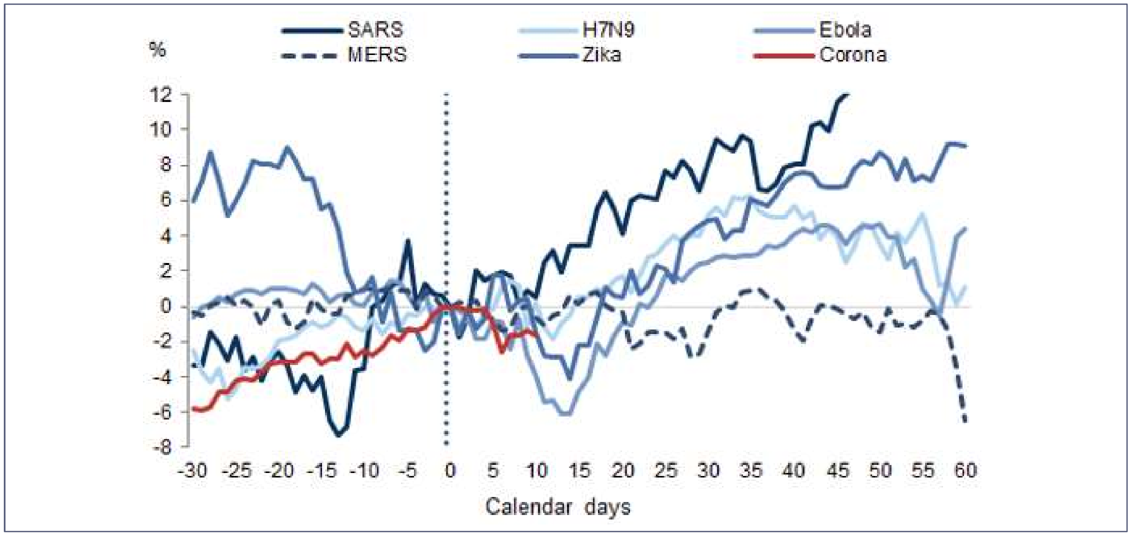
Market Recap

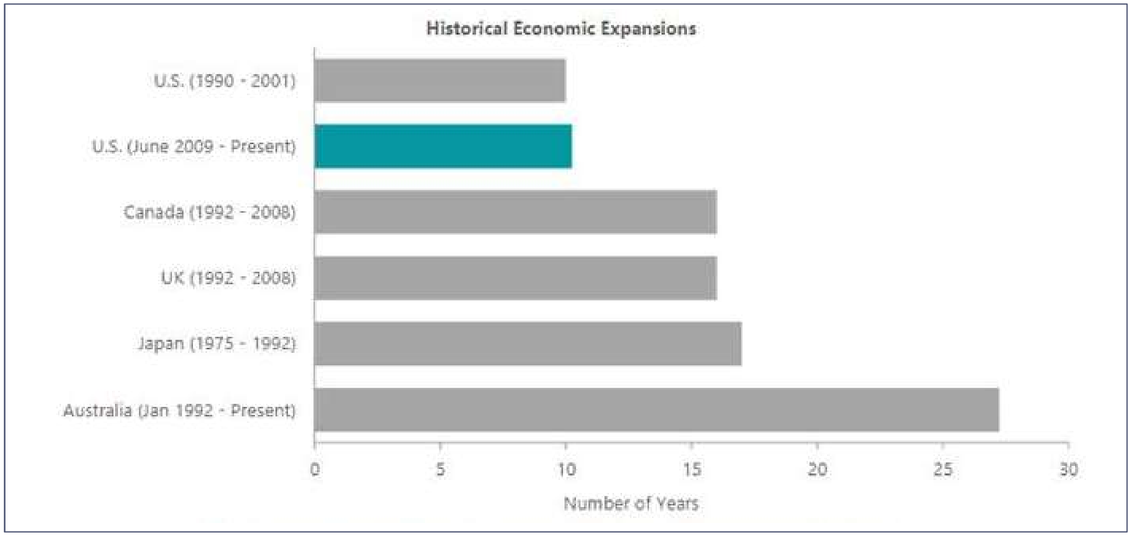
Going Viral



Source: J.P. Morgan

With 30,000 cases and more than 600 deaths reported to-date, it's no wonder that investors have been spooked by the coronavirus outbreak. A look back at past viral episodes suggests that the impact on markets tends to be most severe when uncertainty is the highest (i.e. when the outbreak's speed, scale, and severity are unknown), and markets tend to stabilize between two weeks to one month, on average. Although this seems promising, each outbreak has a unique set of therapeutic challenges and different economic backdrop, in terms of growth and policy. Given the current state of flux, it's too early to presume that the market has fully digested the magnitude of coronavirus and its potential economic fallout.

Of Recessions and Yardsticks



Source: ClearBridge Investments

The U.S. economy has been growing for over ten years and now stands as the longest period without a recession in our nation's history. Australia, Canada, the United Kingdom, and Japan also saw economic growth exceed a decade given strong financial regulations, a stabilization of the labor force without wage inflation and limited excesses. However, most other countries define a recession as two or more consecutive quarters of negative GDP growth. The U.S. and Japan use a more subjective assessment which includes other economic indicators beyond GDP. According to the global criteria, the U.S. recession from March to November 2001 would be erased and indicate that expansion lasted 17 years. During this period, two negative quarters were separated by a positive one. Consequently, the current U.S. economic expansion would have to last several more years to eclipse the nearly two-decade expansion from 1990-2007.

Market Recap

Comparing Baskets

Mutual Funds	vs.	ETFs
Shares are priced on a daily basis after market close	**Liquidity**	Shares are traded on an exchange and fluctuate like stock prices
Above-average, although low cost mutual funds are available	**Expense Ratio (Fees)**	Fees are typically lower than mutual funds
Less tax-efficient on average	**Taxation**	More tax-efficient on average
Some mutual funds require a minimum investment	**Investment Minimums**	1 share

Source: Harbour Capital Advisors

Exchange-traded funds (ETFs) and mutual funds have many similarities, though important differences exist between these pooled vehicles. Both funds hold an assortment of individual securities, giving investors easy access to diversification—one of the primary reasons the funds are so popular. As the name implies, ETFs trade on an exchange and can be bought and sold throughout the day. The purpose of an ETF is to track and match the performance of a specified index (e.g. the S&P 500). Mutual funds, on the other hand, aren't traded on an exchange and transactions only take place at the end of the trading day. Unlike ETFs, a mutual fund's objective is typically to outperform a stated benchmark. With respect to costs, ETFs tend to be more tax-efficient and have lower fees on average.

One of a Kind

Source: Business Insider, Digiday

The astronomical price tag of a 30-second Super Bowl commercial can be tough to wrap your head around. Advertisers spent more than $330 million on commercials in 2019, and the average price of a 30-second spot was estimated at nearly $5 million (about $150,000 per second). So why the splurge? The NFL's championship game offers companies the opportunity to connect with a very large and diverse audience – In 2019, the Super Bowl attracted 99 million viewers, more than doubling viewership for any other U.S. professional sporting event.

Contact: If you have any questions or comments, please do not hesitate to contact us at 703.992.6164. For more information about Harbour Capital Advisors, please visit our website at www.harbourcapitaladvisors.com.

Disclosure: Harbour Capital Advisors, LLC ("HCA") is an SEC-registered investment adviser located in McLean, Virginia. HCA and its representatives are in compliance with the current filing requirements imposed upon SEC-registered investment advisers by those states in which HCA maintains clients. HCA may only transact business in those states in which it is registered or qualifies for an exemption or exclusion from registration requirements. A direct communication by HCA with a prospective client shall be conducted by a representative that is either registered or qualifies for an exemption or exclusion from registration in the state where the prospective client resides. For information pertaining to the registration status of HCA, please contact the SEC or the state securities regulators for those states in which HCA maintains a notice filing. A copy of HCA's current written disclosure statement discussing HCA's business operations, services, and fees is available from HCA upon written request. HCA does not make any representations or warranties as to the accuracy, timeliness, suitability, completeness, or relevance of any information prepared by any unaffiliated third party and takes no responsibility therefor. All such information is provided solely for convenience purposes only and all users thereof should be guided accordingly. Past performance may not be indicative of future results. Therefore, there can be no assurance (and no current or prospective client should assume) that future performance of any specific investment or investment strategy (including the investments and/or investment strategies recommended or undertaken by HCA) made reference to directly or indirectly by HCA will (i) be suitable or profitable for a client or prospective client's investment portfolio or (ii) equal the corresponding indicated historical performance level(s). Different types of investments involve varying degrees of risk. Historical performance results for investment indices and/or categories generally do not reflect the deduction of transaction and/or custodial charges, the deduction of an investment management fee, or the impact of taxes, the incurrence of which would have the effect of decreasing historical performance results. The material contained herein is provided for informational purposes only and does not constitute an offer to buy or sell or a solicitation of an offer to buy or sell any option or any other security or other financial instruments. Certain content provided herein may contain a discussion of, and/or provide access to, HCA's (and those of other investment and non-investment professionals) positions and/or recommendations as of a specific prior date. Due to various factors, including changing market conditions, such discussion may no longer be reflective of current position(s) and/or recommendation(s). Moreover, no client or prospective client should assume that any such discussion serves as the receipt of, or a substitute for, personalized advice from HCA, or from any other investment professional. HCA is neither an attorney nor an accountant, and no portion of the content provided herein should be interpreted as legal, accounting, or tax advice. The tax information contained herein is general in nature and is provided for informational purposes only. HCA does not provide legal, tax, or accounting advice. HCA cannot guarantee that such information is accurate, complete, or timely. Laws of a particular state or laws which may be applicable to a particular situation may have an impact on the applicability, accuracy, or completeness of such information. Federal and state laws and regulations are complex and are subject to change. Changes in such laws and regulations may have a material impact on pre– and/or after–tax investment results. Rankings and/or recognition by unaffiliated rating services and/or publications should not be construed by a client or prospective client as a guarantee that he/she will experience a certain level of results if HCA is engaged, or continues to be engaged, to provide investment advisory services, nor should it be construed as a current or past endorsement of HCA by any of its clients. Rankings published by magazines, and others, generally base their selections exclusively on information prepared and/or submitted by the recognized adviser.