

MONEYLETTER *hotline*

Welcome to the Hotline for Wednesday, June 21, 2017

US stocks have treaded water over the last week, despite some negative developments. After the Fed increased their benchmark rate by 0.25 percent last week, oil has dipped into a technical bear market over the last couple of days. Worries about the continuing supply glut have threatened to spillover into other assets, but so far the damage has been contained.

Overseas, the markets had a better week. Since the last Hotline on June 14th the S&P 500 slipped just 0.1%; the Euro STOXX 50 moved ahead by 0.2%; and the Nikkei 225 was the winner, increasing by 1.3%.

There are no changes to your asset allocations this week. There is a trade recommended in the model portfolios. Vanguard Conservative and Vanguard Venturesome investors should Sell Vanguard Strategic Equity (ticker: VSEQX); the replacement fund for both portfolios is Vanguard U.S. Growth (VWUSX).

New Fund Changes – For domestic stock funds, there are two new Buys this week: Marsico 21st Century (MXXIX) and American Funds New Economy F1 (ANFFX). There are no new Holds. There are three new Sells this week: Oakmark Select I (OAKLX), Vanguard Strategic Equity Investor and Bridgeway Aggressive Investors 1 (BRAGX).

For international stock funds, there are three new Buys this week: US Global Investors China Region (USCOX), SPDR S&P China ETF (GXC) and Fidelity China Region (FHKCX). There is one new Hold: SPDR EURO STOXX 50 ETF (FEZ). There are

two new Sells this week: iShares Latin America 40 (ILF) and SPDR S&P Emerging Latin America ETF (GML).

Thank you for visiting the MONEYLETTER Hotline. The next Hotline will be available on our website in the Member Area at 11pm (ET) on Wednesday, June 28th and it will be emailed on Thursday morning June 29th.