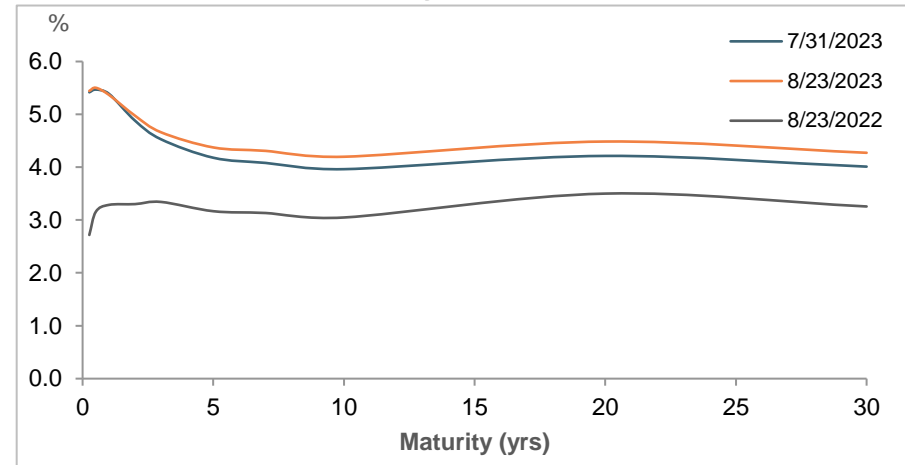




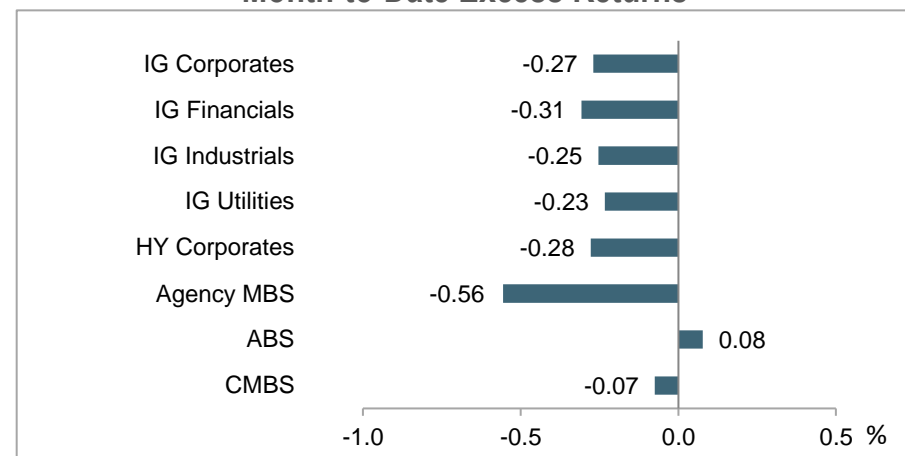
- Markets digested mixed economic data while awaiting comments from central banking officials at the annual Jackson Hole Symposium
 - New home sales grew 4.4% in July, totaling 714,000, the highest level since February 2022, while existing home sales fell to a six-month low, down 2.2%; limited supply and mortgage rates at 20-year highs have caused buyers to opt for new builds
 - US durable goods orders fell 5.2% in July, beyond estimates; core capital goods orders, a barometer of business investment, were up 0.1%, as expected
- Long-term Treasury yields fell while short-term yields held steady week-over-week; the 10-year Treasury yield rose to a 16-year high on Monday of 4.34%, before falling 14bps to 4.20%
- Investment grade corporate issuance was sparse this week as the typical August slowdown continued; year-to-date, investment-grade supply totaled over \$850 billion, 6% lower compared to this time last year
 - Investment-grade spreads tightened 2bps to 120bps on light supply, while yields fell by 9bps to 5.72%
- High-yield issuance ground to a halt, with over \$110 billion in supply year-to-date, while concerns of future monetary tightening led investors to withdraw from high-yield funds for a fifth consecutive week
 - High-yield spreads widened 8bps to 382bps and yields rose by 3bps to 8.60%
- Asset-backed securities (ABS) outperformed other securitized sectors as supply in the sector has been relatively muted; year-to-date supply of \$207 billion is down 7.5% from the same point last year
- Municipals underperformed Treasuries across the curve week-over-week, particularly in the long end; 30-day visible supply is a mere \$5.9 billion, well below this year's average of \$9 billion

Treasury Yield Curve



Maturity	2-year	5-year	10-year	20-year	30-year
8/23/2023	4.97	4.37	4.20	4.48	4.27
MTD Change	0.09	0.19	0.23	0.27	0.26

Month-to-Date Excess Returns



Sources: Bloomberg and Bloomberg Index Services Limited
 Excess returns are the curve-adjusted excess return of a given index relative to a term structure-matched position in Treasuries. The views contained in this report are those of IR+M and are based on information obtained by IR+M from sources that are believed to be reliable but IR+M makes no guarantee as to the accuracy or completeness of the underlying third-party data used to form IR+M's views and opinions. This report is for informational purposes only and is not intended to provide specific advice, recommendations, or projected returns for any particular IR+M product. No part of this material may be reproduced in any form, or referred to in any other publication, without express written permission from Income Research + Management. "Bloomberg®" and Bloomberg Indices are service marks of Bloomberg Finance L.P. and its affiliates, including Bloomberg Index Services Limited ("BISL"), the administrator of the index (collectively, "Bloomberg") and have been licensed for use for certain purposes by IR+M. Bloomberg is not affiliated with IR+M, and Bloomberg does not approve, endorse, review, or recommend the products described herein. Bloomberg does not guarantee the timeliness, accurateness, or completeness of any data or information relating to any IR+M product.