

Performance Through Last Week End

Best ↑ ↓ Worst	S&P Global Property TR USD 1.5	S&P 500 TR USD 24.3	S&P 500 TR USD 37.9
	S&P 500 TR USD 0.9	MSCI ACWI Ex USA GR USD 12.7	S&P Global Property TR USD 30.7
	FTSE WGBI NonUSD Hdg USD 0.7	S&P Global Property TR USD 11.8	MSCI ACWI Ex USA GR USD 25.3
	Wilshire Liquid Alternative TR USD 0.4	Wilshire Liquid Alternative TR USD 6.4	BBgBarc US Agg Bond TR USD 12.1
	ICE BofA 1-3 M US Trsy TR USD 0.1	ICE BofA 1-3 M US Trsy TR USD 4.3	Wilshire Liquid Alternative TR USD 10.7
	BBgBarc US Agg Bond TR USD 0.1	Bloomberg Commodity TR USD 3.9	FTSE WGBI NonUSD Hdg USD 10.1
	MSCI ACWI Ex USA GR USD -0.3	FTSE WGBI NonUSD Hdg USD 3.3	ICE BofA 1-3 M US Trsy TR USD 5.4
	Bloomberg Commodity TR USD -2.5	BBgBarc US Agg Bond TR USD 3.0	Bloomberg Commodity TR USD -2.2
	Last Week	Year-To-Date	1 Year

Given it was a light week on the economic release front, news was concentrated on retail sales for September. Bottom line, consumers remain in a spending mood as sales increased another 0.4% for the month while core retail sales rose 0.5%. Both data points were significantly higher than August and consensus expectations. So, while inflation remains muted and the unemployment rate - while rising - is also benign, more economists are openly embracing the soft-landing scenario. And yes, we are less than 10 days away from the initial third quarter GDP estimate, with the line currently in the 3.1% range - or about the same as the second quarter. Not bad at all.

Return enhancing assets seem to agree as domestic stocks were up another 90 bps last week, though the clear leader was global property shares, which rose 1.5%. Foreign stocks and commodities were off as the China sugar rush subsides and oil remains weak.

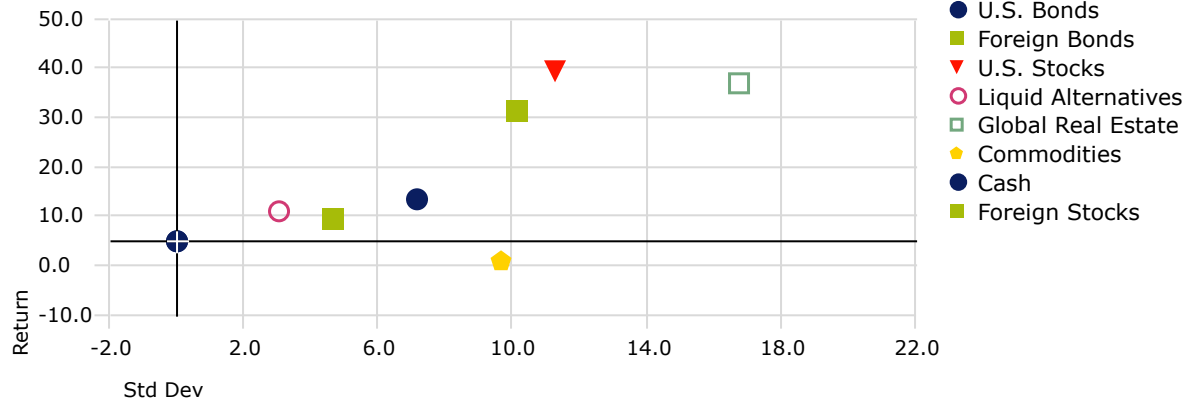
As we come down to the final days of the election cycle, economic releases will take a back seat to political hyperbole. So, you may want to add bourbon to your coffee. Good morning.

Economic Data	Current	Previous
GDP (QoQ) - Q2	3.0%	1.6%
Unemployment Rate - Sep	4.1%	4.2%
Consumer Confidence - Sep	98.7	105.6
CPI (YoY) - Sep	2.4%	2.5%
Fed Baseline Interest Rate	5.00%	5.50%

Economic Calendar for the Week

Monday	No Significant Releases
Tuesday	No Significant Releases
Wednesday	Existing Home Sales (Sep) Crude Oil Inventories
Thursday	Initial Jobless Claims S&P Global US Manufacturing PMI (Oct) New Home Sales (Sep)
Friday	Durable Goods Orders (MoM) (Sep)

1 Year Risk-Reward



Bloomberg Barclays US Aggregate Bond TR USD

The index measures the performance of investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM passthroughs), ABS, and CMBS. It rolls up into other Bloomberg flagship indices, such as the multi-currency Global Aggregate Index and the U.S. Universal Index, which includes high yield and emerging markets debt.

FTSE WGBI Non-USD Hedged USD

The index measures the performance of fixed-rate, local currency, investment-grade sovereign bonds of all WGBI countries except the United States and is stated in US dollar terms. It is a subset of Citigroup World Government Bond Index (WGBI).

S&P 500 TR USD

The index measures the performance of 500 widely held stocks in US equity market. Standard and Poor's chooses member companies for the index based on market size, liquidity and industry group representation. Included are the stocks of industrial, financial, utility, and transportation companies. Since mid 1989, this composition has been more flexible and the number of issues in each sector has varied. It is market capitalization-weighted.

MSCI ACWI Ex USA GR USD

The index measures the performance of the large and mid cap segments of the particular regions, excluding USA equity securities, including developed and emerging market. It is free float-adjusted market-capitalization weighted.

Wilshire Liquid Alternative TR USD

Wilshire Liquid Alternative Index aims to deliver a precise, broad market measure for the performance of diversified liquid alternative investment strategies that are implemented in mutual fund structures.

Bloomberg Commodity TR USD

The index measures the performance of future contracts on physical commodities which are traded on US exchanges and the London Metal Exchange. The commodity weightings are based on production and liquidity, subject to weighting restrictions applied annually.

S&P Global Property TR USD

The index defines and measures the investable universe of publicly traded property companies. The index is ideal for a range of investing activities, including benchmarking active funds and setting the foundation for passive funds. The S&P Global Property divides into two sub-indices: S&P Developed Property and S&P Emerging Property.

ICE BofA 1-3 Month US Treasury TR USD

Is an unmanaged index tracking 1-3 month U.S. government securities. The index is produced by Merrill Lynch, Pierce, Fenner & Smith, Inc.

Copyright © Consilium, LLC. Commentary and opinions herein consist of subjective judgments and are subject to change without notice, as are statements of economics, investments, and financial markets. Information provided is believed to be reliable but does not warrant its accuracy or completeness. This material is not intended as an offer or solicitation for the purchase or sale of any financial instrument, security, or financial advisory service. The views and strategies described may not be suitable for all investors. This material has been prepared for informational purposes only, and is not intended to provide for, accounting, legal, investment or tax advice. Investing may involve a greater degree of risk and increased volatility than readers of this publication may be aware of or comfortable with. Past performance does not equate to future results. Consilium, LLC – Registered Investment Advisor.