

May 29, 2009

Equity Market Returns

	MTD	QTD	YTD	1 Year	3 Year	5 Year	
S&P 500 Index	5.59%	15.70%	2.96%	-32.57%	-8.25%	-1.90%	
Russell 1000 Index	5.53%	16.22%	4.07%	-32.95%	-8.24%	-1.55%	
Russell 2000 Index	3.01%	18.93%	1.14%	-31.79%	-10.14%	-1.18%	
Russell 3000 Index	5.34%	16.42%	3.84%	-32.85%	-8.41%	-1.52%	
Russell 3000 Growth Index	4.88%	15.35%	10.12%	-30.77%	-6.17%	-1.75%	
Russell 3000 Value Index	5.85%	17.63%	-2.37%	-35.10%	-10.80%	-1.51%	
MSCI ACWI Index	9.96%	22.95%	9.79%	-34.76%	-6.89%	1.56%	
MSCI ACWI ex-U.S. Index	13.54%	29.01%	15.19%	-35.89%	-5.50%	5.16%	
MSCI EAFE Index	11.83%	26.15%	8.57%	-36.61%	-7.81%	2.87%	
MSCI EM Index	17.09%	36.57%	37.87%	-34.36%	3.34%	15.13%	
London - FTSE 100*	4.75%	13.68%	2.12%	-23.28%	-4.27%	4.08%	GBP
Japan - Nikkei 225*	7.87%	17.43%	8.51%	-32.40%	-13.77%	-2.12%	JPY
Hong Kong - Hang Seng*	18.34%	35.52%	28.35%	-23.13%	8.02%	11.99%	HKD
China - Shanghai Composite*	6.36%	11.07%	44.77%	-22.35%	18.55%	13.02%	CNY

*Returns in local currencies

Equity Market Valuations**

	Current			1 Year Ago		
	Trailing P/E	Forward P/E	Div. Yield	Trailing P/E	Forward P/E	Div. Yield
S&P 500 Index	11.7x	14.2x	3.1%	15.8x	14.5x	1.8%
Russell 1000 Index	11.8x	14.2x	2.9%	16.1x	15.0x	2.1%
Russell 2000 Index	12.9x	14.4x	2.0%	18.5x	16.8x	1.7%
Russell 3000 Index	11.8x	14.2x	2.8%	16.1x	14.9x	2.1%
Russell 3000 Growth Index	13.4x	15.4x	1.8%	18.6x	17.1x	1.3%
Russell 3000 Value Index	10.5x	13.2x	4.0%	14.0x	13.0x	2.9%
MSCI ACWI Index	11.3x	13.7x	3.4%	14.0x	13.6x	2.6%
MSCI ACWI ex-U.S. Index	11.8x	13.5x	3.7%	12.9x	12.9x	3.0%
MSCI EAFE Index	11.8x	13.3x	4.0%	12.2x	12.7x	3.3%
MSCI EM Index	11.7x	13.6x	2.9%	13.5x	13.2x	2.3%
London - FTSE 100*	11.8x	12.1x	4.6%	11.3x	11.4x	3.8%
Japan - Nikkei 225*	20.8x	24.2x	2.0%	16.4x	18.1x	1.5%
Hong Kong - Hang Seng*	16.3x	17.1x	3.7%	14.2x	15.9x	2.7%
China - Shanghai Composite*	22.5x	20.2x	1.4%	24.7x	19.8x	0.8%

**Returns in local currencies

**P/E excludes companies with negative earnings

Domestic Equity Sector Returns

S&P 500 Sectors	MTD	QTD	YTD	1 Year	3 Year	5 Year
Consumer Discretionary	-0.97%	17.50%	7.99%	-27.26%	-10.39%	-4.82%
Consumer Staples	5.65%	9.11%	-2.39%	-16.58%	1.54%	2.71%
Energy	10.68%	16.04%	2.61%	-37.22%	0.06%	12.37%
Financials	13.28%	38.61%	-1.34%	-48.79%	-25.60%	-13.09%
Healthcare	6.86%	6.07%	-2.41%	-17.81%	-3.37%	-1.70%
Industrials	3.08%	21.48%	-3.88%	-41.31%	-11.99%	-2.65%
Information Technology	2.64%	15.04%	19.99%	-28.76%	-3.50%	-1.79%
Materials	5.82%	21.89%	19.40%	-39.46%	-4.06%	3.06%
Telecommunications	-1.27%	2.25%	-5.04%	-29.38%	-2.38%	2.55%
Utilities	3.73%	4.38%	-6.88%	-32.52%	-2.17%	6.29%

Option-Adjusted Spreads

	Current	4/30/09	12/31/08
U.S. High Yield	1067	1219	1669
U.S. Corporate	352	439	555
U.S. IG Financials	463	629	629
CDX IG 5Yr	137	162	198
CDX IG HV 5Yr	323	383	489
CDX HY 5 Yr	1037	1118	1147
Agency MBS	39	67	145
CMBS	781	865	1010
ABS	364	548	955
Home Equity ABS	1616	1623	1702
TED*	51	87	135

Central Bank Activity

	Current	4/30/09	12/31/08
Fed Funds Rate	0-0.25%	0-0.25%	0.25%
Bank of Japan Target Rate	0.10%	0.10%	0.10%
European Central Bank Rate	1.25%	1.25%	2.50%
Bank of England Official Bank Rate	0.50%	0.50%	2.00%

Inflation Forecast			
	Current	4/30/09	12/31/08
10-Year Treasury Yield	3.46%	3.12%	2.21%
10-Year TIPS Yield	1.62%	1.65%	2.09%
Market Inf. Forecast	1.84%	1.47%	0.12%
5-Year Treasury Yield	2.34%	2.01%	1.55%
5-Year TIPS Yield	0.93%	1.19%	1.67%
Market Inf. Forecast	1.41%	0.82%	-0.12%

Bond Market Returns

	<u>MTD</u>	<u>QTD</u>	<u>YTD</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>
Barclays 1-3 Month T-Bill	0.01%	0.03%	0.07%	0.93%	3.18%	3.04%
Barclays Aggregate	0.73%	1.21%	1.32%	5.36%	6.31%	5.02%
Barclays Long Treasury	-2.74%	-7.77%	-12.59%	8.47%	8.67%	7.06%
Barclays Capital U.S. Corporate	3.90%	7.51%	5.44%	0.43%	3.60%	3.36%
S&P Leveraged Loan 100	5.27%	15.84%	28.76%	-7.07%	-0.64%	1.61%
Barclays High Yield	6.73%	19.65%	26.80%	-7.77%	1.02%	4.04%
Barclays Emerging Mkts	5.89%	11.80%	16.40%	-4.79%	4.35%	8.00%
Barclays Global Treasury (Unhedgd)	3.29%	3.59%	-1.56%	4.03%	7.10%	6.00%
Barclays Global Treasury (Hedged)	-0.88%	-1.21%	-1.46%	7.17%	5.77%	5.16%

Currency Rates

per US Dollar	<u>MTD</u>	<u>QTD</u>	<u>YTD</u>	<u>1 Year</u>	<u>3 Year*</u>	<u>5 Year*</u>	<u>Current Spot Rate</u>
Canadian Dollar	9.23%	15.46%	11.70%	-9.52%	0.89%	24.76%	1.092
Japanese Yen	3.45%	3.81%	-4.82%	10.66%	17.17%	15.28%	95.340
British Pound	9.46%	13.03%	10.94%	-18.10%	-13.97%	-11.76%	0.618
Euro	7.00%	6.84%	1.32%	-8.78%	9.58%	15.89%	0.706
GBP/Euro	2.26%	5.76%	9.29%	-10.24%	-21.54%	-23.88%	0.875
Yen/Euro	-3.32%	-2.84%	-6.15%	21.32%	6.93%	-0.53%	134.959

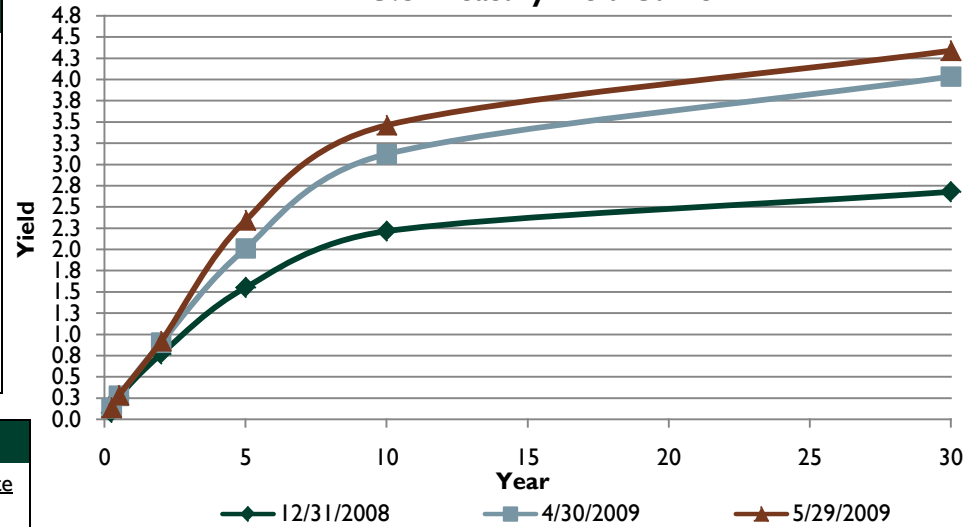
*Cumulative price change

Real Asset Returns

	<u>MTD</u>	<u>QTD</u>	<u>YTD</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>	<u>Current Price</u>
FTSE EPRA/NAREIT Global Index	12.63%	35.91%	5.88%	-43.41%	-12.55%	1.90%	
EPRA/NAREIT US Index	2.33%	34.79%	-9.75%	-49.30%	-16.79%	-1.99%	
EPRA/NAREIT Europe Index	7.89%	29.33%	4.46%	-48.59%	-18.91%	-0.50%	
EPRA/NAREIT Asia Index	25.00%	41.04%	23.66%	-33.36%	-4.12%	8.22%	
S&P GSSI Nat. Resources Index	18.25%	29.03%	19.99%	-38.52%	-1.29%	12.50%	
S&P GSCI Index	19.67%	18.57%	5.95%	-56.21%	-15.03%	-4.48%	
DJ-AIG Commodity Index	13.00%	13.83%	6.65%	-41.15%	-8.20%	-0.69%	
Barclays TIPS Index	2.10%	0.20%	5.73%	-0.06%	5.72%	4.85%	
Gold \$/oz.	10.24%	6.53%	11.01%	11.53%	53.42%	150.07%	\$979.15
WTI Crude Oil \$/bbl	29.71%	33.53%	48.68%	-47.63%	-8.32%	65.94%	\$66.31

*Cumulative price change

U.S Treasury Yield Curve



U.S. Treasury Yields

<u>Date</u>	<u>3-Mo T-Bill</u>	<u>6-Mo T-Bill</u>	<u>2-Year Note</u>	<u>5-Year Note</u>	<u>10-Year Note</u>	<u>30-Year Note</u>
12/31/2008	0.08%	0.26%	0.77%	1.55%	2.21%	2.68%
4/30/2009	0.13%	0.28%	0.90%	2.01%	3.12%	4.03%
Current	0.14%	0.28%	0.92%	2.34%	3.46%	4.34%

Hedge Funds – HFRX Index Returns

	<u>MTD</u>	<u>QTD</u>	<u>YTD</u>	<u>1 Year</u>	<u>3 Year</u>	<u>5 Year</u>
Global Hedge	3.15%	4.81%	5.52%	-18.85%	-3.81%	-0.54%
Convertible Arb.	3.97%	8.46%	18.69%	-47.98%	-19.72%	-12.66%
Distressed Securities	-1.52%	-1.38%	-6.46%	-32.97%	-10.67%	-4.24%
Equity Hedge (L/S)	4.48%	6.29%	7.10%	-20.02%	-4.42%	-1.15%
Eq. Market Neutral	1.44%	-0.04%	-2.53%	-4.89%	0.64%	0.90%
Event Driven	2.39%	4.46%	6.86%	-16.19%	-2.89%	1.02%
Macro	-1.04%	-2.12%	-2.73%	-7.03%	2.78%	4.40%
Merger Arb.	1.35%	0.69%	2.39%	3.44%	5.42%	5.77%
Relative Value Arb.	6.81%	11.16%	12.77%	-24.74%	-7.30%	-3.45%
Absolute Return*	-0.38%	-0.88%	-1.39%	-13.30%	-1.59%	-

*Absolute Return is not included in Global Hedge Index

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