

Stock Index Performance

Index	Week	YTD	12-mo.	2009	5-yr
Dow Jones Industrial Avg. (10,620)	2.42%	2.88%	31.11%	22.68%	3.62%
S&P 500 (1,136)	2.30%	2.57%	29.82%	26.47%	1.78%
NASDAQ 100 (1,907)	3.13%	2.76%	41.19%	54.63%	5.90%
S&P 500 Growth	2.53%	0.58%	28.48%	31.58%	2.33%
S&P 500 Value	2.07%	4.60%	31.11%	21.17%	1.13%
S&P MidCap 400 Growth	4.74%	9.47%	44.96%	41.23%	6.38%
S&P MidCap 400 Value	3.99%	8.89%	45.75%	33.77%	5.46%
S&P SmallCap 600 Growth	5.47%	10.39%	45.55%	28.34%	5.33%
S&P SmallCap 600 Value	6.74%	14.20%	49.80%	22.86%	5.21%
MSCI EAFE	2.00%	-9.10%	18.31%	31.78%	2.21%
MSCI World (ex US)	2.58%	-6.62%	24.29%	41.45%	4.97%
MSCI World	2.27%	-2.98%	24.53%	29.99%	2.14%
MSCI Emerging Markets	3.64%	-2.28%	40.17%	78.51%	14.89%

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 05/14/10.

S&P Sector Performance

Index	Week	YTD	12-mo.	2009	5-yr
Consumer Discretionary	2.68%	11.21%	50.09%	41.33%	2.46%
Consumer Staples	2.01%	3.31%	24.58%	14.89%	6.34%
Energy	1.80%	-1.41%	13.35%	13.86%	8.54%
Financials	1.65%	6.99%	31.90%	17.24%	-8.99%
Health Care	0.72%	-3.63%	19.34%	19.70%	1.11%
Industrials	3.89%	12.69%	45.00%	20.93%	2.33%
Information Technology	3.22%	-1.01%	40.74%	61.72%	4.70%
Materials	1.77%	-3.72%	25.81%	48.57%	5.38%
Telecom Services	2.32%	-5.84%	7.23%	8.93%	2.70%
Utilities	2.86%	-2.62%	17.93%	11.91%	4.32%

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 05/14/10.

Bond Index Performance

Index	Week	YTD	12-mo.	2009	5-yr
U.S. Treasury: Intermediate	0.12%	2.88%	2.54%	-1.41%	5.09%
GNMA 30 Year	0.60%	3.75%	6.09%	5.37%	6.10%
U.S. Aggregate	0.30%	3.62%	8.24%	5.93%	5.47%
U.S. Corporate High Yield	0.70%	5.06%	35.77%	58.21%	8.18%
U.S. Corporate Investment Grade	0.38%	4.29%	19.62%	18.68%	5.43%
Municipal Bond: Long Bond (22+)	-0.09%	4.26%	13.06%	23.43%	3.94%
Global Aggregate	-0.07%	-1.64%	5.68%	6.93%	4.56%

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 05/14/10.

Key Rates

As of 05/14			
Fed Funds	0.00-0.25%	5-yr CD	2.88%
LIBOR (1-month)	0.34%	2-yr T-Note	0.79%
CPI - Headline	2.30%	5-yr T-Note	2.15%
CPI - Core	1.10%	10-yr T-Note	3.45%
Money Market Accts.	0.74%	30-yr T-Bond	4.33%
Money Market Funds	0.03%	30-yr Mortgage	4.97%
6-mo CD	0.90%	Prime Rate	3.25%
1-yr CD	1.39%	Bond Buyer 40	5.10%

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

Market Indicators

As of 05/14	
TED Spread	30 bps
Investment Grade Spread (A2)	189 bps
ML High Yield Master II Index Spread	633 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows for the Week Ended 05/05/10

Estimated Flows to Long-Term Mutual Funds			
	Current Week	Previous	
Domestic Equity	-\$2.235 Billion	\$247	Million
Foreign Equity	\$988 Million	\$1.627	Billion
Taxable Bond	\$7.764 Billion	\$6.926	Billion
Municipal Bond	\$808 Million	\$392	Million
Change in Money Market Fund Assets			
	Current Week	Previous	
Retail	\$12.83 Billion	-\$2.60	Billion
Institutional	\$11.40 Billion	-\$16.22	Billion

Source: Investment Company Institute

Factoids for the week of May 10th – May 14th

Monday, May 10, 2010

Pew Research Center reported that a record 49 million Americans, or 16.1% of the population, resided in a household that contained at least two adult generations in 2008, according to MSNMoney.com. The combination of high unemployment and rising foreclosures increased the number of multigenerational households by 2.6 million from 2007 to 2008 – a 5% jump in one year. The sharpest rise involved people age 25 to 34 living with their parents. In the 1980s, only 11% of adults in this range lived in a multigenerational household. In 2008, it was 20%. In 2009, around 37% of people age 18 to 29 were not in the work force.

Tuesday, May 11, 2010

The Agriculture Department (USDA) reported that 39.68 million people, or 1 in 8 Americans, were enrolled for food stamps – now referred to as the Supplemental Nutrition Assistance Program (SNAP) – during February 2010, up 260,000 from January, according to Reuters. This is the highest share of the U.S. population ever to receive SNAP/food stamps, according to the Food Research and Action Center. There were 31.78 million people enrolled in December 2008. The USDA estimates that enrollment will average 40.5 million people this fiscal year (9/30) at a cost of nearly \$59 billion. It estimates that the average enrollment will be 43.3 million in fiscal 2011.

Wednesday, May 12, 2010

For all of the attention that commodities are garnering from the financial media the Reuters/Jefferies CRB Index was up only 33.3% from 3/9/09 through 4/30/10. The dollar was down 11.1% against a basket of major currencies over that span. Its performance has significantly lagged most of the major equity indices around the globe. The S&P 500, for example, was up 79.6%. The Baltic Dry Index, which tracks shipping costs, has been volatile in the early stages of this global recovery. The index is trading around 3822 this morning, which is above its low of 663 (12/5/08), but well below its all-time high of 11793 (5/20/08). After falling nearly 45% from 11/09 through 2/10, the index has rebounded around 51%.

Thursday, May 13, 2010

The Treasury Department reported that the U.S. posted an \$82.69 billion deficit in April, up nearly four-fold from the \$20.91 billion deficit registered in April 2009, according to Reuters. It is an all-time high for the month of April and was more than double the \$40 billion estimate from Wall Street economists surveyed by Reuters. The Treasury Department said that the U.S. had posted surpluses (April) in 43 out of the past 56 years. The government has now posted 19 consecutive monthly budget deficits, which is the longest string on record. The cumulative budget deficit for this fiscal year (ends 9/30) totals \$799.68 billion, down slightly from \$802.3 billion a year ago.

Friday, May 14, 2010

A survey conducted by the National Center for Health Statistics over the last half of 2009 found that 24.5% of households use wireless phone service exclusively (no landline) at home, according to Kiplinger. Wireless-only usage has been growing at an annual rate of 4.3% to 4.4% since 2007. One in seven households claimed to have a landline yet received most or all of their calls via wireless devices.