

## STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13907)	2.17%	12.88%	31.17%	19.04%	12.38%
S&P 500 (1552)	1.46%	10.53%	27.32%	15.79%	13.01%
NASDAQ 100 (2032)	2.21%	15.92%	38.12%	7.28%	15.58%
S&P 500/Citigroup Growth	1.50%	10.27%	26.37%	11.03%	10.73%
S&P 500/Citigroup Value	1.42%	10.80%	28.33%	20.85%	15.33%
S&P MidCap 400/Citigroup Growth	1.16%	17.61%	28.70%	5.90%	15.77%
S&P MidCap 400/Citigroup Value	1.05%	14.20%	27.24%	14.98%	18.55%
S&P SmallCap600/Citigroup Growth	0.90%	13.93%	24.82%	10.56%	17.97%
S&P SmallCap600/Citigroup Value	1.24%	10.13%	25.88%	19.66%	16.95%
MSCI EAFE	1.44%	14.71%	34.65%	26.98%	20.26%
MSCI World (ex US)	1.55%	15.47%	34.95%	26.34%	20.73%
MSCI World	1.45%	13.20%	31.34%	20.72%	16.76%
MSCI Emerging Markets	3.68%	26.99%	59.29%	32.20%	31.03%

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 7/13/07.

## WEEKLY FUND FLOWS

	Week of 7/3	Previous
<b>Equity Funds</b>	<b>\$3.9 B</b>	<b>\$5.8 B</b>
Including ETF activity, Domestic funds reporting net inflows of \$482M and Non-domestic funds reporting net inflows of \$3.385B.		
<b>Bond Funds</b>	<b>\$2.3 B</b>	<b>\$1.9 B</b>
<b>Municipal Bond Funds</b>	<b>\$106 M</b>	<b>\$459 M</b>
<b>Money Markets</b>	<b>\$21.896 B</b>	<b>\$16.829 B</b>

Source: **AMG Data Services**

## S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	-0.19%	4.98%	27.47%	18.64%	10.76%
Consumer Staples	1.30%	7.43%	17.22%	14.58%	8.41%
Energy	3.95%	25.79%	34.99%	24.21%	26.25%
Financials	0.27%	0.95%	18.55%	19.23%	12.17%
Health Care	0.95%	8.54%	21.45%	7.53%	9.36%
Industrials	2.53%	15.68%	27.05%	13.29%	14.05%
Information Technology	1.92%	14.36%	40.19%	8.42%	12.06%
Materials	3.48%	23.93%	43.59%	18.98%	17.62%
Telecom Services	-0.45%	15.67%	44.25%	36.74%	15.20%
Utilities	2.35%	12.60%	29.05%	20.99%	18.45%

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 7/13/07.

## BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U.S. Treasury: Intermediate	0.37%	1.45%	4.83%	3.51%	3.08%
GNMA 30 Year	0.45%	0.72%	5.56%	4.62%	3.83%
U.S. Aggregate	0.45%	0.78%	5.43%	4.33%	4.21%
U.S. Corporate High Yield	-0.17%	2.45%	10.75%	11.85%	11.97%
U.S. Corporate Investment Grade	0.54%	0.37%	5.74%	4.30%	5.30%
Municipal Bond: 22 years +	0.58%	-0.63%	4.77%	6.82%	6.04%
Global Aggregate	0.84%	1.18%	5.57%	6.64%	6.16%

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 7/13/07.

## KEY RATES

As of 7/13

Fed Funds	5.25%	5-YR CD	4.97%
LIBOR (1-month)	5.32%	2-YR Note	4.91%
CPI - Headline	2.70%	5-YR Note	5.00%
CPI - Core	2.20%	10-YR Note	5.09%
Money Market Accts.	3.66%	30-YR T-Bond	5.18%
Money Market Funds	4.70%	30-YR Mortgage	6.67%
6-mo. CD	4.65%	Prime Rate	8.25%
1-YR CD	4.92%	Bond Buyer 40	4.85%

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

## FACTOIDS FOR THE WEEK OF JULY 9<sup>TH</sup> - 13<sup>TH</sup>

### Monday, July 9, 2007 — Interest Rates

Economists at Lehman Brothers, Morgan Stanley and RBS Greenwich Capital see interest rates trending higher in the second half of 2007, according to *USA TODAY*. For now, the combination of a strong labor market and inflation sitting at the upper end of the Fed's comfort zone trumps the weakness in housing. They estimate the 10-year T-Note will return 1.28% this year. If so, it would be the worst showing since 1999 when it fell 8.25%, according to data from Merrill Lynch.

### Tuesday, July 10, 2007 — Speculative-Grade Default Rate

The U.S. speculative-grade default rate was 1.4% in June, down from 1.5% in May, according to Moody's. The rate stood at 2.3% a year ago. The global speculative-grade default rate was unchanged at 1.4%. The rate stood at 1.8% a year ago. The default rate on senior loans remained at an all-time low of 0.29% in June, according to Standard & Poor's LCD. The senior loan market has been default-free for a record seven consecutive months.

### Wednesday, July 11, 2007 — Clean Energy

Clean energy IPOs raised \$4.1 billion in 2006, up 156% over the \$1.6 billion take in 2005, according to Lux Research. So far in 2007, 11 companies in the clean energy space have launched IPOs raising nearly \$2.3 billion, according to data from Renaissance Capital's IPOHome.com.

### Thursday, July 12, 2007 — Basic Materials Sector

The basic materials sector returned 32.8% (S&P Materials Index) for the 52-week period ended July 6, outpacing the S&P 500 by 10.4 percentage points, according to Bloomberg. Kenneth Safian, of Safian Investment Research, believes the global boom scenario is priced into these stocks, according to SmartMoney.com. Safian thinks the sector is poised for a shakeout due to the following reasons: earnings are cyclical and peaking; p-e ratios are higher than normal; and materials companies are not buying back stock at the same pace as companies in other sectors.

### Friday, July 13, 2007 — M&A Activity

M&A activity by asset managers worldwide was up a record 30% (y-o-y) in the first half of 2007, according to Putnam Lovell. The number of deals totaled 112 at a value of approximately \$32.3 billion. It believes activity will be as strong or stronger in the second half of the year.