

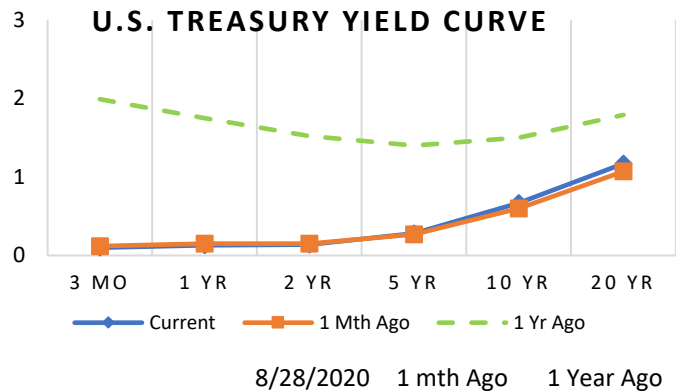
## Economic & Market Developments

- New home sales increased 13.9% in July from the previous month, crushing market expectations of 1.3% growth. This translated to an annual rate of 901 thousand, which is the highest reading since December of 2006.
- Durable goods orders also came in strong at 11.2% monthly growth, compared to expectations of 4.3%.
- Weekly Initial Jobless Claims were 1.006 million, continuing its downward trend but still elevated by historical standards.
- Continuing Jobless Claims decreased 309,000 to 14.535 million.
- The University of Michigan's Consumer Sentiment Index improved to 74.1 in the August survey, up from 72.5 in July, but still well below the pre-pandemic peak of 101.

Total Returns (%)	1-WK	YTD	1-Year
<b>Equity</b>			
DJIA	2.64	2.03	12.74
S&P 500	3.29	9.97	23.86
NASDAQ	3.82	38.24	59.64
MSCI World (ex-US)	2.03	-2.15	10.95
MSCI EAFE	1.69	-4.25	7.86
MSCI EM	2.76	2.52	19.31
<b>Fixed Income</b>			
BBG BARC US Agg Bond	-0.51	6.60	6.12
BBG BARC US Agg 1-5 yr	0.05	4.02	4.53
BBG BARC High Yield 1-5 yr	0.70	-0.91	1.28
BBG BARC Muni	-0.20	3.42	3.31
TIPS	0.34	9.00	8.09

	P/E	P/E	Dividend
	Forward	Trailing	Yield (%)
	12M	12M	

<b>Global Equity Valuations</b>			
S&P 500	21.20	21.60	2.00
World ex-US	15.80	16.00	2.80
Emerging Markets	17.00	14.90	2.40

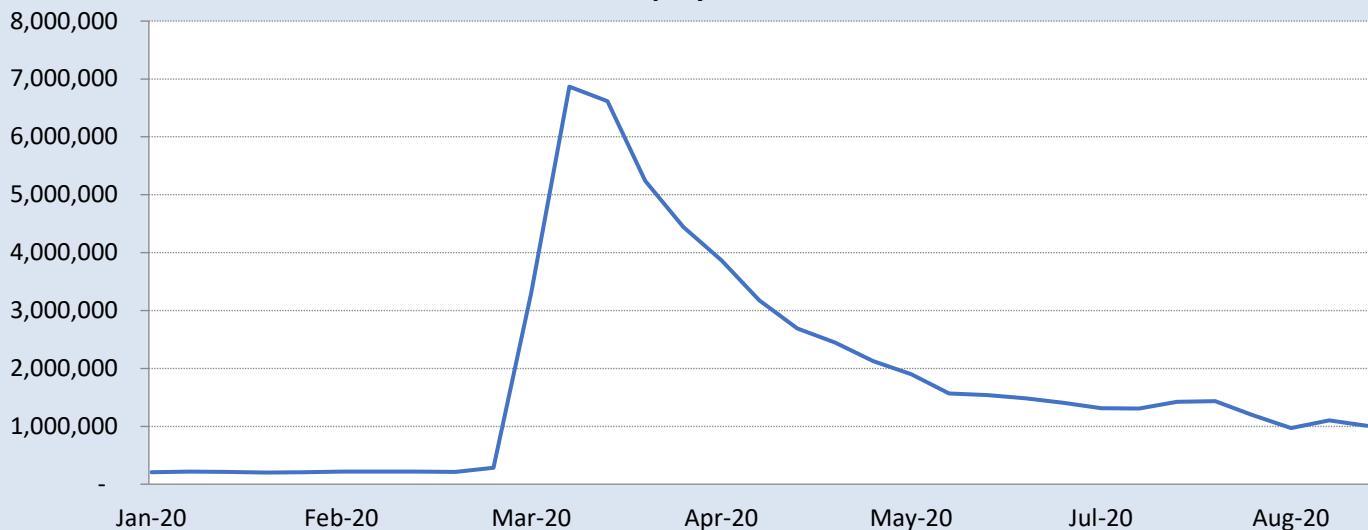


<b>Interest Rates (%)</b>			
Fed Funds Target	0.25	0.25	2.25
6-Month US Trsy	0.12	0.12	1.9
2-Year US Trsy	0.15	0.13	1.52
10-Year US Trsy	0.69	0.58	1.50
ICE BofA AAA	1.57	1.43	2.34
ICE BofA HY	5.42	5.51	5.63

<b>Mortgage Rates</b>			
15 Year Mortgage	2.46	2.51	3.06
30 Year Mortgage	2.91	2.99	3.58

## Chart of the Week

### Initial Unemployment Claims



Source: U.S. Employment and Training Administration/FRED

### **Disclosures**

Bank of Ann Arbor is not affiliated with any of the sources referenced in this report. The information contained herein is proprietary (to Morningstar, The Northern Trust Company, and Koyfin) and shared with permission, or, publicly available through the Federal Reserve Bank of St Louis. Information contained within is not warranted by Bank of Ann Arbor. Bank of Ann Arbor is not responsible for any losses arising from use of this information. Investments are not insured by the FDIC and are not guaranteed by Bank of Ann Arbor. Investments may lose value. Investments can be subject to the volatility of the financial markets in the U.S. and abroad. Performance results are subject to market conditions. Past Performance is not a guarantee of future results.