

RAYMOND JAMES

WEEKLY  
**MARKETSNAPSHOT**

CURRENT ECONOMIC OUTLOOK FOR TIMELY FINANCIAL PLANNING

**JUNE 28, 2019**

**Market Commentary**

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The economic data were mixed, but generally consistent with moderate growth in the near term. The estimate of 1Q19 GDP growth remained at 3.1%, but consumer spending growth for the first quarter was revised down, while business fixed investment was revised up. Monthly figures showed a sharp rebound in consumer spending growth in 2Q19, but that's not much of a stretch following a weak 1Q19 (the average for the first half of the year was moderate). The Conference Board's Consumer Confidence Index and the Chicago Business Barometer each fell, and both reports cited an impact from tariffs.

Investors continued to look beyond the economy data, turning somewhat optimistic that we'll see progress toward a U.S./China trade deal. Fed policy expectations for July were tempered (a 25-basis-point cut is fully factored in, but the odds of a 50-basis-point move have decreased).

Next week, we can expect financial market participants to react to the weekend's trade policy news. There are plenty of important economic data reports, although trading volumes may be thin around the Fourth of July holiday. There is always statistical noise in the monthly payroll figures, but seasonal adjustment is more difficult in June due to the end of the school year and the start of the summer travel season. Keep an eye on the Challenger Job Cut Report, which tracks announced corporate layoff intentions. These aren't actual layoffs, but they have been trending somewhat higher this year and could give an early indication of softer job market conditions. The Fed will release its semiannual Monetary Policy Report to Congress on Friday (ahead of Powell's testimony in the following week).

## Indices

	Last	Last Week	YTD return %
DJIA	26526.58	26753.17	13.71%
NASDAQ	7967.76	8051.34	20.08%
S&P 500	2924.92	2954.18	16.68%
MSCI EAFE	1913.83	1918.39	11.28%
Russell 2000	1546.55	1563.50	14.68%

## Consumer Money Rates

	Last	1 year ago
Prime Rate	5.50	5.00
Fed Funds	2.37	1.90
30-year mortgage	3.82	4.66

## Currencies

	Last	1 year ago
Dollars per British Pound	1.267	1.308
Dollars per Euro	1.137	1.157
Japanese Yen per Dollar	107.79	110.49
Canadian Dollars per Dollar	1.310	1.325
Mexican Peso per Dollar	19.126	19.717

## Commodities

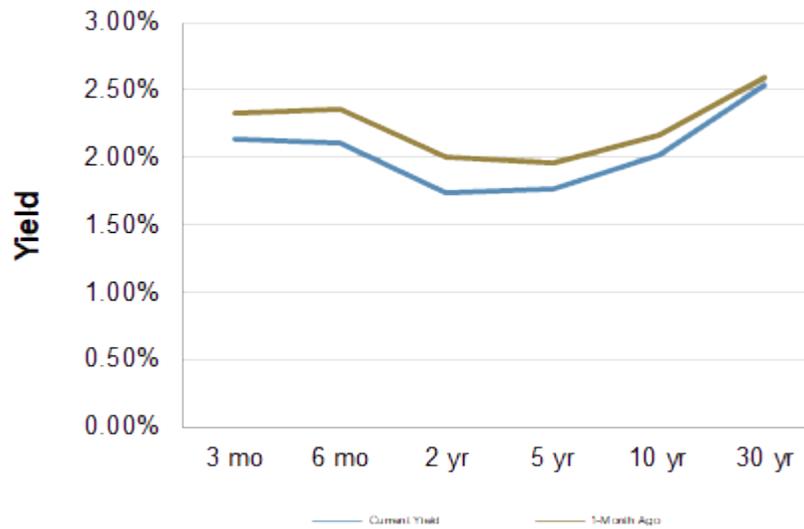
	Last	1 year ago
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Crude Oil	59.43	73.45
Gold	1412.00	1251.00

### Bond Rates

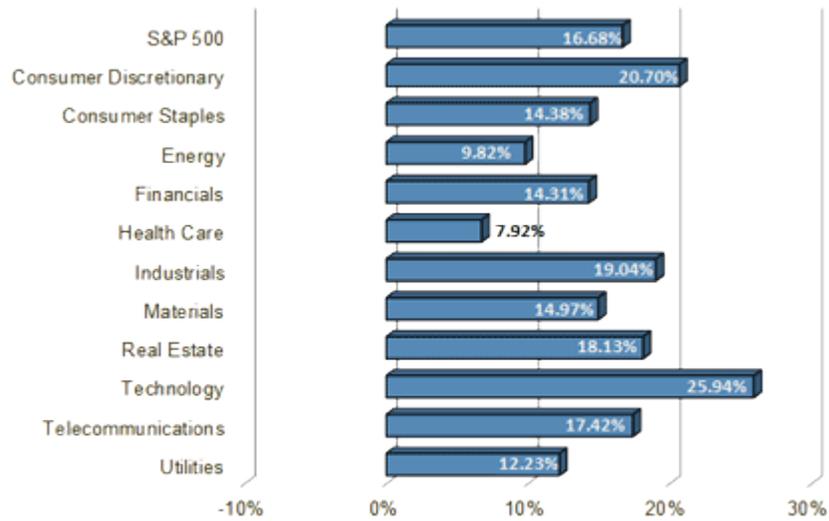
	Last	1 month ago
2-year treasury	1.74	2.00
10-year treasury	2.01	2.16
10-year municipal (TEY)	2.49	2.58

### Treasury Yield Curve – 06/28/2019



As of close of business 06/27/2019

### S&P Sector Performance (YTD) – 06/28/2019



As of close of business 06/27/2019

### Economic Calendar

- |               |   |                                      |
|---------------|---|--------------------------------------|
| <b>July 1</b> | — | ISM Manufacturing Index (June)       |
| <b>July 2</b> | — | Motor Vehicle Sales (June)           |
| <b>July 3</b> | — | Challenger Job Cut Report (June)     |
|               | — | ADP Payroll Estimate (June)          |
|               | — | Jobless Claims (week ending June 27) |
|               | — | Trade Balance (May)                  |
|               | — | Factory Orders (May)                 |
|               | — | ISM Non-Manufacturing Index (June)   |

- July 4** — Independence Day Holiday (markets closed)
  
- July 5** — Employment Report (June)
- Monetary Policy Report to Congress
  
- July 10** — Powell Monetary Policy Testimony (House Financial Services)
  
- July 31** — FOMC Policy Decision
  
- September 18** — FOMC Policy Decision

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The Dow Jones Industrial Average is an unmanaged index of 30 widely held stocks. The NASDAQ Composite Index is an unmanaged index of all common stocks listed on the NASDAQ National Stock Market. The S&P 500 is an unmanaged index of 500 widely held stocks. The MSCI EAFE (Europe, Australia, Far East) index is an unmanaged index that is generally considered representative of the international stock market. The Russell 2000 index is an unmanaged index of small cap securities which generally involve greater risks. An investment cannot be made directly in these indexes. The performance noted does not include fees or charges, which would reduce an investor's returns. U.S. government bonds and treasury bills are guaranteed by the US government and, if held to maturity, offer a fixed rate of return and guaranteed principal value. U.S. government bonds are issued and guaranteed as to the timely payment of principal and interest by the federal government. Treasury bills are certificates reflecting short-term (less than one year) obligations of the U.S. government.

Commodities trading is generally considered speculative because of the significant potential for investment loss. Markets for commodities are likely to be volatile and there may be sharp price fluctuations even during periods when prices overall are rising. Specific sector investing can be subject to different and greater risks than more diversified investments. Gross Domestic Product (GDP) is the annual total market value of all final goods and services produced domestically by the U.S. The federal funds rate ("Fed Funds") is the interest rate at which banks and credit unions lend reserve balances to other depository institutions overnight. The prime rate is the underlying index for most credit cards, home equity loans and lines of credit, auto loans, and personal loans. Material prepared by Raymond James for use by financial advisors. Data source: Bloomberg, as of close of business June 28, 2019.