

Performance Through Last Week End

Best ↑ ↓ Worst	ICE BofA 1-3 M US Trsy TR USD 0.0	Bloomberg Commodity TR USD 14.4	Bloomberg Commodity TR USD 15.5
	Wilshire Liquid Alternative TR USD -1.0	ICE BofA 1-3 M US Trsy TR USD 0.6	ICE BofA 1-3 M US Trsy TR USD 0.6
	FTSE WGBI NonUSD Hdg USD -1.2	Wilshire Liquid Alternative TR USD -6.4	Wilshire Liquid Alternative TR USD -6.4
	BBgBarc US Agg Bond TR USD -1.6	FTSE WGBI NonUSD Hdg USD -11.7	FTSE WGBI NonUSD Hdg USD -12.3
	Bloomberg Commodity TR USD -3.7	BBgBarc US Agg Bond TR USD -13.8	BBgBarc US Agg Bond TR USD -14.2
	S&P 500 TR USD -4.6	S&P 500 TR USD -21.6	S&P 500 TR USD -15.7
	MSCI ACWI Ex USA GR USD -5.2	MSCI ACWI Ex USA GR USD -24.8	S&P Global Property TR USD -22.0
	S&P Global Property TR USD -6.5	S&P Global Property TR USD -25.9	MSCI ACWI Ex USA GR USD -25.2
		Last Week	Year-To-Date

It's the same story, but it's also the only real story. In short, swelling inflation with the resultant central bank response, the Russian invasion of Ukraine, and apprehensive investors have all contributed to falling equity and fixed-income prices. And this downfall cannot be understated. For example, the -14.2% decline in domestic, investment grade, bonds over the past 12 months is a first since we started tracking the performance of the bond market.

Yet, while the domestic economy has sidestepped many of the worst ills, other nations have not been so lucky. Additionally, the surging dollar is punishing the rest of the world, exacerbating tenuous balance sheets. This is doubly true for emerging economies.

Signs of difficulties are widespread. European economic activity declined by copious amounts this past month. In the U.K., the pound fell to its lowest level since 1985 while the Japanese yen has fallen so much that their government has intervened to boost its value, the first time they have done this since 1998.

So yes, the same story continues. Last week domestic stocks were off -4.6% while foreign shares fell -5.2%. Bonds were down -1.6% as the 2-year Treasury now yields 4.2% and the 10-year 3.7%.

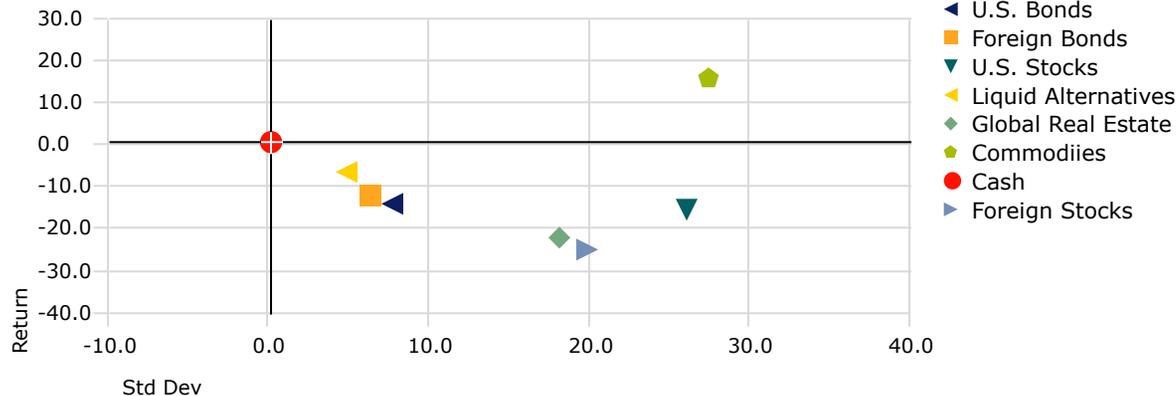
Looking ahead, the latest consumer confidence data is Tuesday and the Core PCE Friday. May you enjoy the fall colors and a good espresso.

Economic Data	Current	Previous
GDP (QoQ) - Q2	-0.6%	-1.6%
Unemployment Rate - Aug	3.7%	3.5%
Consumer Confidence - Aug	103.2	95.3
CPI (YoY) - Aug	8.3%	8.5%
Core Retail Sales (MoM) - Aug	-0.3%	0.4%

Economic Calendar for the Week

Monday	No Significant Releases
Tuesday	CB Consumer Confidence (Sep) New Home Sales (Aug) Core Durable Goods Orders (MoM) (Aug)
Wednesday	Crude Oil Inventories Pending Home Sales (MoM) (Aug) Fed Chair Powell Speaks
Thursday	Initial Jobless Claims GDP (QoQ) (Q2)
Friday	Core PCE Price Index (MoM) (Aug)

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 traded on US exchanges and 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.

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