

Stock Index Performance

Index	Week	YTD	12-mo.	2012	5-yr.
Dow Jones Industrial Avg. (15,136)	1.56%	16.99%	20.03%	10.24%	9.08%
S&P 500 (1,632)	1.63%	15.69%	21.51%	16.00%	7.67%
NASDAQ 100 (2,963)	1.88%	12.17%	13.85%	18.35%	11.42%
S&P 500 Growth	1.85%	14.11%	17.74%	14.71%	8.29%
S&P 500 Value	1.40%	17.38%	25.92%	17.77%	7.07%
S&P MidCap 400 Growth	2.26%	15.83%	24.14%	17.62%	10.35%
S&P MidCap 400 Value	2.13%	18.44%	27.52%	19.10%	10.38%
S&P SmallCap 600 Growth	3.47%	19.78%	24.52%	15.27%	11.69%
S&P SmallCap 600 Value	2.97%	20.15%	29.49%	18.88%	11.56%
MSCI EAFE	0.57%	4.70%	17.84%	17.32%	0.15%
MSCI World (ex US)	-0.13%	-0.18%	11.66%	16.83%	-0.08%
MSCI World	1.10%	9.62%	18.48%	15.83%	3.45%
MSCI Emerging Markets	-2.33%	-11.67%	-1.60%	18.22%	0.16%

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 7/5/13.

S&P Sector Performance

Index	Week	YTD	12-mo.	2012	5-yr.
Consumer Discretionary	2.43%	22.69%	34.37%	24.14%	17.84%
Consumer Staples	0.84%	16.12%	17.55%	11.08%	11.77%
Energy	1.91%	11.86%	17.30%	4.64%	0.74%
Financials	2.02%	21.91%	36.62%	28.92%	1.88%
Health Care	1.36%	21.89%	29.05%	17.89%	11.92%
Industrials	1.45%	15.43%	23.83%	15.42%	7.54%
Information Technology	2.13%	8.63%	8.74%	14.82%	8.57%
Materials	1.10%	4.25%	11.63%	15.24%	2.31%
Telecom Services	1.36%	12.05%	12.33%	18.31%	9.56%
Utilities	-1.98%	7.75%	3.67%	1.31%	2.58%

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 7/5/13.

Bond Index Performance

Index	Week	YTD	12-mo.	2012	5-yr.
U.S. Treasury: Intermediate	-0.61%	-1.88%	-1.46%	1.71%	3.68%
GNMA 30 Year	-1.84%	-4.52%	-4.02%	2.44%	4.76%
U.S. Aggregate	-1.04%	-3.45%	-2.04%	4.21%	4.99%
U.S. Corporate High Yield	-0.04%	1.37%	8.90%	15.81%	11.09%
U.S. Corporate Investment Grade	-0.90%	-4.28%	-0.17%	9.82%	7.09%
Municipal Bond: Long Bond (22+)	-0.65%	-4.70%	-0.63%	11.26%	5.62%
Global Aggregate	-1.15%	-5.92%	-2.99%	4.32%	3.48%

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 7/5/13.

Key Rates

As of 7/5/13

Fed Funds	0.00-0.25%	5-yr CD	1.25%
LIBOR (1-month)	0.20%	2-yr T-Note	0.40%
CPI - Headline	1.40%	5-yr T-Note	1.60%
CPI - Core	1.70%	10-yr T-Note	2.73%
Money Market Accts.	0.46%	30-yr T-Bond	3.70%
Money Market Funds	0.01%	30-yr Mortgage	4.64%
6-mo CD	0.39%	Prime Rate	3.25%
1-yr CD	0.58%	Bond Buyer 40	4.83%

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

Market Indicators

As of 7/5/13

TED Spread	23 bps
Investment Grade Spread (A2)	189 bps
ML High Yield Master II Index Spread	504 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 6/26/13

	Current Week	Previous
Domestic Equity	-\$962 Million	-\$463 Million
Foreign Equity	\$1.132 Billion	\$2.330 Billion
Taxable Bond	-\$20.446 Billion	-\$4.604 Billion
Municipal Bond	-\$7.676 Billion	-\$3.368 Billion

Change in Money Market Fund Assets for the Week Ended 7/2/13

	Current Week	Previous
Retail	\$4.92 Billion	\$4.74 Billion
Institutional	-\$3.21 Billion	\$2.92 Billion

Source: Investment Company Institute.

Factoids for the week of July 1 - 5, 2013

Monday, July 1, 2013

Data from Thomson Reuters shows that \$978.8 billion worth of M&A deals have been announced so far in 2013 (as of 6/25), according to CNNMoney.com. That represents a 9% drop from the same period a year ago. The shortfall came in Q2'13. Deal volume (\$) is off 28% from Q2'12. It is likely to be the slowest quarter since Q3'09. While deal volume is suffering, the number of deals announced was actually up 34%. The most active sectors so far were energy, real estate, financials and health care.

Tuesday, July 2, 2013

The UCLA Anderson Forecast, issued quarterly, reports that the U.S. is still in the early stages of a housing recovery, according to its own release. David Shulman, a senior economist with UCLA Anderson Forecast and the UCLA Ziman Center for Real Estate, sees housing starts rising from an estimated 1.03 million units in 2013 to 1.35 million units in 2014, reaching 1.56 million by 2015. Housing starts stood at 550,000 in 2009. He also believes that home prices will continue to rise. While homebuilders stocks have rallied sharply since October 2011, the S&P Homebuilders Select Industry Index closed 18.8% below its 10-year high (2/2/07) on June 28, according to Bloomberg.

Wednesday, July 3, 2013

In June, the dividend-payers (410) in the S&P 500 (equal weight) posted a total return of -1.14%, vs. -1.02% for the non-payers (90), according to Standard & Poor's. Y-T-D, the payers were up 15.14%, vs. a gain of 20.28% for the non-payers. For the 12-month period ended June, payers were up 24.80%, vs. a gain of 32.90% for the non-payers. The number of dividend increases y-t-d through May totaled 219, up from 200 at this point a year ago. Ten dividends were cut, compared to four at this point a year ago. In the first five months of 2013, net cash inflows to Equity Income mutual funds and Equity Income ETFs totaled \$6.4 billion and \$5.9 billion, respectively, according to data from Lipper.

Thursday, July 4, 2013

Fourth of July Holiday – Markets Closed.

Friday, July 5, 2013

The S&P Dow Jones Indices, which tracks approximately 10,000 U.S. traded stocks, announced that total stock dividend distributions (excludes special and extra one-time dividend payments) increased by a net \$17.6 billion in Q2'13, according to its own release. In Q2'13, 591 companies increased their dividend payouts, up 17.0% over the 505 increases in Q2'12. The number of companies decreasing their dividend payouts rose from 37 in Q2'12 to 65 in Q2'13. In the first half of 2013, there were 1,535 dividend increases, up from 1,182 for the same period a year ago, and 204 decreases/suspensions, up from 68. The dividend payout rate, which has historically averaged 52%, remained at 36% in Q2'13.