

Market Update – November 18, 2024

The Weekly Briefing

Broad market equity indexes gave back much of their post-election gains this week, although pockets of relative euphoria remain. The S&P 500 fell -2% and the Nasdaq 100 fell -3% after the two indexes notched mid-single digit percent increases last week. The small cap Russell 2000 declined -4% this week after rising 9% the week prior. Gold declined for the second consecutive week; futures prices for the precious metal fell -5%.

While most equity indexes declined this week, animal spirits are alive and well in certain speculative corners of the market. Bitcoin's momentum continued - the cryptocurrency rose 20% on the week to more than \$90,000 and is now up almost 120% year to date. Stocks that are expected to benefit from the new administration extended post-election gains as well. Notable gainers include Coinbase (+67% the last two weeks), Palantir (+57%), Robinhood (+35%) and Telsa (+29%). Equally interesting is the performance of the perceived losers. Moderna fell -21% last week after President-Elect Donald Trump appointed Robert F. Kennedy Jr. to lead the Department of Health and Human Services. In related moves, drug makers AbbVie, Eli Lilly and Pfizer declined -17%, -10% and -8% on the week, respectively.

Turning to bonds, yields rose further as traders continue to price a Trump presidency and incrementally hawkish comments from Fed officials. The 2-year treasury bond yield rose 5 basis points, the 10-year yield rose 14 basis points, and the 30-year yield rose 15 basis points. The 10-year yield now sits at its highest level in almost 6 months. Mortgage rates, which are tied to the 10-year, have continued to move higher as well. The national average 30-year mortgage rate ended the week at 7.33%, up more than a percent since the Fed first cut rates. Regarding the Fed, futures traders are currently pricing in 60% odds of a 25-basis point cut at the Fed's December meeting. Prior to the election, traders expected a 50-basis point cut in the December meeting.

Major economic data this week included an in-line CPI report and solid Retail Sales data. October Core CPI inflation increased +3.3% year-over-year as expected, the same rate of change as September. Headline retail sales came in at +2.8% year-over-year in October, an acceleration from an upwardly revised +2.0% in September. Excluding motor vehicles & parts and gasoline, spending was stronger – this measure of retail sales rose a robust +3.8% year-over-year. Solid spending in October should bode well for the upcoming holiday season.

Earnings season has nearly concluded, with 93% of companies having reported. Companies have reported results largely in line with expectations, and although estimates for 4th quarter earnings have moved slightly lower throughout the reporting period, estimates for 2025 have remained relatively stable. According to Factset, analysts expect earnings growth to accelerate to 15% in 2025, up from 9% in 2024. Although the S&P 500's current forward P/E is elevated at 22.0x, continued strong growth in corporate profits should support equity market returns. All eyes will be on Nvidia in the upcoming week, which reports earnings after the close on Wednesday.

The Week Ahead

Monday	Tuesday	Wednesday	Thursday	Friday
	Building Permits Housing Starts	NVDA PANW SNOW	Jobless Claims Existing Home Sales	UMich Consumer Confidence
	J LOW WMT	TJX TGT WSM	DE INTU	

Market Snapshot

	Last Week	YTD	1yr
S&P 500	-2.1%	24.6%	31.9%
DJIA	-1.2%	17.1%	26.6%
Nasdaq 100	-3.4%	22.0%	29.8%
Russell 2000	-4.0%	15.0%	29.9%
S&P 500 E/W	-2.2%	16.3%	26.7%
2yr Yield	4.30%	0.05%	-0.58%
10yr Yield	4.44%	0.56%	0.00%
VIX	16.1	3.7	2.3
WTI Crude	\$67.0	-6.5%	-11.7%
Gold	\$2,563	24.2%	29.6%
Bitcoin	\$91,740	118.8%	155.1%

Economic Summary

	Actual	Expected	Prior (r)
CPI - m/m	0.2%	0.2%	0.2%
CPI - y/y	2.6%	2.6%	2.4%
Core CPI - m/m	0.3%	0.3%	0.3%
Core CPI - y/y	3.3%	3.3%	3.3%
PPI - y/y	0.2%	0.2%	0.1%
Initial Jobless Claims	217k	220k	221k
Continuing Claims	1,873k	1,873k	1,884k
Retail Sales - m/m	0.4%	0.3%	0.8%
Retail Control Group - m/m	-0.1%	0.3%	1.2%

John Sawyer, CFA
Chief Investment Officer
John.Sawyer@sunflowerbank.com | 303.962.0140

Matt Henderson, CFA
Director of Portfolio Management
MHenderson@logiapm.com | 480.676.6382

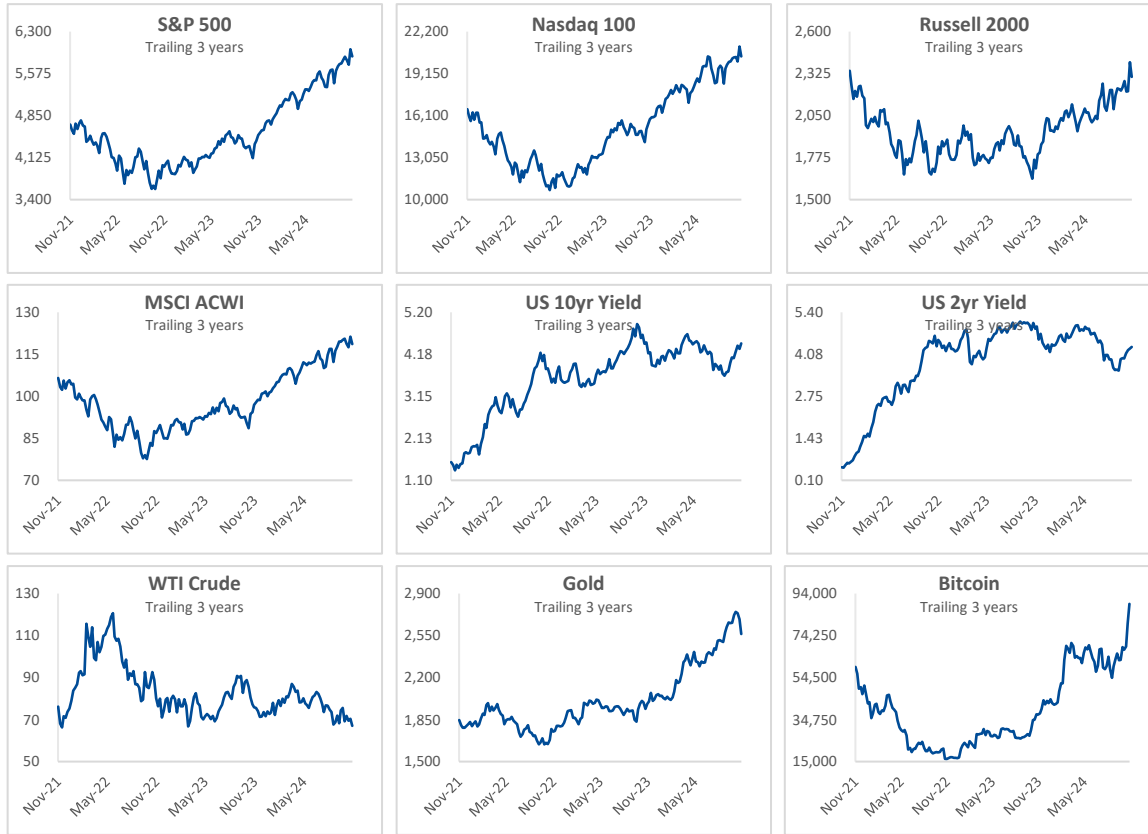
Michael Berens, CFA
Portfolio Manager
MBerens@logiapm.com | 303.962.0146

Eric Micheli, CFA
Portfolio Manager
EMicheli@logiapm.com | 303.615.2705



WEALTH MANAGEMENT

Markets Monitor



S&P 500 Sector Heatmap Total Return YTD

S&P 500	Comm. Services	Cons. Discretionary	Cons. Staples
24.6%	32.0%	20.1%	13.3%
Energy	Financials	Healthcare	Industrials
15.7%	34.1%	5.2%	23.2%
Materials	Real Estate	Technology	Utilities
8.1%	9.9%	19.4%	28.0%

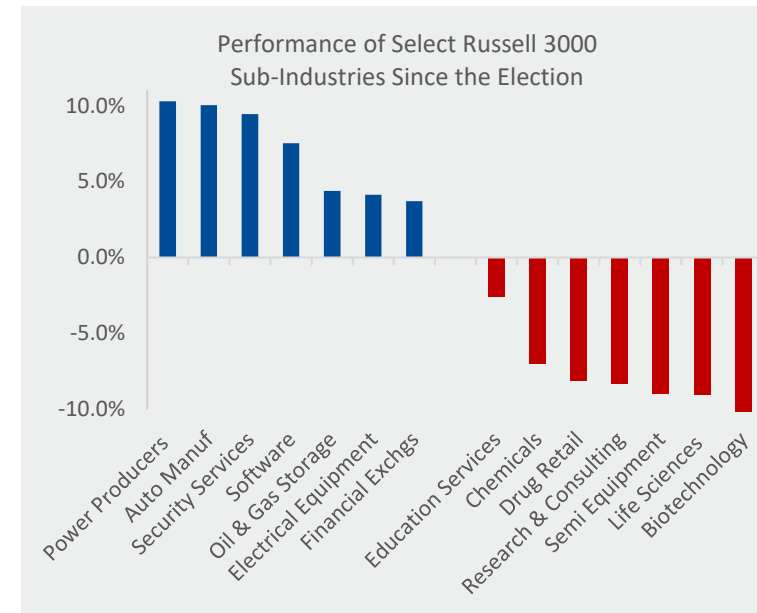
Last Week in Earnings

Date	Ticker	EPS	Revenue	Price chg
11-Nov	MNDY	Beat	Beat	-15.1%
12-Nov	HD	Beat	Beat	-1.3%
	SPOT	Miss	Miss	11.8%
14-Nov	AMAT	Beat	Beat	-9.2%
	DIS	Beat	Beat	6.2%
15-Nov	BABA	Beat	Miss	-2.2%

World Watch

	Last Week	YTD	1yr
MSCI ACWI	-2.3%	17.5%	24.8%
MSCI Europe	-2.8%	2.5%	9.3%
MSCI APAC	-2.9%	9.8%	15.8%
DXY Index	106.7	5.3%	2.7%
EUR / USD	\$1.05	-5.9%	-4.9%
GBP / USD	\$1.26	-0.8%	1.0%
USD / JPY	154.9	9.8%	4.4%
USD / CNY	7.24	1.9%	1.0%

The "Trump Trade" Has Created Clear Winners and Losers



As of 11/15/2024

Sources: Bloomberg, Logia Portfolio Management, Sunflower Bank.



WEALTH MANAGEMENT

Disclosures

Investment and insurance products are not FDIC-insured, are not a deposit or other obligation of, or guaranteed by the bank or an affiliate of the bank, are not insured by any federal government agency and are subject to investment risks, including possible loss of the principal amount invested.

Sunflower Bank, N.A. (“Sunflower Bank”) offers various banking, fiduciary and custody products and services, including discretionary portfolio management. In such cases, Sunflower Bank is responsible for the day-to-day management of these accounts. Logia Portfolio Management LLC (“Logia”) is an SEC-registered investment adviser and its only investment advisory activity is the provision of sub-advisory services to its sole client (and affiliate) Sunflower Bank. The content provided is not an advertisement of investment advisory services offered through Logia. Both Logia and Sunflower Bank are wholly owned by FirstSun Capital Bancorp. For more information about our Wealth Management services, speak to your relationship manager or visit the Wealth Management pages of SunflowerBank.com.

This material is intended for informational purposes only, and does not constitute investment advice, a recommendation or an offer or solicitation to purchase or sell any securities to any person in any jurisdiction in which an offer, solicitation, purchase or sale would be unlawful under the securities laws of such jurisdiction. Any mention of a particular security and related performance data is not a recommendation to transact in that security, or any security.

This material may contain estimates and forward-looking statements, which may include forecasts and do not represent a guarantee of future performance. This information is not intended to be complete or exhaustive and no representations or warranties, either express or implied, are made regarding the accuracy or completeness of the information contained herein. The information and opinions expressed herein are as-of the date of publication and are subject to change without notice. Sunflower Bank deems reliable any statistical data or information obtained from or prepared by third party sources that is included in any commentary, but in no way guarantees its accuracy or completeness. Reliance upon information in this material is at the sole discretion of the reader. Investing involves risks.

