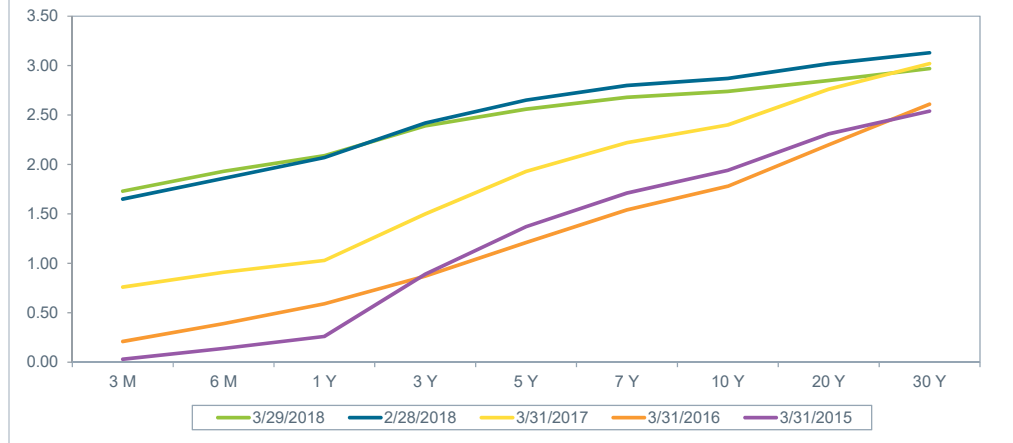


General Market Commentary

- In a widely telegraphed move, the Federal Reserve increased US interest rates an additional 25 basis points in March, citing a strong economic outlook for the US.
- Global equity markets saw an uptick in volatility in March after President Trump announced tariffs on steel and aluminum imports from some countries, and announced an additional \$60 billion in tariffs on Chinese imports, stoking investor's fear of a trade war between the world's two largest economies.
- Equity markets posted negative returns in March as the S&P 500 (Cap Wtd) Index returned -2.54% and the MSCI EAFE (Net) Index returned -1.80%. Emerging markets returned -1.86% as measured by the MSCI EM (Net) Index.
- The Bloomberg US Aggregate Bond Index returned 0.64% in March, outperforming the 0.53% return by the Bloomberg US Treasury Intermediate Term Index. International fixed income markets returned 1.84%, as measured by the FTSE Non-US World Gov't Bond Index.
- Public real estate, as measured by the Wilshire US REIT Index, returned 4.10% in March and 6.13% over the trailing five-year period.
- The Cambridge US Private Equity Index returned 16.79% for the trailing one-year period and 13.27% for the trailing five-year period ending September 2017.
- Absolute return strategies, as measured by the HFRI FOF Comp Index, returned -0.37% for the month and 5.86% over the trailing one-year period.
- Crude oil's price increased by 5.35% during the month, and has increased by 28.34% YoY.

Economic Indicators	Mar-18	Feb-18	Mar-17	10 Yr	20 Yr
Federal Funds Rate (%)	1.68 ▲	1.35	0.82	0.38	2.07
Breakeven Inflation - 1 Year (%)	2.23 ▼	2.39	2.06	0.79	N/A
Breakeven Inflation - 5 Year (%)	2.04 ▼	2.09	1.95	1.64	N/A
Breakeven Inflation - 10 Year (%)	2.06 ▼	2.12	1.98	1.96	N/A
Breakeven Inflation - 30 Year (%)	2.07 ▼	2.14	2.09	2.15	N/A
Bloomberg US Agg Bond Index - Yield (%)	3.12 ▼	3.15	2.61	2.76	4.08
Bloomberg US Agg Bond Index - OAS (%)	0.41 ▲	0.37	0.44	0.69	0.65
Bloomberg US Agg Credit Index - OAS (%)	1.03 ▲	0.91	1.12	1.68	1.49
Bloomberg US Corp: HY Index - OAS (%)	3.54 ▲	3.36	3.83	5.98	5.63
Capacity Utilization (%)	78.02 ▲	77.73	75.54	75.81	77.47
Unemployment Rate (%)	4.1 —	4.1	4.5	6.9	5.9
PMI - Manufacturing (%)	59.3 ▼	60.8	56.6	52.8	52.5
Baltic Dry Index - Shipping	1,055 ▼	1,192	1,297	1,760	2,292
Consumer Conf (Conf Board)	127.70 ▼	130.00	124.90	77.30	92.88
CPI YoY (Headline) (%)	2.4 ▲	2.2	2.4	1.7	2.2
CPI YoY (Core) (%)	2.1 ▲	1.8	2.0	1.8	2.0
PPI YoY (%)	3.0 ▲	2.7	3.8	1.7	2.1
M2 YoY (%)	4.0 ▼	4.1	6.3	6.4	6.4
US Dollar Total Weighted Index	86.37 ▼	86.49	93.96	80.30	86.59
WTI Crude Oil per Barrel (\$)	65 ▲	62	51	76	58
Gold Spot per Oz (\$)	1,326 ▲	1,318	1,249	1,276	843

Treasury Yield Curve (%)



Treasury Yield Curve (%)	Mar-18	Feb-18	Mar-17	Mar-16	Mar-15
3 Month	1.73	1.65	0.76	0.21	0.03
6 Month	1.93	1.86	0.91	0.39	0.14
1 Year	2.09	2.07	1.03	0.59	0.26
3 Year	2.39	2.42	1.50	0.87	0.89
5 Year	2.56	2.65	1.93	1.21	1.37
7 Year	2.68	2.80	2.22	1.54	1.71
10 Year	2.74	2.87	2.40	1.78	1.94
20 Year	2.85	3.02	2.76	2.20	2.31
30 Year	2.97	3.13	3.02	2.61	2.54

Market Performance (%)	MTD	QTD	CYTD	1 Yr	3 Yr	5 Yr	7 Yr	10 Yr
S&P 500 (Cap Wtd)	-2.54	-0.76	-0.76	13.99	10.78	13.31	12.71	9.49
Russell 2000	1.29	-0.08	-0.08	11.79	8.39	11.47	10.39	9.84
MSCI EAFE (Net)	-1.80	-1.53	-1.53	14.80	5.55	6.50	5.31	2.74
MSCI EAFE SC (Net)	-1.13	0.24	0.24	23.49	12.25	11.10	8.74	6.48
MSCI EM (Net)	-1.86	1.42	1.42	24.93	8.81	4.99	2.47	3.02
Bloomberg US Agg Bond	0.64	-1.46	-1.46	1.20	1.20	1.82	2.92	3.63
ICE BofAML 3 Mo US T-Bill	0.14	0.35	0.35	1.11	0.53	0.34	0.27	0.34
NCREIF ODCE (Gross)	2.19	2.19	2.19	8.06	9.99	11.42	11.79	5.11
Wilshire US REIT	4.10	-7.48	-7.48	-3.64	0.97	6.13	8.24	6.22
HFRI FOF Comp Index	-0.37	0.57	0.57	5.86	1.96	3.44	2.62	1.58
Bloomberg Cmdty Index (TR)	-0.62	-0.40	-0.40	3.71	-3.21	-8.32	-8.77	-7.71

Treasury data courtesy of the US Department of the Treasury. Economic data courtesy of Bloomberg Professional Service. Breakeven Inflation does not have 20 years of history; therefore, its 20-year average is shown as "N/A."