



## The Scorecard

*Your Personal CFO*

Date: March 31, 2018

### Tips From the Pro

Rising interest rates may cause short term pain in the fixed income portion of a portfolio. Longer term, rising rates transform the asset class from acting strictly as equity diversification to one that also earns a bit of return.

### Hazards

Getting scared out of traditional asset classes by headline risk  
Putting away your winter gear too early in Ohio  
Following the risk-hungry into fad investments

### Front Nine: Market Update

	Annualized				
	1-Month	1-Year	3-Year	5-Year	10-Year
Barclays US Aggregate	0.64%	1.20%	1.20%	1.82%	3.63%
Barclays US Municipal	0.37%	2.66%	2.25%	2.73%	4.40%
Barclays US TIPS	1.05%	0.92%	1.30%	0.05%	2.93%
S&P 500	-2.54%	13.99%	10.78%	13.31%	9.49%
S&P 1000	1.27%	11.50%	9.51%	12.46%	11.03%
MSCI EAFE	-1.80%	14.80%	5.55%	6.50%	2.74%
MSCI Emerging Markets	-1.86%	24.93%	8.81%	4.99%	3.02%
Wilshire Real Estate	4.09%	-3.43%	1.49%	6.49%	6.32%
Bloomberg Commodities	-0.62%	3.71%	-3.21%	-8.32%	-7.71%

### Back Nine: Data From Your CFO

	Most Recent	Previous Month	Start of Year	YTD Change
S&P500 P/E Ratio(Fwd)	17.5	18.8	19.7	-2.2
S&P500 P/E Ratio(TTM)	24.0	24.4	23.3	0.7
6 Month CD	0.21%	0.20%	0.19%	0.02%
10-Year Treasury	2.74%	2.86%	2.41%	0.33%
S&P 500 Yield	1.89%	1.83%	1.83%	0.06%
Fed Funds Rate	1.50-1.75%	1.25-1.50%	1.25-1.50%	0.25%
WTI Oil	\$64.94	\$61.64	\$60.42	7.48%
Unemployment	4.10%	4.10%	4.10%	0.00%
CPI	2.20%	2.10%	2.20%	0.00%

### At the Turn

Schwab's Liz Ann Sonders describes equity valuations as expensive, but relatively fair. JP Morgan's Dr. David Kelly shows various valuation measures as within normal ranges. Both agree that valuations are terrible market timing signals.

### 19th Hole: Cocktail Party Trivia

US household net worth is nearing \$100 trillion (with a T). Assets total about \$114 trillion with 41% of that made up of financial assets, 24% home value, and 20% pension funds. Liabilities are about \$16 trillion. 66% of liabilities are mortgages. 10% is student debt. 7% is auto loans.



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### Front Nine: Market Update:

Bond Returns: All returns represent total return. Bond Index: Barclays US Aggregate provided by Barclays Capital; Barclays US Municipal provided by Barclays Capital; Barclays US TIPS provided by Barclays Capital.

Equity Price Levels and Returns: All returns represent total return for state period. Equity Index: S&P 500 provided by Standard & Poor's; S&P 1000 provided by Standard & Poor's; MSCI EAFE provided by MSCI – gross official pricing; MSCI Emerging Markets provided by MSCI – gross official pricing; Wilshire Real Estate Securities Index provided by Wilshire Associates Inc; Commodity Index: Bloomberg Commodity provided by Bloomberg Professional® Service. No index mentioned on the Front Nine Report includes any trading expenses, management fees or other costs.

### Back Nine: Data from your CFO:

S&P 500 P/E Ratio (Forward 12 Month) provided by S&P 500 Earnings and Estimate Report; S&P 500 P/E Ratio (Trailing Twelve Month) provided by S&P 500 Earnings and Estimate Report; 6 Month CD Rate provided by FDIC.gov; 10-Year Treasury Rate provided by Bloomberg; S&P 500 Yield provided by S&P 500 Earnings and Estimate Report; Federal Funds Rate provided by Federal Reserve Bank of New York; Price of WTI provided by Bloomberg; Unemployment Rate provided by Bureau of Labor Statistics; Consumer Price Index provided by Bureau of Labor Statistics; Certain information on the Back Nine Report are economic trends and do not necessarily reflect account or market performance.

### At the Turn

Source: Liz Ann Sonders market update 1/29/2018; JP Morgan 2Q 2018 Guide to the Markets

### 19th Hole: Cocktail Party Trivia:

Source: JP Morgan 2Q 2018 Guide to the Markets

All Indexes, where applicable, include the reinvestment of dividends and other earnings but do not include any trading expenses, management fees or other costs. Unless otherwise stated, all data is as of March 31, 2018 or as of most recently available. *Past performance does not guarantee future results. Diversification does not guarantee investment returns and does not eliminate the risk of loss.*

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