

Stock Index Performance

Index	Week	YTD	12-mo.	2014	5-yr.
Dow Jones Industrial Avg. (17,477)	0.67%	-0.44%	7.09%	10.04%	14.00%
S&P 500 (2,092)	0.73%	2.88%	9.18%	13.68%	16.56%
NASDAQ 100 (4,531)	0.26%	7.77%	15.50%	19.49%	21.54%
S&P 500 Growth	0.66%	5.88%	12.99%	14.89%	18.16%
S&P 500 Value	0.82%	-0.36%	5.06%	12.35%	14.89%
S&P MidCap 400 Growth	0.87%	8.77%	14.26%	7.57%	17.95%
S&P MidCap 400 Value	1.05%	-0.38%	3.76%	12.04%	16.04%
S&P SmallCap 600 Growth	0.68%	7.75%	14.57%	3.85%	19.54%
S&P SmallCap 600 Value	1.05%	-2.69%	3.25%	7.54%	16.69%
MSCI EAFE	-1.36%	5.68%	-0.88%	-4.90%	7.94%
MSCI World (ex US)	-1.48%	1.33%	-6.05%	-3.87%	5.67%
MSCI World	-0.12%	3.31%	3.57%	4.94%	11.89%
MSCI Emerging Markets	-2.33%	-8.11%	-17.52%	-2.19%	-0.06%

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 8/14/15.

S&P Sector Performance

Index	Week	YTD	12-mo.	2014	5-yr.
Consumer Discretionary	0.12%	9.40%	18.43%	9.68%	22.61%
Consumer Staples	0.05%	4.55%	15.52%	15.98%	16.51%
Energy	3.50%	-12.07%	-25.25%	-7.79%	7.24%
Financials	0.32%	3.05%	13.33%	15.18%	14.40%
Health Care	0.09%	10.90%	23.52%	25.34%	23.32%
Industrials	1.29%	-2.58%	4.78%	9.80%	15.54%
Information Technology	0.68%	3.44%	11.13%	20.12%	17.57%
Materials	1.14%	-5.02%	-6.47%	6.91%	10.99%
Telecom Services	0.99%	2.85%	0.04%	2.99%	11.48%
Utilities	2.66%	-1.79%	12.97%	28.98%	12.71%

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 8/14/15.

Bond Index Performance

Index	Week	YTD	12-mo.	2014	5-yr.
U.S. Treasury: Intermediate	-0.03%	1.13%	1.74%	2.57%	1.90%
GNMA 30 Year	-0.14%	0.43%	2.15%	6.03%	2.87%
U.S. Aggregate	-0.14%	0.51%	1.98%	5.97%	3.13%
U.S. Corporate High Yield	-0.58%	0.53%	-1.91%	2.45%	7.47%
U.S. Corporate Investment Grade	-0.33%	-0.52%	0.44%	7.46%	4.58%
Municipal Bond: Long Bond (22+)	0.08%	1.24%	4.91%	15.39%	5.82%
Global Aggregate	0.42%	-2.84%	-6.64%	0.59%	1.39%

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 8/14/15.

Key Rates

As of 8/14/15

Fed Funds	0.00-0.25%	5-yr CD	1.77%
LIBOR (1-month)	0.19%	2-yr T-Note	0.72%
CPI - Headline	0.10%	5-yr T-Note	1.58%
CPI - Core	1.80%	10-yr T-Note	2.20%
Money Market Accts.	0.44%	30-yr T-Bond	2.84%
Money Market Funds	0.02%	30-yr Mortgage	4.03%
6-mo CD	0.37%	Prime Rate	3.25%
1-yr CD	1.07%	Bond Buyer 40	4.37%

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

Market Indicators

As of 8/14/15

TED Spread	26 bps
Investment Grade Spread (A2)	186 bps
ML High Yield Master II Index Spread	552 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 8/5/15

	Current Week	Previous
Domestic Equity	-\$7.303 Billion	-\$5.220 Billion
Foreign Equity	\$3.459 Billion	\$3.795 Billion
Taxable Bond	-\$4.293 Billion	-\$4.624 Billion
Municipal Bond	-\$106 Million	-\$88 Million

Change in Money Market Fund Assets for the Week Ended 8/12/15

	Current Week	Previous
Retail	\$0.58 Billion	\$4.64 Billion
Institutional	\$4.75 Billion	\$16.70 Billion

Source: Investment Company Institute.

Factoids for the week of August 10-14, 2015

Monday, August 10, 2015

Trepp LLC, a commercial real estate consulting firm, reported that the default rate on commercial mortgage-backed securities (CMBS) stood at 5.42% in July, down from 5.66% six months ago and 6.04% a year ago, according to REIT.com. Loans are considered delinquent when payments are 30 days or more past due. Trepp believes that CMBS issuance in 2015 will be 25% higher than the \$95 billion sold in 2014. It estimates that \$300 billion in CMBS loans are scheduled to come due between 2015 and 2017.

Tuesday, August 11, 2015

A survey of 1,100 mostly large employers by Towers Watson found that base pay raises in the U.S. will be 3.0%, on average, in 2016, according to CNNMoney. That is on par with the average raise in 2015, and higher than the 1.8% U.S. Core CPI (ex food and energy), as of June 2015, according to the Bureau of Labor Statistics. The survey revealed that only 1.9% of companies are not planning to offer any raises in 2016, down from 3.0% this year. In 2009, that figure was nearly 33%.

Wednesday, August 12, 2015

Global mergers and acquisitions (M&A) activity is at a record-setting pace in 2015, according to *The Wall Street Journal*. Dealogic data indicates that takeover announcements, if the current pace were to be maintained throughout 2015, would reach \$4.58 trillion, topping the previous record of \$4.29 trillion in 2007. The slowing pace of profit and revenue growth for some companies is helping to fuel M&A activity.

Thursday, August 13, 2015

A new report from Zillow Group Inc. stated that rental affordability is growing more challenging in the U.S., according to Bloomberg. In Q2'15, a renter making the median income in the U.S. spent 30.2% of their income on a median-priced apartment, up from 29.5% in Q2'14. From 1985 to 1999, the average was 24.4%. Rents were least affordable in Los Angeles, where renters allocated 49% of their monthly income to rent. The U.S. homeownership rate stood at 63.4% in Q2'15, down from a peak of 69.2% in Q2'04, according to data from the U.S. Census Bureau. The 50-year low was 62.9%, set in 1965.

Friday, August 14, 2015

Worldwide sales of semiconductors rose 2.0% (y-o-y) to \$84.0 billion in Q2'15, according to the Semiconductor Industry Association. Year-to-date through June, sales were up 3.9% (y-o-y). Semiconductor sales in June totaled \$28.0 billion, up 2.0% (y-o-y). In June, sales growth was strongest in China, with volume up 7.8% (y-o-y). Sales rose 5.6% in the Americas and 5.2% in the Asia Pacific region. Sales growth was off in Europe (-11.5%) and Japan (-13.6%). Year-to-date through 8/13, the Philadelphia Semiconductor Index posted a total return of -6.50%, compared to 2.92% for the S&P 500 Information Technology Index and 2.48% for the S&P 500.