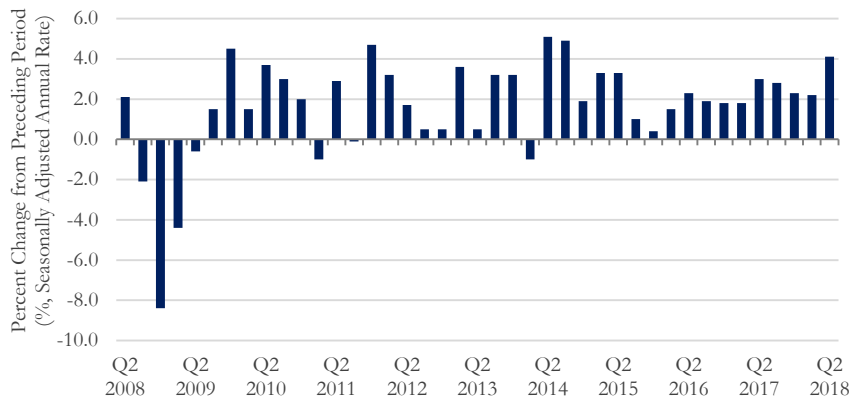


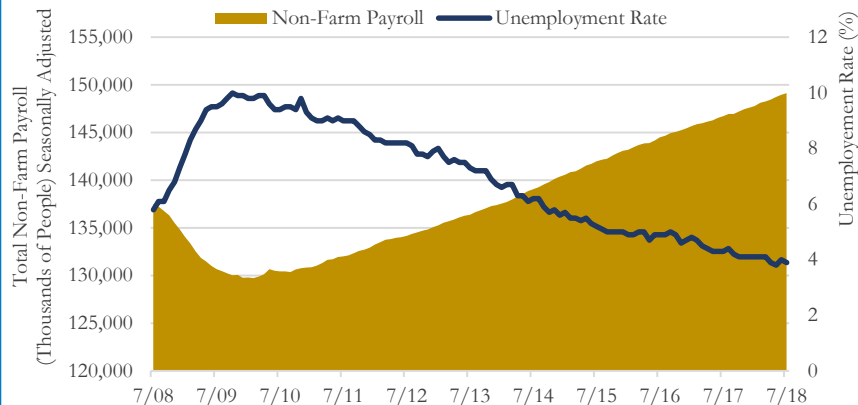
Monthly Market & Economic Recap

Real GDP Growth: U.S.



Source: U.S. Bureau of Economic Analysis

Total Non-Farm Payrolls and Unemployment Rate



Source: U.S. Bureau of Labor Statistics

The U.S. Bureau of Economic Analysis released its advance estimate of second quarter real GDP growth in late July. The U.S. economy grew at a 4.1% annualized pace in the April to June period, the strongest showing in nearly four years. An expansion in consumer spending, business investment, and exports helped drive growth while housing data remained lackluster. Shortly following this GDP update, the Federal Open Market Committee concluded its July/August policy meeting. Remaining accommodative, the Committee decided to maintain the target range for the federal funds rate at 1 ¾ to 2%. A September rate hike is widely anticipated. U.S. job growth slowed more than expected in July as employment in the transportation and utilities sectors fell. However, a drop in the unemployment rate to 3.9% suggests that the labor market continues to tighten. Nonfarm payrolls increased by 157,000 jobs last month. Economists had been expecting an increase of 190,000 jobs. A strong second quarter earnings season is winding down. With 91% of the companies in the S&P 500 reporting actual results, FactSet is estimating a year-over-year blended earnings growth rate of 24.6%. If 24.6% is the actual growth rate for the quarter, it will mark the second highest earnings growth rate since the third quarter of 2010. In market news, the S&P 500 generated a 3.72% gain during the month of July while the MSCI EAFE index rose 2.46%. Fixed income markets were broadly mixed as the Barclays U.S. Agg Bond Index increased 0.02% while the Barclays Global Agg Ex. USD bond benchmark fell 0.36%.

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Monthly Market & Economic Recap

	<u>1 Month</u>	<u>3 Month</u>	<u>YTD</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>	<u>10 Year</u>		<u>1 Month</u>	<u>3 Month</u>	<u>YTD</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>	<u>10 Year</u>
Russell								International Equity - Broad Market							
3000 Value	3.79	5.11	2.59	9.91	9.76	10.05	9.00	MSCI EAFE	2.46	-1.07	-0.36	6.40	5.03	5.86	3.43
3000	3.32	6.93	6.64	16.39	12.18	12.83	10.68	MSCI EM	2.20	-5.52	-4.61	4.36	8.94	5.25	2.87
3000 Growth	2.84	8.52	10.49	22.86	14.51	15.56	12.27	MSCI Frontier Markets	3.67	-9.22	-7.60	3.25	4.41	4.25	-1.88
1000 Value	3.96	4.83	2.20	9.54	9.51	10.04	8.95	MSCI ACWI	3.02	2.59	2.57	10.97	8.95	9.04	6.39
1000	3.45	6.78	6.40	16.19	12.19	12.96	10.70	MSCI ACWI Ex USA	2.39	-1.85	-1.46	5.94	5.99	5.59	3.16
1000 Growth	2.94	8.48	10.40	22.84	14.80	15.83	12.37	MSCI AC Asia Ex Japan	0.84	-5.27	-3.96	5.20	9.69	7.97	5.99
Mid Cap Value	2.72	4.67	2.56	9.07	9.82	10.71	10.49								
Mid Cap	2.49	5.54	4.90	13.45	10.21	11.51	10.79	International Equity - Country Region							
Mid Cap Growth	2.15	6.38	7.66	19.08	10.92	12.49	11.12	MSCI Brazil	11.82	-14.27	-7.51	0.45	11.76	-0.01	-3.97
2000 Value	1.77	8.34	7.31	14.37	12.91	10.19	9.52	MSCI BRIC	1.14	-5.19	-3.55	7.73	10.16	7.01	1.45
2000	1.74	8.69	9.54	18.73	12.04	11.33	10.39	MSCI China	-2.49	-5.89	-4.20	8.56	10.29	10.65	5.48
2000 Growth	1.72	8.97	11.58	22.91	11.08	12.39	11.17	MSCI Europe	3.33	-0.73	-0.01	5.63	4.29	5.40	3.00
			u					MSCI India	6.51	1.69	-1.49	5.30	6.95	11.00	5.16
Standard & Poors								MSCI Japan	0.40	-3.09	-1.63	8.75	6.22	7.33	3.95
S&P 500	3.72	6.87	6.47	16.24	12.52	13.13	10.67	MSCI EM Latin America	9.22	-9.01	-2.96	0.71	8.15	-0.45	-1.95
Consumer Disc	1.83	7.61	13.56	23.50	13.35	15.21	16.56	MSCI Russia	3.95	5.51	6.82	25.80	14.60	1.43	-3.61
Consumer Staples	4.07	7.10	-4.83	-0.58	5.04	8.17	10.01								
Energy	1.42	5.25	8.32	19.72	6.96	1.50	2.64	Fixed Income-Taxable							
Financials	5.27	2.32	0.97	13.47	13.24	13.10	6.87	Barclays U.S. Aggregate	0.02	0.61	-1.59	-0.80	1.49	2.25	3.73
Health Care	6.61	8.59	8.57	13.31	6.97	13.63	12.90	ICE BofAML US 3M Trsy Bill	0.16	0.48	0.97	1.43	0.73	0.45	0.35
Industrials	7.32	6.90	2.29	12.99	13.87	13.01	10.28	Barclays U.S. Gov't	-0.41	0.49	-1.46	-1.20	0.61	1.41	2.83
Information Technology	2.09	9.23	13.19	28.48	22.22	21.42	15.03	Barclays U.S. Credit	0.72	0.75	-2.29	-0.66	2.89	3.37	5.29
Materials	2.96	5.46	-0.21	11.44	11.44	10.29	6.46	Barclays High Yield Corp.	1.09	1.47	1.25	2.60	6.12	5.35	8.45
Real Estate	1.08	7.95	1.90	4.90	7.17	9.22	7.77	Barclays TIPS	-0.48	0.34	-0.51	1.17	1.69	1.43	3.04
Telecom Services	2.33	2.37	-6.22	-2.46	4.66	4.15	7.04	Barclays Global Aggregate	-0.17	-1.36	-1.62	-0.48	2.45	1.21	2.55
Utilities	1.86	3.50	2.19	2.83	10.19	10.06	7.52	Barclays Gbl Agg Ex USD	-0.36	-2.91	-1.67	-0.27	3.15	0.40	1.70
								JPM GBI-EM Global Div	1.90	-5.94	-4.67	-2.50	3.49	-0.92	2.15
Other U.S. Equity								JPM EMBI Global	2.06	-0.06	-3.28	-1.09	4.90	4.65	6.60
Dow Jones Industrial Avg.	4.83	5.80	4.07	18.75	15.67	13.11	11.25	JPM EMBI Global Div	2.55	0.38	-2.81	0.07	5.34	5.43	6.91
Wilshire 5000 (Full Cap)	3.28	6.96	6.77	16.46	12.08	12.65	10.71								
								Fixed Income-Tax Exempt							
Alternative Investments								Barclays Municipal	0.24	1.48	-0.01	0.99	2.69	3.76	4.41
Alerian MLP	6.58	10.23	5.91	0.40	-2.85	-2.77	7.33	Barclays Municipal 3 Yr	0.32	1.27	1.09	0.40	1.06	1.22	2.17
Bloomberg Commodity	-2.13	-4.22	-2.14	2.73	-1.61	-7.06	-8.09	Barclays Municipal 5 Yr	0.39	1.66	0.69	-0.07	1.57	2.02	3.35
FTSE NAREIT Equity REIT	0.80	9.35	1.83	3.07	6.39	8.28	7.66	Barclays Municipal 7 Yr	0.40	1.76	0.15	-0.16	2.14	2.85	4.12
S&P Global Natural Res.	1.05	1.48	4.79	19.03	12.55	5.18	0.68	Barclays HY Muni	0.35	2.96	4.03	6.82	7.04	6.11	6.09
S&P N. Amer Natural Res.	1.08	5.04	6.43	16.98	6.97	0.81	0.63								

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