

## STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13451)	0.90%	10.41%	10.84%	19.04%	12.09%
S&P 500 (1484)	1.17%	6.62%	6.66%	15.79%	12.66%
NASDAQ 100 (2112)	1.91%	20.78%	20.14%	7.28%	16.23%
S&P 500/Citigroup Growth	1.44%	10.27%	10.16%	11.03%	10.80%
S&P 500/Citigroup Value	0.90%	3.26%	3.45%	20.85%	14.60%
S&P MidCap 400/Citigroup Growth	1.15%	14.72%	14.33%	5.90%	15.26%
S&P MidCap 400/Citigroup Value	2.22%	4.42%	4.60%	14.98%	17.27%
S&P SmallCap600/Citigroup Growth	2.94%	7.67%	7.69%	10.56%	16.71%
S&P SmallCap600/Citigroup Value	4.23%	-2.72%	-2.03%	19.66%	16.30%
MSCI EAFE	-1.47%	9.59%	10.23%	26.98%	22.05%
MSCI World (ex US)	-1.20%	10.81%	11.47%	26.34%	22.55%
MSCI World	-0.07%	9.09%	9.44%	20.72%	17.33%
MSCI Emerging Markets	-0.69%	35.89%	38.97%	32.20%	34.96%

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 12/21/07.

## WEEKLY FUND FLOWS

	Week of 12/19	Previous
<b>Equity Funds</b>	<b>-\$204 M</b>	<b>\$14.1 B</b>
Including ETF activity, Domestic funds reporting net inflows of \$5.184 B and Non-domestic funds reporting net inflows of -\$5.388 B.		
<b>Bond Funds</b>	<b>-\$851 M</b>	<b>\$679 M</b>
<b>Municipal Bond Funds</b>	<b>-\$614 M</b>	<b>-\$477 M</b>
This is the largest weekly net cash outflow from the sector since 6/30/04.		
<b>Money Markets</b>	<b>-\$4.218 B</b>	<b>\$6.725 B</b>

Source: **AMG Data Services**

## S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	0.55%	-12.03%	-11.81%	18.64%	8.48%
Consumer Staples	0.79%	16.00%	16.15%	14.58%	10.65%
Energy	3.11%	33.87%	33.57%	24.21%	28.64%
Financials	0.69%	-17.99%	-17.81%	19.23%	8.03%
Health Care	0.70%	9.46%	9.22%	7.53%	7.85%
Industrials	0.66%	12.97%	12.31%	13.29%	15.04%
Information Technology	1.76%	18.29%	18.24%	8.42%	13.64%
Materials	1.67%	23.95%	24.59%	18.98%	19.13%
Telecom Services	0.33%	12.59%	14.44%	36.74%	12.39%
Utilities	0.40%	20.99%	21.15%	20.99%	21.80%

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 12/21/07.

## BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	0.34%	8.23%	7.74%	3.51%	3.75%
GNMA 30 Year	0.32%	6.25%	5.91%	4.63%	4.29%
U.S. Aggregate	0.50%	6.17%	5.63%	4.33%	4.39%
U.S. Corporate High Yield	-0.34%	1.59%	1.80%	11.85%	10.96%
U.S. Corporate Investment Grade	0.71%	3.66%	2.94%	4.30%	4.82%
Municipal Bond: Long Bond (22+)	0.27%	0.10%	-0.11%	6.82%	5.41%
Global Aggregate	0.04%	7.93%	7.50%	6.64%	6.51%

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 12/21/07.

## KEY RATES

As of 12/21

Fed Funds	4.25%	5-YR CD	4.32%
LIBOR (1-month)	4.95%	2-YR Note	3.19%
CPI - Headline	4.30%	5-YR Note	3.59%
CPI - Core	2.30%	10-YR Note	4.17%
Money Market Accts.	3.44%	30-YR T-Bond	4.57%
Money Market Funds	4.14%	30-YR Mortgage	6.09%
6-mo. CD	4.27%	Prime Rate	7.25%
1-YR CD	4.35%	Bond Buyer 40	4.86%

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

## FACTOIDS FOR THE WEEK OF DECEMBER 17<sup>TH</sup> - 21<sup>ST</sup>

### Monday, December 17, 2007 — India

India's GDP growth estimate for fiscal '07-'08 (ending March) has been lowered to a range of 8.4% to 8.6% due to the credit squeeze initiated by the Reserve Bank of India (RBI) to curb inflation, according to *Forbes*. India's economy grew by 9.4% in the '06-'07 fiscal year. Tighter monetary policy helped bring India's inflation rate down from 6% earlier this year to 3-4% today. India is the largest recipient in the world of remittances from overseas workers. Next year's remittance flows are expected to total \$25-\$28 billion.

### Tuesday, December 18, 2007 — Wheat Prices

Wheat futures traded as high as \$10.09 per bushel yesterday in Chicago before closing at \$9.66 roughly double the price a year ago. It was the first time that wheat had ever traded above \$10. Strong global demand and tight supplies, pinched by bad weather in Australia and some other exporting nations, motivated the U.N. Food and Agriculture Organization (FAO) to urge the international community to provide more seed, fertilizer and other materials to farmers in less-developed nations, according to *USA TODAY*. The FAO food price index is up nearly 40% in 2007, well above last year's 9% jump.

### Wednesday, December 19, 2007 — Global M&A Activity

Global M&A activity is down 49% in the second-half of 2007 due to the credit crunch, according to *BusinessWeek*. Deal volume totaled a record \$2.7 trillion worldwide in the first six months. Private equity firms raised just \$30 billion in the most recent quarter, down from \$60 billion in the fourth quarter of 2006. Only 9% of dealmakers are characterizing the current M&A climate as "excellent," compared to 49% at midyear, according to research from the Association for Corporate Growth and Thomson Financial.

### Thursday, December 20, 2007 — U.S. Economy

The U.S. economy has grown at an average annual rate of 3.5% since 2001, but manufacturing output has actually increased at a faster clip 4% per year over the same span, according to *Kiplinger*. While it is true that the labor force in the manufacturing sector has been shrinking, the U.S. still ranks number one worldwide in manufacturing, accounting for 25% of all goods produced. From 1987 through 2005, U.S. factory productivity grew by 94%, nearly two and a half times faster than service sector productivity. U.S. manufacturing employees earn 23% more, on average, than the rest of the U.S. workforce (\$65,000 vs. \$53,000). High productivity has brought foreign manufacturers to the U.S. Roughly one out of every 12 factory workers in the U.S. is employed by a foreign-based company.

### Friday, December 21, 2007 — GDP in 2008

The Blue Chip consensus forecast of 51 economists is calling for a real GDP growth rate (U.S.) of 2.1% in 2008, according to *MarketWatch.com*. Those economists polled believe there is a 40% chance a recession will occur in 2008.