



**Market in a Minute**  
June 23, 2015

Index Performance: As of June 19, 2015

Index	Price	Last Week	YTD
Dow Jones 30	18016	0.7%	1.1%
S&P 500	2110	0.8%	2.5%
NASDAQ	5117	1.3%	8.0%
Russell 2000	1285	1.6%	6.6%
Russell 2000 Growth	801	2.0%	10.9%
Russell 2000 Value	1559	1.1%	2.3%
Russell 1000 Growth	1014	1.0%	5.5%
Russell 1000 Value	1229	0.5%	1.7%
Shanghai SE Index	5012	-7.4%	47.9%
SPDR Gold Shares	115.12	1.7%	1.4%
GS Crude Oil Total Return	12.15	-1.3%	-3.1%
Powershares US \$ Index	24.68	-0.8%	3.0%
Ishares EAFE Index	66.06	-0.2%	8.6%
iShares Barclays 20+ Yr Treasury Bond	119.08	1.0%	-5.4%
Utilities Select Sector ETF	42.79	-0.4%	-9.9%
Vanguard REIT ETF	78.78	0.3%	-4.4%
iShares Mortgage Real Estate	11.44	0.2%	-3.2%
Wells Fargo BDC	22.80	-0.4%	2.2%
Alerian MLP ETF	16.11	-0.9%	-6.4%
iShares Global Telecom	63.53	0.9%	5.3%

Source: Bloomberg & MSN, Returns are appreciation only.

S&P Sector Performance

Index	Price	Last Week	YTD
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**A Word on the Market by Pat Adams, CFA**

The market reacted positively last week to the Federal Reserve mapping out, as much as possible, the trajectory of rate increases moving up from 0-.25% to just under 3% by the end of 2017. There will likely be at least one rate increase this year. 2017 seems to be an eternity in stock market years. The market's expectation is currently much lower. Such an increase even over a 2.5 year period would have a significant impact on financial asset valuations even if done gradually.

Greece is in the spotlight this week. If it's possible to kick the can down the road again, we believe the market will view it as good news. We are very skeptical that there is a solution to their debt problem and Greece is toast at some point.

There is an article on Business Development Companies (BDCs) in Barron's highlighting the unusual value of the sector. We would strongly concur. There is a big potential catalyst for the group, to bring it back to a normal valuation and provide significant growth. Last week the House Committee on Financial Services met on allowing the BDCs to increase leverage form 1x to 2x. Even at 2x this is still very conservative relative to the 8x leverage the banks deploy. It appears this proposal will have strong bipartisan support. This proposal is viewed as helping grow jobs. We would expect this to become law by year end, although it is very difficult to have a lot of confidence in what Congress may do for sure. We would stress that it would have a major positive impact on an undervalued group, especially quality BDCs like Medley Capital (MCC) that trade 25% below NAV and has a 13% dividend yield.

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Information Technology	713	0.3%	3.1%
Consumer Disc.	616	1.6%	7.5%
Consumer Staples	501	1.9%	0.2%
Health Care	875	2.0%	10.6%
Financials	336	-0.1%	0.8%
Industrials	481	0.0%	-1.2%
Energy	558	-0.5%	-4.9%
Telecommunications	155	0.6%	1.4%
Utilities	218	1.5%	-9.4%
Materials	316	0.6%	3.5%

Source: Bloomberg website, Returns are appreciation only.

#### Interest Rates

Fed Fund	0.25	5-Year	1.59
3-Month	0.01	10-Year	2.26
6-Month	0.05	30-Year	3.05
2-Year	0.65		

Source: Bloomberg.com

#### Economic Events This Week

Date	Event	Forecast	Previous
22-Jun	Existing Home Sales	5.26M	5.09M
23-Jun	Durable Orders	-0.5%	-1.0%
23-Jun	Durable Orders ex-Transportation	0.6%	-0.2%
23-Jun	New Home Sales	525K	517K
24-Jun	GDP Q1-Third Est	-0.2%	-0.7%
24-Jun	GDP Deflator	-01%	-0.1%
25-Jun	Initial Claims	271K	267K
25-Jun	Personal Income	0.5%	0.4%
25-Jun	Personal Spending	0.7%	0.0%
26-Jun	Michigan Sentiment	94.8	94.6

Source: Briefing.com

Economic Events Last Week

Date	Event
<b>15-Jun</b>	The Industrial Production for May came in at 0.2% compared to estimates of 0.3%
<b>15-Jun</b>	The Capacity Utilization for May was reported at 78.1% which was slightly lower than forecasts of 78.3%
<b>16-Jun</b>	Housing Starts May came in at 1036K vs. expectations of 1100K
<b>16-Jun</b>	Building Permits for May were 1275K compared to estimates of 1100K
<b>18-Jun</b>	Initial Claims for the week of 6/13 came in at 267K vs. expectations of 276K
<b>18-Jun</b>	CPI for May was at 0.4% vs. forecasts of 0.5%
<b>18-Jun</b>	Core CPI for May was 0.1% vs estimates of 0.2%
<b>18-Jun</b>	The Philadelphia Fed report for Jun came in at 15.2 which was higher than forecasts of 8.0

Source: Briefing.com

Phone: (800) 777-0818

Email: [Information@pvgasset.com](mailto:Information@pvgasset.com)

Web: [www.pvgassetmanagement.com](http://www.pvgassetmanagement.com)