

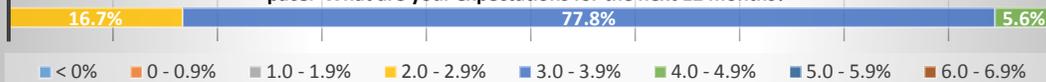


Capital Market Consultants, Inc.

Investment Manager, Capital Market and Economic Research

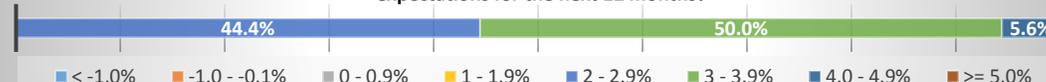
Money Manager Survey: On October 12, 2018, Capital Market Consultants initiated a survey of fixed income and equity asset management organizations that oversee more than \$7.1 trillion. In an effort to gauge institutional investor sentiment, nine questions were presented. These questions, along with the corresponding answer choices, are noted below. The percentage of respondents selecting an answer choice is represented by the bar graph that appears immediately below each question. Answer choices that received zero responses are not represented on the bar graph.

The IMF reported a 2017 global real GDP growth rate of 3.7% and projects both 2018 and 2019 to grow at a 3.7% pace. What are your expectations for the next 12 months?



Comment: We received 18 responses to this question. Fourteen expect global real GDP growth to remain in the 3% to 4% range. Three expect growth of 2% to 3%.

As reported by the Commerce Department, U.S. 2Q 2018 real GDP grew at a 4.2% annual rate. What are your expectations for the next 12 months?



Comment: We received 18 responses to this question. Nine expect U.S. real GDP growth of 3% to 4%. Eight expect 2% to 3% growth, and one expects growth of 4.0% to 5.0%.

The 10-Year U.S. Treasury Note is currently yielding about 3.2%. What will the yield be in 12 months?



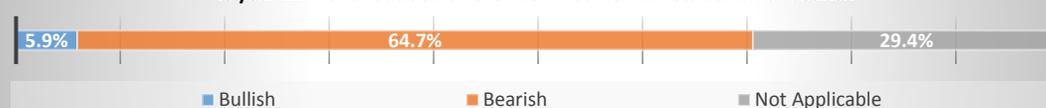
Comment: We received 18 responses to this question. Fifteen expect interest rates in the 3.0% to 3.5% range. Three expect a 10-year Treasury yield of 3.5% to 4%.

The 10-2 Treasury Yield Spread is currently about 33 bps. What will the spread be in 12 months?



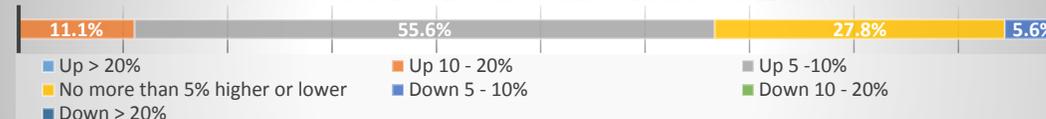
Comment: We received 18 responses to this question. Thirteen expect a 10-2 spread of 0 - 33 bps, while five expect a yield spread of 34 - 60 bps.

Is your 12 month outlook on the fixed income markets bullish or bearish?



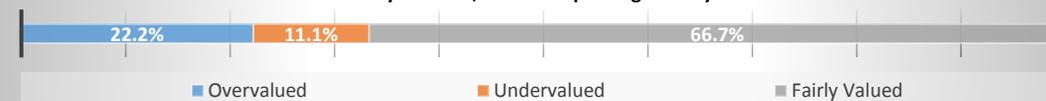
Comment: Twelve respondents offered a bullish or bearish opinion. Eleven were bearish while one was bullish.

The S&P 500 is at about 2770. Where will the index close in 12 months?



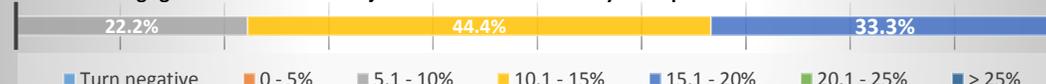
Comment: We received 18 responses to this question. Only one expects the market to fall more than 5%. Ten expect a 5% to 10% increase. Two expect an increase of 10% to 20%.

In your view, are U.S. equities generally:



Comment: We received 18 responses to this question. Twelve view the equity market as fairly valued, four judge it to be overvalued, and two deem the market to be undervalued.

For 2Q 2018, FactSet reported a year-over-year S&P 500 earnings growth of 25%. For 3Q 2018, FactSet's current blended earnings growth rate estimate is just above 19%. What are your expectations for the next 12 months?



Comment: We received 18 responses to this question. Eight expect earnings growth of 10% to 15%. Six expect 15% to 20% year-over-year earnings growth.

How are your portfolios currently positioned?



Comment: We received 17 responses to this question. In general, it was business as usual with 14 maintaining normal positioning. Three reported to be positioned defensively.

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