



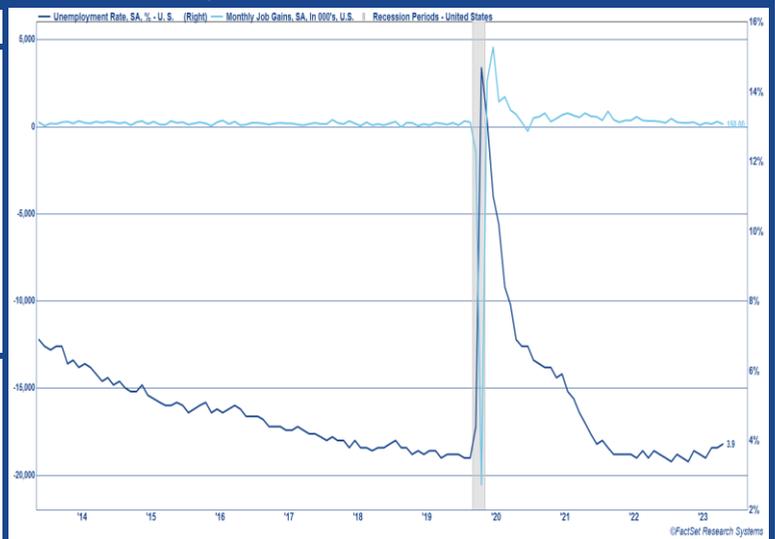
Economic & Market Commentary

Stocks rose sharply last week with the S&P 500 posting its best week so far this year. It was Goldilocks week for stocks. The Fed held rates steady with Fed Chair Powell again highlighting that further Fed rate decisions will be based upon collective economic data. During his press conference Powell noted tighter financial conditions along with higher long-term treasury yields are slowing consumer and business demand and it makes sense to pause and see how aggressive rate hikes impact the economy over time. Pausing helps to determine if current policy is restrictive enough or if they have to raise rates again. Despite not much change in the Fed's policy stance, bond investors took the overall tone of the press conference as dovish, and that the Fed was close to the end of rate hikes. Treasury yields dropped sharply in the latter part of the week with the 10-year treasury yield dropping from 4.90% on Tuesday to 4.52% at the close Friday. On the economic front, there were many signs that the economy continues to weaken. October nonfarm payrolls came in softer than expected with 150,000 job gains vs. the consensus of 180,000, the unemployment rate inched up to +3.9% and revisions to September and August payrolls declined by a total of 110,000 jobs. Sticking with the labor market, the September JOLTS report, which measures job openings and turnover, saw job openings tick down to 9.5 million from the prior month's unexpected rise to 9.6 million. There was little change in separation or quit rates. The next item to show a slowing economy was the October ISM Manufacturing survey. The survey posted a reading of 46.7% down from September's reading of 49.0%. Readings below 50% are considered contractionary and above 50% expansionary. October marks the 12th consecutive contractionary reading. Survey commentary was downbeat overall, noting slowing conditions, shrinking backlogs, and supply cost uncertainties.

Index Total Returns - November 3, 2023

	1-Wk	YTD	1-Yr
NASDAQ	6.62	29.64	31.47
S&P 500	5.88	15.05	19.14
MSCI-Developed	4.43	7.13	20.62
Dow Jones	5.07	4.53	8.75
S&P 400	6.56	3.39	6.52
MSCI-Emerging	3.12	1.42	13.11
Russell 2000	7.59	1.23	0.51
Barclay's U.S. Bond Index			
High Yield	2.76	7.20	9.86
Int. Gov. Credit	1.07	1.49	3.94
5-year Muni	1.03	-0.03	3.07
Municipal	1.88	-0.42	4.17
Aggregate	1.99	-0.53	2.99

U.S. Nonfarm Payrolls



U.S. Treasury Yields

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	5.40	5.40	4.83
U.S. 2-Yr	4.87	5.02	4.71
U.S. 3-Yr	4.62	4.85	4.64
U.S. 5-Yr	4.48	4.76	4.35
U.S. 10-Yr	4.52	4.83	4.12
U.S. 30-Yr	4.70	5.01	4.15

S&P 500 Sector Total Returns - November 3, 2023

Sector	1-Wk	YTD	1-Yr
Communication Services	6.54	43.65	52.91
Info Tech	6.85	41.42	48.00
Consumer Discretionary	7.23	27.21	21.18
Industrials	5.31	4.74	10.49
Materials	5.10	2.92	10.37
Energy	2.35	1.42	-1.05
Financials	7.45	0.21	3.63
Real Estate	8.36	-2.50	2.06
Consumer Staples	3.28	-4.67	0.89
Health Care	3.48	-5.06	-0.38
Utilities	5.30	-10.16	-4.21

Municipal Yields - Bloomberg/Barclays Index

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	3.99	4.26	3.82
U.S. AA	4.07	4.33	3.99
U.S. A	4.59	4.84	4.57
U.S. Baa	5.11	5.35	5.11
U.S. Municipal	4.23	4.49	4.17
Michigan	4.40	4.64	4.31

Index Characteristics	P/E NTM	P/E NTM 10yr-Avg.	Dividend Yield
S&P 500 - Large Cap	18.15	17.81	1.55
S&P 400 - Mid Cap	12.98	15.59	1.64
S&P 600 - Small Cap	12.24	15.16	2.02