

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

MARKET COMMENTARY

- The S&P 500 limped into the close and ended a fourth consecutive week in the red after Amazon's (AMZN) disappointing outlook weighed on sentiment.
- The benchmark index was down 3.3% in the latest week at 4,131.93 from last week's close of 4,271.78 with all eleven sectors in the red. For the month of April, the S&P 500 suffered its heaviest losses since March 2020, down more than 9% over the last four weeks.
- Amazon fell to a 22-month low after saying Thursday it swung to a Q1 loss and issued a Q2 sales forecast that missed expectations, killing a rally into the end of the month that was led by bargain hunters.
- The sell-off caused tech stocks to lose ground for a second week, down another 1.2% from last Friday's close.
- Stocks were defensive at the start of the week ahead of the flood of corporate results with earnings expected to disappoint following supply chain warnings from General Electric (GE) and downbeat results from Raytheon (RTX).
- The material sector escaped most of Friday's selling frenzy with a loss of just 0.8% largely on a 12% rally in Sherwin-Williams (SHW) and an 8% jump in shares of Avery Dennison (AVY) both of which reported better-than-expected quarterly results last week.
- The energy sector was down 1.3% as the solid gains in shares of Valero (VLO) resulting from upbeat earnings insulated the sector from heavy losses from Halliburton (HAL) and Schlumberger (SLB).
- The remaining sectors struggled into the close with consumer discretionary at the bottom of the pack with a 7.9% loss. Amazon and Tesla (TSLA) were the worst-performing stocks in the sector with Amazon losing 14% in value for the week, and shares of Tesla undermined by CEO Elon Musk's \$8.5 billion sale of his personal stock to help finance his \$44 billion Twitter (TWTR) acquisition.
- Real estate stocks lost 5.6 on continued headwinds from rising mortgage rates. Equity Residential (EQR) and AvalonBay (AVB) were down 11% and 9%, respectively.
- The financial sector was down 4.6% from the prior week's close as heavy losses in AON (AON) and Cincinnati Financial (CINF) overshadowed more modest gains in insurance stocks like Chubb (CB) and Comerica (CMA).
- Consumer staples were down 2.1% followed by a 2.5% loss in health care stocks. Led by a 15% drop in shares of General Electric, the industrials sector closed 2.8% in the red, while Comcast's (CMCSA) 12% drop last week resulted in a 4.1% decline in the communications sector despite a rally in shares of Meta (FB).
- Economic data also contributed to the sour mood on Wall Street last week.
- The economy contracted 1.4% in the first quarter, the US Bureau of Economic Analysis said in a report, but the bad news was tempered by strong consumer spending.
- While personal income and spending improved in March, inflationary pressures on consumers remained high, fueling expectations that the Federal Reserve will need to raise interest rates by at least 50 basis points next week.
- The Federal Open Market Committee meeting on Wednesday, at which time the Fed is expected to deliver its second rate hike since 2018, and the April payroll data highlight economic data next week. The economy is expected to have created 385,000 jobs which will drive down the unemployment rate to 3.5%.
- Next week's heavy economic calendar also includes the Institute for Supply Management and final S&P Global manufacturing and service sector PMIs for April, the durable goods report, JOLTS figures, the trade balance report, non-farm productivity and unit labor costs and the ADP employment report on private jobs.

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)	(0.7)	(3.3)	(3.3)
iShares National AMT-Free Muni Bond ETF	(0.1)	(2.2)	(7.8)	(7.0)
iShares Core US Aggregate Bond ETF	(0.1)	(3.6)	(9.4)	(8.5)
Global Equity				
iShares MSCI ACWI	(2.8)	(10.1)	(13.3)	(6.8)
U.S. Equity				
iShares Core S&P 500 ETF	(3.3)	(10.8)	(13.0)	(0.6)
iShares Russell Mid Cap ETF	(3.5)	(9.9)	(13.0)	(7.3)
iShares Russell 2000 ETF	(4.0)	(12.6)	(16.7)	(18.1)
iShares Core U.S. Value ETF	(3.1)	(6.5)	(5.2)	2.0
iShares Core U.S. Growth ETF	(3.4)	(14.6)	(19.8)	(4.5)
Foreign Equity				
iShares MSCI EAFE ETF	(2.6)	(8.7)	(12.8)	(10.3)
iShares MSCI EAFE Small Cap ETF	(2.9)	(8.9)	(15.6)	(15.8)
iShares MSCI EAFE Value ETF	(2.5)	(6.7)	(5.5)	(5.6)
iShares MSCI EAFE Growth ETF	(2.8)	(10.5)	(20.0)	(15.5)
Emerging Markets Equity				
iShares MSCI Emerging Markets ETF	0.0	(7.8)	(13.2)	(21.4)
iShares MSCI Emerging Markets Small Cap ETF	(1.8)	(5.4)	(9.5)	(6.9)
"Other" Asset Classes				
iShares U.S. Real Estate ETF	(5.3)	(5.8)	(10.3)	7.4
iShares International Developed Real Estate ETF	(2.7)	(8.4)	(10.7)	(10.0)
SPDR Barclays High Yield Bond ETF	(1.2)	(5.0)	(9.1)	(6.7)
iShares S&P GSCI Commodity Indexed Trust	1.4	2.7	38.4	56.1

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.

WHILE THE INFORMATION CONTAINED HEREIN WAS OBTAINED FROM SOURCES BELIEVED TO BE RELIABLE, CPWM CANNOT GUARANTEE ITS ACCURACY OR COMPLETENESS. TOTALS MAY NOT SUM DUE TO ROUNDING.

THESE MATERIALS MAY NOT BE REPRODUCED, DISTRIBUTED, OR USED FOR ANY OTHER PURPOSE OR SHARED WITH ANYONE IN ANY FORM OR FORMAT. REPRODUCTION OR DISTRIBUTION OF THESE MATERIALS MAY CONSTITUTE A VIOLATION OF FEDERAL OR STATE SECURITIES LAWS AND CERTAIN CONFIDENTIALITY AGREEMENTS TO WHICH THE INTENDED RECIPIENT IS A PARTY.

THIS IS NOT AN OFFER TO INVEST OR AN OFFER FOR ADVISORY SERVICES.

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.