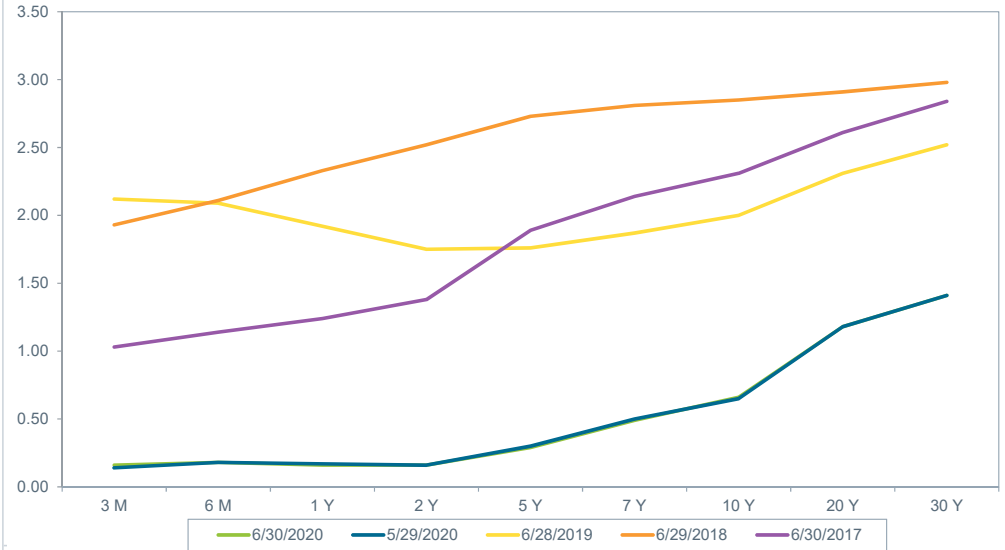


**General Market Commentary**

- US equity markets started the month off strong, but pulled back sharply as COVID-19 case numbers began to spike in many parts of the United States. The increase in cases threaten to pause states' reopening plans, potentially stunting economic growth. Despite the increase in cases, most US and developed international markets returned low-single digits for the month, while emerging markets outperformed their developed counterparts, returning over 7%.
- At the June FOMC meeting, the Federal Reserve indicated its intention to keep interest rates low through at least 2022. By keeping the Federal funds rate at 0% - 0.25% for the foreseeable future, the Fed hopes to spur economic growth until the US economy is able to fully recover from the fallout of the coronavirus pandemic.
- Additionally, the Federal Reserve stated it would begin to buy new issuances of corporate debt directly from corporate issuers in order to help keep credit flowing freely amid the coronavirus pandemic. This program will allow many corporations to continue to borrow money at a time of increased financial stress.
- Equity markets posted positive returns in June as the S&P 500 (Cap Wtd) Index returned 1.99% and the MSCI EAFE (Net) Index returned 3.41%. Emerging markets returned 7.35% as measured by the MSCI EM (Net) Index.
- The Bloomberg US Aggregate Bond Index returned 0.63% in June, outperforming the 0.08% return by the Bloomberg US Treasury Intermediate Term Index. International fixed income markets returned 0.96%, as measured by the FTSE Non-US World Gov't Bond Index.
- Public real estate, as measured by the FTSE NAREIT Eq REITs Index (TR), returned 3.06% in June and 4.06% over the trailing five-year period.
- The Cambridge US Private Equity Index returned 13.94% for the trailing one-year period and 12.12% for the trailing five-year period ending December 2019.
- Absolute return strategies, as measured by the HFRI FOF Comp Index, returned 1.59% for the month and 0.09% over the trailing one-year period.
- Crude oil's price increased by 10.65% during the month, but has decreased by 32.84% YoY.

**Treasury Yield Curve (%)**



Economic Indicators	Jun-20	May-20	Jun-19	10 Yr	20 Yr
Federal Funds Rate (%)	0.08 ▲	0.05	2.40	0.64	1.65
Breakeven Inflation - 5 Year (%)	1.17 ▲	0.84	1.54	1.72	1.82
Breakeven Inflation - 10 Year (%)	1.34 ▲	1.14	1.70	1.95	2.01
Breakeven Inflation - 30 Year (%)	1.56 ▲	1.48	1.76	2.08	2.24
Bloomberg US Agg Bond Index - Yield (%)	1.25 ▼	1.34	2.49	2.43	3.65
Bloomberg US Agg Bond Index - OAS (%)	0.68 ▼	0.76	0.46	0.53	0.63
Bloomberg US Agg Credit Index - OAS (%)	1.42 ▼	1.64	1.09	1.32	1.46
Bloomberg US Corp: HY Index - OAS (%)	6.26 ▼	6.37	3.77	4.80	5.48
Capacity Utilization (%)	68.63 ▲	65.09	77.69	76.63	76.82
Unemployment Rate (%)	11.1 ▼	13.3	3.7	6.2	6.0
PMI - Manufacturing (%)	52.6 ▲	43.1	51.6	53.8	52.5
Baltic Dry Index - Shipping	1,799 ▲	504	1,354	1,155	2,305
Consumer Conf (Conf Board)	98.10 ▲	85.90	124.30	94.00	91.75
CPI YoY (Headline) (%)	0.6 ▲	0.1	1.6	1.7	2.1
CPI YoY (Core) (%)	1.2 —	1.2	2.1	1.9	2.0
PPI YoY (%)	-2.2 ▲	-2.8	0.5	1.5	2.1
M2 YoY (%)	24.2 ▲	23.1	4.7	6.5	6.4
US Dollar Total Weighted Index	120.86 ▼	121.28	114.56	103.66	103.13
WTI Crude Oil per Barrel (\$)	39 ▲	35	58	70	62
Gold Spot per Oz (\$)	1,781 ▲	1,730	1,410	1,372	969

Treasury Yield Curve (%)	Jun-20	May-20	Jun-19	Jun-18	Jun-17
3 Month	0.16	0.14	2.12	1.93	1.03
6 Month	0.18	0.18	2.09	2.11	1.14
1 Year	0.16	0.17	1.92	2.33	1.24
2 Year	0.16	0.16	1.75	2.52	1.38
5 Year	0.29	0.30	1.76	2.73	1.89
7 Year	0.49	0.50	1.87	2.81	2.14
10 Year	0.66	0.65	2.00	2.85	2.31
20 Year	1.18	1.18	2.31	2.91	2.61
30 Year	1.41	1.41	2.52	2.98	2.84

Market Performance (%)	MTD	QTD	CYTD	1 Yr	3 Yr	5 Yr	7 Yr	10 Yr
S&P 500 (Cap Wtd)	1.99	20.54	-3.08	7.51	10.73	10.73	12.13	13.99
Russell 2000	3.53	25.42	-12.98	-6.63	2.01	4.29	7.17	10.50
MSCI EAFE (Net)	3.41	14.88	-11.34	-5.13	0.81	2.05	3.93	5.73
MSCI EAFE SC (Net)	1.37	19.88	-13.11	-3.52	0.53	3.81	6.41	8.02
MSCI EM (Net)	7.35	18.08	-9.78	-3.39	1.90	2.86	3.22	3.27
Bloomberg US Agg Bond	0.63	2.90	6.14	8.74	5.32	4.30	3.96	3.82
ICE BofAML 3 Mo US T-Bill	0.01	0.02	0.60	1.63	1.77	1.19	0.86	0.64
NCREIF ODCE (Gross)	-1.55	-1.55	-0.59	2.23	5.66	7.31	9.07	10.80
FTSE NAREIT Eq REITs Index (TR)	3.06	11.82	-18.71	-13.04	0.03	4.06	5.36	9.05
HFRI FOF Comp Index	1.59	7.48	-1.97	0.09	2.12	1.41	2.64	2.75
Bloomberg Cmdb Index (TR)	2.28	5.08	-19.40	-17.38	-6.14	-7.69	-8.11	-5.82

Treasury data courtesy of the US Department of the Treasury. Economic data courtesy of Bloomberg Professional Service.

