

RAYMOND JAMES

WEEKLY MARKETSNAPSHOT

CURRENT ECONOMIC OUTLOOK FOR TIMELY FINANCIAL PLANNING

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Market Commentary

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Once again, the economic data reports were dominated by shifting trade policy perceptions, but this time things were flipped. It was the Chinese indicating a possible rollback of tariffs on both sides, sending the stock market higher. However, that was refuted by the White House the next day.

The ISM Non-Manufacturing improved in October, consistent with moderate growth in the overall economy in the near term. Unit motor vehicle sales fell in October. Productivity figures were poor (these data are quirky, but the underlying trend is disappointing, especially in manufacturing). The UM Consumer Sentiment Index was little changed. Consumers remain optimistic about the job market, while the impact of the impeachment inquiry is “virtually nonexistent” according to the report.

Next week, Fed Chairman Powell will testify twice on Capitol Hill, although his evaluation of the economic outlook is not expected to deviate much from what he said in his post-FOMC press conference. Moreover, said testimony will be overshadowed as the impeachment inquiry enters a more public phase. The important economic data will arrive on Friday. Retail sales are expected to be mixed and industrial production should further reflect the GM strike. In the Consumer Price Index (Wednesday), a modest increase in gasoline prices will be amplified by the seasonal adjustment (which anticipates lower gasoline prices in October). Core inflation should remain moderate.

Indices

	Last	Last Week	YTD return %
DJIA	27674.80	27046.23	18.64%

NASDAQ	8434.52	8292.36	27.12%
S&P 500	3085.18	3037.56	23.07%
MSCI EAFE	1981.56	1954.10	15.22%
Russell 2000	1593.99	1562.45	18.20%

Consumer Money Rates

	Last	1 year ago
Prime Rate	4.75	5.25
Fed Funds	1.54	2.18
30-year mortgage	3.85	5.05

Currencies

	Last	1 year ago
Dollars per British Pound	1.282	1.306
Dollars per Euro	1.105	1.136
Japanese Yen per Dollar	109.29	114.07
Canadian Dollars per Dollar	1.318	1.316
Mexican Peso per Dollar	19.150	20.197

Commodities

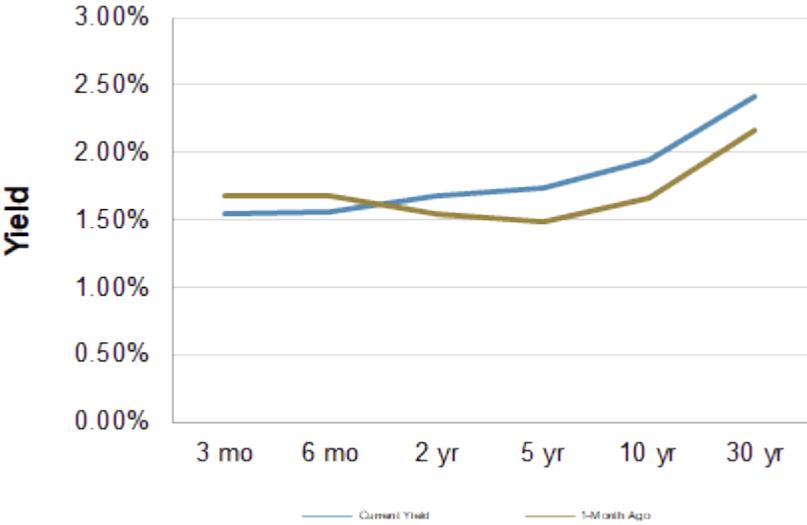
	Last	1 year ago
Crude Oil	56.89	60.67

Gold	1467.80	1225.10
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Bond Rates

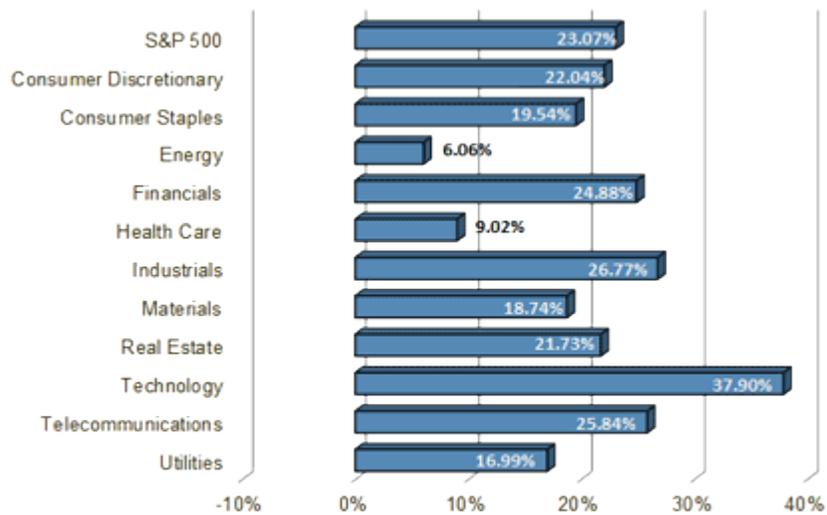
	Last	1 month ago
2-year treasury	1.67	1.54
10-year treasury	1.94	1.66
10-year municipal (TEY)	2.47	2.09

Treasury Yield Curve – 11/08/2019



As of close of business 11/07/2019

S&P Sector Performance (YTD) – 11/08/2019



As of close of business 11/07/2019

Economic Calendar

November 11	—	Veterans Day (bond market closed)
November 12	—	Small Business Optimism (October)
November 13	—	Consumer Price Index (October)
	—	Impeachment Hearing (open)
	—	Powell Testimony (Joint Economic Committee)
	—	Treasury Budget (October)
November 14	—	Jobless Claims (week ending November 9)
	—	Producer Price Index (October)

	—	Powell Testimony (House Budget Committee)
November 15	—	Import Prices (October)
	—	Retail Sales (October)
	—	Industrial Production (October)
November 19	—	Building Permits, Housing Starts (October)
November 20	—	FOMC Minutes (October 29-30)
November 21	—	Budget Deadline
November 28	—	Thanksgiving Holiday (markets closed)
December 11	—	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 November 7, 2019.