

Economic & Market Commentary

-Stocks had solid returns last week while bond returns were mixed. The risk trade was on last week as continued strong economic data, high consumer and business confidence, and an improving earnings outlook clearly outweighed escalating trade and tariff tensions.

-The April Job Openings and Labor Turnover (JOLT) report was released last Tuesday and job openings reached a record 6.7 million. This is the highest reading ever recorded since the JOLT report started in December 2000. There are now more jobs available in the U.S. than there are unemployed (6.1 million). Just another sign of strong labor market conditions.

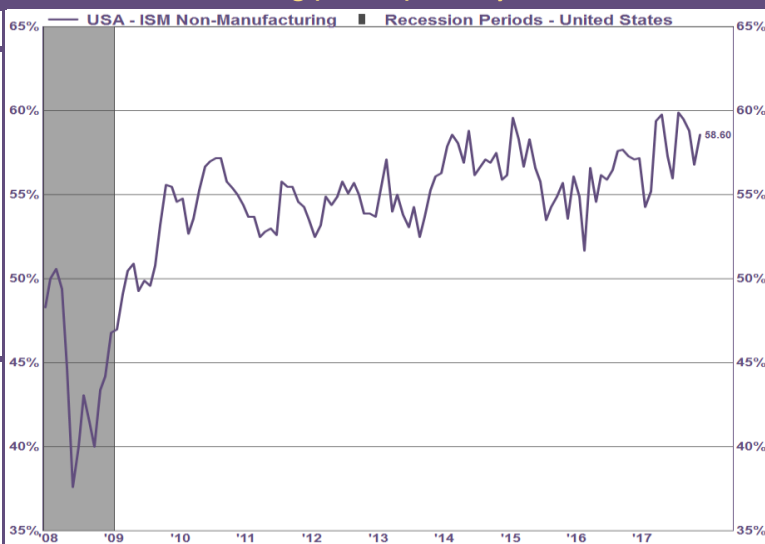
-The Institute of Supply Management (ISM) released their report on May non-manufacturing activity last Tuesday which showed activity remains robust. Non-manufacturing activity in May rose to a level of 58.6%. This is the 100th consecutive month of an expansionary reading. Readings above 50 are considered expansionary. Activity was broad-based across industries both domestically and globally. The underlying components of the survey suggest the economy is improving as the direction of growth is strengthening (faster rate of change) in production, new orders, employment, inventories, pricing, backlog and exports. As with the recent manufacturing survey, the same themes persist with survey respondents, "shortage of raw materials and supplies, prices moving higher, supply chain constraints and delays due to a lack of drivers, and a shortage of qualified labor and services personnel."

-The Federal Reserve released some interesting data last week. Household net wealth in the U.S. reached \$100 trillion in the first quarter of this year driven higher by rising home prices. Household net wealth includes all assets (stocks & real estate) minus liabilities (mortgage and credit card debt).

Total Returns - June 8, 2018

Stock Index	1-Wk	YTD	1-Yr
NASDAQ	1.22	11.29	22.23
Russell 2000	1.51	9.47	19.67
S&P 400	2.20	5.96	16.08
S&P 500	1.66	4.85	16.44
Dow Jones	2.79	3.50	22.28
MSCI-Developed	0.96	-0.29	9.00
MSCI-Emerging	0.54	-1.24	13.97
Barclay's U.S. Bond Index			
High Yield	0.44	0.28	2.79
5-year Muni	0.14	0.18	-0.39
Municipal	-0.03	-0.45	0.81
Int. Gov. Credit	-0.09	-1.25	-1.07
Aggregate	-0.22	-2.07	-1.02

ISM - Non-Manufacturing (Service) Activity



U.S. Treasury Yields

Treasury Yields	Latest Close	Week Ago	1-Year Ago
U.S. 1-Yr	2.29	2.28	1.18
U.S. 2-Yr	2.48	2.48	1.31
U.S. 3-Yr	2.63	2.60	1.45
U.S. 5-Yr	2.77	2.74	1.74
U.S. 10-Yr	2.94	2.89	2.17
U.S. 30-Yr	3.08	3.04	2.84

S&P 500 - Sector Total Returns - June 8, 2018

Sector	1-Wk	YTD	1-Yr
Info Tech	0.70	14.24	29.23
Consumer Discretionary	3.21	11.91	22.83
Energy	0.77	7.45	22.55
Health Care	2.05	3.47	12.43
Industrials	1.61	1.31	13.20
Financials	2.21	1.07	19.97
Materials	3.04	1.06	14.81
Real Estate	1.18	-1.95	3.52
Utilities	-3.02	-6.79	-6.24
Telecom Services	3.36	-7.12	-0.17
Consumer Staples	2.43	-10.38	-8.04

Municipal Yields - Bloomberg/Barclays Index

Issue Type	Latest Close	Week Ago	1-Year Ago
U.S. AAA	2.43	2.44	1.77
U.S. AA	2.52	2.52	1.90
U.S. A	2.88	2.88	2.42
U.S. Baa	3.51	3.51	3.41
U.S. Municipal	2.68	2.68	2.12
Michigan	2.75	2.77	2.26

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