Fourth Quarter, 2016 Insights

www.PawleysAdvisors.com

Kathryn E. Schwartz
Chief Executive Officer
kschwartz@PawleysAdvisors.com
January 6th, 2016

Fourth Quarter, 2016 Insights

- The Global Markets
- Post-Election Markets
- Rising Interest Rates
- *invest right, live right*™

The Global Markets

- Europe and Japan
- China
- Developing and Emerging Markets

Post-Election Markets

- Markets dislike uncertainty prior to elections
- Since Nov 9 thru Dec 31, S&P +6% which represents half of full-year gain in 2 short months
- Threats of reduced government spending and increased trade barriers have hurt government contractors and multi-national conglomerates
- Optimism of reduced regulation has helped financials and healthcare

Rising Interest Rates

- Adjustable loans and credit rates increasing
- No meaningful change to interest being paid by banks on short-term deposits
- Yield curve remains normal
- Stick to cash and high-quality bonds with short/intermediate maturities (this goes for mutual funds too)

"You may not control all the events that happen to you, but you can decide not to be reduced by them."

- Maya Angelou

Pawleys Investment Advisors, LLC

- Website: www.PawleysAdvisors.com
- Email: kschwartz@PawleysAdvisors.com
  cseignious@PawleysAdvisors.com
- Follow Us On:
  - Facebook
  - LinkedIn
  - Twitter

As featured by:

Pawleys
Investment Advisors

invest right, live right™

Pawleys
Capital Management

invest right, live right™