Weekly Market Dashboard: January 5, 2024

Market Overview

Broken Streak

The major U.S. equity indices kicked off the first trading week of 2024 in negative territory, failing to extend their previous streak of nine consecutive weekly gains that began in late October. The Nasdaq saw the largest decline, giving back 3.2% while the S&P 500 and Dow retreated 1.5% and 0.6%, respectively.

Labor Market Resilience

The U.S. economy added 216,000 new jobs in December, coming in well above economists' forecasts of 170,000 to mark the largest monthly gain in three months. In 2023, nonfarm payrolls rose by 2.7 million, with an average monthly gain of 225,000. Meanwhile, the U.S. unemployment rate remained steady at 3.7%.

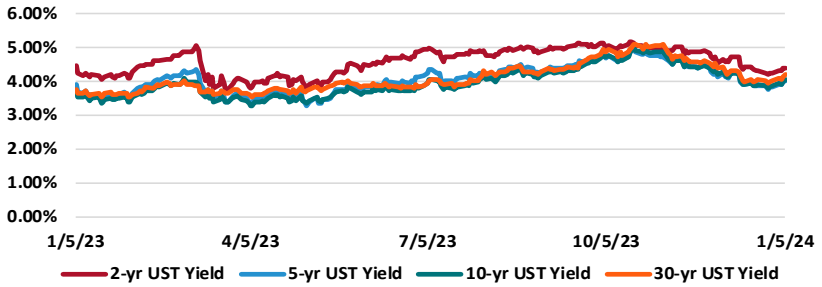
Likely, Yet Uncertain Pathway

Minutes from the Federal Reserve's most recent December meeting revealed that interest rate cuts are likely in 2024, although offered little perspective as to when they might occur, noting an elevated level of uncertainty as to how the data-dependent Fed's monetary policy will play out. FOMC members indicated they expect three, 25 bps rate cuts by the end of 2024.

Yield Comeback

Amid generally positive economic data and timeline uncertainty as to rate cuts from the Fed, the yield on the 10-year U.S. Treasury bond rose above 4.00% to snap a three-week stretch of declines. The 10-year yield closed Friday at 4.05%, up from 3.88% the previous week.

U.S. Treasury Yields



Date	2-Yr	5-Yr	10-Yr	30-Yr
1/5/2024	4.40%	4.02%	4.05%	4.21%
12/5/2023	4.57%	4.14%	4.18%	4.30%
1/5/2023	4.45%	3.90%	3.71%	3.78%

The Week Ahead

Consumer Price Index (Dec)
(Thursday, January 11)

Producer Price Index (Dec)
(Friday, January 12)

Equity Style Returns

1-Week %

	Value	Core	Growth
Large	-0.34	-1.50	-2.71
Mid	-1.63	-2.17	-3.45
Small	-3.26	-3.73	-4.23

YTD %

	Value	Core	Growth
Large	-0.34	-1.50	-2.71
Mid	-1.63	-2.17	-3.45
Small	-3.26	-3.73	-4.23

Market Indices

Index	1 Week	YTD	1 Year	3 Year
S&P 500	-1.50%	-1.50%	25.39%	9.73%
Nasdaq	-3.23%	-3.23%	42.12%	5.06%
DJIA	-0.56%	-0.56%	16.25%	9.43%
Russell 2000	-3.73%	-3.73%	13.07%	0.86%
MSCI EAFE	-1.26%	-1.26%	15.69%	3.32%
MSCI EM	-2.09%	-2.09%	4.50%	-6.43%
Russell 1000 Value	-0.34%	-0.34%	10.62%	8.90%
Russell 1000 Growth	-2.71%	-2.71%	41.72%	8.20%
U.S. Agg. Bond	-1.20%	-1.20%	3.45%	-3.61%

Sources: U.S. Treasury Data from U.S. Department of the Treasury, Equity and Index returns from Morningstar. Equity Style Returns: Large Core – S&P 500 TR, Large Value – Russell 1000 Value TR, Large Growth – Russell 1000 Growth TR, Mid Core – Russell Midcap Index TR, Mid Value – Russell Midcap Value TR, Mid Growth – Russell Midcap Growth Tr, Small Core – Russell 2000 TR, Small Value – Russell 2000 Value TR, Small Growth – Russell 2000 Growth TR, U.S.Agg. Bond – Bloomberg U.S. Aggregate Bond Index. *P* = Preliminary Release

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