

Economy

Market

Investment

07/18/2024

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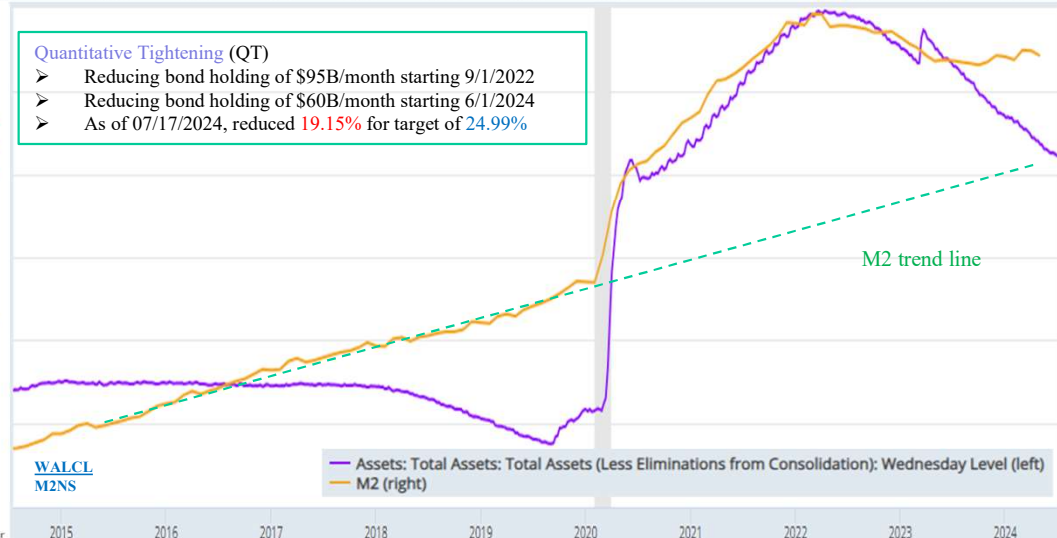
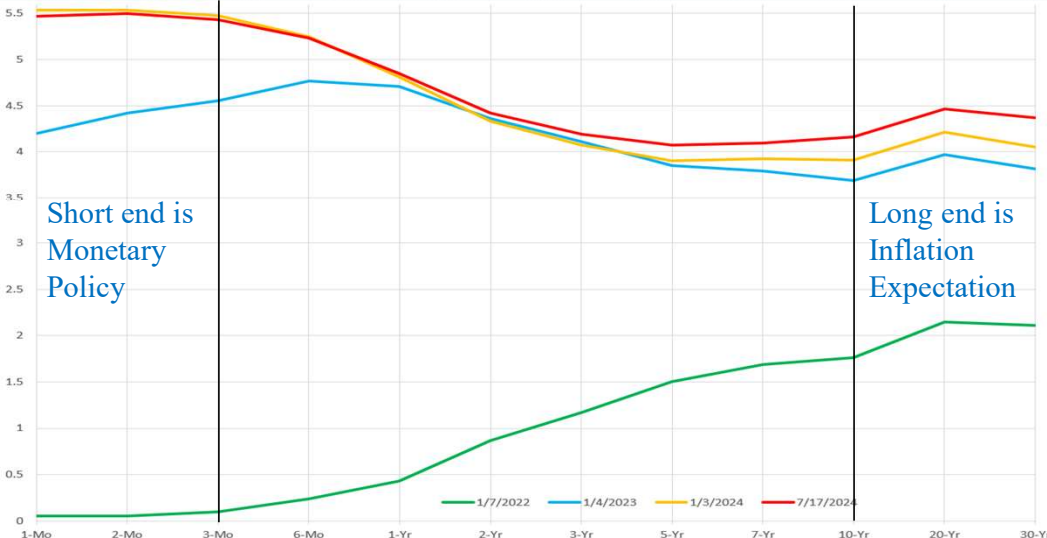
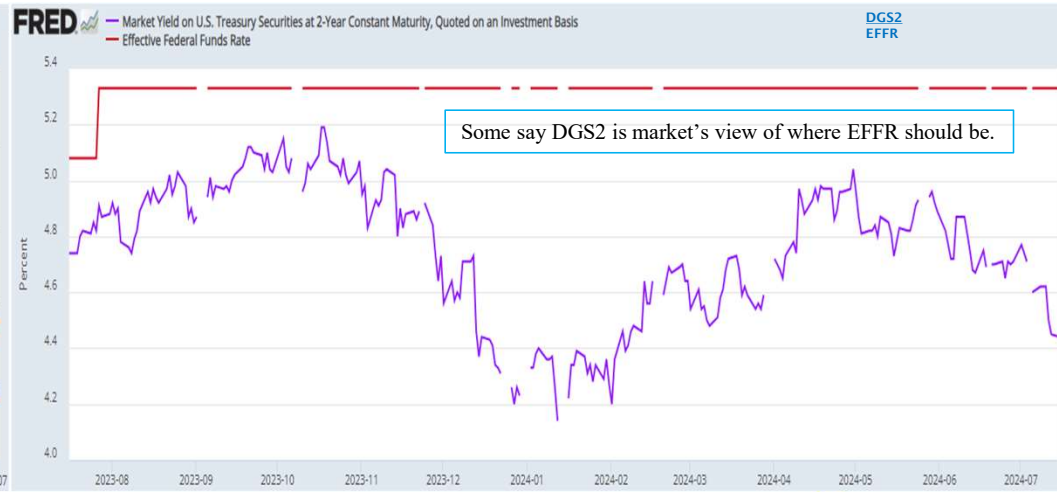
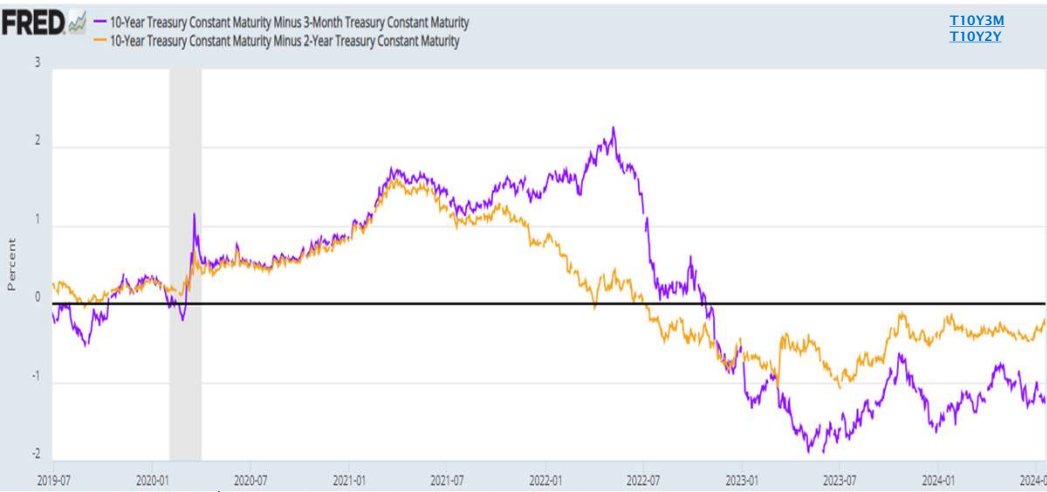
Economics and markets are not governed by physical laws of the universe.

Patterns in data only serve to weigh probability, they do NOT dictate the future.

Interest Rates, Yield Curve, and QT

Resource Center | U.S. Department of the Treasury

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AAII Income and Cash Flow SIG

Jobs Openings and Labor Turnover Summary (JOLTS)

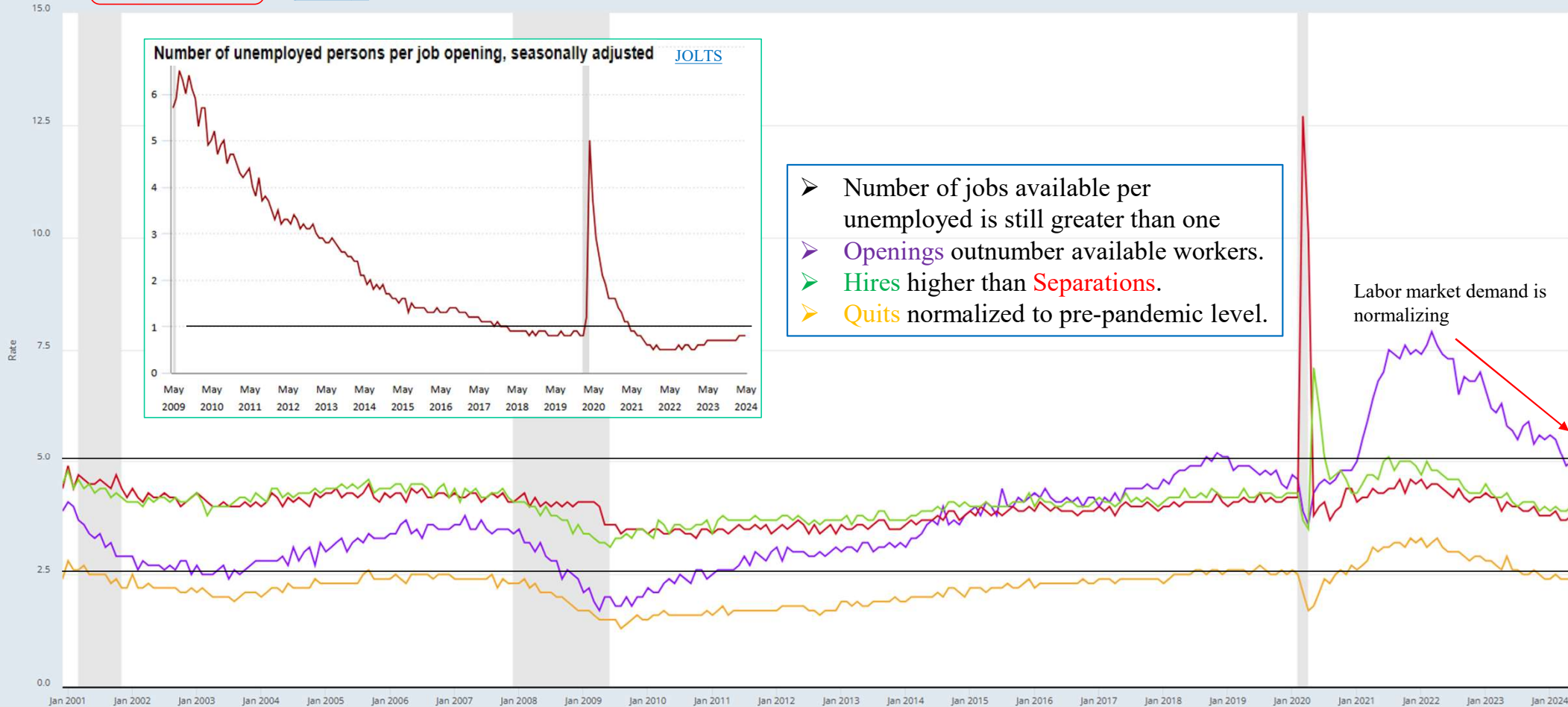
<https://www.bls.gov/news.release/jolts.nr0.htm>

07/02/2024

FRED

- Job Openings: Total Private
- Total Separations: Total Private
- Hires: Total Private
- Quits: Total Private

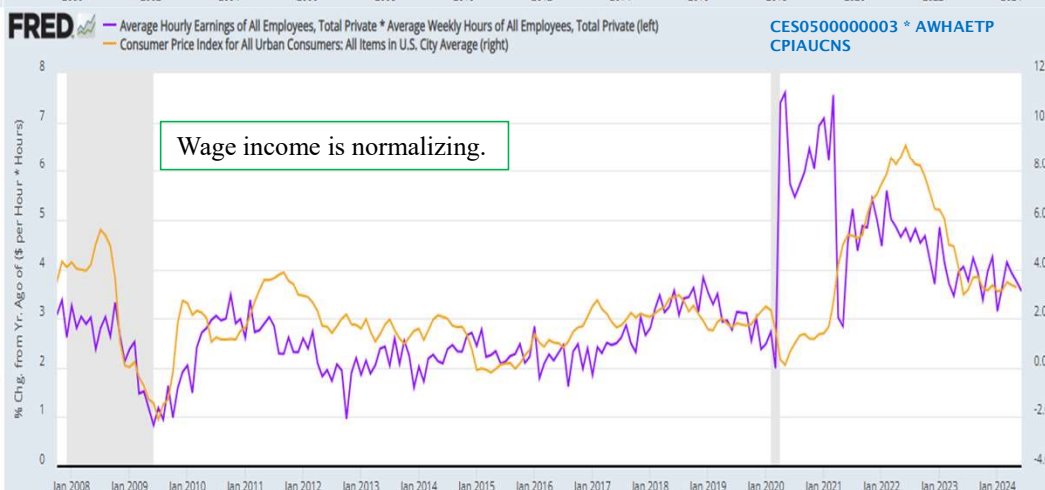
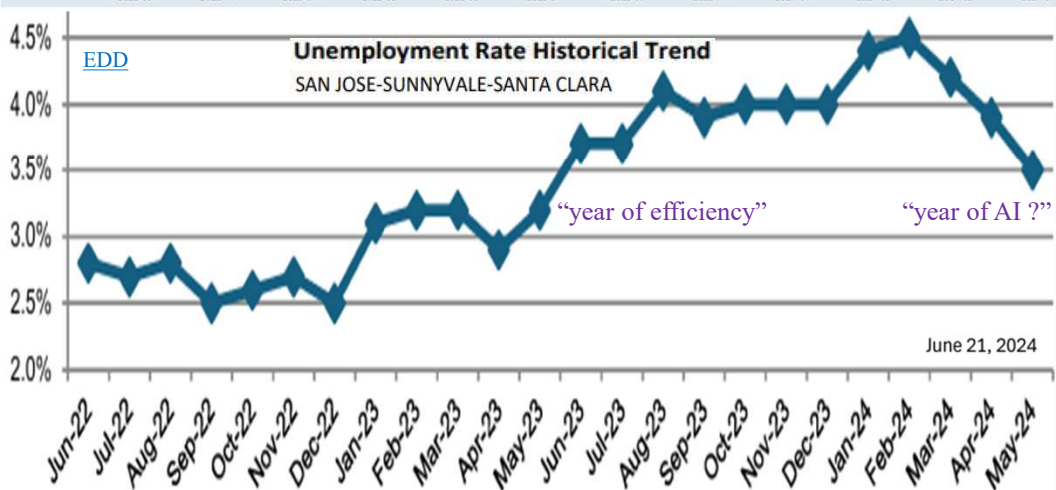
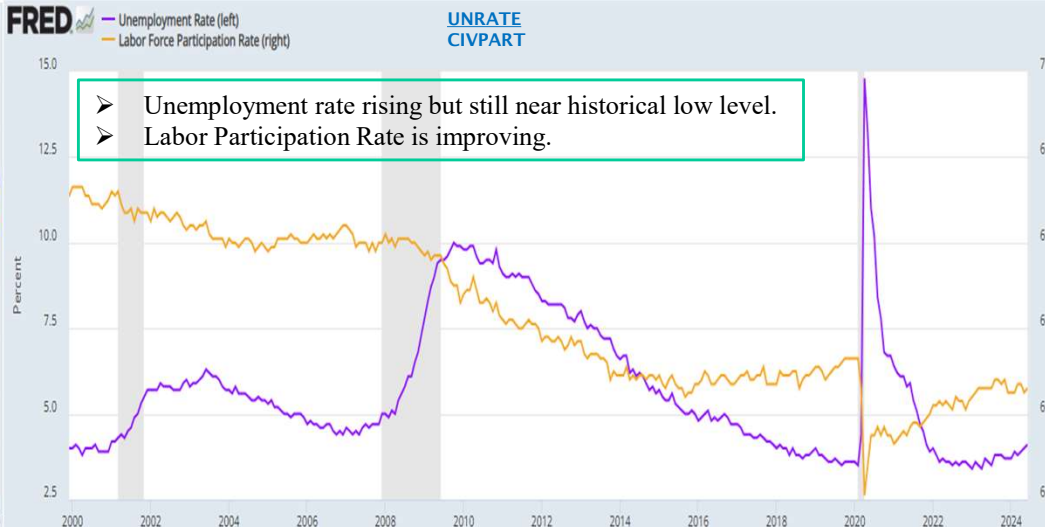
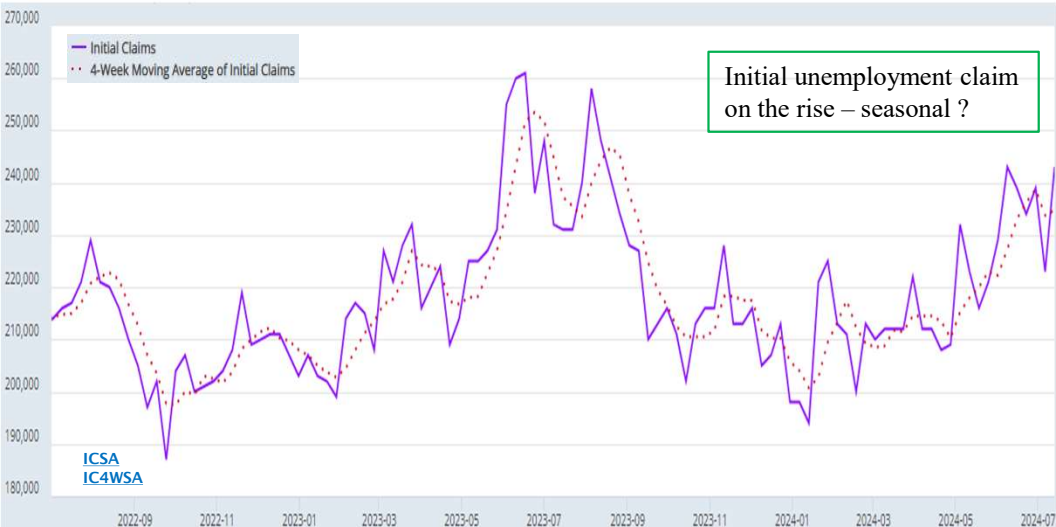
JTS1000JOR
 JTS1000TSR
 JTS1000HIR
 JTS1000QUR



Employment and Wage Growth

<https://www.atlantafed.org/chcs/wage-growth-tracker>

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US Dollar

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- The first U.S. dollar was printed in 1914 after the Federal Reserve Bank was created in 1913.
- The Allies paid the U.S. for supplies using gold during World War I & II, propelling the U.S. to own most of the gold. 1944 Bretton Woods Agreement established fixed exchange rates and US would redeem dollar for gold on demand.
- Deficit spending in the 60's undermined value of dollar and caused countries to convert dollar reserves into gold. President Nixon was forced to abandon the convertibility of dollars into gold in 1971.
- In 2022, 59% of all foreign bank reserves were denominated in U.S. dollars.
- US Dollar is relatively strong at present. Tail wind for fighting inflation.



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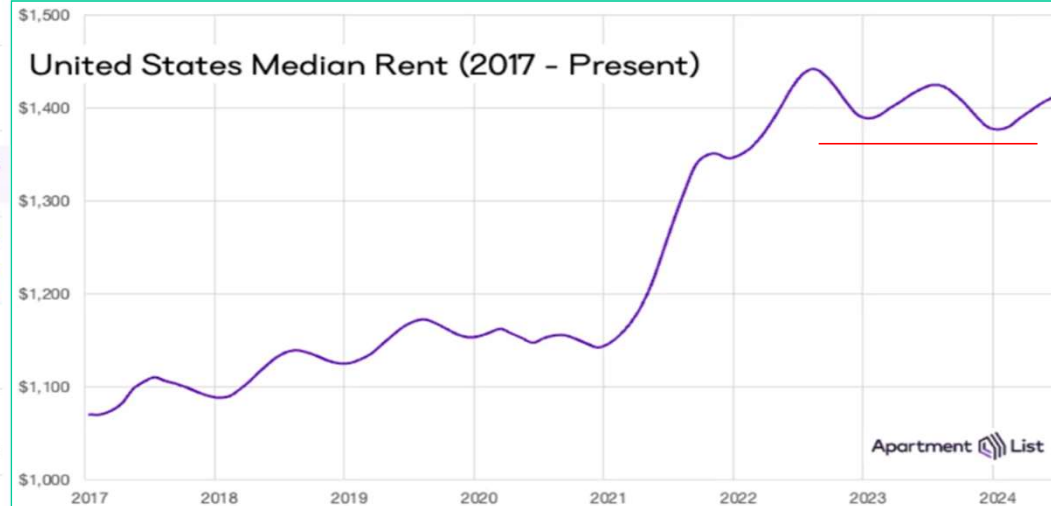
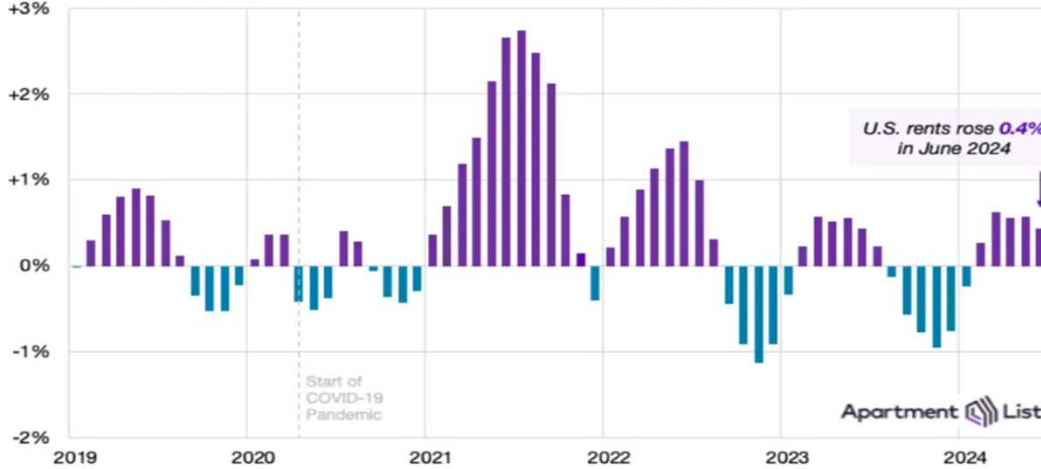
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Rents

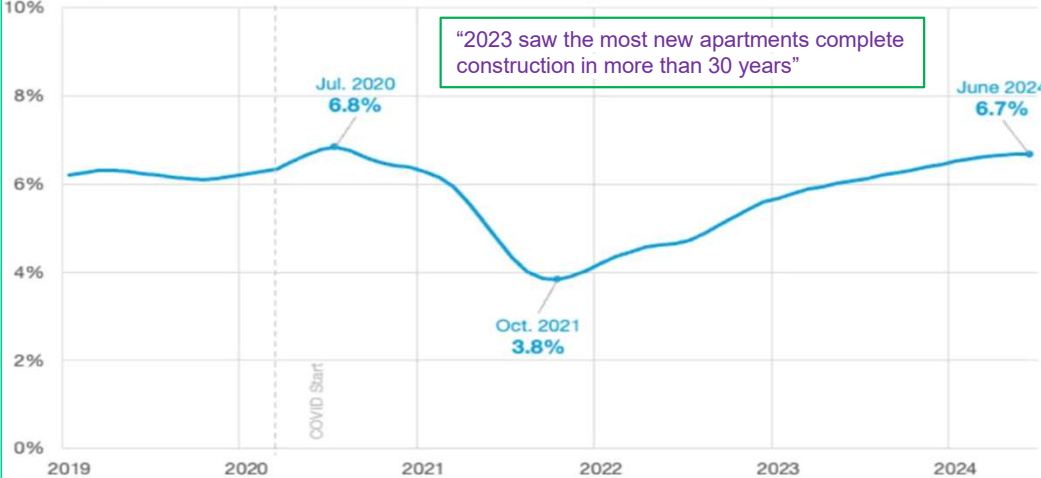
Apartment List National Rent Report

06/30/2024

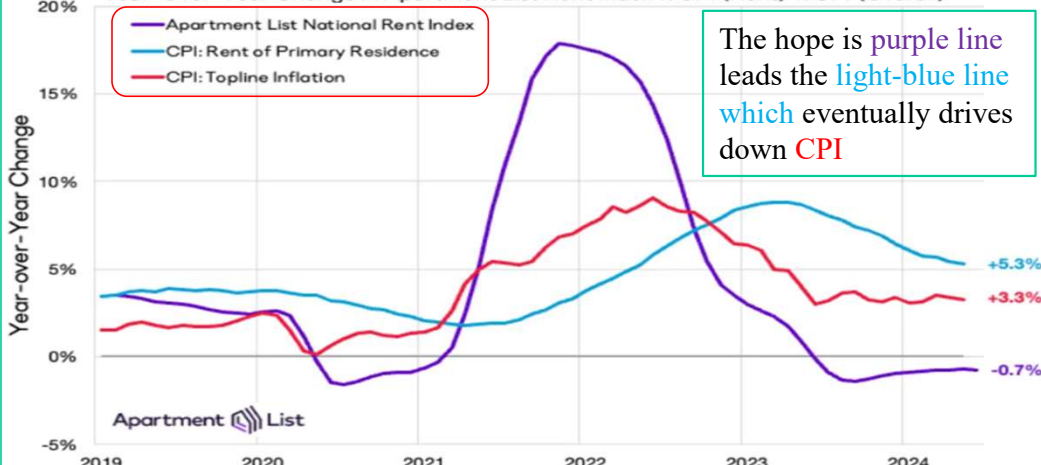
MoM Change in National Rent Index (2019 - Present)



Apartment List National Vacancy Index (2019-Present)



As Rent Inflation Recedes, Overall Inflation Stagnates

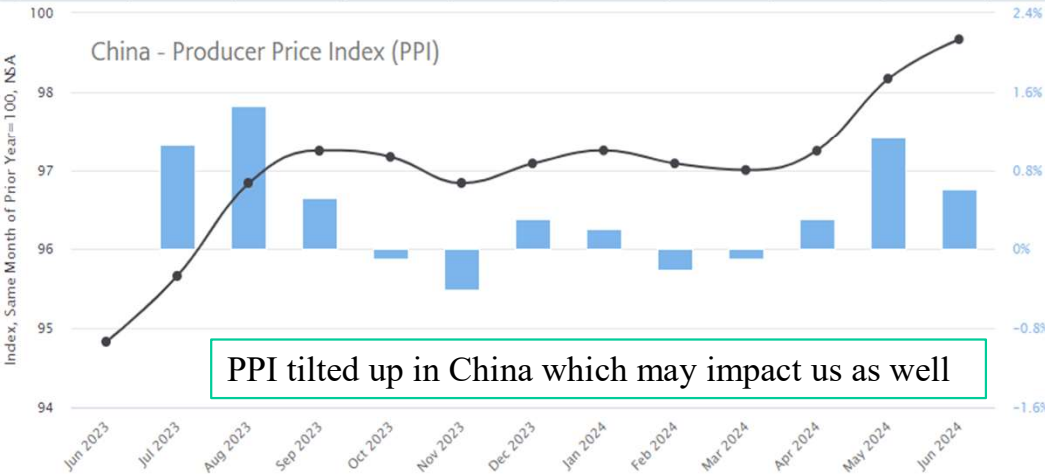
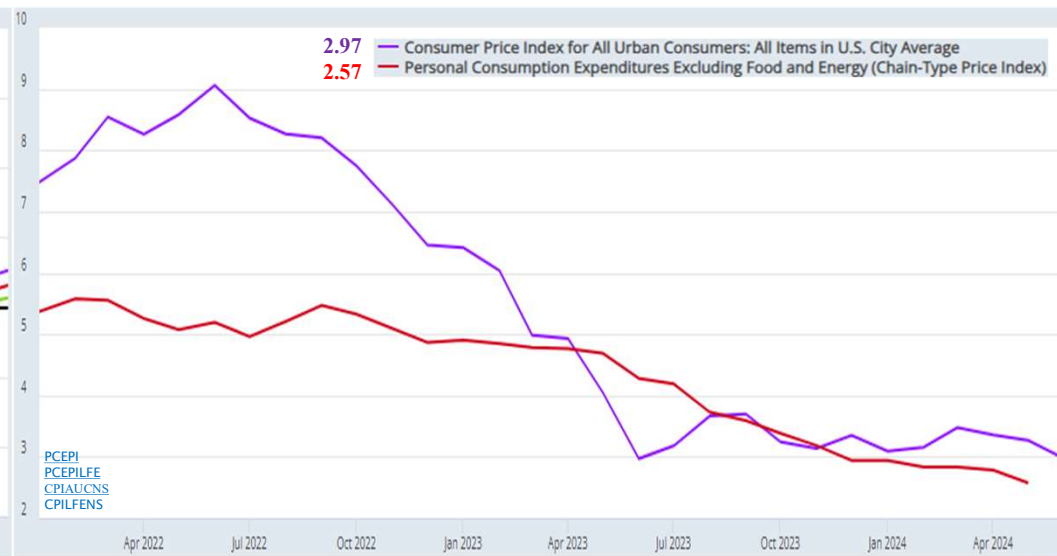
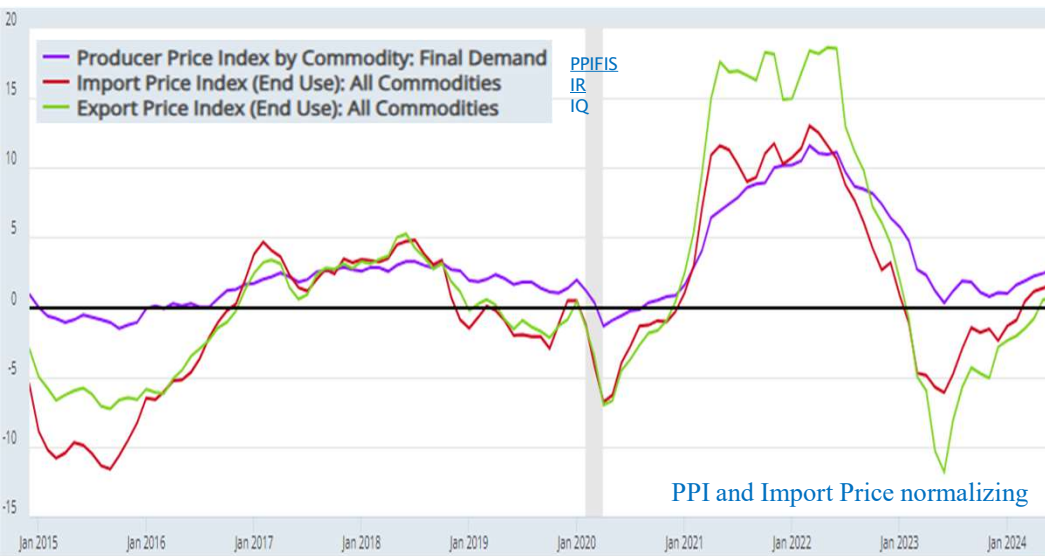


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Inflation – PPI, CPI, PCE

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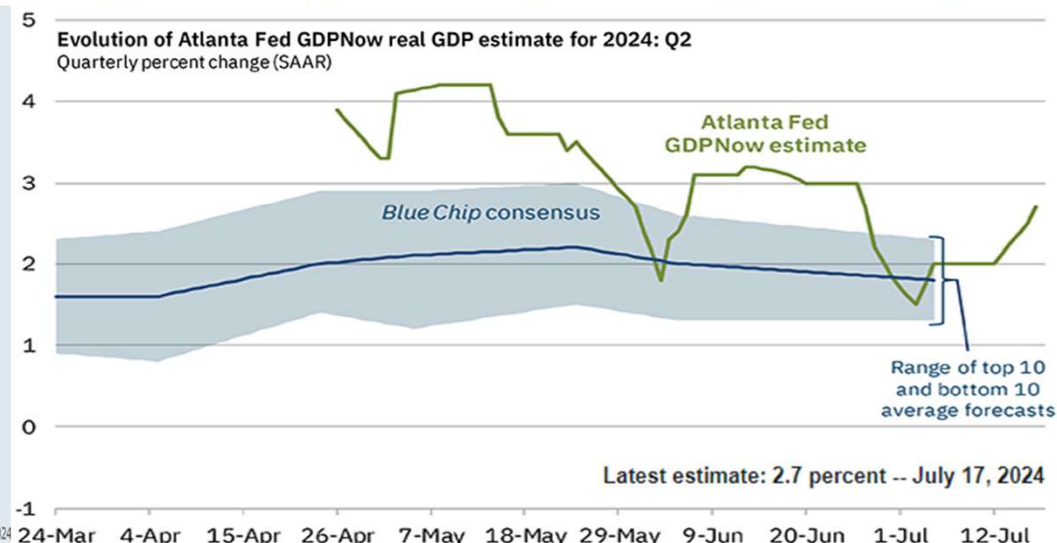
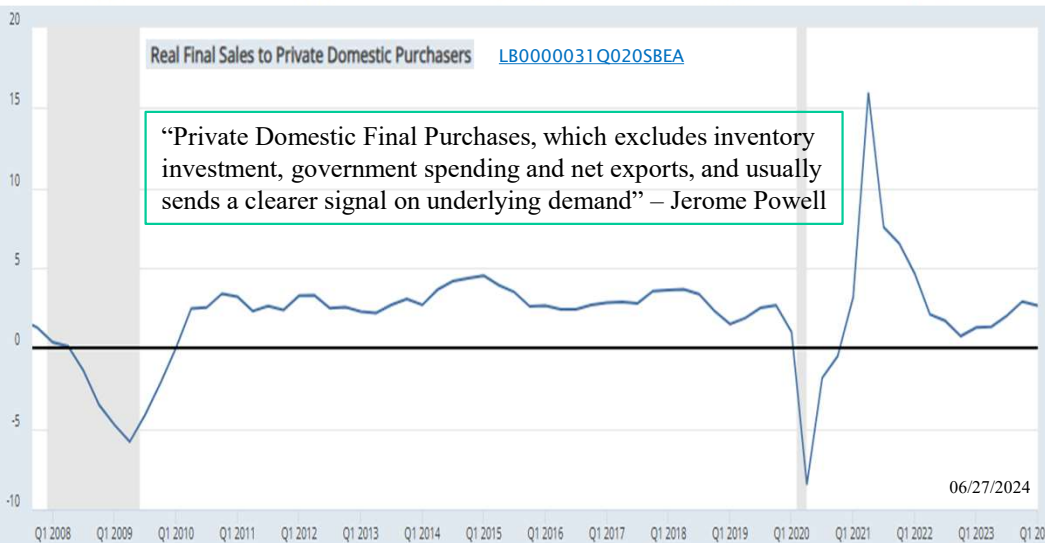
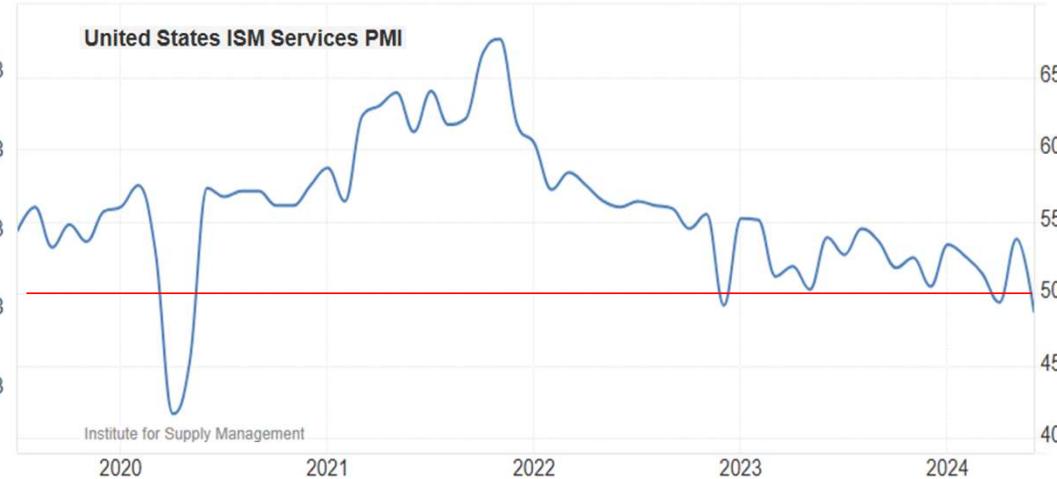
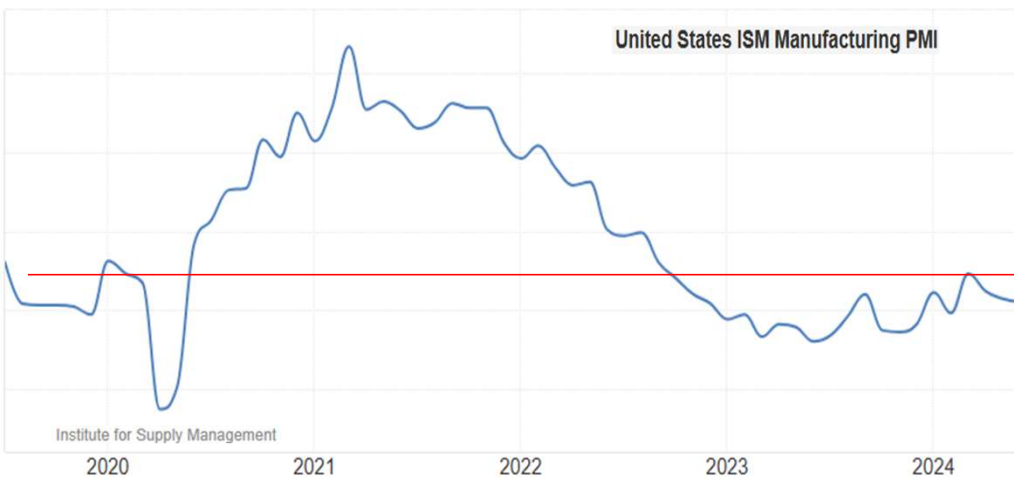
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ISM, PDP, and GDPNow

<https://www.atlantafed.org/cqer/research/gdpnow>

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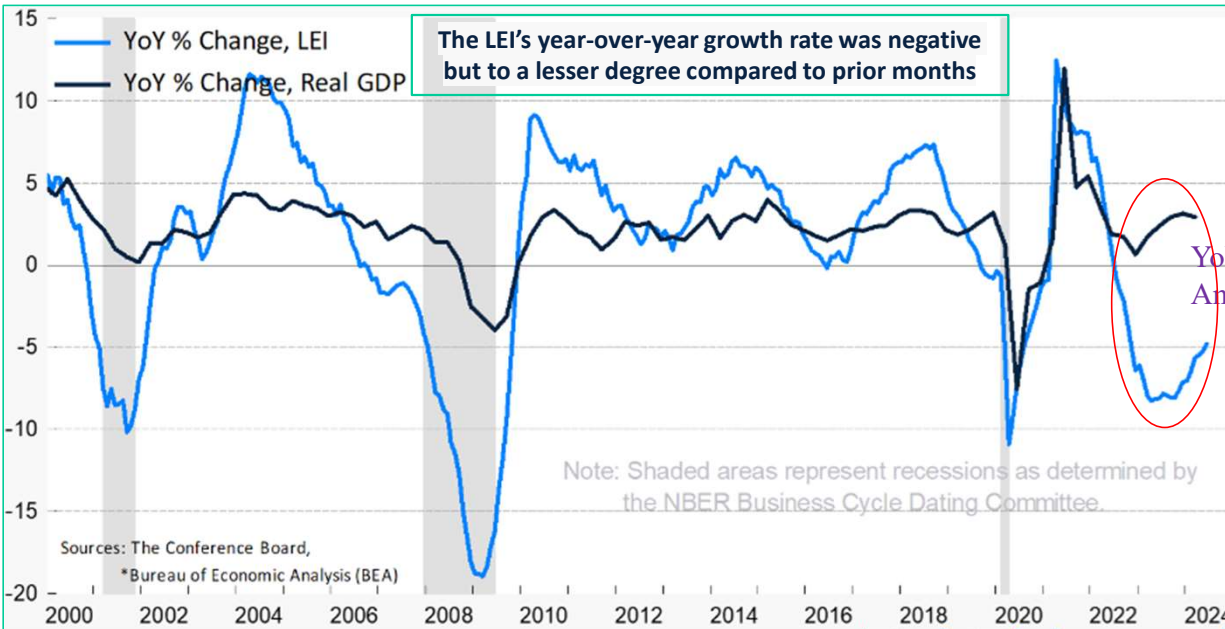
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Leading Economic Indicator

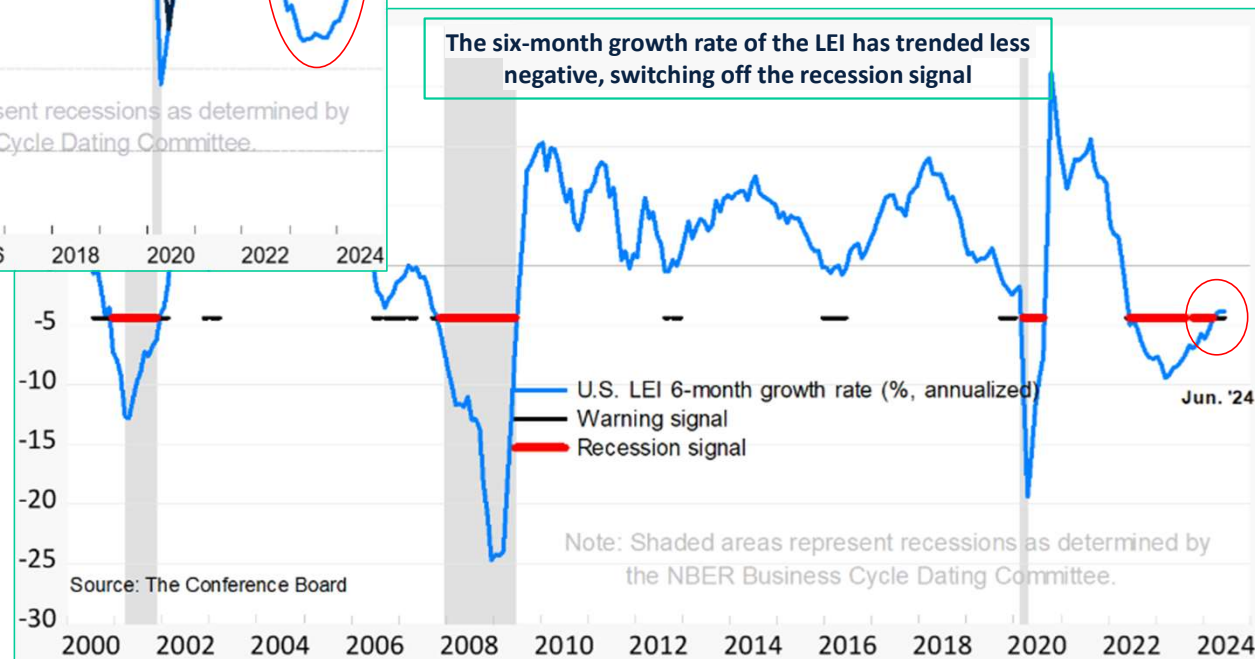
US Leading Indicators (conference-board.org)

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Next release
08/19/2024



YoY change of Real GDP did not follow down trend in LEI YoY change. Another example of "this time is different"



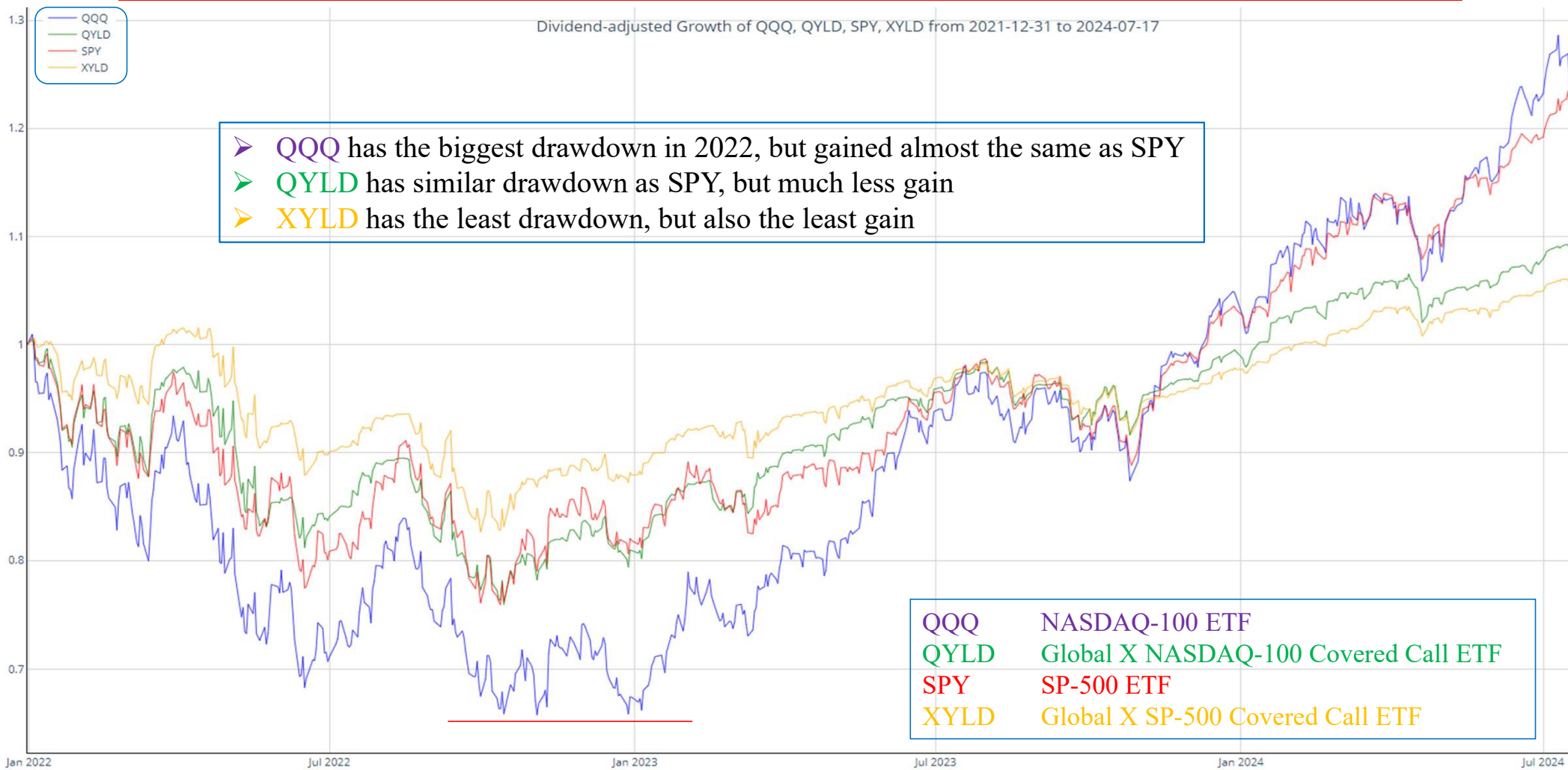
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Buy-Write ETF

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AAIL Income and Cash Flow SIG

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Collateralized Loan Obligations (CLO) ETF

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Growth of JAAA, JBBB, SPY from 2021-12-31 to 2024-07-17 dividend adjusted

JAAA
JBBB
SPY

➤ JAAA has the least drawdown in 2022, and similar gain as more volatile JBBB

JAAA	Janus Henderson AAA CLO ETF
JBBB	Janus Henderson B-BBB CLO ETF
SPY	SP-500 ETF



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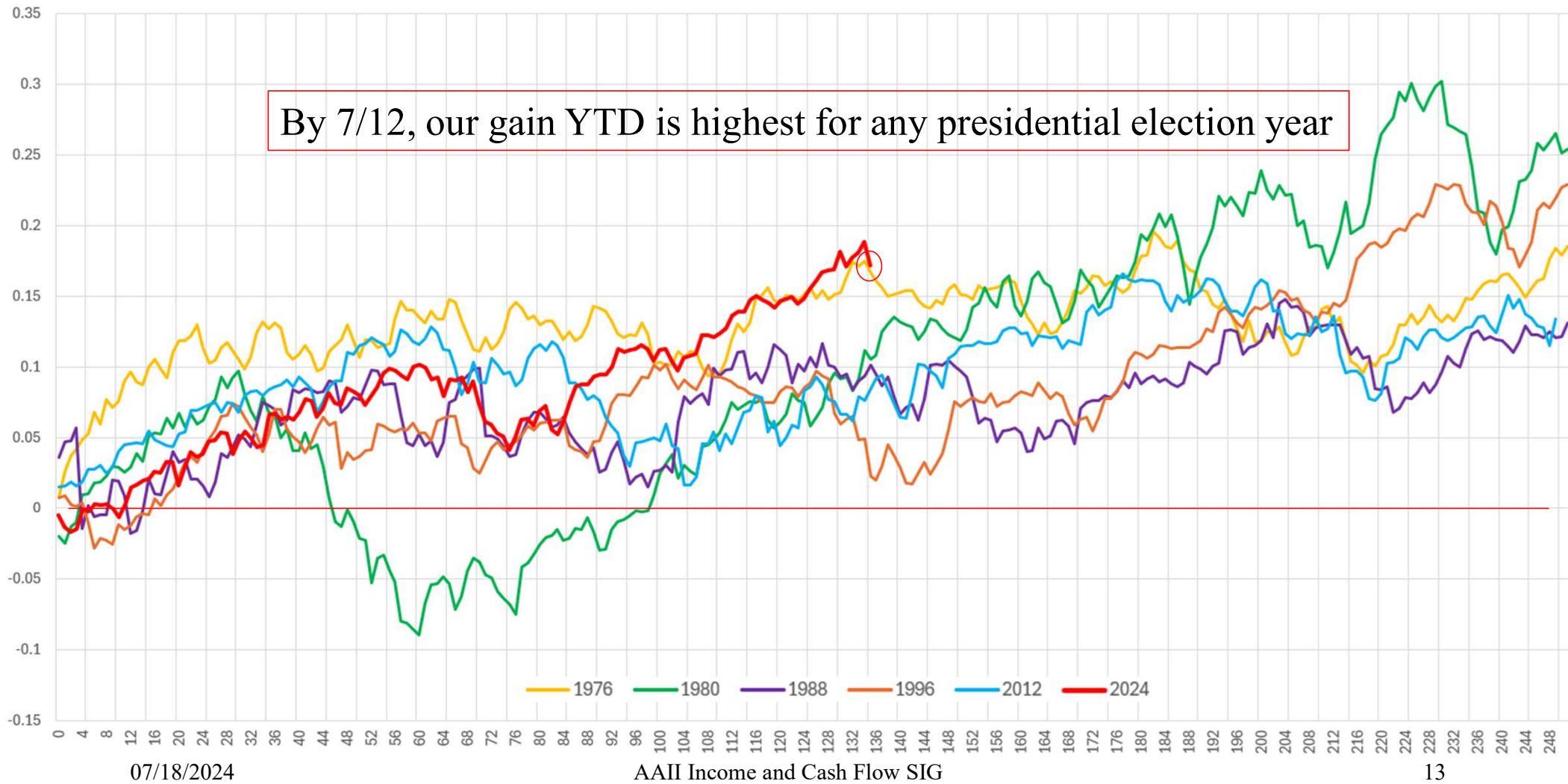
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Seasonality – Presidential Election Year

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By 7/12, our gain YTD is highest for any presidential election year



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Q & A

“Markets price the future; economic reports tell the past” – [*Ken Fisher*](#)



“Things that have never happened before happen all the time” – [*Scott Sagan*](#)

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Some charts may have their own last update date.