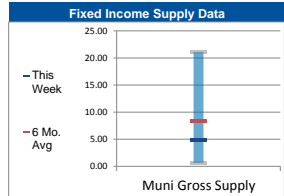


Yields

Year	UST		Muni Taxable		Muni Gen. Mkt.		Muni BQ	
	Yield	Change 2-Jan	Yield	Change 2-Jan	Yield	Change 2-Jan	Yield	Change 2-Jan
2019	1.79	0.04	1.44	0.06	1.42	0.01	1.52	0.01
2020	1.95	0.05	2.16	0.08	1.54	-0.02	1.64	-0.02
2021	2.05	0.06	2.32	0.09	1.58	-0.02	1.68	-0.02
2022	2.20	0.06	2.48	0.09	1.62	-0.02	1.72	-0.02
2023	2.28	0.05	2.64	0.10	1.66	-0.02	1.81	-0.02
2024	2.31	0.07	2.72	0.09	1.72	0.00	1.87	-0.01
2025	2.34	0.06	2.80	0.07	1.79	0.01	1.99	0.00
2026	2.37	0.04	2.89	0.07	1.87	0.03	2.07	0.02
2027	2.41	0.05	2.99	0.07	1.94	0.03	2.19	0.02
2028	2.47	0.04	3.08	0.07	2.01	0.03	2.31	0.02
2029	2.47	0.04	3.14	0.07	2.07	0.03	2.37	0.02
2030	2.47	0.04	3.20	0.07	2.13	0.03	2.43	0.02
2031	2.48	0.04	3.26	0.07	2.20	0.04	2.50	0.03
2032	2.48	0.04	3.32	0.07	2.27	0.06	2.57	0.00
2033	2.49	0.04	3.38	0.07	2.32	0.06	2.62	0.00
2034	2.51	0.04	3.40	0.07	2.36	0.06	2.66	0.00
2035	2.53	0.03	3.43	0.07	2.39	0.05	2.74	0.04
2036	2.55	0.03	3.46	0.07	2.42	0.05	2.77	0.04
2037	2.57	0.03	3.48	0.07	2.45	0.05	2.80	0.04
2038	2.60	0.02	3.51	0.06	2.47	0.04	2.82	0.03
2048	2.79	0.02	3.61	0.06	2.58	0.04		

Sector Snapshot



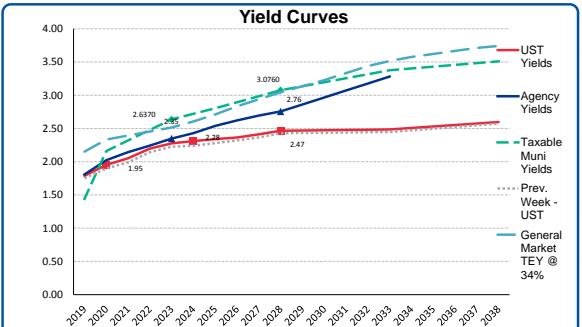
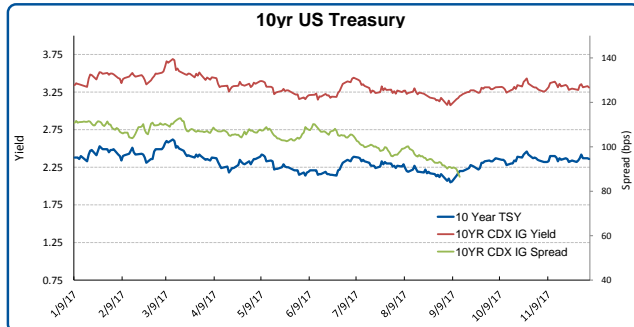
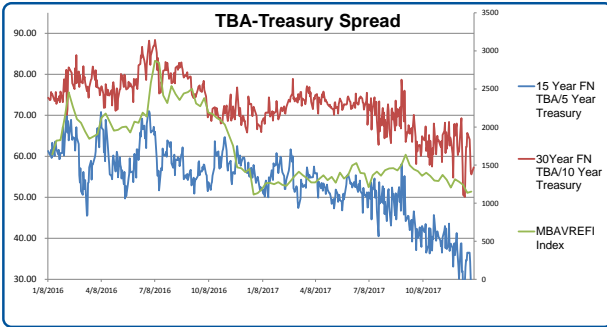
Wholesale Funding Indicate Levels		
Term	Cpn	All-In
2 Yr/NC 3mo.	2.15%	2.35%
3 Yr/NC 3mo.	2.30%	2.48%
4 Yr/NC 3mo.	2.35%	2.53%
5 Yr/NC 3mo.	2.55%	2.72%
7 Yr/NC 3mo.	2.75%	2.91%
10 Yr/NC 3mo.	2.95%	3.11%

Fixed Income Pricing Data		
Floating Rate Products		
Short/Long SBA	1.91%	2.41%
Bankrate 7/1 ARM		3.75%
Post Reset ARM		1.96%
Mortgage Rates		
Bankrate 30 Year		3.87%
Bankrate 15 Year		3.22%
Freddie Survey Mtge Rate		3.95%
Current Coupons		
FNMA 30-YR		3.05%
GNMA 30-YR		2.90%
FHLMC 30-YR		3.05%

Agency Issuance			
3yr NC1	2.20%	7yr NC1	2.85%
5yr NC1	2.50%	10yr NC1	3.28%
New Prod Payup - Loan Balance			
30yr	85k	110k	150k
3.50	32	28	22
4.00	64	56	45
4.50	103	92	71
CMBS 2.0/3.0 10 Year Spread (bps)			
Time Lag	Today	1 Month	6 Month
CMBS AAA	87	87	95
CMBS BBB-	370	415	445

Spreads

Year	Swap-UST		Agency		Taxable		Gen. Mkt.	
	Spreads (bps)	Change 2-Jan	Spread (bps)	Spreads (bps)	Spreads (bps)	TEY @ 34%		
2019	16	0	2	-35		36		
2020	18	0	7	21		38		
2021	18	-1	9	27		34		
2022	12	0	4	28		26		
2023	5	1	7	36		24		
2024	2	1	12	41		30		
2025	-2	1	20	46		37		
2026	-1	1	26	53		47		
2027	-1	0	28	57		53		
2028	-1	0	29	61		58		
2029	1	0	67	67		67		
2030	4	1	72	75		75		
2031	5	-1	78	86		86		
2032	6	-1	83	96		96		
2033	0	0	89	103		103		
2034	0	0	90	107		107		
2035	-1	0	90	109		109		
2036	-2	0	90	111		111		
2037	-4	0	91	114		114		
2038	-4	0	91	115		115		
2048	-20	0	82	114				



Debt		
	Close	5 Day Change (bp)
1-Month Libor	1.56	(0.75)
3-Month Libor	1.70	0.57
Fed Funds - 30	1.41	
Fed Funds - 90	1.47	
Equity		
	Close	5 Day Change (%)
DJIA	25,296	2.20
S&P 500	2,743	2.59
NASDAQ	7,137	3.55
Commodity		
	Close	5 Day Change
Gold	1,319	14.80
Crude Oil	61.44	1.08
Heating Oil	205.87	(3.30)

Economic Calendar

Date	Event	Period	Survey	Prior	Revised
01/08/2018	Consumer Credit	Nov	\$18,000b	\$20,519b	--
01/09/2018	NFIB Small Business Optimism	Dec	107.50	107.50	--
01/10/2018	MBA Mortgage Applications	5-Jan	--	0.70%	--
01/10/2018	Import Price Index MoM	Dec	0.40%	0.70%	--
01/10/2018	Wholesale Inventories MoM	Nov	0.70%	0.70%	--
01/11/2018	PPI Final Demand MoM	Dec	0.20%	0.40%	--
01/11/2018	PPI Ex Food and Energy MoM	Dec	0.20%	0.30%	--
01/11/2018	PPI Final Demand YoY	Dec	3.00%	3.10%	--
01/11/2018	PPI Ex Food and Energy YoY	Dec	2.50%	2.40%	--
01/11/2018	Initial Jobless Claims	6-Jan	245k	250k	--
01/11/2018	Continuing Claims	30-Dec	1920k	1914k	--
01/11/2018	Monthly Budget Statement	Dec	-\$30.0b	-\$138.5b	--
01/12/2018	CPI MoM	Dec	0.10%	0.40%	--
01/12/2018	CPI Ex Food and Energy MoM	Dec	0.20%	0.10%	--
01/12/2018	CPI YoY	Dec	2.10%	2.20%	--
01/12/2018	Retail Sales Advance MoM	Dec	0.50%	0.80%	--

Commentary

Futures for the Dow are down 0.19%, the S&P 500 decreased 0.07%, and NASDAQ rallied 0.08% on the second trading week in 2018. The Dow rose 2.31% over the first four sessions of 2018. The S&P and NASDAQ composites rose 2.6% and 3.35%, respectively.

Republican leaders met with President Donald Trump and his cabinet officials over the weekend at Camp David to discuss possible solutions to the partial government shutdown scheduled for January 19th.

The Euro (EUR) opened slightly lower Monday morning due to a slightly stronger dollar (USD) on the second trading week of 2018, on optimism over a bullish US economy. The EUR/USD fell slightly 0.62% to a level of \$1.19675.

Oil prices held their strong start to the calendar year, with WTI futures trading above \$61 per barrel amidst anti-government protests in Iran and ongoing OPEC-led production cuts across the board.

North and South Korea are prepared to meet on January 9th over possible involvement in next month's Winter Olympics. The talks may also be an opportunity for President Donald Trump and Kim Jong Un to discuss denuclearization in the region.

China's foreign-exchange reserves climbed once again to 3.14 trillion USD, bringing the calendar year increase to 129 billion USD. The data comes amid tighter capital controls, a stronger yuan, and hesitant economic growth.

Notes: (1) General Market Yields are quoted for 5% coupon assumption (2) BQ yields assume par-ish coupons to soft premiums (3) Floating rate yields are quoted at base case speed assumptions (4) CMBS spreads have a 1 week time delay.