



TUESDAY SEPTEMBER 27, 2016

	PRICE	CHANGE	VOLUME	UP/DN %	UP/DN VOL %
Dow:	18,228.30	+133.47	3.41	142	120
Nasdaq:	5,305.71	+48.22	1.75	193	253
S&P 500:	2,159.93	+13.83			
10 yr note:	1.56%	-3bps			
Volatility:	13.10	-1.40			
EUR-USD:	1.122	-0.003	Crude Oil:	44.67	-1.25
USD-JPY:	100.42	+0.08	CRB-Com:	183.10	-1.87



Stocks gain on higher volume as positive economic data and lower yields boost sentiment. Volatility (-9.66%) fell as the Nasdaq (+0.9%) outpaced gain in the Dow (+0.7%) and S&P 500 (+0.6%). The 10-year treasury yield fell for an 8th consecutive day, hitting its lowest level in nearly 3 weeks. WTI crude (-2.7%) fell ahead of this week's OPEC meeting in Algiers. Both Chinese (+0.6%) and European (+0.1%) stocks gained today, rebounding from Monday's losses. Markets also reacted to Hillary's strong debate performance Monday evening, as gold (-1%) and private prison companies fell while the Mexican peso (+2%) rallied.

No Trade. B-Dip Trade would have succeeded.

ECONOMIC REPORTS:

September Richmond Manufacturing: +3 to -8. Reflecting recent reports of the slowest global trade since 2009, US manufacturing has consequently suffered. Despite remaining in negative territory, conditions did improve in the Richmond area, mirroring recent gains in the Dallas and Kansas City regions.

July Case-Shiller Home Prices: unchanged. Home prices stabilize following 3 months of declines. Over the past year, home prices have gained 5%, the lowest annual rate so far this year.

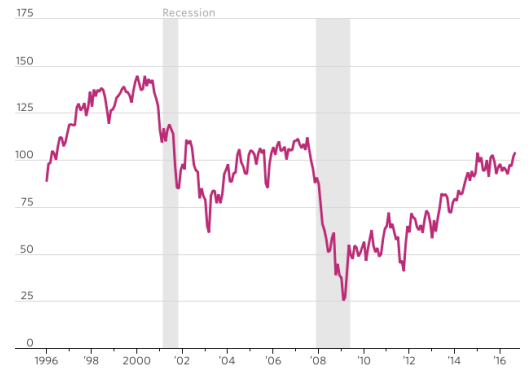
August State Street Investor Confidence: +5.8 to 95.5. Investor confidence falls rebound following 2 months of steep declines, boosted by improving sentiment in Asia (+12.7 to 118.6) and North America (+2.7 to 92.3). Institutional investors European sentiment (-1.9 to 84.9) nevertheless continued to decline.

September Consumer Confidence: +3 to 104.1. Consumer confidence gains to its highest level in 9 years, surpassing January's prior high (103.8) and pointing to a resurgence in retail sales. Strong labor conditions were cited for boosting consumer's view of current conditions. The inflation outlook also improved for a second month, rising to its highest reading so far this year.

	September:	Change:
Current Conditions:	128.5	+5.5
Expectations:	87.8	+1.6
Inflation Exp:	5.0%	+20bps

Getting Better All the Time

The Conference Board's consumer confidence index



Note: Seasonally adjusted
Source: The Conference Board