- Next week, the US companies expected to release quarterly results include JPMorgan Chase (JPM), Delta Air Lines (DAL), Goldman Sachs (GS), Morgan Stanley (MS), Citigroup (C) and UnitedHealth Group (UNH).
- Economic data scheduled to be released next week include the March consumer and producer price indexes, March retail sales, and March industrial production.

ASSET CLASS / BENCHMARK	1 WEEK	1 MONTH	YTD	1 YEAR
Investment Grade Fixed Income				
iShares Short-Term National AMT-Free Muni Bond ETF	(0.6)	(1.5)	(3.1)	(3.1)
iShares National AMT-Free Muni Bond ETF	(0.7)	(2.7)	(6.2)	(5.0)
iShares Core US Aggregate Bond ETF	(1.9)	(4.0)	(7.8)	(6.8)
Global Equity				
iShares MSCI ACWI	(1.5)	7.4	(6.5)	3.0
U.S. Equity				
iShares Core S&P 500 ETF	(1.2)	7.9	(5.5)	11.1
iShares Russell Mid Cap ETF	(1.8)	6.9	(6.9)	2.8
iShares Russell 2000 ETF	(4.7)	1.8	(10.9)	(10.2)
iShares Core U.S. Value ETF	0.1	6.7	0.4	11.2
iShares Core U.S. Growth ETF	(2.8)	8.4	(11.0)	9.0
Foreign Equity				
iShares MSCI EAFE ETF	(1.9)	8.1	(7.4)	(3.1)
iShares MSCI EAFE Small Cap ETF	(2.5)	5.9	(10.8)	(9.3)
iShares MSCI EAFE Value ETF	(1.6)	8.2	(0.9)	0.3
iShares MSCI EAFE Growth ETF	(2.2)	8.1	(14.0)	(7.3)
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	(2.1)	4.3	(8.0)	(15.2)
iShares MSCI Emerging Markets Small Cap ETF	(0.8)	8.1	(4.7)	1.7
"Other" Asset Classes				
iShares U.S. Real Estate ETF	(0.2)	8.3	(5.0)	19.5
iShares International Developed Real Estate ETF	(2.8)	5.1	(5.3)	(2.9)
SPDR Barclays High Yield Bond ETF	(2.1)	(1.2)	(6.9)	(4.2)
iShares S&P GSCI Commodity Indexed Trust	0.0	(12.5)	32.2	60.1

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.