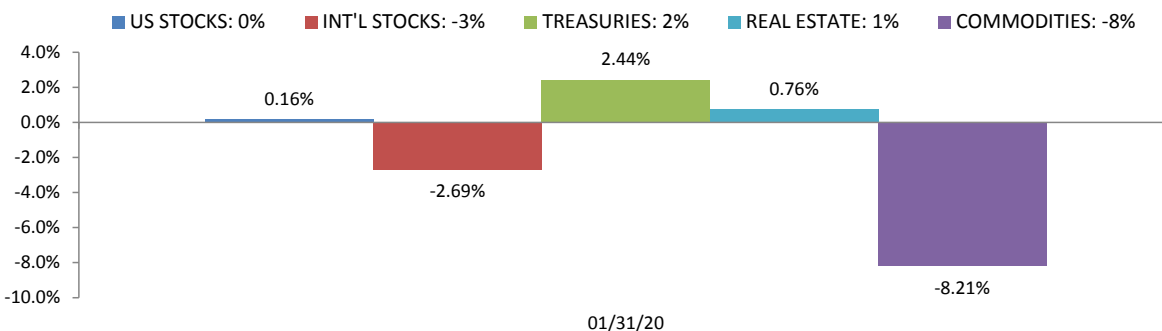


# World Wrap

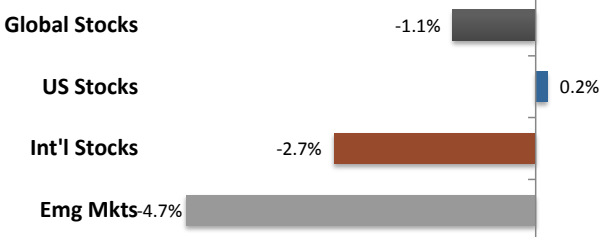
## Major Asset Classes

\* YTD Total Returns



## World Stock Markets

\* YTD Total Returns



January draws to a close with only US Treasuries and REITs firmly in positive ytd territory. Commodities were down over 8% for the month.

## US Stocks

	1WK	YTD ↓	1YR
NASDAQ Comp	-0.8%	2.0%	27.0%
S&P 500	-1.3%	0.0%	21.7%
Dow Industrial	-1.8%	-0.9%	15.8%
Dow Transport	-3.8%	-3.1%	6.8%

## US Factors

	1WK	YTD ↓	1YR
Low Volatility	0.1%	3.1%	24.0%
Momentum	-0.2%	2.9%	19.1%
Pure Growth	-2.4%	0.8%	19.1%
Quality	-2.3%	-1.0%	23.7%
High Dividend	-2.8%	-5.5%	9.2%
Pure Value	-3.3%	-6.1%	5.9%

Large Growth, momentum, and low vol are the leading style/factors, with lots of overlap. In other words, the big growth stocks have the most momentum and lowest vol.

## US Style Boxes

\* YTD Total Returns

	Value	Core	Growth
Large	-2.2%	0.1%	2.2%
Mid	-3.6%	-2.0%	0.1%
Small	-5.4%	-3.2%	-1.1%

## US Sectors

	1WK	YTD ↓	1YR
Utilities	1.0%	6.7%	30.3%
Technology	-1.5%	4.0%	46.1%
Consumer Discretion	1.3%	0.6%	16.7%
Telecom	-2.1%	0.5%	18.1%
Communication Services	-0.5%	0.5%	18.1%
Consumer Staples	-0.3%	0.4%	21.7%
Industrials	-2.2%	-0.4%	15.6%
Financials	-0.2%	-2.6%	18.3%
Healthcare	-2.2%	-2.7%	12.1%
Basic Materials	-3.0%	-6.2%	10.8%
Energy	-6.2%	-11.1%	-10.5%

## International Stocks

	1WK	YTD ↓	1YR
Developed Mkts	-2.5%	-2.1%	12.1%
Frontier Mkts	-3.2%	-3.2%	3.1%
Emerging Mkts	-5.1%	-4.7%	3.8%

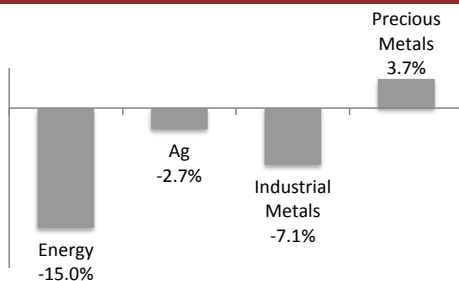
China's stock market is getting hit, as coronavirus has effectively closed the country for business from the rest of the world.

## REIT Sectors

	1WK	YTD ↓	1YR
Residential	-0.4%	3.6%	16.3%
Mortgage	1.0%	3.5%	15.1%
Retail	-3.2%	-2.1%	-0.4%

## Commodity Sectors

\* YTD Total Returns



## Key Commodities

	1WK	YTD ↓	1YR
Bitcoin	9.6%	28.1%	172.7%
Gold	0.3%	4.0%	19.0%
Silver	-2.0%	0.6%	10.6%
Lumber	-1.3%	0.0%	21.7%
Copper	-6.0%	-9.9%	-8.8%
Natural Gas	-1.8%	-14.9%	-43.3%
Crude Oil - WTI	-5.8%	-15.4%	-3.8%

## US Economy

	Level	Pd Annl	1YR
US Nominal GDP	21.73T	3.61%	4.00%
US Real GDP	19.22T	2.08%	2.32%
CPI Inflation	258.5	2.66%	2.31%
Initial Claims	216K	214.5K (4wma)	
Unemployment Rate	3.50%		
Fed Funds Rate	1.50%		

## World Regions

	1WK	YTD ↓	1YR
US	-2.0%	0.2%	21.2%
Middle East	-1.7%	-1.4%	1.2%
Emerging Europe	-3.4%	-1.5%	16.2%
Developed Europe	-2.6%	-2.5%	13.2%
Asia	-3.7%	-3.2%	7.7%
Latin America	-4.9%	-5.6%	-3.5%
Africa	-5.3%	-7.7%	-8.2%

## Best &amp; Worst Countries

	1WK	YTD ↓	1YR
Israel	0.0%	4.7%	2.4%
Portugal	1.7%	4.7%	23.4%
Nigeria	-3.0%	4.4%	-7.5%
Egypt	0.4%	3.2%	32.3%
Denmark	-1.2%	1.8%	26.1%
<i>Median Country Rtn</i>	<i>-3.0%</i>	<i>-3.1%</i>	<i>5.7%</i>
Brazil	-5.8%	-7.5%	-0.8%
Chile	-4.5%	-7.7%	-31.7%
Philippines	-5.6%	-8.2%	-7.1%
Thailand	-5.8%	-8.6%	-8.7%
South Africa	-5.9%	-8.8%	-10.6%

## Fixed Income

	Current Yld	1WK	YTD ↓	1YR
US Corp	2.64%	0.5%	2.3%	14.5%
US Munis	2.69%	0.4%	1.8%	8.6%
Global Gov't	0.93%	0.4%	0.4%	4.5%
US High Yield	5.56%	-0.3%	0.0%	9.4%
Global Corp	0.56%	0.1%	-0.8%	2.6%
Global HY	2.95%	0.2%	-1.3%	4.8%

## US Treasuries

	Current Yld	1WK	YTD ↓	1YR
20 Year	1.83%	2.2%	7.1%	22.5%
10 Year	1.51%	1.8%	5.3%	16.0%
5 Year	1.32%	0.8%	1.8%	7.2%
90 Day	1.55%	0.0%	0.1%	2.1%

20Yr Treasuries are up more than 7% ytd, beating even Tech stocks, as bonds begin to price in more rate cuts. Segments of the yield curve have inverted again.

## Asset Management – Portfolio Lineup

*The essence of investment management is the management of risks, not the management of returns.  
– Benjamin Graham*

**Select Dividend** – Bottom up risk managed dividend portfolio of up to 40 stocks that can hold cash and fixed income when markets aren't presenting attractive individual equity opportunities. Portfolio built upon Cypress Capital's own metrics that measure dividend quality and safety. The portfolio is divided 75/25 into payers and growers. Payers are stocks with above average yields and a long-term history of paying dividends, where the dividend is perceived to be safe. Growers are companies with high total shareholder yields and perceived to be high quality, franchise companies. The portfolio is generally made up with familiar, household names.

**Global Allocation** – Multi-asset class portfolio that invests in low cost exchange traded funds across eight asset classes based upon the margin of safety offered by each asset class in an effort to avoid significant drawdowns.

**Strategic Income** – Disciplined, value biased income portfolio that practices patience in awaiting excellent risk reward opportunities in fixed income. Disciplined in its refusal to reach for yield and put capital at risk of permanent impairment.

**Asset Neutral** – Absolute return focused multi-asset class portfolio that allocates assets based upon the margin of safety offered in each asset class. Portfolio can go defensive and hold up to 100% cash in some environments.

**US Opportunity** – Concentrated value portfolio of up to 50 stocks that increases allocations to cash and fixed income when the margin of safety offered by equities is too narrow. Portfolio quantitatively buys the cheapest, highest quality stocks that it can find. Quantitative sell discipline sells individual holdings based on value and momentum factors.

[Contact us](#) for more information.

Data is provided by YCharts as of the previous Friday's close. If you have any questions regarding the data presented in this report, please feel free to contact us at [info@cypresscapital.com](mailto:info@cypresscapital.com). ©2020 Cypress Capital, LLC. All rights reserved. The information contained in this report may not be published, broadcast, rewritten or otherwise distributed without prior written consent from Cypress Capital, LLC. Comments are provided as a general market overview and should not be considered investment advice or predictive of any future market performance. This report does not constitute an offer to sell, or the solicitation of an offer to buy, any securities. Cypress Capital does not guarantee the accuracy or completeness of this report, nor does Cypress Capital assume any liability for any loss that may result from reliance by any person upon any such information or opinions. Such information and opinions are subject to change without notice and are for general information only.