

Weekly Market & Economic Highlights



May 13, 2024

The Week's Highlights

Preliminary May Michigan consumer sentiment (chart below) at 67.4, well below 76.9 consensus and April's final 77.2. Big drop in both current conditions and expectations components. Year-ahead inflation expectations up to 3.5% from prior 3.2%. Release noted worries of inflation, unemployment, and interest rates may all move in an unfavorable direction. The report follows a similarly weaker April consumer confidence report last week.

The April edition of the Fed's Senior Loan Officer Opinion Survey (SLOOS) noted a moderate net share of banks tightened standards on commercial and industrial (C&I) loans, but less than in the Q4 survey. Release noted those banks tightening cited more uncertain economic outlook, reduced tolerance for risk, or worsening industry-specific issues. Also, many banks reported weaker demand for C&I loans from firms of all sizes (noted decreased need for M&A funding), including a decline in inquiries about increases in existing credit lines. In commercial real estate (CRE) lending, significant shares of banks reported tightening standards for all types of CRE loans; tightening was more widely reported by smaller banks. CRE demand improved in the quarter. Banks also reported weaker demand for all residential real estate (RRE) loans as well as auto and credit-card loans.

Chart of the Week – UM Consumer Sentiment Prelim. - US



Equities	Last	Total Returns (%)				Index Characteristics				
		1 Week	MTD	YTD	1 YR	% of 52 Wk High	P/B	P/E	NTM P/E	Div. Yld.
Dow Jones Industrial Average	39,513	2.20	4.53	5.48	20.33	99.06%	5.16	23.22	18.63	1.84
S&P 500	5,223	1.89	3.77	10.03	28.21	99.20%	4.78	24.98	20.64	1.37
NASDAQ COMPOSITE	16,341	1.17	4.40	9.12	33.91	98.80%	6.35	39.04	27.06	0.73
Russell 2000 Index	2,060	1.21	4.39	2.07	18.84	96.46%	1.85	37.25	24.98	1.48
Russell Growth Index	3,388	1.61	4.32	11.30	36.44	98.72%	12.44	34.66	26.68	0.70
Russell Value Index	1,740	2.16	3.12	7.59	19.52	98.33%	2.55	18.94	16.10	2.16
MSCI EAFE Index	2,346	1.80	3.16	6.63	13.35	99.03%	1.87	15.55	14.65	2.99
MSCI Emerging Markets Index	1,072	0.99	2.57	5.53	12.69	99.82%	1.69	15.44	12.33	2.71

Fixed Income	Last	Total Returns (%)			
		1 Week	MTD	YTD	1 YR
U.S. Aggregate Bond Index	2,120	0.09	1.36	-1.97	-0.05
U.S. Treasury Index	2,228	0.07	1.12	-2.18	-1.73
U.S. Corporate Index	3,169	0.02	1.34	-1.63	3.03
U.S. MBS Index	2,082	0.20	1.85	-2.26	-0.61
U.S. Municipal Bond Index	1,315	0.48	1.08	-0.55	2.76
U.S. High Yield Index	2,516	-0.02	0.93	1.46	10.36
Emerging Markets USD Index	1,185	0.46	1.33	1.19	7.63

Alternative Assets	Last	Total Returns (%)			
		1 Week	MTD	YTD	1 YR
LBMA Gold Price PM USD	2,372.5	3.40	2.84	14.15	16.46
LBMA Silver Price/USD Index	28.6	8.08	7.45	20.39	12.23
Bloomberg Commodity Index	102.8	1.43	1.09	4.20	0.05
Alerian MLP Index	280.8	0.77	1.70	14.34	39.43
Dow Jones Equity REIT Total Return Index	2,344.3	1.85	4.29	-5.24	3.81
S&P 500 Real Estate Index	236.8	2.07	4.47	-4.93	4.72

Currencies	Current	12/29/23	12/30/22	12/31/21
	Exchange Rate			
\$ per €	1.08	1.10	1.07	1.14
\$ per £	1.25	1.27	1.21	1.35
¥ per \$	155.78	141.04	131.12	115.08

Commodities	Price (\$)			
	Current	12/29/23	12/30/22	12/31/21
Oil WTI	78.26	71.65	80.26	75.21
Natural Gas	2.25	2.51	4.48	3.73
Gold	2,360.50	2,062.98	1,824.02	1,829.20

Interest Rates	Rate (%)			
	Current	12/29/23	12/30/22	12/31/21
Fed Funds Target	5.50	5.50	4.50	0.25
2 year Treasury	4.87	4.25	4.43	0.73
10 year Treasury	4.50	3.88	3.88	1.51
15 year Mortgage	5.83	5.27	5.17	1.86
30 year Mortgage	6.52	5.97	6.00	2.63
Prime Rate	8.50	8.50	7.50	3.25
SOFR	5.31	5.38	4.30	0.05

Source: Bloomberg Finance L.P. & FactSet as of May 10, 2024

Investments: Not A Deposit | Not Guaranteed By The Bank Or Its Affiliates | Not FDIC Insured | Not Insured By Any Federal Government Agency | May Go Down In Value

First Horizon Advisors is the trade name for wealth management products and services provided by First Horizon Bank and its affiliates. Trust services and financial planning provided by First Horizon Bank. First Horizon Advisors does not offer tax or legal advice. You should consult your personal tax and/or legal advisor concerning your individual situation.

Information presented is as of the close of business for the noted date, compiled from third party sources and believed to be reliable. However, we do not warrant its accuracy or completeness. We use this information for illustrative purposes only and it does not represent the performance of any particular investment. This information does not constitute and should not be construed as investment advice or recommendations with respect to the securities or sectors listed.

Historical performance results for investment indexes and/or categories, generally do not reflect the deduction of transaction and/or custodial charges or the deduction of an investment-management fee, the incurrence of which would have the effect of decreasing historical performance results. There are no assurances that an investor's portfolio will match or outperform any particular benchmark. Asset allocation and diversification do not ensure or guarantee better performance and cannot eliminate the risk of investment losses. Indexes are unmanaged. You cannot invest directly in an index.

Presentation is prepared by: First Horizon Advisors