

JULY 17, 2023

# Weekly Wire

## Now That Was a Fun Week

By Rusty Vanneman, CMT, CFA, BFA™

Last week was a fun week in the markets. One catalyst was that [inflation](#) continues to fall, with some of the best inflation readings in a few years. In addition, some of the [early corporate earnings reports](#) for the second quarter came in much better than expected. Stronger [economic growth](#) is also expected. In the end, the global equity market was up about 3.5% for the week. Nearly all major asset classes were higher, with the one notable exception being the U.S. dollar which was down by over 2%. In turn, given the dollar weakness, while the U.S. market was up over by 2%, international markets were up nearly 5%.

The dollar is now down nearly 8% over the last 12 months, while non-US stocks are now up nearly 21% over the last year, just like the S&P 500. What might surprise some is that while US growth stocks have been on a tear, and indeed a 23%+ return over the last year proves that, developed international stocks (as defined by the EAFE index) are now up nearly 27% over the same time frame. It's all a bit stunning to think how strong returns have been given how persistently negative [investor sentiment](#) was up until a month ago and how recession fears dominated. This all said, so what, now what? Well, last week was fun, but it would be reasonable for the stock market to take a breather. From a [seasonal](#) perspective, we just finished what is typically one of the stronger times of year for market gains. Also, in the technical parlance, the market is ["overbought"](#). A pause to refresh would be healthy for the market.

If you have any questions or comments, please let me know: [Rusty@Orion.com](mailto:Rusty@Orion.com). Enjoy the week!

**Stay invested. Stay diversified. Stay disciplined.**

Interest Rates as of July 14, 2023		
Rate	This Week	1 Wk Δ%
13-Wk Treasury Yield	5.22%	0.01%
10-Yr Treasury Yield	3.82%	-0.23%
Bloomberg US Agg Yield	4.88%	-0.21%
Avg Money Mkt Yield	4.95%	0.01%
Avg 30-Yr Mortgage Rate	7.25%	0.04%

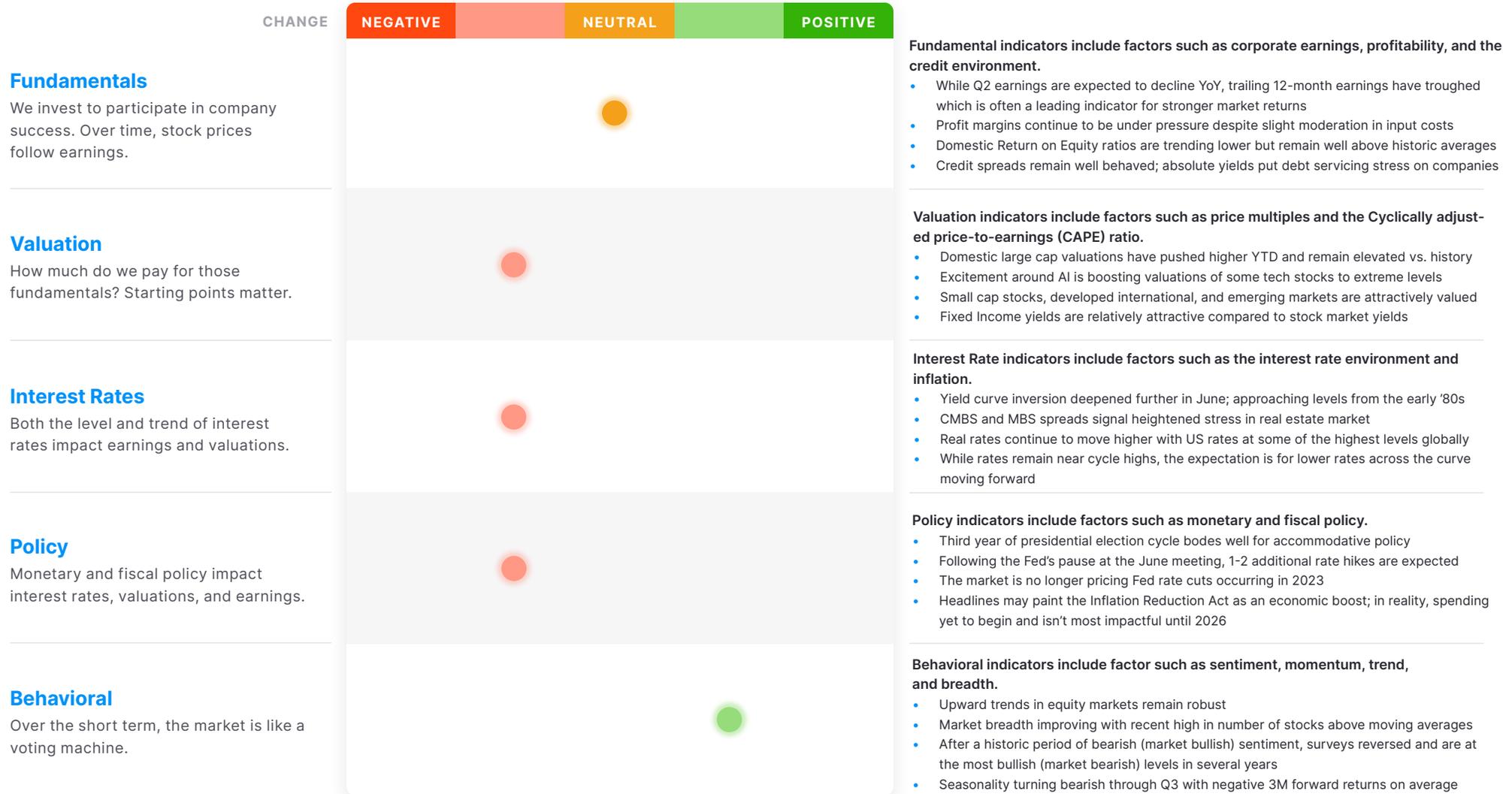
Key Economic Data This Week		
Data Point	Expectation	Release Date
US Retail Sales	0.5%	7/18/2023
Housing Starts	1.48M	7/19/2023
Existing Home Sales	4.24M	7/20/2023
US Leading Economic Indicators	-0.6%	7/20/2023

Key Economic Data Last Week		
Data Point	Expectation	Actual
Consumer Credit	\$21.5B	\$7.2B
Consumer Price Index (CPI) YoY	3.1%	3.0%
Core CPI YoY	5.0%	4.8%
Producer Price Index (PPI) YoY	-	0.1%
Core PPI YoY	-	2.6%

Stocks, Bonds, Alternatives, & Real Assets as of July 14, 2023						
Security Name	Risk Score*	1 Wk Δ%	1 Mo Δ%	QTD Δ%	YTD Δ%	12 Mo Δ%
Global Equities (60% US, 40% Intl)	100	3.42%	2.72%	2.12%	16.07%	21.07%
S&P 500 Total Return	110	2.44%	3.15%	1.30%	18.41%	20.91%
Morningstar US Large Cap	110	2.51%	2.96%	1.24%	20.74%	21.98%
Morningstar US Mid Cap	122	2.77%	4.43%	2.08%	10.77%	17.25%
Morningstar US Small Cap	128	3.32%	4.29%	2.41%	13.44%	18.42%
Morningstar US Value	98	1.53%	1.94%	0.54%	4.61%	13.83%
Morningstar US Growth	146	3.59%	4.14%	2.19%	30.96%	23.43%
MSCI ACWI Ex USA	88	4.77%	1.81%	3.05%	13.21%	20.87%
MSCI EAFE	94	4.87%	1.59%	2.73%	15.19%	26.83%
MSCI EM	86	4.96%	2.15%	4.33%	9.65%	10.10%
Bloomberg US Agg Bond Index	35	1.51%	0.44%	0.20%	2.29%	-1.03%
Bloomberg Commodity Index	94	2.74%	3.73%	3.28%	-4.76%	-2.26%
Wilshire Liquid Alternative Index	23	0.88%	0.76%	0.46%	3.07%	3.31%
US Dollar	42	-2.31%	-2.95%	-2.91%	-3.49%	-7.95%
Bloomberg US Treasury Bill 1-3mo	1	0.10%	0.41%	0.20%	2.53%	3.92%

\*The Orion Risk Score represents risk relative to the global equity market. \*\*As of 07/06/2023. Table Sources: Morningstar, Yahoo Finance, S&P Global, Crane Data, BankRate, MarketWatch, First Trust.

# Brinker Capital Five Factor Market Barometer



# Disclosures



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Source: Brinker Capital. Information is accurate as of April 12, 2023. Themes and specific funds utilized to implement themes are discussed within the context of Brinker Capital's managed asset allocations and are based on current market conditions and constitute Brinker Capital's judgment and opinions, which are subject to change without notice. Past performance does not guarantee future results. Statements referring to future actions or events, such as the future financial performance of certain asset classes or market segments, are based on the current expectations and projections about future events provided by various sources, including Brinker Capital's Investment Management Group. These statements are not guarantees of future performance and actual events may differ materially from those discussed. Orion Portfolio Solutions, LLC d/b/a Brinker Capital Investments a registered investment advisor.