



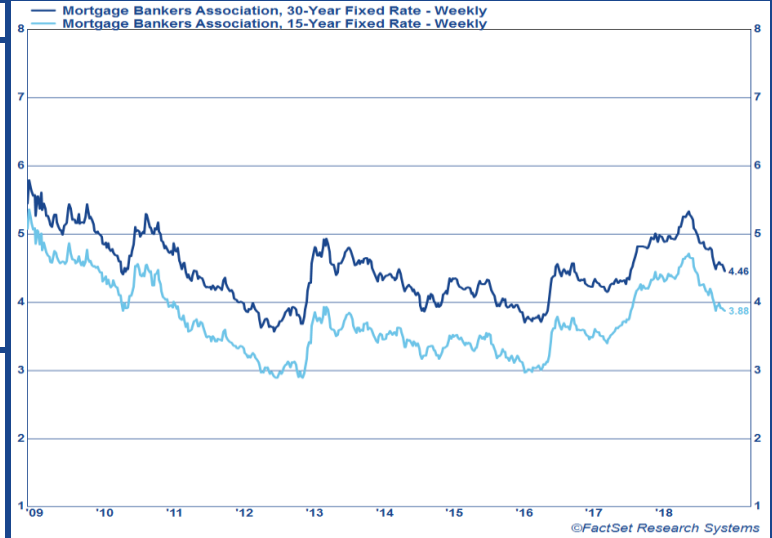
**Economic & Market Commentary**

Stocks finished lower across the board again last week as China trade agreement concerns persist. Bond returns were mostly higher as treasury yields dipped lower again but were tempered somewhat by slightly wider credit spreads. Both China and the U.S. appeared to harden their positions last week. The technology sector was the focus of the trade war as the U.S. blacklisted China telecom firm Huawei, preventing them from buying any U.S. component parts. Many U.S. companies followed suit announcing they will no longer be supplying hardware or software to Huawei. Some of the names making the supply announcements included Intel Corporation, Xilinx Inc, Broadcom Inc. and Google. Some analysts are concerned China may retaliate in kind against U.S. technology firms. With all of the uncertainty surrounding U.S. and China trade talks, markets are likely to be in limbo until the next "clarity" event, which is the G-20 meeting in late June. At the G-20 summit, President Trump and China President Xi are expected to meet and discuss trade negotiations. Switching gears, it was pretty quiet on the U.S. economic front last week. Existing home sales for April came in lower than expected registering an annual rate of 5.2 million versus the consensus forecast of 5.4 million. The National Association of Realtors report showed existing home sales are down 4.4% from April 2018. The report also cited, "the median existing home price for all housing types in April was \$267,300, up 3.9% from April 2018 (\$257,900). April's price increase marks the 86th straight month of year-over-year gains." It appears the growth pace of home pricing gains has begun to slow from the 5%-6% range as inventory levels and the supply of unsold homes are on the rise. Lower mortgage rates should help to boost home sales near-term.

**Total Returns - May 24, 2019**

Stock Index	1-Wk	YTD	1-Yr
NASDAQ	-2.28	15.61	3.99
S&P 500	-1.14	13.67	5.71
Russell 2000	-1.39	12.85	-5.72
S&P 400	-1.39	12.71	-2.96
Dow Jones	-0.63	10.79	5.57
MSCI-Developed	-0.51	9.69	-5.61
MSCI-Emerging	-0.87	2.82	-10.88
<b>Barclay's U.S. Bond Index</b>			
High Yield	-0.10	8.07	6.01
Municipal	0.05	4.29	6.62
Aggregate	0.27	3.84	6.22
Int. Gov. Credit	0.18	3.12	5.52
5-year Muni	0.18	2.97	5.07

**MBA - National Mortgage Rates**



**U.S. Treasury Yields**

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	2.34	2.34	2.29
U.S. 2-Yr	2.16	2.21	2.50
U.S. 3-Yr	2.11	2.15	2.64
U.S. 5-Yr	2.12	2.18	2.81
U.S. 10-Yr	2.32	2.39	2.97
U.S. 30-Yr	2.75	2.82	3.13

**S&P 500 - Sector Total Returns - May 24, 2019**

Sector	1-Wk	YTD	1-Yr
Real Estate	0.30	19.34	22.98
Info Tech	-2.78	18.76	6.55
Communication Services	-1.45	17.72	13.07
Consumer Discretionary	-2.20	15.62	8.10
Industrials	-1.39	15.29	-0.58
Consumer Staples	-0.44	14.42	19.49
Utilities	1.69	13.91	23.22
Financials	-0.22	13.31	-1.97
Energy	-3.41	8.35	-16.93
Materials	-1.62	7.01	-7.32
Health Care	1.25	4.05	9.63

**Municipal Yields - Bloomberg/Barclays Index**

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	1.92	1.93	2.52
U.S. AA	2.00	2.01	2.60
U.S. A	2.31	2.32	2.95
U.S. Baa	2.93	2.93	3.61
U.S. Municipal	2.14	2.15	2.76
Michigan	2.22	2.23	2.84

Index Characteristics	P/E	P/E NTM	Dividend Yield
S&P 500 - Large Cap	16.22	14.84	1.93
S&P 400 - Mid Cap	15.28	15.61	1.61
S&P 600 - Small Cap	16.09	15.56	1.57