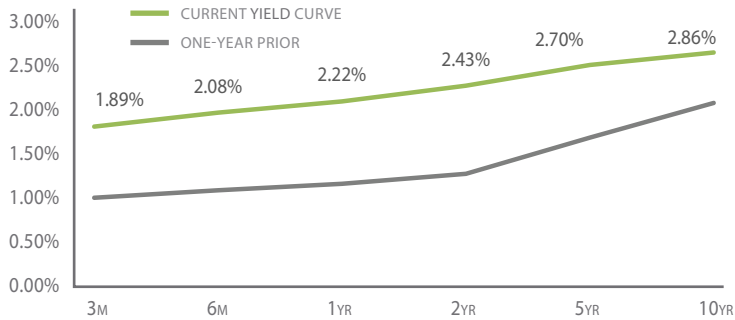
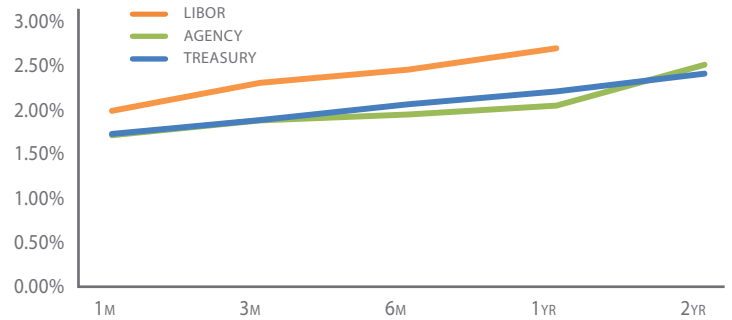


Historical Yield Curve



Source: Bloomberg Finance L.P. 5/31/18

Indicative Rates



Source: Bloomberg Finance L.P. 5/31/18
Rates do not reflect transaction fees.

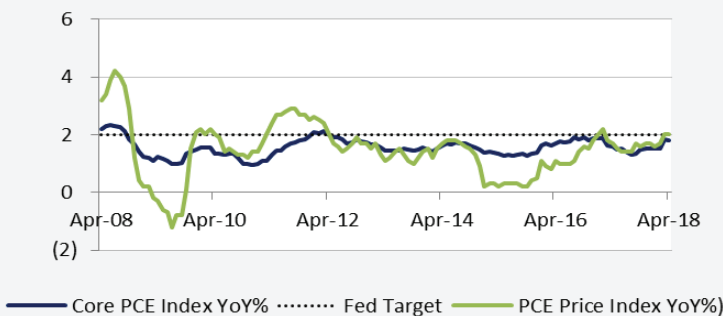
FEATURED MARKET DATA

Steady Economic Growth

The US economy maintained a steady pace of growth during the first quarter. GDP rose at an annual rate of 2.2% driven by business investment and consumer spending. Improvements stemmed from income tax cuts and a strong labor market. Q1 2018 Consumer spending rose 1% following a robust 4% in Q4 2017. Inflation increased slightly with the PCE index up 2% in April while core PCE, excluding food and energy remained flat at 1.8%. Based on recent data, the market expects the Fed to increase interest rates in June. Our outlook calls for steady economic growth of around 2.5%. Risks include trade tensions and geopolitical concerns.

Source: Bloomberg, Wall Street Journal, Prudent Man Advisors, Inc.

PCE and Core PCE



Source: Bloomberg

RECENT NEWS

Volatility is Back

Markets experienced increased volatility arising from political developments in Italy, weakness in select emerging markets and ongoing North Korea summit discussions. A flight to quality led to a bond market rally with lower Treasury yields across the curve. The 2Y UST yield fell 16 bps to 2.32% while the 10Y UST fell 15 bps to 2.78%, the sharpest drop since June 2016. As President Trump's foreign policies develop, we expect volatile markets. We encourage clients to remain focused on long-term investment objectives and to implement diversified investment strategies while staying consistently invested regardless of market movements.

Source: Bloomberg, Prudent Man Advisors, Inc.

U.S. Economic Indicators

Event	Event Date	Period	Survey	Actual	Prior / Revised (R)
Consumer Confidence	05/29/18	MAY	128.0	128.0	125.6 (R)
Gross Domestic Product	05/30/18	1Q 18	2.3%	2.2%	2.3%
Personal Income	05/31/18	APR	0.3%	0.3%	0.2% (R)
Personal Spending	05/31/18	APR	0.4%	0.6%	0.5% (R)
PCE Core YoY	05/31/18	APR	1.8%	1.8%	1.8% (R)
PCE Deflator YoY	05/31/18	APR	2.0%	2.0%	2.0%
ISM Manufacturing	06/01/18	MAY	58.2	58.7	57.3
Change in Nonfarm Payrolls	06/01/18	MAY	190K	223K	159K (R)
Unemployment Rate	06/01/18	MAY	3.9%	3.8%	3.9%

Source: Bloomberg Finance L.P. 6/4/18

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