

Market Perspectives

Weekly equity markets snapshot

As of April 30, 2021

Market related news for the week ending April 30, 2021

- Monday Tesla reported a record quarterly profit after the bell. A big contributor to the result was the sale of regulatory credits and a profitable sale of 10% of the company's bitcoin holdings.
- Tuesday Alphabet announced soaring revenue and profits as well as a buyback of up to \$50 billion in stock. Shares climbed 4.2% on the news. Microsoft also reported earnings with revenue up 19% on the year.
- Wednesday Apple reported double-digit growth in all of its product categories, with the iPhone up 65% from last year. Shares were up 2.5% on the news. Facebook also reported results with revenue rising 48% and net income up 94%. Shares rose 6% on the news.
- Thursday Amazon announced Q1 profits had more than tripled to \$8.1 billion. A strong outlook of 24%-30% growth in sales was issued for Q2, but a rumored stock split was not announced.
- The S&P 500 closed Thursday at another record high following robust preliminary Q1 GDP data.
- Friday Disney's two California theme parks reopened. The "Parks, Experiences and Consumer Products" division contributed nearly 40% in total revenue in 2019, but only 25% in 2020.
- Friday It was revealed China has imposed wide-ranging restrictions on the fast-growing financial divisions of 13 companies including Tencent, ByteDance, and JD.com.
- Copper topped \$10,000/ton for the first time since 2011 on Friday.

Market levels

	05/07/21	12/31/20	Market Low
Dow	33,875	30,606	6,547 (3/09)
S&P 500®	4,181	3,756	677 (3/09)
NASDAQ	13,963	12,888	1,268 (3/09)
VIX	18.61	22.75	56.7 (1/09)

Market total returns

	1 Week	QTD	YTD	2020
Dow	-0.50%	2.78%	11.30%	9.72%
S&P 500®	0.04%	5.34%	11.83%	18.39%
NASDAQ	-0.38%	5.43%	8.55%	45.06%
Russell Midcap®	-0.35%	5.10%	13.65%	17.10%
Russell 2000®	-0.23%	2.10%	15.06%	19.93%
MSCI EAFE (Net)	-0.76%	3.01%	6.59%	7.82%
MSCI EM (Net)	-0.37%	2.49%	4.83%	18.31%
FTSE NAREIT All Eq	1.29%	8.12%	17.11%	-5.08%

Global returns¹

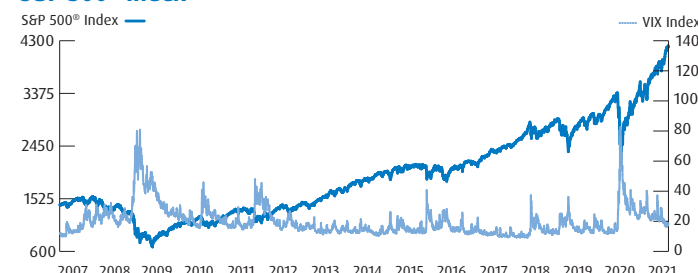
EAFE countries	1 Week	YTD	Emerging countries	1 Week	YTD
UK	0.50%	9.26%	MSCI BRIC	-0.76%	1.21%
Germany	-0.94%	10.33%	Brazil	-1.36%	-0.10%
France	0.26%	13.50%	Russia	-1.76%	7.20%
Switzerland	-1.53%	5.61%	India	1.91%	2.35%
Japan	-0.72%	5.67%	China	-0.77%	-0.69%
Australia	-0.49%	8.29%	S. Korea	-1.20%	9.67%

¹See page 3 for global returns country-specific indices.

Real assets

	05/07/21	12/31/20	YTD
Gold	\$1,769.13	\$1,898.36	-6.81%
Oil	\$63.58	\$48.63	30.74%
Nat Gas	\$2.93	\$2.61	12.26%
Bloomberg Commod.	\$90.36	\$78.05	15.77%
USD Index	\$91.28	\$89.94	1.49%
USD/EUR	\$1.20	\$1.22	-1.60%

Featured chart: Implied stock market volatility and the S&P 500® Index



Style returns

One week

	Large	Mid	Small
V	0.43%	0.33%	0.04%
G	-0.55%	-1.68%	-0.52%

Year-to-date

	Large	Mid	Small
V	15.69%	18.51%	23.61%
G	7.81%	5.02%	7.16%

Russell Value and Growth Indices

Index characteristics

	Trlg P/E	Fwd P/E	Div Yield	Earn Yield
S&P 500®	27.02	20.32	1.43	3.70
MSCI EAFE	21.51	15.31	2.85	4.65
MSCI EM	18.22	13.13	2.43	5.49
Russell 1000®	26.78	20.83	1.37	3.73
Russell 2000®	19.99	25.89	0.88	5.00

S&P sector performance

	Weight	1 Week	QTD	YTD
Information technology	26.7%	-2.1%	5.3%	7.3%
Health care	12.8%	-1.9%	4.0%	7.3%
Consumer discretionary	12.6%	0.9%	7.1%	10.4%
Financials	11.4%	2.4%	6.6%	23.5%
Telecommunications	11.2%	2.9%	7.9%	16.6%
Industrials	8.7%	0.3%	3.6%	15.4%
Consumer staples	6.0%	0.0%	2.2%	3.4%
Materials	2.7%	0.0%	5.3%	14.9%
Energy	2.7%	3.6%	0.6%	31.6%
Utilities	2.6%	0.3%	4.3%	7.2%
REITs	2.4%	1.1%	8.3%	17.6%

Source: Bloomberg.

For general information only.

Market conditions and trends will vary. Past performance is no guarantee of future results.

Market Perspectives

Weekly fixed income markets snapshot As of April 30, 2021

Economic news for the week ending April 30, 2021

- Monday: Durable Goods Orders for March rose 0.5%, much lower than expected. Year-on-year orders fell 0.9%. Core orders were up 1.6%, or -0.3% year-on-year.
- Tuesday: S&P Case Shiller 20-City House Price Index for February was up 11.9% year-on-year, in line with expectations and up from the prior 11.1%.
- Tuesday: CB Consumer Confidence for April was 121.7, higher than expected, and up from the prior 109.0.
- Thursday: GDP for Q1 (prelim) was 6.4%, higher than expected.
- Thursday: Initial Jobless Claims were 553,000.
- Thursday: Pending Home Sales for March were up 1.9%, much lower than expected.
- Friday: PCE Price Index for March was up 0.5%, or 2.3% year-on-year. Core readings were up 0.4% or 1.8% year-on-year.
- Friday: Chicago PMI for April was 72.1, higher than expected.
- Friday: Michigan Consumer Sentiment for April came in at 88.3.

Economic events for the week ending May 7, 2021 (all times listed are Eastern)

- Monday: Manufacturing PMI for April at 9.45am.
- Monday: ISM Manufacturing PMI for April at 9.00am.
- Tuesday: Factory Orders for March at 10.00am.
- Wednesday: ADP Noon-Farm Employment for April at 8.15am.
- Wednesday: Markit Composite PMI for April at 9.45am.
- Wednesday: ISM Non-Manufacturing PMI for April at 10.00am.
- Thursday: Initial Jobless Claims at 8.30am.
- Friday: Non-Farm Payrolls for April at 8.30am.

Bond market returns

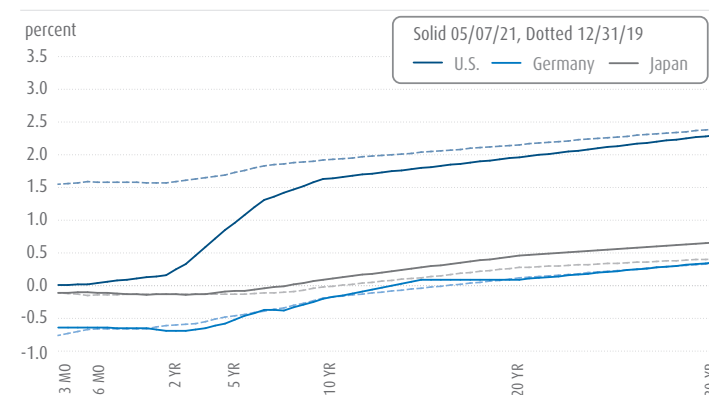
	U.S. Aggregate	Intermediate Gov't/Credit	U.S. Treasury	Inv. Grade Corporates	MBS	1-10-Yr Municipals	High Yield	EM Corporates
1-Week Total Return	-0.18%	-0.07%	-0.24%	-0.29%	0.00%	-0.13%	0.20%	0.04%
MTD Total Return	0.79%	0.50%	0.75%	1.11%	0.55%	0.48%	1.09%	0.95%
3-Month Total Return	-1.91%	-1.10%	-2.60%	-2.34%	-0.63%	-0.16%	1.61%	-0.20%
YTD Total Return	-2.61%	-1.37%	-3.53%	-3.59%	-0.55%	0.22%	1.95%	-0.37%
12-Month Total Return	-0.27%	1.09%	-4.32%	4.46%	-0.17%	5.40%	19.67%	13.41%
Effective Duration (years)	6.39	4.16	6.86	8.54	3.90	3.77	3.85	4.93
Effective Maturity (years)	8.38	4.46	8.08	12.05	5.42	5.85	6.52	7.00
Yield to Worst	1.51%	0.92%	0.95%	2.18%	1.68%	0.61%	3.99%	3.78%
OAS (basis points)	29	23	NA	88	7	NA	291	294
Average OAS (from January 1997)	63	55	NA	153	55	NA	550	491

Key rates

	This week	Prior week	Most recent quarter-end	2020 year-end
2-Year Treasury	0.16	0.16	0.16	0.12
5-Year Treasury	0.85	0.82	0.94	0.36
10-Year Treasury	1.63	1.56	1.74	0.92
2-Year AAA Muni	0.09	0.07	0.13	0.13
5-Year AAA Muni	0.42	0.39	0.50	0.21
10-Year AAA Muni	0.97	0.92	1.07	0.68
2-Year A Corporate	0.35	0.36	0.41	0.32
5-Year A Corporate	1.23	1.22	1.33	0.77
10-Year A Corporate	2.37	2.31	2.47	1.62

Fixed income markets

Developed markets | Government Bond yield curves



Source: Barclays Capital, Bloomberg.

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Market conditions and trends will vary. **Past performance is no guarantee of future results.**



¹ Global returns shown on page one represent the following indices: FTSE 100 Index (UK), Deutsche Borse AG German Stock Index (Germany), CAC 40 Index (France), Swiss Market Index (Switzerland), Nikkei-225 Stock Average (Japan), S&P/ASX 200 (Australia), MSCI BRIC Index, Ibovespa Brasil Sao Paulo Stock Exchange Index (Brazil), Russian Trading System Cash Index (Russia), S&P BSE Sensex Index (India), Korea Stock Exchange KOSPI Index (South Korea), The Shanghai Stock Exchange Composite Index (China).

Equity indices

S&P 500® Index (S&P 500®) is an unmanaged index of large-cap common stocks.

Dow Jones Industrial Average (Dow) is a price-weighted average of 30 significant stocks traded on the New York Stock Exchange and the Nasdaq.

Russell 1000® Index (Russell 1000®) consists of approximately 1,000 of the largest companies in the U.S. equity markets.

Russell 1000® Growth Index measures the performance of those Russell 1000 Companies with higher price-to-book ratios and higher forecasted growth values.

Russell 1000® Value Index measures the performance of those Russell 1000 Companies with lower price-to-book ratios and lower forecasted growth values.

Russell Midcap® Index (Russell Midcap®) measures the performance of the smallest 800 U.S. companies in the Russell 1000 Index.

Russell Midcap® Growth Index measures the performance of those Russell Midcap companies with higher price-to-book ratios and higher forecasted growth values.

Russell Midcap® Value Index measures the performance of those Russell Midcap companies with lower price-to-book ratios and lower forecasted growth values.

Russell 2000® Index (Russell 2000®) is an unmanaged index that measures the performance of the smallest 2000 U.S. companies in the Russell 3000® Index.

Russell 2000® Growth Index measures the performance of those Russell 2000 Companies with higher price-to-book ratios and higher forecasted growth values.

Russell 2000® Value Index measures the performance of those Russell 2000 Companies with lower price-to-book ratios and lower forecasted growth values.

MSCI EAFE Index (NDDUEAFE) (Developed Markets)—MSCI EAFE Index Europe, Australasia, and Far East Index (EAFE)

is a standard unmanaged foreign securities index representing major non-U.S. stock markets, as monitored by Morgan Stanley Capital International.

MSCI Emerging Markets Index (NDUEEGF) is a market capitalization weighted index comprised of over 800 companies representative of the market structure of the emerging countries in Europe, Latin America, Africa, Middle East and Asia. Prior to January 1, 2002, the returns of the MSCI Emerging Markets Index were presented before application of withholding taxes.

NASDAQ Composite Index is a market-cap weighted index of the more than 3,000 common equities listed on the Nasdaq stock exchange.

VIX Index—The Chicago Board Options Exchange Market Volatility Index is a measure of implied volatility of S&P 500 index options, often referred to as the “fear” index.

MSCI BRIC Index (NDUEBRIC) is a free float weighted equity index designed to measure performance of the following four emerging market country indices: Brazil, Russia, India and China.

NIKKEI 225 Index is a price-weighted average of 225 top-rated Japanese companies listed in the First Section of the Tokyo Stock Exchange.

KOSPI Index is a capitalization-weighted index of all common shares on the Korean Stock Exchanges.

FTSE NAREIT All Eq REITs Index contains all tax-qualified REITs with more than 50 percent of total assets in qualifying real estate assets other than mortgages secured by real property that also meet minimum size and liquidity criteria.

FTSE 100 Index is a capitalization-weighted index of the 100 most highly capitalized companies traded on the London Stock Exchange. The equities use an investibility weighting in the index calculation.

Deutsche Borse AG German Stock Index (DAX) is a total return index of 30 selected German blue chip stocks traded on the Frankfurt Stock Exchange. The equities use free float shares in the index calculation.

CAC 40 Index is a modified cap-weighted index of 40 companies on the Paris Bourse.

Swiss Market Index is an index of the largest and most liquid stocks traded on the Geneva, Zurich, and Basle Stock Exchanges.

S&P/ASX 200 measures the performance of the 200 largest index-eligible stocks listed on the ASX by float-adjusted market capitalization. Representative liquid and tradable, it is widely considered Australia's preeminent benchmark index. The index is float-adjusted.

Ibovespa Brasil Sao Paulo Stock Exchange Index is a gross total return index weighted by market value to the free float & is comprised of the most liquid stocks traded on the Sao Paulo Stock Exchange.

Russian Trading System Cash (RTS) Index is cap-weighted composite index calculated based on prices of the 50 most liquid Russian stocks of the largest and dynamically developing Russian issuers presented on the Moscow Exchange.

S&P BSE Sensex Index is a cap-weighted index. The index members have been selected on the basis of liquidity, depth, and floating-stock-adjustment depth and industry representation.

Shanghai Stock Exchange Composite Index is a capitalization-weighted index. The index tracks the daily price performance of all A-shares and B-shares listed on the Shanghai Stock Exchange.

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Fixed income indices

Bloomberg Barclays U.S. Aggregate Bond Index is an unmanaged index that covers the U.S. investment-grade fixed-rate bond market, including government and credit securities, agency mortgage pass-through securities, asset-backed securities and commercial mortgage-based securities.

Bloomberg Barclays U.S. Intermediate Government/Credit Bond Index is an unmanaged index comprised of government and corporate bonds rated BBB or higher with maturities between 1-10 years.

Bloomberg Barclays U.S. Corporate Bond Index is designed to measure the performance of the U.S. corporate bond market.

Bloomberg Barclays U.S. Treasury Index is an unmanaged index that includes a broad range of U.S. Treasury obligations and is considered representative of U.S. Treasury bond performance overall.

Bloomberg Barclays U.S. MBS Index is an index that includes 15- and 30-year fixed-rate securities backed by mortgage pools of GinnieMae, FreddieMac and FannieMae.

Bloomberg Barclays U.S. Corporate High-Yield Bond Index is an unmanaged index that covers the USD-denominated, non-investment-grade, fixed-rate, taxable corporate bond market.

Bloomberg Barclays 1-10 Year Blend Municipal Bond Index is a market value-weighted index which covers the short and intermediate components of the Barclays Capital Municipal Bond Index—an unmanaged, market value-weighted index which covers the U.S. investment-grade tax-exempt bond market.

Bloomberg Barclays Emerging Markets Corporate Index is a component of the Barclays US Emerging Markets Index which is made up of debt issued by corporations.

Other Definitions

Duration: incorporates a bond's yield, coupon, final maturity and call features into one number, expressed in years, that indicates how price-sensitive a bond or portfolio is to changes in interest rates. Effective duration can also be defined as the approximate percentage change in a security's price that will result from a 1% (100-basis-point) change in its yield.

Yield to Worst: lowest potential yield that can be received on a bond without the issuer defaulting. This yield measure takes in to account any bond calls or sinking funds.

OAS: acronym for "option adjusted spread" which is the spread that has to be added to the Treasury yield curve in a pricing model (including embedded options) to discount a security to match its market price.

Investments cannot be made in an index.

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