

# Weekly Market Update



Market Data as of Week Ending: 4/14/2023 unless noted otherwise

U.S. stock prices moved higher last week as investors weighed growing growth concerns versus moderating inflation. The S&P 500 rose 0.82% as markets looked towards the upcoming earnings season in which several financial companies kicked it off with better-than-expected results. For the third consecutive week, value stocks outperformed their growth counterparts while smaller-sized companies generally outperformed their large cap peers. Traditionally cyclical sectors rebounded as financials, materials, and consumer discretionary outperformed, while only real estate, utilities, info tech, and consumer staples closed with a loss this week. The energy sector continued its rally as supply concerns drove prices higher. Developed foreign and emerging market stocks moved higher last week and outperformed domestic equities.

U.S. Treasury yields rebounded last week as investors are pricing in at least one further rate hike despite growth concerns and slowing inflation. The 10-year and 2-year U.S. Treasury yields each rose 0.12% to finish the week at 3.52% and 4.08%, respectively. High yield bonds benefitted the most from the rebound in yields, outperforming across the curve. Yields for investment grade corporate bonds and high yield bonds ended the week mixed at 5.1% and 8.5%, respectively.

Economic data for the week was mostly overshadowed by the mid-week inflation reading but lent to mixed results. The NFIB small-business index decreased to 90.1 in March but was still above the 89.0 consensus forecast. The U.S. consumer price index rose a meager 0.1% in March, largely due to lower energy costs, as the yearly inflation rate fell to its lowest level since May 2021 at 5.0%. U.S. wholesale prices fell 0.5% in March, marking its biggest decline in almost three years and potentially signaling further easing in inflation in the coming months. U.S. retail sales declined by 1% in March, falling for the fourth time in the past five months, reflecting a slowdown in the economy as consumer-spending habits are shifting. U.S. consumer sentiment rose to 63.5 from 62 in April, rebounding from a four-month low, but Americans expressed more anxiety around higher inflation. In Europe, the United Kingdom's economy appeared to skirt the Bank of England's forecast for a recession in the first quarter as the revision to January's GDP showed 0.4% growth.

## U.S. Equity Returns (Size & Style - Russell)

	Week			MTD			QTD			YTD		
	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth	Value	Core	Growth
Large	1.21%	0.87%	0.54%	1.28%	0.57%	-0.10%	1.28%	0.57%	-0.10%	2.30%	8.08%	14.26%
Mid	1.17%	1.43%	1.88%	-0.39%	-0.47%	-0.60%	-0.39%	-0.47%	-0.60%	0.93%	3.57%	8.48%
Small	0.94%	1.54%	2.09%	-1.71%	-1.15%	-0.63%	-1.71%	-1.15%	-0.63%	-2.35%	1.56%	5.40%

## U.S. Fixed Income Returns (Quality & Duration - Bloomberg)

	Week			MTD			QTD			YTD		
	Short	Interm	Long	Short	Interm	Long	Short	Interm	Long	Short	Interm	Long
Govt	-0.20%	-0.32%	-1.91%	0.07%	0.07%	-0.72%	0.07%	0.07%	-0.72%	1.93%	2.33%	5.39%
Corp	0.04%	-0.07%	-0.82%	0.32%	0.31%	-0.24%	0.32%	0.31%	-0.24%	2.01%	2.82%	5.19%
HY	0.58%	0.75%	0.88%	0.65%	0.82%	1.65%	0.65%	0.82%	1.65%	3.75%	4.41%	5.38%

## Index Returns

	Week	MTD	QTD	YTD
<b>Equities (Stocks)</b>				
S&P 500	0.82%	0.75%	0.75%	8.31%
S&P MidCap 400	1.76%	-0.85%	-0.85%	2.92%
Russell 2000	1.54%	-1.15%	-1.15%	1.56%
MSCI EAFE	2.19%	2.67%	2.67%	11.36%
MSCI Emerging Markets	1.39%	1.11%	1.11%	5.11%
MSCI EAFE Small Cap	2.42%	1.96%	1.96%	6.98%
<b>Fixed Income (Bonds)</b>				
Bloomberg Int Gov/Credit	-0.24%	0.15%	0.15%	2.48%
Bloomberg US Agg	-0.48%	0.01%	0.01%	2.97%
Bloomberg US High Yield	0.76%	0.84%	0.84%	4.44%
<b>Other</b>				
Bloomberg Commodity	1.60%	2.38%	2.38%	-3.10%
S&P Dev Property	-0.39%	-0.51%	-0.51%	0.20%
HFRX Global Hedge Fund	0.35%	0.36%	0.36%	0.36%

## S&P 500 Sector Returns

	Week	MTD	QTD	YTD
Consumer Disc	1.31%	-1.67%	-1.67%	14.19%
Consumer Staples	-0.24%	0.69%	0.69%	1.52%
Energy	2.50%	5.61%	5.61%	0.68%
Financials	2.86%	2.29%	2.29%	-3.40%
Health Care	0.78%	3.92%	3.92%	-0.56%
Industrials	2.10%	-1.33%	-1.33%	2.09%
Info Technology	-0.35%	-1.47%	-1.47%	20.02%
Materials	1.65%	0.36%	0.36%	4.67%
Real Estate	-1.40%	-2.10%	-2.10%	-0.20%
Communication Svcs	0.60%	3.16%	3.16%	24.31%
Utilities	-1.34%	1.73%	1.73%	-1.57%

## Bond Yields

	4/14/23	3/31/23	3/31/23	12/31/22
3Mo Libor	5.26%	5.19%	5.19%	4.77%
SOFR 3Mo Swap	5.02%	4.91%	4.91%	4.59%
2Yr Treasury	4.08%	4.06%	4.06%	4.41%
10Yr Treasury	3.52%	3.48%	3.48%	3.88%
2-10 Slope	-0.56%	-0.58%	-0.58%	-0.53%

## Commodities and Currency

	4/14/23	3/31/23	3/31/23	12/31/22
Oil (\$/barrel)	82.52	75.67	75.67	80.26
Gold (\$/oz.)	2004.17	1969.28	1969.28	1824.02

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The market indexes discussed are unmanaged and generally considered representative of their respective markets. Index performance is not indicative of past performance of any particular investment. Indexes do not incur management fees, costs, and expenses. Indexes are not available for direct investment.

The S&P 500 Index is a capitalization-weighted index of 500 stocks. The index is designed to measure performance of the broad domestic economy through changes in the aggregate market value of 500 stocks across major industries.

The Russell 2000 Index is a market-cap weighted index measuring the performance of approximately 2,000 smallest-cap weighted American companies in the Russell 3000 index. The Russell 3000 Index is a capitalization-weighted equity index that provides exposure to the entire U.S. stock market. The index tracks the performance of the 3,000 largest U.S.-traded stocks which represent about 98% of all U.S. incorporated equity securities.

The MSCI Indexes were created by Morgan Stanley Capital International and serves as a benchmark of the performance of major international equity markets. The EAFE, with 826 constituents across 21 developed markets around the world excluding the US and Canada covers approximately 85% of the free float-adjusted market capitalization of each country. The Emerging Markets Index, with 1,393 constituents, captures large and mid-cap representation across 24 Emerging Markets (EM) countries and covers approximately 85% of the free float-adjusted market capitalization in each country.

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