

WEEKLY MARKET UPDATE

Week of April 19, 2023



BY THE NUMBERS

<u>Index</u>	<u>DOW</u>	<u>S&P 500</u>	<u>NASDAQ</u>	<u>10YR Yield</u>
Yesterday's Close	33,976	4,154	12,153	3.54%
Market Change since Last Update	+0.1%	+1.1%	+1%	+4.4%
Market Change Year-To-Date	+2.3%	+7.9%	+16%	+5.3%

FEAR OF A RECESSION

Fear of a recession weighs on the market. The minutes from the last Fed meeting showed Fed officials feared the economy could tilt into a mild recession later this year in the wake of the banking crisis. From the Fed meeting summary: ***"Given their assessment of the potential economic effects of the recent banking sector developments, the staff's projection at the time of the March meeting included a mild recession starting later this year, with a recovery over the subsequent two years."***

INFLATION DATA

- The Consumer Price Index showed inflation rose just 0.1% in March and 5% from one year ago. The index also showed the cost of "shelter," or general housing, went up 0.6% in March and is 8.2% higher than one year ago.
- The Producer Price Index, which is the measure of prices paid by companies and is often a leading indicator of consumer inflation or deflation, declined by 0.5% in March.

CORPORATE EARNINGS

Investors have been focusing on the banking sector and how their earnings will look since the failure of Silicon Valley Bank and Signature Bank back in March. So far, the big banks look healthy with Wells Fargo reporting growing profits and JPMorgan reporting record revenue that beat expectations. Banks will continue to report this week and next week.

LOOKING FORWARD

April 19	NY Fed President speaks at NYU Corp earnings from Morgan Stanley, US Bancorp, IBM, Abbott Labs
April 20	Initial Jobless Claims Corp earnings from American Express, AT&T, Fifth Third Bank
May 3	Next Fed meeting and possible rate hike

Not FDIC Insured | No Bank Guarantee | May Lose Value

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