



## Market in a Minute

May 2, 2017

### Index Performance: As of Apr. 28, 2017

Index	Price	Last Week	YTD
Dow Jones 30	20941	1.9%	6.0%
S&P 500	2384	1.5%	6.5%
NASDAQ	6048	2.3%	12.3%
Russell 2000	6826	1.5%	3.6%
Russell 2000 Growth	5835	2.1%	7.3%
Russell 2000 Value	10773	1.0%	0.3%
Russell 1000 Growth	1115	2.0%	11.4%
Russell 1000 Value	1407	0.9%	3.1%
Shanghai SE Index	3303	0.8%	1.7%
SPDR Gold Shares	120.75	-1.3%	10.2%
GS Crude Oil Total Return	5.29	-0.8%	-16.4%
Powershares US \$ Index	25.57	-0.9%	-3.4%
Ishares EAFE Index	63.78	2.9%	10.5%
iShares Barclays 20+ Yr Treasury Bond	122.35	-1.0%	2.7%
Utilities Select Sector ETF	51.70	-0.1%	6.4%
Vanguard REIT ETF	82.79	-2.7%	0.3%
iShares Mortgage Real Estate	46.92	1.0%	11.6%
Wells Fargo BDC	23.67	0.9%	4.3%
Alerian MLP ETF	12.60	0.2%	0.0%
iShares Global Telecom	58.66	-0.4%	-0.1%

Source: Bloomberg & MSN, Returns are appreciation only.

### S&P Sector Performance

Index	Price	Last Week	YTD
Information Technology	928	2.6%	14.9%
Consumer Disc.	717	2.0%	10.6%
Consumer Staples	567	0.3%	6.5%

### A Word on the Market by Pat Adams, CFA

The stock market feels like 2014, when only a hand full of stocks performed and the rest of the market was relatively flat. The S&P 500 did well in 2014, only a few stocks drove that performance, which is where we got the name FANG, for Facebook, Amazon, Netflix, and Google. The NASDAQ is up on a serious parabolic spike this year, consistent with periods where you see an exhaustive gap that ends a market cycle. The S&P 500 has been one of the stronger performing indices this year and the NASDAQ has been on a tear. So why is this happening? It's consistent to what happened in 2000, and in 2007, the market becomes more concerned about rising interest rates by the Fed, with slowing GDP growth and gravitates to the few places where it believes that growth can continue in this type of environment. We look for these parabolic moves as part of the puzzle in forming a market top. In managing money for 32 years I have not seen too many of these periods, and they can last longer, but it sure looks consistent with a top.

### NASDAQ versus S&P 500



On a positive note, we are getting through some serious issues. It appears we have avoided a government shut down last week. The tax plan was revealed and is extremely positive. The French election looks like it will not be an issue. Lastly, earnings for the first quarter have been good.

First quarter GDP growth reported last week was dismal, up only .7% with consumption up only .3%. This is one of

Health Care	872	2.4%	9.5%
Financials	391	1.6%	1.1%
Industrials	569	1.3%	5.8%
Energy	499	0.1%	-10.0%
Telecommunications	160	-1.5%	-9.2%
Utilities	262	-0.1%	6.2%
Materials	333	1.8%	6.7%

Source: Bloomberg website, Returns are appreciation only.

#### Interest Rates

Fed Fund	0.75	5-Year	1.81
3-Month	0.80	10-Year	2.29
6-Month	0.99	30-Year	2.96
2-Year	1.28		

Source: Bloomberg.com

#### Economic Events This Week

<b>1-May</b>	Personal Income	0.3%	0.3%
<b>1-May</b>	Personal Spending	0.1%	0.0%
<b>1-May</b>	Construction Spending	0.4%	1.8%
<b>1-May</b>	ISM Index	56.5	57.2
<b>3-May</b>	FOMC Rate Decision	0.875	0.875
<b>4-May</b>	Initial Claims	246K	257K
<b>4-May</b>	Productivity-Prel.	0.1%	0.1%
<b>4-May</b>	Factory Orders	0.4%	1.0%
<b>5-May</b>	Nonfarm Payrolls	180K	98K
<b>5-May</b>	Nonfarm Private Payrolls	175K	89K
<b>5-May</b>	Unemployment Rate	4.6%	4.5%

Source: Briefing.com

#### Economic Events Last Week

Date	Event
<b>25-Apr</b>	New Homes Sales for Mar. came in at 621K which was well ahead of expectations of 590K
<b>25-Apr</b>	Consumer Confidence for Apr. was reported at 120.3 vs. estimates of 122.3
<b>27-Apr</b>	Durable Orders for Mar. rose 0.7% which was below forecasts of 1.2%

the reasons stock performance has gotten so narrow, not enough growth for more companies to do well. We will need a strong Employment report on Friday.

We mentioned Amazon last week, as expected, the revenue line is difficult to grow much more than 20%, but the earnings came in better than most believed.

Apple reports their earnings on Tuesday, we expect perhaps the same as AMZN, in line revenues, better than expected earnings, but a very conservative outlook for next quarter.

Please visit our website for more information.

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

<b>27-Apr</b>	Durable Orders ex-transportation came in at -0.2% compared to expectations of 0.4%
<b>27-Apr</b>	Initial Claims for the week of 4/22 were reported at 257K compared to consensus forecasts of 242K
<b>28-Apr</b>	GDP-Adv. for Q1 was reported at 0.7% compared to expectations of 1.1%
<b>28-Apr</b>	The Chain Deflator-Adv. for Q1 was 2.3% vs. estimates of 2.1%
<b>28-Apr</b>	The Chicago PMI for Apr. came in at 58.3 which was higher compared to forecasts of 56.9
<b>28-Apr</b>	The Michigan Sentiment for Apr. was 97.0 vs. estimates of 98.0
Source: Briefing.com	

Phone: (800) 777-0818

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

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