



Weekly Update

6/27/22

		<u>Last Week</u>	<u>YTD Returns</u>
Domestic Equities	S&P 500	6.46%	-17.31%
International Developed	MSCI EAFE	2.83%	-18.39%
Emerging Market	MSCI EM	0.80%	-16.95%
Fixed Income	Bloomberg US Agg Bond	0.61%	-10.94%

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

Markets continue to experience high levels of volatility. Last week's gains, while nice, only partially offset the losses of the prior week, as both stock and bond markets continue to face headwinds and high levels of uncertainty. Recent Fed actions have made it clear that their top priority is to combat inflation - both in the immediate, visible sense and to prevent higher inflation expectations from becoming embedded in the psyche of individuals. There is an increased risk that the Fed will ultimately overcorrect and negatively impact the economy. While fears of a recession remain, at a minimum, a meaningful slowdown seems fairly certain. However, we must remember that markets have already been reacting to this expectation. The arrival of the actual economic slowdown does not necessarily mean further market damage. While volatility is likely to persist, we do not expect the same level of selling over the remainder of the year.