

In this week's recap: Stocks slip on mixed economic news.

Weekly Economic Update

Presented by Keystone Financial Group, June 6, 2022

THE WEEK ON WALL STREET

In a holiday-shortened week of volatile trading, stocks surrendered some of the previous week's strong gains.

The Dow Jones Industrial Average fell 0.94%, while the Standard & Poor's 500 declined 1.20%. The Nasdaq Composite index lost 0.98% for the week. The MSCI EAFE index, which tracks developed overseas stock markets, slipped 0.17%.^{1,2,3}

AN UNCERTAIN MARKET

Stocks experienced wild swings last week, in part, due to ongoing uncertainty over economic health and the path of inflation. Investors seemed conflicted when interpreting the data, in some instances viewing economic strength as a negative since it may mean more aggressive rate hikes from the Fed.

Illustrative of how this uncertainty has played out, stocks surged higher on Thursday despite comments from Fed Vice Chair Lael Brainard indicating it's unlikely that the Fed will pause on rate hikes. Then on Friday, stocks dropped as a better-than-expected jobs report raised concerns about monetary policy.

STRONG JOB GROWTH

The U.S economy added 390,000 jobs in May, a slowdown from recent months but higher than consensus estimates. Job gains registered in several categories, led by leisure and hospitality, professional and business services, and warehousing and transportation. The retail sector lost jobs.⁴

The unemployment rate remained unchanged at 3.6%. Wage growth cooled off, with a 12-month increase of 5.2%, down from April's year-over-year jump of 5.5%. Finally, the labor participation

rate ticked higher again, reflecting how job availability is helping to pull Americans off the labor-market sidelines.⁵

TIP OF THE WEEK



If you want to improve your credit score, an inactive credit card will not help (and it may even hurt). The key factors in credit score determination are recent activity and recent payment history.

THE WEEK AHEAD: KEY ECONOMIC DATA

Thursday: Jobless Claims.

Friday: Consumer Price Index (CPI). Consumer Sentiment.

Source: Econoday, June 3, 2022

The Econoday economic calendar lists upcoming U.S. economic data releases (including key economic indicators), Federal Reserve policy meetings, and speaking engagements of Federal Reserve officials. The content is developed from sources believed to be providing accurate information. The forecasts or forward-looking statements are based on assumptions and may not materialize. The forecasts also are subject to revision.

THE WEEK AHEAD: COMPANIES REPORTING EARNINGS

Monday: Coupa Software, Inc. (COUP).

Wednesday: Campbell Soup Company (CPB).

Thursday: DocuSign (DOCU).

Source: Zacks, June 3, 2022

Companies mentioned are for informational purposes only. It should not be considered a solicitation for the purchase or sale of the securities. Investing involves risks, and investment decisions should be based on your own goals, time horizon, and tolerance for risk. The return and principal value of investments will fluctuate as market conditions change. When sold, investments may be worth more or less than their original cost. Companies may reschedule when they report earnings without notice.

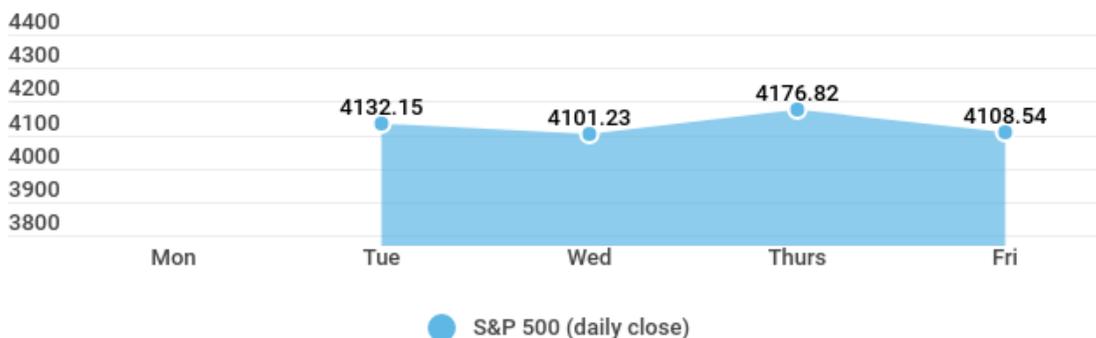
QUOTE OF THE WEEK



"I can accept failure. Everyone fails at something. But I can't accept not trying. Talent wins games, but teamwork and intelligence wins championships."

MICHAEL JORDAN

Market Index	Close	Week	Y-T-D
DJIA	32,899.70	-0.94%	-9.46%
NASDAQ	12,012.73	-0.98%	-23.22%
MSCI-EAFE	2,032.45	-0.17%	-13.00%
S&P 500	4,108.54	-1.20%	-13.80%



Treasury	Close	Week	Y-T-D
10-Year Note	2.96%	+0.22%	+1.44%

Sources: The Wall Street Journal, June 3, 2022; Treasury.gov, June 3, 2022

Weekly performance for the Dow Jones Industrial Average, Standard & Poor's 500 Index, and NASDAQ Composite Index is measured from the close of trading on Friday, May 27, to Friday, June 3, close. Weekly performance for the MSCI-EAFE is measured from Friday, May 27, open to Thursday, June 2, close. Weekly and year-to-date 10-year Treasury note yield are expressed in basis points.

THE WEEKLY RIDDLE



There is a 5-letter, single-syllable word that you can take 4 letters out of, leaving you with only a single letter that has the

same pronunciation as the original 5-letter word. What is this word? (Hint: it involves waiting in line.)

LAST WEEK'S RIDDLE: There are 2 nouns in the English language that become men's names when you capitalize them – and when you capitalize them, you alter their pronunciation. Name either or both of these 2 nouns, both of which end in 'b'.

ANSWER: Herb and Job (herb and job).

Keystone Financial Group may be reached at 859.317.8316 or info@keystoneky.com
www.keystoneky.com

Know someone who could use information like this?

Please feel free to send us their contact information via phone or email. (Don't worry – we'll request their permission before adding them to our mailing list.)

«RepresentativeEmailDisclosure»

This material was prepared by MarketingPro, Inc., and does not necessarily represent the views of the presenting party, nor their affiliates. The information herein has been derived from sources believed to be accurate. Please note - investing involves risk, and past performance is no guarantee of future results. Investments will fluctuate and when redeemed may be worth more or less than when originally invested.

This information should not be construed as investment, tax or legal advice and may not be relied on for the purpose of avoiding any Federal tax penalty. This is neither a solicitation nor recommendation to purchase or sell any investment or insurance product or service, and should not be relied upon as such.

All market indices discussed are unmanaged and are not illustrative of any particular investment. Indices do not incur management fees, costs and expenses, and cannot be invested into directly. All economic and performance data is historical and not indicative of future results. Additional risks are associated with international investing, such as currency fluctuations, political and economic instability and differences in accounting standards. This material represents an assessment of the market environment at a specific point in time and is not intended to be a forecast of future events, or a guarantee of future results.

MarketingPro, Inc. is not affiliated with any person or firm that may be providing this information to you. The publisher is not engaged in rendering legal, accounting or other professional services. If assistance is needed, the reader is advised to engage the services of a competent professional.

Copyright 2022 FMG Suite.

CITATIONS:

1. The Wall Street Journal, June 3, 2022
2. The Wall Street Journal, June 3, 2022
3. The Wall Street Journal, June 3, 2022
4. CNBC, June 3, 2022
5. CNBC, June 3, 2022