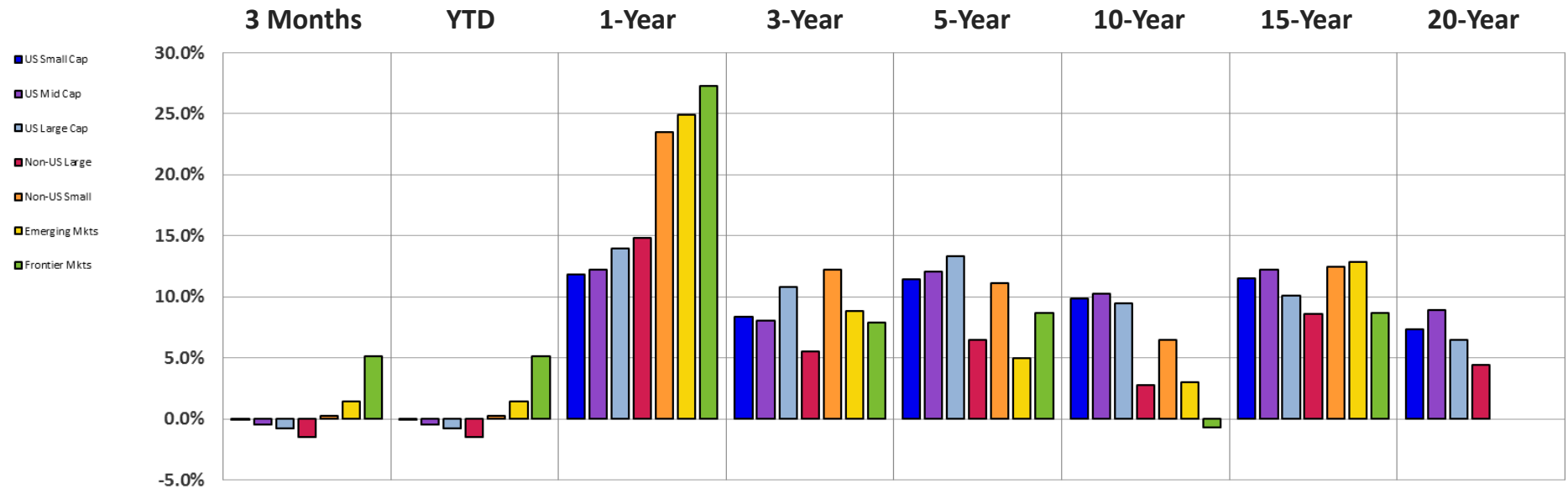


## World Equity Performance

Quarter Ending March 31, 2018

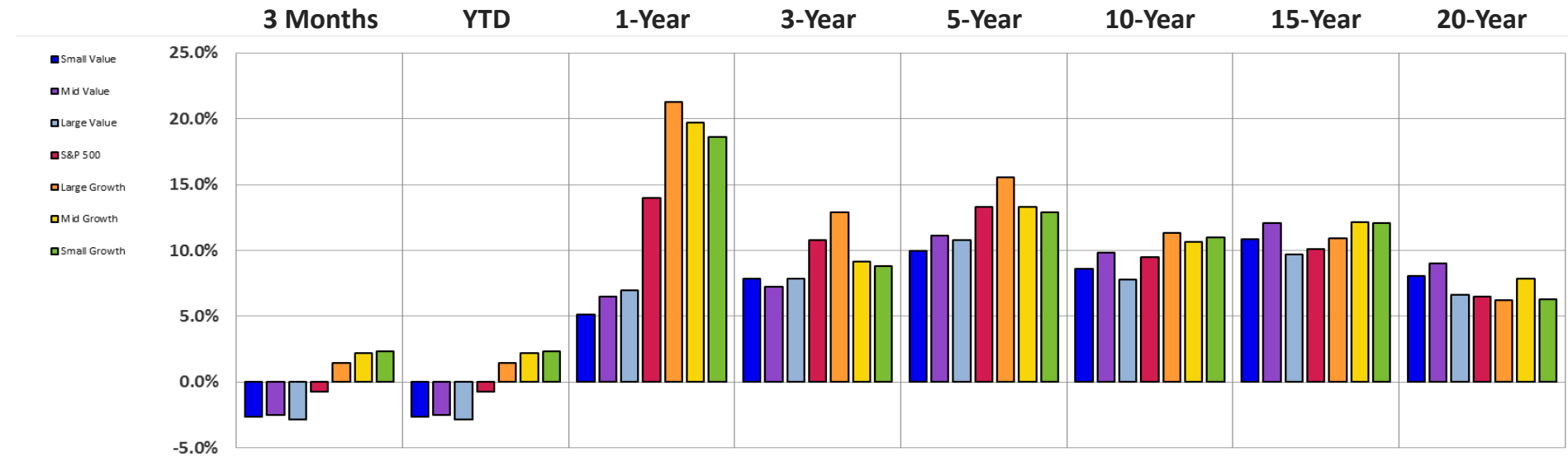


	3 Months	YTD	1-Year	3-Year	5-Year	10-Year	15-Year	20-Year
<b>US Small Cap</b>	<b>-0.1%</b>	<b>-0.1%</b>	11.8%	8.4%	11.5%	9.8%	11.5%	7.4%
<b>US Mid Cap</b>	<b>-0.5%</b>	<b>-0.5%</b>	12.2%	8.0%	12.1%	10.2%	12.2%	8.9%
<b>US Large Cap</b>	<b>-0.8%</b>	<b>-0.8%</b>	14.0%	10.8%	13.3%	9.5%	10.1%	6.5%
<b>Non-US Large</b>	<b>-1.5%</b>	<b>-1.5%</b>	14.8%	5.6%	6.5%	2.7%	8.6%	4.4%
<b>Non-US Small</b>	0.2%	0.2%	23.5%	12.3%	11.1%	6.5%	12.5%	
<b>Emerging Mkts</b>	1.4%	1.4%	24.9%	8.8%	5.0%	3.0%	12.9%	
<b>Frontier Mkts</b>	5.1%	5.1%	27.3%	7.9%	8.6%	<b>-0.7%</b>	8.7%	

“Synchronized global growth” is a common refrain in current discussions of the investment markets. At the end of 2017, no major economy was in contraction for the first time since 2007. Emerging and Frontier Markets stocks continued their strong run to kick off 2018. Over the trailing 12 months, Emerging (+24.9%) and Frontier (+27.3%) are well ahead of US and Non-US large cap stocks (+14% and +14.8%, respectively).

## U.S. Equity Style Performance

Quarter Ending March 31, 2018

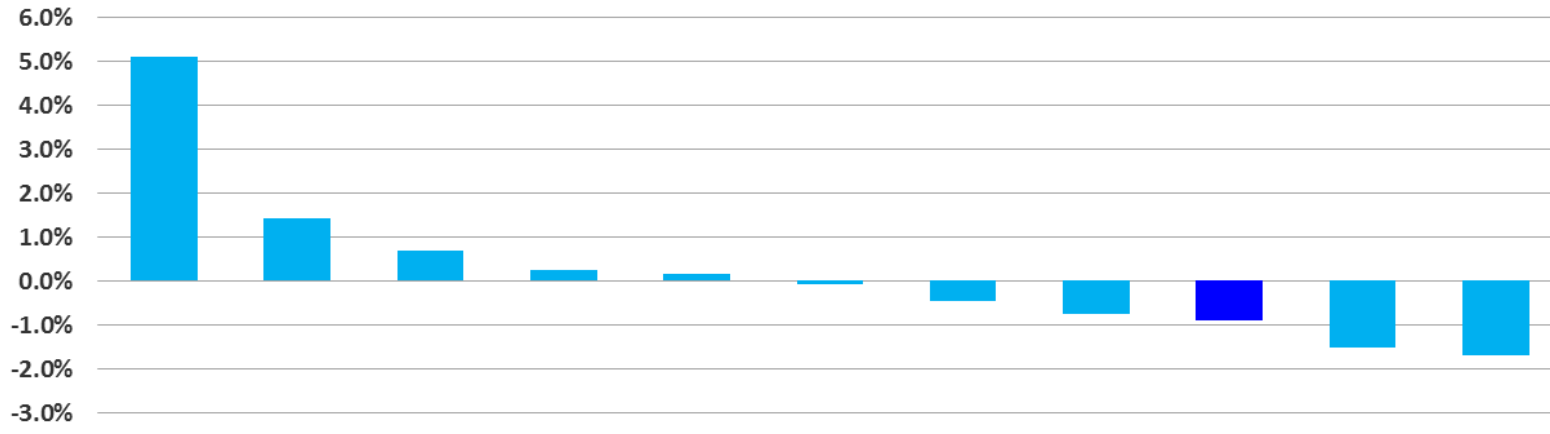


Style	3 Months	YTD	1-Year	3-Year	5-Year	10-Year	15-Year	20-Year
Small Value	-2.6%	-2.6%	5.1%	7.9%	10.0%	8.6%	10.8%	8.0%
Mid Value	-2.5%	-2.5%	6.5%	7.2%	11.1%	9.8%	12.1%	9.0%
Large Value	-2.8%	-2.8%	6.9%	7.9%	10.8%	7.8%	9.7%	6.6%
S&P 500	-0.8%	-0.8%	14.0%	10.8%	13.3%	9.5%	10.1%	6.5%
Large Growth	1.4%	1.4%	21.3%	12.9%	15.5%	11.3%	10.9%	6.2%
Mid Growth	2.2%	2.2%	19.7%	9.2%	13.3%	10.6%	12.1%	7.8%
Small Growth	2.3%	2.3%	18.6%	8.8%	12.9%	11.0%	12.0%	6.2%

In the US, growth stocks are holding on to their run of dominance as we progress into the new year. This is particularly true among large cap stocks, where on a trailing 3-year basis large growth has outperformed large value by a full 5% annualized. For Q1, smaller stocks also led their larger counterparts.

## Equity Performance Breakdown

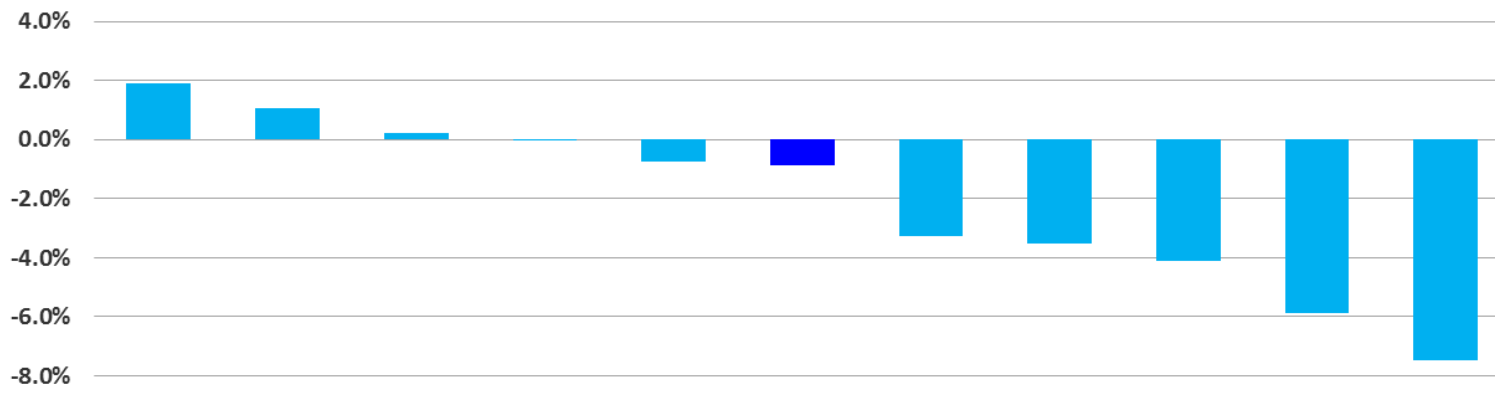
### 2018 1Q World Index Returns



Emerging Markets, Frontier Markets and Small Cap stocks were positive in Q1, while Large and Mid Cap stocks in the developed world were down. The positive result in the Frontier Markets was driven by strong returns in Vietnam (+17.6%), Romania (+20.6%) and Kenya (+22.2%).

	MSCI Frontier Markets	MSCI Emerging Markets	Russell Micro Cap	MSCI EAFE Small Cap	MSCI Emrg Small Cap	Russell 2000	Russell Mid Cap	S&P 500	MSCI ACWI IMI	MSCI EAFE	S&P 100
<b>2018 1Q Return</b>	5.1%	1.4%	0.7%	0.2%	0.2%	-0.1%	-0.5%	-0.8%	-0.9%	-1.5%	-1.7%

### 2018 1Q Country Returns for the MSCI ACWI IMI

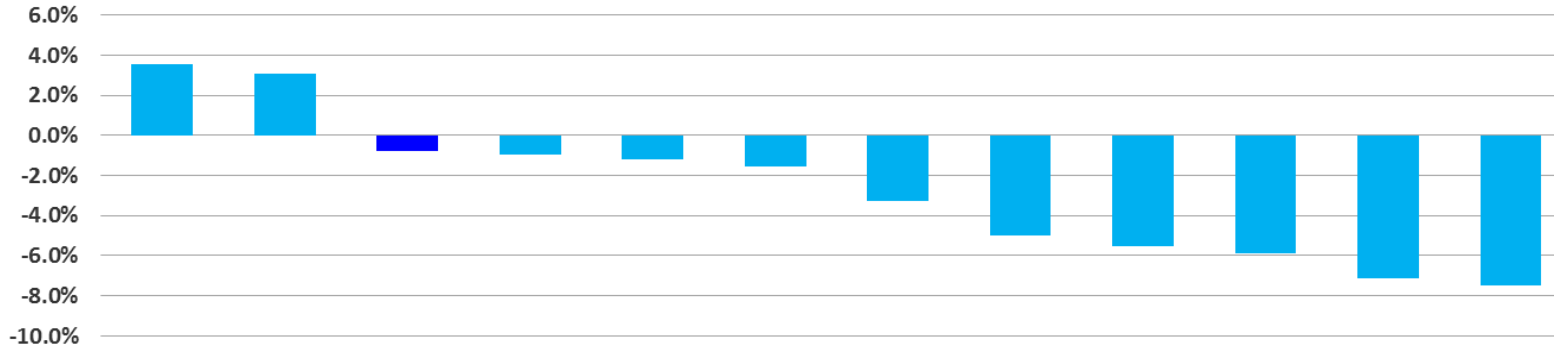


China and Japan led the way in the first quarter, up 1.9% and 1.1% respectively. GDP growth in China is expected to slow down in 2018 as the country continues to transition to a more consumer-driven economy, however their forecasted 6.5% growth rate is still much higher than developed markets can reasonably expect. The larger European stock markets were mostly negative for the quarter, with the exception of France where stocks managed to finish just barely positive.

	China	Japan	France	South Korea	U.S.	MSCI ACWI IMI Index	Germany	United Kingdom	Switzerland	Australia	Canada
<b>2018 1Q Return</b>	1.9%	1.1%	0.2%	0.0%	-0.7%	-0.9%	-3.3%	-3.5%	-4.1%	-5.9%	-7.5%
<b>Weight in ACWI</b>	3.5%	8.5%	3.3%	1.9%	51.7%	-	3.0%	5.8%	2.4%	2.2%	3.0%

## Equity Performance Breakdown

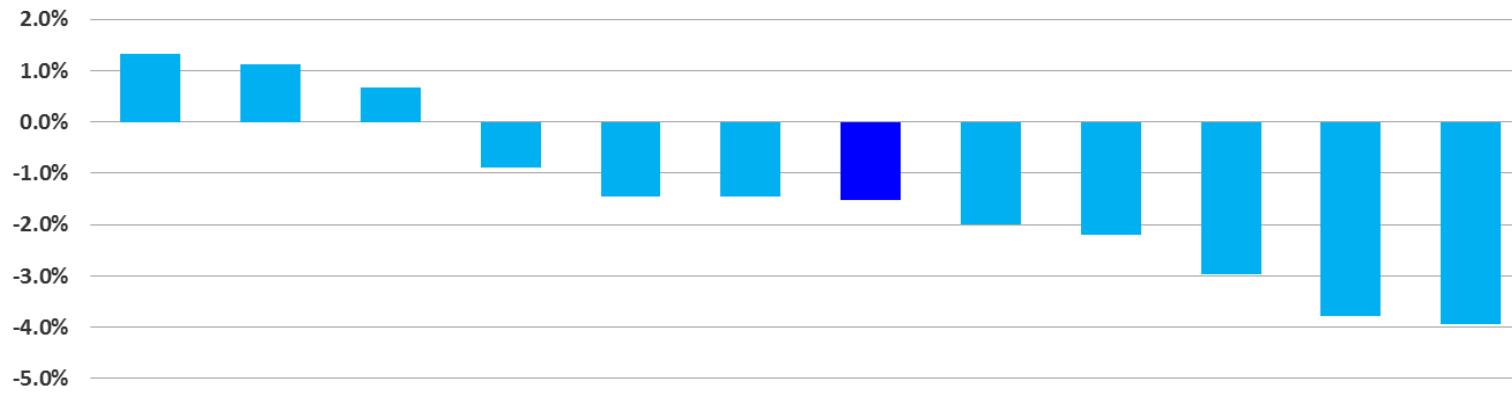
### 2018 1Q Sector Returns for the S&P 500



Nine out of 11 sectors in the S&P 500 finished down for the quarter. The recent tax cut bill helped drive US stocks higher in January, but as the quarter wound to a close an escalating trade war between the US and China and fears of rising inflation weighed on the market. Technology (+3.5%) and Consumer Discretionary (+3.1%) were the lone positive sectors.

	Technology	Consumer Discretionary	S&P 500 Index	Financials	Health Care	Industrials	Utilities	Real Estate	Materials	Energy	Consumer Staples	Telecomm
<b>2018 1Q Return</b>	3.5%	3.1%	-0.8%	-1.0%	-1.2%	-1.6%	-3.3%	-5.0%	-5.5%	-5.9%	-7.1%	-7.5%
<b>Weight in S&amp;P</b>	24.9%	12.7%	-	14.7%	13.7%	10.2%	2.9%	2.8%	2.9%	5.7%	7.7%	1.9%

### 2018 1Q Sector Returns for the MSCI EAFE



For non-US developed markets, eight out of 11 sectors were negative in Q1. Financials (-2.2%) and Consumer Staples (-3.0%) were the weakest performers among the larger sectors in the EAFE index. With the UK looking more likely to increase interest rates in the near future and the possibility that the European Central Bank could do likewise, investors are keeping a close eye on monetary policy moves across the Atlantic.

	Utilities	Technology	Consumer Discretionary	Health Care	Real Estate	Industrials	MSCI EAFE Index	Energy	Financials	Consumer Staples	Materials	Telecomm
<b>2018 1Q Return</b>	1.3%	1.1%	0.7%	-0.9%	-1.5%	-1.5%	-1.5%	-2.0%	-2.2%	-3.0%	-3.8%	-3.9%
<b>Weight in EAFE</b>	3.3%	6.6%	12.6%	10.2%	3.5%	14.6%	-	5.3%	21.1%	11.1%	8.0%	3.8%

## Fixed Income Performance

Fixed Income Rates of Return		2018 1Q	YTD	1 Year	3 Year	5 Year	10 Year
<b>Broad Market Indices</b>	BBgBarc US Aggregate TR	-1.46%	-1.46%	1.20%	1.20%	1.82%	3.63%
	BBgBarc US Govt/Credit TR	-1.58%	-1.58%	1.38%	1.22%	1.84%	3.65%
<b>Intermediate Indices</b>	BBgBarc US Int Agg TR	-1.05%	-1.05%	0.51%	1.02%	1.45%	3.18%
	BBgBarc US Govt/Credit Int TR	-0.98%	-0.98%	0.35%	0.94%	1.25%	2.92%
<b>Government Only Indices</b>	Citi 3 Month Treasury	0.35%	0.35%	1.07%	0.49%	0.31%	0.31%
	BBgBarc US Govt 1-3 Yr TR	-0.15%	-0.15%	0.02%	0.40%	0.53%	1.22%
	BBgBarc US Govt Int TR	-0.73%	-0.73%	-0.14%	0.46%	0.75%	2.21%
	BBgBarc US TIPS TR	-0.79%	-0.79%	0.92%	1.30%	0.05%	2.93%
	BBgBarc US Govt Long TR	-3.22%	-3.22%	3.53%	0.45%	3.28%	5.75%
<b>Municipal Indices</b>	BBgBarc US Municipal TR	-1.11%	-1.11%	2.66%	2.25%	2.73%	4.40%
	BBgBarc US Municipal 1 Yr TR	0.38%	0.38%	0.61%	0.66%	0.66%	1.34%
	BBgBarc US Municipal 10 Yr TR	-1.61%	-1.61%	2.31%	2.14%	2.72%	4.66%
	BBgBarc US Municipal 20 Yr TR	-1.52%	-1.52%	4.28%	3.05%	3.62%	5.49%
<b>Mortgage Backed Indices</b>	BBgBarc US MBS TR	-1.19%	-1.19%	0.77%	1.12%	1.80%	3.46%
<b>Corporate Bond Indices</b>	BBgBarc US Credit TR	-2.13%	-2.13%	2.59%	2.16%	2.83%	5.15%
	BBgBarc US High Yield TR	-0.86%	-0.86%	3.78%	5.17%	4.99%	8.27%
<b>World Bond Indices</b>	Citi World Government Bond	2.50%	2.50%	8.49%	3.45%	1.18%	1.97%
	BBgBarc EM USD Sovereign TR	-1.84%	-1.84%	3.33%	5.14%	4.06%	6.89%

Source: Morningstar Advisor Workstation

