

## STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13326)	0.59%	7.83%	18.59%	19.04%	8.48%
S&P 500 (1506)	0.08%	6.88%	17.50%	15.79%	9.33%
NASDAQ 100 (1899)	0.18%	8.27%	15.13%	7.28%	10.17%
S&P 500/Citigroup Growth	-0.12%	6.00%	15.91%	11.03%	6.85%
S&P 500/Citigroup Value	0.27%	7.74%	19.12%	20.85%	11.82%
S&P MidCap 400/Citigroup Growth	0.00%	11.92%	10.60%	5.90%	10.52%
S&P MidCap 400/Citigroup Value	0.49%	11.42%	14.70%	14.98%	14.38%
S&P SmallCap600/Citigroup Growth	-0.39%	9.23%	8.92%	10.56%	12.97%
S&P SmallCap600/Citigroup Value	-0.10%	6.96%	11.70%	19.66%	12.51%
MSCI EAFE	-0.48%	9.43%	17.14%	26.98%	17.31%
MSCI World (ex US)	-0.35%	9.74%	17.10%	26.34%	17.67%
MSCI World	-0.14%	8.51%	17.28%	20.72%	13.27%
MSCI Emerging Markets	-0.38%	9.22%	15.94%	32.20%	25.70%

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 5/11/07.

## WEEKLY FUND FLOWS

	Week of 5/9	Previous
<b>Equity Funds</b>	<b>\$5.1 B</b>	<b>-\$4.2 B</b>
Including ETF activity, Domestic funds reporting net inflows of \$3.355B and Non-domestic funds reporting net inflows of \$1.773B.		
<b>Bond Funds</b>	<b>\$2.4 B</b>	<b>\$2.6 B</b>
<b>Municipal Bond Funds</b>	<b>\$608 M</b>	<b>\$639 M</b>
<b>Money Markets</b>	<b>\$18.319 B</b>	<b>\$9.759 B</b>

Source: **AMG Data Services**

## S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	-0.36%	2.61%	15.42%	18.64%	7.02%
Consumer Staples	-0.91%	4.80%	16.84%	14.58%	5.03%
Energy	0.63%	10.30%	16.80%	24.21%	20.60%
Financials	0.15%	3.09%	15.39%	19.23%	10.29%
Health Care	-1.07%	8.98%	21.39%	7.53%	5.43%
Industrials	0.32%	8.03%	9.52%	13.29%	10.29%
Information Technology	0.89%	7.43%	17.24%	8.42%	7.68%
Materials	0.89%	14.18%	18.50%	18.98%	13.89%
Telecom Services	0.77%	12.65%	39.42%	36.74%	12.41%
Utilities	0.36%	16.03%	38.48%	20.99%	13.32%

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 5/11/07.

## BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	-0.04%	1.90%	6.15%	3.51%	3.73%
GNMA 30 Year	-0.02%	2.02%	7.70%	4.62%	4.53%
U.S. Aggregate	-0.09%	1.97%	7.57%	4.33%	5.01%
U.S. Corporate High Yield	0.24%	4.41%	12.29%	11.85%	10.45%
U.S. Corporate Investment Grade	-0.14%	2.12%	8.39%	4.30%	6.12%
Municipal Bond: 22 years +	0.07%	1.35%	7.75%	6.82%	7.06%
Global Aggregate	-0.21%	1.87%	5.60%	6.64%	7.70%

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 5/11/07.

## KEY RATES

As of 5/11

Fed Funds	5.25%	5-YR CD	4.77%
LIBOR (1-month)	5.32%	2-YR Note	4.71%
CPI - Headline	2.80%	5-YR Note	4.58%
CPI - Core	2.50%	10-YR Note	4.67%
Money Market Accts.	3.71%	30-YR T-Bond	4.77%
Money Market Funds	4.71%	30-YR Mortgage	6.13%
6-mo. CD	4.62%	Prime Rate	8.25%
1-YR CD	4.81%	Bond Buyer 40	4.60%

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

## FACTOIDS FOR THE WEEK OF MAY 7<sup>TH</sup> - MAY 11<sup>TH</sup>

### Monday, May 7, 2007 — The S&P 500 Index

This past Wednesday, the S&P 500 Index surpassed the 1500 plateau for the first time since September 2000, and is beginning today's trading session just 1.44% below its all-time high of 1527.46 established on March 24, 2000. According to Standard & Poor's, 84.2% of the non-Information Technology issues have made it back to their March 2000 price levels, but only 18.6% of the tech issues have done so. The S&P Information Technology Index begins today's trading session 61.7% below its all-time high of 988.49 established on March 27, 2000.

### Tuesday, May 8, 2007 — Home Sales

In the U.S., 2.8% of houses for sale were unoccupied in the first quarter, the highest since 1956, which was the first year the Census Department began keeping stats, according to Bloomberg. Unsold properties on the market totaled a record 3.45 million at the close of 2006, according to the National Association of Realtors. Some homeowners who either can't sell their homes or refuse to at a reduced price are renting them out. As a result, the amount of vacant rental apartments just rose to 6.1% in the first quarter, the highest percentage in nearly two years.

### Wednesday, May 9, 2007 — Separately Managed Accounts (SMAs)

Assets held in separately managed accounts (SMAs) totaled approximately \$889 billion at the end of Q1'07, according to the Money Management Institute. That is 31% higher than the \$678 billion held at the end of 2005 and 122% higher than the \$400 billion held at the end of 2001.

### Thursday, May 10, 2007 — Global Speculative-Grade Default Rate

The global speculative-grade default rate edged slightly higher from 1.4% in March to 1.5% in April. The default rate was 1.6% a year ago. Moody's default rate forecasting model sees the rate rising to 2.4% by the end of 2007. The default rate on senior loans fell slightly from 0.45% in March to 0.44% in April, according to Standard & Poor's LCD. There have been zero defaults over the past five months and just three over the past year. The default rate was 1.53% a year ago.

### Friday, May 11, 2007 — Algorithmic Trading Technology

A recent survey of hedge funds conducted by Financial Insights on behalf of Bank of America found that 93% of those polled utilize algorithmic trading technology to either access markets more efficiently or as quantitative-driven trading strategies designed to generate alpha, according to *Worth*. Algorithmic trading entails using software employing mathematical models to make trading decisions. Critics of such trading claims contend that investors probably have a better chance of generating "real alpha" by owning a quantitative fund.