

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13851)	-0.40%	11.14%	26.75%	19.04%	11.54%
S&P 500 (1534)	-1.17%	9.23%	25.13%	15.79%	14.64%
NASDAQ 100 (2036)	0.18%	16.13%	39.43%	7.28%	16.46%
S&P 500/Citigroup Growth	-0.61%	9.59%	25.11%	11.03%	12.31%
S&P 500/Citigroup Value	-1.68%	8.93%	25.25%	20.85%	17.00%
S&P MidCap 400/Citigroup Growth	-1.32%	16.05%	29.01%	5.90%	16.62%
S&P MidCap 400/Citigroup Value	-1.29%	12.73%	26.93%	14.98%	19.61%
S&P SmallCap600/Citigroup Growth	-1.45%	12.29%	25.20%	10.56%	19.39%
S&P SmallCap600/Citigroup Value	-1.74%	8.21%	24.73%	19.66%	18.48%
MSCI EAFE	-0.58%	14.05%	34.70%	26.98%	20.81%
MSCI World (ex US)	-0.43%	14.97%	35.27%	26.34%	21.34%
MSCI World	-0.75%	12.35%	30.52%	20.72%	17.92%
MSCI Emerging Markets	0.49%	27.61%	59.93%	32.20%	31.70%

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 7/20/07.

WEEKLY FUND FLOWS

	Week of 7/18	Previous
Equity Funds	\$8.4 B	\$3.9 B
Including ETF activity, Domestic funds reporting net inflows of \$6.106B and Non-domestic funds reporting net inflows of \$2.311B.		
Bond Funds	\$525 M	\$2.3 B
Inflows were reported in all sectors except Corporate Bond funds investing in High Yield securities, -\$194M, and Government Bond funds investing in Mortgage-backed securities, -\$152M.		
Municipal Bond Funds	-\$24 M	\$106 M
Money Markets	-\$5.652 B	\$21.896 B

Source: AMG Data Services

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	-1.53%	3.37%	26.36%	18.64%	12.67%
Consumer Staples	-1.46%	5.87%	14.21%	14.58%	10.24%
Energy	0.39%	26.29%	38.88%	24.21%	29.07%
Financials	-3.43%	-2.52%	12.02%	19.23%	13.29%
Health Care	-2.18%	6.18%	16.19%	7.53%	10.84%
Industrials	0.64%	16.41%	29.48%	13.29%	16.13%
Information Technology	0.37%	14.79%	40.41%	8.42%	12.83%
Materials	-0.69%	23.08%	43.48%	18.98%	19.75%
Telecom Services	-1.33%	14.12%	39.47%	36.74%	16.74%
Utilities	-0.53%	12.00%	25.35%	20.99%	21.00%

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 7/20/07.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	0.63%	2.08%	5.18%	3.51%	3.15%
GNMA 30 Year	0.44%	1.16%	5.58%	4.62%	3.88%
U.S. Aggregate	0.57%	1.36%	5.63%	4.33%	4.31%
U.S. Corporate High Yield	-0.70%	1.73%	9.79%	11.85%	11.90%
U.S. Corporate Investment Grade	0.62%	0.99%	5.99%	4.30%	5.47%
Municipal Bond: 22 years +	0.55%	-0.09%	5.06%	6.82%	6.08%
Global Aggregate	1.05%	2.24%	6.62%	6.64%	6.14%

Source: Lehman Bros. Returns include reinvested interest. *The 5-yr. return is an average annual.* One-week, YTD, 12-mo. and 5-yr. performance returns calculated through 7/20/07.

KEY RATES

As of 7/20

Fed Funds	5.25%	5-YR CD	4.96%
LIBOR (1-month)	5.32%	2-YR Note	4.76%
CPI - Headline	2.70%	5-YR Note	4.84%
CPI - Core	2.20%	10-YR Note	4.94%
Money Market Accts.	3.71%	30-YR T-Bond	5.04%
Money Market Funds	4.71%	30-YR Mortgage	6.65%
6-mo. CD	4.62%	Prime Rate	8.25%
1-YR CD	4.91%	Bond Buyer 40	4.79%

Sources: Bankrate.com, iMoneyNet.com and Bloomberg

FACTOIDS FOR THE WEEK OF JULY 16TH - 20TH

Monday, July 16, 2007 — Hedge Funds

The average hedge fund is up 8.0% so far in 2007, according to Hedge Fund Research Inc. Hedge funds that specialize in shorting the market are down an average of 5.5%. The S&P 500 and DJIA are up 10.5% and 12.9%, respectively. Short interest on the NYSE hit a record high of 12.47 billion shares in June. The going rate for borrowing stock to execute a short sale tends to track short-term rates, which are at 5.25% today, according to *BusinessWeek*. Hard-to-borrow stocks can cost as much as 40% a year, meaning the price of the stock must fall more than 40% to make money. For example, the current rate to borrow **Overstock.com** is 31%.

Tuesday, July 17, 2007 — The U.S. Dollar

The U.S. dollar has declined 5.12% this year through yesterday's close, according to the Fed's U.S. Trade-Weighted Exchange Index. The index consists of currencies from seven major U.S. trading partners. It is currently at its lowest reading since the Fed created the index in 1973, according to *USA TODAY*. A weaker dollar is a bonus for U.S. investors owning international securities. For example, the Canadian stock market (S&P/TSX Composite Index) is up 11.72% in Canadian dollars (loonies) in 2007, but after converting loonies to dollars the return more than doubles to 24.76%, according to Bloomberg.

Wednesday, July 18, 2007 — P/E Ratios

A study released last fall analyzed U.S. market data over a 52-year period through 2003. According to SmartMoney.com, it found that the 30% of stocks with the lowest p-e ratios in any given month returned 1.65% on average, vs. 1.05% per month for a comparable sample of stocks with the highest p-e ratios.

Thursday, July 19, 2007 — Worldwide PC Growth

Worldwide PC shipments grew by 12.5% (y-o-y) in the second quarter of 2007, according to IDC's Worldwide Quarterly PC Tracker. IDC believes the strong showing sets the stage for "solid growth" in the second half of 2007 and 2008. Asia/Pacific (excluding Japan) was the fastest growing region with volume jumping better than 20%. The U.S. market grew by 7.2%. HP was the top vendor with a market share of 19.3%.

Friday, July 20, 2007 — The DJIA

The DJIA took just 59 trading days to rise from 13,000 to 14,000, or a gain of 7.7%, according to *USA TODAY*. It took 126 days to rise from 12,000 to 13,000, or a gain of 8.3%. It took 1,878 days to rise from 11,000 to 12,000, or a gain of 9.1%. The top five contributing stocks in the latest record-setting run from 13,000 to 14,000 were the following: **3M**; **Caterpillar**; **Alcoa**; **ExxonMobil**; and **United Technologies**.