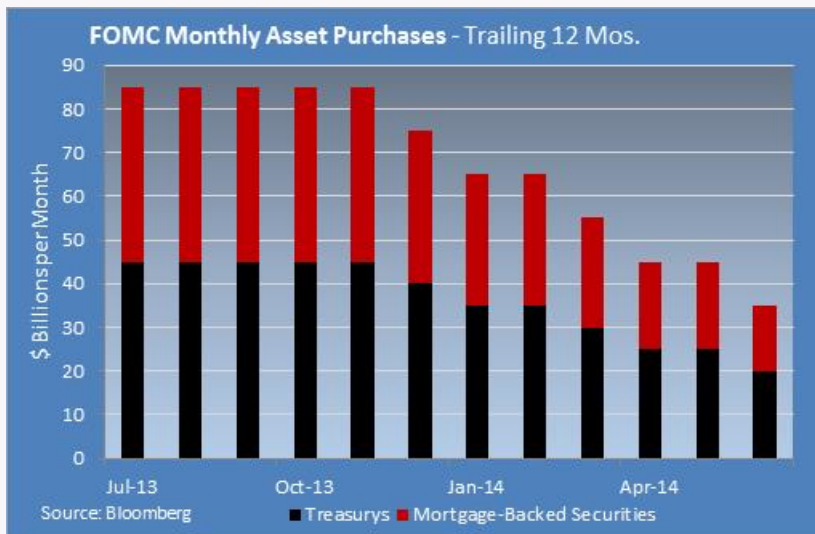


## Chart of the Week



## Weekly Highlights

- **Domestic stock prices declined sharply this week.** After finishing last week at all-time highs, broad equity indices slumped, with the S&P 500 posting its worst week since April. Analysts cited two primary drivers of the decline: the corporate debt crisis in Portugal and concern over slowing earnings growth. Having ended last week as a seven-year low, the Chicago Board Options Exchange Volatility Index (VIX) posted its largest weekly jump since April.
- **Global markets were almost all lower on the week.** World markets were lower this week after a sell-off sparked by the troubles of Portugal's Banco Espirito Santo SA. Bank analysts believe that the bank's troubles are isolated and won't spread to the wider eurozone region. Chinese markets got a boost late in the week on speculation that policymakers would ease curbs on property purchasing.
- **Treasury prices were higher for the week.** The yield on the benchmark 10-year U.S. Treasury plunged this week as investors sought safety in the wake of the Espirito Santo situation.
- **Commodity indices dove on the week.** Energy prices dropped for the third consecutive week, and some grain prices sank to a four-year low. Precious metals jumped.

## Talking Points

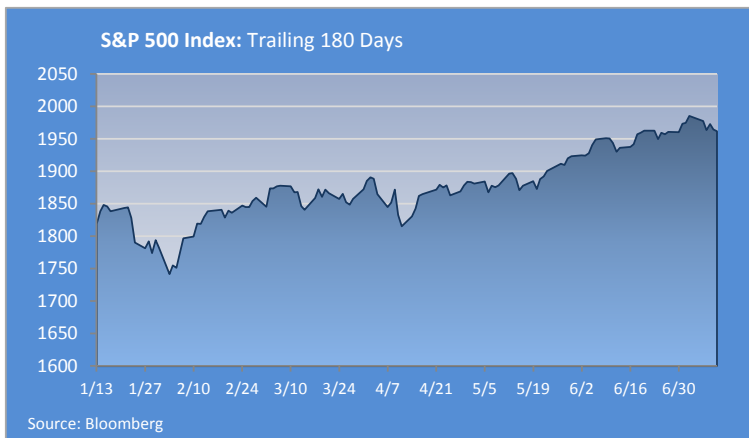
- **Among equities,** large-caps outperformed small-caps, and value stocks outperformed growth-oriented issues. Domestic stocks outperformed international equities. Developed markets underperformed emerging market stocks.
- **Treasury prices were higher this week.** The yield on the 10-year T-note declined sharply.
- **Commodity prices tumbled on the week.** Energy and grains slumped, while precious metals climbed.
- **The dollar was slightly lower** this week against a basket of currencies.
- **Among economic data released this week,** wholesale inventories rose in May; the Federal Reserve reduced asset purchases by another \$10 billion; mortgage applications rose last week for the first time in four weeks; and initial jobless claims in the latest week were the lowest in more than a month.

## MARKET DASHBOARD

	Last Price	Change	% Chg.	YTD %
<b>S&amp;P 500</b>	1,967.57	-23.81	-1.20%	6.1%
<b>Dow Industrials</b>	16,943.81	-174.77	-1.02%	1.9%
<b>Nasdaq</b>	4,415.49	-81.03	-1.81%	5.5%
<b>Russell 2000</b>	1,159.93	-49.84	-4.13%	-0.5%
<b>Euro Stoxx Index</b>	336.91	-11.82	-3.40%	2.4%
<b>Shanghai Composite</b>	2,046.96	-12.41	-0.60%	-3.3%
<b>Russell Global</b>	1,772.06	-31.81	-1.77%	4.5%

Source: Bloomberg; Index % change is based on price.

	Last Price	Change	% Chg.	YTD %
<b>Russell Global EM</b>	3,300.08	-8.50	-0.26%	6.2%
<b>10-Year US Treas.</b>	2.52	-13 bps	NM	NM
<b>DJ UBS Comm. Idx.</b>	130.19	-3.70	-2.75%	3.8%
<b>Gold</b>	\$1,337.98	\$15.29	1.16%	11.2%
<b>Crude Oil</b>	\$100.71	-\$2.17	-2.09%	6.6%
<b>Dollar Index</b>	80.18	-0.09	-0.12%	0.2%
<b>VIX Index</b>	12.09	2.21	21.41%	-8.7%



	One Week			YTD		
	Value	Growth		Value	Growth	
L	-1.22%	-1.06%	-0.91%	5.79%	5.82%	5.87%
	-1.30%	-1.77%	-2.22%	9.11%	6.84%	4.83%
S	-3.44%	-4.13%	-4.81%	0.61%	-0.46%	-1.51%

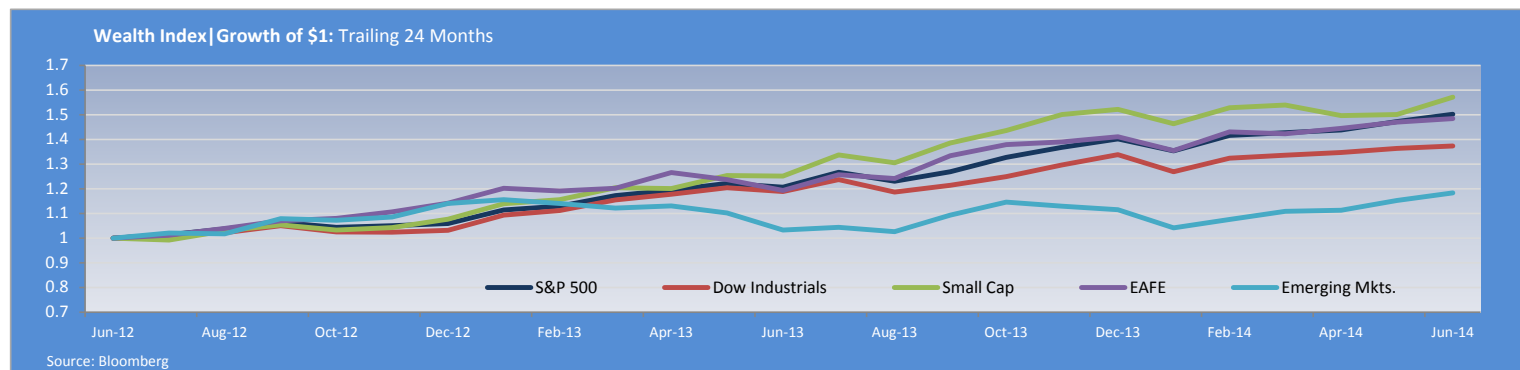
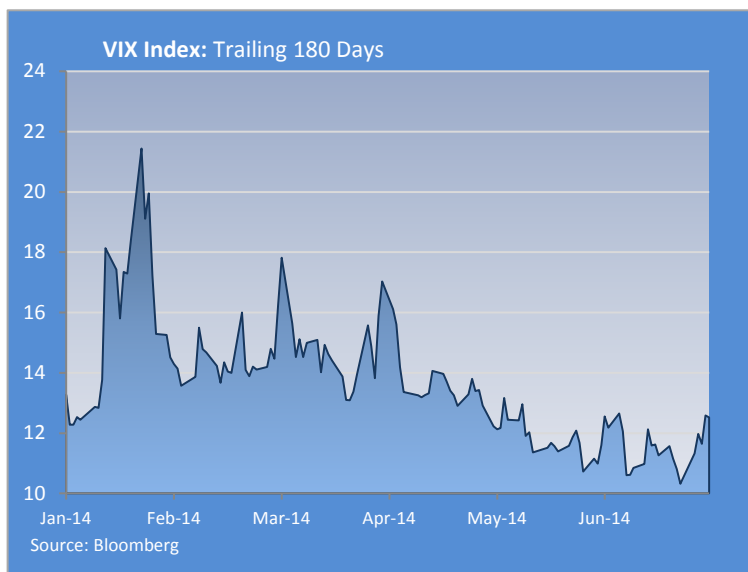
Source: Bloomberg

### Sector Performance:

#### S&P/Global Industry Classification Sectors (GICS)

	% Wgt in S&P 500	Week % Chg.	YTD % Chg.
<b>Consumer Discretionary</b>	11.9	-1.26%	0.6%
<b>Consumer Staples</b>	9.6	0.08%	4.9%
<b>Energy</b>	10.7	-1.80%	10.1%
<b>Financials</b>	16.0	-1.94%	3.4%
<b>Health Care</b>	13.4	-1.49%	10.6%
<b>Industrials</b>	10.5	-1.63%	2.5%
<b>Information Technology</b>	19.0	-0.56%	9.2%
<b>Materials</b>	3.5	-1.07%	7.4%
<b>Telecom Services</b>	2.4	0.20%	3.3%
<b>Utilities</b>	3.1	1.48%	13.5%

Source: Bloomberg



## THE ECONOMY AND MARKETS

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### ***A Macro View – June Monthly Recap***

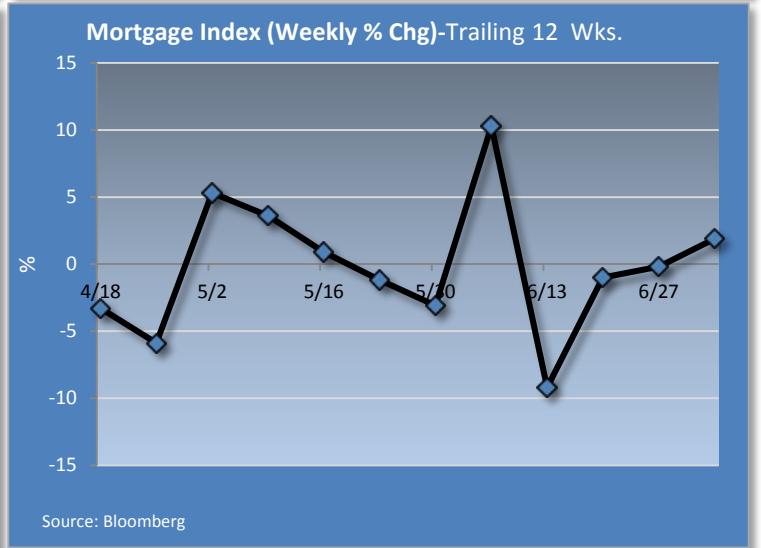
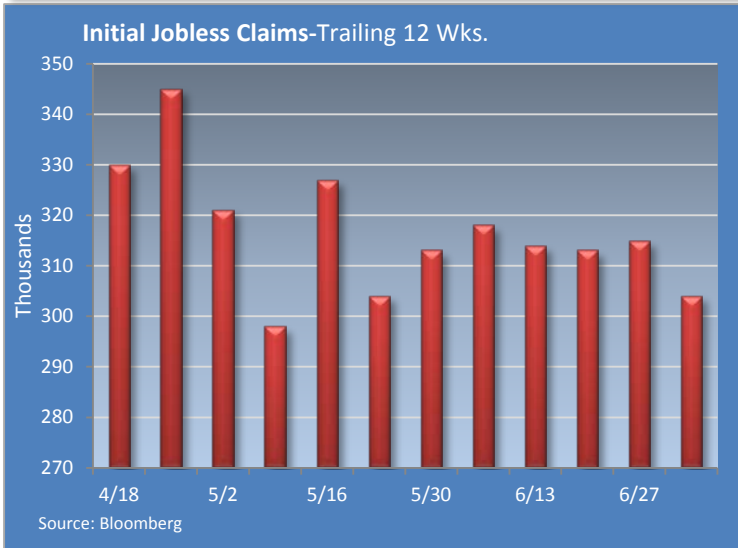
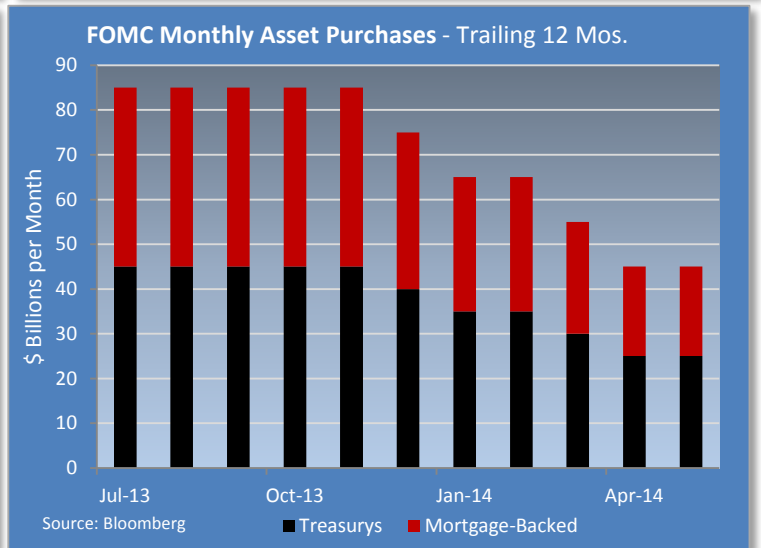
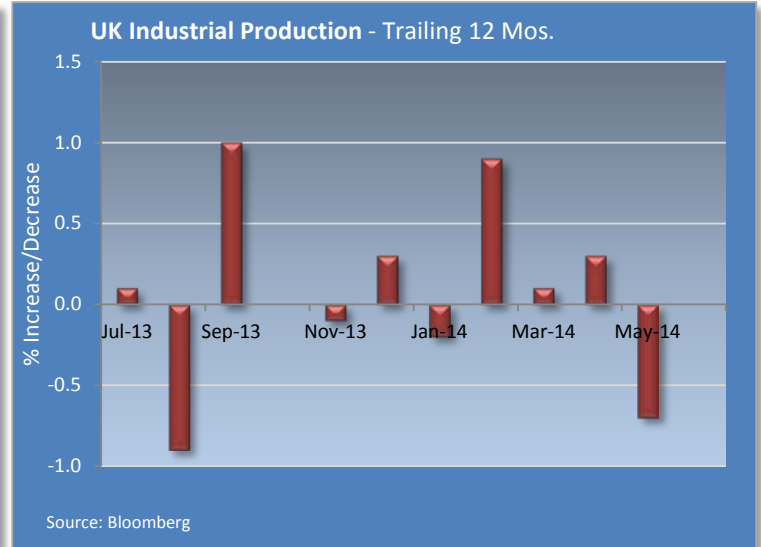
**Domestic equity markets** posted moderate gains in June, advancing on the strength of many areas of the economy. Even though the final estimate of first quarter gross domestic product (GDP) came in at -2.9% - the largest contraction since 2008 – most segments of the economy have trended higher in the second quarter. The first quarter GDP data was adversely impacted by the severe winter weather. Employment gains in June were a very robust 288,000, far exceeding consensus expectations. Payrolls now exceed the peak reached prior to the onset of the financial crisis in 2008. The unemployment rate also dipped to 6.1%. In addition, vehicle sales reached the highest annualized level in June since 2006, and the housing market continued to recover after stalling somewhat the prior two quarters as a result of higher mortgage rates. Several geopolitical skirmishes continue to cause some concern among investors.

Within this landscape, stocks posted generally positive results. The S&P 500 rose +2.1% for the month, and has now gained +7.1% on a year-to-date basis. The Dow Jones Industrials gained +0.8%. The tech-heavy Nasdaq Composite Index posted a solid return of +4.0% as technology stocks continued to recover from losses early in the year. In a reversal of the previous few months, the Russell 2000 Index of small cap stocks outperformed the Russell 1000 Index of large cap stocks, with returns of +5.3% and +2.3%, respectively. Value stocks fared slightly better than growth stocks during the month. In terms of sector performance, energy was the strongest performer on a relative basis, gaining +5.1%, while telecommunications services were the poorest performers, posting a decline of -1.1%.

**International equity markets** were also mostly higher in June, although performance was not quite as strong as in domestic U.S. markets. The MSCI World ex-U.S. Index gained +1.7% for the month. Emerging markets continued to stage a sharp recovery from the losses in January, and outperformed developed markets for the month. Investors have digested the impact of the Federal Reserve's ("Fed") reduction in asset purchases, and the European Central Bank's recent move to lower the deposit rate to -0.1% (meaning banks have to pay to keep funds on deposit rather than make loans) has provided stimulus. The MSCI Emerging Markets Index gained +2.7% for the month. The MSCI EAFE Index, which measures developed markets performance, gained +1.0% for the month. Regionally, Japan and Latin America were the best performers on a relative basis, with the MSCI Japan Index and the MSCI EM Latin America Index gaining +5.2% and +4.2%, respectively. Europe and the Pacific region ex-Japan were among the poorest performers, with results of -0.07% and +0.1%, respectively.

**Fixed-income markets** delivered mixed performance in June, after having posted solid returns for the first five months of the year. As has been its custom in every one of its meetings so far this year, the Fed continued its pace of tapering of its asset purchase program during the month, reducing purchases by an additional \$10 billion. The Fed's meeting minutes indicate that the governors believe the purchases will now end by October. With this as a backdrop, the benchmark 10-year U.S. Treasury yield ended the month at 2.52%, up six basis points from the 2.46% level of May 31st. Broad-based fixed-income indices were little changed in June, with the Barclays U.S. Aggregate Bond Index advancing a mere +0.05% for the month. Global fixed-income markets performed somewhat better, with the Barclays Global Aggregate ex-U.S. Index returning +1.2% for the month. Intermediate-term corporate bonds were modestly higher, as the Barclays U.S. Corporate 5-10 Year Index advanced +0.1%. The Barclays U.S. Corporate High Yield Index posted a gain of +0.8% for the month. Municipals were moderately higher, gaining +0.1%.

**THIS WEEK IN THE ECONOMY AND MARKETS**



## EUROZONE

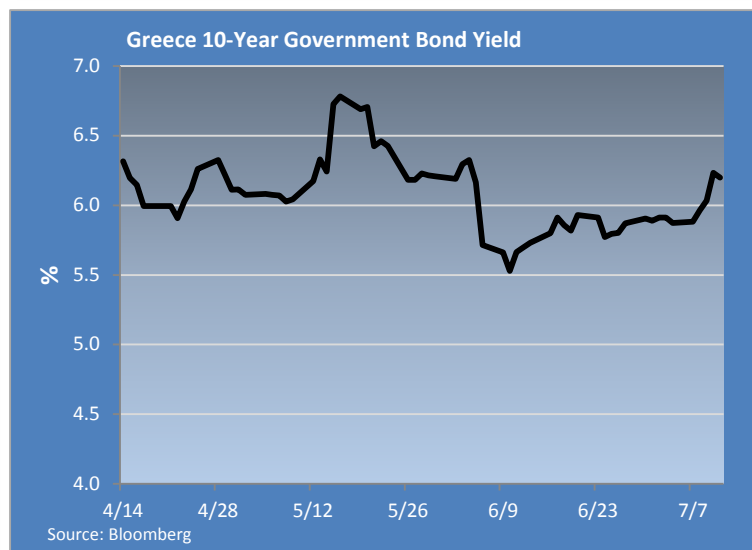
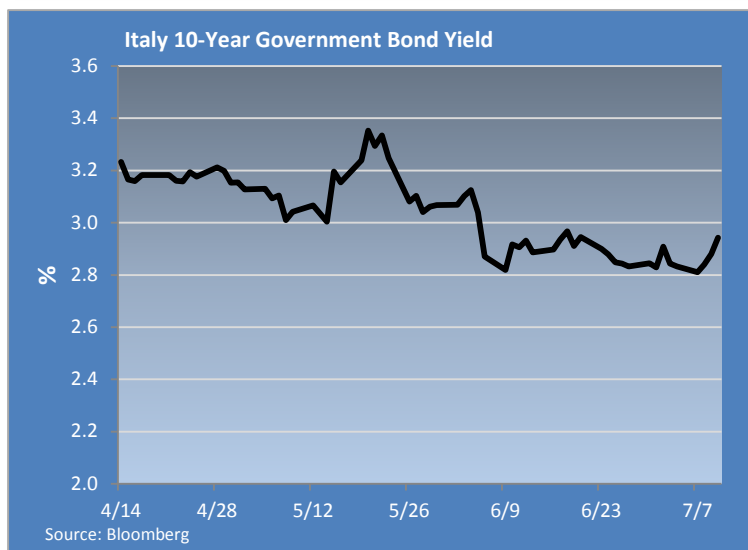
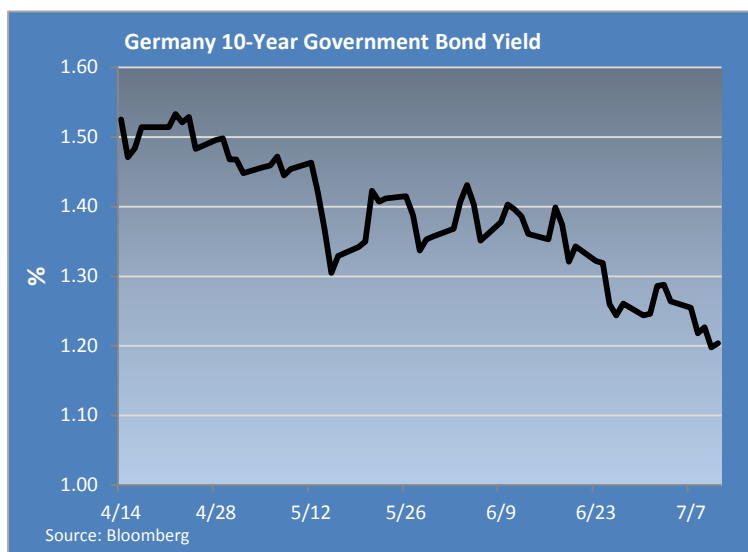
### SELECTED EUROPEAN SOVEREIGN YIELD PERFORMANCE

	Last	Change	% Chg.	YTD %
Germany 10-Yr. Govt.	1.20	6 bps	NM	NM
Greece 10-Yr. Govt.	6.20	-20 bps	NM	NM
Italy 10-Yr. Govt.	2.89	-6 bps	NM	NM
Spain 10-Yr. Govt.	2.77	-9 bps	NM	NM
Belgium 10-Yr. Govt.	1.64	4 bps	NM	NM

	Last	Change	% Chg.	YTD %
France 10-Yr. Govt.	1.64	5 bps	NM	NM
Ireland 10-Yr. Govt.	2.30	0 bps	NM	NM
Portugal 10-Yr. Govt.	3.85	-25 bps	NM	NM
Netherlands 10-Yr. Govt.	1.42	6 bps	NM	NM
U.K. 10-Yr. Govt.	2.61	12 bps	NM	NM

Source: Bloomberg

Basis points (bps)



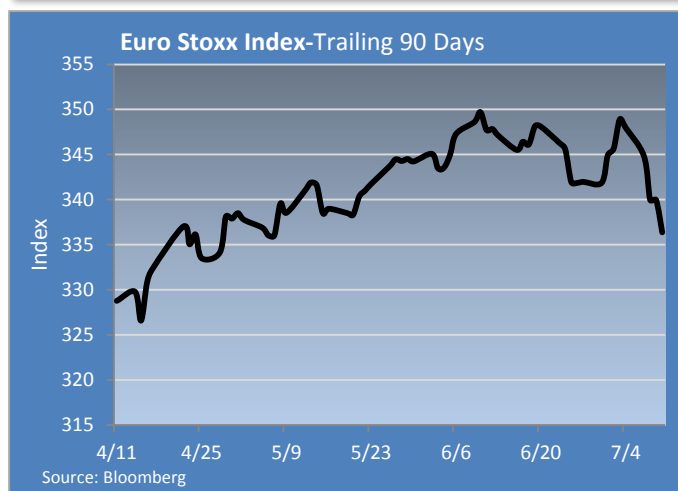
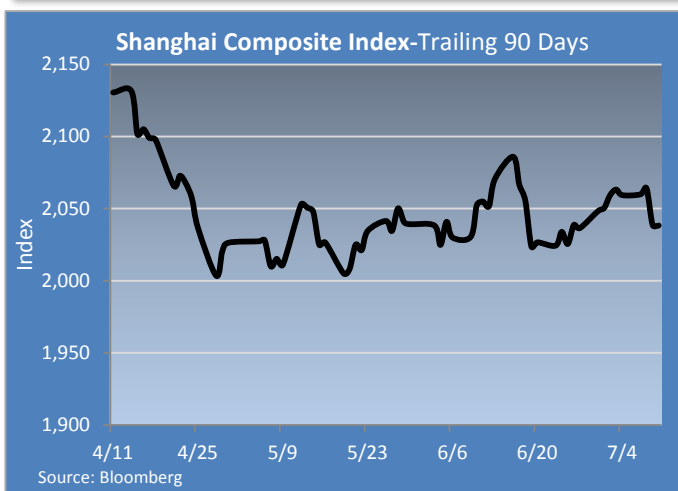
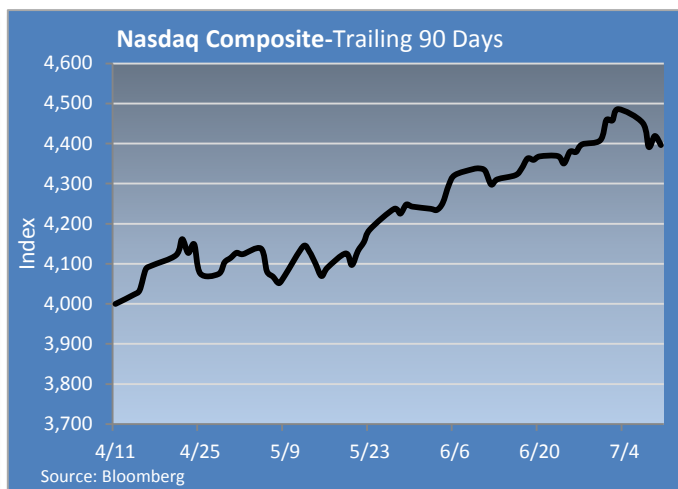
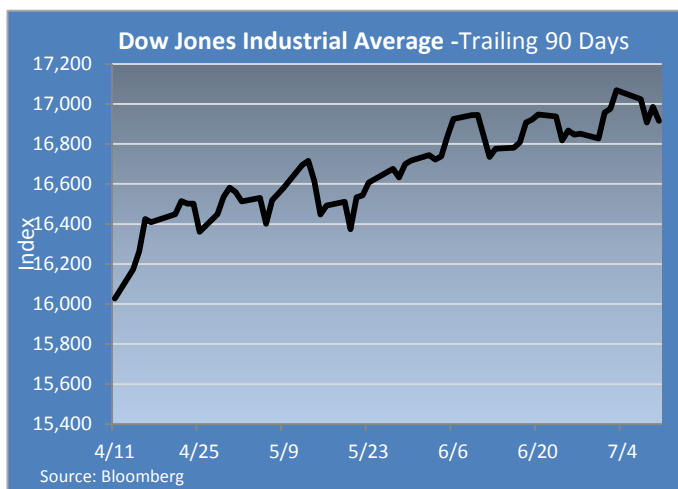
## EQUITIES

### WORLD MARKET PERFORMANCE

	Last	Change	% Chg.	YTD %
<b>S&amp;P 500</b>	<b>1,967.57</b>	<b>-23.81</b>	<b>-1.20%</b>	<b>6.13%</b>
<b>Dow Industrials</b>	<b>16,943.81</b>	<b>-174.77</b>	<b>-1.02%</b>	<b>1.91%</b>
<b>Nasdaq Composite</b>	<b>4,415.49</b>	<b>-81.03</b>	<b>-1.81%</b>	<b>5.47%</b>
<b>Russell Global</b>	<b>1,772.06</b>	<b>-31.81</b>	<b>-1.77%</b>	<b>4.5%</b>
<b>Russell Global EM</b>	<b>3,300.08</b>	<b>-8.50</b>	<b>-0.26%</b>	<b>6.2%</b>
<b>S&amp;P/TSX (Canada)</b>	<b>15,121.10</b>	<b>-113.19</b>	<b>-0.74%</b>	<b>10.87%</b>
<b>Mexico IPC</b>	<b>43,481.71</b>	<b>-34.49</b>	<b>-0.08%</b>	<b>1.77%</b>
<b>Brazil Bovespa</b>	<b>54,785.93</b>	<b>449.75</b>	<b>0.83%</b>	<b>5.82%</b>
<b>Euro Stoxx 600</b>	<b>336.91</b>	<b>-11.82</b>	<b>-3.40%</b>	<b>2.40%</b>
<b>FTSE 100</b>	<b>6,690.17</b>	<b>-195.66</b>	<b>-2.85%</b>	<b>-1.17%</b>
<b>IBEX 35 (Spain)</b>	<b>10,538.80</b>	<b>-496.90</b>	<b>-4.51%</b>	<b>6.01%</b>

	Last	Change	% Chg.	YTD %
<b>Swiss Market Index</b>	<b>8,468.52</b>	<b>-233.52</b>	<b>-2.69%</b>	<b>2.95%</b>
<b>CAC 40 Index (France)</b>	<b>4,316.50</b>	<b>-166.14</b>	<b>-3.72%</b>	<b>0.16%</b>
<b>DAX Index (Germany)</b>	<b>9,666.34</b>	<b>-374.60</b>	<b>-3.74%</b>	<b>0.86%</b>
<b>Irish Overall Index</b>	<b>4,657.14</b>	<b>-140.09</b>	<b>-2.91%</b>	<b>2.80%</b>
<b>Nikkei 225</b>	<b>15,164.04</b>	<b>-273.09</b>	<b>-1.77%</b>	<b>-6.92%</b>
<b>Hang Seng Index</b>	<b>23,233.45</b>	<b>-312.91</b>	<b>-1.33%</b>	<b>-0.31%</b>
<b>Shanghai Composite</b>	<b>2,046.96</b>	<b>-12.41</b>	<b>-0.60%</b>	<b>-3.26%</b>
<b>Kospi Index (S. Korea)</b>	<b>1,988.74</b>	<b>-20.92</b>	<b>-1.04%</b>	<b>-1.12%</b>
<b>Taiwan Taiex Index</b>	<b>9,495.84</b>	<b>-14.21</b>	<b>-0.15%</b>	<b>10.27%</b>
<b>Tel Aviv 25 Index</b>	<b>1,371.61</b>	<b>-20.26</b>	<b>-1.46%</b>	<b>3.18%</b>
<b>MICEX Index (Russia)</b>	<b>1,499.82</b>	<b>9.30</b>	<b>0.62%</b>	<b>-0.35%</b>

Source: Bloomberg; Index % change is based on price.



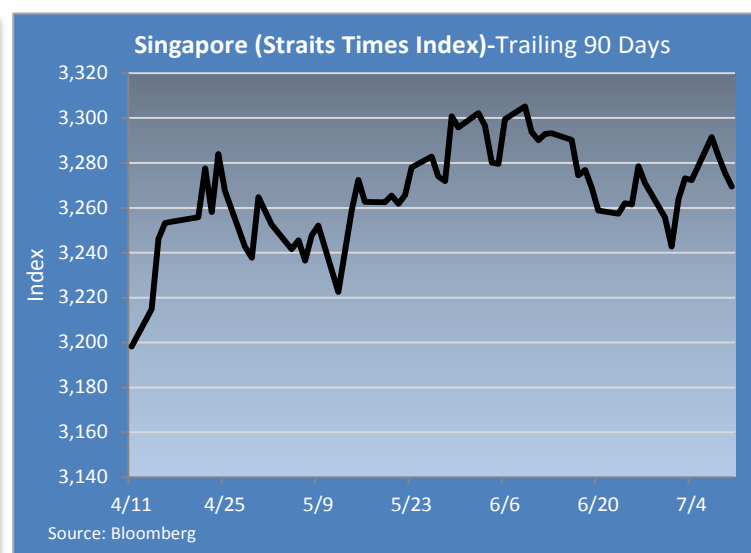
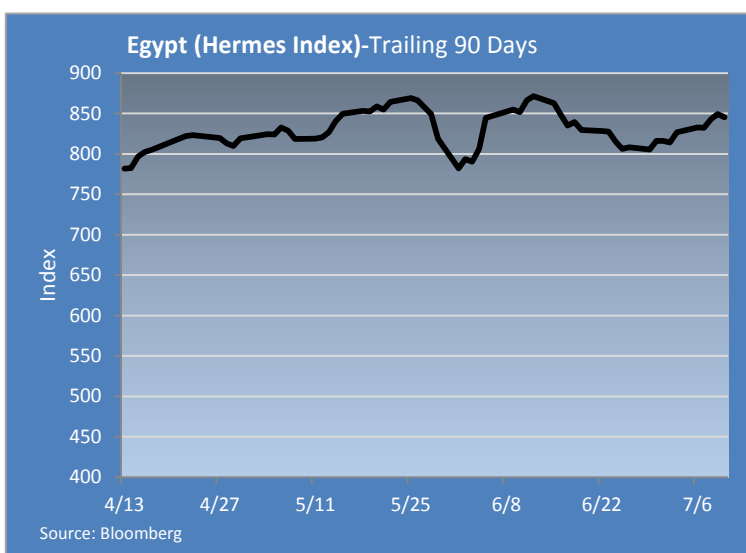
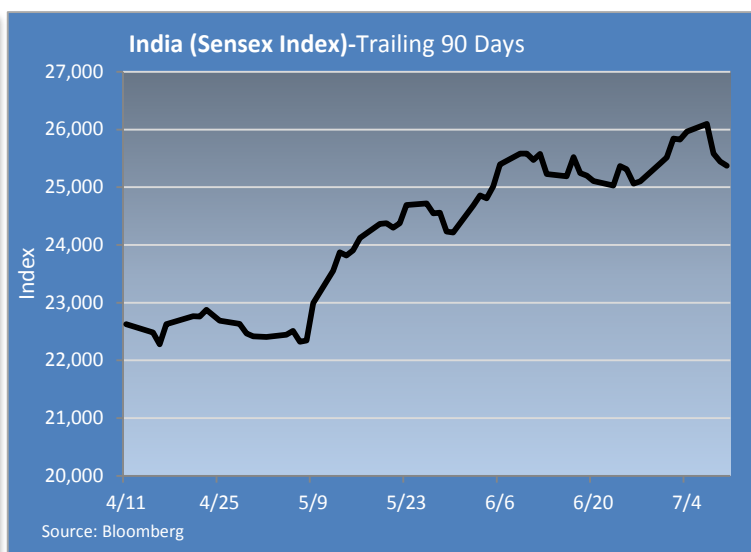
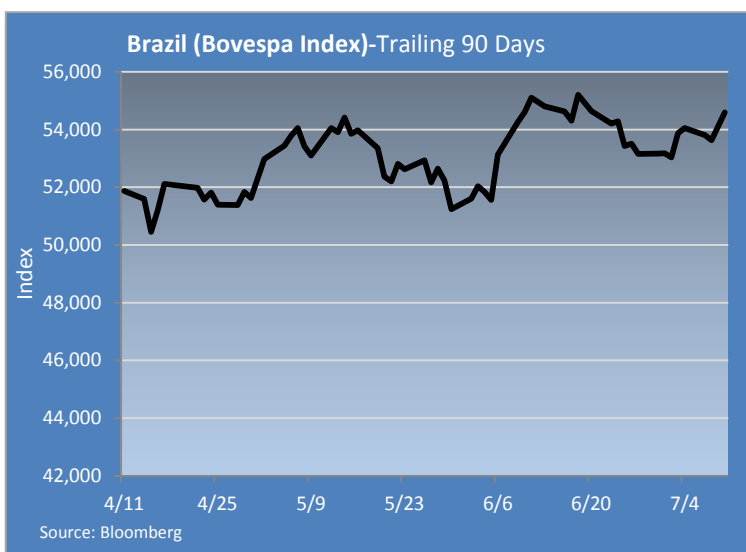
## EQUITIES – EMERGING AND FRONTIER MARKETS

### EMERGING AND FRONTIER MARKET PERFORMANCE

	Last	Change	% Chg.	YTD %
Mexico IPC	43,483.08	-34.49	-0.1%	1.8%
Brazil (Bovespa Index)	54,785.93	449.75	0.8%	5.8%
MICEX Index (Russia)	1,499.82	9.30	0.6%	-0.3%
Czech Republic (Prague)	960.54	-0.11	0.0%	-3.1%
Turkey (Istanbul)	79,364.43	1857.56	2.4%	17.1%
Egypt (Hermes Index)	845.22	18.57	2.2%	25.1%
Kenya (Nairobi 20 Index)	4,902.18	12.58	0.3%	-0.6%
Saudi Arabia (TASI Index)	9,803.29	115.35	1.2%	14.9%
Lebanon (Beirut BLOM Index)	1,200.90	-9.83	-0.8%	4.4%
Palestine	499.93	-4.60	-0.9%	-7.7%

	Last	Change	% Chg.	YTD %
Hang Seng Index	23,233.45	-312.91	-1.3%	-0.3%
India (Sensex 30)	25,024.35	-937.71	-3.6%	18.2%
Malaysia (KLCI Index)	1,883.15	-1.76	-0.1%	0.9%
Singapore (Straits Times Index)	3,293.73	21.48	0.7%	4.0%
Thailand (SET Index)	1,518.01	24.80	1.7%	16.9%
Indonesia (Jakarta)	5,032.60	143.86	2.9%	17.7%
Pakistan (Karachi KSE 100)	29,318.06	-301.78	-1.0%	16.1%
Vietnam (Ho Chi Minh)	582.77	-6.58	-1.1%	15.5%
Sri Lanka (Colombo)	6,661.40	183.89	2.8%	12.7%
Cambodia (Laos)	1,381.82	63.84	4.8%	10.3%

Source: Bloomberg; Index % change is based on price.

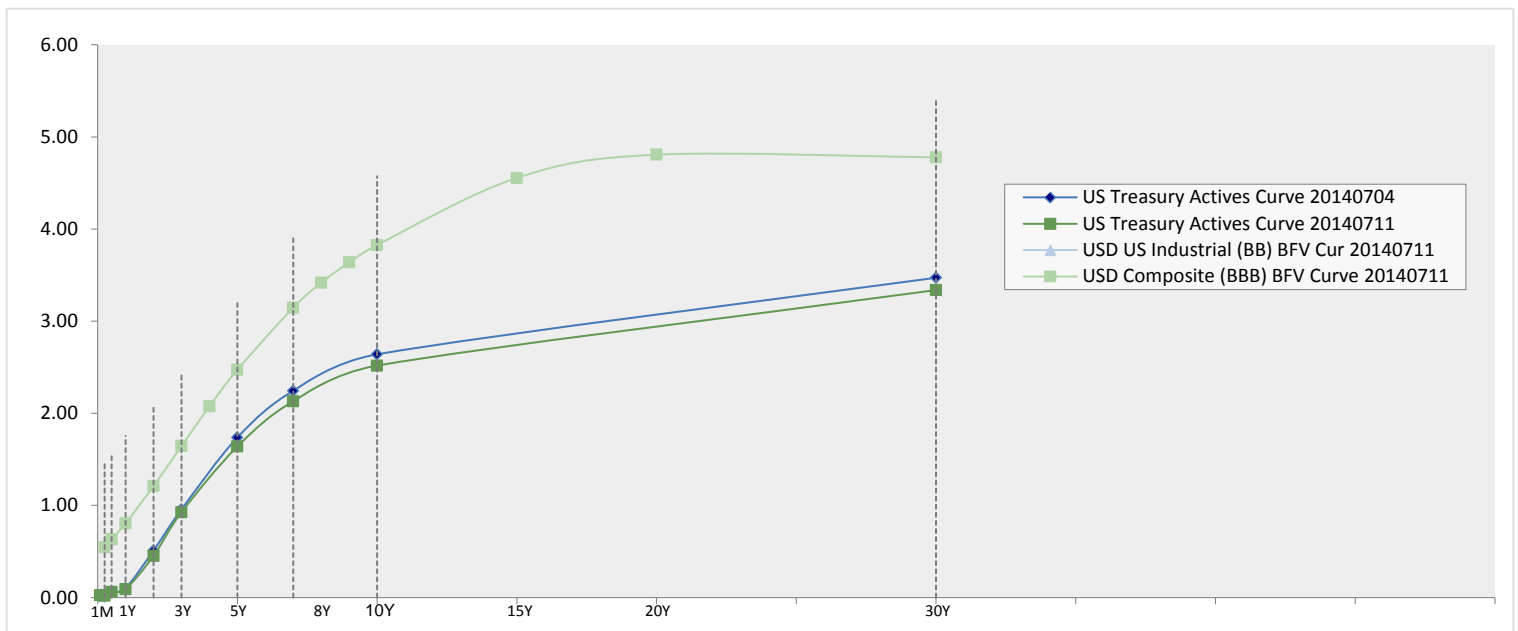


## INTEREST RATES

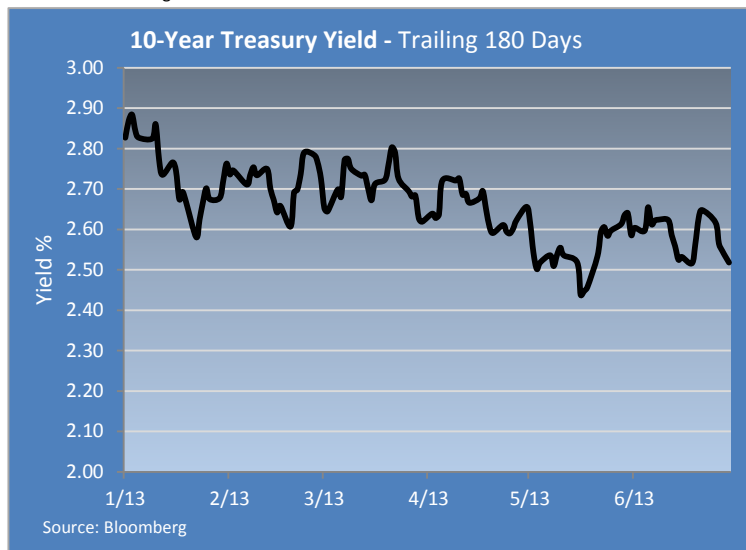
### SELECTED INTEREST RATES

	Last	Change	% Chg.	YTD %		Last	Change	% Chg.	YTD %
2-Yr. U.S. Treasury	0.45%	1 bps	NM	NM	Prime Rate	3.25%	0.00	NM	NM
5-Yr. U.S. Treasury	1.64%	-10 bps	NM	NM	Fed Funds Rate	0.25%	0.00	NM	NM
10-Yr. U.S. Treasury	2.52%	-13 bps	NM	NM	Discount Rate	0.75%	0.00	NM	NM
30-Yr. U.S. Treasury	3.34%	-14 bps	NM	NM	LIBOR (3 Mo.)	0.23%	0 bps	NM	NM
German 10-Yr. Govt.	1.20%	6 bps	NM	NM	Bond Buyer 40 Muni	4.25%	4 bps	NM	NM
France 10-Yr.	1.64%	5 bps	NM	NM	Bond Buyer 40 G.O.	4.38%	NA	NM	NM
Italy 10-Yr.	2.89%	-6 bps	NM	NM	Bond Buyer 40 Rev.	5.03%	NA	NM	NM
Fed 5-Yr Fwd BE Inf.	2.43%	1 bps	NM	NM					

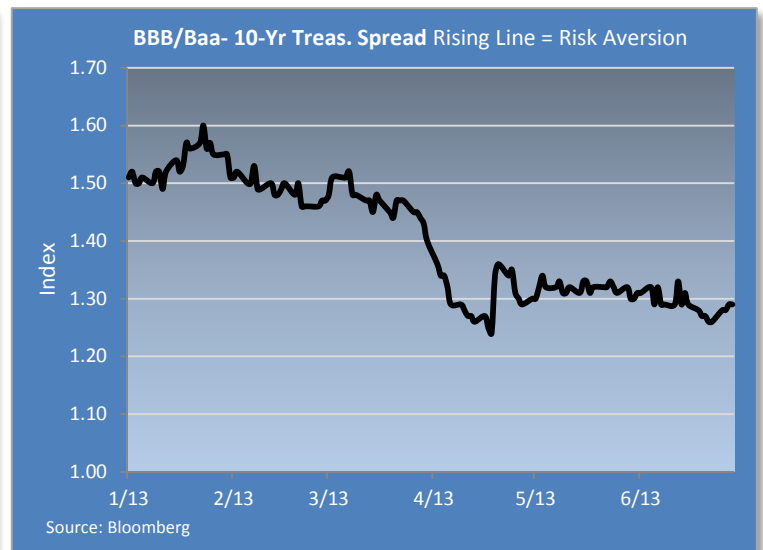
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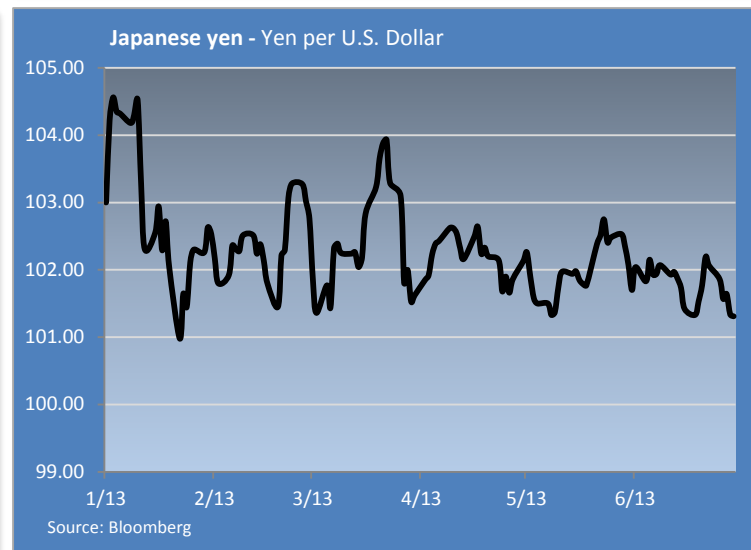
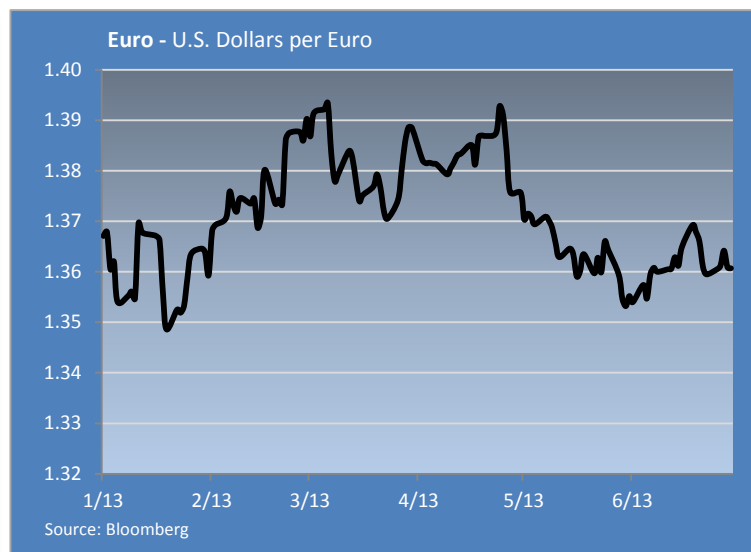
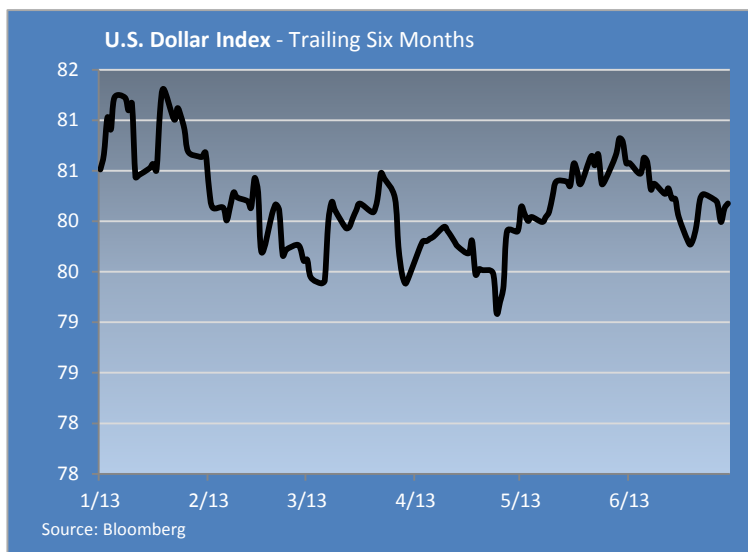
## CURRENCIES

### SELECTED CURRENCY PERFORMANCE

	Last	Change	% Chg.	YTD %
Dollar Index	80.18	-0.094	-0.12%	0.17%
Euro	1.36	0.001	0.08%	-1.00%
Japanese Yen	101.32	-0.740	0.73%	3.94%
British Pound	1.71	-0.005	-0.27%	3.36%
Canadian Dollar	1.07	0.006	-0.55%	-0.83%

	Last	Change	% Chg.	YTD %
Chinese Yuan	6.20	-0.001	0.02%	-2.41%
Swiss Franc	0.89	-0.002	0.21%	0.08%
New Zealand Dollar	0.88	0.007	0.85%	7.29%
Brazilian Real	2.22	0.010	-0.46%	6.21%
Mexican Peso	12.98	0.014	-0.11%	0.38%

Source: Bloomberg



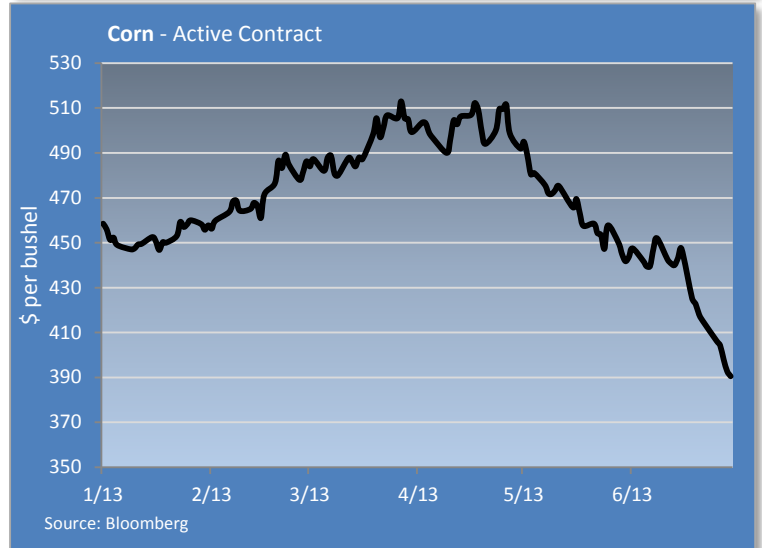
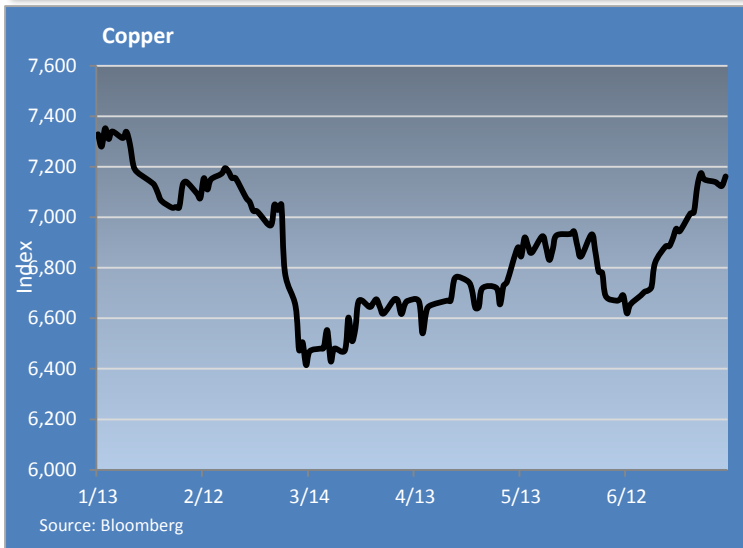
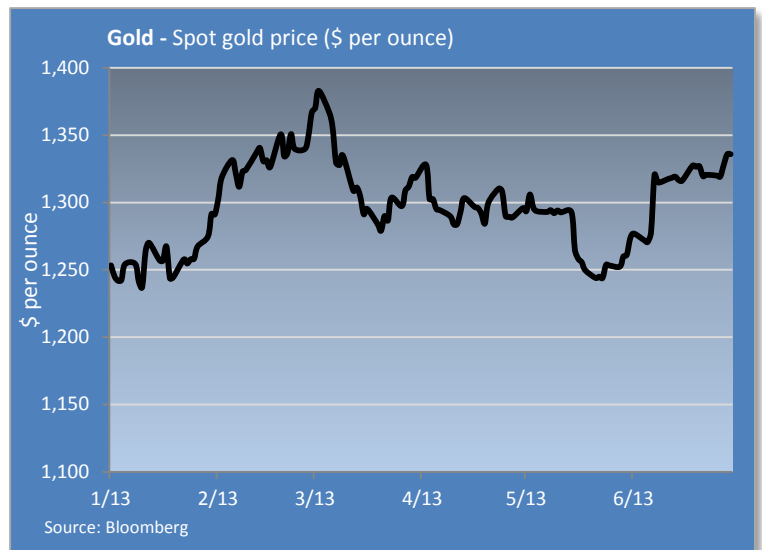
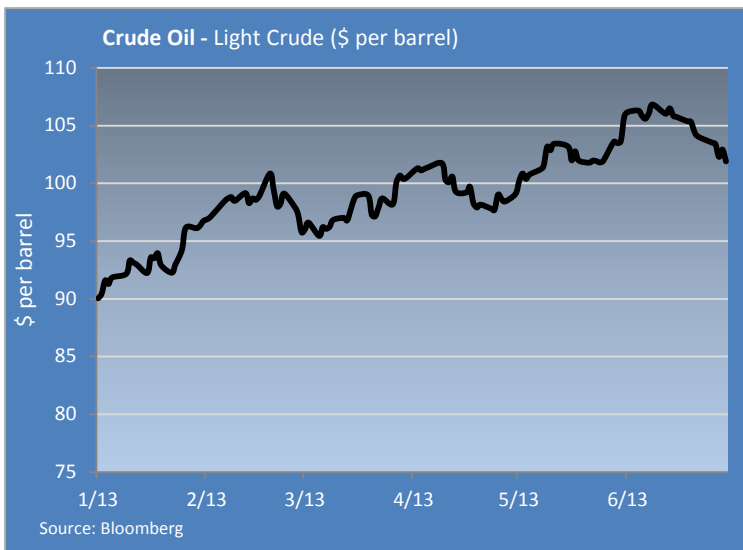
## COMMODITIES

### SELECTED COMMODITY MARKET PERFORMANCE

	Last	Change	% Chg.	YTD %
DJ UBS Comm. Idx.	130.19	-3.70	-2.75%	3.79%
Rogers Int. Comm. Idx.	3643.05	-76.04	-2.04%	2.45%
Crude Oil	\$100.73	-\$2.17	-2.09%	6.58%
Natural Gas	\$4.14	-\$0.28	-6.45%	-0.84%
Gasoline (\$/Gal.)	\$3.63	-\$0.03	-0.79%	9.27%
Heating Oil	286.24	-5.10	-1.74%	-4.45%
Gold Spot	\$1,338.03	\$15.29	1.16%	11.17%
Silver Spot	\$21.42	\$0.26	1.23%	10.05%

	Last	Change	% Chg.	YTD %
Platinum Spot	\$1,512.13	\$12.80	0.85%	10.27%
Corn	384.75	-24.50	-5.90%	-13.21%
Wheat	526.00	-37.50	-6.47%	-13.49%
Soybeans	1,075.00	-44.25	-3.90%	-4.03%
Sugar	17.07	-0.73	-4.10%	0.18%
Orange Juice	149.65	1.00	0.67%	3.68%
Aluminum	1,925.00	2.00	0.10%	6.93%
Copper	7,162.00	12.00	0.17%	-2.69%

Source: Bloomberg; % change is based on price.



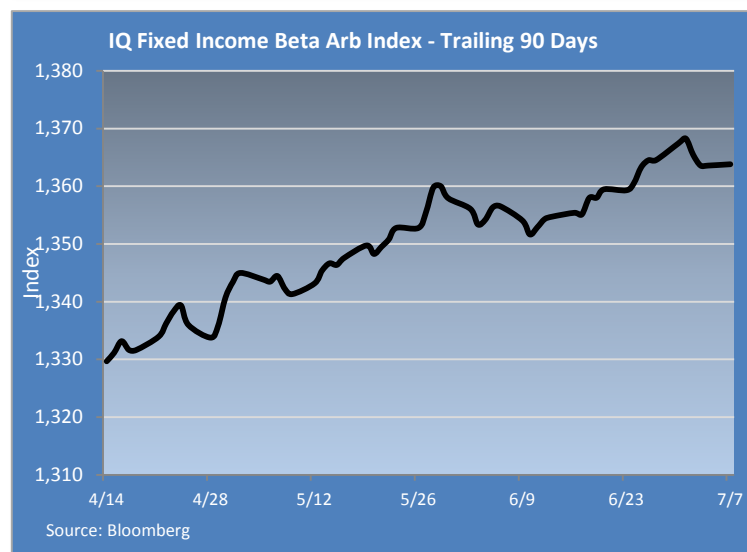
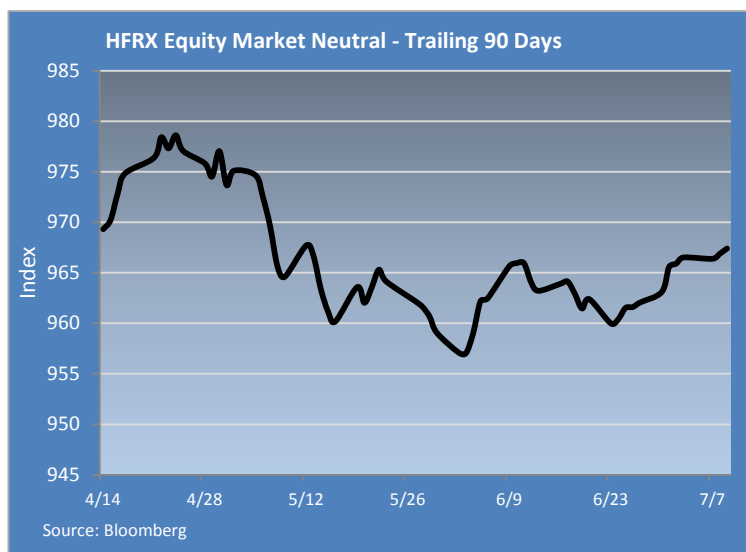
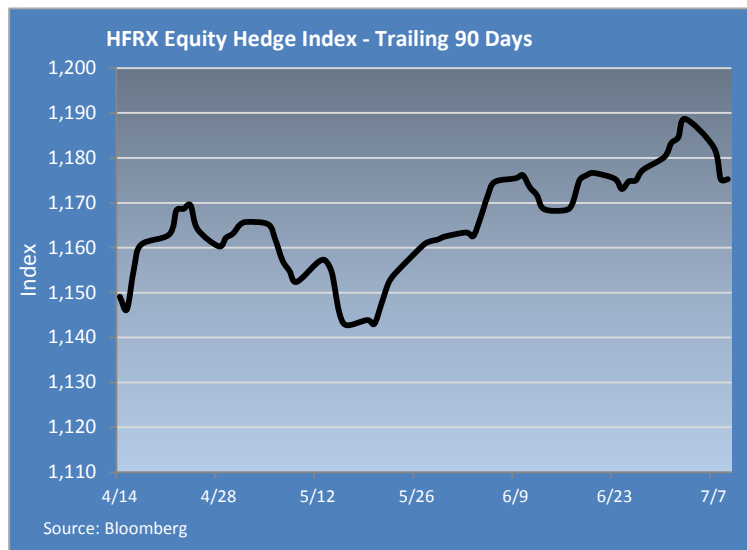
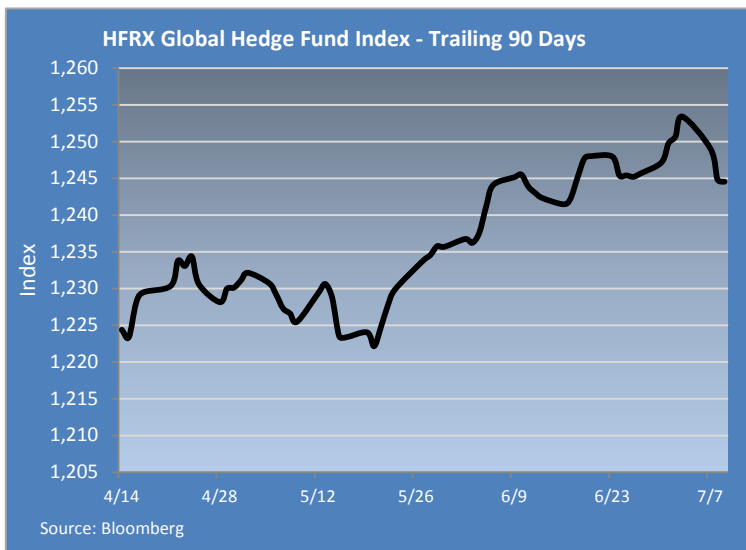
## ALTERNATIVE INVESTMENTS

### SELECTED ALTERNATIVE INVESTMENT INDEX PERFORMANCE

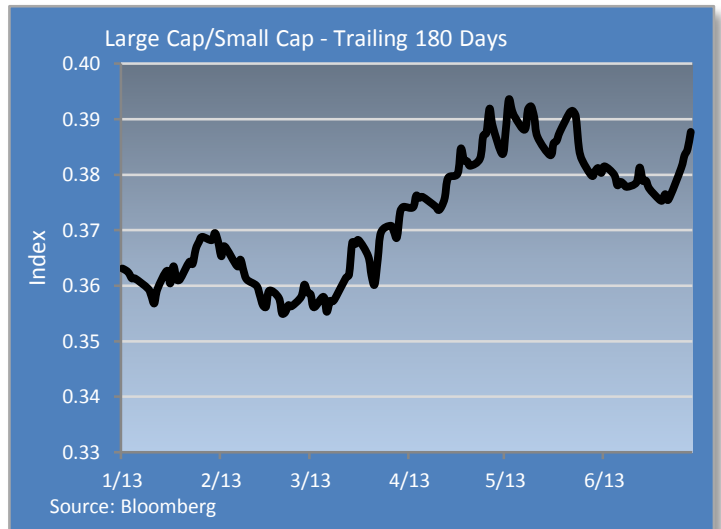
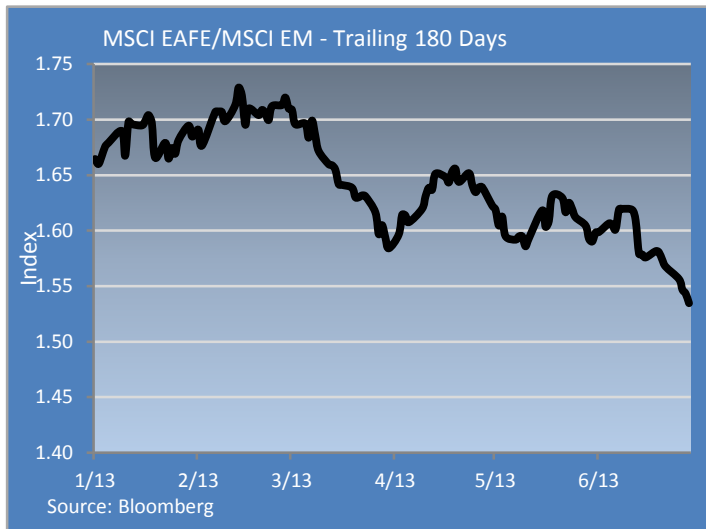
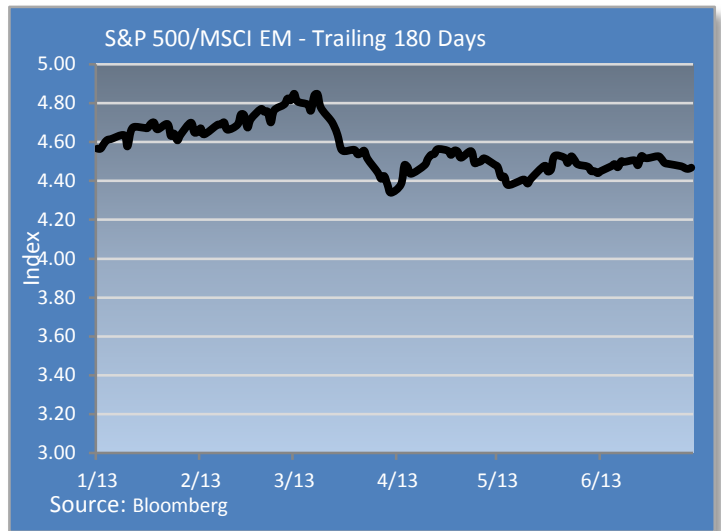
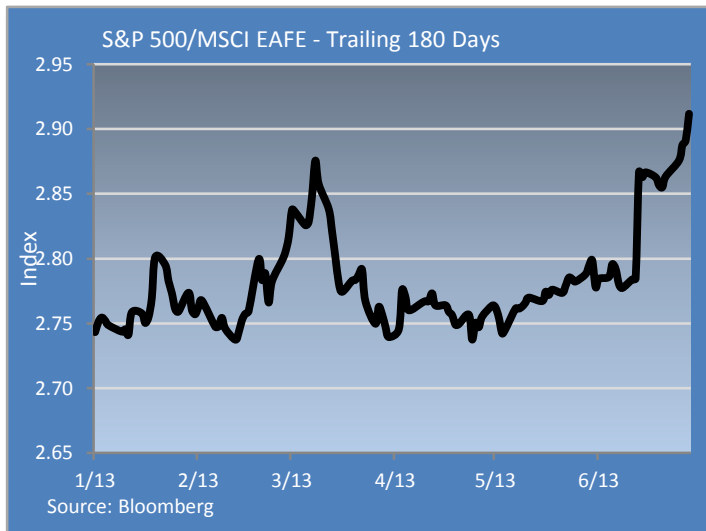
	Last	Change	% Chg.	YTD %
HFRX Global Hedge Fund Index	1244.85	-8.86	-0.71%	1.55%
HFRX Equity Market Neutral	965.91	0.89	0.09%	1.64%
HFRX Equity Hedge Index	1184.61	-13.40	-1.13%	0.85%
HFRX Event-Driven Index	1652.24	-12.46	-0.75%	4.11%
HFRX Absolute Return Index	1004.58	-6.50	-0.64%	1.58%

	Last	Change	% Chg.	YTD %
HFRX Distressed Index	1070.30	-3.57	-0.33%	6.64%
HFRX Merger Arbitrage Index	1583.86	-0.51	-0.03%	0.93%
HFRX Convertible Arbitrage Index	777.90	-1.05	-0.14%	0.15%
HFRX Macro CTA Index	1129.42	-7.69	-0.68%	-0.51%
IQ Fixed Income Beta Arb Index	1366.35	1.70	0.12%	5.13%

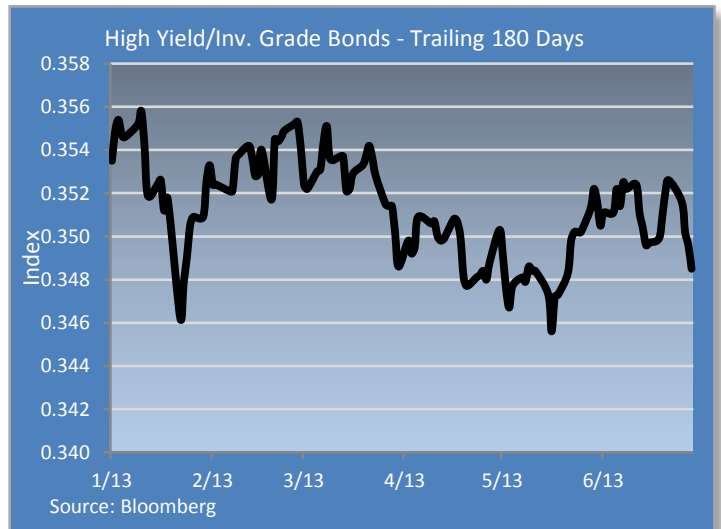
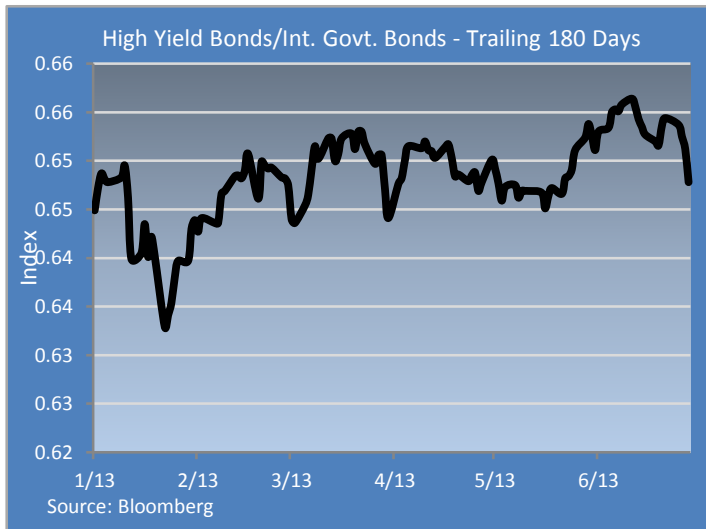
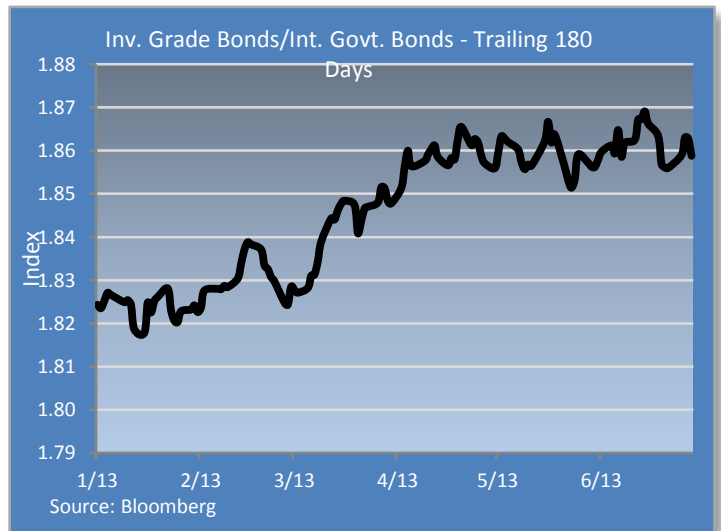
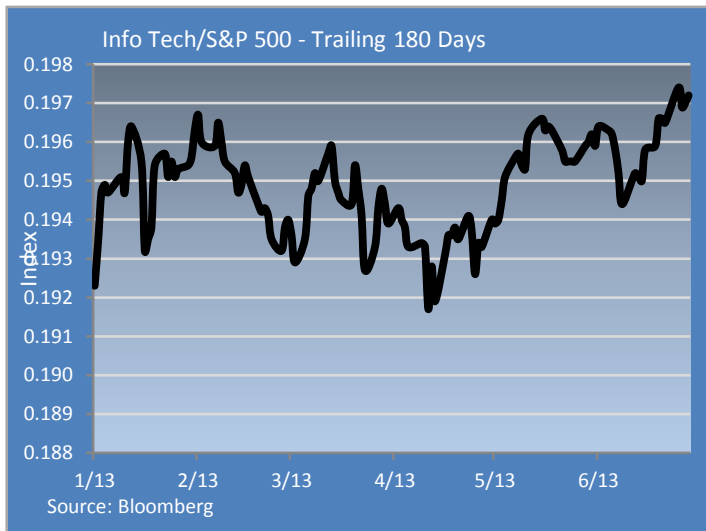
Source: Bloomberg; Index % change is based on price.



## PORTFOLIO CONSTRUCTION



### PORTFOLIO CONSTRUCTION (cont'd.)



WEEKLY ASSET CLASS PERFORMANCE (Prior 12 weeks ending Thursday)

			4/24	5/1	5/8	5/15	5/22	5/29	6/5	6/12	6/19	6/26	7/3	7/10
Equity	Domestic Equity	Large Cap (R200)	0.59%	0.38%	-0.41%	-0.24%	1.19%	1.37%	0.96%	-0.52%	1.48%	-0.16%	1.47%	-0.97%
		Small Cap (R2000)	0.57%	-1.61%	-2.54%	-0.13%	1.63%	2.35%	1.22%	0.47%	2.12%	-0.28%	2.32%	-3.83%
	Int'l. Equity	MSCI EAFE	0.59%	0.84%	0.06%	-0.36%	-0.16%	1.09%	0.30%	0.52%	1.06%	-1.48%	1.54%	-2.59%
		MSCI Em. Mkts.	-0.47%	-0.84%	1.29%	2.01%	1.17%	-0.24%	-0.35%	1.91%	0.46%	-0.30%	1.47%	0.02%
Fixed Income	BarCap Agg. (AGG)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	High Yield (JNK)	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Commodities	DJ UBS Index	0.34%	-1.36%	0.00%	-0.36%	-0.14%	-0.63%	-1.08%	0.74%	1.48%	0.07%	-1.57%	-2.29%	
Alternatives	Hedge Funds (HFRX Global)	0.40%	-0.28%	-0.37%	-0.25%	0.35%	0.65%	0.44%	0.14%	0.38%	-0.20%	0.66%	-0.71%	
Asset Allocation	60/40*	0.34%	0.04%	-0.30%	-0.04%	0.55%	0.80%	0.44%	0.06%	0.79%	-0.31%	0.99%	-1.06%	
	48/32/20 (w/Alts.)**	0.35%	-0.02%	-0.32%	-0.08%	0.51%	0.77%	0.44%	0.08%	0.71%	-0.29%	0.93%	-0.99%	

Source: Bloomberg; \*60/40 portfolio = 30% Large Cap/10% Small Cap/15% EAFE/5% Emerging Markets/35% BarCap Agg./5% High Yield.

\*\*48/32/20 portfolio = 24% Large Cap/8% Small Cap/12% EAFE/4% Emerging Markets/28% BarCap Agg./4% High Yield/20% HFRX Global Index.

RELATIVE STRENGTH MATRIX (BASED ON 30-DAY RSI)

	Large Cap Core	Large Cap Growth	Large Cap Value	Mid Cap Core	Mid Cap Growth	Mid Cap Value	Small Cap Core	Small Cap Growth	Small Cap Value	Int'l. Developed	Emerging Markets	REITs	Comm.	Int. Bond	High Yield
Large Cap Core	1.00	1.00	1.00	1.05	1.08	1.02	1.18	1.19	1.16	1.25	0.96	0.96	1.56	1.12	1.27
Large Cap Growth	1.00	1.00	1.00	1.05	1.08	1.02	1.17	1.18	1.16	1.24	0.96	0.95	1.55	1.11	1.27
Large Cap Value	1.00	1.00	1.00	1.05	1.08	1.02	1.17	1.18	1.16	1.24	0.96	0.95	1.56	1.12	1.27
Mid Cap Core	0.95	0.95	0.95	1.00	1.03	0.97	1.12	1.13	1.11	1.18	0.91	0.91	1.48	1.06	1.21
Mid Cap Growth	0.93	0.93	0.93	0.98	1.00	0.95	1.09	1.10	1.08	1.15	0.89	0.88	1.44	1.03	1.18
Mid Cap Value	0.98	0.98	0.98	1.03	1.06	1.00	1.15	1.16	1.14	1.22	0.94	0.93	1.53	1.09	1.25
Small Cap Core	0.85	0.85	0.85	0.90	0.92	0.87	1.00	1.01	0.99	1.06	0.82	0.81	1.33	0.95	1.08
Small Cap Growth	0.84	0.85	0.84	0.89	0.91	0.86	0.99	1.00	0.98	1.05	0.81	0.81	1.32	0.94	1.07
Small Cap Value	0.86	0.86	0.86	0.90	0.93	0.88	1.01	1.02	1.00	1.07	0.82	0.82	1.34	0.96	1.09
Int'l. Developed	0.80	0.81	0.80	0.85	0.87	0.82	0.94	0.95	0.93	1.00	0.77	0.77	1.25	0.90	1.02
Emerging Markets	1.04	1.05	1.04	1.10	1.13	1.06	1.22	1.24	1.21	1.30	1.00	1.00	1.63	1.16	1.33
REITs	1.05	1.05	1.05	1.10	1.13	1.07	1.23	1.24	1.22	1.30	1.00	1.00	1.63	1.17	1.33
Commodities	0.64	0.64	0.64	0.67	0.69	0.65	0.75	0.76	0.75	0.80	0.61	0.61	1.00	0.72	0.82
Int. Bond	0.89	0.90	0.90	0.94	0.97	0.91	1.05	1.06	1.04	1.11	0.86	0.85	1.40	1.00	1.14
High Yield	0.79	0.79	0.79	0.83	0.85	0.80	0.92	0.93	0.91	0.98	0.75	0.75	1.23	0.88	1.00

Source: Bloomberg

The Relative Strength Matrix provides an indication of how the various asset classes have performed relative to one another over the past 30 days. A number greater than 1.0 indicates that the asset class in the far left column has outperformed the corresponding asset class in the top row over the past 30 days. A number below 1.0 means the asset class on the left has underperformed the asset class at the top. The green shading indicates outperformance, and the red shading indicates underperformance.

**INDEX OVERVIEW**

The S&P 500 Index is an unmanaged index comprised of 500 widely held securities considered to be representative of the stock market in general. The S&P/Case-Shiller Home Price Indices measure the residential housing market, tracking changes in the value of the residential real estate market in 20 metropolitan regions across the United States. The Nasdaq Composite is a stock market index of the common stocks and similar securities listed on the NASDAQ stock market. The MSCI EAFE Index represents 21 developed markets outside of North America. The MSCI EAFE Growth Index is an unmanaged index considered representative of growth stocks of Europe, Australasia and the Far East. The MSCI EAFE Value Index is an unmanaged index considered representative of value stocks of Europe, Australasia and the Far East. The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets. The MSCI Europe Index is an unmanaged index considered representative of stocks of developed European countries. The MSCI Pacific Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of the developed markets in the Pacific region. The Barclays US Credit Index is an unmanaged index considered representative of publicly issued, SEC-registered US corporate and specified foreign debentures and secured notes. The Barclays US Aggregate Bond Index is a market capitalization-weighted index of investment-grade, fixed-rate debt issues, including government, corporate, asset-backed, and mortgage-backed securities, with maturities of at least one year. The Barclays US Corporate High Yield Index covers the USD-denominated, non-investment grade, fixed-rate, taxable corporate bond market. Securities are classified as high-yield if the middle rating of Moody's, Fitch and S&P is Ba1/BB+/BB+ or below. The index may include emerging market debt. The Barclays Capital Municipal Bond Index is an unmanaged index comprised of investment-grade, fixed-rate municipal securities representative of the tax-exempt bond market in general. The Barclays US Treasury Total Return Index is an unmanaged index of public obligations of the US Treasury with a remaining maturity of one year or more. The Citigroup World Government Bond Index is a market capitalization weighted bond index consisting of the government bond markets of Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Ireland, Italy, Japan, Malaysia, Mexico, the Netherlands, Norway, Poland, Portugal, Singapore, Spain, Sweden, Switzerland, the United Kingdom and the United States. The DJ-UBS Commodity Index Total Return<sup>SM</sup> measures the collateralized returns from a basket of 19 commodity futures contracts representing the energy, precious metals, industrial metals, grains, softs and livestock sectors. The Russell 1000 Index is a market capitalization-weighted benchmark index made up of the 1000 largest U.S. companies in the Russell 3000 Index. The Russell 1000 Growth Index is an unmanaged index considered representative of large-cap growth stocks. The Russell 1000 Value Index is an unmanaged index considered representative of large-cap value stocks. The Russell 2000 Index is an unmanaged index considered representative of small-cap stocks. The Russell 2000 Growth Index is an unmanaged index considered representative of small-cap growth stocks. The Russell 2000 Value Index is an unmanaged index considered representative of small-cap value stocks. The Russell 3000 Index is an unmanaged index considered representative of the US stock market. The Russell Midcap Index is a subset of the Russell 1000 Index. It includes approximately 800 of the smallest securities based on a combination of their market cap and current index membership. The Russell Midcap Growth Index is an unmanaged index considered representative of mid-cap growth stocks. The Russell Midcap Value Index is an unmanaged index considered representative of mid-cap value stocks. The HFRX Indices are a series of benchmarks of hedge fund industry performance which are engineered to achieve representative performance of a larger universe of hedge fund strategies. Hedge Fund Research, Inc. employs the HFRX Methodology (UCITS compliant), a proprietary and highly quantitative process by which hedge funds are selected as constituents for the HFRX Indices. The ISM Non-Manufacturing Index is an index based on surveys of more than 400 non-manufacturing firms' purchasing and supply executives, within 60 sectors across the nation, by the Institute of Supply Management (ISM). The ISM Non-Manufacturing Index tracks economic data, like the ISM Non-Manufacturing Business Activity Index. A composite diffusion index is created based on the data from these surveys that monitors economic conditions of the nation. The ISM Manufacturing Index is an index based on surveys of more than 300 manufacturing firms by the Institute of Supply Management. The ISM Manufacturing Index monitors employment, production inventories, new orders and supplier deliveries. A composite diffusion index is created that monitors conditions in national manufacturing based on the data from these surveys. The Consumer Price Index (CPI) measures the change in the cost of a fixed basket of products and services. The Gross Domestic Product (GDP) rate is a measurement of the output of goods and services produced by labor and property located in the United States. Basis Point(s) is a unit that is equal to 1/100th of 1%, and is used to denote the change in a financial instrument. The basis point is commonly used for calculating changes in interest rates, equity indexes and the yield of a fixed-income security. The CBOE Volatility Index (VIX) is an up-to-the-minute market estimate of expected volatility that is calculated by using real-time S&P 500 Index option bid/ask quotes. The Index uses nearby and second nearby options with at least 8 days left to expiration and then weights them to yield a constant, 30-day measure of the expected volatility of the S&P 500 Index. The MSCI World ex-U.S. Index - captures large and mid-cap representation across 22 of 23 Developed Markets DM countries\*--excluding the United States. With 1,002 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in each country. (\* DM countries include: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland and the UK.) The MSCI Japan Index - is designed to measure the performance of the large and mid-cap segments of the Japanese market. With 320 constituents, the index covers approximately 85% of the free float-adjusted market capitalization in Japan. The Barclays Global Aggregate ex-U.S. Index - is a market capitalization-weighted index, meaning the securities in the index are weighted according to the market size of each bond type. Most U.S. traded investment grade bonds are represented. Municipal bonds, and Treasury Inflation-Protected Securities are excluded, due to tax treatment issues. The index includes Treasury securities, Government agency bonds, Mortgage-backed bonds, Corporate bonds, and a small amount of foreign bonds traded in U.S. The University of Michigan Consumer Sentiment Index (MCSI) is a survey of consumer confidence conducted by the University of Michigan. The Michigan Consumer Sentiment Index (MCSI) uses telephone surveys to gather information on consumer expectations regarding the overall economy. A separately managed account (SMA) is an individual managed investment account offered typically by a brokerage firm through one of their brokers or financial consultants and managed by independent investment management firms (often called money managers for short) and have varying fee structures. An open-end index fund continuously issues and redeems shares based on investor demand. As an index fund, its investment objective is to duplicate the performance of the index it uses as a benchmark. The MSCI EM (Emerging Markets) Latin America Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of emerging markets in Latin America.

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