

Stock Index Performance					
Index	Week	YTD	12-mo.	2013	5-yr.
Dow Jones Industrial Avg. (16,947)	1.03%	3.41%	17.58%	29.65%	17.73%
S&P 500 (1,963)	1.40%	7.24%	26.19%	32.38%	18.79%
NASDAQ 100 (3,803)	0.72%	6.53%	33.43%	36.94%	22.31%
S&P 500 Growth	1.25%	6.99%	28.02%	32.75%	18.99%
S&P 500 Value	1.56%	7.51%	24.28%	31.97%	18.65%
S&P MidCap 400 Growth	1.68%	4.45%	24.39%	32.68%	21.28%
S&P MidCap 400 Value	1.61%	9.42%	29.29%	34.25%	21.75%
S&P SmallCap 600 Growth	2.32%	1.52%	27.05%	42.68%	22.13%
S&P SmallCap 600 Value	1.44%	3.76%	27.07%	39.98%	21.32%
MSCI EAFE	0.86%	5.34%	24.46%	22.78%	11.91%
MSCI World (ex US)	0.65%	5.67%	22.95%	15.29%	11.19%
MSCI World	1.19%	6.38%	25.19%	26.68%	15.01%
MSCI Emerging Markets	-0.37%	5.34%	17.54%	-2.60%	9.38%

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 6/20/14.

S&P Sector Performance					
Index	Week	YTD	12-mo.	2013	5-yr.
Consumer Discretionary	0.83%	-0.40%	22.22%	43.08%	25.49%
Consumer Staples	1.82%	6.56%	19.05%	26.14%	17.86%
Energy	2.70%	13.97%	30.62%	25.05%	16.39%
Financials	1.34%	5.36%	21.67%	35.59%	15.48%
Health Care	2.07%	10.27%	31.69%	41.46%	20.81%
Industrials	1.31%	5.86%	31.93%	40.64%	22.33%
Information Technology	0.24%	7.94%	29.18%	28.43%	18.43%
Materials	1.52%	8.58%	30.46%	25.60%	17.32%
Telecom Services	0.70%	4.82%	8.85%	11.47%	15.35%
Utilities	3.03%	16.48%	25.28%	13.21%	14.34%

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 6/20/14.

Bond Index Performance					
Index	Week	YTD	12-mo.	2013	5-yr.
U.S. Treasury: Intermediate	-0.02%	1.21%	0.99%	-1.34%	3.06%
GNMA 30 Year	0.30%	3.85%	4.52%	-2.17%	4.40%
U.S. Aggregate	0.04%	3.38%	3.69%	-2.02%	4.96%
U.S. Corporate High Yield	0.35%	5.47%	11.40%	7.44%	14.03%
U.S. Corporate Investment Grade	-0.04%	4.97%	6.92%	-1.53%	8.25%
Municipal Bond: Long Bond (22+)	0.04%	9.50%	6.35%	-6.01%	7.94%
Global Aggregate	0.16%	3.95%	5.46%	-2.60%	4.63%

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 6/20/14.

Key Rates			
As of 6/20/14			
Fed Funds	0.00-0.25%	5-yr CD	1.35%
LIBOR (1-month)	0.16%	2-yr T-Note	0.46%
CPI - Headline	2.10%	5-yr T-Note	1.68%
CPI - Core	2.00%	10-yr T-Note	2.60%
Money Market Accts.	0.46%	30-yr T-Bond	3.43%
Money Market Funds	0.01%	30-yr Mortgage	4.22%
6-mo CD	0.35%	Prime Rate	3.25%
1-yr CD	0.67%	Bond Buyer 40	4.56%

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

Market Indicators	
As of 6/20/14	
TED Spread	21 bps
Investment Grade Spread (A2)	124 bps
ML High Yield Master II Index Spread	336 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows			
Estimated Flows to Long-Term Mutual Funds for the Week Ended 6/11/14			
	Current Week	Previous	
Domestic Equity	-\$1.469 Billion	-\$1.132	Billion
Foreign Equity	\$3.711 Billion	\$3.246	Billion
Taxable Bond	\$1.827 Billion	\$371	Million
Municipal Bond	\$527 Million	\$785	Million

Change in Money Market Fund Assets for the Week Ended 6/18/14			
	Current Week	Previous	
Retail	-\$1.31 Billion	-\$4.13	Billion
Institutional	-\$29.95 Billion	\$6.69	Billion

Source: Investment Company Institute.

Factoids for the week of June 16 - 20, 2014

Monday, June 16, 2014

Research from Bank of America's Sarbjit Nahal and Bejia Ma revealed that we are on the cusp of the largest generational transfer of wealth in history, according to the Business Insider. The first wave will involve an estimated \$12 trillion or so flowing from the "Greatest Generation" to the baby boomer generation. The second wave is expected to be much larger, with U.S. boomers passing on close to \$30 trillion in assets to their heirs over the next 30-40 years. Currently, only 4 in 10 retirees in the U.S. have a financial advisor.

Tuesday, June 17, 2014

The S&P/Experian Consumer Credit Default Composite Index stood at 1.04% in May 2014, down from 1.11% in April 2014 and down from 1.42% in May 2013, according to the S&P Dow Jones Indices. The 1.04% default rate represents an eight-year low. The high for that period was 5.51% in May 2009. The default rate on first mortgages stood at 0.92% in May, down from 1.01% in April and down from 1.31% in May 2013. The bank card default rate stood at 2.97% in May, up from 2.84% in April, but down from 3.63% in May 2013. The auto loan component stood at 0.93% in May, up from 0.92% in April, but down from 1.04% in May 2013.

Wednesday, June 18, 2014

The Barclays Capital "Original E&P Spending Survey" (conducted semiannually) estimates that worldwide E&P expenditures will increase for the fifth consecutive year in 2014, according to Barclays Capital. Spending is expected to rise from \$670.76 billion in 2013 to \$712.44 billion in 2014, or a gain of 6.2%. Here is the global breakdown of the 2014 estimates compared to 2013: U.S. (\$149.91 billion in '13 vs. \$164.25 billion in '14); Canada (\$43.18 billion in '13 vs. \$45.11 billion in '14); and International (\$477.68 billion in '13 vs. \$503.08 billion in '14). E&P companies are basing their 2014 budgets on an average price estimate of \$91 per barrel for WTI crude oil and \$101 for Brent. The target for natural gas is \$4.12 per million British thermal units (Henry Hub).

Thursday, June 19, 2014

The equity markets have been relatively calm of late. It has been over 40 trading days since the S&P 500 has experienced a single-day move of 1% or more (up or down), according to Bespoke Investment Group. The last time such a streak occurred was in 1995. There have been 31 streaks since 1928. Since 1944, the longest stretch without a 1% daily move was 173 trading days. Bespoke noted that there were three consecutive years in the 1960s that produced streaks of 100 trading days or more without a 1% daily move (1963, 1964 & 1965). For comparative purposes, there was a 50-day trading period in the midst of the "Financial Crisis" that produced an average daily move in excess of 4%.

Friday, June 20, 2014

S&P 500 stock buybacks totaled \$159.3 billion in Q1'14, up 59.3% from the \$100.0 billion executed in Q1'13, according to S&P Dow Jones Indices. For the 12-month period ended March 31, 2014, buyback expenditures totaled \$534.9 billion, up 29.0% from the \$414.6 billion spent over the same period a year ago. Information Technology accounted for 30.9% of all buyback expenditures in Q1'14. Industrials and Consumer Discretionary were the second and third most active sectors at 13.8% and 11.7%, respectively. In Q1'14, S&P 500 companies distributed \$81.96 billion in stock dividends, up 15.7% from the \$70.86 billion paid out in Q1'13.