

## Market Facts and Figures from Q2 2015

*In the US, small growth stocks performed best, while mid caps declined.*

2015 2Q US Returns (Russell Indices)

	Value	Core	Growth
Large	0.1%	0.1%	0.1%
Mid	-2.0%	-1.5%	-1.1%
Small	-1.2%	0.4%	2.0%

*The US stock rally continued unabated.*

The S&P 500 has not experienced a correction of -10% for 45 months, the second-longest stretch in its history.

Longest S&P Rallies	Days	% Gain
Oct-90 to Oct-97	2553	232.7%
<b>Oct-11 to Jun-15</b>	<b>1365</b>	<b>87.7%</b>
Mar-03 to Sep-06	1291	64.2%
Oct-62 to Feb-66	1205	75.8%
Jul-84 to Aug-87	1127	127.8%

*Best and Worst Markets*

### Developed Markets

Top 3	2015 2Q	Bottom 3	2015 2Q
Ireland	8.52%	New Zealand	-13.08%
Hong Kong	5.56%	Australia	-6.19%
Norway	3.31%	Germany	-5.59%

### Emerging Markets

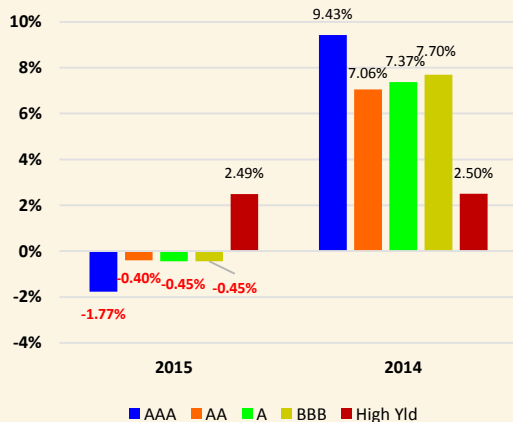
Top 3	2015 2Q	Bottom 3	2015 2Q
Hungary	10.97%	Indonesia	-14.08%
UAE	10.70%	Malaysia	-7.88%
Russia	7.56%	Egypt	-6.12%

### Frontier Markets

Top 3	2015 2Q	Bottom 3	2015 2Q
Botswana	20.91%	Argentina	-13.61%
Ukraine	17.43%	Kenya	-10.93%
Bahrain	13.69%	Kazakhstan	-8.55%

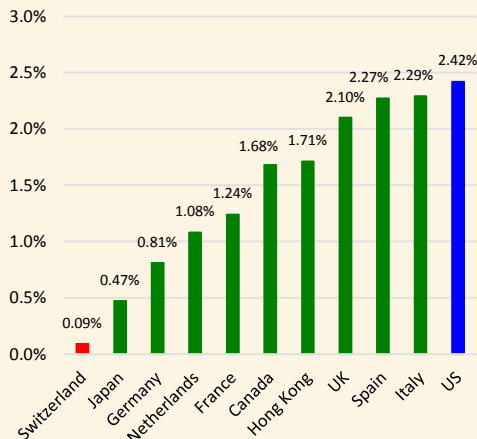
*In US Corporate Bonds, lower credit quality bonds are outperforming in 2015 (thru June).*

US Corporate Bonds



*10yr bond yields remain low. Switzerland sold 10yr bonds with a NEGATIVE yield early in Q2.*

10-Year Bond Yield as of 6/30/15



*The Saudi Arabian stock market opened to foreign investors for the first time.*

### Saudi Arabia's "Tadawul" Stock Exchange

Number of Stocks: 170

### Size:

Approx. Total Market Cap: \$570B

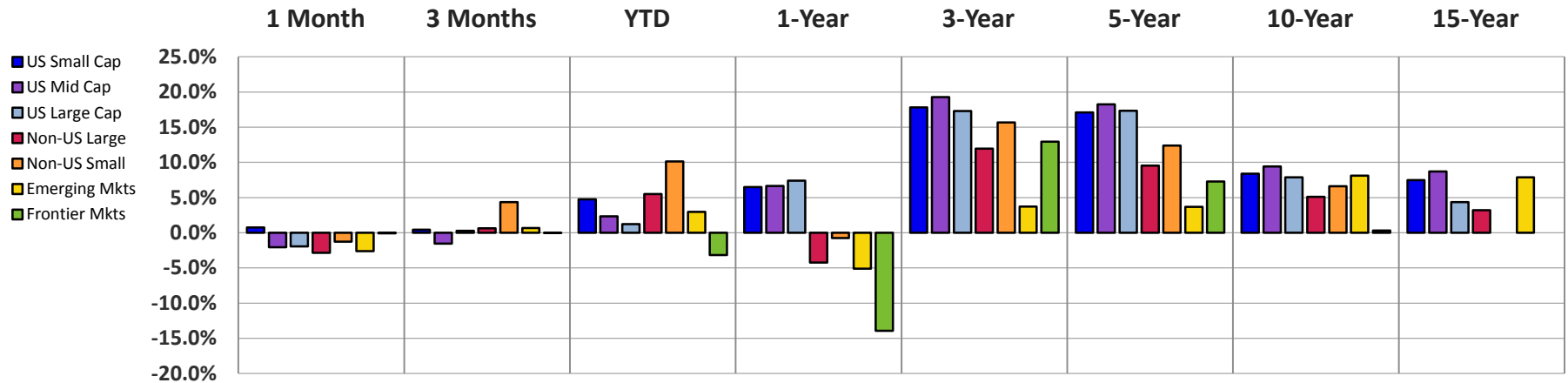
Larger than Moscow (\$530B), Mexico (\$473B) and Malaysia (\$451B) exchanges

### Largest Sectors:

Banks (13 stocks)	33%
Petrochemicals (15 stocks)	16%
Cement (8 stocks)	8%
Agri & Food (16 stocks)	7%
Retail (7 stocks)	6%

## World Equity Performance

Quarter Ending June 30, 2015

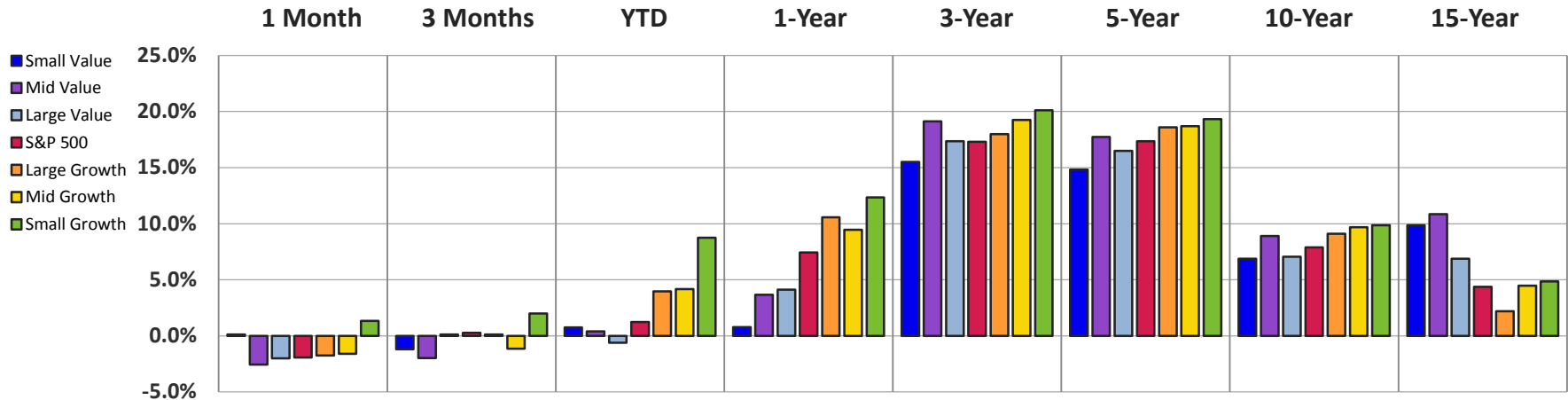


	1 Month	3 Months	YTD	1-Year	3-Year	5-Year	10-Year	15-Year
<b>US Small Cap</b>	0.8%	0.4%	4.8%	6.5%	17.8%	17.1%	8.4%	7.5%
<b>US Mid Cap</b>	-2.1%	-1.5%	2.4%	6.6%	19.3%	18.2%	9.4%	8.7%
<b>US Large Cap</b>	-1.9%	0.3%	1.2%	7.4%	17.3%	17.3%	7.9%	4.4%
<b>Non-US Large</b>	-2.8%	0.6%	5.5%	-4.2%	12.0%	9.5%	5.1%	3.2%
<b>Non-US Small</b>	-1.3%	4.3%	10.2%	-0.8%	15.7%	12.4%	6.6%	
<b>Emerging Mkts</b>	-2.6%	0.7%	3.0%	-5.1%	3.7%	3.7%	8.1%	7.9%
<b>Frontier Mkts</b>	-0.1%	-0.1%	-3.2%	-13.9%	13.0%	7.3%	0.3%	

Global equity markets experienced a volatile 2<sup>nd</sup> quarter as long standing worries over a Greece default once again came to the forefront in June. After another round of failed negotiations, Greek officials closed the nation's banks and instituted capital controls designed to prevent money from leaving the country. Positive economic data here at home helped to stem the tide as the U.S. unemployment rate fell to 5.3% in June.

## U.S. Equity Style Performance

Quarter Ending June 30, 2015

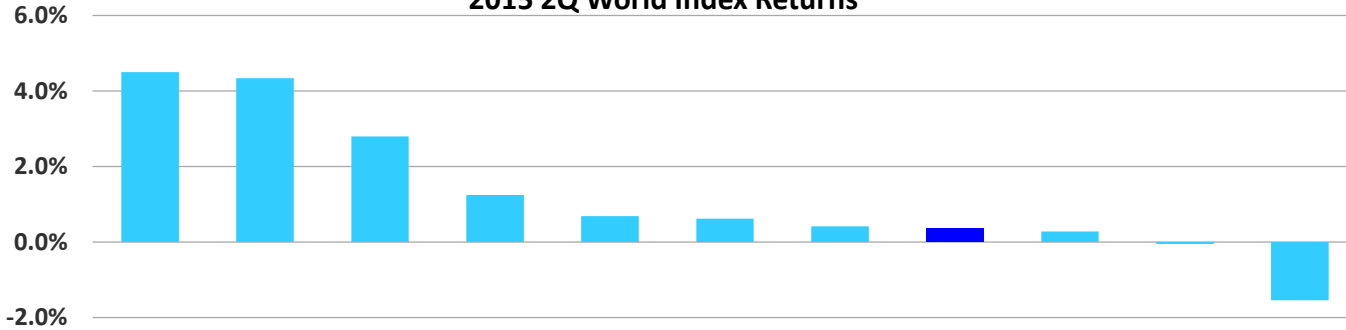


	1 Month	3 Months	YTD	1-Year	3-Year	5-Year	10-Year	15-Year
<b>Small Value</b>	0.1%	-1.2%	0.8%	0.8%	15.5%	14.8%	6.9%	9.9%
<b>Mid Value</b>	-2.6%	-2.0%	0.4%	3.7%	19.1%	17.7%	8.9%	10.8%
<b>Large Value</b>	-2.0%	0.1%	-0.6%	4.1%	17.3%	16.5%	7.1%	6.9%
<b>S&amp;P 500</b>	-1.9%	0.3%	1.2%	7.4%	17.3%	17.3%	7.9%	4.4%
<b>Large Growth</b>	-1.8%	0.1%	4.0%	10.6%	18.0%	18.6%	9.1%	2.2%
<b>Mid Growth</b>	-1.6%	-1.1%	4.2%	9.5%	19.2%	18.7%	9.7%	4.5%
<b>Small Growth</b>	1.3%	2.0%	8.7%	12.3%	20.1%	19.3%	9.9%	4.8%

Growth continued to outpace value across during the second quarter. On a year-to-date basis domestic growth equities have outperformed their value counterparts handily across the entire cap spectrum. In fact, growth stocks have outperformed value consistently since the financial crises in 2008. U.S. economic data was mostly mixed to slightly positive during the quarter, however, equity market returns were subdued by troubles in the Eurozone.

## Equity Performance Breakdown

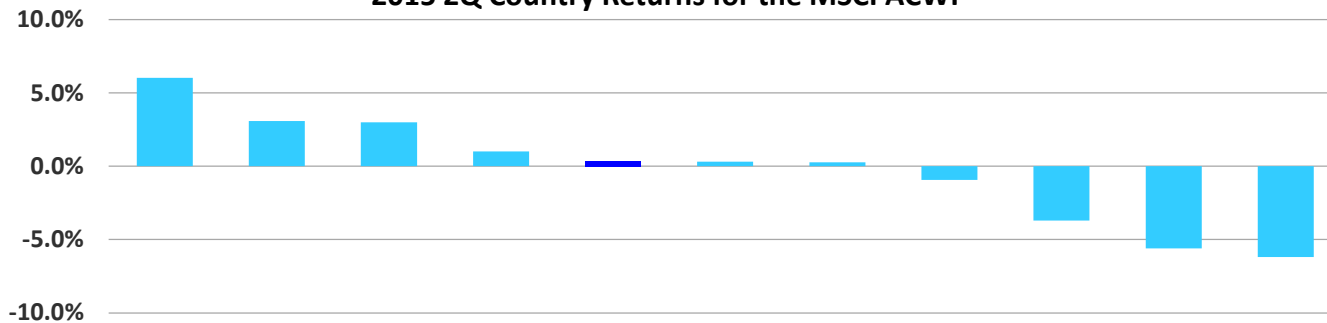
### 2015 2Q World Index Returns



	MSCI Emrg Small Cap	MSCI EAFE Small Cap	Russell Micro Cap	S&P 100	MSCI Emerging Markets	MSCI EAFE	Russell 2000	MSCI ACWI	S&P 500	MSCI Frontier Markets	Russell Mid Cap
<b>2015 2Q Return</b>	4.5%	4.3%	2.8%	1.3%	0.7%	0.6%	0.4%	0.4%	0.3%	-0.1%	-1.5%

The MSCI ACWI finished the quarter essentially flat, returning 0.4%. There was a wide dispersion of returns during the quarter as Non-U.S. Small Cap stocks returned over 4% while U.S. Mid-Caps lost 1.5%. International central banks continued quantitative easing programs during the quarter, however, their efforts were counteracted by continued worries over a Greek default.

### 2015 2Q Country Returns for the MSCI ACWI

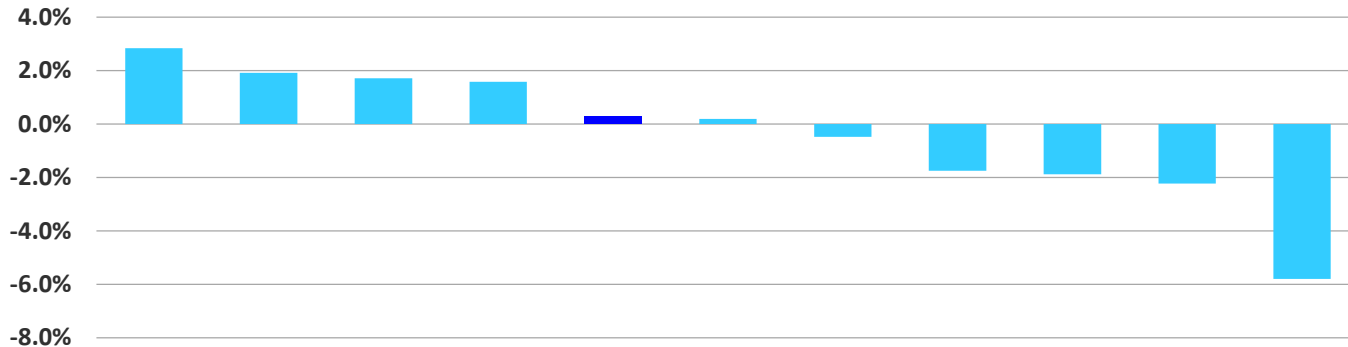


	China	Japan	United Kingdom	Switzerland	MSCI ACWI Index	France	U.S.	Canada	South Korea	Germany	Australia
<b>2015 2Q Return</b>	6.0%	3.1%	3.0%	1.0%	0.4%	0.3%	0.3%	-0.9%	-3.7%	-5.6%	-6.2%
<b>Weight in ACWI</b>	2.6%	7.9%	7.0%	3.2%	-	3.4%	51.5%	3.2%	1.5%	3.1%	2.4%

China opened its Shanghai Stock Exchange to outside investors for the first time in late 2014 and has seen major inflows into the market despite extreme volatility in equity returns. At its highest point in early June, the Chinese index was up over 50% year-to-date only for the latter half of June to see the index plummet almost 20%. The worst performing markets during the quarter were Australia (-6.2%) and Germany (-5.6%).

## Equity Performance Breakdown

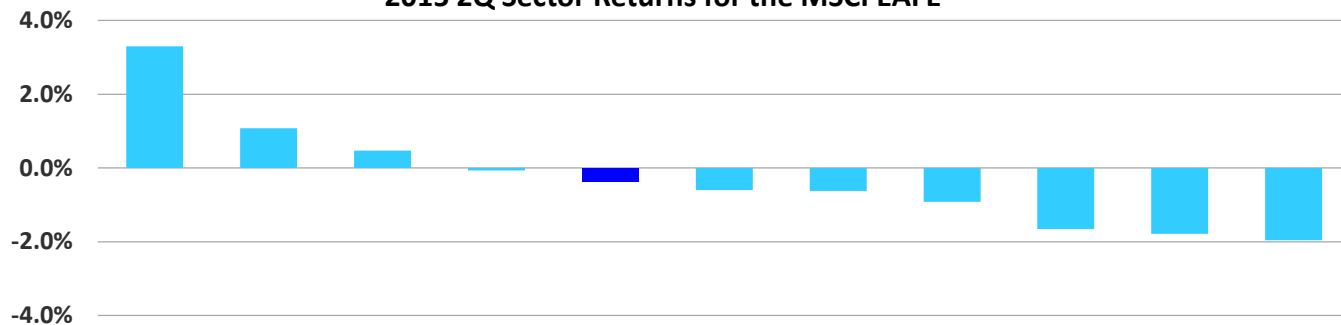
### 2015 2Q Sector Returns for the S&P 500



	Health Care	Consumer Discretionary	Financials	Telecomm	S&P 500 Index	Technology	Materials	Consumer Staples	Energy	Industrials	Utilities
<b>2015 2Q Return</b>	2.8%	1.9%	1.7%	1.6%	0.3%	0.2%	-0.5%	-1.7%	-1.9%	-2.2%	-5.8%
<b>Weight in S&amp;P</b>	15.4%	12.8%	16.6%	2.3%	-	19.6%	3.1%	9.4%	7.9%	10.1%	2.8%

Health Care and Consumer Discretionary led the way during the quarter as the U.S. consumer continues to de-lever their balance sheet and increase spending. According to JP Morgan, the U.S. household debt service ratio (debt payments as a % of disposable personal income) has fallen to 9.9% -- its lowest mark since 1980 and down from a low of 13.2% in 2007. Utilities were the worst performing sector as U.S. interest rates ticked up during the quarter.

### 2015 2Q Sector Returns for the MSCI EAFE



	Telecomm	Energy	Financials	Utilities	MSCI EAFE Index	Industrials	Consumer Staples	Consumer Discretionary	Technology	Materials	Health Care
<b>2015 2Q Return</b>	3.3%	1.1%	0.5%	-0.1%	-0.4%	-0.6%	-0.6%	-0.9%	-1.7%	-1.8%	-2.0%
<b>Weight in EAFE</b>	4.9%	5.2%	26.2%	3.6%	-	12.7%	10.9%	13.2%	4.7%	7.4%	11.2%

European Health Care stocks also led for the quarter returning 8.4% due mostly to strong earnings news from select companies. Consumer Discretionary stocks rallied as the Euro continued its decline against the dollar and oil prices remained low. Energy and Utilities were the only sectors to post negative returns for the quarter.

## Fixed Income Performance

Fixed Income Rates of Return		2015 2Q	YTD	1 Year	3 Year	5 Year	10 Year
<b>Broad Market Indices</b>	Barclays Aggregate Bond	-1.68%	-0.10%	1.86%	1.83%	3.35%	4.44%
	Barclays Government/Credit	-2.10%	-0.30%	1.69%	1.76%	3.52%	4.39%
<b>Intermediate Indices</b>	Barclays Intermediate Aggregate	-0.67%	0.64%	1.89%	1.74%	2.89%	4.22%
	Barclays Intermediate Govt/Credit	-0.62%	0.82%	1.68%	1.60%	2.79%	4.02%
<b>Government Only Indices</b>	Citi 3 Month Treasury	0.00%	0.01%	0.02%	0.05%	0.06%	1.34%
	Barclays 1-3 Year Government	0.15%	0.69%	0.91%	0.68%	0.85%	2.60%
	Barclays Intermediate Government	-0.43%	0.82%	1.79%	0.90%	2.06%	3.67%
	Barclays US TIPS	-1.06%	0.34%	-1.73%	-0.78%	3.28%	4.13%
<b>Municipal Indices</b>	Barclays Long Term Government	-8.10%	-4.52%	6.20%	1.25%	6.23%	6.13%
	Barclays Municipal	-0.89%	0.11%	3.00%	3.10%	4.50%	4.45%
	Barclays 1 Year Municipal	0.00%	0.22%	0.34%	0.65%	0.86%	2.15%
	Barclays 10 Year Municipal	-1.14%	0.11%	2.97%	3.10%	4.78%	4.84%
	Barclays 20 Year Municipal	-0.96%	0.02%	4.28%	4.10%	5.79%	5.09%
<b>Mortgage Backed Indices</b>	Barclays Mortgage Backed Securities	-0.75%	0.30%	2.28%	1.92%	2.89%	4.56%
<b>Corporate Bond Indices</b>	Barclays Credit	-2.88%	-0.78%	0.93%	3.03%	4.93%	5.12%
	Barclays High Yield US Corporate	0.00%	2.53%	-0.40%	6.81%	8.61%	7.89%
<b>World Bond Indices</b>	Citi World Government Bond	-1.55%	-4.02%	-9.02%	-2.45%	1.05%	3.07%
	Citi Global Emerging Market Sovereign	-0.69%	1.13%	-0.65%	3.80%	6.64%	7.60%

