

Stock Index Performance

Index	Week	YTD	12-mo.	2014	5-yr.
Dow Jones Industrial Avg. (17,165)	-2.87%	-3.58%	11.91%	10.04%	14.15%
S&P 500 (1,995)	-2.75%	-3.00%	14.22%	13.68%	15.57%
NASDAQ 100 (4,148)	-3.02%	-2.03%	19.26%	19.49%	20.40%
S&P 500 Growth	-2.70%	-1.67%	16.41%	14.89%	16.86%
S&P 500 Value	-2.81%	-4.44%	11.84%	12.35%	14.26%
S&P MidCap 400 Growth	-1.40%	0.57%	11.02%	7.57%	17.74%
S&P MidCap 400 Value	-1.40%	-3.00%	10.50%	12.04%	16.23%
S&P SmallCap 600 Growth	-1.74%	-1.79%	6.36%	3.85%	18.14%
S&P SmallCap 600 Value	-2.16%	-5.23%	5.73%	7.54%	16.32%
MSCI EAFE	-0.26%	0.49%	-0.43%	-4.90%	6.39%
MSCI World (ex US)	-1.04%	-0.15%	0.56%	-3.87%	5.44%
MSCI World	-1.75%	-1.81%	7.00%	4.94%	10.72%
MSCI Emerging Markets	-2.94%	0.60%	5.23%	-2.19%	3.07%

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 1/30/15.

S&P Sector Performance

Index	Week	YTD	12-mo.	2014	5-yr.
Consumer Discretionary	-1.30%	-3.06%	13.01%	9.68%	21.31%
Consumer Staples	-3.46%	-1.10%	20.90%	15.98%	16.06%
Energy	-1.76%	-4.81%	-6.33%	-7.79%	8.66%
Financials	-3.25%	-6.90%	11.25%	15.18%	12.02%
Health Care	-2.45%	1.23%	25.70%	25.34%	19.53%
Industrials	-2.51%	-3.63%	10.78%	9.80%	16.92%
Information Technology	-4.10%	-3.85%	18.47%	20.12%	15.96%
Materials	-1.21%	-1.89%	9.91%	6.91%	12.80%
Telecom Services	-2.37%	-1.11%	5.15%	2.99%	13.07%
Utilities	-1.72%	2.37%	28.20%	28.98%	15.02%

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 1/30/15.

Bond Index Performance

Index	Week	YTD	12-mo.	2014	5-yr.
U.S. Treasury: Intermediate	0.47%	1.65%	3.39%	2.57%	2.97%
GNMA 30 Year	0.18%	0.45%	4.59%	6.03%	3.96%
U.S. Aggregate	0.59%	2.10%	6.61%	5.97%	4.57%
U.S. Corporate High Yield	0.34%	0.66%	2.41%	2.45%	8.90%
U.S. Corporate Investment Grade	0.85%	3.03%	8.75%	7.46%	6.79%
Municipal Bond: Long Bond (22+)	0.54%	2.53%	14.77%	15.39%	7.42%
Global Aggregate	0.36%	-0.16%	-0.62%	0.59%	2.53%

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 1/30/15.

Key Rates

As of 1/30/15

Fed Funds	0.00-0.25%	5-yr CD	1.45%
LIBOR (1-month)	0.17%	2-yr T-Note	0.46%
CPI - Headline	0.80%	5-yr T-Note	1.19%
CPI - Core	1.60%	10-yr T-Note	1.67%
Money Market Accts.	0.46%	30-yr T-Bond	2.25%
Money Market Funds	0.02%	30-yr Mortgage	3.79%
6-mo CD	0.41%	Prime Rate	3.25%
1-yr CD	0.71%	Bond Buyer 40	4.09%

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

Market Indicators

As of 1/30/15

TED Spread	24 bps
Investment Grade Spread (A2)	171 bps
ML High Yield Master II Index Spread	526 bps

Sources: Bloomberg and Merrill Lynch via Bloomberg.

Weekly Fund Flows

Estimated Flows to Long-Term Mutual Funds for the Week Ended 1/21/15

	Current Week	Previous
Domestic Equity	\$856 Million	-\$21 Million
Foreign Equity	\$288 Million	\$1.761 Billion
Taxable Bond	\$77 Million	\$2.598 Billion
Municipal Bond	\$1.044 Billion	\$966 Million

Change in Money Market Fund Assets for the Week Ended 1/28/15

	Current Week	Previous
Retail	-\$5.13 Billion	-\$1.41 Billion
Institutional	\$2.60 Billion	\$0.44 Billion

Source: Investment Company Institute.

Factoids for the week of January 26 - 30, 2015

Monday, January 26, 2015

The percentage of Americans who own their own homes currently stands at 64.4%, down from a peak of 69.2% in 2004, according to the Associated Press. With home ownership levels down, demand for apartments and rental houses is up. Rental prices have risen 52% since 2000, but incomes for renters have only increased by 25%, according to Stan Humphries, chief economist at Zillow. The rise in rental costs is making it harder for occupants to save the money required for a down payment on a home.

Tuesday, January 27, 2015

A PwC survey of executives from 60 ETF sponsors found that 75% of respondents expect ETF assets under management worldwide to at least double to \$5 trillion by 2020, according to its own release. Institutional investors, such as insurance companies, pension plans and hedge funds, are expected to be big drivers of demand for ETFs. Nearly half (46%) of those firms surveyed identified developing new types of indexing (also referred to as "smart beta") as the most important area of innovation.

Wednesday, January 28, 2015

A total of 1.12 million U.S. homes were involved in foreclosure filings in 2014, down 17.6% from 2013's 1.36 million filings and down 61.0% from the peak of 2.87 million filings in 2010, according to RealtyTrac. In addition to the drop in foreclosure activity, RealtyTrac reported that the first wave of the 7.3 million homeowners who lost their home to foreclosure or short sale are now past the seven-year window needed to repair their credit and qualify to buy a home. They are referred to as "boomerang buyers" and this group could potentially boost demand for houses over the next eight years.

Thursday, January 29, 2015

On a global basis, 8.6 trillion gallons of fresh water are lost each year due to leakage, according to Bloomberg Businessweek. McKinsey estimates that \$688 billion of spending will be needed annually (worldwide) for municipal water infrastructure upgrades through 2030. It is estimated that for every dollar spent on reducing water leaks approximately \$5 worth of water can be saved.

Friday, January 30, 2015

FactSet estimates that the dividend payout from the S&P 500 will increase by 7.7% in 2015, as fewer companies initiate new dividends and many firms redirect cash into much-neglected capital spending, according to Kiplinger. Dividend increases had been growing at a double-digit pace in recent years. Currently, 423 companies in the S&P 500 distribute a dividend. FactSet estimates that financial firms will raise payouts an average of 13.2% in 2015, the most of any sector, followed by an 8.6% hike from industrial companies.