

Weekly Review—April 14, 2023

I may not look like it now, but for a period of my life I was a head banger. Strutting down the streets of downtown Columbia, Missouri, showing off my studded bracelets, band pins, and my teal and black tiger-striped bandana. I loved Quiet Riot, Van Halen, Twisted Sister, and Metallica. I never had the hair (big surprise!), but I loved the music and the rebellious nature of rock 'n roll. The current uncertainty within the markets can make you feel like raising your fist to the sky in angst but let's peel back some layers and see if we can see a little bit more clearly.

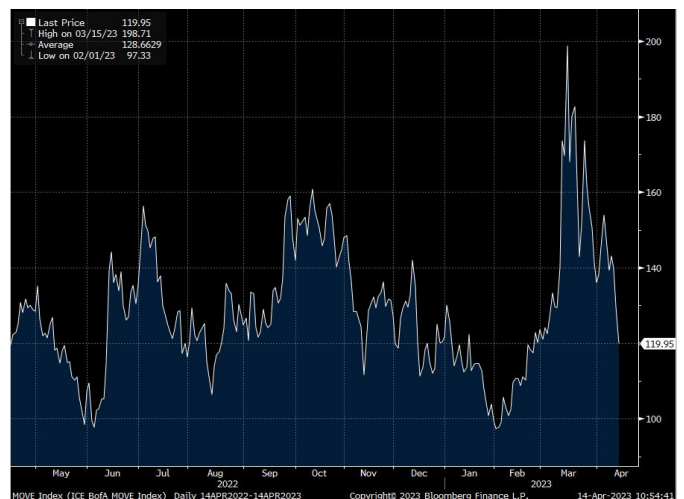
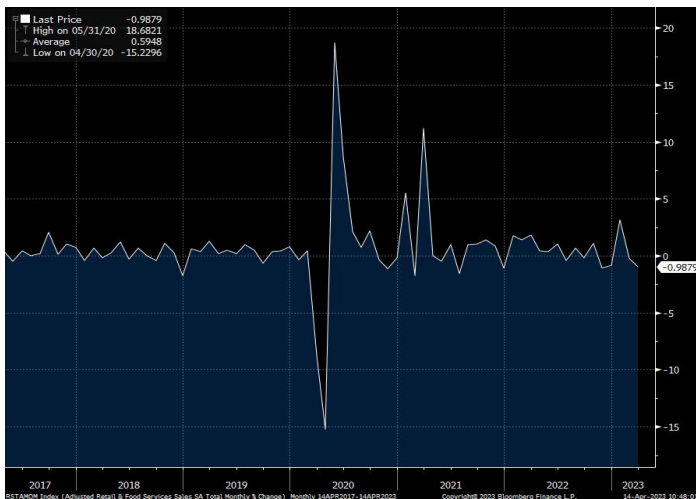
Bang your head... Retail sales came in lower than expected providing a sign of consumer malcontent. Looking at the latest Bloomberg Retail Sales month-over-month chart going back to 2017, the recent release of -1.0% for March doesn't really look out of the ordinary, but the trend will likely continue as we approach the likelihood of a recession. Yes, inflation remains elevated and higher prices are a strong contributor to this drop, but as we move toward a recession – I am in the camp of 3rd quarter this year – we should expect slower consumer spending and higher unemployment.

Move sucker move... You are likely familiar with the VIX index measuring volatility of the equity market, but have you heard of the MOVE index? This shows volatility in interest rates and the bond market. See the chart below and you can see just how much vacillation up and down we've experienced in the index. The FOMC's short-term rate path along with the ever-stronger case for a recession this year will continue to provide us with a bit of a wild ride.

If you think *We're not gonna take it* or feel like saying to the bond market, *You really got me*, chat with your Investment Representative because when it comes to our customers, *Nothing Else Matters*.

Have a great weekend!

Matthew Maggi | Senior Vice President | Commerce Bank – Capital Markets Group (CMG) | 800 548-2663
matthew.maggi@commercebank.com



NEW ISSUE MUNICIPAL CALENDAR

Date	Amount (\$)	Description	Maturity
04/17/2023	\$1,455,000	GODDARD KS 2023 UT GO BQ NR	2026



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Economic Release	Data Period	Date	Survey	Actual	Prior
MBA Mortgage Applications	Apr 7	4/12/2023	NA	5.3%	-4.1%
CPI MoM	Mar	4/12/2023	0.2%	0.1%	0.4%
CPI YoY	Mar	4/12/2023	5.1%	5.0%	6.0%
FOMC Meeting Minutes	Mar 22	4/12/2023	NA	NA	NA
Initial Jobless Claims	Apr 8	4/13/2023	235k	239k	228k
PPI Final Demand MoM	Mar	4/13/2023	0.0%	-0.5%	0.0% (rev up)
PPI Final Demand YoY	Mar	4/13/2023	3.0%	2.7%	4.9% (rev up)
Retail Sales Advance MoM	Mar	4/14/2023	-0.4%	-1.0%	-0.2% (rev up)
Industrial Production MoM	Mar	4/14/2023	0.2%	0.4%	0.2% (rev up)
U. of Mich. Sentiment	Apr P	4/14/2023	62.1	63.5	62.0

KEY INDICES				MUNI AA-BQ	
	Current	Last Month	One Year Ago		
Prime Rate	8.00	7.75	3.50	3 Mo.	1.94
Discount Rate	5.00	4.75	0.50	6 Mo.	2.07
Fed Funds Rate	4.83	4.57	0.33	1-Year	2.34
Interest on Reserve Bal.	4.90	4.65	0.40	2-Year	2.22
SOFR	4.80	4.55	0.29	3-Year	2.13
11th Dist COFI (ECOFC)	2.41	2.27	0.30	5-Year	2.11
1-Yr. CMT	4.77	4.30	1.78	7-Year	2.12
Dow	33,886.47	32,155.40	34,451.23	10-Year	2.24
NASDAQ	12,123.46	11,428.15	13,351.08	30-Year	3.53
S&P 500	4,137.64	3,919.29	4,392.59		
Bond Buyer	3.32	3.73	2.87		

Treasuries & New Issue Agencies (Spread to Treasuries)					CMO Spreads to Treasuries			
	Treasuries	Bullets	NC-6 Mo.	NC-1 Year	NC- 2 Year		PAC	Vanilla
3 Mo. Bill	5.01					1-Year	N/A	+50
6 Mo. Bill	4.99					2-Year	65	70
1-Year Bill	4.78					3-Year	75	90
2-Year Note	4.11	21	81	80		5-Year	95	135
3-Year Note	3.83	21	84	81	80			
5-Year Note	3.61	17	98	94	86			
7-Year Note	3.56	42	105	98	88			
10-Year Note	3.52	58	120	111	100			
20-Year Bond	3.85							
30-Year Bond	3.74							

MBS Current Coupon Yields	
GNMA 30 Yr.	4.99%
FNMA 30 Yr.	5.13%
FNMA 15 Yr.	4.58%

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