



Louisiana Asset Management Pool, Inc.

TheECONOMY

More Vaccines & Fiscal Stimulus on the Way

Following a difficult winter holiday season, new cases of COVID-19 have been falling since January 8 and are now back to early November levels. Based on data from the Centers for Disease Control and Prevention, the country is averaging 1.4 million vaccinations per day with close to 10% of the population already receiving at least one dose.

The U.S. economy continued its recovery in the fourth quarter with real GDP growing at an annualized rate of 4%. As a result, the full year 2020 GDP contracted by 3.5%. According to Bloomberg consensus estimates, 2021 GDP is expected to grow at around 4%. The unemployment rate fell to 6.3% in January 2021, down from 6.7% the prior month although the decline partly resulted from over 400k people leaving the labor force. Nonfarm employment came in below expectations in January with 49k jobs added but still marked some improvement following December's material 227k job drop.

The relatively weak January showing further bolstered arguments for additional fiscal stimulus, particularly as the long-term jobless rate accounts for almost 40% of all unemployed individuals. The \$900 billion relief package passed by Congress in December created a bridge for the unemployed and small businesses affected by the pandemic.

President Biden's proposed \$1.9 trillion stimulus plan is currently being pieced together by lawmakers and is expected to be voted on towards the end of February or early March. Democrats have a narrow majority in Congress, opening the door for major action to help the economy recover. Boosting consumer spending and the speed of the COVID-19 vaccination rate will be instrumental in kickstarting economic growth.

The Fed continues to take an accommodative stance to support the economy with short-term interest rates hovering just above zero. However, it may consider a minor policy adjustment by increasing the Interest Rate on Excess Reserves - the rate paid to banks for excess reserves parked at the central bank. While the Fed's policies have intentionally crushed interest rates, it does not want to cross over into negative territory.

Treasury Yields

MATURITY	2/5/21	1/6/21	CHANGE
3 Month	0.025%	0.081%	-0.056%
6 Month	0.043%	0.084%	-0.041%
1 -Year	0.051%	0.102%	-0.051%
2 -Year	0.101%	0.137%	-0.036%
3 -Year	0.176%	0.200%	-0.024%
5 -Year	0.462%	0.426%	0.037%
10 -Year	1.164%	1.036%	0.128%
30 -Year	1.971%	1.814%	0.157%

Source: Bloomberg

Agency Yields

MATURITY	2/5/21	1/6/21	CHANGE
3 Month	0.025%	0.089%	-0.064%
6 Month	0.030%	0.095%	-0.065%
1 -Year	0.041%	0.108%	-0.067%
2 -Year	0.121%	0.156%	-0.035%
3 -Year	0.198%	0.218%	-0.020%
5 -Year	0.513%	0.463%	0.050%

Source: Bloomberg

Commercial Paper Yields (A-1/P-1)

MATURITY	2/5/21	1/6/21	CHANGE
1 Month	0.100%	0.140%	-0.040%
3 Month	0.130%	0.170%	-0.040%
6 Month	0.160%	0.200%	-0.040%
9 Month	0.180%	0.210%	-0.030%

Source: Bloomberg

Current Economic Releases

DATA	PERIOD	VALUE
GDP QoQ	Q4 '20	4.00%
US Unemployment	Jan '21	6.30%
ISM Manufacturing	Jan '21	58.7
PPI YoY	Dec '20	-0.50%
CPI YoY	Dec '20	1.40%
Fed Funds Target	Feb 8, 2021	0.00% - 0.25%

Source: Bloomberg

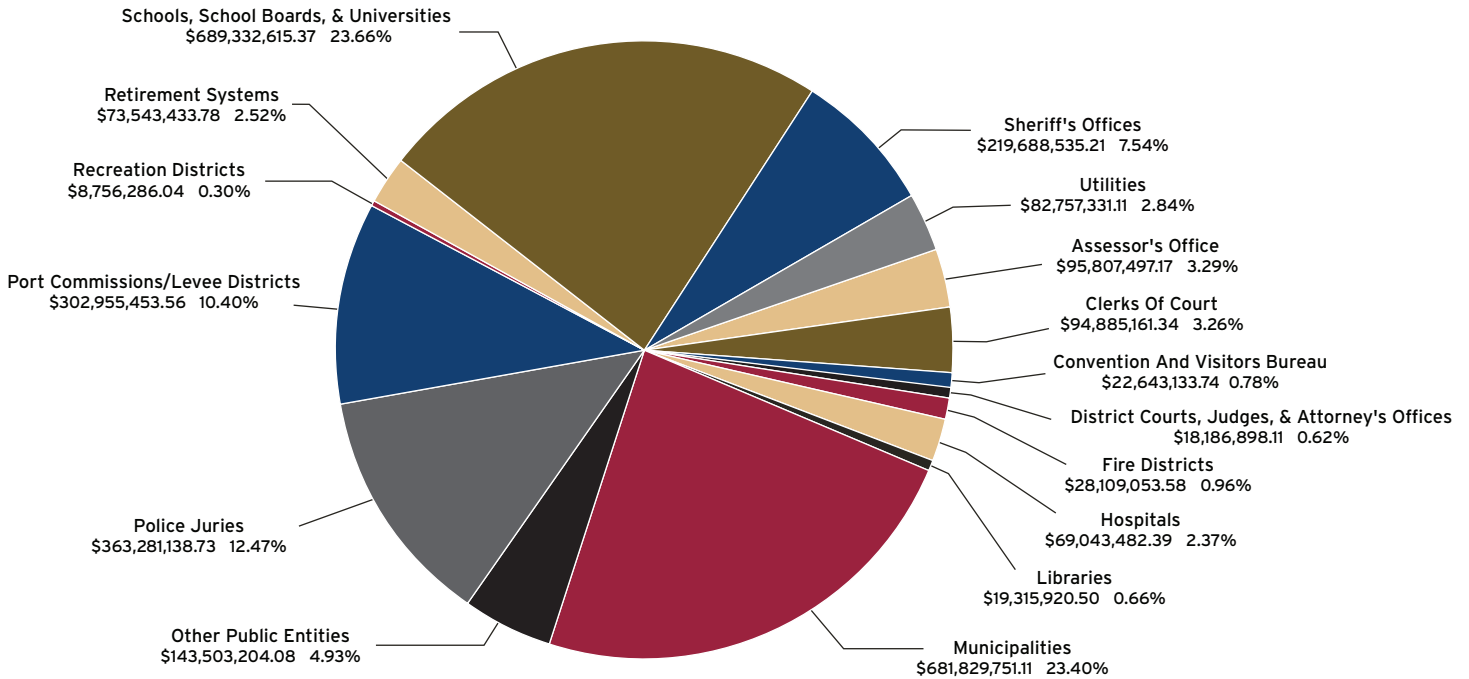
Data unaudited. Many factors affect performance including changes in market conditions and interest rates and in response to other economic, political, or financial developments. Investment involves risk including the possible loss of principal. No assurance can be given that the performance objectives of a given strategy will be achieved. All comments and discussions presented are purely based on opinion and assumptions, not fact. These assumptions may or may not be correct based on foreseen and unforeseen events. The information presented should not be used in making any investment decisions. This material is not a recommendation to buy, sell, implement, or change any securities or investment strategy, function, or process. Any financial and/or investment decision should be made only after considerable research, consideration, and involvement with an experienced professional engaged for the specific purpose. Past performance is not an indication of future performance. Any financial and/or investment decision may incur losses.



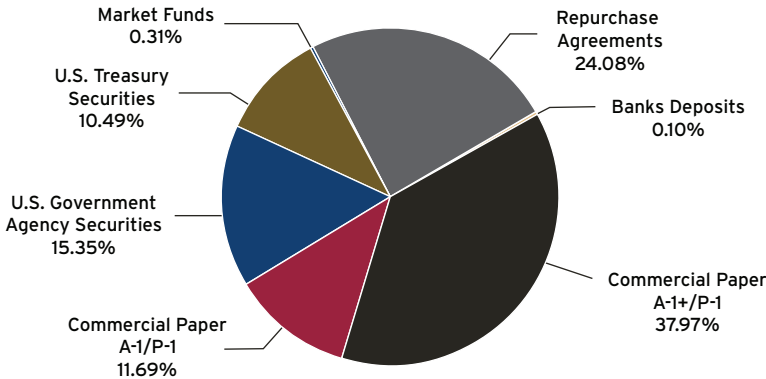
The **FUND**

Fund Highlights as of January 31, 2021 (Unaudited)

Participant Breakdown



Portfolio Breakdown



Month	Avg Monthly Yields	Month Ending Net Assets
Nov-20	0.10%	\$2,673,853,245
Dec-20	0.09%	\$2,656,154,658
Jan-21	0.08%	\$2,907,721,689

Data may not equal 100% due to rounding. Performance results are shown net of all fees and expenses and reflect the reinvestment of dividends and other earnings. Many factors affect performance including changes in market conditions and interest rates and in response to other economic, political, or financial developments. Investment involves risk, including the possible loss of principal. No assurance can be given that the performance objectives of a given strategy will be achieved. Data unaudited. All comments and discussion presented are purely based on opinion and assumptions, not fact. These assumptions may or may not be correct based on foreseen and unforeseen events. The information above is not a recommendation to buy, sell, implement, or change any securities or investment strategy, function, or process. Any financial and/or investment decision should be made only after considerable research, consideration, and involvement with an experienced professional engaged for the specific purpose. **Past performance is not an indication of future performance. Any financial and/or investment decision may incur losses.**