



WEEKLY MARKET WRAP

REVIEW & PREVIEW

April 6, 2015

VOLUME 22, ISSUE 13

Stocks managed a modest rebound last week but the weaker than expected jobs report on Good Friday could add some volatility to this week's trading. The economic calendar is light, with the ISM Service Sector Report and Fed minutes the highlights. Earnings reports for the 1st quarter kick-off with Alcoa after the close on Wednesday, with reporting running through April.

- Economic Update:** Economic data tilted softer last week thanks to a much weaker than expected jobs report on Friday. Personal income rose 0.4%, and both consumer confidence and pending home sales rose slightly. Jobless claims fell again to 268K on the week. Regional manufacturing indexes declined again and the ISM Manufacturing Index slid to 51.5.
- Friday's Jobs Report:** The economy added just 126K jobs in March, far below expectations of 230K gain, and breaking the streak of 12-months of 200K job gains. *Some economists blamed weather again, but the decline in energy related jobs and a low response rate on the survey of 75% are likely to blame.*
- 1st Quarter Earnings:** Get ready for a mixed bag as 1st quarter profit reports are released in the coming weeks. Five S&P 500 industry sectors are now expected to report negative 1Q earnings growth, led by the sharp 60% decline in energy profits. Overall, S&P 500 profits are expected to decline by 3%.
- Domestic Oil Production Slows-Finally:** U.S. crude oil output fell last week for the first time since January. The decline could indicate the oil glut is finally easing.
- Trisha's Tidbit:** Starbucks announced that it will be doubling its free college tuition plan for employees to cover a full 4 years of college instead of 2, and will offer tuition reimbursement after every semester instead of after completing 21 credits. This program is in partnership with Arizona State University's online degree program, where the average tuition cost for 4 years is \$60,000, and is offered to all eligible full and part time employees. Starbucks will invest up to \$250 million or more to help at

<i>Index/Portfolio Returns</i>	<i>% Change Week</i>	<i>% Change QTD</i>	<i>% Change YTD</i>
Barclays Aggregate Bond	0.25	0.14	1.75
Barclays High Yield Bond	0.25	0.09	2.61
Barclays Glb Agg Bond	0.10	0.51	-1.42
JPM Emerging Mkts Bond	0.93	0.86	2.94
S&P Equity 500 Index	0.32	-0.03	0.92
Russell 3000 All Cap Index	0.45	0.00	1.80
Russell 2000 Small Cap Index	1.25	0.24	4.56
NASDAQ Composite	-0.06	-0.28	3.50
S&P Global BMI	0.73	0.67	3.44
MSCI EAFE Index	0.06	1.17	6.10
MSCI EAFE Small Cap	0.77	1.12	6.74
MSCI Emerging Markets	3.65	1.89	4.17

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