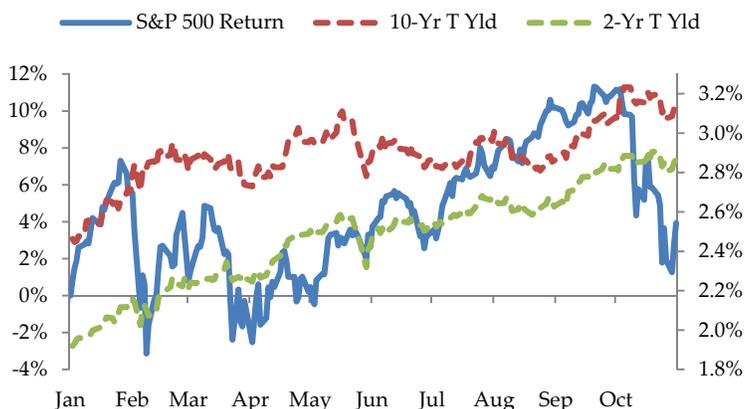




Market Update / *October 2018*

- **The 10-year yield hit 3.23% in early October, a level not seen since 2011. The 2-year yield continued to rise, topping out at 2.91%, the highest in 10 years.**
- **As much of the YTD gains in US equity markets were erased, the VIX doubled from early October lows. The markets ended the month with declining volatility and pairing back some of the losses.**



The equity sell off during October started as investors began to fear an overheating economy leading to inflation and higher fixed income yields. This quickly morphed full circle into fears over trade tariffs, equity multiple re-alignment from higher rates, and subsequent apprehension about slower economic growth.

Index Data as of October 31, 2018						
	Month	YTD	1 - Year	3 - Year	5 - Year	10 - Year
S&P 500	-6.8%	3.0%	7.3%	11.5%	11.3%	13.2%
Dow Jones	-5.0%	3.4%	9.9%	15.2%	12.8%	13.3%
NASDAQ	-9.2%	6.7%	9.7%	14.4%	14.6%	16.9%
Russell 2000	-10.9%	-0.6%	1.9%	10.7%	8.0%	12.4%
MSCI EAFE	-8.0%	-9.3%	-6.9%	3.6%	2.0%	6.9%
MSCI ACWI ex US	-8.1%	-11.0%	-8.2%	4.4%	1.6%	6.9%
MSCI ACWI	-7.5%	-4.0%	-0.5%	7.7%	6.1%	9.7%
MSCI Emerging Mkts	-8.7%	-15.7%	-12.5%	6.5%	0.8%	7.8%
B.B. Agg	-0.8%	-2.4%	-2.1%	1.0%	1.8%	3.9%
B.B. Global Agg	-1.1%	-3.5%	-2.0%	1.5%	0.3%	3.2%
B.B. EM Agg	-1.4%	-3.6%	-3.4%	4.0%	3.8%	9.6%
Blm. Commodities	-2.2%	-4.1%	-1.7%	-0.7%	-7.3%	-4.2%

Price Comparison		
	October 31, 2018	October 31, 2017
S&P 500	2,711.74	2,575.26
VIX	21.23	10.18
Oil (WTI Spot Price)	\$65.31	\$54.38
Natural Gas	\$3.26	\$2.90
Gold	\$1,215.00	\$1,270.50
Fed Funds Rate	2.25%	1.25%
Two-Year Treasury	2.87%	1.60%
Ten-Year Treasury	3.14%	2.38%
Thirty-Year Treasury	3.39%	2.88%
EUR/USD	1.13	1.16
USD/JPY	112.94	113.64
USD/DXY	97.13	94.55

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Data Source: Bloomberg

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