

Stock Index Performance

Index	Week	YTD	12-mo.	2010	5-yr
Dow Jones Industrial Avg. (11,872)	0.78%	2.68%	17.38%	14.06%	4.93%
S&P 500 (1,283)	-0.75%	2.14%	17.27%	15.06%	2.49%
NASDAQ 100 (2,268)	-2.37%	2.29%	23.53%	20.15%	6.88%
S&P 500 Growth	-1.07%	1.19%	17.19%	15.09%	3.59%
S&P 500 Value	-0.41%	3.12%	0.00%	15.13%	1.32%
S&P MidCap 400 Growth	-2.25%	0.06%	29.74%	30.65%	6.16%
S&P MidCap 400 Value	-1.35%	1.57%	22.09%	22.80%	4.53%
S&P SmallCap 600 Growth	-3.77%	-1.36%	26.39%	28.43%	4.28%
S&P SmallCap 600 Value	-3.56%	-1.13%	22.26%	25.01%	3.01%
MSCI EAFE	0.00%	1.86%	10.05%	7.75%	2.29%
MSCI World (ex US)	-0.60%	0.87%	12.76%	11.15%	4.31%
MSCI World	-0.48%	1.80%	13.89%	11.76%	2.40%
MSCI Emerging Markets	-1.98%	-1.22%	18.37%	18.88%	11.00%

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 01/21/11.

S&P Sector Performance

Index	Week	YTD	12-mo.	2010	5-yr
Consumer Discretionary	-0.41%	1.00%	29.95%	27.85%	4.40%
Consumer Staples	0.30%	0.33%	15.19%	14.12%	7.95%
Energy	-0.35%	3.46%	24.02%	20.46%	6.72%
Financials	-1.66%	3.25%	13.68%	12.18%	-9.80%
Health Care	0.05%	2.21%	2.31%	2.90%	2.14%
Industrials	0.30%	3.34%	28.36%	26.74%	4.25%
Information Technology	-1.72%	2.96%	14.73%	10.22%	5.28%
Materials	-3.32%	-2.54%	21.97%	22.34%	7.12%
Telecom Services	-1.14%	-2.40%	23.43%	18.97%	5.91%
Utilities	0.68%	1.99%	9.43%	5.46%	3.52%

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 01/21/11.

Bond Index Performance

Index	Week	YTD	12-mo.	2010	5-yr
U.S. Treasury: Intermediate	-0.26%	-0.05%	3.95%	5.29%	5.34%
GNMA 30 Year	-0.22%	-0.14%	5.27%	6.71%	6.10%
U.S. Aggregate	-0.25%	-0.12%	4.84%	6.54%	5.65%
U.S. Corporate High Yield	0.24%	1.59%	14.71%	15.12%	9.04%
U.S. Corporate Investment Grade	-0.23%	-0.11%	6.91%	9.00%	5.93%
Municipal Bond: Long Bond (22+)	1.77%	-3.01%	-3.21%	1.12%	1.96%
Global Aggregate	0.32%	-0.37%	4.40%	5.55%	6.20%

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 01/21/11.

Key Rates

As of 01/21			
Fed Funds	0.00-0.25%	5-yr CD	2.27%
LIBOR (1-month)	0.26%	2-yr T-Note	0.60%
CPI - Headline	1.50%	5-yr T-Note	2.01%
CPI - Core	0.80%	10-yr T-Note	3.40%
Money Market Accts.	0.63%	30-yr T-Bond	4.56%
Money Market Funds	0.03%	30-yr Mortgage	4.82%
6-mo CD	0.75%	Prime Rate	3.25%
1-yr CD	1.03%	Bond Buyer 40	5.90%

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

Market Indicators

As of 01/21	
TED Spread	14 bps
Investment Grade Spread (A2)	170 bps
ML High Yield Master II Index Spread	506 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows for the Week Ended 1/12/11

Estimated Flows to Long-Term Mutual Funds				
	Current Week		Previous	
Domestic Equity	\$3.765	Billion	-\$4.229	Billion
Foreign Equity	\$2.775	Billion	\$2.416	Billion
Taxable Bond	\$1.388	Billion	\$2.693	Billion
Municipal Bond	-\$2.368	Billion	-\$2.146	Billion
Change in Money Market Fund Assets				
	Current Week		Previous	
Retail	\$0.28	Billion	-\$6.58	Billion
Institutional	-\$35.36	Billion	\$4.39	Billion

Source: Investment Company Institute

Factoids for the week of January 17th – 21st

Monday, January 17, 2011

Holiday – Markets Closed

Tuesday, January 18, 2011

The United Nations reported that the cost of food rose 25% worldwide in 2010 and closed December at an all-time high, according to Bloomberg. U.S. agricultural exports are expected to rise by 16% this year to a record \$126.5 billion, according to the Department of Agriculture. Neil Harl, an agricultural economist at Iowa State University, estimates that U.S. farm income likely exceeded the 2004 record of \$87.3 billion in 2010. Harl also estimates that cropland values rose as much as 10%.

Wednesday, January 19, 2011

The S&P 400 set an all-time high last Friday closing at 931.07, eclipsing the previous record high of 926.23, established on 7/13/07, according to Howard Silverblatt, Senior Index Analyst at S&P. The S&P 500 stood 17.37% below its all-time high of 1565.15 on 10/9/07. Mid-caps posted the highest total return of the three major market caps over the past decade (12/00-12/10). The S&P 400's cumulative total return was 99.55%, compared to 85.38% for the Russell 2000 and 15.08% for the S&P 500. The top five performing sectors in the S&P 400 were as follows: Energy (+362.0%); Consumer Staples (+256.5%); Health Care (+182.6%); Industrials (+136.8%); and Materials (+127.4%).

Thursday, January 20, 2011

The consensus among REIT analysts calls for double-digit returns in 2011, the third year in a row, according to REIT.com. Analysts are looking at a range of 10-15%. REIT returns averaged 28% over the past two years. John Perry, analyst at Deutsche Bank Securities, noted that fundamentals in all major sectors had either stabilized or turned positive. REITs are beginning to raise their dividends and Perry sees it continuing throughout 2011.

Friday, January 21, 2011

The S&P/Experian Consumer Credit Default Indices showed a marked improvement from November to December and year-over-year, according to Standard & Poor's. Defaults declined across all major categories of consumer borrowing. The following shows the (monthly & 12-month) results as of December 2010: First Mortgage (-4.34% & -38.57%); Second Mortgage (-3.07% & -50.76%); Bank Card (-1.77% & -17.68%); and Auto Loans (-4.45% & -36.85%).