

STOCK INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
DOW JONES 30 (13113)	-1.80%	6.84%	18.38%	19.04%	11.74%
S&P 500 (1454)	-1.32%	3.81%	14.44%	15.79%	12.23%
NASDAQ 100 (1958)	-1.53%	11.83%	25.73%	7.28%	16.64%
S&P 500/Citigroup Growth	-1.02%	4.85%	14.47%	11.03%	9.66%
S&P 500/Citigroup Value	-1.61%	2.87%	14.55%	20.85%	14.89%
S&P MidCap 400/Citigroup Growth	-0.78%	9.72%	19.33%	5.90%	14.19%
S&P MidCap 400/Citigroup Value	-1.42%	4.29%	14.63%	14.98%	16.65%
S&P SmallCap600/Citigroup Growth	-1.32%	7.84%	18.23%	10.56%	16.86%
S&P SmallCap600/Citigroup Value	-2.60%	-1.10%	10.06%	19.66%	16.08%
MSCI EAFE	-1.20%	6.62%	19.76%	26.98%	20.53%
MSCI World (ex US)	-1.08%	7.47%	20.20%	26.34%	21.02%
MSCI World	-1.18%	5.87%	17.60%	20.72%	16.40%
MSCI Emerging Markets	0.21%	21.21%	44.08%	32.20%	33.12%

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 9/7/07.

WEEKLY FUND FLOWS

	Week of 9/5	Previous
Equity Funds	-\$5.1 B	-\$9.9 B
Including ETF activity, Domestic funds reporting net outflows of \$5.072B and Non-domestic funds reporting net outflows of \$17M.		
Bond Funds	\$580 M	\$510 M
Municipal Bond Funds	\$406 M	-\$126 M
Money Markets	\$36.590 B	-\$20.195 B

Source: **AMG Data Services**

S&P SECTOR PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
Consumer Discretionary	-3.18%	-5.80%	10.52%	18.64%	8.76%
Consumer Staples	-1.02%	4.32%	8.54%	14.58%	7.33%
Energy	1.11%	20.42%	31.22%	24.21%	26.63%
Financials	-2.45%	-9.30%	1.73%	19.23%	10.39%
Health Care	-0.59%	3.60%	7.68%	7.53%	6.99%
Industrials	-1.60%	10.29%	22.05%	13.29%	13.81%
Information Technology	-1.08%	10.77%	24.38%	8.42%	13.54%
Materials	-1.46%	11.86%	25.79%	18.98%	17.19%
Telecom Services	-2.42%	10.02%	24.04%	36.74%	17.31%
Utilities	0.39%	7.61%	17.29%	20.99%	17.80%

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 9/7/07.

BOND INDEX PERFORMANCE

Index	Week	YTD	12-mo.	2006	5-yr.
U S Treasury: Intermediate	0.90%	5.42%	7.08%	3.51%	3.38%
GNMA 30 Year	1.20%	4.10%	6.24%	4.63%	4.27%
U S Aggerate	1.05%	4.15%	6.45%	4.33%	4.46%
US Corporate High Yield	0.42%	1.00%	6.31%	11.85%	11.85%
US Corporate Investment Grade	0.87%	2.65%	5.43%	4.30%	5.43%
Municipal Bond: Long Bond (22+)	2.39%	0.09%	2.88%	6.82%	5.55%
Global Aggregate	1.40%	5.14%	7.61%	6.64%	6.59%

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 9/7/07.

KEY RATES

As of 9/7

Fed Funds	5.25%	5-YR CD	4.88%
LIBOR (1-month)	5.80%	2-YR Note	3.89%
CPI - Headline	2.40%	5-YR Note	4.02%
CPI - Core	2.20%	10-YR Note	4.37%
Money Market Accts.	3.76%	30-YR T-Bond	4.69%
Money Market Funds	4.71%	30-YR Mortgage	6.37%
6-mo. CD	4.59%	Prime Rate	8.25%
1-YR CD	4.84%	Bond Buyer 40	4.88%

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

FACTOIDS FOR THE WEEK OF SEPTEMBER 3RD - 7TH

Monday, September 3, 2007 — None
Holiday.

Tuesday, September 4, 2007 — **Global Infrastructure**

Macquarie, a financial services conglomerate based in Australia, estimates that global infrastructure demands will cost \$30 trillion through 2030, according to SmartMoney.com. SmartMoney.com advocates up to a 5% weighting in infrastructure stocks. Matt McCall, president of Penn Financial Group, believes these stocks will hold up even if global growth slows.

Wednesday, September 5, 2007 — **S&P 500 Dividend Payers vs. Non-Payers**

In August, the dividend-payers (389) in the S&P 500 (equal weight) posted a total return of 0.21%, vs. -0.51% for the non-payers (111), according to Standard & Poor's. Year-to-date, the payers gained 3.56%, vs. 4.38% for the non-payers. For the 12-month period ended August 2007, payers gained 13.76%, vs. 14.22% for the non-payers. The number of dividend increases (S&P 500) year-to-date totaled 210, slightly lagging the 214 and 217 increases registered over the same period in 2006 and 2005. The dividend yield on the index was 1.91% at the close of August.

Thursday, September 6, 2007 — **Nine To One Up Day**

According to Mark Hulbert at MarketWatch.com, trading volume on the NYSE has recently triggered a bullish signal known as "Nine To One Up Day." It refers to days when up volume outpaces down volume by a ratio of 9-to-1 or more. A single 9-to-1 up day is not always a bullish signal, but multiple days tend to be. We just experienced three of them in the second half of August (17th, 29th & 31st). David Aronson and his students at Baruch College researched the 9-to-1 signal from 1942 through the fall of 2006. They found that in the 60-trading-day period following a double 9-to-1 signal the S&P 500 generated an average annualized return of over 22%.

Friday, September 7, 2007 — **Fed's Monetary Policy**

A study conducted by the CFA Institute suggests that equity investors can boost returns by paying attention to shifts in the Fed's monetary policy, according to *USA TODAY*. Between 1973 and 2005, returns for a market portfolio averaged 12%. Stocks averaged 17.4% following decreases in the discount rate, vs. 5.3% following rate increases. Cyclical stocks returned an average of 20.3% during expansive periods, vs. just 2.3% during restrictive periods. Over the 33-year span, the Fed was expansive 57% of the time and restrictive the remaining 43%.