

U.S. equities closed higher last week after investors appeared to be more optimistic about the possibility of avoiding a recession. The NASDAQ outperformed the other domestic indexes, finishing 4.32% higher. Out of all the S&P 500 sectors, consumer discretionary (+6.4%) outperformed most, mostly fueled by large gains in Tesla, Inc. (TSLA) as Elon Musk spoke of his positive outlooks for the company. Technology (+4.1%) and communication services (+3.3%) also outperformed the other sectors, while health care (-0.8%) and utilities (-0.5%) underperformed modestly. Ultimately, the S&P 500 Index finished 2.48% higher. Economic data showed U.S. Real GDP rose 2.9% in 4Q22, slightly above expectations. Lastly, sovereign yields finished modestly higher last week, with the 10-Year and 2-Year U.S. Treasury yields finishing at 3.52% and 4.19%, respectively.



Economic Review*

- 4Q Real GDP: +2.9% annualized
- PCE Price Index: +0.1% m/m

- Pending Home Sales: +2.5% m/m
- Initial jobless claims fell to 186k

Spotlight:

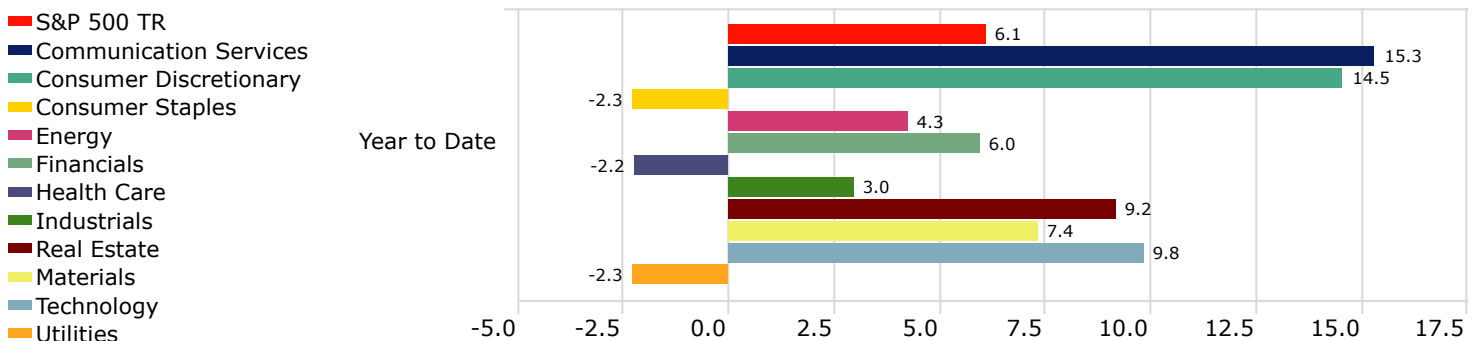


Sustainable investing has witnessed exponential growth over the past few years as investors have increasingly embraced companies that take action to address environmental and social issues. The ESG PLUS models are designed for investors seeking to gain exposure to those types of companies. These models provide access to three separate areas of ESG investing. The first is a Tactical, all-equity, global strategy that focuses on companies that exhibit positive environment, social, and governance characteristics. The second is a Tactical, all-equity strategy that provides exposure to environmental themes including clean technology, energy, and water. The third is a Strategic fixed income strategy that provides exposure to various areas of the fixed income market, such as investment grade and high yield bonds, and asset-backed and mortgage-backed securities. By combining these three unique strategies, we are able to offer a full suite of ESG models that range from Aggressive to Conservative.

Trailing Major Index Returns

	1 Week	1 Month	3 Month	1 Year
S&P 500	2.48	6.42	7.40	-4.35
S&P MidCap 400 TR	2.39	7.69	10.02	5.28
S&P SmallCap 600 TR USD	2.07	7.82	7.06	1.32
MSCI ACWI NR USD	2.14	7.49	12.01	-4.77
MSCI EM NR USD	1.44	9.75	22.85	-9.22
Bloomberg US Agg Bond TR USD	0.09	2.94	5.60	-8.40

YTD S&P Sector Returns





Weekly Manager's Pulse

January 30, 2023

Disclosure

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The indices are presented as broad-based measures of the equity, fixed income and consumer markets. The indices are provided for comparative and illustrative purpose to provide a comparison of the model against the broader based equity, fixed income and consumer market. The indices are not intended to reflect the investment objectives of the model as the securities held within the model will differ in market volatility, concentration, investment objectives and diversification among others from those of the indices. The indices are not managed, and returns do not reflect the deduction of fees, expenses, transaction costs or taxes that actual client accounts are subject to. Investors cannot invest directly in an index. Returns are not annualized for periods less than 1 year.

Trailing Major Index Returns and YTD S&P Sector Returns are sourced from Morningstar Direct.

* Sourced from JPMorgan Asset Management, publicly available at <https://am.jpmorgan.com/us/en/asset-management/adv/insights/market-insights/market-updates/weekly-market-recap/>

All other economic and market data sources may include, and is not limited to:

Edward Jones, publicly available at <https://www.edwardjones.com/us-en/market-news-insights/stock-market-news/stock-market-weekly-update>

Goldman Sachs, publicly available at <https://www.gsam.com/content/gsam/us/en/advisors/market-insights.html>

T. Rowe Price, publicly available at <https://www.troweprice.com/personal-investing/resources/insights/global-markets-weekly-update.html>

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