



WEEKLY MARKET WRAP

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The S&P 500 ended the week down as technology stocks sold off amid renewed concerns over U.S. trade policy and markets digested a weak payrolls report. Global equities fared a little better, but still posted negative total returns. Europe was the bright spot and posted positive total return. Fixed income moved in similar direction with both domestic and global markets posting negative total returns, while emerging markets showed positive total returns.

- Economic Data:** *Nonfarm payrolls* rose 103,000 in March, missing the consensus expected 185,000. The *unemployment* rate remained at 4.1%. *Average hourly earnings* rose 0.3% in March and are up 2.7% versus a year ago. The *trade deficit* in goods and services came in at \$57.6 billion in February, larger than the consensus expected \$56.8 billion. However, the good news is that the *total volume of trade* rose to a new record all-time high in February. The *ISM non-manufacturing index* declined to 58.8 in March, lagging the consensus expected 59.0, but still signaling expansion (above 50). Although a small decrease in the pace of growth, the first quarter had the highest average service sector reading since this ISM report began more than twenty years ago. The *prices paid index* increased to 61.5 from 61.0 in February. Euro area's March annual core HICP inflation, which is the European Central Bank's preferred measure of price inflation, was flat at +1.0%.
- Equity:** The S&P 500 ended this past week down 1.4%, despite the risk-off tone and elevated market volatility as technology stocks sold off amid renewed concerns over U.S. trade policy and markets digested a weak payrolls report. Volatility is back and the S&P 500 has moved more than one percent in nine out of the last 11 trading sessions. The best performing sectors for the week were the defensively viewed telecom and utilities, while the worst performing sectors were industrials and health care. In Asia, the TOPIX moved up 0.2% as markets appeared to recover from early week turbulence, and the Shanghai Composite was down 1.2% during a holiday-shortened week.
- Fixed Income:** U.S. Treasury Notes drifted higher, reversing the previous week's decline, and the 10-year finished the week at 2.77%. The Barclays Aggregate Index was down slightly and the credit-related sectors posted the strongest domestic returns with high yield leading the way. The Global Aggregate Index had the lowest total return for the week, dragged down by negative returns in the Asian Pacific region. Emerging markets posted the strongest return and was up 0.35%.

Index/Portfolio Returns	% Change Week	% Change QTD	% Change YTD
Barclays US Agg Bond TR	-0.05%	-0.05%	-1.51%
Barclays US Corp High Yield TR	0.29%	0.29%	-0.57%
Barclays Global Aggregate TR	-0.24%	-0.24%	1.12%
JPM EMBI Global TR	0.35%	0.35%	-1.44%
S&P 500 TR	-1.35%	-1.35%	-2.10%
Russell 3000 TR	-1.33%	-1.33%	-1.97%
Russell 2000 TR	-1.04%	-1.04%	-1.12%
NASDAQ Composite TR	-2.08%	-2.08%	0.46%
S&P Global BMI NR	-0.61%	-0.61%	-1.47%
MSCI EAFE NR	0.47%	0.47%	-1.07%
MSCI EAFE Small Cap NR	0.09%	0.09%	0.33%
MSCI Europe NR	0.97%	0.97%	-1.03%
MSCI EM NR	-0.73%	-0.73%	0.68%

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