

MONEYLETTER *hotline*

Welcome to the *MONEYLETTER* Hotline for Wednesday, June 22, 2016

Markets were mixed today, one day before Britons take to the polls to decide whether to “Remain” in or “Leave” the European Union. The most recent polls indicate an extremely close vote. The pound and European stocks had rallied strongly as it appeared the Remain camp would prevail after the murder of Parliament member Jo Cox. But the last polls before tomorrow’s vote seemed to swing back the other way. There is concern that a Leave victory will put pressure on riskier assets.

Since the last Hotline, the S&P 500 gained 0.7%, the EuroSTOXX 50 is up 5.2%, and the Nikkei 225 climbed 0.9%.

There is no change to your asset allocations. There was one trade recommended last week: we Sold PowerShares QQQ ETF (ticker: QQQ), which was in the MONEYLETTER Conservative and Venturesome models. In both cases, the replacement fund was PowerShares Hi-Yield Equity Dividend Achievers (PEY).

New Fund Changes – For domestic stock funds, there are three new Buys this week: WisdomTree SmallCap Dividend ETF (DES), iShares S&P MidCap 400 Value Index (IJJ), and Vanguard S&P Mid-Cap 400 Value ETF (IVOV). There are no new Holds. There is one new Sell this week: Guggenheim Russell Top 50 Mega Cap ETF (XLG).

For international stock funds, there is one new Buy this week: Fidelity EMEA (FEMEX). There are three new Holds: Westcore International Small Cap Retail (the fund is closed, WTIFX), WisdomTree International SmallCap Dividend ETF (DLS), and

Wasatch International Growth (closed, WAIGX). There are two new Sells this week: T. Rowe Price International Discovery (PRIDX) and Fidelity International Small Cap Opportunity (FSCOX).

Thank you for calling the MONEYLETTER Hotline. The Hotline will next be updated on Wednesday, June 29th, 2016 at 7pm.