

INVESTMENT REVIEW

- ◆ The S&P 500 surged 8% in January, ending 14.0% higher than the low reached on December 24. The dovish guidance from Fed Chairman Jerome Powell was a primary factor underpinning the market's advance.
- ◆ The strong US dollar remains a headwind for corporate revenues. On a trade-weighted basis, the greenback surged just shy of 8% in 2018.
- ◆ MPs in Britain's House of Commons voted overwhelmingly on January 15 to reject the Brexit withdrawal agreement. The withdrawal agreement sets out exactly how the United Kingdom will leave the European Union (due to take place on March 29, 2019). Negotiations have been taking place between the UK and the other EU countries. Prime Minister Theresa May is expected to bring back her revised Brexit plan for another vote in Parliament later in February.

KEY INVESTMENT STATISTICS

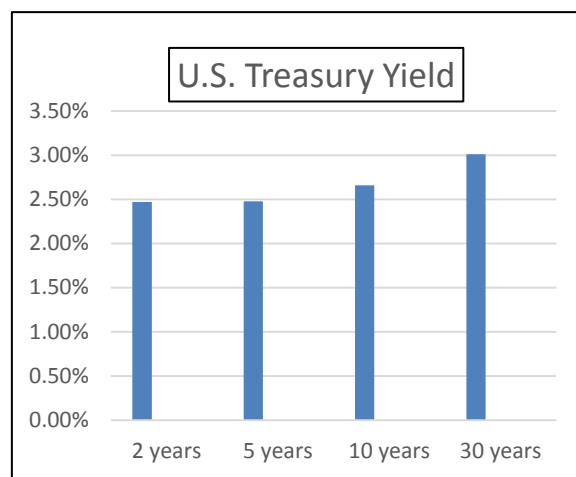
	1/31/19	12 Month High	12 Month Low	YTD Price Return
Dow Jones Industrial Average	25,000	26,828	22,445	7.3%
Nasdaq Composite	7,282	8,091	6,333	9.8%
S & P 500 Stock Index	2,704	2,930	2,417	8.0%

2018 Operating EPS Estimate \$161
P/E on 2018 EPS 16.8x

2019 Operating EPS Estimate \$170
P/E on 2109 EPS 15.9x

Dividend Yield 1.9%

Yields on U.S. Treasury Obligations	
90 days	2.40%
2 years	2.48%
5 years	2.47%
10 years	2.66%
30 years	3.01%



CPI: Trailing 12 Months (DoL)	1.9%		
Crude Oil: Price Per Barrel (WTI)	\$54	\$76	\$45
Gold: Price Per Ounce (spot)	\$1,310	\$1,354	\$1,177
Natural Gas: Price per MM Btu (spot)	\$2.81	\$4.84	\$2.81

Sources: Bloomberg LLC, US Commerce Dept., Bureau of Labor Statistics, Dow Jones Inc. MarketWatch, Standard & Poors, Federal Reserve Bank, FactSet

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