



CAPITAL MANAGEMENT GROUP
of Wells Fargo Advisors

HLM Short Take – March 11, 2019

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Since the December 26th low, the S&P 500 index has rallied 19%. We are currently experiencing a pullback. It is our view that there are no signs of recession, and because the Federal Reserve has halted their interest rate hikes, this is a normal correction in a bull market. We see support around the 2675-2680 level in the S&P.

Today, the Department of Labor issued their February report on the labor markets. The non-farm payroll number was a surprise with 20,000 jobs added, vs. expectations of 296,000 jobs added. We think that this is an aberration caused by the government shutdown and that we will see revisions in the next report.

As always, we appreciate your support! Please give us a call if you have any questions.

Investment and Insurance Products: ►NOT FDIC Insured ►NO Bank Guarantee ►MAY Lose Value

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Hefter, Leshem, Margolis Capital Management Group

of Wells Fargo Advisors
1849 Green Bay Road
Suite 200
Highland Park, IL 60035
847 563-3400 phone
800 247-1541 toll-free
847 563-3420 fax
www.hlmcapital.com



Charlie Margolis, Ben Leshem, Steve Hefter
Managing Directors – Investments
Micah Nathan
Senior Vice President - Investments



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Stocks are subject to market risk which means their value may fluctuate in response to general economic and market conditions, the prospects of individual companies, and industry sectors. Investments in equity securities are generally more volatile than other types of securities. There is no guarantee that dividend-paying stocks will return more than the overall stock market. Dividends are not guaranteed and are subject to change or elimination.

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Investing in foreign securities presents certain risks not associated with domestic investments, such as currency fluctuation, political and economic instability, and different accounting standards. This may result in greater share price volatility. Investing in emerging markets accentuates these risks

Investments that are concentrated in a specific sector or industry may be subject to a higher degree of market risk than investments that are more diversified.

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There are special risks associated with an investment in real estate, including credit risk, interest rate fluctuations and the impact of varied economic conditions.

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