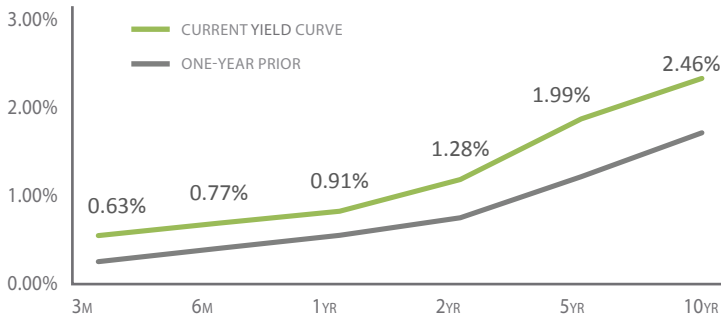
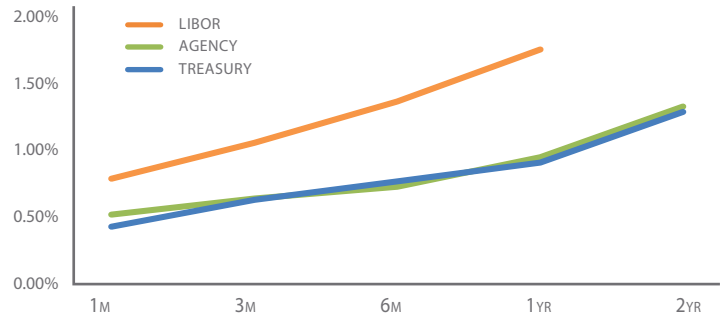


Historical Yield Curve



Source: Bloomberg Finance L.P. 3/1/17

Indicative Rates



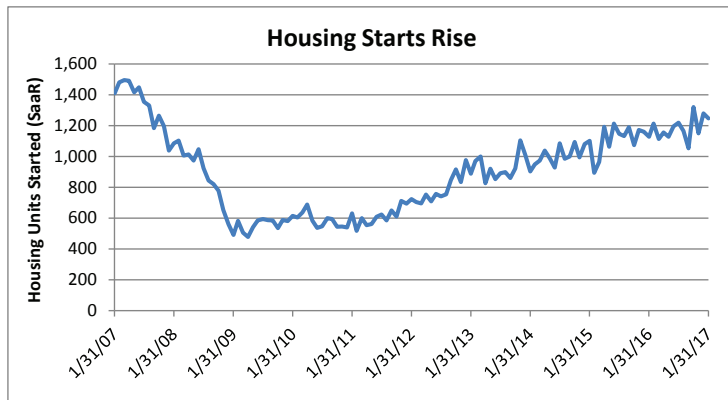
Source: Bloomberg Finance L.P. 3/1/17
Rates do not reflect transaction fees.

FEATURED ECONOMIC INDICATOR

Improving Housing Conditions

Single family housing starts were up 6.2% year-over-year in January and continued a positive trend after reaching a cycle-high in October. Meanwhile, multi-family construction is at its highest level in decades. Stronger housing starts point to better residential growth in the 1st quarter. Housing is seeing broad signs of improvement. An estimated 561,000 new homes were sold in 2016, up 12% from a year earlier. Builders say a return of younger buyers to the market is supporting sales growth. New home sales are also up. Factors to watch are low inventory, mortgage rates and home affordability.

Source: Wall Street Journal, www.census.gov



Source: Bloomberg

U.S. Economic Indicators

Event	Event Date	Period	Survey	Actual	Prior / Revised (R)
Consumer Price Index (YoY)	02/15/17	JAN	2.4%	2.5%	2.1%
Retail Sales Ex. Auto (MoM)	02/15/17	JAN	0.4%	0.8%	0.4% (R)
Existing Home Sales	02/22/17	JAN	5.55m	5.69m	5.51m (R)
Cap Goods Orders Non-Def, Ex Air (MoM)	02/27/17	JAN	0.5%	-0.4%	1.1% (R)
Consumer Confidence	02/28/17	FEB	111.0	114.8	111.6 (R)
PCE Core (YoY)	03/01/17	JAN	1.7%	1.7%	1.7%
ISM Manufacturing	03/01/17	FEB	56.2	57.7	56.0
Change in Nonfarm Payrolls	03/10/17	FEB	174K	--	227K
Unemployment Rate	03/10/17	FEB	4.7%	--	4.8%

Source: Bloomberg Finance L.P. 3/1/17

RECENT NEWS

Fed to Raise Rates "Fairly Soon"

Two top officials suggested on February 28 that the Federal Reserve could increase rates at its March meeting. San Francisco Fed President John Williams said in a speech that a rate increase is "very much on the table" and New York Fed President William Dudley said the case for raising rates "has become a lot more compelling." This follows the release of minutes from the Fed's recent meeting which stated that officials thought they could raise rates "fairly soon." The probability of a move in March now stands at 80%. Fed officials watch employment and inflation numbers closely and some measures of both areas have improved recently.

Source: Wall Street Journal

Contact Information

KENT D. JOHNSON

Senior Vice President, Director-Minnesota Office

PMA Securities, Inc.
5301 Kyler Ave. NE, 2nd Floor, 2nd Floor
Albertville, MN 55301

Tel: 763.497.1490 Ext. 1300

Fax: 763.497.1491

Email: kjohnson@pmanetwork.com

This document was prepared by Prudent Man Advisors, Inc. for clients of the firm and its affiliated PMA entities, as defined below. It is being provided for informational and/or educational purposes only without regard to any particular user's investment objectives, financial situation or means. The content of this document is not to be construed as a recommendation, solicitation or offer to buy or sell any security, financial product or instrument, or to participate in any particular trading strategy in any jurisdiction in which such an offer or solicitation, or trading strategy would be illegal. Nor does it constitute any legal, tax, accounting or investment advice or services regarding the suitability or profitability of any security or investment. Although the information contained in this document has been obtained from third-party sources believed to be reliable, PMA cannot guarantee the accuracy or completeness of such information. It is understood that PMA is not responsible for any errors or omissions in the content in this document and the information is being provided to you on an "as is" basis without warranties or representations of any kind.

Securities, public finance services and institutional brokerage services are offered through PMA Securities, Inc. PMA Securities, Inc. is a broker-dealer and municipal advisor registered with the SEC and MSRB, and is a member of FINRA and SIPC. Prudent Man Advisors, Inc., an SEC registered investment adviser, provides investment advisory services to local government investment pools and separate accounts. All other products and services are provided by PMA Financial Network, Inc. PMA Financial Network, Inc., PMA Securities, Inc. and Prudent Man Advisors (collectively "PMA") are under common ownership.

Securities and public finance services offered through PMA Securities, Inc. are available in CA, CO, FL, GA, IL, IN, IA, KS, MI, MN, MO, NE, OH, OK, PA, SD, TX and WI. This document is not an offer of services available in any state other than those listed above, has been prepared for informational and educational purposes and does not constitute a solicitation to purchase or sell securities, which may be done only after client suitability is reviewed and determined. All investments mentioned herein may have varying levels of risk, and may not be suitable for every investor. PMA and its employees do not offer tax or legal advice. Individuals and organizations should consult with their own tax and/or legal advisors before making any tax or legal related investment decisions. Additional information is available upon request.