

Capital Markets Flash Report

October 2019

U.S. Equity

	MTD	YTD	1 Year	3 Years	5 Years	10 Years
S&P 500	2.2	23.2	14.3	14.9	10.8	13.7
Russell 1000 Growth	2.8	26.8	17.1	18.9	13.4	15.4
Russell 1000 Value	1.4	19.5	11.2	10.5	7.6	12.0
Russell Mid Cap	1.1	23.2	13.7	12.3	8.7	13.7
Russell Mid Cap Growth	1.9	27.6	18.9	16.8	10.9	14.8
Russell Mid Cap Value	0.5	20.1	10.1	8.9	6.9	12.9
Russell 2000	2.6	17.2	4.9	11.0	7.4	12.3
Russell 2000 Growth	2.8	18.6	6.4	13.2	8.4	13.4
Russell 2000 Value	2.4	15.5	3.2	8.6	6.2	11.1

U.S. equity markets had another strong month in October, with the S&P 500 Index posting a return of 2.2%. The index is up eight out of ten months this year and has returned 23.2% year-to-date. Small caps had a nice month, outperforming their large cap counterparts, and growth beat value across all market capitalization spectrums. From a sector standpoint, the month witnessed an undoing of the defensive rotation we saw in the month of September as investors' risk-on appetite favored healthcare, technology, and communication services over the energy, consumer staples, and utilities sectors.

Fixed Income

	MTD	YTD	1 Year	3 Years	5 Years	10 Years
BBgBarc US Agg	0.3	8.8	11.5	3.3	3.2	3.7
BBgBarc US Corp IG	0.6	13.9	15.4	5.0	4.6	5.6
BBgBarc US Corp HY	0.3	11.7	8.4	6.0	5.2	7.8
BBgBarc US Gov/Cr 1-3 Yr	0.3	3.8	4.9	1.9	1.6	1.5
BBgBarc US Gov/Cr Long	-0.1	20.9	26.0	6.6	6.3	7.5
BBgBarc Municipal	0.2	6.9	9.4	3.6	3.6	4.4
FTSE WGBI USD	0.5	6.8	9.9	2.6	2.0	1.7
ICE BofAML US 3M T-Bill	0.2	2.0	2.4	1.6	1.0	0.6

Bond markets were generally positive in October, with the Barclays Aggregate Bond Index returning 0.3%. The Federal Reserve lowered its benchmark rate by 25 basis points for the second month in a row, setting the new target range between 1.50%-1.75%. Accommodative Fed policy pushed rates lower at the front end of the curve, while rates at the long end rose modestly, resulting in a steepening of the curve. The 10-year Treasury yield ended the month at 1.69%, up just one basis point from the September close. Global bonds rallied during the month as well, with the FTSE WGBI Index posting a return of 0.5%.

International Equity

	MTD	YTD	1 Year	3 Years	5 Years	10 Years
MSCI ACWI Ex USA	3.5	15.4	11.3	8.1	3.8	4.9
MSCI EAFE	3.6	16.9	11.0	8.5	4.3	5.4
MSCI EAFE Growth	3.6	22.2	16.6	10.6	6.4	6.9
MSCI EAFE Value	3.6	11.6	5.5	6.3	2.1	3.8
MSCI EAFE Small Cap	4.5	17.1	8.8	8.6	7.4	8.1
MSCI EM	4.2	10.4	11.9	7.4	2.9	3.8
MSCI EM Small	3.8	5.7	9.7	3.1	1.0	3.5

International equities performed well in October, with the MSCI ACWI ex U.S. Index returning 3.5%, outpacing domestic markets. Style trends differed abroad as growth and value stocks produced similar returns during the month, with small caps besting large caps. Emerging markets followed suit and outperformed both domestic and international developed markets. International and emerging market equities benefited from a weaker dollar during the month, a factor that had been largely working against them year-to-date through September.

Commodities & Real Estate

	MTD	YTD	1 Year	3 Years	5 Years	10 Years
Bloomberg Commodity	2.0	5.2	-2.6	-0.7	-6.7	-4.4
S&P N.A. Natural Resources	-1.2	8.1	-6.0	-2.1	-4.9	1.2
FTSE Nareit Equity REITs	1.4	28.7	23.7	10.0	8.5	13.7
FTSE EPRA Nareit Developed	2.5	23.7	21.5	9.6	6.9	9.9

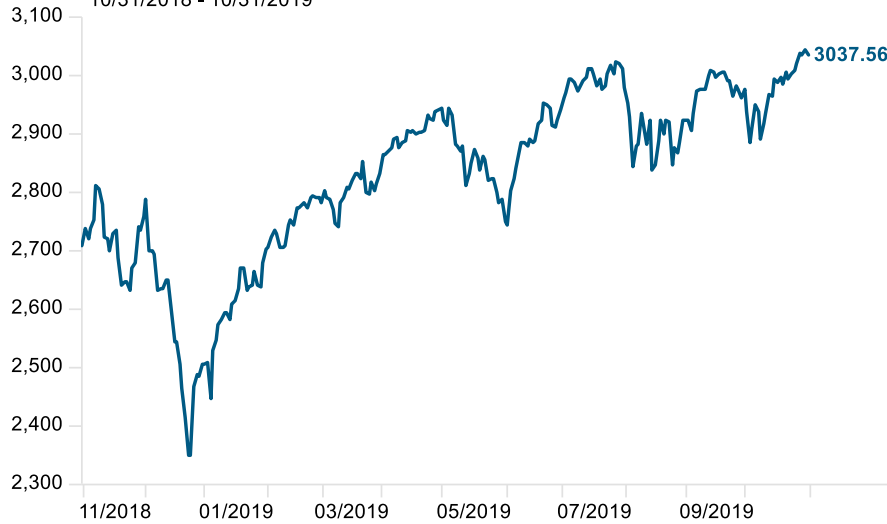
Commodities performed well, with most commodities tied to energy, metals, and agriculture rising during the month. REITs continued their strong run year-to-date on the heels of accommodative central bank policy and the prospect of sustained low interest rates. Natural resource equities were an area of weakness during the month. Within the sector, integrated oil, oil & gas production, and agricultural chemicals struggled.

Capital Markets Flash Report

October 2019

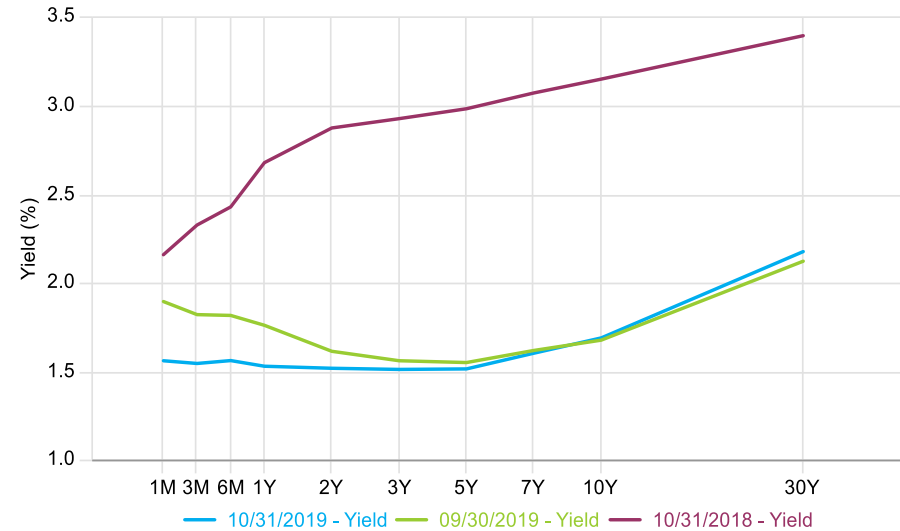
S&P 500 Price History - Trailing 1 Year

10/31/2018 - 10/31/2019



FactSet, S&P

United States Treasury Yield Curve



FactSet

Barclays Corporate Option Adjusted Spread - Trailing 1 Year

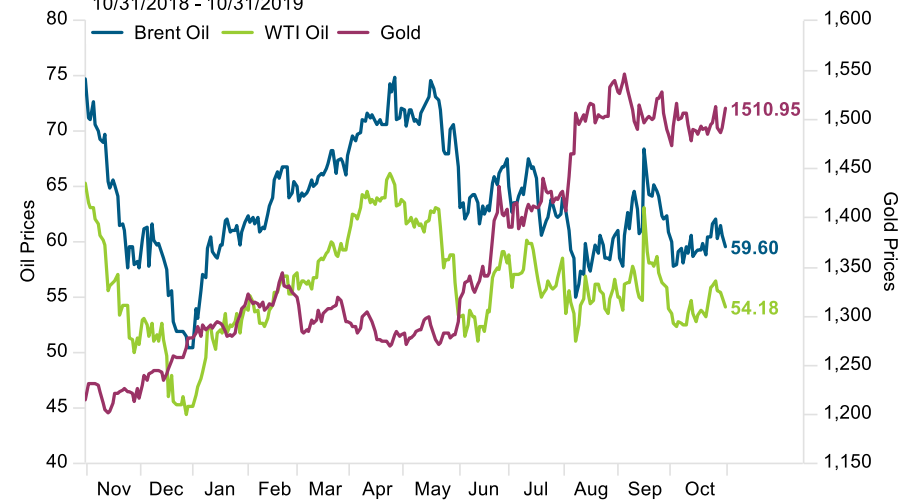
10/31/2018 - 10/31/2019



FactSet, Bloomberg Barclays

Commodity Prices - Trailing 1 Year

10/31/2018 - 10/31/2019



FactSet

Data Source Acknowledgements, Links, and Disclaimers

Bloomberg Barclays Global Indices, BLOOMBERG is a trademark and service mark of Bloomberg Finance L.P. and its affiliates (collectively "Bloomberg"). BARCLAYS is a trademark and service mark of Barclays Bank Plc (collectively with its affiliates, "Barclays"), used under license. Bloomberg Finance L.P. and its affiliates (collectively, "Bloomberg") or Bloomberg's licensors own all proprietary rights in the BLOOMBERG BARCLAYS INDICES. For more information please visit <https://www.bloomberg.com/professional/product/indices/bloomberg-barclays-indices/#>

ICE®BofAML® Bond Indices, © Copyright 2018 Intercontinental Exchange, Inc. ICE® and ICE® BofAML® are registered trademarks owned by Intercontinental Exchange, Inc. For additional information please visit <https://www.theice.com/market-data/indices>

Credit Suisse, Copyright © 1997-2018 Credit Suisse Group AG and/or its affiliates. All rights reserved. For more information please visit https://research-doc.creditsuisse.com/docView?language=ENG&format=PDF&source_id=csplusesearchcp&document_id=807177640&serialid=RoryRQMgHsUxy1uzjtLu2wRwt4tClfpgXmKix%2Fws84%3D

FTSE Russell & FTSE Nareit Indices, © Copyright FTSE Russell 2018; "FTSE Russell" is a trading name of FTSE International Limited ("FTSE") and Frank Russell Company ("Russell") and their respective subsidiary undertakings, which are members of the London Stock Exchange Group plc group. Nareit is the exclusive registered trademark of the National Association of Real Estate Investment Trusts. All rights in the Indexes vest in FTSE and Nareit. For more information please visit <https://www.ftserussell.com/index-series/index-spotlights>

S&P Dow Jones Indices, Copyright © 2018 S&P Dow Jones Indices LLC, a division of S&P Global. All rights reserved. For more information please visit <https://us.spindices.com/index-literacy/>

MSCI Indices, MSCI Inc. and all other service marks referred to herein are the exclusive property of MSCI and its affiliates. All MSCI indices are the exclusive property of MSCI and may not be used in any way without express written permission of MSCI. ©Copyright 2018 by MSCI Inc. All rights reserved. For more information please visit <https://www.msci.com/index-methodology>

NCREIF, Copyright © 2018 National Council of Real Estate Investment Fiduciaries. Redistribution of any NCREIF data is not permitted without express written from NCREIF. For more information please visit <https://www.ncreif.org/data-products/>

HFR® Indices, © 2018 Hedge Fund Research, Inc – All rights reserved. All data and content on HFR Database products are for your informational and personal use only. For more information please visit <https://www.hedgefundresearch.com/hfri-index-methodology>

Disclaimer: The analysis in this report was prepared by Fiduciary Investment Advisors, LLC, utilizing data from third parties and other sources including but not limited to FIA computer software and selected information in the FIA database. Reasonable care has been taken to assure the accuracy of the data contained herein, and comments are objectively stated and are based on facts gathered in good faith. These reports do not constitute investment advice with respect to the purchase, sale or disposition of individual securities. FIA disclaims responsibility, financial or otherwise, for the accuracy or completeness of this report. This report and the information contained herein was prepared solely for the internal business use of our clients. This report is confidential and cannot be reproduced or redistributed to any party other than the intended recipients without the expressed consent of FIA. FIA does not intend to benefit any third-party recipient of its work product or create any legal duty from FIA consents to the release of its work product to such third party. FIA provides a copy of its SEC Form ADV Part II to clients without charge upon request.

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

Performance data sourced from Morningstar Direct.