

ACACIA'S MUNICIPAL MARKET UPDATE



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MARKET COMMENTARY

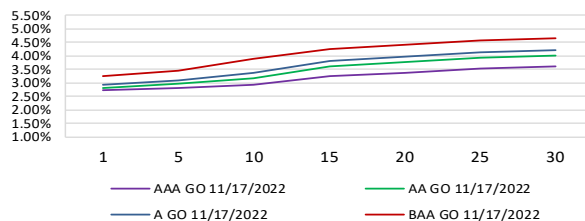
- This week's economic releases by the Fed included better than expected data for October CPI, PPI and retail sales which led to a significant decline in MMD rates.
- From November 10th to November 17th, AAA MMD decreased 23 to 29 basis points across the curve, while U.S treasuries increased 8 to 27 basis points across the curve.
- MMD/UST ratios for the 5Y, 10Y and 30Y decreased to approximately 71%, 77% and 92%, respectively.
- For the week ending November 16th municipal bond funds experienced inflows of \$604.7 billion after experiencing outflows of \$2.54 billion the week prior. This marks the first time in 14 weeks that municipal bond funds saw inflows.
- The new issue calendar for next week shows supply of approximately \$1.3 billion in total par, composed of \$1.2 billion in negotiated deals and \$100 million in competitive sales.
- SIFMA reset 15 basis points lower this week to 2.04%.

MUNICIPAL MARKET TRENDS

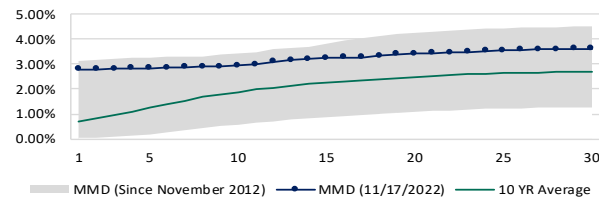
Market Movement

	11/17/2022	11/10-11/17	10/17-11/17	12/31-11/17
	Current	Change Over the Last Week	Change Over the Past Month	Change YTD
5-year UST	3.94%	-2 bps	-29 bps	268 bps
10-year UST	3.78%	-6 bps	-22 bps	227 bps
30-year UST	3.89%	-20 bps	-12 bps	199 bps
5-year MMD	2.81%	-23 bps	-17 bps	222 bps
10-year MMD	2.91%	-23 bps	-22 bps	188 bps
30-year MMD	3.59%	-29 bps	-15 bps	210 bps
5-year MMD / UST	71.32%	-7.10%	1.24%	52.31%
10-year MMD / UST	76.98%	-5.85%	-1.62%	12.86%
30-year MMD / UST	92.29%	-2.72%	-1.05%	17.68%

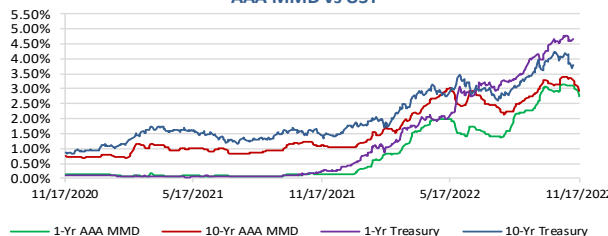
MMD Yield Curves



AAA MMD Yield Range



AAA MMD vs UST



Ratio of AAA MMD vs UST

