

## STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13668)	1.20%	10.72%	24.19%	19.04%	9.03%
S&P 500 (1536)	1.41%	9.17%	21.75%	15.79%	9.52%
NASDAQ 100 (1928)	2.09%	9.98%	19.85%	7.28%	10.15%
S&P 500/Citigroup Growth	1.56%	8.33%	19.96%	11.03%	7.13%
S&P 500/Citigroup Value	1.27%	10.00%	23.57%	20.85%	11.92%
S&P MidCap 400/Citigroup Growth	2.72%	16.24%	19.46%	5.90%	11.22%
S&P MidCap 400/Citigroup Value	3.03%	14.17%	20.85%	14.98%	14.89%
S&P SmallCap600/Citigroup Growth	2.64%	12.67%	15.55%	10.56%	13.99%
S&P SmallCap600/Citigroup Value	3.01%	10.12%	18.33%	19.66%	13.38%
MSCI EAFE	1.80%	11.69%	28.12%	26.98%	17.47%
MSCI World (ex US)	1.82%	12.27%	28.03%	26.34%	17.86%
MSCI World	1.66%	10.92%	24.94%	20.72%	13.46%
MSCI Emerging Markets	2.70%	13.92%	40.12%	32.20%	26.85%

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 6/1/07.

## WEEKLY FUND FLOWS

	Week of 5/16	Previous
<b>Equity Funds</b>	<b>-\$4 B</b>	<b>\$3.2 B</b>
Including ETF activity, Domestic funds reporting net outflows of -\$4.350B and Non-domestic funds reporting net inflows of \$328M.		
<b>Bond Funds</b>	<b>\$1.6 B</b>	<b>\$2.4 B</b>
All sectors report inflows except Government Bond funds.		
<b>Municipal Bond Funds</b>	<b>\$833 M</b>	<b>\$667 M</b>
The largest inflow to the sector since 2/8/2006		
<b>Money Markets</b>	<b>-\$10.347 B</b>	<b>\$11.936 B</b>

Source: **AMG Data Services**

## S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	1.50%	5.23%	19.60%	18.64%	7.19%
Consumer Staples	1.67%	8.05%	19.57%	14.58%	5.70%
Energy	1.49%	16.46%	29.29%	24.21%	21.69%
Financials	1.19%	3.89%	17.87%	19.23%	10.22%
Health Care	0.29%	10.44%	21.74%	7.53%	5.53%
Industrials	1.72%	11.01%	15.84%	13.29%	10.50%
Information Technology	2.03%	8.79%	21.22%	8.42%	7.61%
Materials	2.72%	18.76%	30.72%	18.98%	14.53%
Telecom Services	0.62%	17.08%	43.68%	36.74%	11.61%
Utilities	1.52%	14.02%	33.69%	20.99%	13.86%

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 6/1/07.

## BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	-0.30%	1.14%	5.06%	3.51%	3.47%
GNMA 30 Year	-0.29%	1.21%	6.49%	4.62%	4.26%
U.S. Aggregate	-0.35%	1.00%	6.30%	4.33%	4.66%
U.S. Corporate High Yield	0.00%	4.71%	13.17%	11.85%	10.59%
U.S. Corporate Investment Grade	-0.42%	0.86%	6.95%	4.30%	5.60%
Municipal Bond: 22 years +	-0.34%	0.24%	5.98%	6.82%	6.67%
Global Aggregate	-0.43%	0.52%	4.22%	6.64%	7.03%

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 6/1/07.

## KEY RATES

As of 6/1

Fed Funds	5.25%	5-YR CD	4.80%
LIBOR (1-month)	5.32%	2-YR Note	4.96%
CPI - Headline	2.60%	5-YR Note	4.91%
CPI - Core	2.30%	10-YR Note	4.95%
Money Market Accts.	3.72%	30-YR T-Bond	5.05%
Money Market Funds	4.72%	30-YR Mortgage	6.36%
6-mo. CD	4.65%	Prime Rate	8.25%
1-YR CD	4.84%	Bond Buyer 40	4.75%

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

## FACTOIDS FOR THE WEEK OF MAY 28<sup>TH</sup> - JUNE 1<sup>ST</sup>

**Monday, May 28, 2007 — Holiday**  
None.

**Tuesday, May 29, 2007 — DJIA**  
The DJIA has received a great deal of fanfare in 2007 for its strong showing, up 9.4% including dividends. It is outpacing both the S&P 500 and Nasdaq Composite, up 7.7% and 6.2%, respectively. The DJIA closed higher in 24 out of 27 trading sessions in April and May – a feat not seen since 1927, according to *Forbes*. Despite its impressive run, the DJIA is lagging 18 of the 22 developed-world markets (on a USD basis and using local currencies) tracked by Morgan Stanley Capital International.

**Wednesday, May 30, 2007 — Short Interest on the NYSE**  
Short interest on the NYSE increased to a record 11.8 billion shares as of mid-May, up 7% from mid-April, according to NYSE.com. Traders who sell short are betting that stock prices are heading lower. The Leuthold Group's NYSE short-interest ratio has remained at 2.94 for two months, the highest since 1998, according to Bloomberg. The ratio is calculated by dividing short interest by average daily volume. A ratio above 2.45 is bullish for stocks, while a ratio below 1.80 is bearish. The ratio stood at 1.46 when the market peaked in March 2000.

**Thursday, May 31, 2007 — ETFs**  
ETF assets grew 30% in the past 12 months, according to *USA TODAY*. Total assets stood at \$444.3 billion as of March 2007, up from \$7 billion a decade ago, according to the Investment Company Institute (ICI). The following tracks the growth in assets over the past five years (Source: ICI): \$102.1B (2002); \$151.0B (2003); \$227.5B (2004); \$300.8B (2005); \$422.6B (2006). Total assets in open-end funds – most of which are actively managed – stood at \$11.1 trillion in March.

**Friday, June 1, 2007 — S&P 500 Profits**  
The last time corporate earnings bottomed was in the second quarter of 2001, according to *USA TODAY*. Since then, S&P 500 profits are up 150%, but the index itself has appreciated just 25%, according to Howard Silverblatt, senior index analyst at S&P. The 500 companies that comprise the index are 45% cheaper today relative to historical profits than when the index last peaked on March 24, 2000, and 30% cheaper than when it bottomed on October 9, 2002, according to Bloomberg. P-E ratios have contracted despite the longest quarterly profit growth streak since 1950.