

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 2.8% last week as investors digested mixed quarterly earnings reports and signals that the Federal Reserve's policy-setting committee may raise interest rates by a half-percentage point in May.
- The market benchmark ended Friday's session at 4,271.78, down from last week's closing level of 4,392.59. This marks the S&P 500's third consecutive weekly decline. With just one week of April remaining, the index is now down 5.8% for the month to date. It is down 10% for the year to date.
- Last week's drop came as US companies' quarterly earnings reports continued to come in with mixed results and guidance as companies grapple with rising costs and supply-chain challenges.
- With hopes of taming inflation, the Federal Reserve's Federal Open Market Committee may raise rates in May by a half-percentage point. Such a move, which was signaled Thursday by Fed Chairman Jerome Powell, would be larger than the quarter-point increase that was made at the last meeting. The potential for more aggressive monetary tightening has contributed to some trepidation from investors.
- All but two of the S&P 500's 11 sectors fell last week. Communication services had the largest percentage drop, tumbling 7.7%, followed by a 4.6% slide in energy, a 3.7% decline in materials and a 3.6% drop in health care. The two sectors in the black were real estate, up 1.2%, and consumer staples, up 0.4%.
- In communication services, shares of Netflix (NFLX) tumbled 37% last week as the video-streaming company reported mixed Q1 results and a sharp decline in subscriptions.
- The energy sector's drop came as crude-oil futures fell last week. Among the decliners, Baker Hughes (BKR) shares shed 14% as the oilfield services company reported Q1 adjusted earnings per share and revenue that were up from the year-earlier quarter but below analysts' mean estimates.
- The gainers in real estate included Host Hotels & Resorts (HST), which said it sold the Sheraton New York Times Square Hotel for about \$373 million to an unnamed buyer. Shares rose 5% on the week.
- Next week, companies planning to release quarterly results include Coca-Cola (KO), 3M (MMM), Visa (V), Microsoft (MSFT), General Motors (GM), Boeing (BA), Caterpillar (CAT), Apple (AAPL), Amazon.com (AMZN), Chevron (CVX) and Exxon Mobil (XOM).
- The economic calendar for next week will be heavy on housing and inflation data. Among the reports expected, March new home sales will be released Tuesday, followed by March pending home sales on Wednesday, and March personal consumption expenditures or PCE 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	0.1	(1.0)	(3.3)	(3.4)
iShares National AMT-Free Muni Bond ETF	(1.0)	(2.8)	(7.8)	(7.2)
iShares Core US Aggregate Bond ETF	(1.0)	(3.4)	(9.4)	(8.8)
Global Equity				
iShares MSCI ACWI	(2.8)	(5.4)	(10.8)	(2.5)
U.S. Equity				
iShares Core S&P 500 ETF	(2.7)	(5.3)	(10.0)	4.7
iShares Russell Mid Cap ETF	(2.7)	(4.2)	(9.9)	(1.9)
iShares Russell 2000 ETF	(3.2)	(7.0)	(13.2)	(12.2)
iShares Core U.S. Value ETF	(1.8)	(1.6)	(2.1)	7.6
iShares Core U.S. Growth ETF	(3.4)	(8.7)	(16.9)	0.6
Foreign Equity				
iShares MSCI EAFE ETF	(2.2)	(4.8)	(10.4)	(6.9)
iShares MSCI EAFE Small Cap ETF	(1.9)	(5.3)	(13.0)	(12.0)
iShares MSCI EAFE Value ETF	(1.9)	(3.2)	(3.1)	(1.6)
iShares MSCI EAFE Growth ETF	(2.3)	(6.4)	(17.7)	(12.7)
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	(4.2)	(6.8)	(13.2)	(19.8)
iShares MSCI Emerging Markets Small Cap ETF	(2.2)	(1.8)	(7.8)	(2.6)
"Other" Asset Classes				
iShares U.S. Real Estate ETF	1.0	4.2	(5.3)	14.7
iShares International Developed Real Estate ETF	(2.5)	(5.2)	(8.2)	(6.6)
SPDR Barclays High Yield Bond ETF	(1.1)	(2.9)	(8.0)	(5.2)
iShares S&P GSCI Commodity Indexed Trust	(3.0)	(1.3)	36.5	59.6

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.