

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2007	5-yr.
DOW JONES 30 (11221)	-2.69%	-13.82%	-13.44%	8.88%	5.80%
S&P 500 (1242)	-3.10%	-14.14%	-13.84%	5.49%	5.96%
NASDAQ 100 (1768)	-5.57%	-14.90%	-10.90%	19.24%	5.79%
S&P 500/Citigroup Growth	-4.17%	-12.97%	-10.51%	9.25%	4.62%
S&P 500/Citigroup Value	-1.87%	-15.37%	-17.13%	2.03%	7.29%
S&P MidCap 400/Citigroup Growth	-4.39%	-7.35%	-5.43%	13.55%	9.02%
S&P MidCap 400/Citigroup Value	-2.92%	-7.65%	-10.26%	2.84%	10.52%
S&P SmallCap600/Citigroup Growth	-3.04%	-4.04%	-7.33%	5.66%	10.06%
S&P SmallCap600/Citigroup Value	-2.11%	-3.45%	-9.42%	-5.19%	9.76%
MSCI EAFE	-7.83%	-23.38%	-20.05%	11.76%	11.96%
MSCI World (ex US)	-7.79%	-22.46%	-18.81%	13.04%	12.55%
MSCI World	-5.59%	-18.42%	-16.19%	9.69%	9.11%
MSCI Emerging Markets	-8.62%	-28.68%	-17.64%	39.23%	20.35%

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 09/05/08.

WEEKLY FUND FLOWS

	Week of 09/03	Previous
Equity Funds	\$4.7 B	-\$3.7 B
Including ETF activity, Domestic funds reporting net inflows of \$5.621 B and Non-domestic funds reporting net outflows of -\$889 M.		
Bond Funds	\$1.7 B	\$895 M
Municipal Bond Funds	\$252 M	\$432 M
Money Markets	\$19.323 B	-\$3.779 B

Source: **AMG Data Services**

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2007	5-yr.
Consumer Discretionary	-0.70%	-7.16%	-16.19%	-13.21%	1.93%
Consumer Staples	0.90%	-0.85%	8.34%	14.36%	9.25%
Energy	-7.41%	-13.70%	-4.48%	34.41%	22.79%
Financials	1.75%	-24.21%	-33.04%	-18.52%	-0.60%
Health Care	-2.77%	-8.92%	-6.33%	7.32%	4.18%
Industrials	-3.91%	-13.89%	-13.39%	12.04%	7.85%
Information Technology	-6.47%	-17.96%	-15.36%	16.30%	2.98%
Materials	-5.85%	-10.91%	-3.65%	22.53%	12.69%
Telecom Services	-2.59%	-21.43%	-21.69%	11.88%	7.73%
Utilities	-5.88%	-15.30%	-6.28%	19.38%	14.42%

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 09/05/08.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2007	5-yr.
U.S. Treasury: Intermediate	0.60%	4.54%	8.42%	8.83%	4.30%
GNMA 30 Year	0.55%	3.67%	7.30%	6.97%	4.99%
U.S. Aggregate	0.62%	2.63%	6.02%	6.97%	4.61%
U.S. Corporate High Yield	-0.14%	-2.42%	-1.53%	1.88%	6.48%
U.S. Corporate Investment Grade	0.59%	-0.29%	1.94%	4.56%	3.81%
Municipal Bond: Long Bond (22+)	1.07%	-1.03%	1.05%	0.46%	4.98%
Global Aggregate	-0.49%	1.46%	6.69%	9.48%	6.08%

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 09/05/08.

KEY RATES

As of 09/05

Fed Funds	2.00%	5-YR CD	4.17%
LIBOR (1-month)	2.49%	2-YR Note	2.23%
CPI - Headline	5.60%	5-YR Note	3.91%
CPI - Core	2.50%	10-YR T-Bond	3.65%
Money Market Accts.	2.43%	30-YR T-Bond	4.27%
Money Market Funds	1.86%	30-YR Mortgage	6.21%
6-mo. CD	3.15%	Prime Rate	5.00%
1-YR CD	3.69%	Bond Buyer 40	5.35%

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

FACTOIDS FOR THE WEEK OF SEPTEMBER 1ST - SEPTEMBER 5TH

Monday, September 1, 2008

Holiday. NO FACTOID.

Tuesday, September 2, 2008

In August, the dividend-payers (384) in the S&P 500 (equal weight) posted a total return of 2.49%, vs. 3.81% for the non-payers (116), according to Standard & Poor's. Year-to-date, the payers declined 9.69%, vs. a loss of 8.09% for the non-payers. For the 12-month period ended August '08, payers fell 12.18%, vs. a decline of 12.45% for the non-payers. The number of dividend increases (S&P 500) year-to-date totaled 189. That lagged the 210 increases over the same period in 2007 and 214 increases registered in 2006. The dividend yield on the index stood at 2.24% at the end of August.

Wednesday, September 3, 2008

So far in 2008, 43 IPOs were priced in the U.S., down 74.9% from this point last year (171), according to data from Renaissance Capital's IPOHome.com. Total volume was \$27.8 billion. At this pace, total volume for the year will approach \$42 billion, below last year's take of \$59.7 billion and more than half off the \$97.4 billion raised in 2000. The average IPO has gained 3% to date, versus a decline of 11.9% for the S&P 500.

Thursday, September 4, 2008

The Environmental Protection Agency estimates that as much as \$1 trillion will need to be spent on upgrading U.S. water infrastructure over the next few years, according to SeekingAlpha.com. Here at home, the demand for water has tripled in the past 30 years, while the population has expanded by just 50%. The U.S. has 650,000 miles of water pipes and sub stations in need of attention. Approximately 30% of the underground pipes in New York City were installed during the Lincoln Administration. Water is a \$450 billion industry that is growing globally at a double-digit pace. China, for example, is expected to spend \$280 billion on water systems over the next five years.

Friday, September 5, 2008

Stocks tend to perform well during the transition period at the end of a two-term presidency. The S&P 500 rallied in four out of the five most recent instances, with the one exception being the disputed election in 2000, according to Markethistory.com. The S&P 500 gained an average of 10.5% in the 58 days following the four elections where results were not disputed, but declined 4% in 2000.