

Stock Index Performance					
Index	Week	YTD	12-mo.	2013	5-yr.
Dow Jones Industrial Avg. (16,944)	-0.68%	3.46%	12.20%	29.65%	18.83%
S&P 500 (1,968)	-0.85%	7.61%	19.92%	32.38%	19.96%
NASDAQ 100 (3,905)	-0.46%	9.45%	29.40%	36.94%	23.84%
S&P 500 Growth	-0.87%	8.00%	22.27%	32.75%	20.27%
S&P 500 Value	-0.83%	7.19%	17.47%	31.97%	19.70%
S&P MidCap 400 Growth	-2.68%	3.29%	15.24%	32.68%	22.42%
S&P MidCap 400 Value	-1.79%	8.67%	20.14%	34.25%	22.80%
S&P SmallCap 600 Growth	-4.09%	-0.76%	15.58%	42.68%	22.74%
S&P SmallCap 600 Value	-3.26%	2.39%	16.05%	39.98%	22.27%
MSCI EAFE	-2.40%	3.37%	16.59%	22.78%	12.41%
MSCI World (ex US)	-1.86%	4.74%	16.55%	15.29%	11.86%
MSCI World	-1.53%	5.77%	18.31%	26.68%	15.91%
MSCI Emerging Markets	-0.30%	7.20%	14.99%	-2.60%	10.16%

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 7/11/14.

S&P Sector Performance					
Index	Week	YTD	12-mo.	2013	5-yr.
Consumer Discretionary	-0.99%	1.59%	15.16%	43.08%	27.15%
Consumer Staples	0.34%	6.66%	11.95%	26.14%	17.84%
Energy	-1.80%	11.36%	21.90%	25.05%	18.06%
Financials	-1.56%	4.75%	14.32%	35.59%	17.27%
Health Care	-1.13%	12.00%	26.39%	41.46%	21.55%
Industrials	-1.22%	4.05%	22.76%	40.64%	23.60%
Information Technology	-0.37%	10.31%	27.37%	28.43%	19.74%
Materials	-0.99%	8.66%	26.40%	25.60%	19.01%
Telecom Services	1.69%	7.47%	5.46%	11.47%	16.36%
Utilities	0.79%	14.85%	15.63%	13.21%	14.44%

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 7/11/14.

Bond Index Performance					
Index	Week	YTD	12-mo.	2013	5-yr.
U.S. Treasury: Intermediate	0.36%	1.54%	1.51%	-1.34%	2.70%
GNMA 30 Year	0.41%	3.98%	5.29%	-2.17%	4.14%
U.S. Aggregate	0.57%	3.87%	4.50%	-2.02%	4.59%
U.S. Corporate High Yield	-0.16%	5.33%	10.52%	7.44%	13.94%
U.S. Corporate Investment Grade	0.80%	5.69%	7.31%	-1.53%	7.76%
Municipal Bond: Long Bond (22+)	-0.01%	9.32%	8.24%	-6.01%	7.57%
Global Aggregate	0.51%	4.78%	6.82%	-2.60%	4.30%

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 7/11/14.

Key Rates			
As of 7/11/14			
Fed Funds	0.00-0.25%	5-yr CD	1.37%
LIBOR (1-month)	0.15%	2-yr T-Note	0.45%
CPI - Headline	2.10%	5-yr T-Note	1.64%
CPI - Core	2.00%	10-yr T-Note	2.52%
Money Market Accts.	0.49%	30-yr T-Bond	3.33%
Money Market Funds	0.01%	30-yr Mortgage	4.24%
6-mo CD	0.35%	Prime Rate	3.25%
1-yr CD	0.68%	Bond Buyer 40	4.58%

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

Market Indicators	
As of 7/11/14	
TED Spread	21 bps
Investment Grade Spread (A2)	126 bps
ML High Yield Master II Index Spread	362 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows				
Estimated Flows to Long-Term Mutual Funds for the Week Ended 7/2/14				
	Current Week		Previous	
Domestic Equity	-\$8.887	Billion	-\$1.312	Billion
Foreign Equity	\$1.054	Billion	\$1.283	Billion
Taxable Bond	\$2.722	Billion	\$2.704	Billion
Municipal Bond	\$277	Million	\$562	Million

Change in Money Market Fund Assets for the Week Ended 7/9/14		
	Current Week	Previous
Retail	\$1.78	\$0.28
Institutional	\$3.58	\$12.81

Source: Investment Company Institute.

Factoids for the week of July 7 - 11, 2014

Monday, July 7, 2014

From 3/9/09 through 7/3/14 (current bull market), the S&P 500 posted a price-only cumulative return of 193.47% (228.64% on total return basis), according to Bloomberg. The average daily return (price-only) for the index during that period was +0.09%, according to Bespoke Investment Group. The average returns for the five trading days were as follows: Monday (+0.07%); Tuesday (+0.14%); Wednesday (+0.05%); Thursday (+0.14%); and Friday (+0.03%). The index generated a positive gain in 56.4% of all trading days. Thursday had the highest average number of positive days at 58.0%, while Monday posted the lowest average at 53.4%, according to Bespoke.

Tuesday, July 8, 2014

The Global Business Travel Association estimates that U.S.-generated business travel spending will increase by 6.8% to \$292.3 billion in 2014, an indication of rising confidence levels in the economic recovery, according to its own release. It is forecasting a 5.9% increase for 2015. Companies spent \$71.2 billion on business travel in Q1'14. In 2013, the number of domestic person business trips totaled 468.8 million, up 4.7% (y-o-y). Group business travel was up 8.6% (y-o-y) in 2013.

Wednesday, July 9, 2014

S&P Capital IQ's consensus Q2'14 forecast for European corporate earnings suggests a more favorable outcome than was thought just a quarter ago, according to MarketWatch.com. As of the last week of June, its estimated earnings growth rate for the S&P Europe 350 Index was 7.1% (y-o-y), more than five percentage points higher than April's estimate. The sectors expected to post the strongest earnings growth (y-o-y) for Q2'14 are as follows: Consumer Discretionary (+48.66%); Materials (+41.95%); Information Technology (+36.84%); and Financials (+19.55%). Utilities are expected to post the worst showing, with earnings plunging 57.39% (y-o-y).

Thursday, July 10, 2014

From April 2013 to March 2014, foreign buyers purchased an estimated \$92.2 billion worth of properties in the U.S. housing market, up from \$68.2 billion for the same period a year ago, according to the National Association of REALTORS®. Four states (Florida, California, Arizona and Texas) accounted for 55% of total purchases. The most active buyers were from Canada, China (The People's Republic of China, Hong Kong and Taiwan), Mexico, India and the United Kingdom. Some of the factors cited for driving interest up were attractive prices, economic stability and rising affluence abroad.

Friday, July 11, 2014

Moody's reported that the global speculative-grade default rate stood at 2.2% at the close of Q2'14, down from 2.3% at the close of Q1'14, according to its own release. Moody's is forecasting a default rate of 2.0% for December 2014. The historical average for the default rate on speculative-grade debt has been approximately 4.7% since 1983. The U.S. speculative-grade default rate stood at 1.9% at the end of Q2'14, up from 1.8% at the end of Q1'14. The default rate on senior loans stood at 0.83% in June (27-month low), down from 0.99% in May, according to Standard & Poor's LCD. Year-to-date through July 9, net inflows to high yield and loan participation (senior loan) funds totaled \$6.68 billion and \$1.21 billion, respectively, according to data from Lipper.