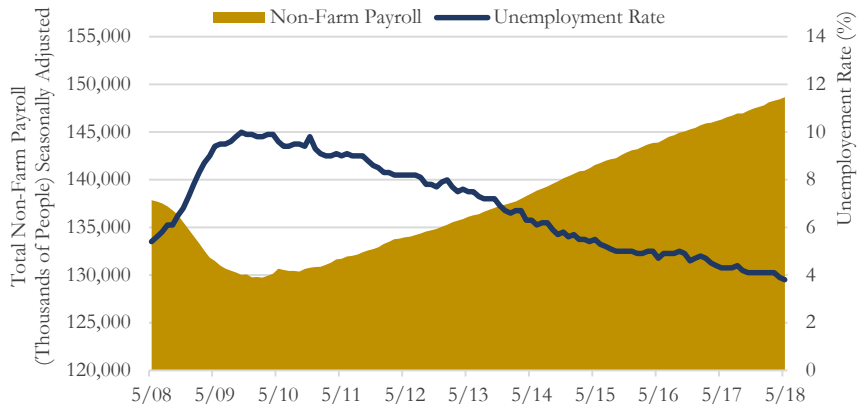


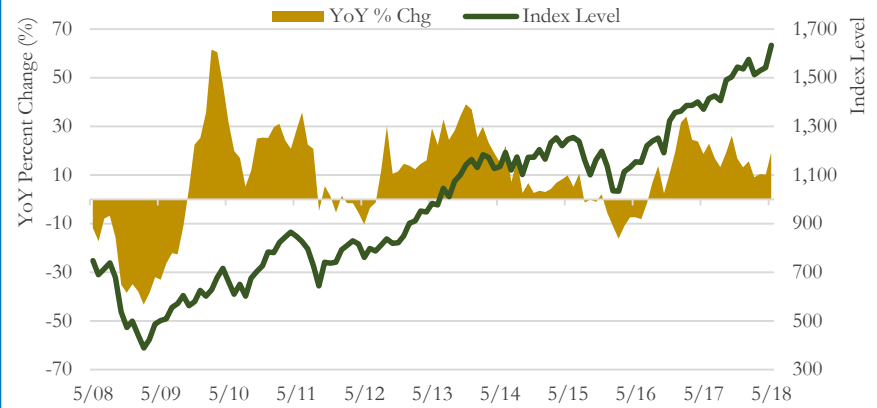
## Monthly Market & Economic Recap

### Total Non-Farm Payrolls and Unemployment Rate



Source: U.S Bureau of Labor Statistics

### Russell 2000 Index



Source: Russell

May began with a Federal Open Market Committee meeting during which policymakers decided to keep the benchmark lending rate unchanged. Minutes from this meeting revealed support for another rate hike “soon.” A June increase is widely expected. In labor market news, U.S. job growth accelerated in May and the unemployment rate dropped to an 18-year low of 3.8%. The Labor Department reported that nonfarm payrolls increased by 223,000 jobs in May as warm weather boosted hiring at construction sites. Economists had been expecting a gain of 188,000 jobs. May marked a milestone for the post-recession economy. At 107 months, the current expansion is the second longest in U.S. history and only trails the 120 month expansionary period from 1991 to 2001. In the Land of the Rising Sun, Cabinet Office data showed the Japanese economy shrank in the first quarter at an annualized rate of 0.6% due to capital investment unexpectedly falling and flat private consumption. The decline marked the end of eight straight quarters of economic expansion, the longest streak since a 12-quarter run between 1986 and 1989. Economists expect growth to rebound in the second quarter. In market news, the S&P 500 generated a 2.41% gain during the month of May while the MSCI EAFE index fell 2.25%. Small cap indexes reached all-time highs as the Russell 2000 index returned 6.07%. Fixed income markets were mixed as the Barclays U.S. Aggregate Bond Index produced a 0.71% gain while the Barclays Global Aggregate Ex. USD bond benchmark fell 1.87%.

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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>
<b>Russell</b>								<b>International Equity - Broad Market</b>							
3000 Value	0.99	-0.14	-1.43	8.85	7.71	10.15	7.48	MSCI EAFE	-2.25	-1.82	-1.55	7.97	4.33	5.93	2.10
3000	2.82	1.14	2.55	15.06	10.71	12.85	9.21	MSCI EM	-3.54	-5.76	-2.61	14.03	6.17	4.52	1.62
3000 Growth	4.53	2.32	6.43	21.32	13.68	15.51	10.86	MSCI Frontier Markets	-9.22	-11.28	-7.59	6.08	3.35	4.11	-2.31
1000 Value	0.59	-0.85	-1.93	8.25	7.44	10.10	7.38	MSCI ACWI	0.12	-1.08	0.11	11.84	7.52	8.88	4.95
1000	2.55	0.57	2.19	14.60	10.70	12.92	9.18	MSCI ACWI Ex USA	-2.31	-2.50	-1.92	9.67	4.74	5.46	1.86
1000 Growth	4.38	1.88	6.23	21.02	13.93	15.70	10.89	MSCI AC Asia Ex Japan	-1.32	-2.12	0.04	17.27	7.42	7.96	4.98
Mid Cap Value	1.09	1.84	-0.96	8.32	7.57	10.83	8.95	<b>International Equity - Country Region</b>							
Mid Cap	2.27	2.18	1.64	12.67	8.57	11.80	9.24	MSCI Brazil	-16.37	-21.19	-9.78	6.86	7.44	-3.43	-6.03
Mid Cap Growth	3.74	2.59	4.99	18.42	9.99	13.01	9.58	MSCI BRIC	-1.82	-5.38	-0.12	22.04	7.21	6.24	0.06
2000 Value	5.82	8.98	4.81	16.35	11.04	10.96	8.71	MSCI China	1.84	-1.54	3.66	30.85	6.93	11.68	5.18
2000	6.07	8.37	6.90	20.76	10.97	12.19	9.64	MSCI Europe	-3.28	-1.80	-2.58	4.83	3.37	5.30	1.50
2000 Growth	6.30	7.83	8.85	25.08	10.81	13.33	10.47	MSCI India	-3.59	-3.23	-6.61	6.68	5.79	7.71	3.01
<b>Standard &amp; Poors</b>								MSCI Japan	-0.99	-2.43	0.51	14.57	6.53	8.29	3.08
S&P 500	2.41	0.19	2.02	14.38	10.97	12.98	9.14	MSCI EM Latin America	-14.06	-15.96	-8.34	3.67	3.40	-3.62	-4.15
Consumer Disc	1.99	1.97	7.63	17.82	13.33	15.35	14.51	MSCI Russia	1.13	-9.89	2.39	20.74	9.86	0.37	-6.37
Consumer Staples	-1.53	-6.61	-12.49	-10.14	3.35	7.17	8.73	<b>Fixed Income-Taxable</b>							
Energy	3.04	14.55	6.05	19.93	2.25	1.67	1.12	Barclays U.S. Aggregate	0.71	0.61	-1.50	-0.37	1.39	1.98	3.72
Financials	-0.90	-5.53	-2.21	18.97	13.08	13.19	5.11	ICE BofAML US 3M Trsy Bill	0.15	0.42	0.64	1.28	0.62	0.39	0.36
Health Care	0.22	-1.67	0.20	10.26	5.01	13.25	12.02	Barclays U.S. Gov't	0.89	1.01	-1.07	-0.80	0.72	1.25	2.97
Industrials	3.01	-2.55	-1.43	10.46	11.59	13.13	8.64	Barclays U.S. Credit	0.50	-0.10	-2.53	0.08	2.41	2.87	5.14
Information Technology	7.37	3.27	11.26	28.20	20.94	21.10	13.59	Barclays High Yield Corp.	-0.03	0.01	-0.24	2.35	4.86	4.87	7.84
Materials	2.07	-2.11	-3.42	11.55	6.93	9.83	5.07	Barclays TIPS	0.43	1.42	-0.42	0.74	1.46	0.86	3.15
Real Estate	2.26	5.46	-3.47	2.49	5.61	7.51	6.14	Barclays Global Aggregate	-0.76	-1.31	-1.02	1.72	2.58	1.34	2.64
Telecom Services	-2.28	-4.20	-10.48	-3.85	2.25	3.62	4.61	Barclays Gbl Agg Ex USD	-1.87	-2.72	-0.62	3.40	3.50	0.85	1.85
Utilities	-1.13	4.75	-2.38	-2.09	8.41	10.18	6.27	JPM GBI-EM Global Div	-4.98	-6.85	-3.69	1.01	2.53	-1.66	2.74
<b>Other U.S. Equity</b>								JPM EMBI Global	-1.08	-2.16	-4.27	-1.71	4.09	3.56	6.40
Dow Jones Industrial Avg.	1.41	-1.90	-0.24	18.91	13.46	12.78	9.67	JPM EMBI Global Div	-0.94	-2.10	-4.08	-0.56	4.50	4.34	6.67
Wilshire 5000 (Full Cap)	2.80	1.20	2.63	15.10	10.58	12.69	9.25	<b>Fixed Income-Tax Exempt</b>							
<b>Alternative Investments</b>								Barclays Municipal	1.15	1.16	-0.33	1.11	2.79	2.92	4.30
Alerian MLP	5.05	5.67	0.93	-3.71	-8.13	-3.20	6.09	Barclays Municipal 3 Yr	0.55	0.17	0.36	-0.19	1.01	1.01	2.15
Bloomberg Commodity	1.42	3.39	3.62	11.02	-2.84	-6.64	-7.92	Barclays Municipal 5 Yr	0.99	0.56	0.03	-0.43	1.62	1.69	3.32
FTSE NAREIT Equity REIT	3.95	9.45	-3.21	1.34	4.88	6.97	6.25	Barclays Municipal 7 Yr	1.10	0.83	-0.49	-0.39	2.12	2.32	4.06
S&P Global Natural Res.	1.47	4.89	4.78	26.09	7.99	4.40	-0.61	Barclays HY Muni	2.09	4.05	3.15	6.38	5.22	4.36	5.79
S&P N. Amer Natural Res.	3.02	13.10	4.38	18.10	1.42	0.77	-0.94								

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