



Louisiana Asset Management Pool, Inc.

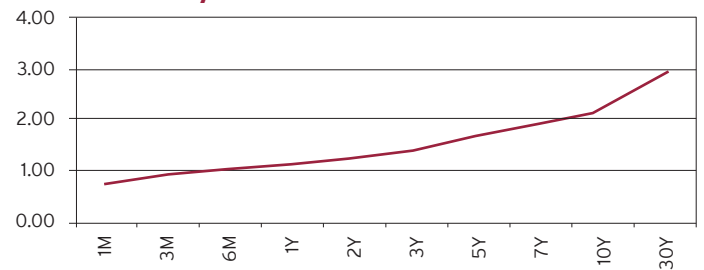
TheECONOMY

Yield Curve Flattens on Softer Data; Shorter Rates Steady

The May labor report was mixed with a moderating pace of hiring contrasting with the unemployment rate which declined to a 16-year low. The U.S. added a below-forecast 138k jobs in May, down from 174k in April. The pace of job growth has slowed in recent months with the three-month average falling to 121k, the lowest level since 2012. By contrast, the unemployment rate fell to 4.3%, and the underemployment rate declined by 0.2% to 8.4%. Despite historically low unemployment, broad-based wage growth remains elusive. At 2.5%, the growth rate of average hourly earnings remains well below pre-financial crisis levels. Moderating job gains and decelerating inflation caused longer-term yields to fall over the month while shorter-term yields rose in anticipation of the June Fed rate increase.

The minutes of the May FOMC meeting suggest the slump in Q1 economic growth “reflected transitory factors.” As was widely expected, the FOMC raised rates another 25-basis points at their June meeting. Looking ahead, moderating measures of inflation have raised questions regarding the pace of future rate hikes. The Core Personal Consumption Expenditures Index (PCE) fell to 1.5% through April, and the Consumer Price Index (CPI) less food and energy fell to 1.9% in April from 2.0% and 2.2% the preceding two months. A sustained stall in inflation would make it more difficult for the Fed to follow through with additional rate hikes later this year.

US Treasury Curve



Source: Bloomberg

Treasury Yields

MATURITY	6/6/17	5/5/17	CHANGE
3 Month	0.963%	0.884%	0.079%
6 Month	1.065%	1.004%	0.062%
1 Year	1.150%	1.094%	0.057%

Source: Bloomberg

Agency Yields

MATURITY	6/6/17	5/5/17	CHANGE
3 Month	0.990%	0.877%	0.113%
6 Month	1.054%	0.959%	0.095%
1 Year	1.189%	1.130%	0.059%

Source: Bloomberg

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

MATURITY	6/6/17	5/5/17	CHANGE
1 Month	1.000%	0.970%	0.030%
3 Month	1.170%	1.100%	0.060%
6 Month	1.330%	1.350%	-0.020%
9 Month	1.460%	1.480%	-0.020%

Source: Bloomberg

Current Economic Releases

DATA	PERIOD	VALUE
GDP QoQ	Q1 '17	1.20%
US Unemployment	May '17	4.30%
ISM Manufacturing	May '17	54.90
PPI YoY	Apr '17	3.90%
CPI YoY	Apr '17	2.20%
Fed Funds Target	Jun 06 '17	0.75% - 1.00%

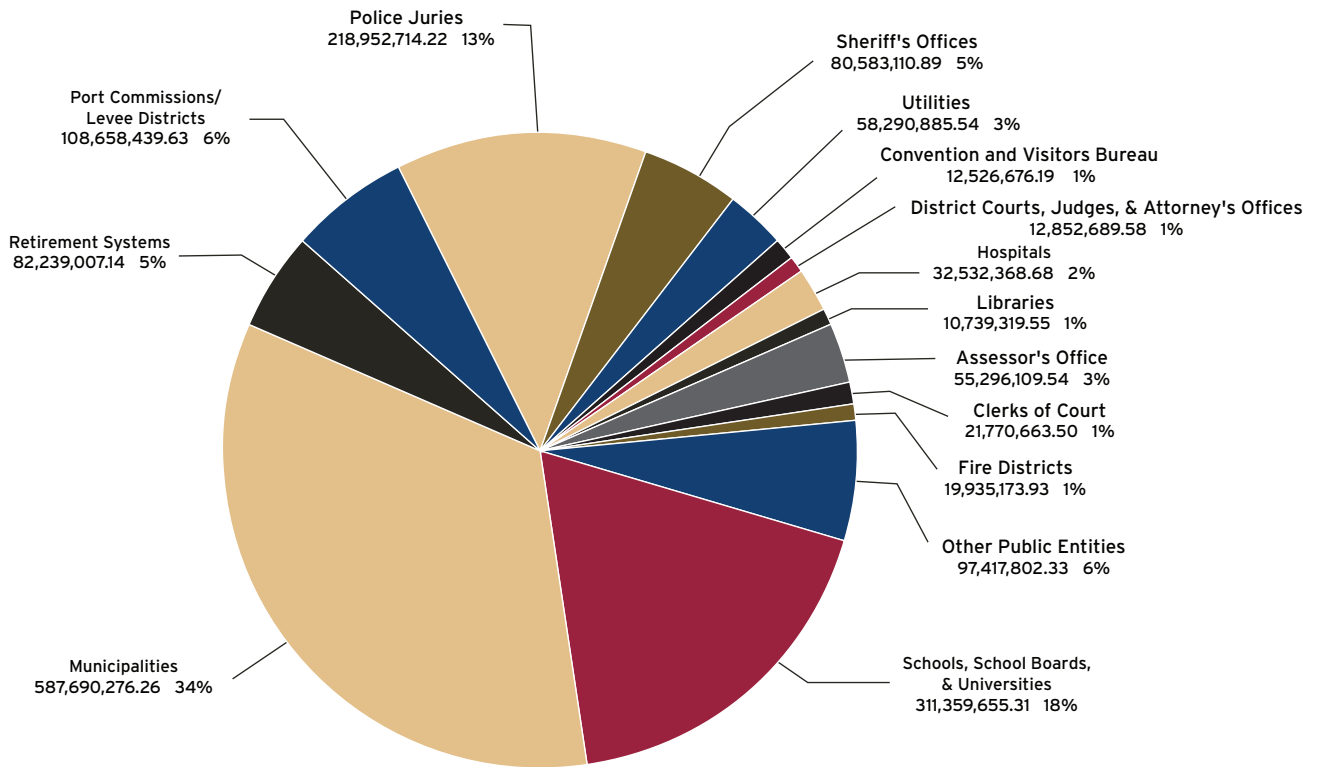
Source: Bloomberg



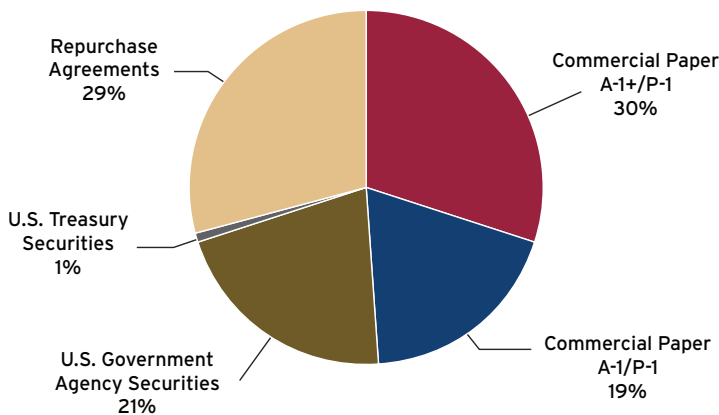
The **FUND**

Fund Highlights as of May 31, 2017 (Unaudited)

Participant Breakdown



Portfolio Breakdown



Month	Avg Yields**	Month Ending Net Assets
Mar-17	0.79%	\$1,561,326,087
Apr-17	0.87%	\$1,589,703,444
May-17	0.89%	\$1,720,206,022

** 30 day yield as of the last day of the month

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.**