

Fidelity Viewpoints[®]:
Market Sense

The latest headlines, the current market conditions,
and what it all means for you.



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Our Speakers

Host



Jim Armstrong **Director, Fidelity Investments**

Jim Armstrong is a director with Fidelity's Client Solutions Business team. Prior to this role, he was a marketing director, focused on creating educational content for workplace participants to help with retirement planning and other financial wellness topics. Formerly, Jim distinguished himself as an Emmy-winning journalist, spending 17 years as a television reporter for network affiliates around the country.

Special guest panelists



Jurrien Timmer **Director of Global Macro, Fidelity Investments**

Jurrien Timmer is the director of Global Macro at Fidelity Investments. In this role, he is part of Fidelity's Global Asset Allocation group, where he specializes in asset allocation and global macro strategy. Additionally, he is responsible for analyzing market trends and synthesizing investment perspectives across Asset Management to generate market strategy insights for the media as well as for Fidelity's clients.



Leanna Devinney, CFP® **Vice President, Branch Leader, Fidelity Investments**

Leanna Devinney is responsible for leading one of Fidelity's Investor Centers. In this role, she offers our clients financial and investment guidance, including one-on-one retirement planning, wealth management, income strategies, and college planning services as well as integrated employer benefits solutions.



Bear Markets (and Serious Corrections)

top	botom	#mo	Δ nom	Δ real	P/E	P/E	Δ	Δ CPI	Δ	Δ nom	Δ real	nom	next peak	#mo	%chg	prev high	#mo	NBER
			SPX	SPX	high	low	P/E	(ann)	Fed	EPS	EPS							
Jun-1872	Jun-1877	61	-47%	-31%	12.4	9.4	-24%	-5%	-190	-30%	-13%	Jun-1881	49	+140%	Mar-1980	95	recession	
Jun-1881	Jan-1885	44	-36%	-26%	14.1	13.8	-2%	-4%	+120	-37%	-26%	May-1887	28	+39%	Jan-1999	215	recession	
May-1887	Aug-1896	113	-35%	-17%	17.2	17.1	-1%	-3%	+260	-39%	-25%	Jun-1901	75	+123%	Jan-1999	143	recession	
Jun-1901	Nov-1903	29	-26%	-31%	17.3	11.7	-33%	+3%	+210	+7%	-5%	Jan-1906	27	+57%	May-1905	48	recession	
Jan-1906	Nov-1907	22	-37%	-40%	14.6	9.4	-36%	+3%	+220	-8%	-9%	Nov-1909	24	+63%	Nov-1909	46	recession	
Nov-1909	Dec-1914	62	-28%	-29%	13.7	14.1	+3%	+0%	-70	-24%	-29%	Nov-1919	60	+31%	Oct-1916	84	recession	
Nov-1919	Aug-1921	22	-20%	-33%	10.1	9.0	-11%	+10%	+240	-81%	-87%	Sep-1929	98	+316%	Feb-1925	65	recession	
Sep-1929	Jun-1932	33	-87%	-82%	20.5	8.6	-58%	-8%	-330	-73%	-64%	Mar-1937	58	+348%	Dec-1954	308	recession	
Mar-1937	Apr-1942	63	-60%	-65%	16.8	7.3	-56%	+2%	-10	-20%	-30%	May-1946	50	+158%	Feb-1946	109	recession	
May-1946	Jun-1949	37	-30%	-46%	22.4	5.6	-75%	+9%	+79	+172%	+110%	Aug-1956	87	+271%	May-1950	48	recession	
Aug-1956	Oct-1957	15	-23%	-24%	14.3	11.8	-18%	+3%	+98	-8%	-12%	Dec-1961	50	+90%	Sep-1958	26	recession	
Dec-1961	Jun-1962	7	-30%	-28%	21.6	14.0	-35%	+1%	+13	+10%	+9%	Feb-1966	44	+84%	Oct-1963	22	recession	
Feb-1966	Oct-1966	8	-24%	-24%	18.2	12.3	-33%	+4%	+70	+2%	+0%	Nov-1968	26	+51%	Nov-1968	34		
Nov-1968	May-1970	18	-37%	-41%	18.0	12.3	-32%	+6%	+139	-7%	-12%	Jan-1973	32	+77%	Nov-1972	48	recession	
Jan-1973	Oct-1974	21	-50%	-57%	19.9	6.7	-66%	+11%	+205	+27%	+2%	Sep-1976	24	+78%	Dec-1982	121	recession	
Sep-1976	Mar-1978	18	-20%	-27%	11.8	8.0	-32%	+7%	+121	+2%	+5%	Nov-1980	33	+64%	Apr-1981	55	recession	
Nov-1980	Aug-1982	21	-29%	-36%	9.1	6.3	-31%	+8%	-473	-8%	-20%	Aug-1987	61	+233%	Oct-1982	23	recession	
Aug-1987	Oct-1987	2	-36%	-36%	24.0	14.3	-40%	+5%	+12	+11%	+10%	Jul-1990	33	+71%	Jul-1989	23		
Jul-1990	Oct-1990	3	-20%	-22%	16.0	13.4	-16%	+10%	-47	-32%	-35%	Jan-1994	40	+64%	Feb-1991	7	recession	
Jan-1994	Nov-1994	9	-8%	-10%	22.8	14.8	-35%	+3%	+272	+41%	+38%	Jul-1998	45	+169%	Feb-1995	13		
Jul-1998	Oct-1998	3	-22%	-23%	27.1	21.1	-22%	+2%	-102	-0%	-1%	Mar-2000	17	+68%	Dec-1998	5		
Mar-2000	Oct-2002	31	-51%	-53%	30.0	16.8	-44%	+2%	-425	-24%	-26%	Oct-2007	61	+105%	Jul-2007	89	recession	
Oct-2007	Mar-2009	17	-58%	-58%	17.6	12.1	-31%	+1%	-378	-50%	-51%	May-2011	26	+105%	Apr-2013	67	recession	
May-2011	Oct-2011	5	-21%	-22%	15.8	12.0	-24%	+3%	-4	+7%	+6%	Sep-2018	85	+174%	Feb-2012	10		
Sep-2018	Dec-2018	3	-20%	-20%	20.0	15.6	-22%	+0%	+24	+8%	+8%	Feb-2020	14	+45%	Apr-2019	7		
Feb-2020	Mar-2020	1	-35%	-35%	21.9	14.9	-32%	-3%	-124	-17%	-17%	Jan-2022	22	+120%	Aug-2020	6	recession	
Jan-2022	?	5	-20%	-27%	24.8	17.8	-28%	+6%	+110	+3%	+1%				Jan-2022			
median - all cycles			19	-30%	-31%	17.5	12.2	-32%	+3%	+19	-8%	-12%		42	+87%		48	
non-recession			4	-22%	-22%	21.4	14.6	-28%	+3%	+18	+8%	+7%		30			11	

*Δ CPI is annualized

*Δ SPX is price-only

*

Δ

Fed

is nominal

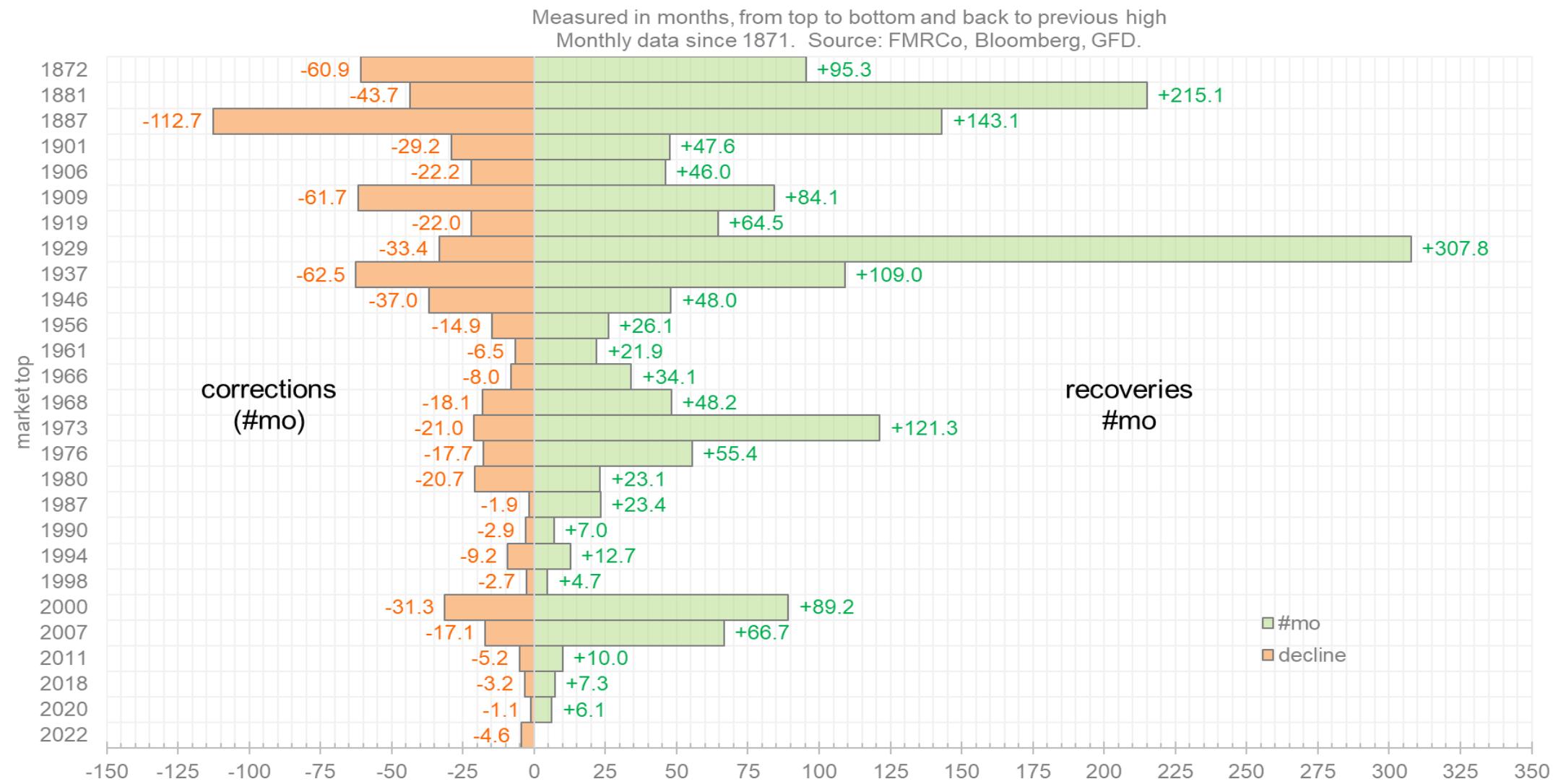
rate

in bp

For illustrative purposes only. Past performance is no guarantee of future results.

Data source: FMRCO, Bloomberg, Haver Analytics, FactSet. Data as of May 23, 2022.

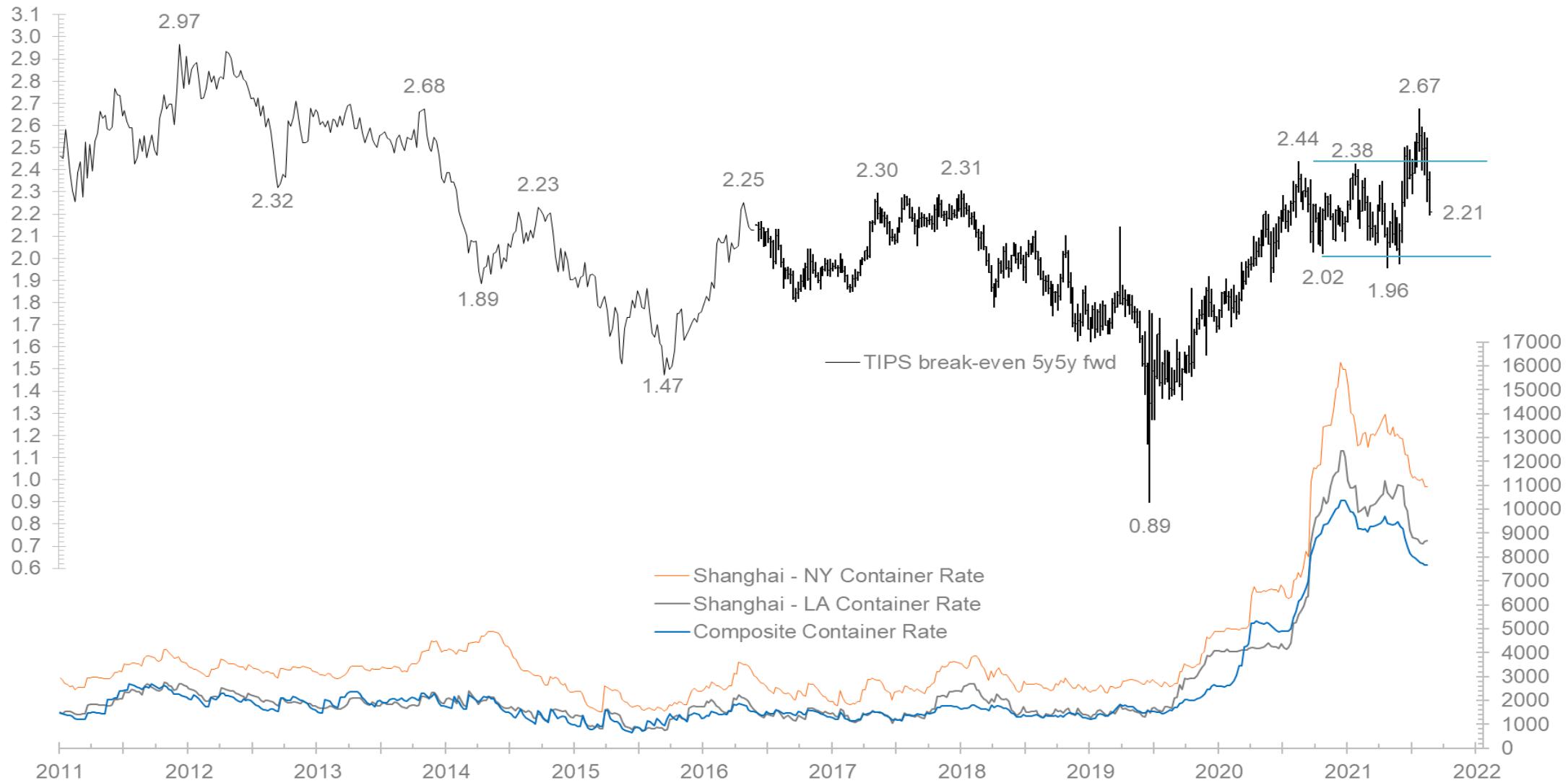
Bear Markets and Recoveries (Time Spent)



For illustrative purposes only. **Past performance is no guarantee of future results.**

Data source: FMRCO, Bloomberg, Haver Analytics, FactSet. Data as of May 23, 2022.

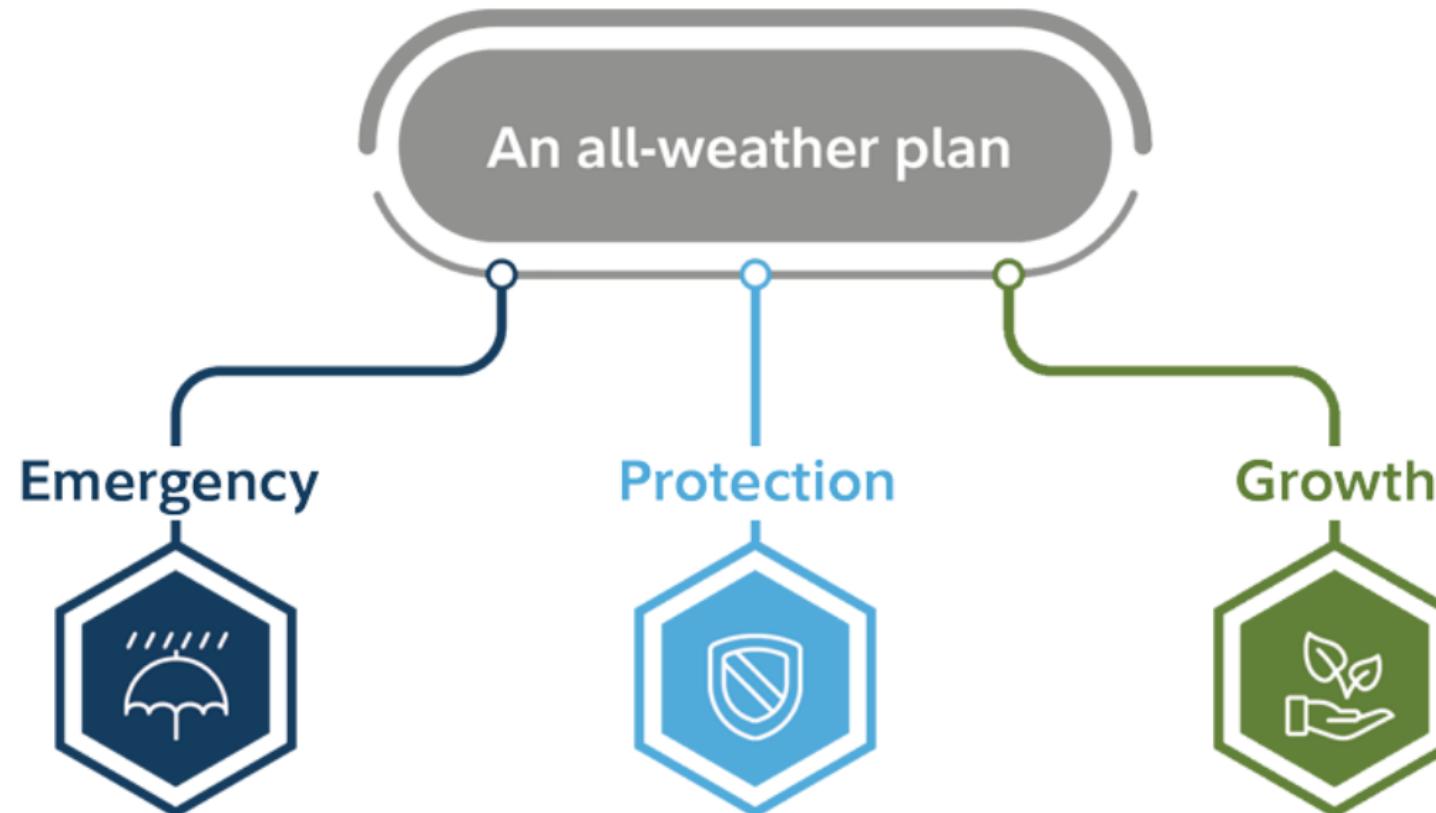
Inflation Expectations



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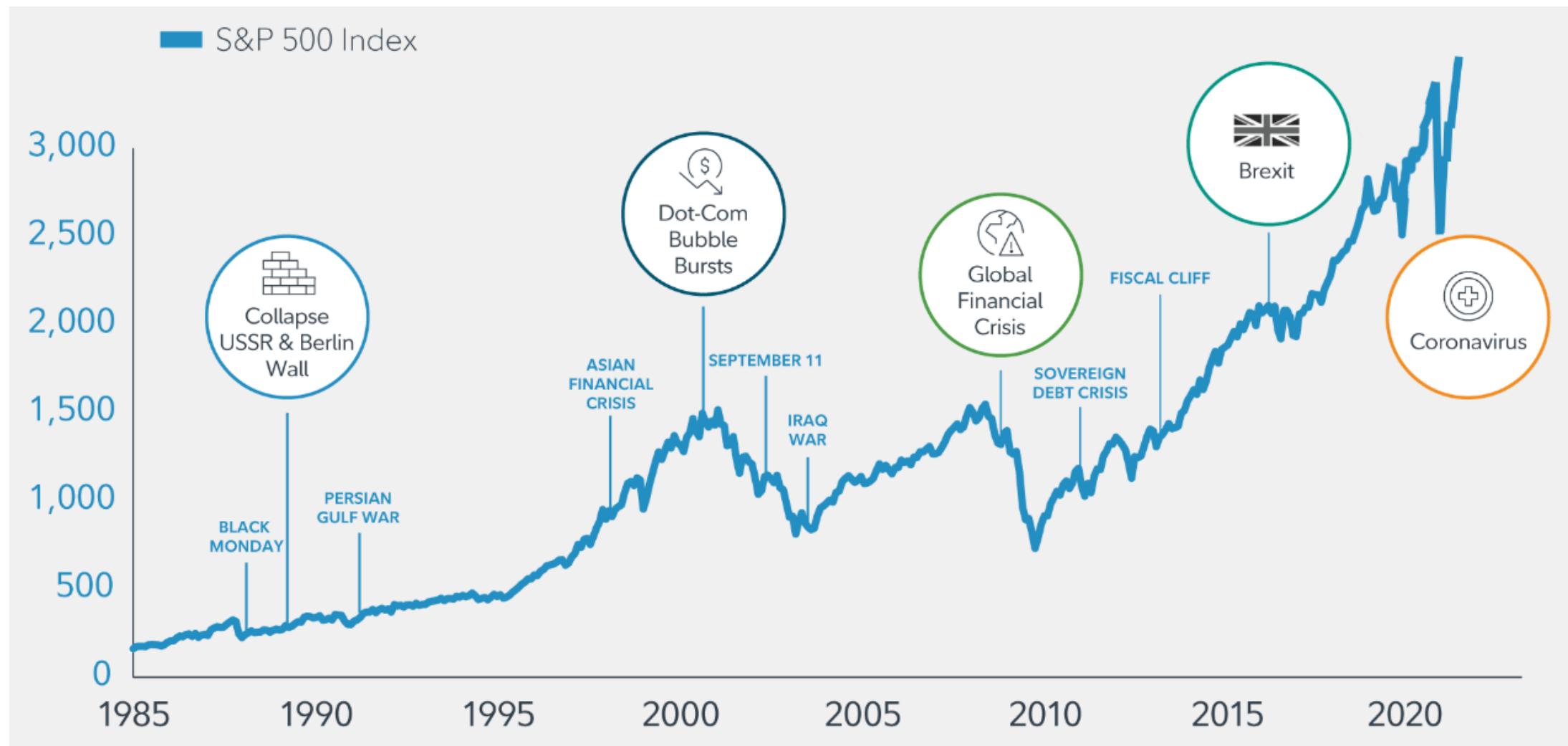
Data source: FMRCO, Bloomberg, Haver Analytics, FactSet. Data as of May 23, 2022.

All-Weather Plan



For illustration only.

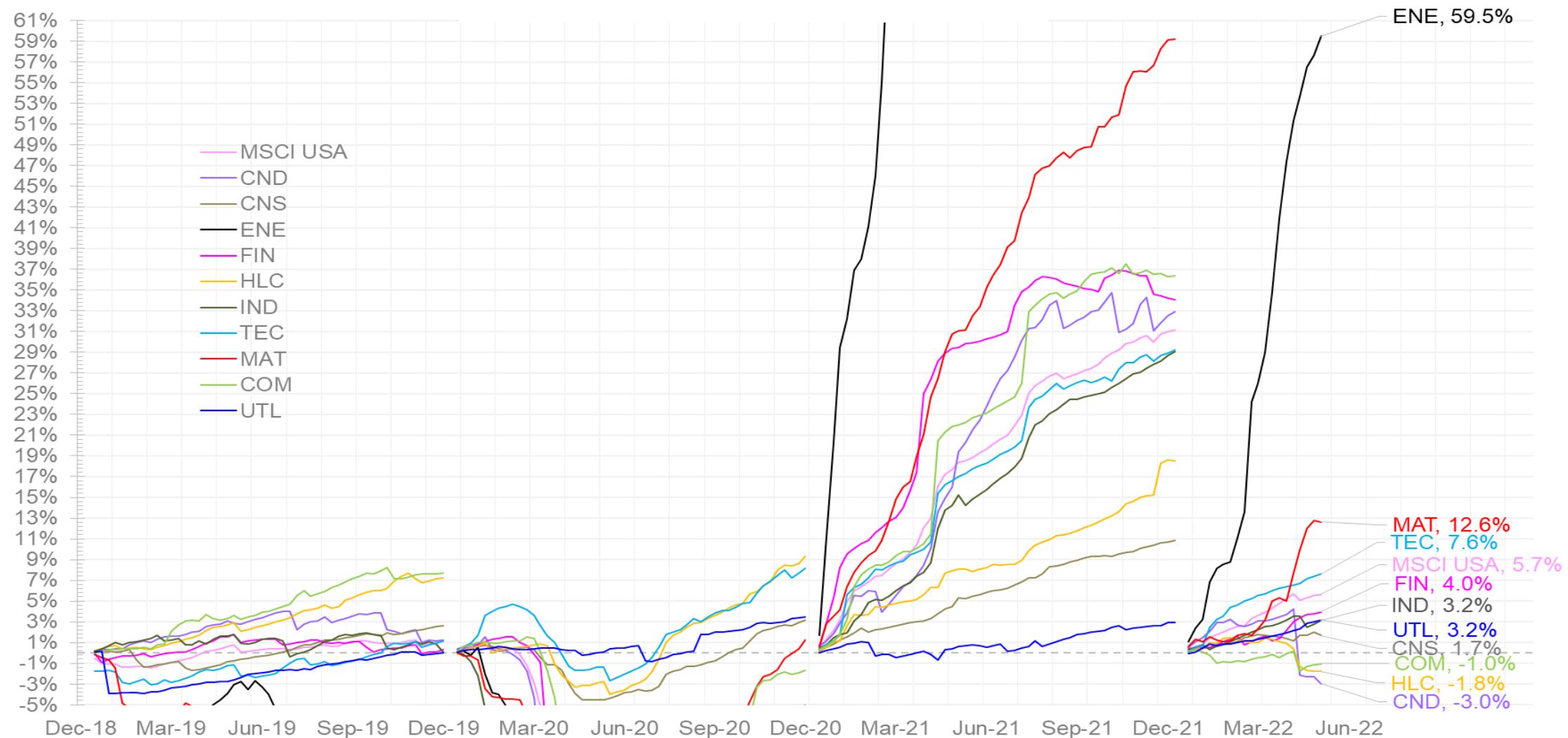
Downturns and Growth



Source: Fidelity Investments. **Past performance is no guarantee of future results.**

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Sector Earnings Progression



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Data source: FMRCO, Bloomberg, Haver Analytics, FactSet. Data as of May 23, 2022.

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