

Stock Index Performance

Index	Week	YTD	12-mo.	2014	5-yr.
Dow Jones Industrial Avg. (17,737)	-0.49%	-0.41%	10.39%	10.04%	13.68%
S&P 500 (2,045)	-0.61%	-0.63%	13.54%	13.68%	14.66%
NASDAQ 100 (4,213)	-0.39%	-0.51%	20.18%	19.49%	18.79%
S&P 500 Growth	0.06%	-0.01%	15.48%	14.89%	15.56%
S&P 500 Value	-1.33%	-1.30%	11.42%	12.35%	13.75%
S&P MidCap 400 Growth	0.20%	0.25%	8.12%	7.57%	15.96%
S&P MidCap 400 Value	-1.65%	-1.86%	10.00%	12.04%	15.08%
S&P SmallCap 600 Growth	-0.31%	-1.01%	3.94%	3.85%	16.78%
S&P SmallCap 600 Value	-2.43%	-3.12%	5.50%	7.54%	15.55%
MSCI EAFE	-1.86%	-2.55%	-6.21%	-4.90%	4.30%
MSCI World (ex US)	-1.43%	-2.00%	-4.04%	-3.87%	3.50%
MSCI World	-1.21%	-1.49%	4.28%	4.94%	9.31%
MSCI Emerging Markets	0.81%	0.55%	2.38%	-2.19%	1.34%

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 1/9/15.

S&P Sector Performance

Index	Week	YTD	12-mo.	2014	5-yr.
Consumer Discretionary	-1.07%	-1.78%	8.88%	9.68%	20.45%
Consumer Staples	1.67%	1.31%	19.20%	15.98%	16.31%
Energy	-3.60%	-3.18%	-9.23%	-7.79%	6.98%
Financials	-2.41%	-2.33%	11.36%	15.18%	11.51%
Health Care	2.29%	2.69%	26.30%	25.34%	19.52%
Industrials	-2.02%	-2.17%	8.35%	9.80%	15.83%
Information Technology	-0.17%	-0.29%	21.33%	20.12%	14.54%
Materials	-0.53%	-0.36%	8.12%	6.91%	9.95%
Telecom Services	-0.01%	0.52%	6.49%	2.99%	11.83%
Utilities	-0.17%	0.40%	30.56%	28.98%	13.66%

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 1/9/15.

Bond Index Performance

Index	Week	YTD	12-mo.	2014	5-yr.
U.S. Treasury: Intermediate	0.57%	0.70%	3.30%	2.57%	2.97%
GNMA 30 Year	0.05%	0.20%	5.93%	6.03%	4.09%
U.S. Aggregate	0.64%	0.87%	6.68%	5.97%	4.52%
U.S. Corporate High Yield	0.21%	0.23%	2.13%	2.45%	8.63%
U.S. Corporate Investment Grade	0.89%	1.24%	8.35%	7.46%	6.57%
Municipal Bond: Long Bond (22+)	0.90%	1.10%	15.51%	15.39%	7.12%
Global Aggregate	0.09%	-0.04%	0.77%	0.59%	2.57%

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 1/9/15.

Key Rates

As of 1/9/15

Fed Funds	0.00-0.25%	5-yr CD	1.49%
LIBOR (1-month)	0.17%	2-yr T-Note	0.57%
CPI - Headline	1.30%	5-yr T-Note	1.43%
CPI - Core	1.70%	10-yr T-Note	1.96%
Money Market Accts.	0.47%	30-yr T-Bond	2.54%
Money Market Funds	0.01%	30-yr Mortgage	3.89%
6-mo CD	0.40%	Prime Rate	3.25%
1-yr CD	0.69%	Bond Buyer 40	4.19%

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

Market Indicators

As of 1/9/15

TED Spread	23 bps
Investment Grade Spread (A2)	167 bps
ML High Yield Master II Index Spread	520 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 12/30/14

	Current Week	Previous
Domestic Equity	-\$1.487 Billion	-\$1.063 Billion
Foreign Equity	-\$63 Million	-\$1.373 Billion
Taxable Bond	-\$367 Million	-\$3.323 Billion
Municipal Bond	\$1.389 Billion	\$329 Million

Change in Money Market Fund Assets for the Week Ended 1/7/15

	Current Week	Previous
Retail	\$4.66 Billion	\$3.39 Billion
Institutional	-\$23.25 Billion	\$16.03 Billion

Source: Investment Company Institute.

Factoids for the week of January 5 - 9, 2015

Monday, January 5, 2015

In December, the dividend-payers (423) in the S&P 500 (equal weight) posted a total return of 0.37%, vs. -0.12% for the non-payers (79), according to Standard & Poor's. There are currently 502 stocks in the index. In 2014, the payers were up 14.99%, vs. a gain of 15.44% for the non-payers. It was the third consecutive year in which the non-payers outperformed the payers. From 2000-2014, however, payers outperformed the non-payers in 10 of those 15 years. In 2014, the number of dividend increases totaled 375, up from 366 in 2013. Eight dividends were cut, compared to 12 in 2013.

Tuesday, January 6, 2015

Worldwide sales of semiconductors rose 9.1% (y-o-y) to \$29.7 billion in November, according to the Semiconductor Industry Association. It marked the 19th consecutive month in which sales were higher on a y-o-y basis. Year-to-date through November, industry sales were running 10% higher than at this point a year ago. Sales growth in November was strongest in the Asia Pacific region, with volume up 12.3% (y-o-y). Sales rose 11.1% in the Americas and 3.4% in Europe, but fell 4.5% in Japan. In 2014, the Philadelphia Semiconductor Index posted a total return of 31.39%, compared to 20.12% for the S&P 500 Information Technology Index and 13.69% for the S&P 500.

Wednesday, January 7, 2015

The S&P Dow Jones Indices, which tracks approximately 10,000 U.S. traded stocks, announced that total stock dividend distributions increased by a net \$12.0 billion in Q4'14, down 5.5% from the \$12.7 billion increase in Q4'13, according to its own release. In Q4'14, there were 971 dividend increases, up 9.7% from the 885 dividends increased in Q4'13. The number of dividends cut or suspended in Q4'14 totaled 67, up 31.4% from the 51 cut or suspended in Q4'13. In 2014, dividend increases were up 14.3% compared to 2013, while dividend decreases declined by 2.7%.

Thursday, January 8, 2015

In 2014, the U.S. Food and Drug Administration (FDA) approved 41 new drugs, the highest number in 18 years, according to FierceBiotech. It was the second best year on record for FDA approvals behind the 53 registered in 1996. There were 29 in 2013. In the 1990s, the FDA approved 31 drugs per year, on average, compared to an annual average of 24 the following decade (2000-2009).

Friday, January 9, 2015

The S&P 500 Energy Index posted a total return of -7.78% in 2014. David Rosenberg, chief economist and strategist at Gluskin Sheff & Associates, stated that energy stocks have never fallen for two consecutive years in a non-recessionary environment, according to CNBC. Rosenberg noted that when energy stocks have endured a down year outside the context of a global recession they bounce by an average of 15% the following year. He sees the price of oil dipping further to around the \$40 per barrel level before settling into a range of \$50 to \$70.