

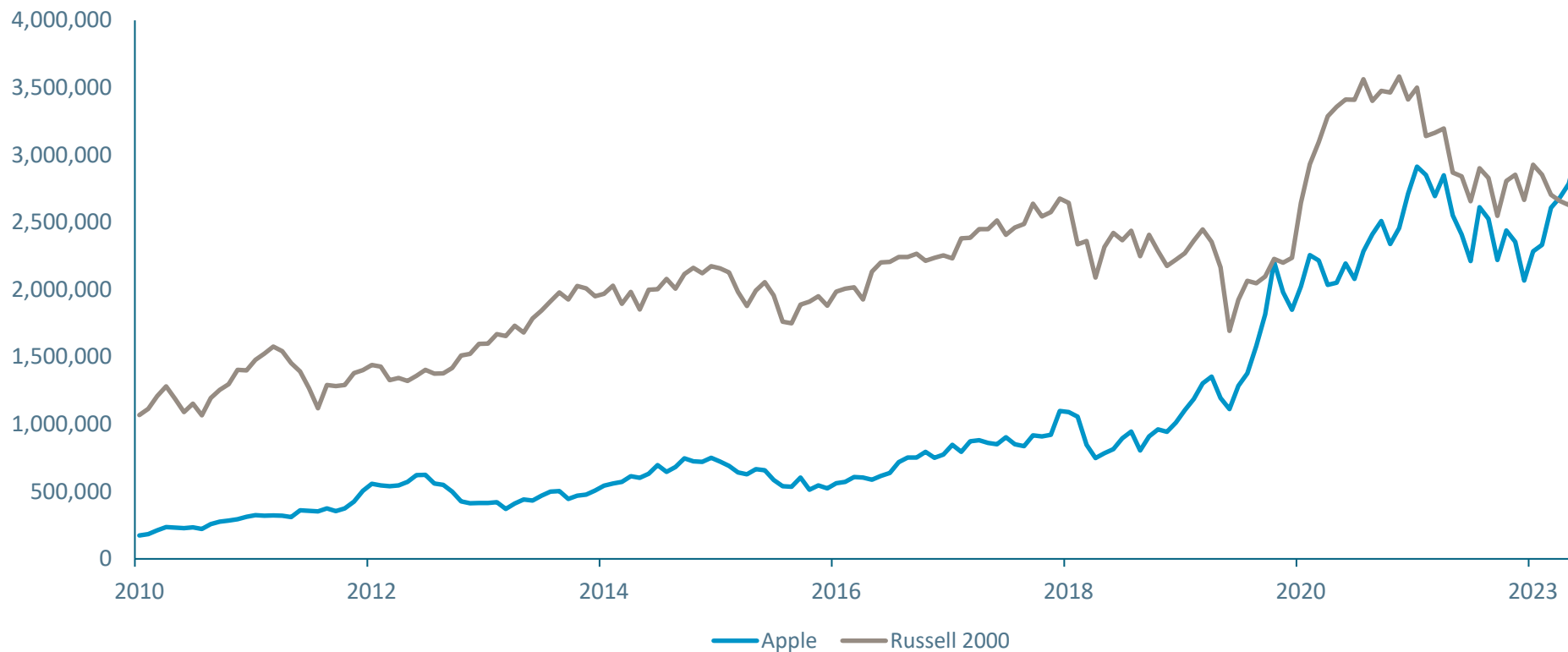
The Market in Five Charts

July 2023

Mega Caps Party Like It's 1999

Apple's market cap exceeds the entire small cap index

APPLE VS. RUSSELL 2000 INDEX
MARKET CAPITALIZATION (\$MM)

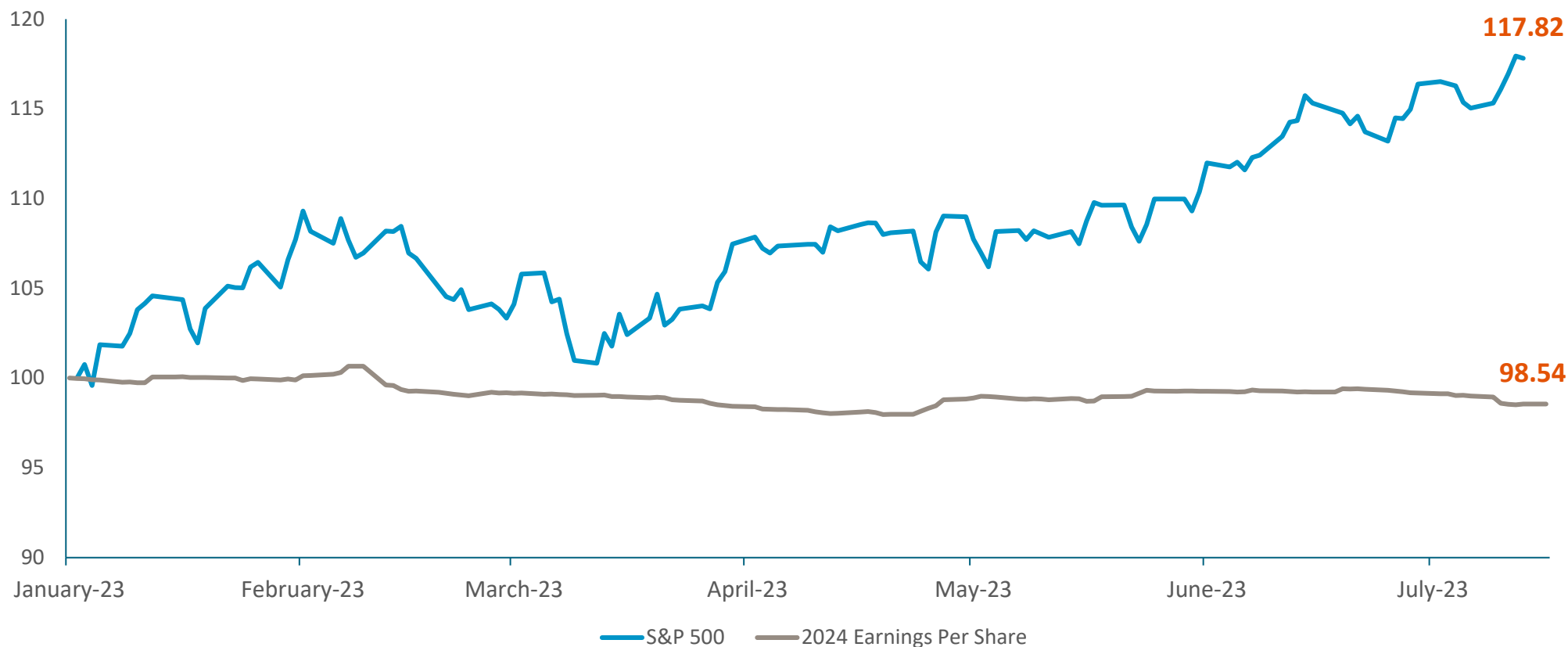


Source: Bloomberg, Data as of 6/30/2023.

2023 Equity Rally Not Driven By Earnings

Earnings have beaten expectations for year-over-year contraction

S&P 500 YEAR-TO-DATE PERFORMANCE AND 2024 EARNINGS PER SHARE
INDEXED TO 100



Source: Bloomberg, Data as of 7/14/2023.

Debt Ceiling Resolution Buoyed Markets

Unlike 2011, stocks rallied out of this year's debt ceiling resolution

S&P 500 PRICE RETURN 2011 VS. 2023
INDEXED TO 100

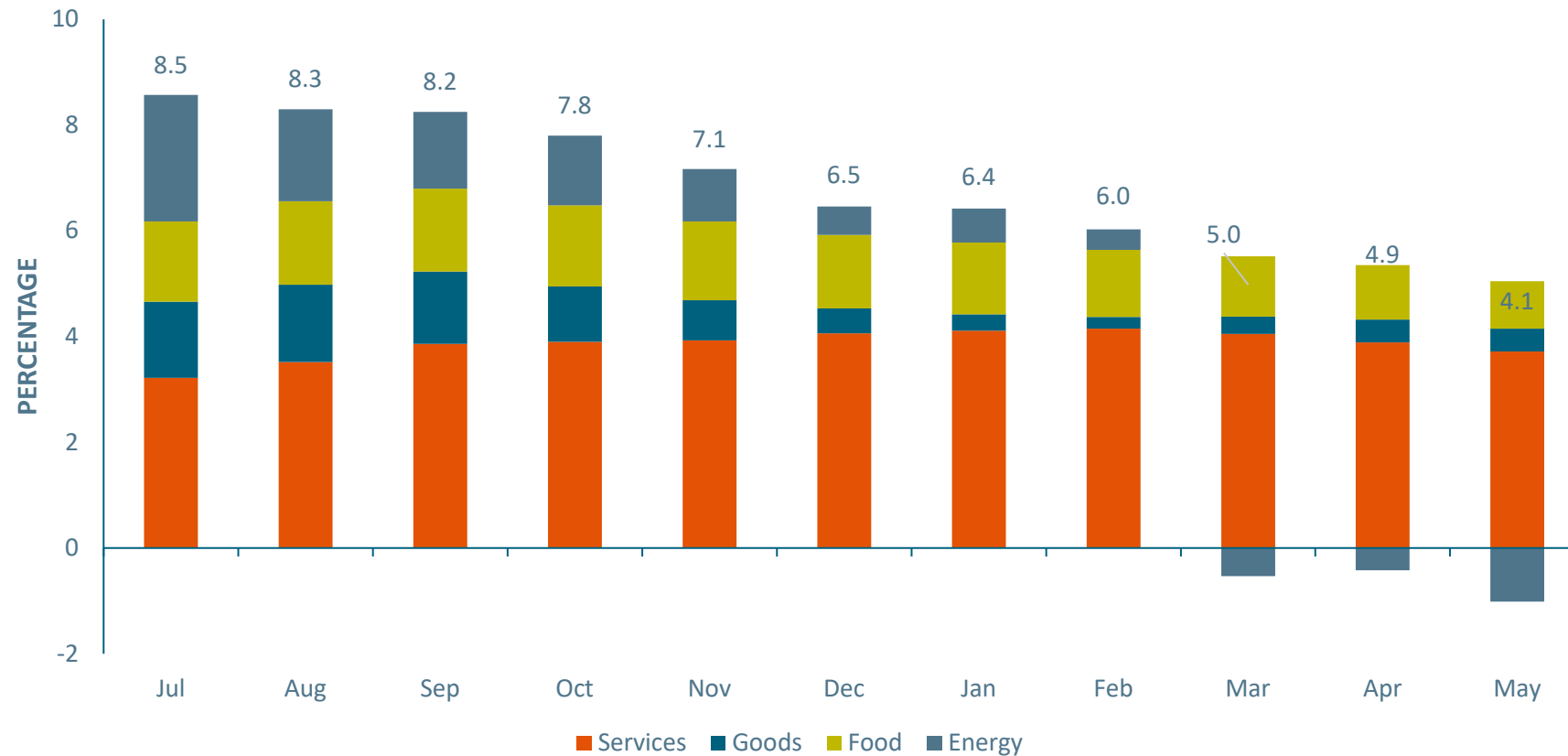


Source: Bloomberg, Data as of 6/30/2023.

Fall in Headline Inflation Encourages Bulls

Core inflation proving to be much stickier

CONTRIBUTIONS TO HEADLINE CPI INFLATION
Y/Y% CHANGE IN CPI, NON-SA



Leading Economic Indicators Are Early or Wrong Predicting Recession

Probability of recession at highest levels since 1980s

NY FED PROBABILITY OF RECESSION IN US 12-MONTHS AHEAD PREDICTED BY TREASURY SPREAD

