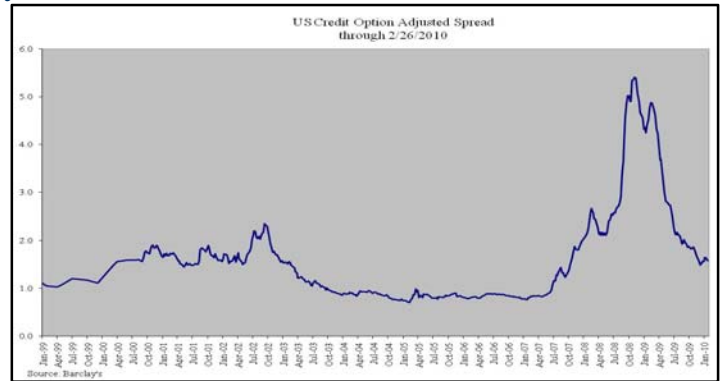
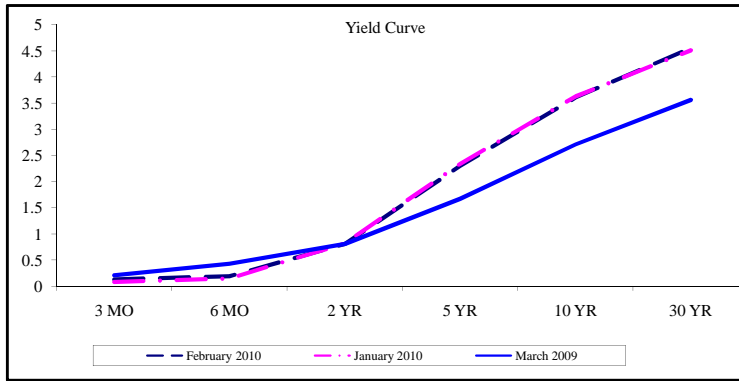


# Capital Markets Flash Report

## February 2010



### FIXED INCOME

	February	YTD	1 YR
Barclays Aggregate Bond	0.37%	1.91%	9.32%
Barclays Gov/Credit Bond	0.41	1.91	9.08
Barclays Gov Long Bond	0.32	2.88	-0.49
ML High Yield Bond	0.17	1.44	56.26
Barclays US TIPS	-1.16	0.43	12.24
Barclays IG Corp Credit	0.41	1.96	20.38
Barclays High Yield Loans	0.37	5.56	45.46

- \* Fixed income asset performance primarily fell within a tight range.
- \* TIPS performance was impacted by Fed reassurances that the economy still required accommodating fiscal policy, which implied low levels of inflation risk.
- \* Yield's changed very little during the month as investor demand was balanced across the maturity spectrum.

### DOMESTIC EQUITY

	February	YTD	1 YR
S&P 500	3.10%	-0.61%	53.62%
Russell 1000	3.30	-0.42	55.32
Russell 1000 Value	3.16	0.26	56.50
Russell 1000 Growth	3.44	-1.08	54.19
Russell Mid Cap	5.00	1.49	70.98
Russell Mid Cap Value	5.04	2.18	74.74
Russell Mid Cap Growth	4.96	0.78	67.09
Russell 2000	4.50	0.66	63.95
Russell 2000 Value	4.64	1.57	65.93
Russell 2000 Growth	4.36	-0.31	61.85
Russell 3000	3.39	-0.34	55.96
NAREIT	5.08	0.10	90.32

- \* Equity markets rallied broadly late in the month as Ben Bernanke's semi-annual testimony was well received. He indicated that interest rates would remain low for the foreseeable future.
- \* The widely watched employment report provided a surprise at the end of the month, indicating that the pace of job losses had slowed substantially.
- \* Economic growth also indicated strength, as 4th quarter GDP was revised upward to 5.90%.

### SECTORS

	February	YTD	1 YR
Consumer Discretionary	5.47%	2.42%	76.80%
Consumer Staples	2.79	1.68	35.99
Energy	2.35	-2.25	30.58
Financials	3.52	2.07	98.27
Health Care	0.28	0.77	39.58
Industrials	5.04	3.82	73.43
Technology	4.22	-4.57	65.92
Materials	4.42	-4.57	66.86
Telecommunications	-1.25	-9.35	12.76
Utilities	-1.25	-6.12	20.73

- \* Cyclical sectors generated the strongest performance during the month.
- \* Health Care performance reflects the uncertainty around the future of the industry, as the prospect for health care reform is clouded.
- \* The balance of defensive sectors lagged their cyclical peers.

### INTERNATIONAL EQUITY

	February	YTD	1 YR
MSCI EAFE	-0.88%	-5.28%	50.09%
MSCI EAFE Growth	-0.13	-4.37	45.96
MSCI EAFE Value	-1.64	-6.20	54.59
MSCI EAFE Small Cap	-1.46	-2.48	64.69
MSCI EM	0.25	-5.41	87.45

- \* International equity markets lagged their domestic counterparts.
- \* The situation in Greece continued to cast a shadow over international markets. The European Union continued to debate a potential bailout, while Greece worked on an independent plan to solve their debt issue.

### NON-TRADITIONAL

	February	YTD	1 YR
HFRX Global HF Index	0.26%	0.24%	12.87%
DJ UBS Commodities	3.71	-3.84	26.45

- \* The broad hedge fund market made up for losses in January, but struggled to generate absolute returns. The best performing strategy for the month was Macro trading, due to their opportunistic profile.
- \* Commodities performed strongly, led by industrial metals performance. Demand for these

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