



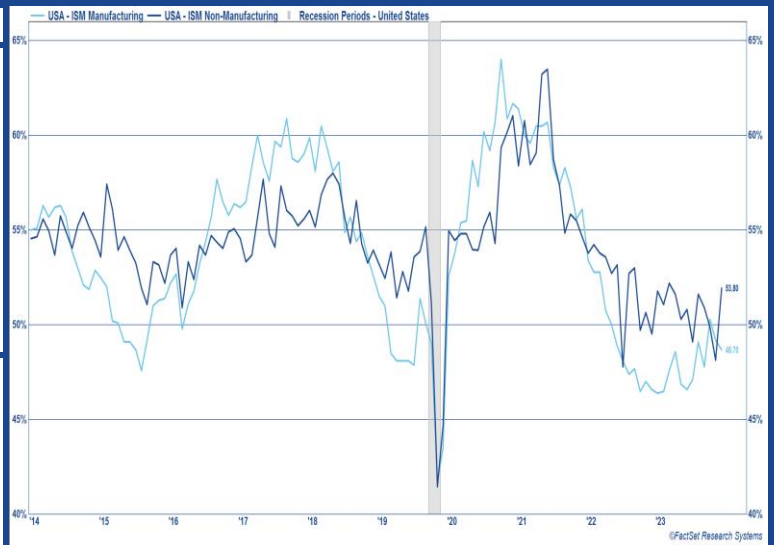
**Economic & Market Commentary**

Stocks finished mixed last week while bond prices pushed slightly higher on modestly lower yields. Most of the economic data released pointed to an overall weakening economy. May ISM Manufacturing printed at 48.7 below consensus of 49.7 and April's 49.2. Price Paid Index ticked lower to 57.0 (prior was 60.9), now lowest since March. Report noted U.S. manufacturing activity continued in contraction amid ongoing soft demand as companies remain unwilling to invest due to current monetary policy. Survey respondent feedback mixed with a negative bias with some noting softening conditions partially driven by inflationary impacts. April JOLTS job openings of 8.06M well below 8.36M consensus, posting is the lowest since Feb 2021. Treasuries rallied as softening labor market data along with the weak ISM manufacturing report added support to the soft landing narrative and accelerated Fed rate cut expectations. May ISM Services reading of 53.8 came in well above consensus of 50.8. New orders rose to 54.1 after prior month's 52.2. Notable m/m increases in business activity and export orders; employment up slightly as well. Despite the expansionary print, respondent commentary was somewhat downbeat, with some mentions of steady/slowing conditions and persistent anxiety and uncertainty on rates/outlook. The main focus last week was the May employment report. May nonfarm payrolls rose by 272,000, well above consensus of 185,000 and investors hope for a number indicating a weakening labor market. Additional bad news came from average hourly earnings as they rose +0.4% in May up from April's reading of +0.2%. This report complicates the Fed's policy path as the higher-than-expected job growth plays into the rates higher-for longer narrative. Bond yields were crushed Friday with the May labor report as the 10-year treasury rose 15 basis points to 4.44% tempering the strong bond rally earlier in the week.

**Index Total Returns - June 7, 2024**

	1-Wk	YTD	1-Yr
NASDAQ	2.40	14.51	31.75
S&P 500	1.36	12.81	27.21
MSCI-Developed	0.61	7.72	16.01
MSCI-Emerging	2.36	5.85	10.72
S&P 400	-2.04	5.67	15.58
Dow Jones	0.33	3.86	17.62
Russell 2000	-2.07	0.56	8.96
<b>Barclay's U.S. Bond Index</b>			
High Yield	0.43	2.06	10.73
Int. Gov. Credit	0.20	-0.11	3.42
Municipal	1.07	-0.86	3.30
5-year Muni	0.66	-1.18	2.26
Aggregate	0.44	-1.21	2.44

**ISM Manufacturing and Service**



**U.S. Treasury Yields**

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	5.17	5.16	5.17
U.S. 2-Yr	4.88	4.87	4.54
U.S. 3-Yr	4.66	4.67	4.18
U.S. 5-Yr	4.46	4.49	3.91
U.S. 10-Yr	4.43	4.49	3.78
U.S. 30-Yr	4.55	4.63	3.94

**S&P 500 Sector Total Returns - June 7, 2024**

Sector	1-Wk	YTD	1-Yr
Comm. Services	1.73	22.97	43.64
Info Tech	3.83	21.81	44.22
Utilities	-3.81	11.41	8.98
Financials	-0.40	10.71	27.44
Consumer Staples	0.57	9.79	12.22
Energy	-3.41	8.55	12.85
Health Care	1.96	7.85	15.33
Industrials	-0.93	7.76	21.50
Materials	-1.87	5.29	14.63
Con. Discretion	1.59	2.33	18.09
Real Estate	-0.12	-4.49	4.89

**Municipal Yields - Bloomberg/Barclays Index**

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	3.61	3.79	3.26
U.S. AA	3.64	3.81	3.42
U.S. A	4.00	4.15	3.92
U.S. Baa	4.44	4.60	4.57
U.S. Municipal	3.76	3.93	3.57
Michigan	3.90	4.07	3.72

Index Characteristics	P/E NTM	P/E NTM 10yr-Avg.	Dividend Yield
S&P 500 - Large Cap	20.79	18.14	1.30
S&P 400 - Mid Cap	15.13	15.59	1.47
S&P 600 - Small Cap	14.10	15.31	1.81