

Morning Market Report



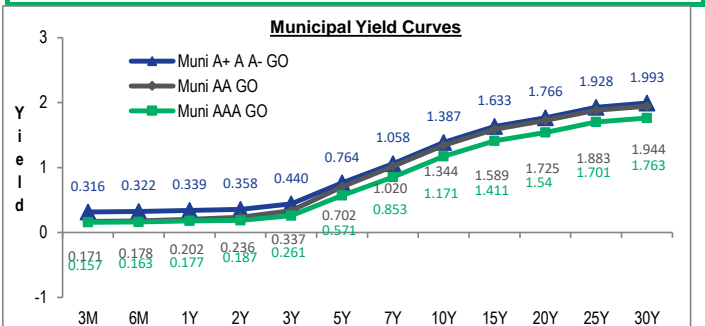
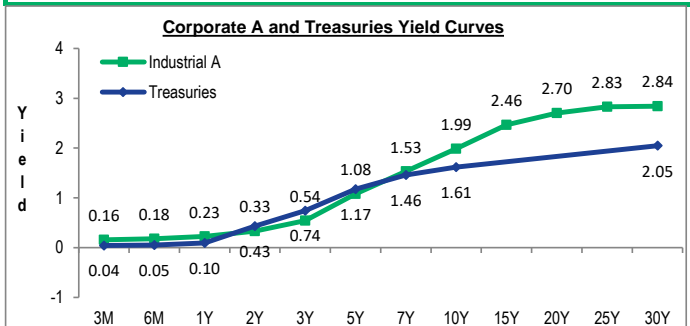
FIFTH THIRD BANK

Compiled by: Investment Strategy Team

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Equity Markets (Total Returns (change in closing price + dividend yield))					
Index	Level	Daily	MTD	YTD	1-Year
MSCI AC World	732.95	0.87%	3.36%	15.22%	28.38%
MSCI World	3109.47	0.81%	3.48%	17.39%	30.06%
S&P 500	4471.37	0.75%	3.86%	20.38%	30.24%
S&P 400	2748.28	0.07%	4.12%	20.28%	38.96%
S&P 100	2053.52	0.93%	3.92%	20.73%	29.37%
Russell 2500	931.65	-0.13%	3.39%	17.67%	38.95%
Russell 2000	2265.65	-0.37%	2.81%	15.56%	39.59%
DJIA	35294.76	1.09%	4.34%	16.98%	26.23%
NASDAQ	14897.34	0.50%	3.12%	16.19%	28.10%
MSCI EAFE	2324.50	1.02%	1.94%	10.96%	27.72%
Stoxx Europe 600	469.39	0.75%	3.29%	20.74%	33.12%
MSCI EM	1283.67	1.34%	2.48%	1.30%	17.21%
S&P U.S. REIT	1774.97	0.06%	5.44%	29.57%	39.29%
Alerian MLPI	326.61	0.48%	9.54%	52.77%	82.25%
S&P Global Infrastr	2749.85	0.42%	3.59%	10.69%	23.07%
HFRX Global HF	1434.88	0.23%	0.35%	3.94%	8.02%
Fifth Third (FITB)	43.60	0.48%	2.73%	61.50%	92.17%

Other Markets					
Index	Level	Daily	MTD	YTD	1-Year
U.S. Dollar	93.94	-0.02%	-0.31%	4.45%	0.09%
Gold (oz.)	1767.62	-1.57%	0.61%	-6.89%	-7.39%
Silver (oz.)	23.31	-0.89%	5.14%	-11.71%	-4.08%
Oil (barrel)	82.28	1.19%	9.66%	69.58%	100.88%
Commodity (CRB)	567.03	0.46%	2.40%	27.76%	37.74%
Bitcoin (USD)	59400.14	8.85%	43.95%	115.64%	441.58%
Bberg Muni	1347.06	0.00%	-0.10%	0.69%	2.86%
Bberg Int. G/C.	2349.83	-0.22%	-0.39%	-1.26%	-0.81%
Bberg 1-3Y G/C.	1370.24	-0.07%	-0.21%	-0.12%	0.06%
Bberg Agg.	2350.87	-0.25%	-0.17%	-1.72%	-1.09%
Bberg High Yield	2439.64	0.03%	-0.18%	4.35%	9.66%
Bberg U.S. TIPS	368.22	-0.18%	0.97%	4.52%	6.15%
Bberg ex. USD	500.86	-0.05%	-0.09%	-6.02%	-1.78%
JPM EM Bond	980.35	0.04%	-0.13%	-1.49%	2.77%
LIBOR 1-month:	0.08%	3-month:	0.12%	12-month:	0.28%
SOFR 1-month:	0.05%	SOFR:	0.05%	Fed Funds:	0.25%
Bankrate.com 30yr fixed mortgage average:	3.14%	Prime Rate:	3.25%		



Overnight News

- > U.S. equity index futures fell in pre-market trading. Treasury yields rose and were fairly choppy to start the week. The dollar weakened versus major peers. Bitcoin rose close to all-time highs near \$65,000 ahead of optimism surrounding ETF futures approval.
- > Stocks in Europe fell, while the bund yields rose. Russia is going to hold on to its supply of gas and opt against sending more natural gas to other countries. This comes after Vladimir Putin's comments about being prepared to discuss the supply crisis.
- > Shares across Asia were mixed. Japan will create a 100 billion yen fund intended to improve technology development, including artificial intelligence and quantum computing. Goldman Sachs (GS) expects China to hold its reserve requirement ratio this year.
- > West Texas Intermediate (WTI) and Brent Crude rose, while Natural Gas dipped. Gold and platinum both ticked lower whereas copper and aluminum rose. China saw a spike of 38% in pork output in the first three quarters.
- > More and more British companies have revealed their worry surrounding supply chain issues, rising energy costs and labor shortage issues. Double the companies warned of their profits being hurt in the third quarter as compared to the second.
- > At least 107 ships are stalled off of Hong Kong and Shenzhen following a typhoon. According to RBC, nearly 77% of all ports are experiencing abnormally long turnaround times.

Economic Reports

- > Industrial production in the U.S. dropped 1.3% month-over-month in September, worse than estimates of an increase by 0.1% for the month. Factory output fell 0.7%, the most since February as backlogs and shortages are holding back manufacturing.
- > China reported a 4.9% year-over-year increase in GDP, falling short of expectations in the third quarter. This slowdown was due to a temporary cease in production in Chinese factories late in the quarter as well as weak real estate investment activity.
- > Capacity utilization in the U.S. dropped to 75.2% for the month of September, missing estimates of 76.4%.

Company News

- > After being downgraded from "overweight" to "equal weight" by Barclays, Walt Disney (DIS) is trading down premarket due to slow growth for Disney+. The primary concern was that the company faces a difficult task to expand its streaming subscription service.
- > Tesla (TSLA) updated delivery times for a number of its fleet vehicles. The company now anticipates new orders for the Model X Long Range to take up to a year. For the new Model S, delivery time was pushed back from the spring to early summer.
- > Toyota (TM) plans to invest approximately \$3.4 billion in the United States through 2030 to create a new company and build a new automotive battery facility. The new plant is expected to be operating in 2025 and create 1,750 jobs.
- > Ford (F) announced that it plans on refurbishing a factory in northwest England into a plant that will make electric vehicle parts. The project is expected to cost \$315 million and Ford hopes to be in operations by mid-2024.
- > San Francisco based start-up company, Deel, expects companies like Coinbase (COIN), Shopify (SHOP) and others to recruit talent from overseas. Working from home is more normal now, following the pandemic.

Sources: News, economic and market information compiled from various sources including the Wall Street Journal, Bloomberg and CNBC

Dow Jones Industrial Average is a price-weighted average of 30 large, frequently traded stocks with the objective of representing large and well-known U.S. companies.

Standard & Poor's 500 Stock Index is a composite of 500 of the largest companies in the United States and it often used as a measure of the overall U.S. stock market.

NASDAQ Composite Index measures all NASDAQ domestic and non-U.S. based common stocks listed in the NADAQ Stock Market. The index is market value weighted and currently includes over 5,000 companies.

S&P Midcap 400 Index provides investors with a benchmark for mid-sized companies. The index, which is distinct from the large-cap S&P 500®, measures the performance of mid-sized companies, reflecting the distinctive risk and return characteristics of this market segment.

S&P 100 Index is a sub-set of the S&P 500®, measures the performance of large cap companies in the United States. The Index comprises 100 major, blue chip companies across multiple industry groups. Individual stock options are listed for each index constituent.

Russell 2000 measures the performance of the 2,000 smallest companies in the Russell 3000 Index, which represents approximately 8% of the total market capitalization of the Russell 3000 Index.

Russell 2500 Index measures the performance of the smallest 2,500 companies in the Russell 3000 Index. This index is constructed to give a comprehensive and unbiased barometer for the small and mid-cap segment of the U.S. equity universe.

Bloomberg U.S. Intermediate Government/Credit Bond Index tracks the performance of intermediate term US government and corporate bonds with maturities between one and ten years.

MSCI AC World Index (MSCI ACWI) is a free-float weighted equity index that represents the Modern Index Strategy and captures all sources of equity returns in 23 developed and 23 emerging markets. The **MSCI World Index** is a free-float weighted equity index of developed world markets

MSCI EAFE Index is designed to represent the performance of large and mid-cap securities across 21 developed markets, including countries in Europe, Australasia and the Far East, excluding the U.S. and Canada. The Index is available for a number of regions, market segments/sizes and covers approximately 85% of the free float-adjusted market capitalization in each of the 21 countries.

MSCI Emerging Markets Index is a free float weighted equity index that captures large and mid cap representation across Emerging Markets (EM) countries. The index covers approximately 85% of the free float-adjusted market capitalization in each country.

The Stoxx Europe 600 Index is derived from the STOXX Europe Total Market Index and is a subset of the STOXX Global 1800 Index. With a fixed number of 600 components, the STOXX Europe 600 Index represents large, mid and small capitalization companies across 17 countries of the European region.

Pre-Market S&P Futures are traded on the Chicago Mercantile Exchange (CME) and closely follow the price movement of the S&P 500 index, providing risk management and investing opportunities for financial professionals and individual investors.

The U.S. Dollar Index (USDX) indicates the general int'l value of the USD. The USDX does this by averaging the exchange rates between the USD and 6 major world currencies. The FINEX computes this by using the rates supplied by some 500 banks.

Gold Spot Price is quoted as U.S. Dollars per Troy Ounce. The **Silver Spot Price** is quoted as U.S. Dollars per Troy Ounce.

Oil price represents Light Crude Oil for current month delivery priced per barrel from the New York Mercantile Exchange.

Muni AAA GO is derived from data points on Bloomberg's option-free Fair Market Curves; the yield at each maturity point represents the composite yield of securities around that maturity.

Corporate Industrials Rated A yield curve is populated daily with currency denominated fixed-rate bonds within a given industry sector; represents the composite yield of securities around that maturity.

The Alerian MLP Infrastructure Index is a composite of energy infrastructure Master Limited Partnerships (MLPs). The capped, float-adjusted, capitalization-weighted index,

whose 25 constituents earn the majority of their cash flow from the transportation, storage, and processing of energy commodities, is disseminated real-time on a price-return basis (AMZI)

Bloomberg U.S. Municipal Bond Index covers the USD-denominated long-term tax exempt bond market. The index has four main sectors: state and local general obligation bonds, revenue bonds, insured bonds and prerefunded bonds.

Thompson/Reuters Core Commodity - CRB is a 4-tiered grouping system of commodity prices designed to reflect the significance of each commodity (Energy 39%, Agriculture 41%, Precious Metals 7%, and Base/Industrial Metals 13%). **Bitcoin** is a decentralized, fully independent, digital or virtual currency also known as a cryptocurrency.

S&P 500 U.S. REIT defines and measures the investable universe of publicly traded real estate investment trusts domiciled in the United States.

HFRX Global Hedge Fund Index is designed to be representative of the overall composition of the hedge fund universe. It is comprised of all eligible hedge fund strategies; including but not limited to convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The strategies are asset weighted based on the distribution of assets in the hedge fund industry. Hedge Fund Research, Inc. (HFR) utilizes a UCITSIII compliant methodology to construct the HFRX Hedge Fund Indices. The methodology is based on defined and predetermined rules and objective criteria to select and rebalance components to maximize representation of the Hedge Fund Universe. HFRX Indices utilize state-of-the-art quantitative techniques and analysis; multi-level screening, cluster analysis, Monte-Carlo simulations and optimization techniques ensure that each Index is a pure representation of its corresponding investment focus.

Bloomberg U.S. Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency).

Bloomberg Global Aggregate ex-USD Bond Index is a flagship measure of global investment grade debt from twenty-four local currency markets excluding the United States. This multi-currency benchmark includes treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers.

Bloomberg U.S. Corporate High Yield Index represents the universe of fixed rate, non-investment grade debt. Eurobonds and debt issues from countries designated as emerging markets (e.g., Argentina, Brazil, Venezuela, etc.) are excluded but, Canadian and global bonds (SEC registered) of issuers in non-EMG countries are included. Original issue zeroes, step-up coupon structures, 144-As and pay-in-kind bonds (PIKs, as of October 1, 2009) are also included. The index includes corporate sectors. The corporate sectors are Industrial, Utility, and Finance, encompassing both US and non-US Corporations. An investment cannot be made directly in a market index.

Bloomberg U.S. Treasury Inflation Protected Securities Index consists of inflation-protection securities issued by the US Treasury. They must have at least one year until final maturity and at least \$250 million par amount outstanding. Also known as "TIPS".

London Interbank Offered Rate (LIBOR) is the rate of interest at which banks borrow funds, in marketable size, from other banks in the London interbank market. LIBOR, the most widely used benchmark or reference rate for short term interest rates, is an international rate.

The indices are unmanaged and do not represent the performance of any particular investment. You cannot invest directly into the indices.

U.S. Treasury securities are direct debt obligations issued and backed by the "full faith and credit" of the United States government, i.e. timely payment of principal and interest is guaranteed. Income from Treasury securities is exempt from state and local, but not federal income tax.

U.S. Treasury bills are issued with maturities of three months to one year in denominations beginning at \$1,000. Investors purchase bills at a discounted price from their face value. At maturity, the Treasury redeems the bills at full face value. The difference between the discounted price paid and the face value of the bill when it is redeemed is its return.

U.S. Treasury notes are issued with initial maturities of two to ten years and pay interest semi-annually at a fixed, predetermined rate. Notes are issued in minimum denominations of \$1,000.

U.S. Treasury bonds are available in maturities of ten to 30 years and pay interest semi-annually at a fixed, predetermined rate. Treasury bonds are issued in minimum denominations of \$1,000.

The J.P.Morgan Emerging Markets Bond Index Global tracks total returns for traded external debt instruments in the emerging markets, including U.S. dollar-denominated Brady bonds, loans and Eurobonds with an outstanding face value of at least \$500 million.

T.E.Y is the yield equivalence at which the rate of interest on a tax-exempt security and a taxable security of similar quality provide the same return.

The quality of any bond is based on the issuer's financial ability to make interest payments and repay the loan in full at maturity. Standard & Poor's, an independent credit rating services, evaluates the creditworthiness of bonds. They research the financial health of each bond issuer and assign ratings to the bonds being offered.

Bonds rated AAA (highest quality) to BBB (medium) are considered investment grade. Bonds rated BB (speculative) to D (default) are considered non-investment grade. Standard & Poor's append their ratings with a plus or minus indicator to show a bond's ranking within a category. For example, A+ is better than A, and A is better than A-.

All bonds are subject to availability and yields are subject to change. The bond's income may be subject to certain state and local taxes depending upon your tax status and or the federal alternative minimum tax.

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