



# Two Minutes With Todd

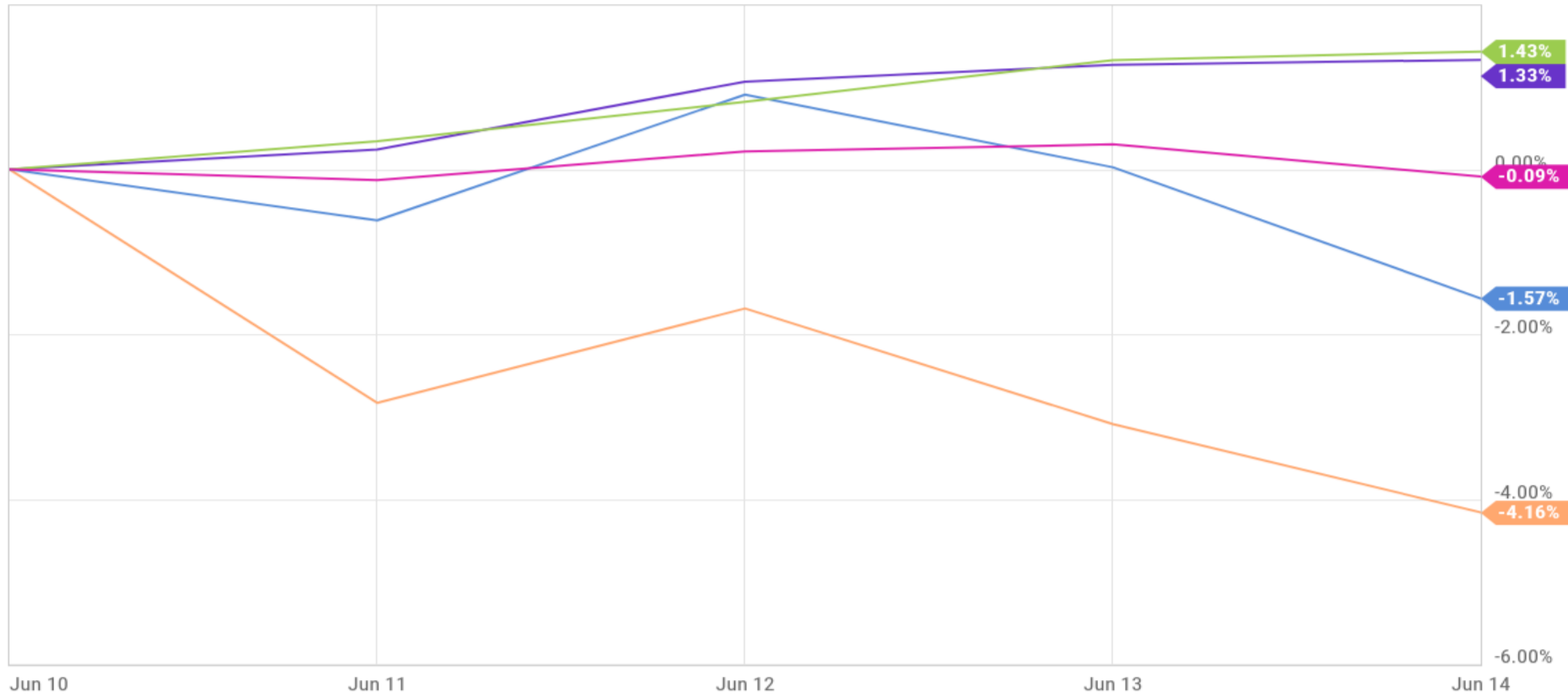
Supporting Charts + Commentary

June 17, 2024

# Last Week's Performance



	VAL
SPDR® S&P 500® ETF Trust Price % Change	1.33%
iShares MSCI EAFE ETF Price % Change	-4.16%
iShares Russell 2000 ETF Price % Change	-1.57%
iShares Core US Aggregate Bond ETF Price % Change	1.43%
Invesco DB Commodity Tracking Price % Change	-0.09%



US Total Mkt Bonds

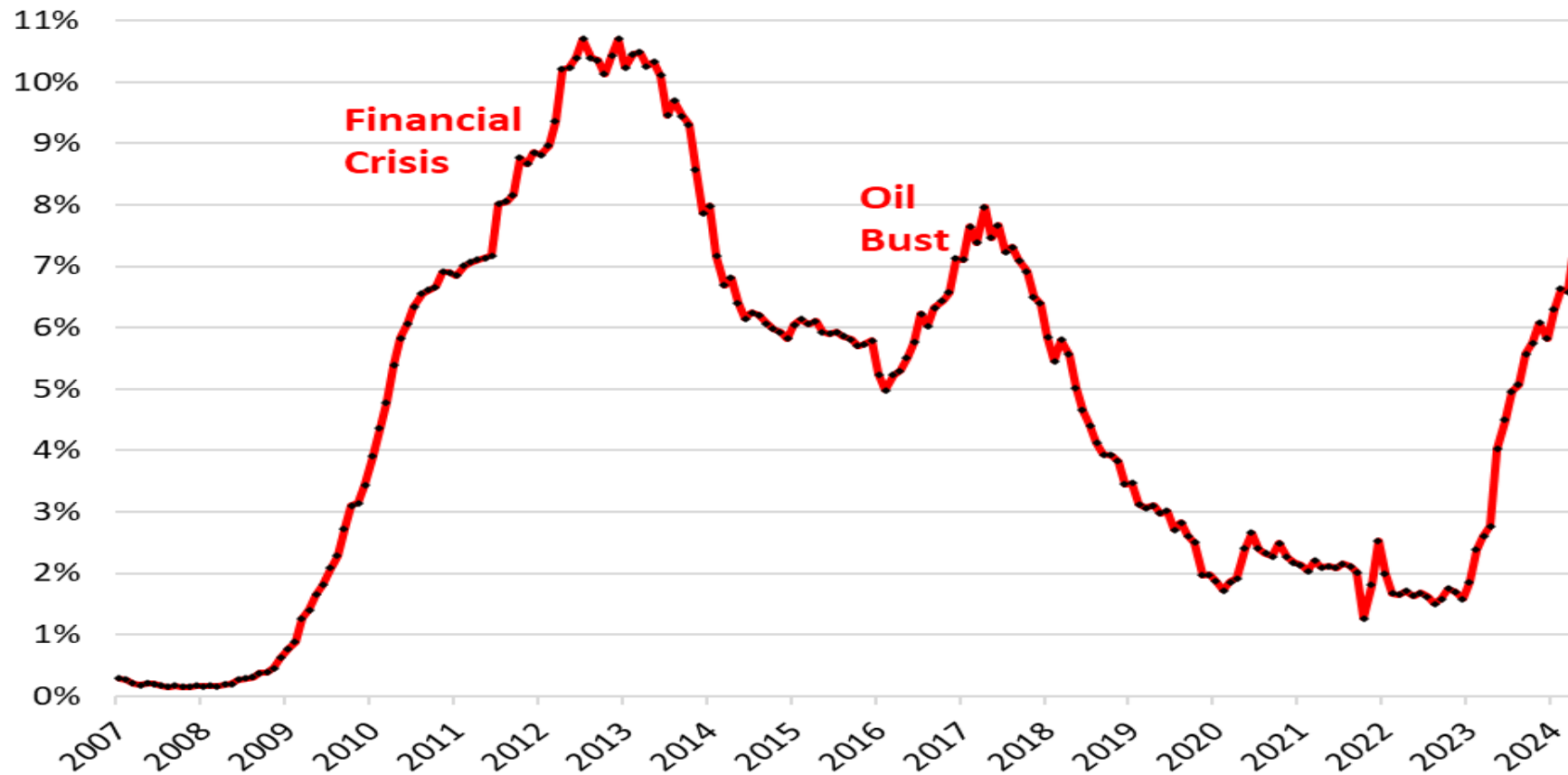
US Large Stocks

Commodities

US Small Company Stocks

International Developed Mkt Stocks

# Chart #1: Office Delinquency Rate Is Rising

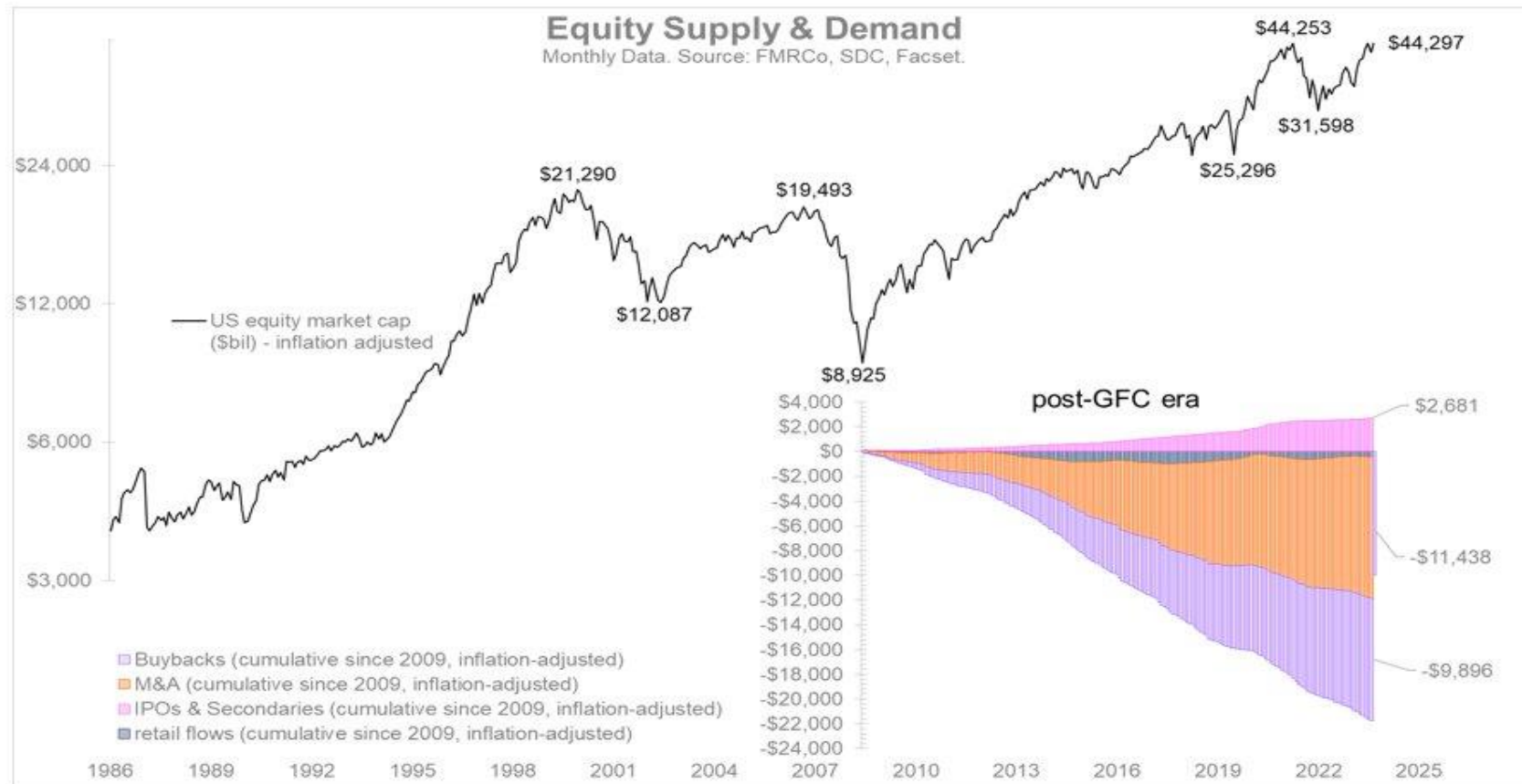


Source: Trepp

WOLFSTREET.com

While the S&P 500 continues to tread water around new all-time highs (ATH), commercial real estate remains in a state of fluidity. With low transaction volumes and sponsors less willing to sell into challenging conditions, price discovery can be hindered. All this to say, CRE could be close to finding it's ultimate bottom soon as transactions that are occurring have been at distressed levels. These types of sales, ultimately, would allow for a clearer price discovery to occur.

# Chart #2: Equity Supply/Demand



Data source: FMRCo, Bloomberg, Haver Analytics, FactSet. Data as of 06/02/2024. Past performance is no guarantee of future results.



Another way to look at the last 16 years of performance in the S&P 500 is through the lens of supply and demand for stocks. As the chart above shows, supply (IPO activity of \$2.7tn) has been dwarfed by massive demand coming from both merger & acquisitions (\$11.4 tln) and company buybacks (\$9.8 tln). The take-away is that the US stock market is well-supported from the corporate sector.

# Appendix

# Correction / Recession Indicators



Market Price Indicators		
Commodities Trend (50 Day Moving Average) <sup>1</sup>	Advancing	
S&P 500 Trend (200 Day Moving Average) <sup>1</sup>	Above	
High Yield Credit Spreads (579 bps ave) <sup>2</sup>	320	
BBB Credit Spreads (172 bps ave) <sup>2</sup>	113	
Yield Curve 10yr - 3M (175 bps ave) <sup>2</sup>	-131	
Yield Curve 10yr -2yr <sup>2</sup>	-47	
NYSE Advance/Decline Line (month/month) <sup>1</sup>	Advancing	

Economic Indicators		
Continued Unemployment Claims (mln) <sup>2</sup>	1,714	
GDP Nowcast (1.5-2.5% ave) <sup>5</sup>	3.1%	
Case-Schiller 20 Mkt HPI (y/y) <sup>6</sup>	7.37%	
US ISM Manufacturing (>50= expansion) <sup>2</sup>	48.7	
US ISM Services (>50= expansion) <sup>2</sup>	53.8	
Headline Consumer Price Index (y/y) <sup>2</sup>	3.36%	
Leading Economic Index (m/m) <sup>2</sup>	-0.6%	

Sentiment Indicators		
CNN Fear/Greed Index <sup>3</sup>	Fear	
AII % Bulls Sentiment (39% ave) <sup>4</sup>	44.6%	
Volatility Index (13-19 ave) <sup>1</sup>	13.1	
CBOE Total Put/Call Ratio (range = 0.9 to 1.1) <sup>1</sup>	0.93	
% S&P 500 Above the 200 Day Moving Average (40-60 ave) <sup>1</sup>	67%	
Total Positive	6 / 19	
Total Negative	7 / 19	

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