

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13358)	-0.14%	8.79%	20.03%	19.04%	11.54%
S&P 500 (1474)	-0.33%	5.20%	15.13%	15.79%	11.99%
NASDAQ 100 (1989)	1.41%	13.56%	26.48%	7.28%	16.50%
S&P 500/Citigroup Growth	0.23%	5.93%	14.72%	11.03%	9.38%
S&P 500/Citigroup Value	-0.83%	4.56%	15.67%	20.85%	14.68%
S&P MidCap 400/Citigroup Growth	-0.09%	10.58%	18.65%	5.90%	14.37%
S&P MidCap 400/Citigroup Value	-0.16%	5.79%	14.53%	14.98%	16.80%
S&P SmallCap600/Citigroup Growth	-0.51%	9.29%	17.81%	10.56%	17.19%
S&P SmallCap600/Citigroup Value	-0.81%	1.54%	11.50%	19.66%	16.68%
MSCI EAFE	1.27%	8.02%	19.10%	26.98%	21.02%
MSCI World (ex US)	1.28%	8.79%	19.36%	26.34%	21.49%
MSCI World	0.96%	7.21%	17.19%	20.72%	17.01%
MSCI Emerging Markets	3.12%	21.54%	43.12%	32.20%	32.79%

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 8/31/07.

WEEKLY FUND FLOWS

	Week of 8/29	Previous
Equity Funds	-\$9.9 B	-\$1.6 B
Including ETF activity, Domestic funds reporting net outflows of \$10.410B and Non-domestic funds reporting net inflows of \$512M.		
Bond Funds	\$510 M	-\$2.4 B
Municipal Bond Funds	-\$126 M	-\$566 M
Money Markets	-\$20.195 B	\$75.943 B

Source: **AMG Data Services**

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	0.72%	-2.71%	14.27%	18.64%	9.44%
Consumer Staples	-0.41%	5.40%	9.25%	14.58%	7.21%
Energy	0.63%	19.09%	28.74%	24.21%	25.64%
Financials	-2.33%	-7.03%	3.70%	19.23%	10.22%
Health Care	-0.15%	4.22%	7.20%	7.53%	6.52%
Industrials	-0.16%	12.08%	23.49%	13.29%	13.47%
Information Technology	1.41%	11.97%	23.60%	8.42%	13.29%
Materials	-0.14%	13.51%	26.77%	18.98%	16.80%
Telecom Services	-1.04%	12.75%	27.52%	36.74%	17.24%
Utilities	-2.40%	7.19%	15.06%	20.99%	16.76%

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 8/31/07.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	0.51%	4.48%	6.05%	3.51%	3.27%
GNMA 30 Year	-0.02%	2.87%	5.07%	4.62%	4.05%
U.S. Aggregate	0.34%	3.07%	5.26%	4.33%	4.31%
U.S. Corporate High Yield	0.09%	0.58%	6.28%	11.85%	11.78%
U.S. Corporate Investment Grade	0.35%	1.76%	4.32%	4.30%	5.31%
Municipal Bond: Long Bond (22+)	2.05%	-2.24%	0.36%	6.82%	5.29%
Global Aggregate	0.14%	3.69%	5.82%	6.64%	6.43%

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 8/31/07.

KEY RATES

As of 8/31

Fed Funds	5.25%	5-YR CD	4.88%
LIBOR (1-month)	5.51%	2-YR Note	4.13%
CPI - Headline	2.40%	5-YR Note	4.24%
CPI - Core	2.20%	10-YR Note	4.52%
Money Market Accts.	3.66%	30-YR T-Bond	4.82%
Money Market Funds	4.52%	30-YR Mortgage	6.31%
6-mo. CD	4.59%	Prime Rate	8.25%
1-YR CD	4.84%	Bond Buyer 40	4.91%

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

FACTOIDS FOR THE WEEK OF AUGUST 27TH - 31ST

Monday, August 27, 2007 — Solar Power

The outlook for solar power is improving as vendors strive to bring down costs. The average 4-kilowatt solar photovoltaic system runs nearly \$34,000 without government rebates or tax breaks, according to *USA TODAY*. Manufacturers now say that technological advances could cut that price in half within three years. The number of grid-connected solar energy systems installed in the U.S. (homes & businesses) has risen from 766 in 2000 to 10,132 in 2006, according to the Interstate Renewable Energy Council. The solar industry is expected to triple its revenues in the next three years from around \$13 billion to \$40 billion, according to analyst Jesse Pichel of Piper Jaffray.

Tuesday, August 28, 2007 — Biotechnology Earnings

Biotechnology earnings eclipsed \$70 billion worldwide (\$59 billion in U.S.) for the first time in 2006. Double-digit revenue growth was achieved by Canada (22%), the U.S. (14%) and Europe (14%), according to Ernst & Young. The U.S. companies experiencing the largest revenue growth included "mid-tier" firms with recent product launches and strong sales. Had it not been for \$4 billion in charges related to deal/merger activity, the U.S. publicly-traded biotech sector would have posted its first aggregate net profit in its 30-year history.

Wednesday, August 29, 2007 — CEO Salaries

The average CEO of a large U.S. company made approximately \$10.8 million in 2006, or 364 times that of the average U.S. full- and part-time worker (\$29,544), according to the Institute for Policy Studies and United for a Fair Economy. In 1989, the average CEO earned 71 times that of the average worker, according to the Economic Policy Institute. CEO compensation, however, pales in comparison to what private equity and hedge fund managers take down. In 2006, the average manager made \$657.5 million ? 61 times that of the average CEO, according to CNNMoney.

Thursday, August 30, 2007 — Mortgages

Mortgage defaults are clearly on the rise, but it appears that a high percentage of the homes in the foreclosure process are owned by flippers, according to CNNMoney. It should come as no surprise that those markets (California, Arizona, Nevada & Florida) that experienced the greatest price appreciation over the past five years are getting hit the hardest. As of June, 32% of all prime mortgages and 24% of all subprime in default in Nevada were non-owner occupied (not primary residence) properties, according to the Mortgage Bankers Association. Nationwide, non-owner occupied properties accounted for 13% of prime loan defaults and 11% of subprime.

Friday, August 31, 2007 — IPOs

There have been 150 IPOs priced in the U.S. so far in 2007, up 43% over the same period in 2006, according to data from Renaissance Capital's IPOHome.com. Total volume through August 30 was \$36.7 billion ? on pace to reach \$55 billion by yearend. If so, it would outpace 2006 by \$12 billion. The number of IPOs filed thus far totaled 224, up 20% from last year at this time. The hottest sector continues to be health care with 45 IPOs. The average IPO has gained 3%, compared to a 4% gain for the S&P 500.