Sector Performance Via Market Cap. (2020-2021 and YTD-3/9/22)

Large-, Mid- & Small-Cap Total Returns

■ 12/31/19-12/31/21   ■ 12/31/21-3/9/22

Category	S&P 500		S&P MidCap 400		S&P SmallCap 600	
Index	52.34%	-10.00%	41.76%	-8.41%	40.98%	-7.00%
Comm. Services	50.27%	-15.52%	2.12%	-5.35%	52.63%	-10.92%
Consumer Disc.	65.87%	-17.65%	67.26%	-15.52%	76.99%	-14.49%
Consumer Staples	31.38%	-5.23%	34.55%	-7.04%	42.98%	-11.26%
Energy	2.37%	35.58%	2.80%	23.30%	-3.53%	38.29%
Financials	32.50%	-5.33%	30.71%	-4.06%	16.56%	-5.68%
Health Care	43.09%	-7.75%	45.06%	-12.16%	39.26%	-10.49%
Industrials	34.48%	-6.55%	49.62%	-9.66%	40.79%	-7.84%
Info. Tech.	93.56%	-14.22%	54.82%	-12.09%	62.10%	-13.24%
Materials	53.67%	-9.26%	46.30%	-0.75%	45.03%	-2.83%
Real Estate	42.97%	-11.01%	19.48%	-6.23%	17.46%	-6.75%
Utilities	18.29%	-1.89%	3.15%	-4.02%	12.47%	-1.01%

Source: Bloomberg. **Past performance is no guarantee of future results.**

View from the Observation Deck

1. All three S&P stock indices in the table above recently dipped into correction territory. The returns in blue ink reflect year-to-date total returns.
2. A correction is usually defined as a 10.00% to 19.99% decline in the price of a security or index from its most recent peak. A bear market is defined as a 20.00% or greater decline in the price of a security or index.
3. As of the close on 3/9/22, the S&P 500 Index stood 10.81% below its all-time closing high, according to Bloomberg. The S&P MidCap 400 and S&P SmallCap 600 Indices stood 10.77% and 11.24% below their respective all-time highs.
4. The three major indices featured in the table comprise the S&P Composite 1500 Index, which represents approximately 90% of total U.S. equity market capitalization (cap), according to S&P Dow Jones Indices.
5. Large-cap stocks performed significantly better than their mid- and small-cap counterparts from 2020-2021 (black columns). YTD through 3/9/22, large-caps have lagged the performance of mid- and small-caps (see table above). From 12/31/19 through 3/9/22 (period covered in the table that captures the COVID-19 pandemic), the S&P 500, S&P MidCap 400 and S&P SmallCap 600 Indices posted cumulative total returns of 37.16%, 29.88% and 31.26%, respectively, according to Bloomberg.
6. Sector performance can vary widely by market cap (see table). A couple of the more extreme cases (2020-2021) include Information Technology, Real Estate and Utilities.
7. As of the close on 3/9/22, the percentage of stocks in the S&P 500, S&P MidCap 400 and S&P SmallCap 600 Indices trading above their 50-day moving averages were 27%, 32% and 36%, respectively.
8. The percentage of stocks in the S&P 500, S&P MidCap 400 and S&P SmallCap 600 Indices trading above their 200-day moving averages were 38%, 37% and 34%, respectively.
9. Moving averages tend to smooth out day-to-day price fluctuations and can be a useful tool for traders and investors to identify both positive trends and reversals, in our opinion.