

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (12110)	-1.25%	-2.29%	10.15%	19.04%	5.02%
S&P 500 (1387)	-1.09%	-1.79%	8.28%	15.79%	5.40%
NASDAQ 100 (1742)	-0.14%	-0.73%	4.25%	7.28%	3.42%
S&P Citigroup Growth (L-C)	-1.05%	-2.33%	4.80%	11.03%	2.56%
S&P Citigroup Value (L-C)	-1.13%	-1.28%	11.87%	20.85%	8.25%
S&P 400 Citigroup Growth (M-C)	-1.07%	2.54%	3.89%	5.90%	7.56%
S&P 400 Citigroup Value (M-C)	-1.03%	2.92%	9.46%	14.98%	12.75%
S&P 600 Citigroup Growth (S-C)	-0.36%	0.84%	3.01%	10.56%	11.05%
S&P 600 Citigroup Value (S-C)	-0.69%	-0.51%	7.16%	19.66%	11.58%
MSCI EAFE	-0.89%	0.44%	17.72%	26.98%	15.34%
MSCI World (ex US)	-0.95%	0.33%	16.93%	26.34%	15.59%
MSCI World	-1.00%	-0.51%	12.73%	20.72%	10.06%
MSCI Emerging Markets	-0.66%	-3.06%	15.87%	32.20%	23.31%

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 3/16/07.

WEEKLY FUND FLOWS

	Week of 3/14	Previous
Equity Funds	\$11.9 B	-\$4.0 B
Including ETF activity, Domestic funds reporting net inflows of \$10.686B and Non-domestic funds reporting net inflows of \$1.236B.		
Bond Funds	\$2.3 B	\$3.0 B
Municipal Bond Funds	\$366 M	\$668 M
Money Markets	-\$7.948 B	\$29.914 B

Source: **AMG Data Services**

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	-1.97%	-2.35%	11.43%	18.64%	4.12%
Consumer Staples	-0.60%	-0.36%	10.54%	14.58%	4.99%
Energy	-1.56%	-4.51%	8.87%	24.21%	15.98%
Financials	-2.33%	-4.69%	8.51%	19.23%	7.40%
Health Care	-1.28%	-0.65%	3.38%	7.53%	1.01%
Industrials	-0.29%	-0.25%	6.33%	13.29%	5.47%
Information Technology	0.03%	-2.20%	2.47%	8.42%	1.43%
Materials	-0.45%	6.26%	18.17%	18.98%	11.99%
Telecom Services	0.09%	2.44%	21.55%	36.74%	5.05%
Utilities	0.85%	4.92%	22.80%	20.99%	10.37%

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 3/16/07.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	0.31%	1.60%	5.13%	3.51%	4.06%
GNMA 30 Year	0.23%	1.49%	5.80%	4.62%	4.89%
U.S. Aggregate	0.25%	1.70%	5.98%	4.33%	5.40%
U.S. Corporate High Yield	-0.24%	2.40%	11.68%	11.85%	10.45%
U.S. Corporate Inv. Grade	0.13%	1.96%	6.48%	4.30%	6.37%
Municipal Bond: 22 years +	0.11%	1.38%	6.84%	6.82%	7.39%
Global Aggregate	0.93%	1.74%	7.61%	6.64%	8.23%

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 3/16/07.

KEY RATES

As of 3/16

Fed Funds	5.25%	5-YR CD	4.78%
LIBOR (1-month)	5.32%	2-YR Note	4.58%
CPI - Headline	2.40%	5-YR Note	4.46%
CPI - Core	2.70%	10-YR Note	4.54%
Money Market Accts.	3.70%	30-YR T-Bond	4.69%
Money Market Funds	4.75%	30-YR Mortgage	6.03%
6-mo. CD	4.59%	Prime Rate	8.25%
1-YR CD	4.83%	Bond Buyer 40	4.55%

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

FACTOIDS FOR THE WEEK OF MARCH 12TH - MARCH 16TH

Monday, March 12, 2007 — India

India's GDP is expanding at an annualized rate of 9%, but growth and productivity are actually being curtailed by its substandard infrastructure, according to *BusinessWeek*. It is estimated that India is 10 to 12 years behind where it needs to be with respect to roads and highways. It is not uncommon for workers to spend four hours a day commuting. Some 40% of farm produce spoils en route to consumers. India has a population of 1.1 billion, vs. 300 million in the U.S., yet the U.S. has 47,000 miles of national expressways, vs. India's 3,700 miles.

Tuesday, March 13, 2007 — Retirement Planning

The Fidelity Research Institute just reported that Americans have a median \$22,500 in total household retirement savings, according to MarketWatch.com. Those surveyed had a median income of \$65,000. The latest data indicates that retirees will likely have to live on 42% less income while in retirement. As a result, approximately 63% of workers plan to hold a job while in retirement to supplement their income.

Wednesday, March 14, 2007 — Home Sales

Sales of new and existing homes are expected to decline 10% and 1%, respectively, in 2007, according to the National Association of Realtors. The bigger concern continues to be the sharp downturn in the performance of subprime mortgages. Over 24 subprime lenders have recently gone out of business or been acquired. The percentage of mortgages that entered the foreclosure process in the fourth quarter of 2006 hit an all-time high of 0.54%, according to the Mortgage Bankers Association (MBA). At least \$300 billion in subprime ARMs will reset this year, according to the MBA. Those states with the highest delinquency rates also happen to be the states with the highest job losses. The following states have at least 20% of subprime ARMs in default: Mississippi; Louisiana; West Virginia; Michigan; Alabama; Missouri; and Tennessee.

Thursday, March 15, 2007 — The S&P 500 Index

The S&P 500 remains "massively" underpriced, according to *Forbes*. The most compelling statistic used to support this claim is that corporate profits, as measured by the taxable earnings of all private and public U.S. corporations, were up 60% in 2006 versus 2004. Despite the surge in profits, the S&P 500 Index posted a cumulative total return of just 21.5% from the end of 2004 through the end of 2006. Investors sent the lion's share of their capital to overseas markets during that two-year span. The outlook for U.S. large-caps is even more appealing when you factor in the 1,100 announced buybacks by public companies over the past 12 months and the huge reduction in shares – a record \$604 billion in 2006 and \$169 billion to date in 2007 – available for trading on the market.

Friday, March 16, 2007 — Drinking Water

The number one cause of death in the world continues to be disease caused by contaminated drinking water, according to Paul Carton at SeekingAlpha.com. The challenge facing the U.S. is not disease, but rather the need to invest in our water-related infrastructure. Nearly 40% of the entire U.S. drinking water supply is lost each year due to leakage, up from 15% a decade ago.