

Capital Markets Flash Report

September 2019

U.S. Equity

	MTD	YTD	1 Year	3 Years	5 Years	10 Years
S&P 500	1.9	20.6	4.3	13.4	10.8	13.2
Russell 1000 Growth	0.0	23.3	3.7	16.9	13.4	14.9
Russell 1000 Value	3.6	17.8	4.0	9.4	7.8	11.5
Russell Mid Cap	2.0	21.9	3.2	10.7	9.1	13.1
Russell Mid Cap Growth	-1.1	25.2	5.2	14.5	11.1	14.1
Russell Mid Cap Value	4.1	19.5	1.6	7.8	7.6	12.3
Russell 2000	2.1	14.2	-8.9	8.2	8.2	11.2
Russell 2000 Growth	-0.8	15.3	-9.6	9.8	9.1	12.2
Russell 2000 Value	5.1	12.8	-8.2	6.5	7.2	10.1

U.S. equity markets continued to march higher in September, with the S&P 500 Index posting a return of 1.9%. The index has now returned 20.6% year-to-date. Small caps slightly outperformed large caps, and value significantly beat growth across all market capitalization spectrums. From a sector standpoint, the financial and utilities sectors led the way, while the healthcare sector was the laggard for the month.

Fixed Income

	MTD	YTD	1 Year	3 Years	5 Years	10 Years
BBgBarc US Agg	-0.5	8.5	10.3	2.9	3.4	3.7
BBgBarc US Corp IG	-0.7	13.2	13.0	4.5	4.7	5.6
BBgBarc US Corp HY	0.4	11.4	6.4	6.1	5.4	7.9
BBgBarc US Gov/Cr 1-3 Yr	-0.1	3.4	4.6	1.8	1.6	1.5
BBgBarc US Gov/Cr Long	-1.9	20.9	21.9	5.6	6.8	7.4
BBgBarc Municipal	-0.8	6.7	8.6	3.2	3.7	4.2
FTSE WGBI USD	-1.3	6.3	8.1	1.2	1.8	1.7
ICE BofAML US 3M T-Bill	0.2	1.8	2.4	1.5	1.0	0.5

Bond market returns were generally negative in September as interest rates moved higher, pivoting off the lows of 2019. The Barclays Aggregate Bond Index returned -0.5%, while the high yield market was the outlier, posting a positive 0.4% return for the month, as spread compression offset the rise in rates. The 10-year U.S. Treasury yield ended the month at 1.68%, up 18 basis points from the August close. As widely expected by the market, the Federal Reserve lowered its benchmark rate 25 basis points, setting the new target range to 1.75% - 2.00%. Global bonds sold off during the month as well, with the FTSE WGBI Index posting a return of -1.3%.

International Equity

	MTD	YTD	1 Year	3 Years	5 Years	10 Years
MSCI ACWI Ex USA	2.6	11.6	-1.2	6.3	2.9	4.5
MSCI EAFE	2.9	12.8	-1.3	6.5	3.3	4.9
MSCI EAFE Growth	1.1	17.9	2.2	7.8	5.5	6.5
MSCI EAFE Value	4.8	7.7	-4.9	5.1	1.0	3.2
MSCI EAFE Small Cap	2.8	12.1	-5.9	5.9	6.0	7.5
MSCI EM	1.9	5.9	-2.0	6.0	2.3	3.4
MSCI EM Small	2.0	1.8	-5.5	1.3	-0.1	3.2

International equities performed well in September, with the MSCI ACWI ex U.S. Index returning 2.6%, outpacing broad domestic markets. Style trends were consistent abroad, with value beating growth. Emerging markets held up well during the month, despite weakness from China. China continues to underperform amid signs of slowing growth and uncertainty regarding trade. On the other hand, South Korea was additive in the emerging market space.

Commodities & Real Estate

	MTD	YTD	1 Year	3 Years	5 Years	10 Years
Bloomberg Commodity	1.2	3.1	-6.6	-1.5	-7.2	-4.3
S&P N.A. Natural Resources	3.0	9.4	-16.2	-2.8	-5.7	1.3
FTSE Nareit Equity REITs	2.9	27.0	18.4	7.4	10.3	13.0
FTSE EPRA Nareit Developed	2.5	20.7	14.1	6.6	7.8	9.5

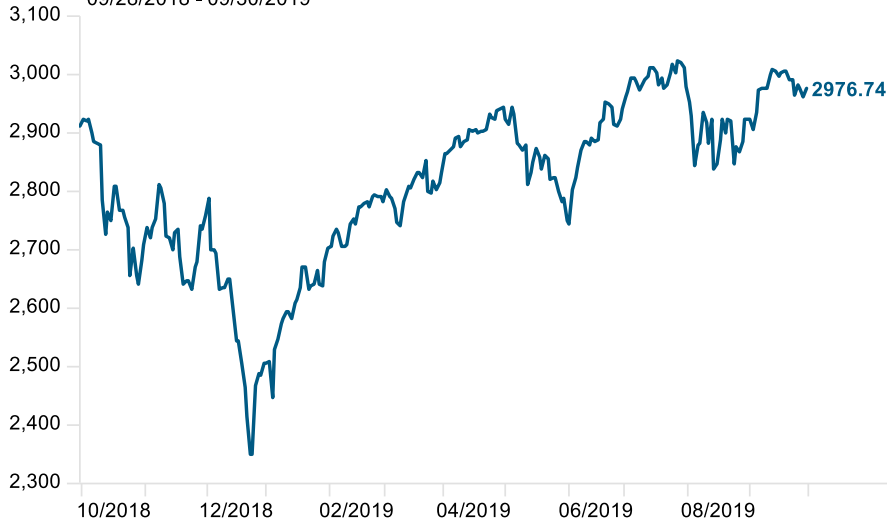
Commodities and natural resource equities rebounded in September. The attack on Saudi Arabia's oil facilities caused oil prices to spike nearly 15% mid-month amid supply concerns. Prices contracted at the back end of the month, as Saudi supply came back online quicker than initially expected. REITs continued their strong performance through September, as interest rates, although higher in the month, remain low compared to historical averages.

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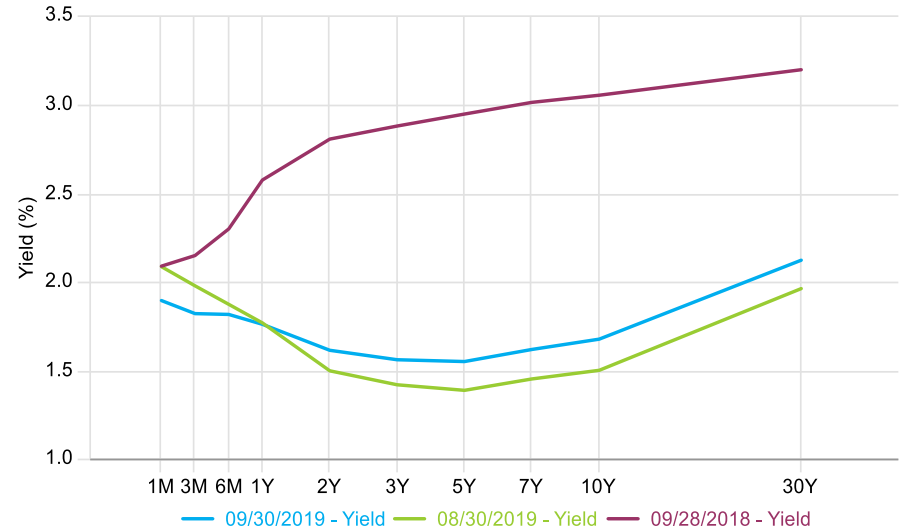
S&P 500 Price History - Trailing 1 Year

09/28/2018 - 09/30/2019



FactSet, S&P

United States Treasury Yield Curve



FactSet

Barclays Corporate Option Adjusted Spread - Trailing 1 Year

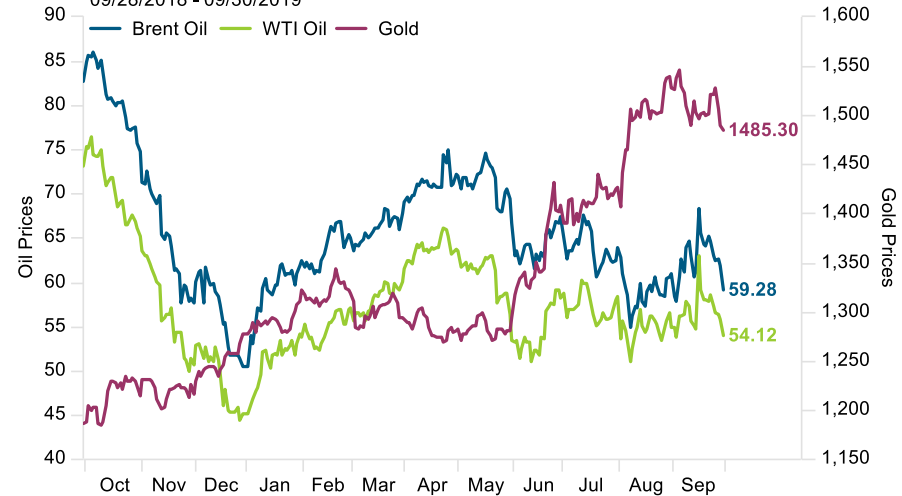
09/28/2018 - 09/30/2019



FactSet, Bloomberg Barclays

Commodity Prices - Trailing 1 Year

09/28/2018 - 09/30/2019



FactSet

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Fiduciary Investment Advisors, LLC - 100 Northfield Drive, Windsor, CT 06095, www.fiallc.com, 1-866-466-9412

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