

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13522)	-4.01%	10.40%	15.13%	19.04%	12.70%
S&P 500 (1501)	-3.90%	7.35%	11.84%	15.79%	13.18%
NASDAQ 100 (2131)	-2.15%	21.70%	25.47%	7.28%	17.78%
S&P 500/Citigroup Growth	-3.40%	9.32%	12.97%	11.03%	10.33%
S&P 500/Citigroup Value	-4.40%	5.52%	10.87%	20.85%	16.19%
S&P MidCap 400/Citigroup Growth	-3.34%	14.31%	16.56%	5.90%	15.46%
S&P MidCap 400/Citigroup Value	-3.93%	6.44%	10.06%	14.98%	18.78%
S&P SmallCap600/Citigroup Growth	-4.66%	10.94%	13.91%	10.56%	18.01%
S&P SmallCap600/Citigroup Value	-5.87%	-0.65%	2.14%	19.66%	18.00%
MSCI EAFE	-1.91%	14.48%	23.32%	26.98%	23.12%
MSCI World (ex US)	-1.85%	15.79%	24.60%	26.34%	23.69%
MSCI World	-2.85%	11.90%	18.48%	20.72%	18.19%
MSCI Emerging Markets	-1.01%	40.93%	59.61%	32.20%	38.36%

Source: **Bloomberg**. Returns are total returns. *The 5-yr. return is an average annual.* One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 10/19/07.

WEEKLY FUND FLOWS

	Week of 10/17	Previous
Equity Funds	\$302 M	-\$812 M
Including ETF activity, Domestic funds reporting net outflows of -\$2.541B and Non-domestic funds reporting net inflows of \$2.843B.		
Bond Funds	\$2.1 B	\$1.9 B
Inflows are reported to all sectors except those investing in US Government Bonds and Mortgage-backed securities.		
Municipal Bond Funds	-\$142 M	-\$30 M
Money Markets	\$20.100 B	\$20.802 B
The total net assets invested in the sector to a record \$2.87T.		

Source: **AMG Data Services**

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	-4.82%	-5.51%	-0.11%	18.64%	9.35%
Consumer Staples	-1.75%	9.27%	12.99%	14.58%	8.53%
Energy	-3.10%	27.67%	37.26%	24.21%	27.47%
Financials	-7.62%	-9.33%	-4.29%	19.23%	10.50%
Health Care	-2.71%	6.72%	6.71%	7.53%	6.37%
Industrials	-3.64%	13.86%	17.06%	13.29%	15.68%
Information Technology	-2.06%	17.36%	20.97%	8.42%	15.61%
Materials	-3.84%	21.19%	30.16%	18.98%	20.02%
Telecom Services	-2.29%	16.01%	22.95%	36.74%	16.40%
Utilities	-4.04%	10.60%	15.73%	20.99%	23.93%

Source: **Bloomberg**. Returns are total returns. *The 5-yr. return is an average annual.* One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 10/19/07.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	1.30%	5.97%	7.11%	3.51%	3.45%
GNMA 30 Year	1.02%	4.75%	6.48%	4.62%	4.32%
U.S. Aggregate	1.24%	5.00%	6.66%	4.33%	4.72%
U.S. Corporate High Yield	-0.76%	3.67%	7.21%	11.85%	13.28%
U.S. Corporate Investment Grade	1.46%	4.23%	6.17%	4.30%	6.15%
Municipal Bond: Long Bond (22+)	1.35%	1.41%	3.49%	6.82%	6.14%
Global Aggregate	1.58%	7.10%	10.00%	6.64%	7.37%

Source: **Lehman Bros**. Returns include reinvested interest. *The 5-yr. return is an average annual.* One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 10/19/07.

KEY RATES

As of 10/19

Fed Funds	4.75%	5-YR CD	4.65%
LIBOR (1-month)	5.04%	2-YR Note	3.76%
CPI - Headline	2.80%	5-YR Note	4.00%
CPI - Core	2.10%	10-YR Note	4.37%
Money Market Accts.	3.61%	30-YR T-Bond	4.67%
Money Market Funds	4.52%	30-YR Mortgage	6.32%
6-mo. CD	4.52%	Prime Rate	7.75%
1-YR CD	4.65%	Bond Buyer 40	4.73%

Sources: **Bankrate.com, iMoneyNet.com and Bloomberg**

FACTOIDS FOR THE WEEK OF OCTOBER 15TH - 19TH

Monday, October 15, 2007 — IPOs

In the third quarter, 40 IPOs were priced in the U.S., up from 31 in the third quarter of 2006, according to data from Renaissance Capital's IPOHome.com. Total volume was \$11.3 billion, up from \$6.3 billion a year ago. The average offering was \$282 million, up from \$204 million a year ago and the highest since 2002. With respect to performance, the third quarter IPOs rose 41% from their offer prices, up from an average gain of 12% a year ago. Technology companies represented nearly 25% of the deal flow.

Tuesday, October 16, 2007 — Gold

The price of an ounce of gold closed yesterday's trading session at \$756.20. Gold bullion has appreciated 18.5% in 2007 through October 15, double the 9.2% gain posted by the S&P 500. In an effort to exploit the run up, South African mining companies are looking to dig deeper into existing mines where the ore is richer, according to *USA TODAY*. Digging down to a depth of 2 to 2.5 miles could potentially extend the life of a mine by an estimated 18 years, but it is also quite dangerous. Outside of South Africa, the deepest mine is in Ontario (1.5 miles). South Africa's gold production declined from 1,000 tons in 1970 to 275 tons in 2006, according to the Chamber of Mines.

Wednesday, October 17, 2007 — Corporate Foreign Investing in the U.S.

A report out this week from the United Nations says corporations invested more capital in the U.S. in 2006 than any other country, according to the *International Herald Tribune*. Corporate foreign investment into the U.S. rose 74% to \$175.4 billion. Britain, which took first in 2005, placed second in 2006 with inflows totaling \$139.5 billion. France's \$81.1 billion placed third. China experienced a decline for the first time in seven years. Inflows fell from \$72.4 billion in 2005 to \$69.5 billion last year.

Thursday, October 18, 2007 — Worldwide PC Shipments

Worldwide PC shipments grew 15.5% (y-o-y) in the third quarter of 2007, according to IDC's Worldwide Quarterly PC Tracker. Strong demand for portable PCs throughout the globe helped drive sales higher. Back-to-school promotions boosted demand in the U.S. IDC is forecasting a strong fourth quarter and is optimistic looking two years out. HP was the top vendor with a market share of 19.6%. Dell came in second with a 15.2% share.

Friday, October 19, 2007 — S&P 500 Stock Buyback Activity

The companies that comprise the S&P 500 accelerated their stock buyback activity in the second quarter, according to Standard & Poor's. S&P estimates that \$157.8 billion was spent on buybacks, up 35.2% from the second quarter of 2006. It was the seventh consecutive quarter where buybacks exceeded \$100 billion. Over the past eleven quarters, the 500 companies combined have spent \$1.12 trillion on stock buybacks, \$1.24 trillion on capital expenditures and \$594 billion on dividends.