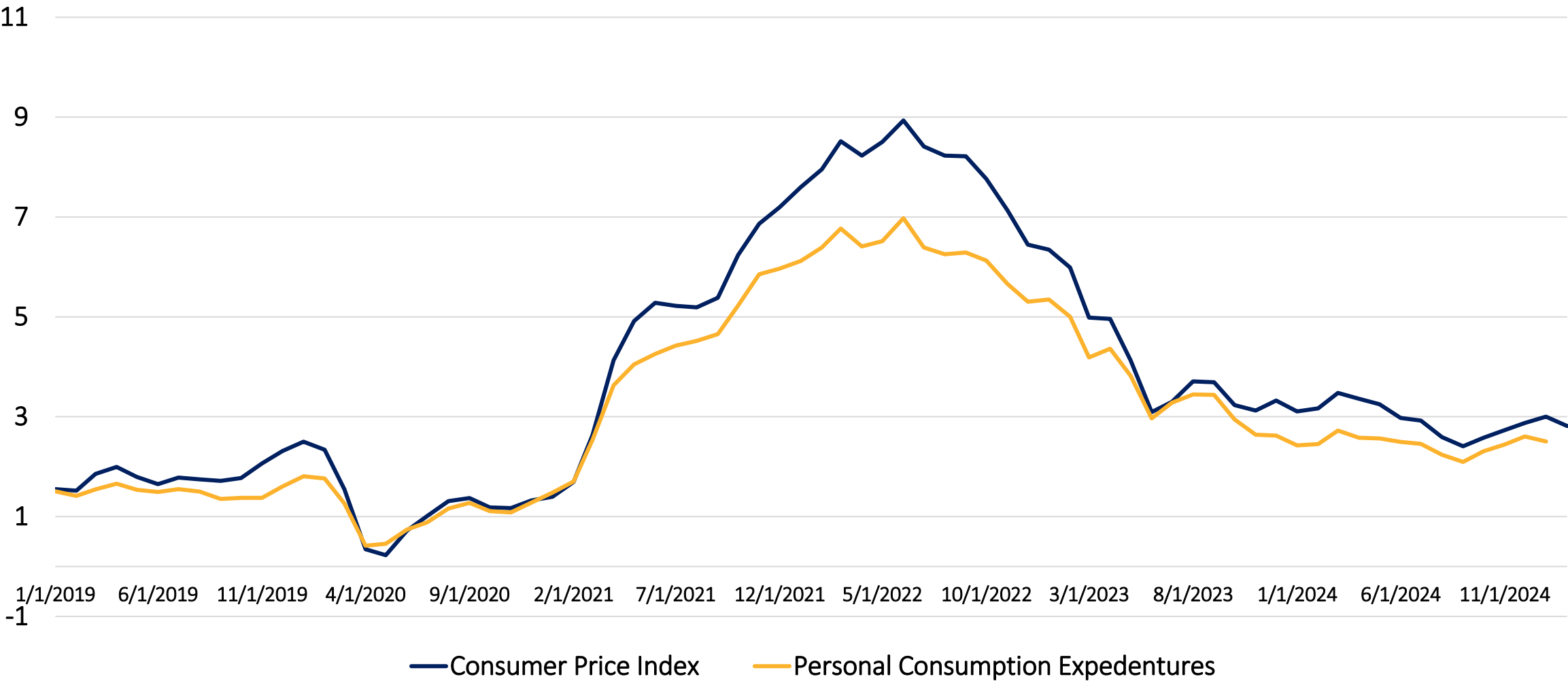




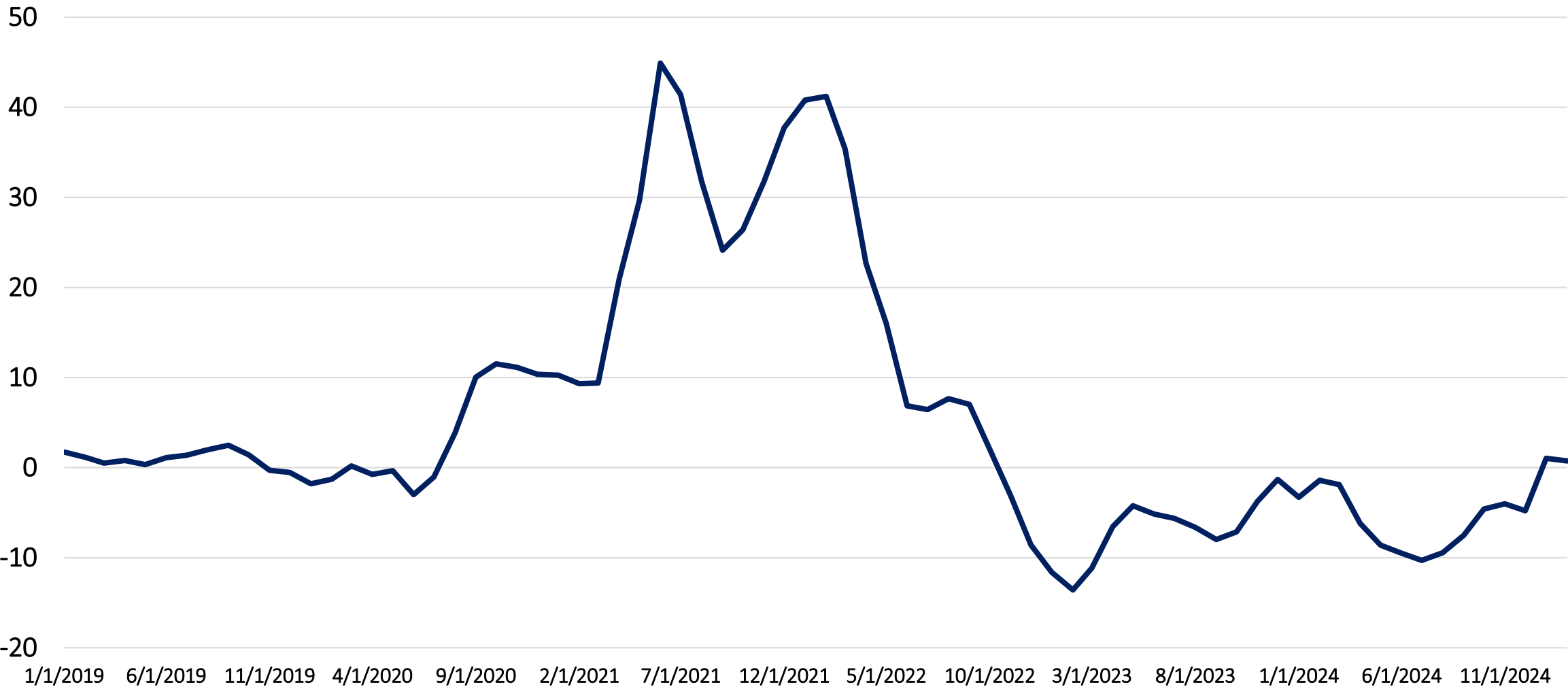
Market Watch: Economic Updates & Insights

Inflation



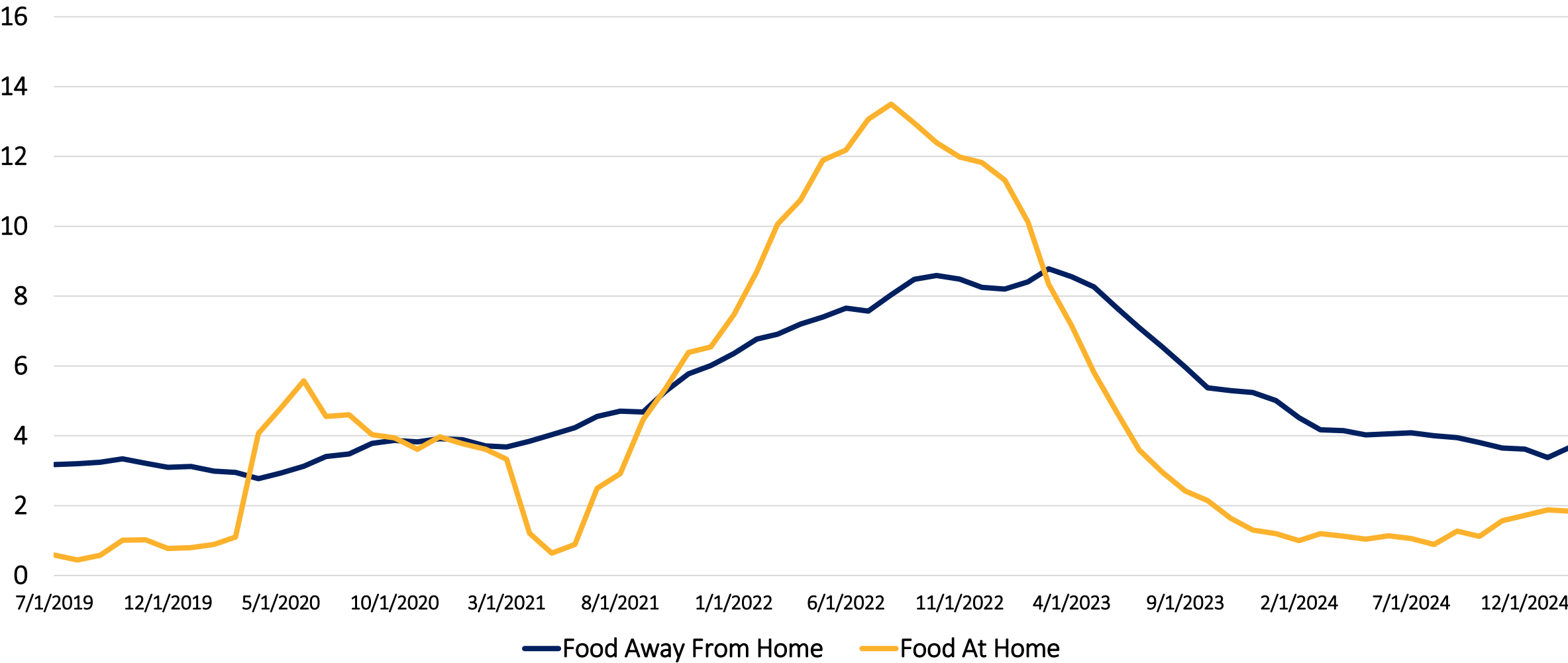
Source: <https://fred.stlouisfed.org/series/CPIAUCSL#0> 3/18/2025 CPI All Urban Consumers. PCE Chain type price index

Big Ticket Items: CPI Used Cars & Trucks

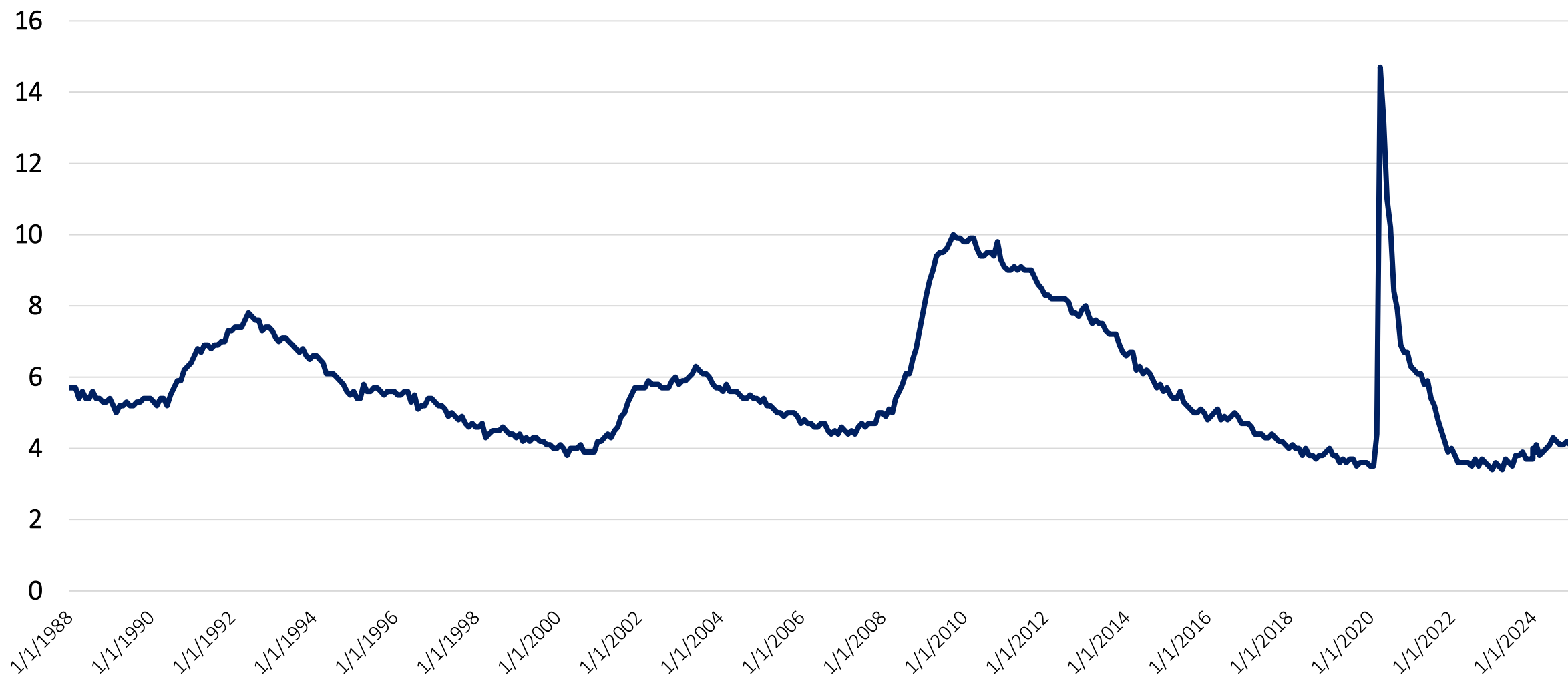


Source: <https://fred.stlouisfed.org/series/CUSR0000SETA02> 3/18/2025 % Change vs a Year Ago

Dining In/Out

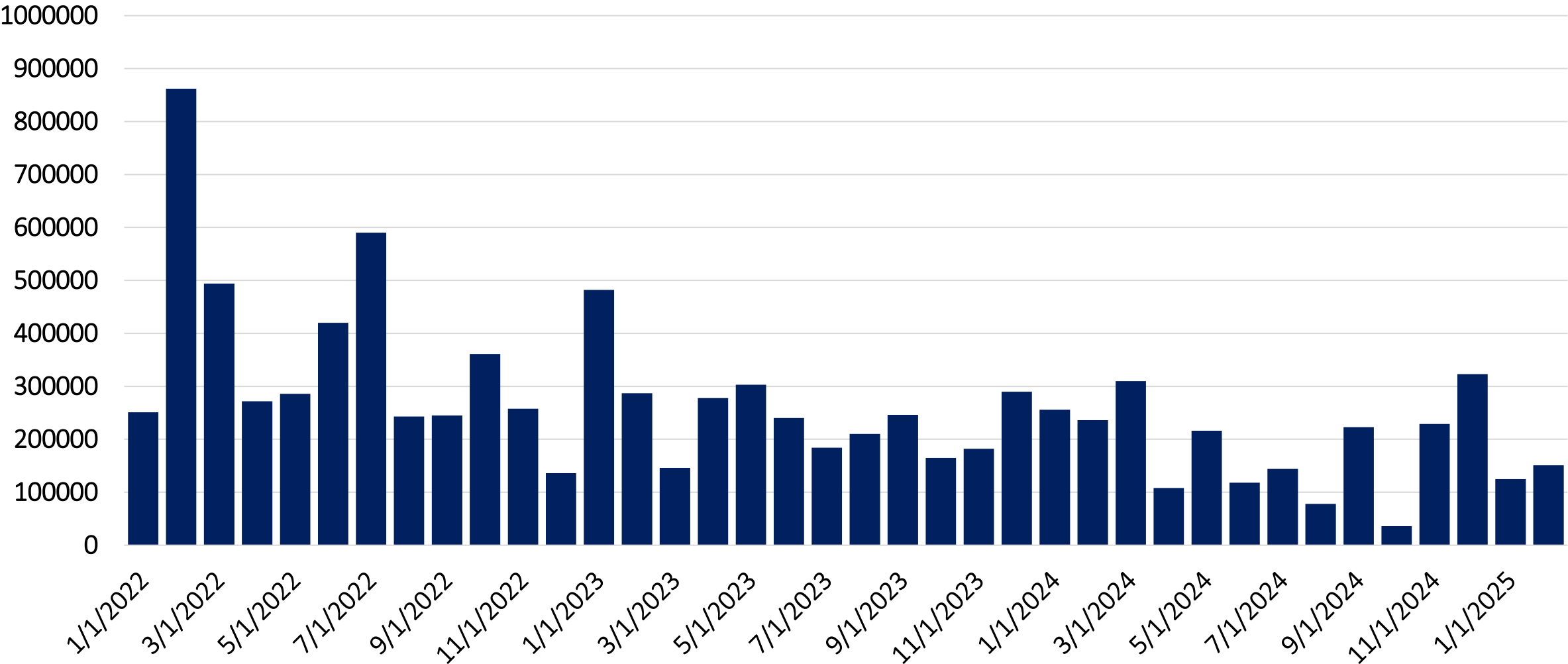


Unemployment Rate

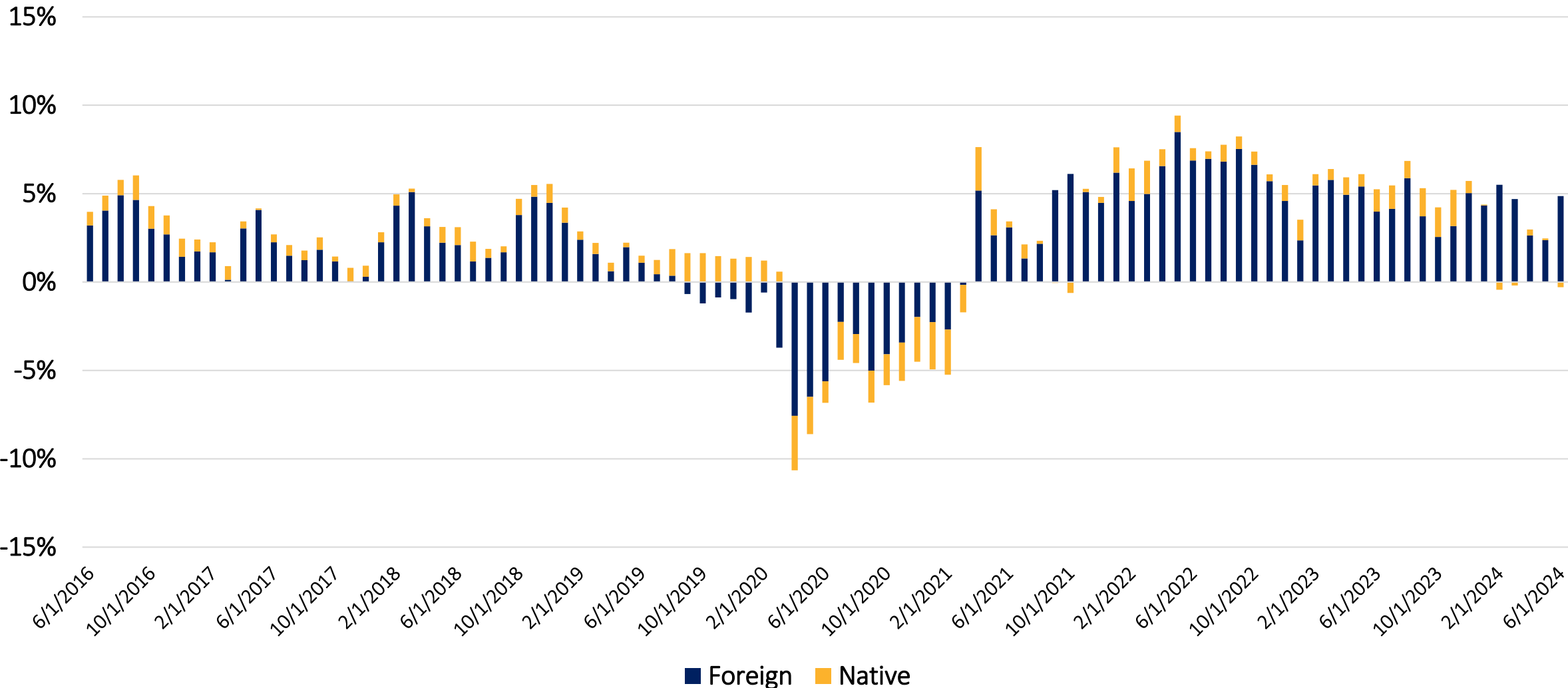


Source: <https://fred.stlouisfed.org/series/UNRATE> 3/18/2025

Monthly Job Creation

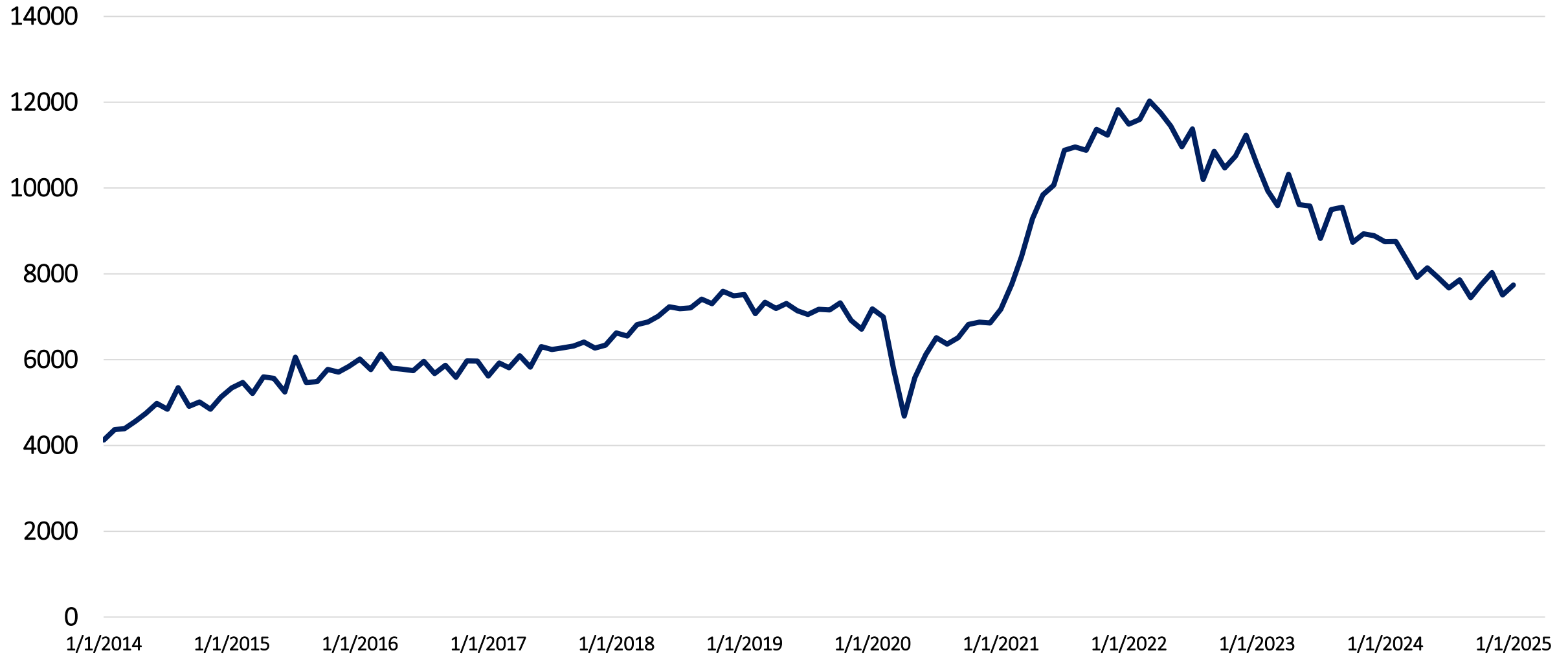


Growth of Foreign & Native Workforce



Source: <https://usafacts.org/articles/how-many-immigrants-are-in-the-american-workforce/> 4/5/25

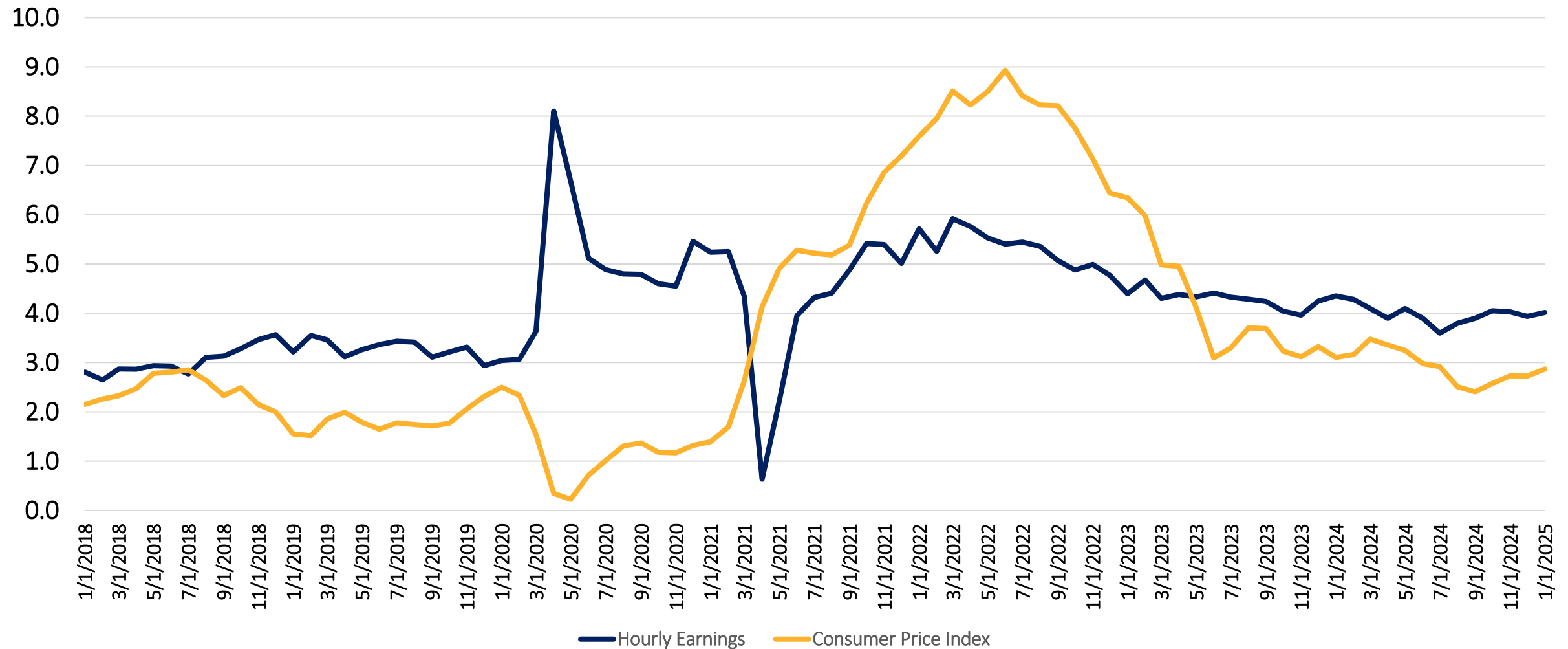
Job Openings



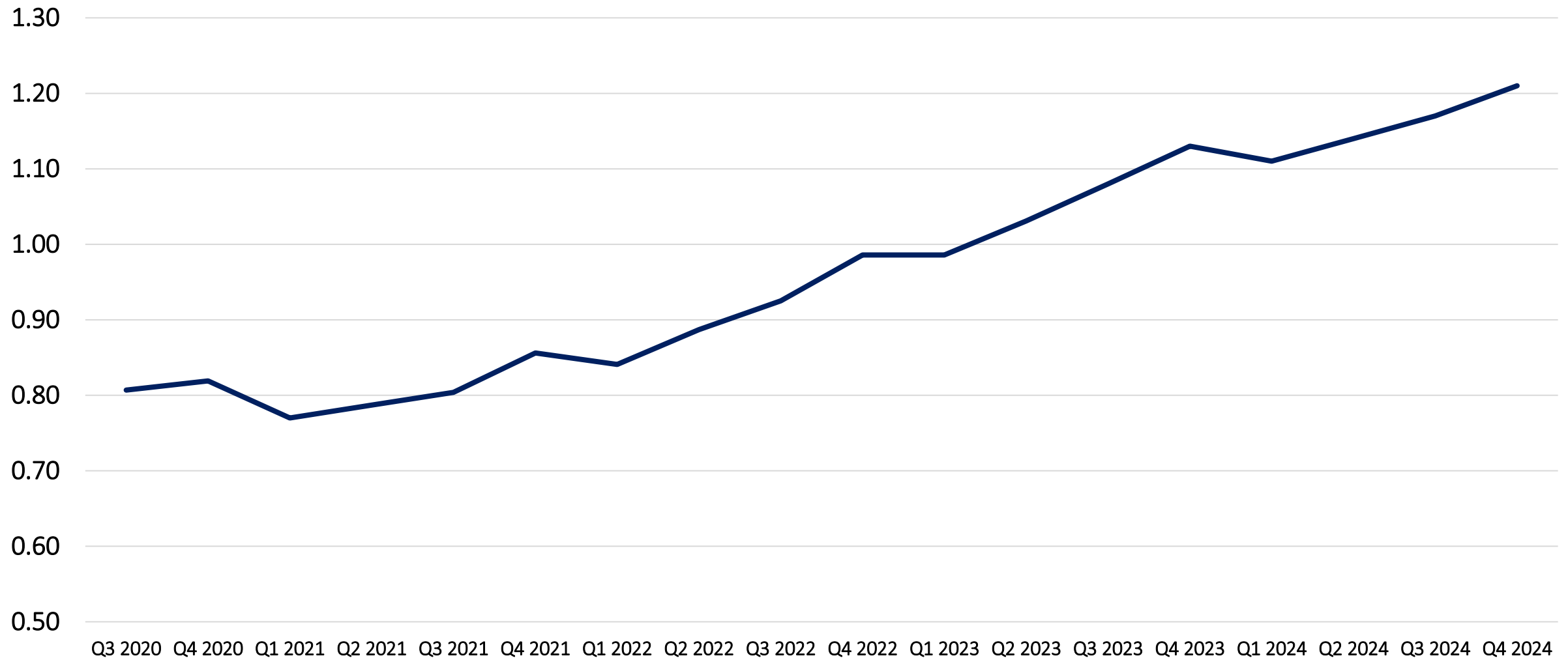
Average Hourly Earnings of All Employees



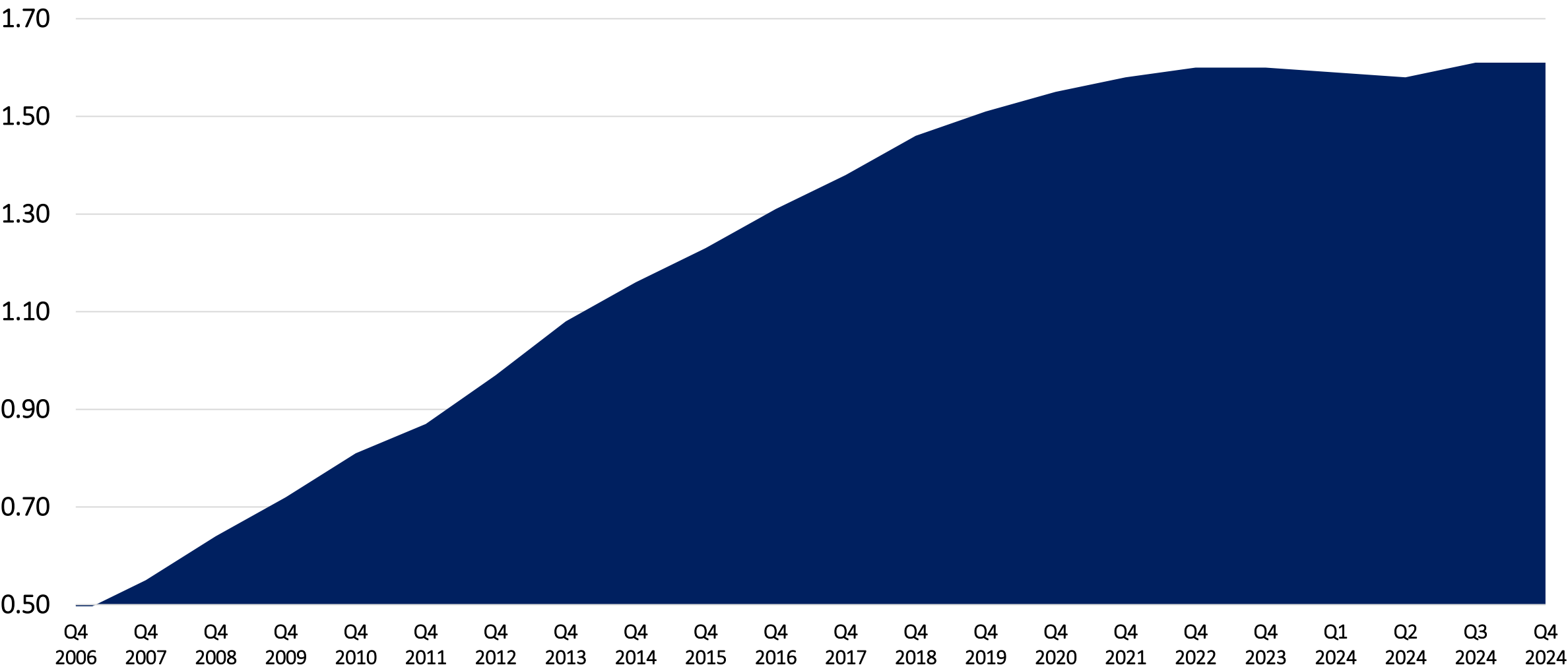
Americans Getting a Pay Raise After Inflation



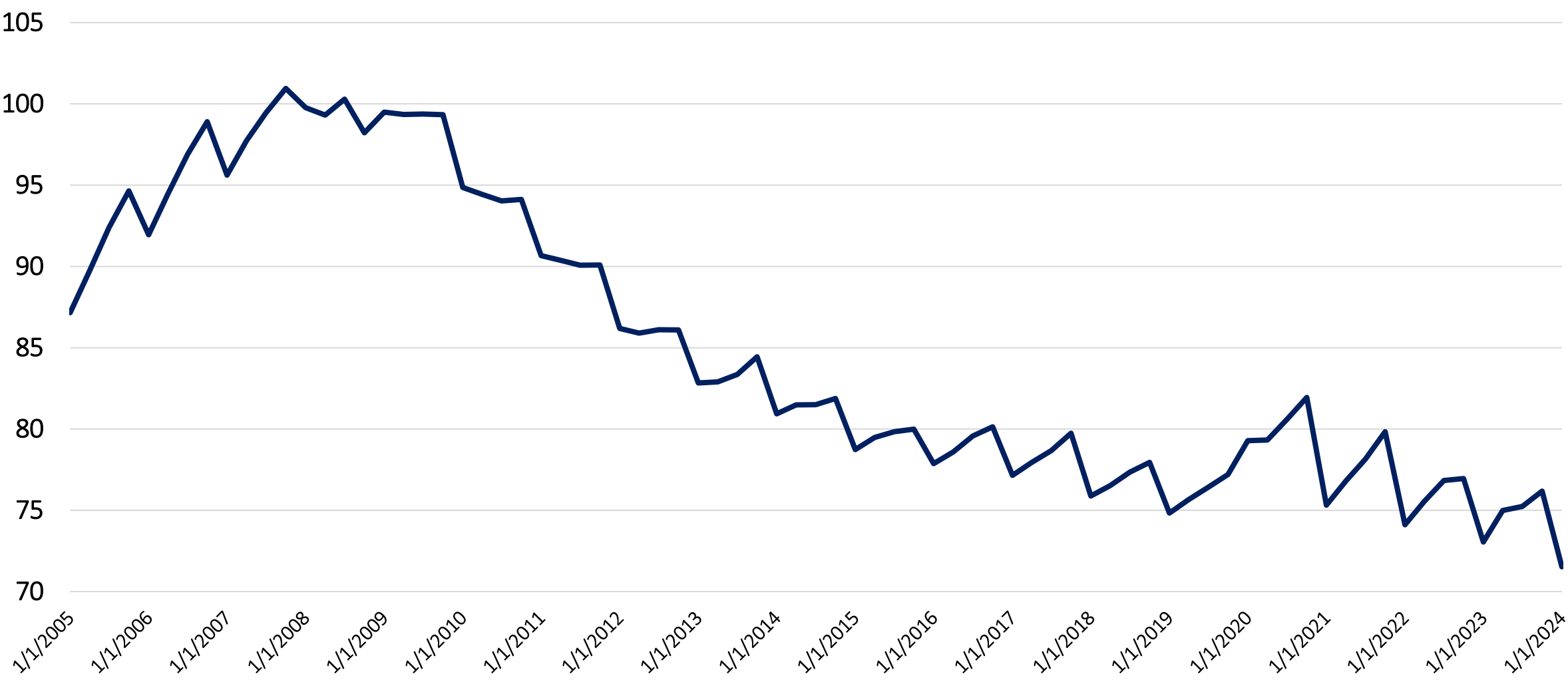
Credit Card Total Debt (Trillions)



Student Loan Debt (Trillions)

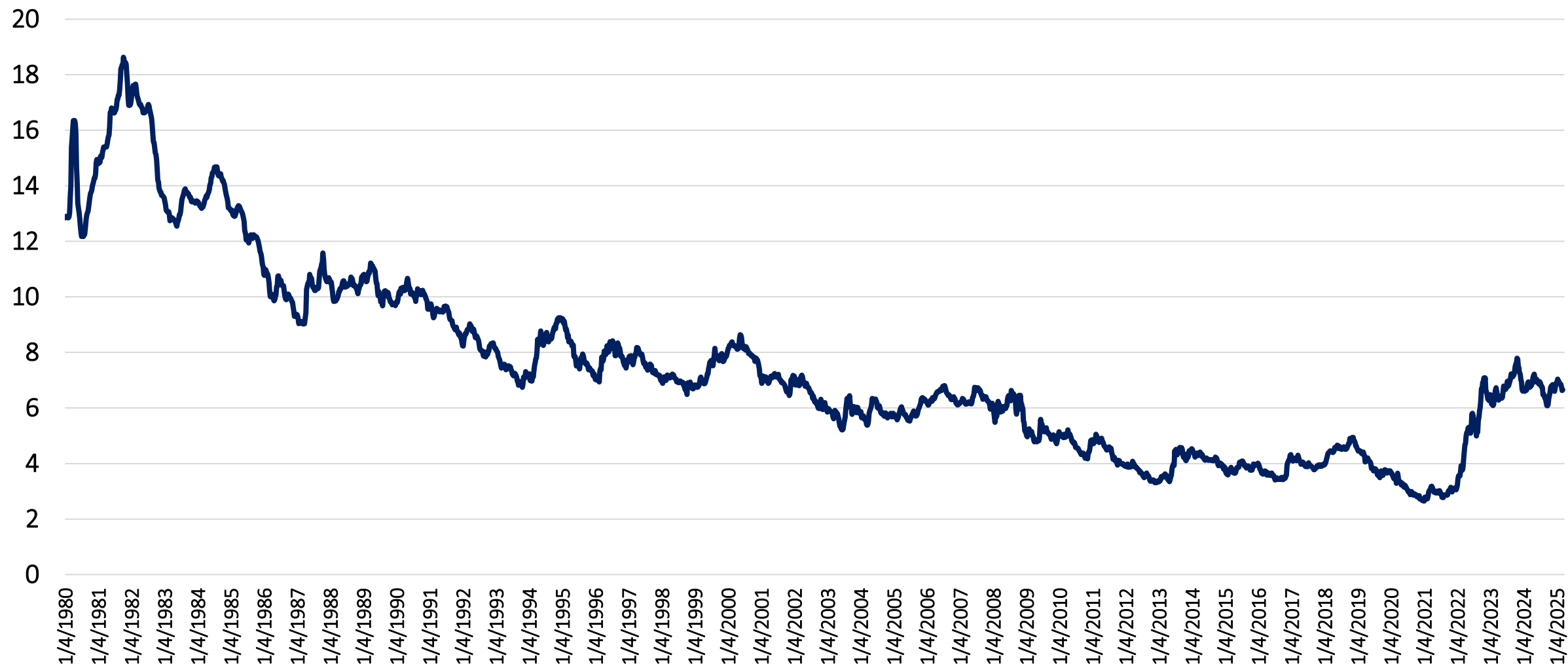


Household Debt to GDP

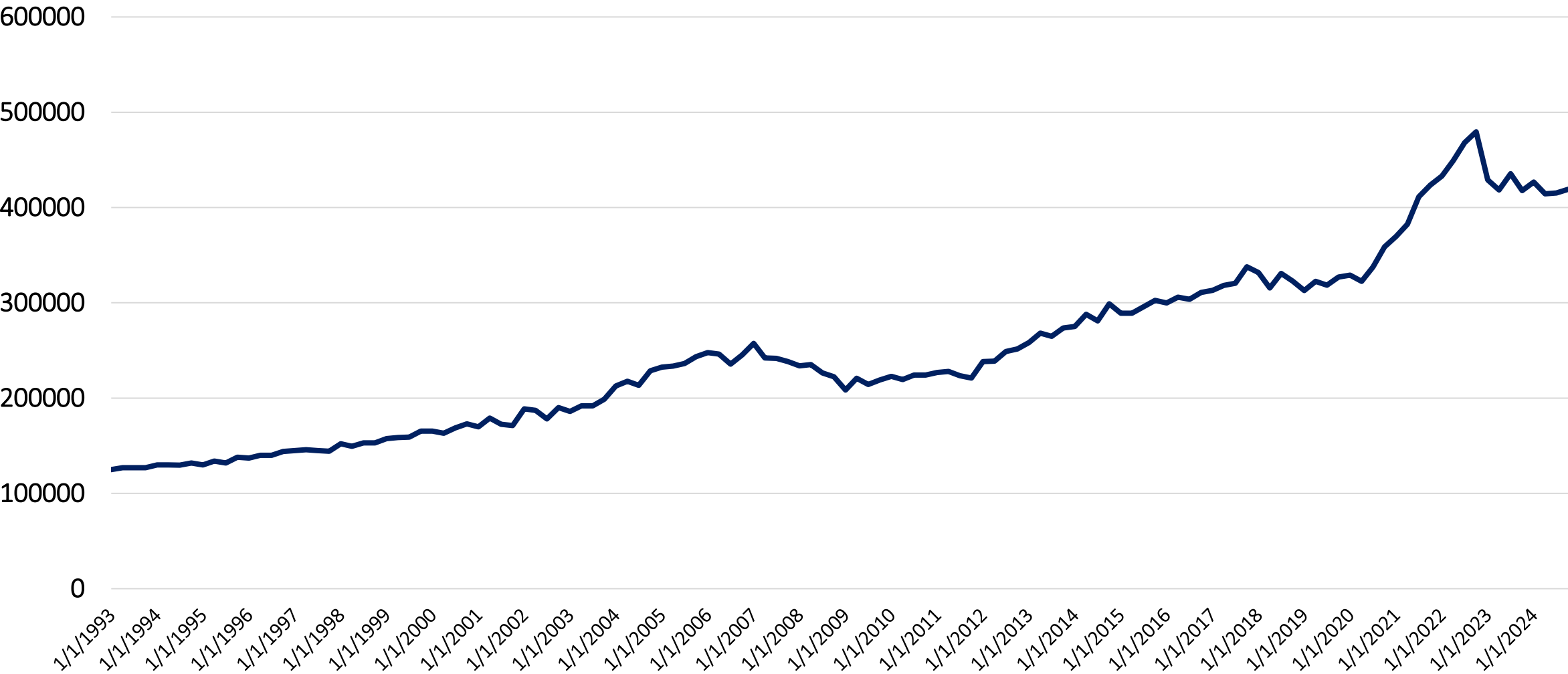


Source: <https://fred.stlouisfed.org/series/HDTGPDUSQ163N> 3/18/2025

30-Year Fixed Rate Mortgage Average

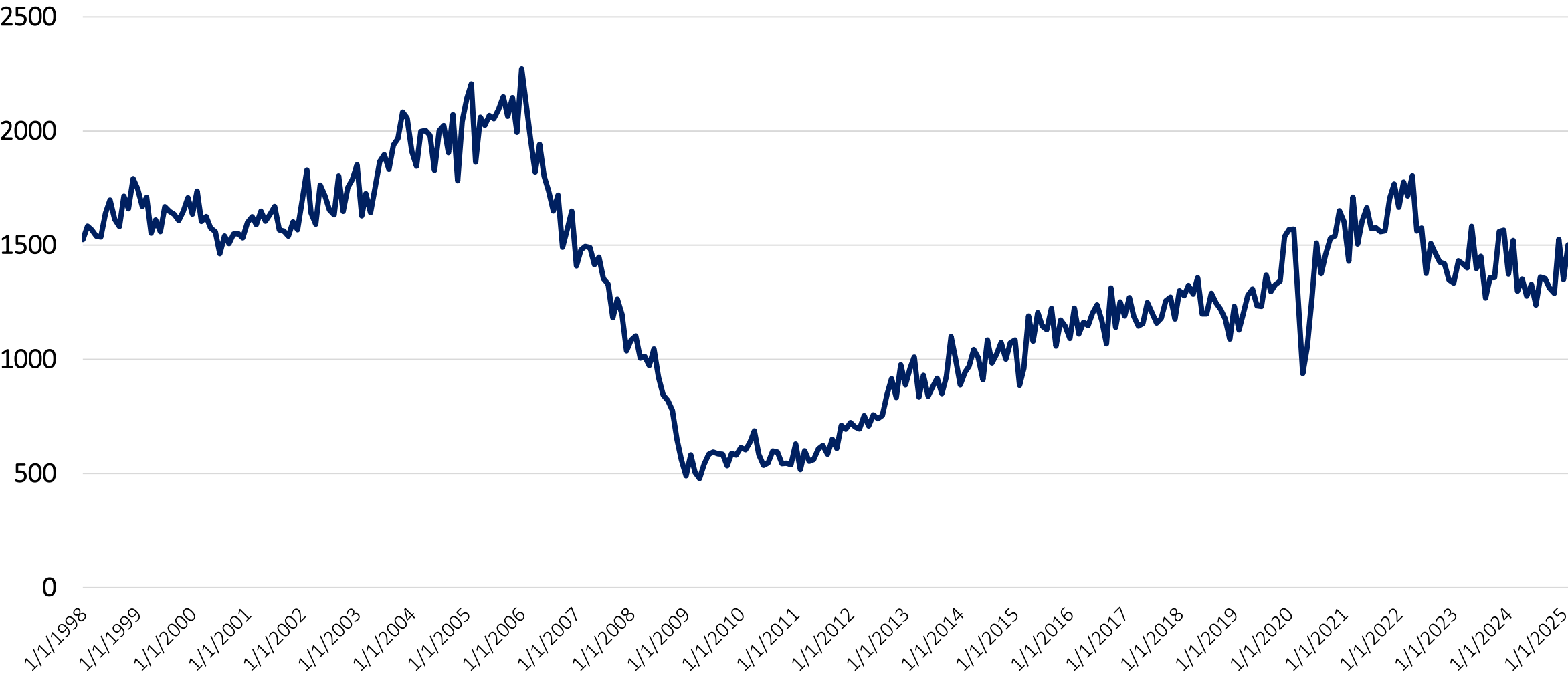


Median Sales Price of Houses Sold

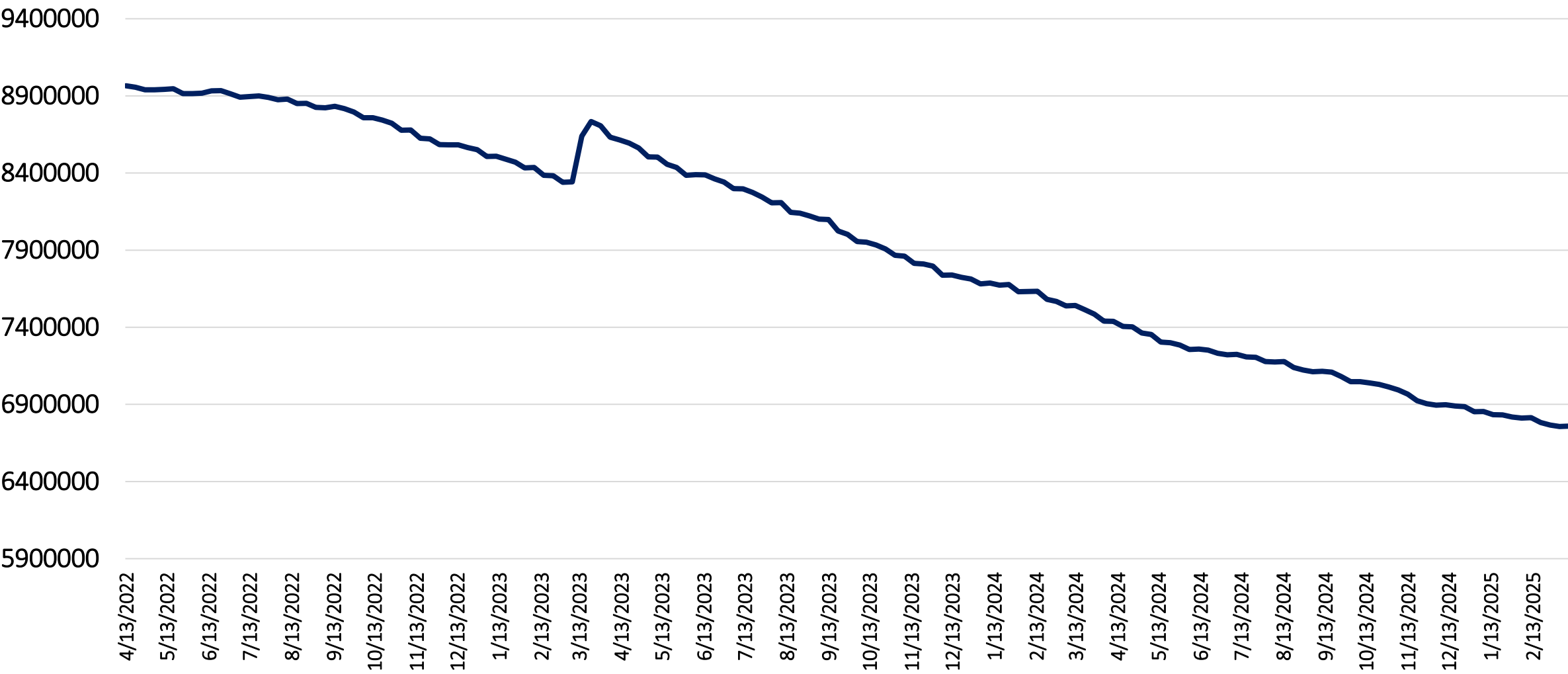


Source: <https://fred.stlouisfed.org/series/MSPUS> 3/18/2025

Housing Starts (Millions)

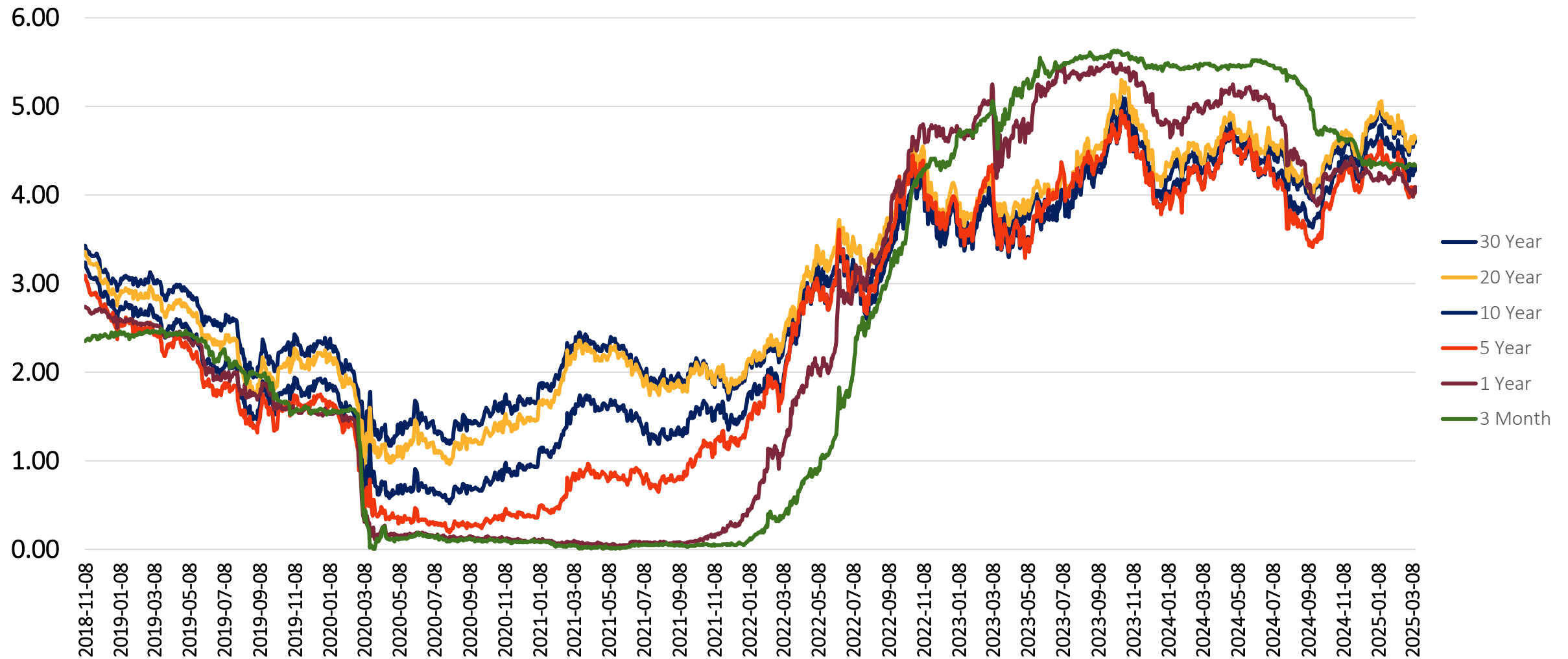


Total Fed Assets (Trillions)



Source: <https://fred.stlouisfed.org/series/WALCL> 3/18/2025

Savers No Longer Punished

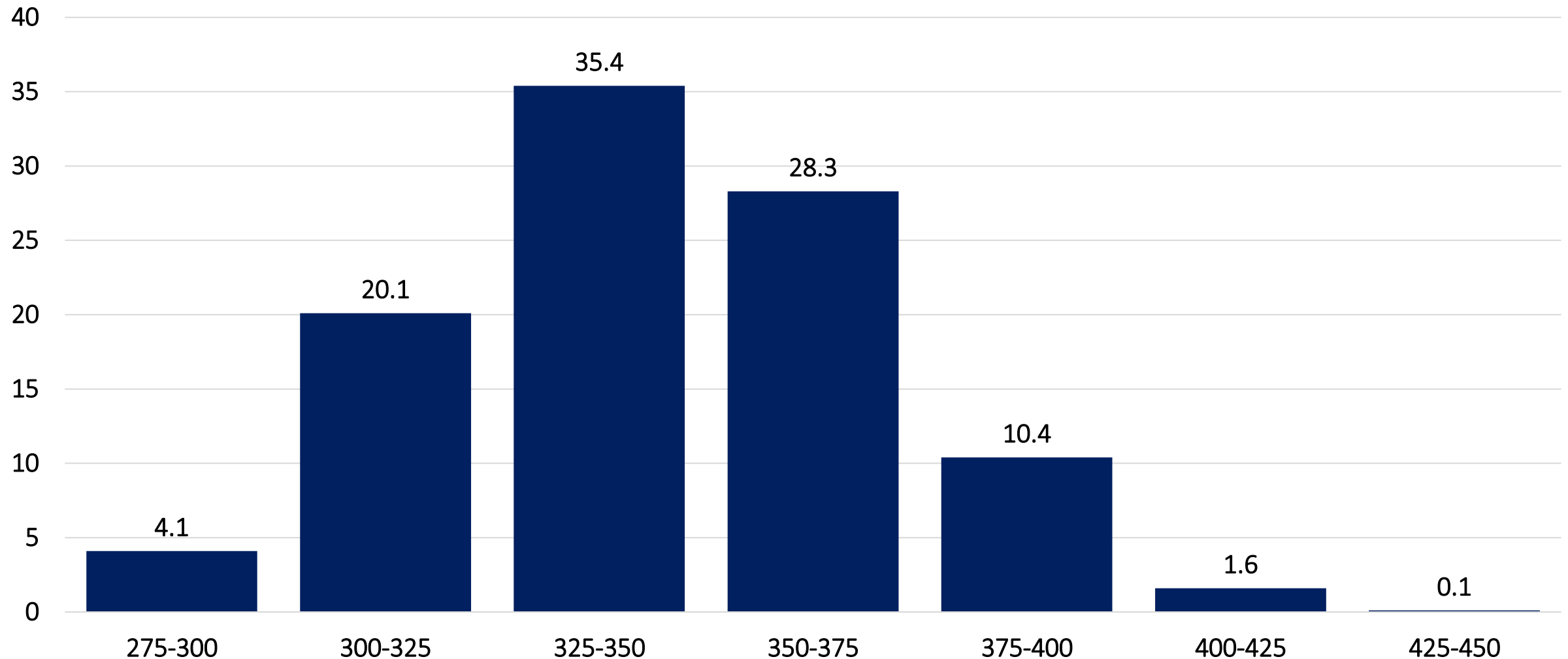


Money Market Funds Total Assets (Trillions)

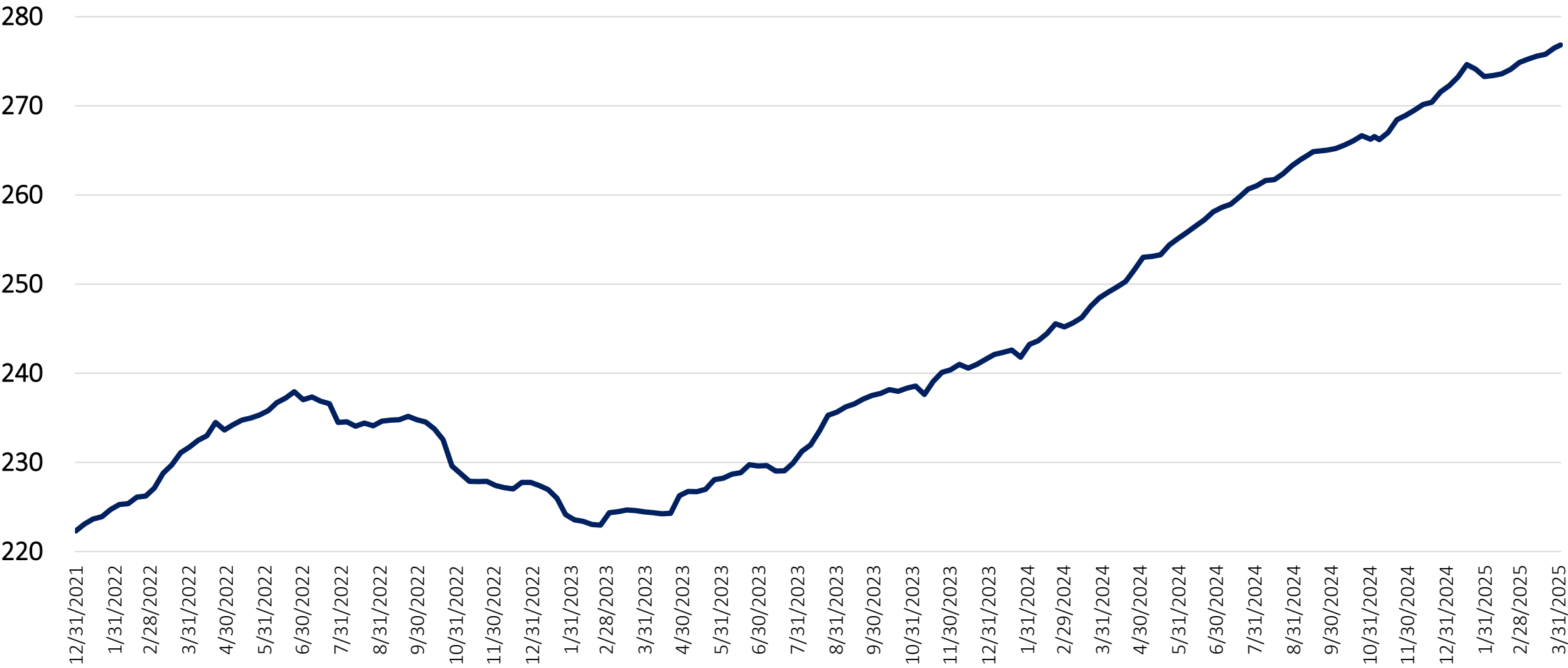


Source: <https://fred.stlouisfed.org/series/MMMFQAQ027S#0> 3/18/2025

Probabilities by 12/31/25 Fed Meeting



S&P 500 Index Earnings Expectations Higher



Previous S&P 500 Highs

	<u>3/24/2000</u>	<u>10/09/2007</u>	<u>2/19/2020</u>	<u>3/31/2025</u>
Index Level	1,527	1,565	3,386	5,612
P/E Ratio (fwd)	25.2x	15.1x	19.2x	20.2x
Dividend Yield	1.4%	1.9%	1.9%	1.7%
10 Year Treasury	6.2%	4.7%	1.6%	4.2%

The Top 10 Companies in the S&P 500 Index

P/E Ratio Top 10: 24.4x

P/E Ratio Other 490: 18.3x

Weight of Top 10: 35.0%

Magnificent 7

<u>Returns</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>3/31/2025</u>
S&P 500	27%	-19%	24%	23%	-4.6%
S&P 500 ex Mag 7	17%	-8%	8%	10%	.04%
Mag 7	40%	-40%	76%	48%	-14.8%
Share of Returns	33%	56%	63%	55%	

Sector & Forward P/E Multiple

<u>Energy</u>	<u>Materials</u>	<u>Financials</u>	<u>Industrials</u>	<u>Consumer Disc</u>	<u>Tech</u>
15.1x	20.1x	16.4x	21.6x	24.8x	24.4x
<u>Comm. Services</u>	<u>Real Estate</u>	<u>Health Care</u>	<u>Cons. Staples</u>	<u>Utilities</u>	<u>S&P 500</u>
17.8x	17.8x	17.5x	22.0x	17.8x	20.2x

Tariffs – Trade Dependency

Location	Exports to the US
Mexico	78%
Canada	77%
European Union	18%
China	37%

DOGE





Questions?



ADVISORS CAPITAL MANAGEMENT