

Stock Index Performance

Index	Week	YTD	12-mo.	2009	5-yr
Dow Jones Industrial Avg. (11,204)	0.22%	10.10%	11.40%	22.68%	3.52%
S&P 500 (1,200)	0.10%	9.53%	11.80%	26.47%	1.33%
NASDAQ 100 (2,135)	-0.01%	15.59%	21.34%	54.63%	5.53%
S&P 500 Growth	0.33%	10.63%	13.02%	31.58%	2.78%
S&P 500 Value	-0.13%	8.43%	10.66%	21.17%	-0.21%
S&P MidCap 400 Growth	1.26%	22.32%	27.82%	41.23%	5.69%
S&P MidCap 400 Value	0.33%	14.82%	22.05%	33.77%	3.62%
S&P SmallCap 600 Growth	0.54%	19.02%	28.56%	28.34%	3.59%
S&P SmallCap 600 Value	-0.01%	14.35%	22.75%	22.86%	2.30%
MSCI EAFE	-0.28%	5.54%	6.49%	31.78%	3.07%
MSCI World (ex US)	-0.35%	8.10%	9.58%	41.45%	5.38%
MSCI World	-0.04%	7.71%	9.41%	29.99%	2.21%
MSCI Emerging Markets	-0.80%	14.67%	17.33%	78.51%	13.60%

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 11/19/10.

S&P Sector Performance

Index	Week	YTD	12-mo.	2009	5-yr
Consumer Discretionary	0.65%	22.99%	27.83%	41.33%	3.34%
Consumer Staples	0.40%	11.36%	10.72%	14.89%	7.22%
Energy	0.71%	12.17%	10.91%	13.86%	6.98%
Financials	-0.70%	4.02%	2.34%	17.24%	-11.82%
Health Care	0.08%	0.80%	4.68%	19.70%	1.82%
Industrials	0.93%	18.24%	20.01%	20.93%	1.92%
Information Technology	-0.25%	6.34%	11.55%	61.72%	3.84%
Materials	-0.50%	11.32%	13.35%	48.57%	6.40%
Telecom Services	-0.05%	12.39%	20.79%	8.93%	4.90%
Utilities	-0.64%	3.59%	11.74%	11.91%	3.86%

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 11/19/10.

Bond Index Performance

Index	Week	YTD	12-mo.	2009	5-yr
U.S. Treasury: Intermediate	-0.49%	6.57%	5.05%	-1.41%	5.83%
GNMA 30 Year	0.21%	7.58%	6.49%	5.37%	6.76%
U.S. Aggregate	-0.25%	7.51%	6.52%	5.93%	6.21%
U.S. Corporate High Yield	-0.74%	14.07%	17.93%	58.21%	9.02%
U.S. Corporate Investment Grade	-0.42%	9.70%	9.65%	18.68%	6.44%
Municipal Bond: Long Bond (22+)	-2.93%	3.34%	5.11%	23.43%	3.45%
Global Aggregate	-0.88%	6.02%	3.33%	6.93%	7.11%

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 11/19/10.

Key Rates

As of 11/19

Fed Funds	0.00-0.25%	5-yr CD	2.23%
LIBOR (1-month)	0.25%	2-yr T-Note	0.50%
CPI - Headline	1.20%	5-yr T-Note	1.52%
CPI - Core	0.60%	10-yr T-Note	2.87%
Money Market Accts.	0.66%	30-yr T-Bond	4.24%
Money Market Funds	0.03%	30-yr Mortgage	4.56%
6-mo CD	0.76%	Prime Rate	3.25%
1-yr CD	1.05%	Bond Buyer 40	5.34%

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

Market Indicators

As of 11/19

TED Spread	14 bps
Investment Grade Spread (A2)	190 bps
ML High Yield Master II Index Spread	582 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows for the Week Ended 11/10/10

Estimated Flows to Long-Term Mutual Funds

	Current Week	Previous
Domestic Equity	-\$677 Million	-\$1.134 Billion
Foreign Equity	\$2.300 Billion	\$1.863 Billion
Taxable Bond	\$4.077 Billion	\$3.139 Billion
Municipal Bond	-\$115 Million	\$405 Million

Change in Money Market Fund Assets

	Current Week	Previous
Retail	\$1.83 Billion	-\$3.74 Billion
Institutional	-\$5.93 Billion	\$5.91 Billion

Source: Investment Company Institute

Factoids for the week of November 15th – 19th

Monday, November 15, 2010

M&A volume is expected to surpass \$3 trillion in 2011, according to a survey by Thomson Reuters and consultancy Freeman. If so, it would represent an increase of more than 33% from this year's projected total and it would be the highest total since 2007's \$4.28 trillion.

Tuesday, November 16, 2010

While 18-to-34-year-olds tend to be the primary target market for advertisers (build loyal customers by reaching them at a younger age), it is actually people 50 and older who are spending their money at faster clip, according to USA TODAY. In 2009, spending by the 116 million U.S. consumers 50 and up totaled \$2.9 trillion – up 45% over the past 10 years, according to data from the U.S. Bureau of Labor Statistics (BLS). The 182 million people younger than 50 spent \$3.3 trillion last year – up just 6% over the same span. Last year consumers 50 and older spent \$87 billion on cars, compared to \$70 billion by those under age 50, according to the BLS. Yet few, if any, of the auto companies look to advertise to this age group.

Wednesday, November 17, 2010

The number of global debt issuers poised for downgrades totaled 532 in October, down from 1,028 at this point last year and 564 in September, according to Standard & Poor's. The 532 is the lowest total since S&P began keeping track in September 2005. The number of issuers poised for upgrades increased by 9 in October to 271. The 271 exceeded the trailing 12-month average by 45.

Thursday, November 18, 2010

The BofA Merrill Lynch Survey of Fund Managers just released found that a net 35% of those polled see the global economy strengthening in the next year, up from 15% last month, according to MSN.com. A net 41% see corporate profits rising by 10% or more over the same span. A net 41% of fund managers were overweight equities, up from 27% in October. A net 45% believe that global monetary policy is now "too stimulative" following the launch of QE2 by the Federal Reserve.

Friday, November 19, 2010

The Bureau of Economic Analysis reported that the profits of unincorporated businesses such as partnerships and self-employed individuals are down nearly 5% from two years ago, while corporate profits are up 21%, according to Bloomberg. Multinationals are reaping the benefits from their overseas operations where demand is greater than in the U.S. Since smaller companies tend to focus on the U.S. there is a good chance they won't experience revenue growth until later in the business cycle, according to Drew White, CFO at Sageworks, an accounting software firm that collects data from private companies. Sageworks' data shows that sales are down by 5% this year in 16 out of 19 industries for those companies generating less than \$20 million in revenue. The three industries enjoying some growth are education, health care and finance.