

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (12276)	1.38%	-1.05%	14.52%	19.04%	5.37%
S&P 500 (1403)	1.17%	-0.71%	12.37%	15.79%	5.68%
NASDAQ 100 (1745)	1.09%	-0.59%	6.56%	7.28%	2.65%
S&P Citigroup Growth (L-C)	1.13%	-1.29%	8.28%	11.03%	2.75%
S&P Citigroup Value (L-C)	1.21%	-0.16%	16.61%	20.85%	8.61%
S&P 400 Citigroup Growth (M-C)	1.25%	3.64%	8.10%	5.90%	7.72%
S&P 400 Citigroup Value (M-C)	1.03%	3.98%	13.86%	14.98%	13.06%
S&P 600 Citigroup Growth (S-C)	1.43%	1.21%	7.27%	10.56%	11.06%
S&P 600 Citigroup Value (S-C)	1.16%	0.18%	11.96%	19.66%	11.83%
MSCI EAFE	1.08%	1.34%	22.24%	26.98%	15.52%
MSCI World (ex US)	1.14%	1.30%	21.53%	26.34%	15.77%
MSCI World	1.14%	0.50%	17.02%	20.72%	10.29%
MSCI Emerging Markets	1.34%	-2.42%	21.15%	32.20%	23.50%

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 3/9/07.

WEEKLY FUND FLOWS

	Week of 3/7	Previous
Equity Funds	-\$4.0 B	-\$3.8 B
Including ETF activity, Domestic funds reporting net outflows of -\$676M and Non-domestic funds reporting net outflows of -\$3.343B.		
Bond Funds	\$3.0 B	\$1.2 B
Municipal Bond Funds	\$668 M	\$496 M
Money Markets	\$29.914 B	-\$23.654 B

Source: **AMG Data Services**

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	1.17%	-0.39%	16.81%	18.64%	4.79%
Consumer Staples	1.12%	0.24%	11.93%	14.58%	5.55%
Energy	2.64%	-2.99%	17.10%	24.21%	16.85%
Financials	0.92%	-2.41%	13.89%	19.23%	8.35%
Health Care	1.00%	0.63%	6.21%	7.53%	1.80%
Industrials	1.07%	0.03%	10.50%	13.29%	5.33%
Information Technology	1.12%	-2.23%	4.32%	8.42%	0.34%
Materials	2.17%	6.74%	24.78%	18.98%	12.45%
Telecom Services	0.11%	2.34%	24.01%	36.74%	4.76%
Utilities	0.30%	4.04%	25.59%	20.99%	9.97%

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 3/9/07.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	-0.23%	1.29%	5.36%	3.51%	3.97%
GNMA 30 Year	-0.01%	1.26%	5.99%	4.62%	4.81%
U.S. Aggregate	-0.18%	1.45%	6.27%	4.33%	5.31%
U.S. Corporate High Yield	0.47%	2.65%	12.56%	11.85%	10.78%
U.S. Corporate Inv. Grade	-0.37%	1.83%	6.98%	4.30%	6.25%
Municipal Bond: 22 years +	-0.24%	1.27%	7.15%	6.82%	7.26%
Global Aggregate	-0.40%	0.80%	7.58%	6.64%	8.02%

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 3/9/07.

KEY RATES

As of 3/9

Fed Funds	5.25%	5-YR CD	4.78%
LIBOR (1-month)	5.32%	2-YR Note	4.65%
CPI - Headline	2.10%	5-YR Note	4.54%
CPI - Core	2.70%	10-YR Note	4.58%
Money Market Accts.	3.70%	30-YR T-Bond	4.71%
Money Market Funds	4.76%	30-YR Mortgage	6.09%
6-mo. CD	4.59%	Prime Rate	8.25%
1-YR CD	4.84%	Bond Buyer 40	4.55%

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

FACTOIDS FOR THE WEEK OF MARCH 5TH - MARCH 9TH

Monday, March 5, 2007 — Short-Selling ETFs

Short-selling is a strategy designed to exploit falling stock prices. According to State Street, \$61 billion worth of ETF shares were being shorted as recently as a couple of weeks ago, up from around \$50 billion last spring. Industry assets were valued at \$417 billion. The vast majority of the shorting is being done by hedge funds, according to SmartMoney.com. The most widely shorted ETF category, with a 73% short interest, was small-company funds.

Tuesday, March 6, 2007 — The Data Storage Industry

The data storage industry is recovering thanks to the vast amount of digital information being generated these days. John Gantz, researcher at IDC, claims that 161 exabytes of digital data were generated in 2006, according to *USA TODAY*. That equates to 168 billion gigabytes, or 43 trillion digital songs. That amount is expected to rise moving forward. In 1990, a typical gigabyte of storage cost roughly \$20,000. Today, it costs less than \$1, according to Mark Lewis at EMC. Five storage companies (Isilon Systems; Double-Take Software; CommVault Systems; Mellanox Technologies & Riverbed Technology) have filed in recent months to launch IPOs. Riverbed did launch last September and is up over 200%.

Wednesday, March 7, 2007 — The S&P 500 Index

The S&P 500 Index turned 50 years old this past Sunday. Only 86 of the original 500 constituents remain in the index today. The index closed trading yesterday at 1395.41. The first time the index closed above 1000 was on February 2, 1998, according to *BusinessWeek*. Its highest close was 1527.46 on March 24, 2000. Its best year with respect to performance was a 38.06% gain in 1958. Its worst year was a loss of 29.72% in 1972. The best performing stock over the past 50 years was Altria (previously Phillip Morris). A \$1 investment in Altria on March 5, 1957, would have grown to a value of around \$8,400. The average annual total return for the index was 10.83%, with 32.87% of the return coming from reinvested dividends.

Thursday, March 8, 2007 — The U.S. Speculative-Grade Default Rate

The U.S. speculative-grade default rate edged lower from 1.7% in January to 1.6% in February, according to Moody's. The global speculative-grade default rate stood pat at 1.6% in February. It has been 1.6% for the past three months. Moody's expects the default rate to rise to 2.7% by the end of 2007. Since there were no senior loan defaults in February, the default rate fell from 0.78% to an all-time low of 0.46%, according to Standard & Poor's LCD.

Friday, March 9, 2007 — Semiconductor Sales

The Semiconductor Industry Association (SIA) reported that worldwide semiconductor sales totaled \$21.47 billion in January, up 9.2% from \$19.66 billion in January 2006. Sales growth continues to be driven by strong demand for consumer electronics (cell phones, MP3 players and digital cameras). Cell phone sales, for example, approached 1.02 billion units in 2006 and are expected to grow 10%-15% in 2007. The average semiconductor content of a cell phone is valued at approximately \$40 per unit, according to the SIA. In 2006, that translated into about \$40 billion in revenue.