

Weekly Market & Economic Highlights



September 3, 2024

The Week's Highlights

July core PCE (Personal Consumption Expenditure) increased 0.2%, in line with consensus and unchanged from June. Core PCE increased 2.6% on an annualized basis, slightly below 2.7% consensus and unchanged from June. Headline PCE rose 0.2%, in line with consensus and up from June's 0.1%. Annualized headline up 2.5%, unchanged from June and slightly below 2.6% consensus. The 3-month annualized pace of 1.98% is now below the Fed's 2% target. July personal spending rose 0.5%, above 0.3% consensus. Personal income at 0.3%, slightly ahead of 0.2% consensus. Prices for goods decreased by less than 0.1% and prices for services increased 0.2%.

Second preliminary read of Q2 GDP (Gross Domestic Product) grew at rate of 3.0%, stronger than consensus and first reading of 2.8%. Higher read driven by increases in consumer spending, private inventory investment, and nonresidential fixed investment. Consumption revised up to 2.9%. Q2 PCE price index increased 2.5%, a downward revision of 0.1%.

July pending homes sales fell 5.5% versus consensus for a 0.5% rise and prior month's 4.8% gain. All four regions posted monthly losses in transactions.

Chart of the Week – Michigan Sentiment (Final) - US



Equities	Last	Total Returns (%)			
		1 Week	MTD	YTD	1 YR
Dow Jones Industrial Average	41,563	1.07	2.03	11.75	21.50
S&P 500	5,648	0.27	2.43	19.52	26.95
NASDAQ COMPOSITE	17,714	-0.91	0.74	18.58	27.36
Russell 2000 Index	2,218	-0.01	-1.50	10.38	18.25
Russell Growth Index	3,679	-0.68	2.08	21.12	30.92
Russell Value Index	1,848	1.32	2.68	15.08	20.71
MSCI EAFE Index	2,453	0.61	3.27	12.47	19.66
MSCI Emerging Markets Index	1,100	-0.05	1.64	9.80	14.53

Fixed Income	Last	Total Returns (%)			
		1 Week	MTD	YTD	1 YR
U.S. Aggregate Bond Index	2,228	-0.51	1.44	3.07	7.47
U.S. Treasury Index	2,336	-0.50	1.28	2.60	6.19
U.S. Corporate Index	3,333	-0.59	1.57	3.49	9.47
U.S. MBS Index	2,200	-0.50	1.61	3.27	7.64
U.S. Municipal Bond Index	1,339	0.01	0.79	1.30	6.19
U.S. High Yield Index	2,636	0.20	1.63	6.28	12.64
Emerging Markets USD Index	1,245	0.03	2.10	6.29	12.36

Alternative Assets	Last	Total Returns (%)			
		1 Week	MTD	YTD	1 YR
LBMA Gold Price PM USD	2,513.4	0.09	3.59	20.93	29.05
LBMA Silver Price/USD Index	29.5	0.12	3.19	23.88	19.70
Bloomberg Commodity Index	96.1	-0.38	-0.38	-2.59	-9.46
Alerian MLP Index	286.5	1.08	0.31	18.66	28.25
Dow Jones Equity REIT Total Return Index	2,739.6	0.56	5.62	10.73	20.57
S&P 500 Real Estate Index	272.9	0.36	5.79	10.65	21.07

Index Characteristics	% of 52 Wk High	P/B	P/E	NTM P/E	Div. Yld.
99.62%	5.02	25.70	21.46	1.30	
94.87%	6.72	49.73	27.20	0.75	
96.42%	2.22	41.97	26.67	1.42	
95.48%	12.72	33.90	27.84	0.60	
99.95%	2.67	20.08	17.07	2.03	
99.55%	2.02	16.92	14.46	3.02	
97.58%	1.80	15.28	11.77	2.66	

Currencies	Current	12/29/23	12/30/22	12/31/21
	Exchange Rate			
\$ per €	1.10	1.10	1.07	1.14
\$ per £	1.31	1.27	1.21	1.35
¥ per \$	146.17	141.04	131.12	115.08

Commodities	Price (\$)			
	Oil WTI	73.55	71.65	80.26
Natural Gas	2.13	2.51	4.48	3.73
Gold	2,503.39	2,062.98	1,824.02	1,829.20

Interest Rates	Rate (%)			
	Fed Funds Target	5.50	5.50	4.50
2 year Treasury	3.92	4.25	4.43	0.73
10 year Treasury	3.90	3.88	3.88	1.51
15 year Mortgage	5.51	5.93	5.68	2.44
30 year Mortgage	6.35	6.61	6.42	3.23
Prime Rate	8.50	8.50	7.50	3.25
SOFR	5.32	5.38	4.30	0.05

Source: Bloomberg Finance L.P. & FactSet as of August 30, 2024

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Presentation is prepared by: First Horizon Advisors