

Stock Index Performance

Index	Week	YTD	12-mo.	2017	5-yr.
Dow Jones Industrial Avg. (25,803)	2.02%	4.44%	32.85%	28.11%	16.67%
S&P 500 (2,786)	1.61%	4.28%	25.18%	21.82%	15.98%
NASDAQ 100 (6,758)	1.58%	5.69%	35.57%	32.99%	21.21%
S&P 500 Growth	1.51%	4.81%	30.74%	27.43%	17.34%
S&P 500 Value	1.72%	3.73%	18.79%	15.35%	14.29%
S&P MidCap 400 Growth	1.62%	4.11%	23.33%	19.91%	14.96%
S&P MidCap 400 Value	1.49%	2.78%	14.33%	12.30%	14.62%
S&P SmallCap 600 Growth	1.97%	3.43%	19.11%	14.71%	16.27%
S&P SmallCap 600 Value	2.28%	3.67%	16.31%	11.43%	15.64%
MSCI EAFE	1.20%	3.68%	26.75%	25.03%	7.99%
MSCI World (ex US)	0.90%	3.67%	28.37%	27.19%	6.97%
MSCI World	1.35%	3.92%	24.86%	22.40%	11.78%
MSCI Emerging Markets	0.60%	4.32%	37.70%	37.28%	4.88%
S&P GSCI	2.26%	2.59%	8.59%	5.77%	-11.78%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 1/12/18. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

S&P Sector Performance

Index	Week	YTD	12-mo.	2017	5-yr.
Consumer Discretionary	3.14%	6.52%	27.34%	22.98%	18.39%
Consumer Staples	-0.53%	-0.42%	13.49%	13.49%	12.50%
Energy	3.18%	7.24%	7.41%	-1.01%	3.55%
Financials	2.88%	4.71%	27.15%	22.14%	18.24%
Health Care	1.79%	5.11%	24.81%	22.08%	17.73%
Industrials	3.24%	6.14%	26.92%	21.01%	17.37%
Information Technology	0.90%	5.18%	41.77%	38.83%	21.51%
Materials	0.77%	4.86%	26.58%	23.84%	12.41%
Real Estate	-0.93%	-2.21%	-2.40%	10.85%	6.65%
Telecom Services	-2.09%	-4.53%	7.07%	-1.25%	11.27%
Utilities	-3.42%	-5.29%	4.86%	12.11%	5.44%

Source: Bloomberg. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 1/12/18. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

Bond Index Performance

Index	Week	YTD	12-mo.	2017	5-yr.
U.S. Treasury: Intermediate	-0.19%	-0.44%	0.44%	1.14%	0.87%
GNMA 30 Year	-0.10%	-0.30%	1.45%	1.87%	1.71%
U.S. Aggregate	-0.18%	-0.50%	2.52%	3.54%	2.05%
U.S. Corporate High Yield	-0.04%	0.69%	7.07%	7.51%	5.64%
U.S. Corporate Investment Grade	0.00%	-0.42%	5.26%	6.42%	3.42%
Municipal Bond: Long Bond (22+)	-0.72%	-0.82%	5.76%	8.19%	4.03%
Global Aggregate	0.32%	0.22%	6.75%	7.40%	0.93%

Source: Bloomberg Barclays. Returns are total returns. 5-yr. return is an average annual. One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 1/12/18. An index cannot be purchased directly by investors. Past performance is no guarantee of future results.

Key Rates

Fed Funds	1.25-1.50%	5-yr CD	2.27%
LIBOR (1-month)	1.55%	2-yr T-Note	2.00%
CPI - Headline	2.10%	5-yr T-Note	2.35%
CPI - Core	1.80%	10-yr T-Note	2.55%
Money Market Accts.	0.85%	30-yr T-Bond	2.85%
Prime Money Funds	0.94%	30-yr Mortgage Refinance	3.94%
1-yr CD	1.77%	Prime Rate	4.50%
3-yr CD	1.95%	Bond Buyer 40	3.87%

Sources: Bankrate.com, Barron's and Bloomberg. The rate shown for Prime Money Funds is as of 1/10/18. All other rates are as of 1/12/18.

Market Indicators

As of 1/12/18

TED Spread	28 bps
Investment Grade Spread (A2)	104 bps
ML High Yield Master II Index Spread	335 bps

Source: Bloomberg.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 1/3/18		
	Current Week	Previous
Domestic Equity	-\$14.107 Billion	-\$3.119 Billion
Foreign Equity	-\$416 Million	\$1.025 Billion
Taxable Bond	\$5,396 Billion	\$3,021 Billion
Municipal Bond	-\$253 Million	-\$454 Million

  

Change in Money Market Fund Assets for the Week Ended 1/10/18		
	Current Week	Previous
Retail	-\$7.46 Billion	\$7.56 Billion
Institutional	\$5.60 Billion	-\$15.15 Billion

Source: Investment Company Institute.

Factoids for the week of January 8, 2018

Monday, January 8, 2018

A survey from MagnifyMoney revealed that the average U.S. adult took on \$1,054 of credit card debt over the holidays, up 5% from a year ago, according to USA TODAY. Nearly 50% of those consumers surveyed said it will take more than three months to pay off their credit card balances.

Tuesday, January 9, 2018

U.S. drug approvals hit a 21-year high of 46 in 2017, according Reuters. A growing share of new medicines are coming from younger biotechnology companies. Mergers and acquisitions (M&A) activity is expected to rise this year due to corporate tax cuts and the repatriation of cash held offshore. In just the first four days of 2018, M&A deal announcements involving biotech firms totaled \$11 billion.

Wednesday, January 10, 2018

ETFGI reported that total assets invested in ETFs/ETPs listed in the U.S. stood at a record high \$3.423 trillion at the end of 2017, according to its own release. That was up 34.3% from 2016's year-end total of \$2.549 trillion. In 2017, ETFs/ETPs listed in the U.S. reported record net inflows totaling \$468 billion, up 68% from a year ago.

Thursday, January 11, 2018

Moody's reported that its global speculative-grade default rate stood at 2.9% in December, according to its own release. Moody's sees the rate falling to 1.9% by December 2018. In 2017, a total of 90 Moody's-rated issuers defaulted, down from 143 defaults in 2016. The last time that global defaults numbered fewer than 100 in a calendar year was 2014. Moody's puts the historical average default rate at around 4.3% since 1983. The U.S. speculative-grade default rate stood at 3.3% in December. It sees the U.S. rate falling to 2.4% by December 2018. The default rate on senior loans stood at 1.72% in December 2017, according to S&P Global Market Intelligence.

Friday, January 12, 2018

International Data Corporation's (IDC) Worldwide Quarterly Cloud IT Infrastructure Tracker reported that vendor revenue from sales of infrastructure products (server, storage and Ethernet switch) for cloud IT grew by 25.5% year-over-year to \$11.3 billion in Q3'17, according to its own release. Public and private cloud IT infrastructure revenue totaled \$7.7 billion and \$3.6 billion, respectively. Except for Latin America, all other regions in the world grew their cloud IT infrastructure revenue by double-digits.

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