

Weekly Investment Update

June 27, 2022

Risk assets bounced back through the holiday-shortened week last week. Buoyed by comments from St. Louis Federal Reserve Bank President Bullard indicating the risk of recession is over-blown, the S&P 500, a proxy for large-cap US stocks, jumped more than three percent on Friday alone. The daily advance in the index was the largest since March of 2020.¹ For the week, the S&P gained over six percent, while the MSCI ACWI, a proxy for large-cap global stocks, advanced nearly five percent.²

Interest rates have risen dramatically throughout the first half of 2022, creating a challenging environment for bonds. However, Treasury rates have receded somewhat since peaking in mid-June, when the 10-year rate briefly exceeded the 30-year rate. We will be watching inflation and economic indicators closely in the weeks to come, as they should provide some indication of how aggressively the Federal Reserve will need to act in the second half of the year to tamp out inflation.



¹ Source: [Stock Market Today: Dow, S&P Live Updates for Jun. 24, 2022 - Bloomberg](#)

² Source: YCharts

Prices & Interest Rates

Representative Index	Current	Year-End 2021
Crude Oil (US WTI)	\$107.06	\$75.37
Gold	\$1,824	\$1,828
US Dollar	104.12	95.67
2 Year Treasury	3.04%	0.73%
10 Year Treasury	3.13%	1.52%
30 Year Treasury	3.26%	1.93%

Source: Morningstar, YCharts, and US Treasury as of June 25, 2022

Asset Class Returns

Category	Representative Index	YTD 2022	Full Year 2021
Global Equity	MSCI All-Country World	-18.1%	18.5%
Global Equity	MSCI All-Country World ESG Leaders	-18.5%	20.8%
US Large Cap Equity	S&P 500	-17.3%	28.7%
US Large Cap Equity	Dow Jones Industrial Average	-12.4%	21.0%
US Small Cap Equity	Russell 2000	-20.9%	14.8%
Foreign Developed Equity	MSCI EAFE	-18.4%	11.3%
Emerging Market Equity	MSCI Emerging Markets	-17.0%	-2.5%
US Fixed Income	Bloomberg Barclays Municipal Bond	-9.3%	1.5%
US Fixed Income	Bloomberg Barclays US Agg Bond	-10.9%	-1.5%
Global Fixed Income	Bloomberg Barclays Global Agg. Bond	-13.9%	-4.7%

Source: YCharts as of June 25, 2022

Past performance may not be representative of future results. All investments are subject to loss. Forecasts regarding the market or economy are subject to a wide range of possible outcomes. The views presented in this market update may prove to be inaccurate for a variety of factors. These views are as of the date listed above and are subject to change based on changes in fundamental economic or market-related data. Please contact your Advisor in order to complete an updated risk assessment to ensure that your investment allocation is appropriate.