

### Year in Review

- The Federal Reserve raised interest rates three times in 2017 and projects three more rate-hikes in 2018.
- President Trump ended the year with his first major legislative victory—the passage of the Republican’s tax-cut bill.
- Tensions with North Korea have continued to rise in 2017. Kim Jong Un said Monday that the U.S. should be aware that his country’s nuclear forces are now a reality.
- The U.S. unemployment rate reached 17-year low of 4.1% in October.

### 2017 Market Performance

- The current bull market continued through 2017 as investors bet on strong economic growth, solid corporate earnings, and hopes that President Trump’s tax cuts would boost markets.
- The Dow reached 70 new highs in 2017 and has moved higher for eight months in a row.
- The value of public companies on global stock markets grew by \$12.4 trillion in 2017.

### Key Commodity Prices

	Close	1 yr Ago
Dom Crude Oil (bbl)-NYMEX	60.42	56.91
Natural Gas (MMBtu)	3.50	3.55
Gold (oz)	1,309	1,169
Platinum (oz)	940	903
Copper (lb)	3.28	2.50
Coffee (lb)	1.42	1.52
Cotton (lb)	0.78	0.71
Corn (bu)	3.23	3.37
Soybeans (bu)	9.19	9.77

### Equity Style Returns

	V	B	G
L	-0.2	-0.3	-0.4
M	0.1	0.0	-0.1
S	-0.5	-0.4	-0.3

1 Week

	V	B	G
L	13.7	21.7	30.2
M	13.3	18.5	25.3
S	7.8	14.6	22.2

YTD

### Fixed Income Returns

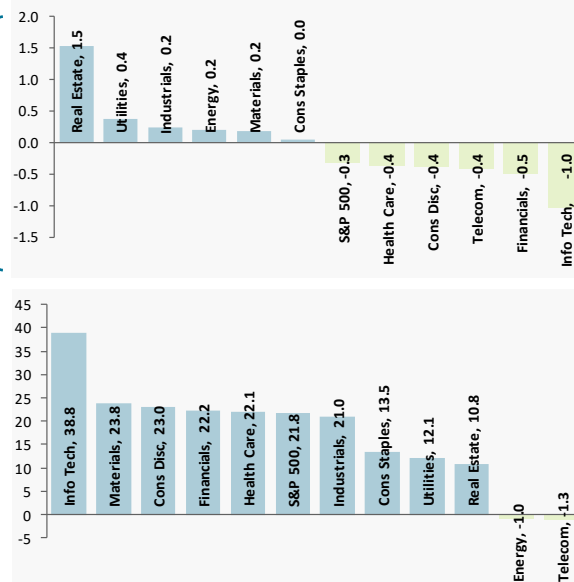
	Short	Int	Long
Gov	0.2	0.4	0.6
Cor	0.2	0.6	1.5
HY	0.2	0.2	0.3

1 Week

	Short	Int	Long
Gov	0.7	1.9	2.7
Cor	2.6	5.6	12.1
HY	6.4	7.0	15.0

YTD

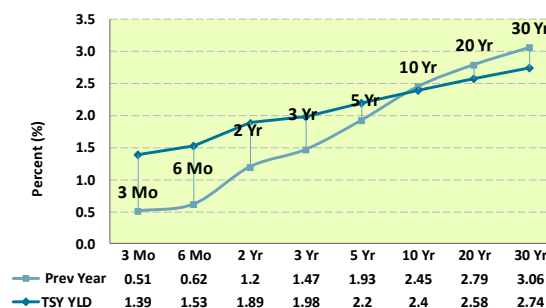
### S&P 500 Sector Returns



### Key Currency Exchange Rates

US\$ to buy Canadian Dollar	0.795
US\$ to buy Euro	1.200
US\$ to buy U.K. Pound	1.351
Yen to buy US\$	112.702

### Treasury Yield Curve



### Major Market Returns

#### INDEX

US Equities	Closing	1 WK	1 Year	5 Year
Dow Jones	24,719	-0.14	28.11	16.37
S&P 500	2,674	-0.33	21.83	15.79
NASDAQ	6,903	-0.80	29.64	19.40

#### Foreign & REIT

	1 WK	1 Year	5 Year
MSCI EAFE NR	0.94	25.03	7.90
MSCI EM NR	1.67	37.28	4.35
FTSE Nareit - ALL REITS	1.39	9.27	9.90

#### Bonds

	1 WK	1 Year	5 Year
BBgBarc Agg Bond	0.51	3.54	2.10
Citi Treasury 3 Mo T-Bill	0.09	0.77	0.23
BBgBarc US High Yield	0.21	7.50	5.78
BBgBarc US TIPS	0.87	3.01	0.13
ML Global Broad Mrkt	0.84	6.95	0.94

### Consumer Money Rates

Interest Rate	Last	Wk Ago	1 Yr Ago
Federal-funds rate target	125-150	125-150	025-050
Prime rate*	4.50	4.50	3.75
Libor, 3-month	1.69	1.69	1.00
Money market, annual yield	0.33	0.34	0.29
Five-year CD, annual yield	1.48	1.50	1.22
30-year mortgage, fixed	3.92	3.97	4.21
15-year mortgage, fixed	3.37	3.39	3.42
Jumbo mortgages, \$417,000-plus	4.32	4.35	4.63
Five-year adj mortgage (ARM)	4.06	4.00	3.81
New-car loan, 48-month	3.29	3.33	3.00

\* Base rate posted by 70% of the nation's largest banks



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**Sources:** Commodity Prices obtained from WSJ Market Data Group; Treasury Yield Curve obtained from the U.S. Department of the Treasury website [www.treasury.gov](http://www.treasury.gov); Currency Exchange Rates obtained from Thompson Reuters; Consumer Money Rates obtained from Thompson Reuters, WSJ Market Data Group, Bankrate.com; Market Return Data obtained from Morningstar.

**Market Returns:** All return data represents total return including capital appreciation and reinvestment of dividends. The Dow Jones Industrial Average (DJIA) is a price-weighted average of 30 blue-chip stocks that are generally the leaders in their industry. The S&P 500 Index is a broad-based index of 500 large companies and is widely regarded as an indicator of domestic stock market performance. The NASDAQ composite index is a broad-based, capitalization-weighted index of all NASDAQ National Market & Small-Cap stocks. The MSCI EAFE Index is a capitalization weighted index that monitors the performance of stocks from Europe, Asia and the Far East. The MSCI Emerging Markets Index is a capitalization weighted index that monitors the performance of emerging markets stocks from around the world. The FTSE NAREIT ALL REITS Index is a market capitalization-weighted index that includes all tax-qualified real estate investment trusts that are listed on the NYSE, the ASE and NASDAQ. The Barclays Capital Aggregate Bond Index is an unmanaged index comprised of U.S. investment grade, fixed rate bond market securities including government, government agency, corporate and mortgage-backed securities between one and ten years. The Barclays Capital U.S. Corporate High Yield Index consists of below investment grade U.S. corporate taxable bonds. The Barclays Capital U.S. Treasury Inflation-Protected Securities (TIPS) Index tracks inflation protected securities issued by the U.S. Treasury. The Citi Treasury 3 Month T-Bill Index is based on the last three-month Treasury Bill issues. The Merrill Lynch Global Broad Market Index tracks the performance of investment grade public debt issued in the major domestic and Eurobond markets. Indices are unmanaged and cannot be purchased directly by investors. Index performance is shown for illustrative purposes only and does not predict or depict the performance of any investment.