



January 23, 2020

**Weekly Recap**

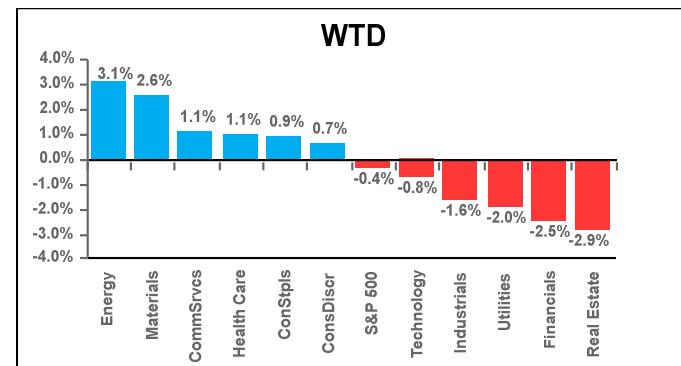
The week may have been shortened for Martin Luther King Jr. Day, but there was no shortage of news coming out of Washington. We began the week with the Trump Administration threatening 10%-25% tariffs on eight European countries to stronghold NATO allies into making a deal over Greenland. Markets were in risk off mode with the S&P 500 & Nasdaq sliding by -2.06% and -2.39%, respectfully on Tuesday, as the "sell America" agenda started to unfold. Just 24 hours later, President Trump backed off his threat to impose tariffs on NATO allies & announced a framework for a future deal involving Greenland without military force. This provided some much-needed relief for U.S. equities as the S&P 500 recorded its best day in two months posting gains of +1.16% following the tariff retreat. Economic data released later in the week further supported U.S. indices as consumer spending increased solidly in November and October by 0.5%, in-line with expectations. Employment data provided relief with continuing and initial Claims coming in below expectations. Continuing claims totaled 1.849 million, below consensus by 45,000 and a decrease of 26,000 from the prior week. While geopolitics caused volatility early in the week, strong retail activity and better than anticipated employment data buoyed markets with the S&P 500 finishing modestly down by -0.35% WTD.

**Key Points for Investors to Consider:**

- Geopolitical risks are causing increased volatility
- Equity markets closed lower for the second consecutive week
- The Fed's statement will be closely examined after its January meeting
- Several high-profile companies reported earnings that underwhelmed expectations



INDICES	Wk Close	Wk Net Change	% Change	Div Yield	YTD % Change	12 Mos % Change
DJII-USA	49,098.71	-260.62	-0.53	1.78	2.15	10.17
S&P 500	6,915.61	-24.40	-0.35	1.43	1.02	13.02
NASDAQ	23,501.24	-14.15	-0.06	0.89	1.12	17.19
S&P MidCap 400	3,486.72	-19.12	-0.55	2.15	5.49	6.35
EAFFE	99.97	0.44	0.44	3.04	4.10	26.88
Emerging Markets	72.40	1.48	2.09	2.67	7.71	36.27

**RUSSELL STYLE RETURNS**

WTD	Value	Blend	Growth	YTD	Value	Blend	Growth
Large	-0.23%	-0.35%	-0.49%	Large	3.87%	1.25%	-1.06%
Medium	-0.19%	-0.46%	-1.26%	Medium	4.91%	4.23%	1.94%
Small	0.13%	-0.36%	-0.77%	Small	7.95%	7.58%	7.35%

**COMING UP NEXT WEEK**

		Consensus	Prior
01/26	Durable Orders SA M/M (Preliminary)	(Nov)	1.0% <span style="color: red;">-2.2%</span>
01/27	Consumer Confidence	(Jan)	90.1 <span style="color: red;">89.1</span>
01/29	Unit Labor Costs SAAR Q/Q (Final)	(Q3)	<span style="color: red;">-2.0%</span> <span style="color: red;">-1.9%</span>
01/29	Productivity SAAR Q/Q (Final)	(Q3)	4.9% <span style="color: red;">4.9%</span>
01/29	Factory Orders SA M/M	(Nov)	0.45% <span style="color: red;">-1.3%</span>
01/30	PPI ex-Food & Energy SA M/M	(Dec)	0.30% <span style="color: red;">0.0%</span>
01/30	PPI SA M/M	(Dec)	0.30% <span style="color: red;">0.20%</span>
01/30	PPI NSA Y/Y	(Dec)	2.9% <span style="color: red;">3.0%</span>

Source: FactSet