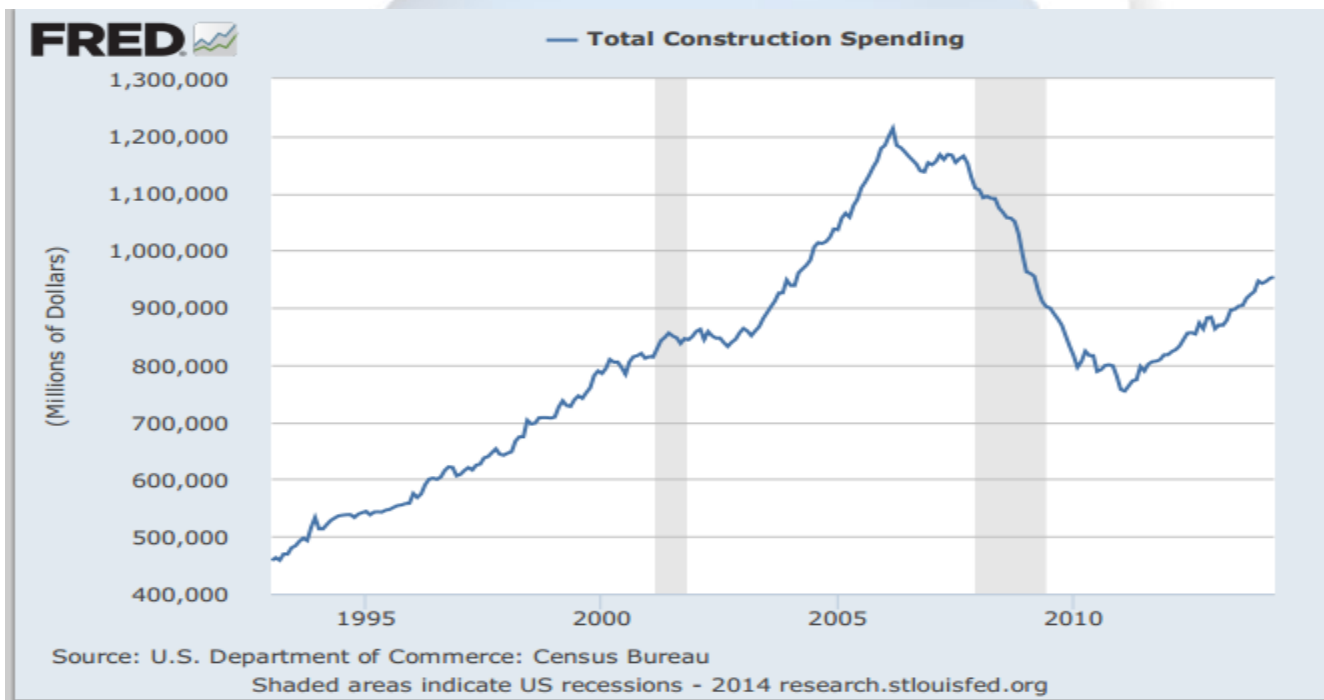


# *Under Construction*

-Market Minute-

Historically, a pickup in residential construction precedes commercial construction by about a year under ordinary circumstances. At this juncture in the economic expansion, a delay in commercial activity has been prolonged due to the severity of the *great recession*. However, as the chart below depicts, there is an upward sloping trend being established in both private and public construction spending.



Commercial construction lags economic development and picks up the pace as the economy strengthens. It is at this point that the private and public sectors commit new investment capital to building and infrastructure development. The stock market recognizes these moves via sector rotation. Previous sector leaders are now being replaced by different sector leadership. The consumer sectors (previous leaders) have been showing signs of relative underperformance of late, while the industrials, energy and materials sectors have outperformed.

For over 28 years, I've been assisting and guiding savers. If you would like financial advice, give me a call at 561-515-3200, email [chip@1db.com](mailto:chip@1db.com) or visit me, William Corley, on [Facebook](#) or [Twitter](#).

[William "Chip" Corley, MBA, RFC](#)