

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13612)	1.59%	10.49%	24.05%	19.04%	10.19%
S&P 500 (1530)	1.85%	8.94%	22.39%	15.79%	11.11%
NASDAQ 100 (1988)	2.80%	13.41%	28.75%	7.28%	13.75%
S&P 500/Citigroup Growth	1.97%	6.64%	21.40%	11.03%	8.88%
S&P 500/Citigroup Value	1.75%	9.25%	23.43%	20.85%	13.38%
S&P MidCap 400/Citigroup Growth	2.33%	16.26%	21.96%	5.90%	13.85%
S&P MidCap 400/Citigroup Value	2.36%	13.01%	21.96%	14.98%	16.57%
S&P SmallCap600/Citigroup Growth	1.85%	12.91%	18.39%	10.56%	16.33%
S&P SmallCap600/Citigroup Value	1.82%	8.77%	18.88%	19.66%	14.95%
MSCI EAFE	1.70%	13.08%	30.16%	26.98%	18.82%
MSCI World (ex US)	1.78%	13.71%	30.31%	26.34%	19.25%
MSCI World	1.85%	11.58%	26.53%	20.72%	15.08%
MSCI Emerging Markets	4.43%	22.48%	50.63%	32.20%	30.24%

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 7/6/07.

WEEKLY FUND FLOWS

	Week of 7/3	Previous
Equity Funds	\$5.8 B	-\$6.5 B
Including ETF activity, Domestic funds reporting net inflows of \$5.151B and Non-domestic funds reporting net inflows of \$680M.		
Bond Funds	\$1.9 B	\$537 M
Municipal Bond Funds	\$459 M	\$236 M
Money Markets	\$16.829 B	\$3.650 B

Source: **AMG Data Services**

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	2.23%	5.18%	22.64%	18.64%	8.86%
Consumer Staples	0.92%	6.05%	15.09%	14.58%	6.44%
Energy	3.24%	21.01%	29.86%	24.21%	22.69%
Financials	1.48%	0.68%	15.59%	19.23%	10.72%
Health Care	1.21%	7.52%	19.59%	7.53%	7.44%
Industrials	1.68%	12.82%	19.40%	13.29%	12.03%
Information Technology	2.64%	12.21%	29.86%	8.42%	10.66%
Materials	2.60%	19.76%	32.79%	18.98%	15.34%
Telecom Services	0.67%	16.19%	39.53%	36.74%	14.64%
Utilities	1.05%	10.01%	27.31%	20.99%	15.60%

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 7/6/07.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	-0.44%	1.07%	4.92%	3.51%	3.21%
GNMA 30 Year	-0.59%	0.27%	5.64%	4.62%	3.89%
U.S. Aggregate	-0.64%	0.33%	5.60%	4.33%	4.37%
U.S. Corporate High Yield	-0.24%	2.63%	11.20%	11.85%	11.95%
U.S. Corporate Investment Grade	-0.87%	-0.17%	5.94%	4.30%	5.46%
Municipal Bond: 22 years +	-0.63%	-1.21%	4.87%	6.82%	6.10%
Global Aggregate	-0.06%	0.33%	5.02%	6.64%	6.40%

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 7/6/07.

KEY RATES

As of 7/6

Fed Funds	5.25%	5-YR CD	4.96%
LIBOR (1-month)	5.32%	2-YR Note	4.98%
CPI - Headline	2.70%	5-YR Note	5.08%
CPI - Core	2.20%	10-YR Note	5.18%
Money Market Accts.	3.55%	30-YR T-Bond	5.26%
Money Market Funds	4.68%	30-YR Mortgage	6.61%
6-mo. CD	4.60%	Prime Rate	8.25%
1-YR CD	4.87%	Bond Buyer 40	4.88%

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

FACTOIDS FOR THE WEEK OF JULY 2ND - 6TH

Monday, July 2, 2007 — Dividend Payers vs. Non-Dividend Payers

In June, the dividend-payers (387) in the S&P 500 (equal weight) posted a total return of 0.96%, vs. 2.12% for the non-payers (113), according to Standard & Poor's. Year-to-date, the payers gained 11.65%, vs. 12.95% for the non-payers. For the 12-month period ended June 2007, payers gained 24.39%, vs. 26.17% for the non-payers. The number of dividend increases (S&P 500) year-to-date totaled 165, lagging the 179 and 180 increases registered over the same period in 2006 and 2005. The dip in dividend increases is most likely a continuation of the use of buybacks. The dividend yield on the index was 1.82% at the close of June.

Tuesday, July 3, 2007 — Water technology Companies

Water technology companies are poised to prosper in the coming years. Today, sales of equipment for such purposes as filtration, ultraviolet oxidation, and vapor compression approach \$1.8 billion per year. Sales are expected to rise 15% annually over the next five years and perhaps beyond, according to *Kiplinger*.

Wednesday, July 4, 2007 — Holiday

None.

Thursday, July 5, 2007 — High-Yield Corporate Bonds

The default rate on high yield corporate bonds stood at a 10-year low of 1.4% in May, but Moody's expects the rate to more than double over the next twelve months to 3.4%. Due to robust LBO activity, issuance of high yield debt jumped 70% (y-o-y) in the first half of 2007, according to Bloomberg. Roughly 26.5% of the new debt carries a rating of CCC, up from 15% for all of 2006.

Friday, July 6, 2007 — Office Property

While homebuilders are being forced to slash prices or offer generous incentives to sell new homes, Reis Inc. just reported that rents on office properties increased an average of 3.1% in the second quarter, according to *The Wall Street Journal*. It was the sharpest increase since the third quarter of 2000. Nationwide, the office-vacancy rate is 12.7%, the lowest it has been since the third quarter of 2001.