

Stock Index Performance

Index	Week	YTD	12-mo.	2013	5-yr.
Dow Jones Industrial Avg. (16,470)	-0.03%	-0.62%	26.05%	29.65%	15.89%
S&P 500 (1,831)	-0.51%	-0.90%	28.18%	32.38%	16.96%
NASDAQ 100 (3,539)	-0.95%	-1.46%	31.42%	36.94%	24.23%
S&P 500 Growth	-0.60%	-1.06%	28.34%	32.75%	18.15%
S&P 500 Value	-0.41%	-0.73%	28.00%	31.97%	15.74%
S&P MidCap 400 Growth	-0.12%	-0.71%	28.32%	32.68%	22.26%
S&P MidCap 400 Value	-0.21%	-0.58%	29.83%	34.25%	19.94%
S&P SmallCap 600 Growth	-0.87%	-0.91%	37.71%	42.68%	22.02%
S&P SmallCap 600 Value	-0.61%	-0.74%	35.39%	39.98%	19.68%
MSCI EAFE	-0.49%	-0.89%	19.88%	22.78%	11.72%
MSCI World (ex US)	-0.71%	-1.15%	11.98%	15.29%	12.00%
MSCI World	-0.47%	-0.89%	23.15%	26.68%	14.17%
MSCI Emerging Markets	-1.80%	-2.30%	-7.27%	-2.60%	13.69%

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 1/3/14.

S&P Sector Performance

Index	Week	YTD	12-mo.	2013	5-yr.
Consumer Discretionary	0.05%	-0.75%	38.70%	43.08%	26.30%
Consumer Staples	-1.01%	-1.26%	21.71%	26.14%	15.15%
Energy	-1.45%	-1.56%	20.42%	25.05%	12.09%
Financials	0.43%	0.15%	32.12%	35.59%	13.36%
Health Care	-0.18%	-0.35%	38.19%	41.46%	17.67%
Industrials	-0.58%	-1.02%	36.05%	40.64%	18.59%
Information Technology	-0.90%	-1.50%	23.56%	28.43%	20.49%
Materials	-0.58%	-0.90%	22.40%	25.60%	17.66%
Telecom Services	-1.30%	-1.26%	6.94%	11.47%	11.74%
Utilities	-1.32%	-1.83%	9.16%	13.21%	9.26%

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 1/3/14.

Bond Index Performance

Index	Week	YTD	12-mo.	2013	5-yr.
U.S. Treasury: Intermediate	0.07%	0.03%	-1.00%	-1.34%	2.25%
GNMA 30 Year	0.13%	-0.05%	-2.05%	-2.17%	4.00%
U.S. Aggregate	0.14%	0.05%	-1.58%	-2.02%	4.56%
U.S. Corporate High Yield	0.29%	0.16%	6.94%	7.44%	18.79%
U.S. Corporate Investment Grade	0.32%	0.21%	-0.89%	-1.53%	8.85%
Municipal Bond: Long Bond (22+)	0.19%	0.08%	-5.84%	-6.01%	8.41%
Global Aggregate	-0.07%	-0.22%	-2.23%	-2.60%	3.89%

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 1/3/14.

Key Rates

As of 1/3/14

Fed Funds	0.00-0.25%	5-yr CD	1.35%
LIBOR (1-month)	0.17%	2-yr T-Note	0.40%
CPI - Headline	1.20%	5-yr T-Note	1.73%
CPI - Core	1.70%	10-yr T-Note	3.00%
Money Market Accts.	0.44%	30-yr T-Bond	3.93%
Money Market Funds	0.01%	30-yr Mortgage	4.55%
6-mo CD	0.40%	Prime Rate	3.25%
1-yr CD	0.67%	Bond Buyer 40	5.15%

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

Market Indicators

As of 1/3/14

TED Spread	18 bps
Investment Grade Spread (A2)	153 bps
ML High Yield Master II Index Spread	398 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 12/23/13

	Current Week	Previous
Domestic Equity	\$254 Million	-\$2.698 Billion
Foreign Equity	\$1.531 Billion	\$3.131 Billion
Taxable Bond	-\$2.188 Billion	-\$5.614 Billion
Municipal Bond	-\$1.401 Billion	-\$2.520 Billion

Change in Money Market Fund Assets for the Week Ended 12/31/13

	Current Week	Previous
Retail	\$2.37 Billion	\$1.27 Billion
Institutional	\$21.67 Billion	\$20.82 Billion

Source: Investment Company Institute.

Factoids for the week of December 30, 2013 – January 3, 2014

Monday, December 30, 2013

The U.S. IPO market has been strong in 2013. Year-to-date through 12/30, 222 IPOs were priced in the U.S., up 73.4% from the 128 launched in 2012, and the highest total in the last 10 years, according to Renaissance Capital. Companies raised \$54.9 billion from the 222 IPOs, up 28.7% from the \$42.7 billion raised in 2012, and the highest total in the last 10 years. The number of IPO filings y-t-d totaled 253, up 80.7% from the 140 filings in 2012. While not the most over the past 10 years, 2013 did eclipse the 10-year average of 226. The four most active sectors for IPOs this year were health care (54 deals/\$8.6 billion), financials (45 deals/\$10.2 billion), technology (45 deals/\$7.9 billion) and energy (22 deals/\$10.7 billion).

Tuesday, December 31, 2013

Lipper data indicates that investors are on pace to funnel over \$60 billion into U.S. stock mutual funds in 2013, making it the first year since 2005 that this group has experienced net inflows, according to MSN Money. From 2006-2012, investors liquidated \$451 billion from U.S. stock mutual funds, while U.S. stock ETFs reported net inflows totaling \$353.5 billion. This year's inflows are roughly half of the \$126 billion in net outflows registered in 2012. With the S&P 500 and DJIA posting total returns of 31.9% and 28.9%, respectively, year-to-date through 12/27, some industry pundits believe that inflows should have been much higher than \$60 billion, and see it as a sign that many retail investors are still wary of U.S. stocks.

Wednesday, January 1, 2014

Markets Closed - New Year's Day Holiday.

Thursday, January 2, 2014

The total value of announced mergers and acquisitions (M&A) in the U.S. hit \$1.14 trillion in 2013, up 25.6% from \$907.4 billion in 2012, according to S&P Capital IQ. It was the strongest showing for M&A since the \$1.30 trillion posted in 2007 and it eclipsed the \$934.0 billion average from 2000 through 2012. The top five deals accounted for 21.5% of the \$1.14 trillion, slightly higher than the 20.1% average from 2000 through 2012.

Friday, January 3, 2014

In December, the dividend-payers (418) in the S&P 500 (equal weight) posted a total return of 2.80%, vs. 3.36% for the non-payers (82), according to Standard & Poor's. In 2013, the payers were up 40.67%, vs. a gain of 46.27% for the non-payers. In 2013, the number of dividend increases totaled 366, up from 333 in 2012. Twelve dividends were cut, compared to 11 in 2012. In the first 11 months of 2013, net cash inflows to Equity Income mutual funds and Equity Income ETFs totaled approximately \$16.1 billion and \$6.3 billion, respectively, according to data from Lipper.