

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2007	5-yr.
DOW JONES 30 (8829)	9.81%	-31.66%	-32.11%	8.88%	0.31%
S&P 500 (896)	12.09%	-37.66%	-38.09%	5.49%	-1.39%
NASDAQ 100 (1186)	9.25%	-42.85%	-42.93%	19.24%	-3.18%
S&P 500/Citigroup Growth	9.37%	-35.66%	-35.55%	9.25%	-2.13%
S&P 500/Citigroup Value	15.36%	-39.79%	-40.74%	2.03%	-0.71%
S&P MidCap 400/Citigroup Growth	16.28%	-40.35%	-40.27%	13.55%	-1.53%
S&P MidCap 400/Citigroup Value	16.91%	-37.91%	-38.23%	2.84%	0.16%
S&P SmallCap600/Citigroup Growth	14.29%	-36.26%	-36.57%	5.66%	0.01%
S&P SmallCap600/Citigroup Value	16.26%	-33.96%	-34.63%	-5.19%	0.20%
MSCI EAFE	11.93%	-46.31%	-47.52%	13.04%	2.52%
MSCI World (ex US)	12.52%	-46.10%	-47.11%	13.04%	2.89%
MSCI World	12.40%	-42.25%	-42.98%	9.69%	0.62%
MSCI Emerging Markets	12.70%	-56.81%	-56.56%	39.23%	7.27%

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 11/28/08.

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2007	5-yr.
Consumer Discretionary	17.26%	-36.98%	-40.00%	-13.21%	-6.46%
Consumer Staples	4.92%	-15.16%	-15.97%	14.36%	4.88%
Energy	11.16%	-32.15%	-27.18%	34.41%	17.37%
Financials	31.49%	-55.16%	-57.58%	-18.52%	-11.59%
Health Care	6.19%	-27.73%	-29.92%	7.32%	-0.90%
Industrials	12.50%	-40.56%	-40.90%	12.04%	-0.48%
Information Technology	8.57%	-44.12%	-43.28%	16.30%	-5.61%
Materials	15.22%	-45.46%	-44.86%	22.53%	0.76%
Telecom Services	16.07%	-31.15%	-28.98%	11.88%	5.42%
Utilities	4.84%	-27.45%	-27.27%	19.38%	10.17%

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 11/28/08.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2007	5-yr.
U.S. Treasury: Intermediate	0.61%	9.20%	9.43%	8.83%	5.13%
GNMA 30 Year	0.86%	5.88%	5.96%	6.97%	5.21%
U.S. Aggregate	1.23%	1.45%	1.74%	6.97%	4.10%
U.S. Corporate High Yield	1.39%	-31.42%	-31.23%	1.88%	-1.82%
U.S. Corporate Investment Grade	1.00%	-10.99%	-10.85%	4.56%	1.02%
Municipal Bond: Long Bond (22+)	-2.45%	-15.11%	-15.21%	0.46%	0.94%
Global Aggregate	1.38%	-1.34%	-1.64%	9.48%	4.42%

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 11/28/08.

KEY RATES

As of 11/28

Fed Funds	1.00%	5-YR CD	3.77%
LIBOR (1-month)	1.44%	2-YR Note	0.98%
CPI - Headline	3.70%	5-YR Note	1.91%
CPI - Core	2.20%	10-YR T-Bond	2.92%
Money Market Accts.	2.38%	30-YR T-Bond	3.43%
Money Market Funds	1.27%	30-YR Mortgage	5.09%
6-mo. CD	2.83%	Prime Rate	4.00%
1-YR CD	3.35%	Bond Buyer 40	6.15%

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

MARKET INDICATORS

As of 11/28

TED Spread: 216 bps	Investment Grade Spread (A2): 607 bps	ML High Yield Master II Index Spread: 1969 bps
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Sources: **Bloomberg and Merrill Lynch via Bloomberg**.

WEEKLY FUND FLOWS

	Week of 11/25	Previous
Equity Funds	-\$2.6 B	\$3.5 B
Including ETF activity, Domestic funds reported net outflows of -\$349M and Non-domestic funds reported net outflows of -\$2.220B.		
Bond Funds	-\$4.8 B	-\$5.0 B
Net outflows were reported from all sectors.		
Municipal Bond Funds	-\$446 M	-\$397 M
Money Markets	\$38.167 B	\$42.353 B

Source: **AMG Data Services**

FACTOIDS FOR THE WEEK OF NOVEMBER 24TH - NOVEMBER 28TH

Monday, November 24, 2008

Americans are driving less despite falling gas prices. Drivers logged 10.7 billion fewer miles in September than they did a year ago – a decline of 4.4%, according to the Federal Highway Administration. It was the eleventh consecutive monthly decline. OPEC has already announced it intends to cut oil production from 32.2 million barrels per day to 30.98 million barrels, according to Bloomberg. It is scheduled to meet next week in Cairo to discuss additional cuts. Crude oil closed Friday's trading at \$49.93 per barrel. The price of oil peaked at \$147.27 on July 11, 2008.

Tuesday, November 25, 2008

The Treasury Department and Federal Reserve announced the creation of a new loan facility (Term Asset-Backed Securities Loan Facility – TALF) to revive the market for asset-backed securities. The goal is to provide capital (up to \$200 billion) to banks so they can make auto loans, student loans and issue credit cards. The market for these securities in the consumer category approached \$240 billion in 2007, but has essentially dried up of late due to the credit crunch, according to *Forbes*. The timing is right for the auto industry as car loan delinquencies (payments at least 30 days late) rose 8.1% (YOY) to \$22.9 billion in the third quarter, according to Melinda Zabritski, director of automotive credit for Experian auto group. Delinquencies in the 60-day range increased 12.7% to \$7 billion.

Wednesday, November 26, 2008

Dividend distributions from the constituents in the S&P 500 are expected to decline 10% (YOY) in the fourth quarter, the worst year-over-year decline since 1958, according to Standard & Poor's. Year-to-date, 41 companies have cut their payouts by a combined \$37.9 billion, with financial firms accounting for \$35.3 billion of the total. On the flip side, 212 companies have increased their payouts by \$18.4 billion, a little less than half the amount cut. With the S&P 500 down close to 42% this year, the dividend yield on the index has spiked to 3.56%. That is currently 50 basis points higher than the yield on a 10-yr. T-Note.

Thursday, November 27, 2008

Thanksgiving Day - No factoid.

Friday, November 28, 2008

Bond investors willing to assume some additional risk have the opportunity to pick up high yield corporates and long-term municipals at spreads not seen before. Portfolio Manager Sabur Moini cites the current 16 percentage point spread for respectable high yield credits over a 5-yr. T-Note as compelling. It is the widest spread ever and it implies defaults will rise from a 3-4% level today to 15%, according to *Forbes*. The average AA-rated state bond due in 20 years yields 5.3%. That is 120% the yield on the 20-yr. T-Bond. For the better part of the past 15 years that yield relationship has been 88% or less. Municipal rates have been pushed higher, in part, by selling from banks and insurance companies looking to offset mortgage-related losses, according to *Forbes*.