



Weekly Update

2/7/22

		<u>Last Week</u>	<u>YTD Returns</u>
Domestic Equities	S&P 500	1.57%	-5.47%
International Developed	MSCI EAFE	2.10%	-3.75%
Emerging Market	MSCI EM	2.53%	-0.84%
Fixed Income	BBgBarc US Agg Bond	-0.95%	-3.05%

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

Equity markets had a good week as they rallied off the recent lows. Bond markets, meanwhile, continue to struggle. The 10-year Treasury yield is approaching 2% after yields jumped from the 1.70's to the 1.90's last week. Time will tell if the 10-year bond will get much above 2% in the near term, though we will be watching closely. The selling across fixed income markets over the last year or so has made bonds more attractive from a medium-term point of view, but we expect volatility will persist in all markets. With both stocks and bonds this year, there have already been some wide dispersions in returns across sectors and maturities. Looking past broad market indices for targeted tweaks to holdings will likely assist in finding value much more so than in recent years. Overall, we maintain a cautious view towards high-technology sector weights in US equity indices and towards longer-dated treasury bonds.