

Stock Index Performance

Index	Week	YTD	12-mo.	2008	5-yr
DOW JONES 30 (8281)	-1.85%	-3.94%	-24.68%	-31.92%	-1.88%
S&P 500 (896)	-2.42%	0.61%	-28.27%	-36.99%	-2.53%
NASDAQ 100 (1446)	-2.29%	19.84%	-21.76%	-41.57%	-0.10%
S&P 500/Citigroup Growth	-2.25%	5.13%	-25.86%	-34.91%	-2.04%
S&P 500/Citigroup Value	-2.62%	-4.14%	-30.75%	-39.19%	-3.15%
S&P MidCap 400/Citigroup Growth	-2.12%	10.21%	-30.57%	-37.58%	0.56%
S&P MidCap 400/Citigroup Value	-1.51%	2.30%	-28.57%	-34.78%	-0.16%
S&P SmallCap600/Citigroup Growth	-1.86%	1.74%	-27.78%	-32.84%	-0.46%
S&P SmallCap600/Citigroup Value	-2.23%	-3.58%	-25.70%	-29.50%	-1.40%
MSCI EAFE	-1.04%	6.72%	-30.40%	-43.07%	2.07%
MSCI World (ex US)	-0.74%	13.09%	-29.31%	-43.26%	4.33%
MSCI World	-1.73%	4.47%	-29.28%	-40.39%	-0.18%
MSCI Emerging Markets	0.61%	36.94%	-23.86%	-53.49%	14.96%

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 7/2/09.

S&P Sector Performance

Index	Week	YTD	12-mo.	2008	5-yr
Consumer Discretionary	-2.77%	4.97%	-19.49%	-33.49%	-5.32%
Consumer Staples	-0.16%	-1.76%	-10.73%	-15.44%	2.98%
Energy	-2.83%	-5.40%	-43.68%	-34.89%	9.41%
Financials	-4.20%	-7.71%	-41.81%	-55.23%	-14.15%
Health Care	-2.53%	-2.11%	-13.97%	-22.80%	-1.31%
Industrials	-3.15%	-8.54%	-36.38%	-39.92%	-4.49%
Information Technology	-1.74%	22.64%	-20.02%	-43.14%	-1.53%
Materials	-3.21%	10.80%	-39.85%	-45.64%	1.04%
Telecom Services	-2.46%	-5.78%	-19.79%	-30.47%	1.91%
Utilities	-1.44%	-3.67%	-30.02%	-28.99%	6.89%

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 7/2/09.

Bond Index Performance

Index	Week	YTD	12-mo.	2008	5-yr
U.S. Treasury: Intermediate	0.31%	-2.08%	6.34%	11.35%	4.86%
GNMA 30 Year	0.08%	2.58%	8.88%	7.87%	5.68%
U.S. Aggregate	0.31%	2.20%	6.39%	5.24%	4.92%
U.S. Corporate High Yield	0.93%	30.96%	-1.39%	-26.16%	4.32%
U.S. Corporate Investment Grade	0.59%	8.76%	4.20%	-4.94%	3.74%
Municipal Bond: Long Bond (22+)	0.26%	12.23%	-2.88%	-14.68%	3.19%
Global Aggregate	0.07%	1.80%	2.94%	4.79%	5.38%

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 7/2/09.

Key Rates

As of 7/2

Fed Funds	0.25%	5-YR CD	2.58%
LIBOR (1-month)	0.31%	2-YR T-Note	0.98%
CPI - Headline	-1.30%	5-YR T-Note	2.42%
CPI - Core	1.80%	10-YR T-Note	3.49%
Money Market Accts.	1.28%	30-YR T-Bond	4.31%
Money Market Funds	0.13%	30-YR Mortgage	5.34%
6-mo. CD	1.38%	Prime Rate	3.25%
1-YR CD	1.73%	Bond Buyer 40	5.62%

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

Market Indicators

As of 7/2

TED Spread	38 bps
Investment Grade Spread (A2)	327 bps
ML High Yield Master II Index Spread	1052 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows for the Week Ended 6/24/09

Estimated Flows to Long-Term Mutual Funds			
	Current Week	Previous	
Domestic Equity	-\$666 Million	\$1.956	Billion
Foreign Equity	-\$137 Million	\$1.400	Billion
Taxable Bond	\$3.272 Billion	\$6.084	Billion
Municipal Bond	\$1.086 Billion	\$1.005	Billion
Change in Money Market Fund Assets			
	Current Week	Previous	
Retail	-\$9.19 Billion	-\$6.55	Billion
Institutional	-\$36.33 Billion	\$40.77	Billion

Source: Investment Company Institute

Factoids for the week of June 29th – July 3rd

Monday, June 29, 2009

China and India are the only two major countries on pace to grow their economies in 2009, according to Bespoke Investment Group. Based on current estimates, the GDP growth rates for China and India will be 7.66% and 4.00%, respectively. Rounding out the BRIC countries are Brazil and Russia at -0.54% and -2.77%, respectively. The U.S. is expected to contract by 2.49%. Japan's economy is expected to contract 6.61% – the most of any major country.

Tuesday, June 30, 2009

Jeremy Siegel, market historian and finance professor at the University of Pennsylvania's Wharton School, is forecasting an annualized return of 8.0% (after inflation) for the S&P 500 over the next ten years, according to Kiplinger. Siegel sees the S&P 500, which is up 4.0% this year through June 29, ending 2009 up 10-12%. Siegel believes that the economy is going to grow faster than expected over the next six months. He sees a V-shaped recovery, but says the upward slope of the V will not be as steep as usual.

Wednesday, July 1, 2009

Technology was the best performing major sector (+24.9%) in the first half of 2009, as measured by Standard & Poor's. Materials came in a distant second, up 13.9%. The NASDAQ Composite outperformed the DJIA (price-only) by the second largest first-half margin (+16.36% vs. -3.75%) since 1972, according to Bespoke Investment Group. The 20.11 percentage point spread was topped only by the 20.37 percentage point spread in 1983. Four of the top five performing DJIA stocks in the first half were technology companies. A little over half (52%) of the NASDAQ Composite is currently comprised of technology issues.

Thursday, July 2, 2009

In June, the dividend-payers (360) in the S&P 500 (equal weight) posted a total return of -0.84%, vs. 0.26% for the non-payers (140), according to Standard & Poor's. Year-to-date, the payers are down 2.43%, vs. a gain of 24.44% for the non-payers. For the 12-month period ended June '09, payers were off 32.85%, vs. a decline of 23.36% for the non-payers. The number of dividend increases year-to-date totaled 86. That significantly lagged the 158 increases registered at this point in 2008. The number of companies that decreased their dividend totaled 55, up from 16 a year ago. Ten companies have suspended their dividend payments, up from four a year ago.

Friday, July 3, 2009

No Factoid – Holiday.