

Weekly Update

06/14/21

		<u>Last Week</u>	<u>YTD Returns</u>
Domestic Equities	S&P 500	0.43%	13.84%
International Developed	MSCI EAFE	0.34%	11.60%
Emerging Markets	MSCI EM	0.08%	7.81%
Fixed Income	BBgBarc US Agg Bond	0.47%	-1.71%

Markets continued to advance at a modest pace last week. With the lack of any notable negatives, stocks continue to move higher, as trading volumes have begun their usual summer decline. We see stock markets generally moving up modestly over the summer. Perhaps the more notable move has been on the fixed income side where after peaking near 1.80% the yield on the 10-year treasury has fallen to 1.47%, as of last Friday. Despite higher inflation readings, investors seem to be siding with the Fed in the belief that higher inflation will be a largely temporary phenomenon. That being said, we expect that outside of a large negative shock to the economy, yields will ultimately resume moving higher between now and the end of the year. We continue to hold a more positive view towards equities over bonds.

*Index returns are from Morningstar and are calculated on a total return basis, with dividends reinvested.