

Weekly Market & Economic Highlights



June 3, 2024

The Week's Highlights

April core PCE (Personal Consumption Expenditure) increased 0.25%, in line with expectations and below March's 0.33% rise. Headline PCE increased 0.26%, near consensus of 0.30% and last month's 0.34% rise. Core PCE inflation rose 2.80% year/year, in-line with consensus. Headline PCE at 2.70% year/year.

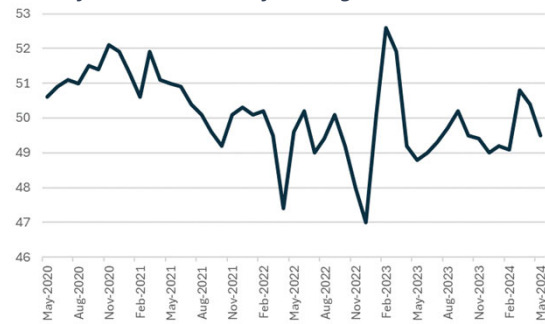
April personal spending increased 0.20%, below consensus 0.30% and March's 0.70% rise. Personal income was in-line at 0.30%. Food prices decreased 0.20% and energy prices increased 1.20%.

China's official manufacturing PMI (Purchasing Managers Index) was 49.5 in May (in contraction below 50), notably below expectations of 50.5 and April's 50.4. Chart included below.

Production growth slowed, while new orders and exports contracted. Inflation metrics strengthened with input price gains accelerating. Employment extended recent decline.

Second preliminary read of Q1 GDP (Gross Domestic Product) revised down to 1.3%, weaker than consensus and prior 1.6%. Q1 PCE price index increased 3.3% (revised down 0.1%), slightly below expectations. Report noted deceleration in real GDP in Q1 primarily reflected slowdown in consumer spending, exports, and government spending.

Chart of the Week – Manufacturing PMI - China



Equities	Last	Total Returns (%)			
		1 Week	MTD	YTD	1 YR
Dow Jones Industrial Average	38,686	-0.88	2.58	3.52	19.97
S&P 500	5,278	-0.49	4.96	11.30	28.17
NASDAQ COMPOSITE	16,735	-1.09	6.98	11.83	30.43
Russell 2000 Index	2,070	0.04	5.01	2.68	20.08
Russell Growth Index	3,440	-1.18	5.99	13.07	33.60
Russell Value Index	1,738	0.20	3.17	7.64	21.68
MSCI EAFE Index	2,356	-0.04	3.98	7.49	19.21
MSCI Emerging Markets Index	1,049	-3.09	0.59	3.50	12.76

Fixed Income	Last	1 Week	MTD	YTD	1 YR
U.S. Treasury Index	2,235	0.02	1.46	-1.85	-0.22
U.S. Corporate Index	3,185	0.09	1.87	-1.12	4.40
U.S. MBS Index	2,085	0.00	2.00	-2.12	0.50
U.S. Municipal Bond Index	1,297	-0.45	-0.29	-1.91	2.67
U.S. High Yield Index	2,520	-0.01	1.10	1.63	11.24
Emerging Markets USD Index	1,190	0.05	1.72	1.58	8.87

Alternative Assets	Last	1 Week	MTD	YTD	1 YR
LBMA Silver Price/USD Index	31.3	2.21	17.30	31.42	34.44
Bloomberg Commodity Index	103.0	-1.94	1.30	4.41	5.13
Alerian MLP Index	276.4	0.77	0.12	12.55	35.09
Dow Jones Equity REIT Total Return Index	2,367.3	2.06	5.31	-4.31	8.88
S&P 500 Real Estate Index	238.0	1.82	5.08	-4.37	9.30

Index Characteristics	% of 52 Wk High	P/B	P/E	NTM P/E	Div. Yld.
98.79%	4.79	24.62	20.66	1.36	
98.25%	6.46	40.48	27.29	0.72	
96.94%	2.09	37.65	24.43	1.47	
98.23%	12.32	33.11	26.68	0.69	
98.24%	2.56	18.99	16.03	2.17	
98.42%	1.91	16.12	14.59	3.02	
95.04%	1.68	14.97	11.89	2.77	

Currencies	Current	12/29/23	12/30/22	12/31/21
	Exchange Rate			
\$ per €	1.08	1.10	1.07	1.14
\$ per £	1.27	1.27	1.21	1.35
¥ per \$	157.31	141.04	131.12	115.08

Commodities	Price (\$)			
	Oil WTI	76.99	71.65	80.26
Natural Gas	2.59	2.51	4.48	3.73
Gold	2,327.33	2,062.98	1,824.02	1,829.20

Interest Rates	Rate (%)			
	Fed Funds Target	5.50	5.50	4.50
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	6.01	5.27	5.17	1.86
30 year Mortgage	6.58	5.97	6.00	2.63
Prime Rate	8.50	8.50	7.50	3.25
SOFR	5.34	5.38	4.30	0.05

Source: Bloomberg Finance L.P. & FactSet as of May 31, 2024

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Presentation is prepared by: First Horizon Advisors