

In the month of June, we have seen Treasury yields dip to a two-month low, after a weaker Jobs Opening report, and following lower yields in global bonds. Worth noting is Treasury yields have now declined on each of the last 10 Federal Open Market Committee meeting days, but continue to trade mostly rangebound, which will likely continue unless we get more data surprises. While activity is starting to feel like summer, we continue to be very active in short (3 years and in) Treasuries, CDs and corporate bonds, as well as in longer callable agencies north of 5% and \$1000 preferreds with -7% coupons. We would focus on these at the moment, but would add duration in non-finance 5%+ coupons on any Treasury sell off.

Tax-exempt bonds have posted strong gains during the month of June with benchmark yields declining 20-30 basis points or more depending on their point on the yield curve. The biggest gains (a decline of greater than 30 basis points) were achieved in bonds within the 12-16 year range. Longer-dated tax-exempt bonds saw yield declines of at least 20 basis points. A stronger Treasury market on the heels of softer economic data has been the key driver of the move to lower yields. New issue volume remains elevated, but thus far, has not been a deterrent to this early summer rally.

VIRGINIA MUNICIPAL BOND OFFERINGS

Rating	Par Value	Description	Price	YTM*/YTC*	TEY***
Aa1/AA+	100M	Richmond, VA G.O. 5.00% due 7/15/2025	101.95	3.10%	5.21%
Aa1/AA+	125M	Loudoun Co., VA Economic Development Authority Public Lease Facilities Rev. 5.00% due 12/1/2028	108.24	3.00%	5.05%
Aa1/AA+	350M	Virginia State Public School Authority Rev. 4.00% due 8/1/2031, Callable 8/1/28 @100	103.43	3.45% 3.10%	5.81% 5.22%
Aaa/AAA	60M	Virginia State G.O. 5.00% due 6/1/2036, Callable 6/1/34 @100	118.01	3.17% 2.90%	5.35% 4.88%
Aa1/AA+	55M	Virginia State College Building Authority Rev. 5.25% due 2/1/2041, Callable 2/1/32 @100	113.37	4.13% 3.25%	6.95% 5.47%
Aa1/AA+	100M	Chesterfield Co., VA Economic Development Authority Rev. County Mobility Projects 4.00% due 4/1/2050, Callable 4/1/34 @100, Sinking Fund 4/1/49 @100	99.46	4.03%	6.79%

TREASURY BILL AND CORPORATE BOND OFFERINGS

Rating	Par Value	Description	Price	YTM/YTC
FDIC Insured	250M	Beal Bank Certificate of Deposit 5.30% due 1/2/2025, Survivor Option	100.00	5.30%
Baa3/NR	300M	American Tower Corp. 4.00% due 6/1/2025, Make-whole call @+30bps until 3/1/25, Callable @100 thereafter	98.65	5.50%
Baa2/BBB+	275M	Dominion Energy 6.80% due 12/15/2027, Make-whole call @+5bps	105.26	5.12%
Aaa/AA+	200M	Federal Farm Credit Bank 5.10% due 2/28/2028, Callable 2/28/25 @100	99.97	5.11%
A1/A-	174M	JPMorgan Chase & Co. 5.40% due 12/14/2032, Callable 6/14/26 @100	100.30	5.35% 5.24%
Baa3/BBB-	200M	American Electric Power Fixed-to-Variable due 12/15/2054, 7.05% until 12/15/29 then +2.75 to the 5-year Tsy with a 5-year reset. Callable beginning 9/15/29 @100	101.94	6.61% YTC

*YTM — Yield to Maturity *YTC — Yield to Call **After Tax Yield (ATY)

***TEY — Tax Equivalent Yield calculated using the 37% federal tax bracket. Bond prices, yields and availability are subject to change based upon market conditions. Please review this information carefully with your Financial Advisor to ensure it meets your investment objectives. Bonds are subject to market and interest risk; values expect to decline as interest rates rise. Bonds may not be suitable for all investors and you should consider specific risks such as credit risk, default risk and volatility prior to investing. Moody's Investors Services, Standard & Poor's and Fitch provide ratings. Municipal securities may be subject to Federal Alternative Minimum Tax (AMT). Davenport & Company is a financial services firm and does not provide tax or legal advice. Please consult your professional accounting or legal advisors prior to acting on any information provided by us that may have an effect in these areas. Davenport may have a position in the bonds presented above and may buy or sell such securities in the course of our regular business.