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Dow Has Worst Week In Eight Months as Inflation Trade Sputters

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Bullard isn't currently a voting member of the Federal Open Market Committee, but will rotate into a voting seat next year. His comments came after the [Fed didn't change its policy stance](#) at the end of its two-day meeting on Wednesday, but did signal a shift in its thinking. Officials' Summary of Economic Projections, or the so-called "dot plot," showed that the median FOMC member [now expects two rate increases in 2023](#), enough to demonstrate a hawkish lean to the committee. The previous dot plot in March had no hikes until 2024.

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That increasingly hawkish tilt has caused stocks that benefit from a stronger economy and hotter inflation—the financials, energy, and materials sectors among them—to get hit hard, and has sparked a resurgence in the tech trade. Growthier tech stocks again beat cyclical and value stocks on Friday.

S&P 500 financials closed down 2.4% and energy stocks lost 3%. Tech stocks, meanwhile, slipped 1%. All 11 sectors of the S&P 500 finished in the red on Friday.