



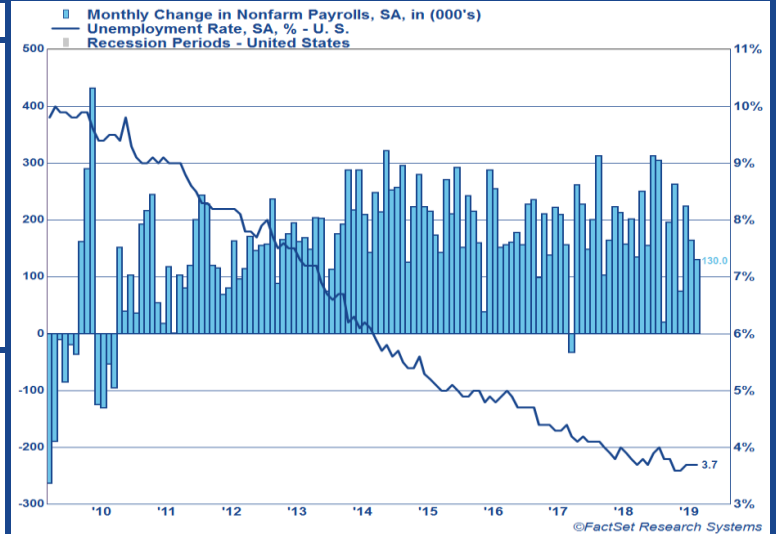
Economic & Market Commentary

Positive trade developments and mostly upbeat economic data sent stock prices and bond yields higher last week. Despite tariff increases that took affect on September 1st, stock markets rallied on the news that the U.S. and China have agreed to hold trade talks in October. On the economic front, the week started on a negative note as the reading on manufacturing in August moved into contractionary territory with the ISM Manufacturing Report posting a reading of 49.1%. Readings below 50% are considered contractionary and above 50% expansionary. The reading for this manufacturing report has declined five months in a row and is consistent with recent weaker global manufacturing data. Next up was the Federal Reserve Beige Report, which provides an assessment of recent economic activity within the twelve Federal Reserve Bank regions. The report highlighted the following: the economy continues to expand at a moderate pace; businesses remain optimistic about the near-term outlook although there is growing concern about the trade war; consumer spending reports were mixed; home sales remain weak; transportation & freight activity has softened; commercial real estate and loan activity is steady; agricultural is weak due to low commodity prices, bad weather, and the trade war; the labor market remains strong with wages continuing to grow at a moderate pace; and the overall rate of inflation remains subdued. Next, the ISM Service Report in August surprised to the upside registering a level of 56.4% which bested the consensus expectation of 54.0%. Lastly, non-farm payrolls in August rose 130,000 missing the consensus estimate of 160,000, and the unemployment rate remained unchanged at 3.7%. Wages over the past 12-months grew at a healthy 3.2% rate. Monthly job growth this year is averaging 158,000 down from the 223,000 pace in 2018.

Total Returns - September 6, 2019

	1-Wk	YTD	1-Yr
NASDAQ	1.78	23.05	3.41
S&P 500	1.83	20.50	5.62
Dow Jones	1.53	16.90	5.56
S&P 400	1.64	16.25	-4.29
Russell 2000	0.71	12.64	-10.94
MSCI-Developed	2.23	12.11	1.31
MSCI-Emerging	2.43	6.43	1.53
Barclay's U.S. Bond Index			
High Yield	0.27	11.30	6.95
Aggregate	-0.15	8.93	10.12
Municipal	-0.16	7.44	8.67
Int. Gov. Credit	-0.09	6.70	8.04
5-year Muni	-0.14	5.11	6.33

U.S. Labor Market



U.S. Treasury Yields

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	1.75	1.77	2.49
U.S. 2-Yr	1.52	1.50	2.62
U.S. 3-Yr	1.46	1.42	2.70
U.S. 5-Yr	1.42	1.39	2.74
U.S. 10-Yr	1.55	1.50	2.88
U.S. 30-Yr	2.02	1.96	3.05

S&P 500 - Sector Total Returns - September 6, 2019

Sector	1-Wk	YTD	1-Yr
Info Tech	2.41	32.53	12.08
Real Estate	1.45	30.36	22.03
Consumer Discretionary	2.70	24.70	6.56
Communication Services	1.95	23.59	11.39
Consumer Staples	1.26	22.76	16.08
Industrials	1.84	21.18	1.44
Utilities	0.47	20.84	18.98
Financials	1.95	16.53	-1.03
Materials	0.93	14.59	-1.65
Health Care	0.67	6.53	0.53
Energy	2.72	4.93	-16.11

Municipal Yields - Bloomberg/Barclays Index

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	1.49	1.45	2.47
U.S. AA	1.56	1.52	2.57
U.S. A	1.84	1.80	2.91
U.S. Baa	2.42	2.38	3.46
U.S. Municipal	1.69	1.65	2.71
Michigan	1.77	1.72	2.82

Index Characteristics	P/E NTM	P/E NTM 10yr-Avg.	Dividend Yield
S&P 500 - Large Cap	16.94	14.90	1.86
S&P 400 - Mid Cap	15.87	15.57	1.62
S&P 600 - Small Cap	17.24	15.65	1.59