



The Market in 5 Charts | July 2021

PITCAIRN[®]

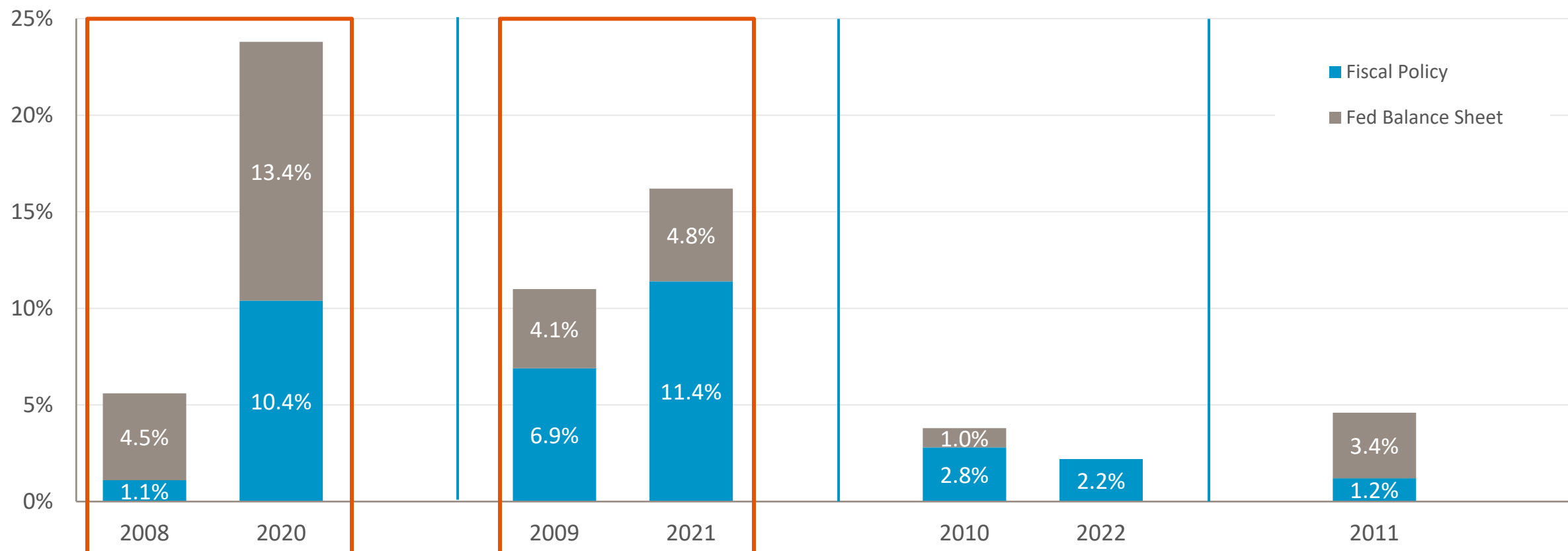
Earnings are ahead of pre-pandemic levels. How will the market react?



Source: Strategas, 2021.

Unprecedented Fed stimulus is fueling an accelerating economy and rapid market recovery

FINANCIAL CRISIS VS. CORONAVIRUS PANDEMIC
FISCAL POLICY AND FED BALANCE SHEET GROWTH AS A % OF GDP



Source: Strategas, 2021.

Core US Inflation Measure Hits 13-Year High

Fed and markets are closely watching frothy inflation metrics, but is it transitory or long-lasting?

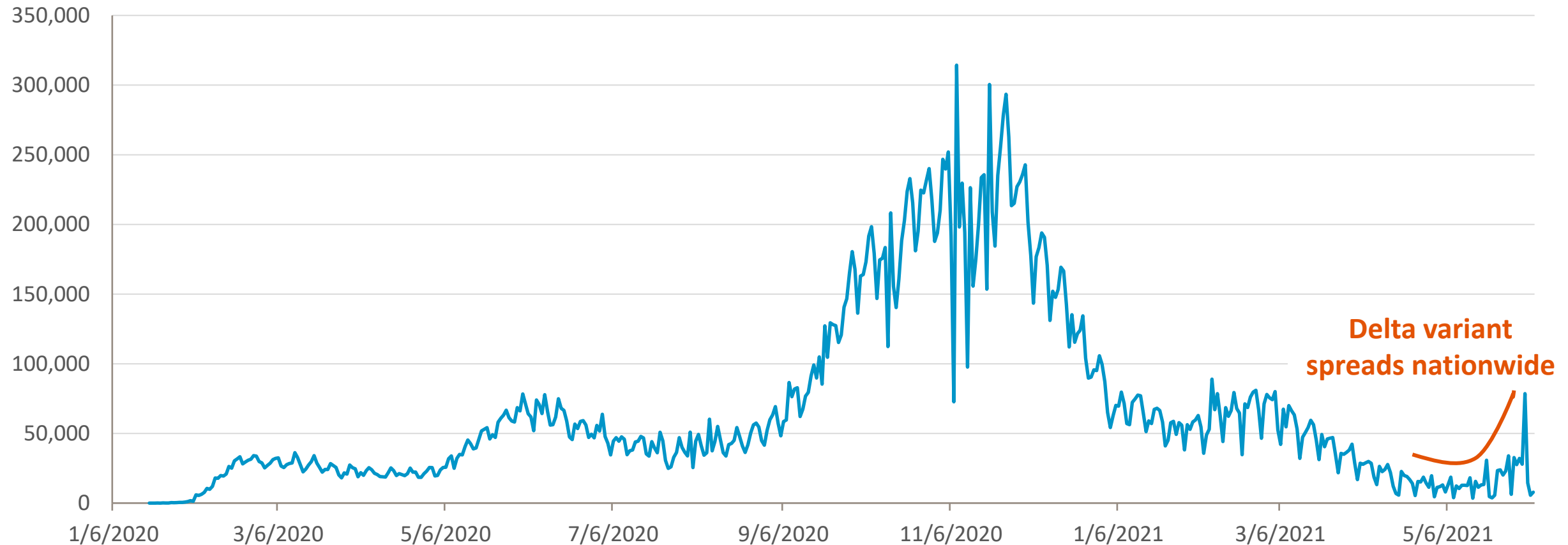
**CPI: ALL ITEMS LESS FOOD AND ENERGY
% CHANGE YEAR-OVER-YEAR**



Source: St. Louis Fed (FRED), Data as of 6/01/2021.

Increasing Delta cases could derail global risk markets

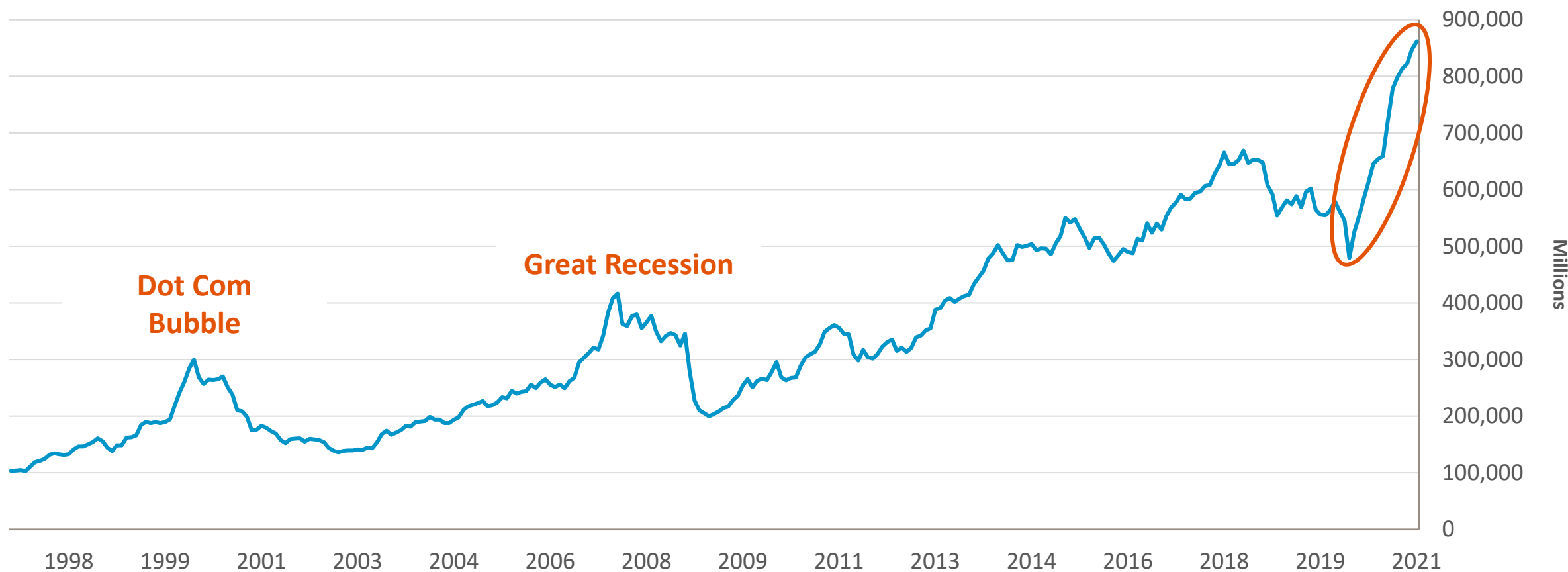
DAILY US COVID-19 CASES: NET CHANGE



Source: Bloomberg; Data as of 6/06/2021.

History shows us that steep US margin balance increases signal a market correction

US MARGIN BALANCES



Source: FINRA; Data as of 5/2021.