Stock Index Performance

Index	Week	YTD	12-mo.	2008	5-yr
Dow Jones Industrial Avg. (8744)	7.37%	1.56%	-20.99%	-31.92%	-0.42%
S&P 500 (940)	6.99%	5.63%	-23.35%	-36.99%	-1.10%
NASDAQ 100 (1527)	7.57%	26.56%	-17.02%	-41.57%	2.37%
S&P 500/Citigroup Growth	6.99%	10.55%	-19.63%	-34.91%	-0.45%
S&P 500/Citigroup Value	6.98%	0.45%	-27.23%	-39.19%	-1.89%
S&P MidCap 400/Citigroup Growth	7.86%	14.88%	-25.51%	-37.58%	2.11%
S&P MidCap 400/Citigroup Value	7.50%	6.36%	-24.83%	-34.78%	1.01%
S&P SmallCap600/Citigroup Growth	7.71%	6.57%	-23.61%	-32.84%	1.41%
S&P SmallCap600/Citigroup Value	8.25%	1.29%	-22.41%	-29.50%	0.14%
MSCI EAFE	5.85%	9.49%	-27.56%	-43.07%	2.73%
MSCI World (ex US)	6.36%	16.16%	-26.47%	-43.26%	5.02%
MSCI World	6.64%	8.45%	-25.92%	-40.39%	0.86%
MSCI Emerging Markets	6.49%	40.19%	-22.06%	-53.49%	15.56%

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 7/17/09.

S&P Sector Performance

Index	Week	YTD	12-mo.	2008	5-yr
Consumer Discretionary	7.73%	11.63%	-15.20%	-33.49%	-3.45%
Consumer Staples	4.43%	2.26%	-8.70%	-15.44%	3.86%
Energy	7.90%	-1.78%	-32.11%	-34.89%	9.55%
Financials	9.42%	-1.77%	-39.09%	-55.23%	-12.68%
Health Care	3.17%	0.74%	-14.67%	-22.80%	-0.19%
Industrials	7.71%	-4.13%	-33.70%	-39.92%	-3.57%
Information Technology	9.58%	32.00%	-13.78%	-43.14%	1.63%
Materials	9.48%	17.77%	-33.25%	-45.64%	2.20%
Telecom Services	2.97%	-5.88%	-17.98%	-30.47%	2.18%
Utilities	3.83%	-1.46%	-23.66%	-28.99%	6.85%

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 7/17/09.

Bond Index Performance

Index	Week	YTD	12-mo.	2008	5-yr
U.S. Treasury: Intermediate	-1.00%	-2.33%	6.08%	11.35%	4.73%
GNMA 30 Year	-0.49%	2.77%	9.71%	7.87%	5.65%
U.S. Aggregate	-0.81%	2.26%	7.05%	5.24%	4.82%
U.S. Corporate High Yield	0.85%	31.53%	-0.05%	-26.16%	4.15%
U.S. Corporate Investment Grade	-0.86%	9.04%	5.72%	-4.94%	3.63%
Municipal Bond: Long Bond (22+)	-0.50%	13.24%	-1.57%	-14.68%	3.28%
Global Aggregate	-0.23%	2.56%	3.06%	4.79%	5.34%

Source: Barclays Capital. Returns are total returns. The ***5-yr. return is an average annual.*** One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 7/17/09.

Key Rates

As of 7/17

Fed Funds	0.00-0.25%	5-yr CD	3.00%
LIBOR (1-month)	0.29%	2-yr T-Note	0.98%
CPI - Headline	-1.40%	5-yr T-Note	2.50%
CPI - Core	1.70%	10-yr T-Note	3.65%
Money Market Accts.	1.23%	30-yr T-Bond	4.54%
Money Market Funds	0.12%	30-yr Mortgage	5.44%
6-mo. CD	1.43%	Prime Rate	3.25%
1-yr CD	1.92%	Bond Buyer 40	5.59%

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

Market Indicators

As of 7/17

TED Spread	33 bps
Investment Grade Spread (A2)	307 bps
ML High Yield Master II Index Spread	1041 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows for the Week Ended 7/08/09

Estimated Flows to Long-Term Mutual Funds

	Current Week		Previous	
Domestic Equity	$1.500	Billion	-$596	Million
Foreign Equity	$1.675	Billion	$200	Million
Taxable Bond	$4.178	Billion	$7.095	Billion
Municipal Bond	$1.040	Billion	$1.316	Billion

Change in Money Market Fund Assets

	Current Week		Previous	
Retail	-$5.75	Billion	-$1.71	Billion
Institutional	-$15.38	Billion	$6.08	Billion

Source: Investment Company Institute

Factoids for the week of July 13th – July 17th

Monday, July 13, 2009
A global growth rate of 2.0%, not likely before the middle of 2010, would justify an $80-$90 price range for oil, according to Daniel Rice, portfolio manager at BlackRock. The price of a barrel of crude oil closed last Friday's session at $59.89, down 17.6% from its recent high of $72.68 on June 11. He believes that oil stocks have the potential to double or triple over the next 12 months or so.

Tuesday, July 14, 2009
The Fed estimates that the size of the commercial property market is $6.5 trillion, or roughly one-third the size of the residential real estate market, according to *Forbes*. Commercial property loans outstanding total an estimated $3.3 trillion. Over half of these loans are held by commercial banks. Regional banks are highly exposed. Foresight Analytics, a California-based property consultancy, estimates losses as high as $250 billion if commercial real estate prices continue to decline. This market is not likely to bottom until the latter part of 2010, according to *Forbes*.

Wednesday, July 15, 2009
S&P 500 companies with full reporting information registered 47.9% of their sales from outside the U.S. in fiscal year 2008, up from 45.8% in 2007 and 43.6% in 2006, according to Standard & Poor's. Europe and Asia accounted for 40.9% of total foreign sales, down from 45.6% in 2007 and 50.1% in 2006.

Thursday, July 16, 2009
Jack VanDerhei, research director of the Employee Benefit Research Institute (EBRI), reported that the average balance among all 401(k) accounts fell 8.75% for the 18-month period ended June 2009, according to CNNMoney.com. The hardest hit were those participants between the ages of 45 and 65 who had worked 20 years at a company. Their balances were down an average of 17.5%. Balances would have been down more but research showed that participants kept contributing to their accounts despite the turmoil in the markets. They kept investing even though 8% of companies had suspended their matching contributions as of August 2008, according to Fidelity.

Friday, July 17, 2009
China's GDP growth rate registered a better-than-expected 7.9% (annualized) in the second quarter. Qu Hongbin, HSBC's China economist, is forecasting a GDP growth rate of 8.1% for all of 2009 and 9.5% for 2010, according to *BusinessWeek*. New lending in China was up 201% in the first half of this year thanks to its $586 billion stimulus plan. China spent $52 billion on overseas investments (M&A activity) in 2008, which was double what it spent the previous year. The Chinese government is predicting a 13% increase in 2009. It has a reported $2.1 trillion in foreign exchange reserves. Overall, China has $170 billion invested abroad, roughly one-thirteenth the amount of capital the U.S. has spent on foreign factories, real estate and other assets.