

US retail sales slower, industrial production slower, mfg surveys up, business sentiment up, headline inflation cooler, core up, Fed on hold; Europe industrial production generally lower, consumer prices lower; South America industrial production softer, central banks on hold

	Growth	Inflation	Money and Credit	Sentiment/Other
US	Retail Sales headline cooler: 6.7%, core cooler: 6.6% Job Opening Rate downtick Industrial Production softer: 3.7% NY Fed Mfg Survey up Philly Fed Mfg Survey up	Import Prices headline cooler: 9.96%, core cooler: 3.7% Producer Prices headline cooler: 5.9%, core up: 2.9% Consumer Prices headline cooler: 3.4%, core up: 2.2% Capacity Utilization downtick: 77.8%	Debt Service Burden down Fed no change: 0.01%	Business Sentiment NFIB Small Business up SEMI Book-to-Bill firmer NAHB Homebuilders up
Europe	Industrial Production Eurozone weaker: 1.3% Russia up: 3.9% Unemployment UK elevated: 8.3%	Consumer Prices Eurozone elevated 3.0% UK downtick: 4.8% Spain downtick: 2.9% Italy downtick: 3.7% Germany House Price Idx up: 6.0% Producer Prices Russia lower: 15.7%		Business Sentiment Germany ZEW uptick France weaker
Asia, Oceania	Unemployment South Korea steady: 3.1%		China M2 growth slower: 12.7%	Business Sentiment Japan Tankan weaker
Americas	Industrial Production Mexico steady: 3.3% Uruguay weaker: -14.0% Colombia steady: 5.0% Canada LEI up Unemployment Peru lower: 7.0%	Canada Capacity Utilization up: 81.3% Consumer Prices Argentina officially lower: 9.5%	Chile no change: 5.25% Colombia no change: 4.75%	

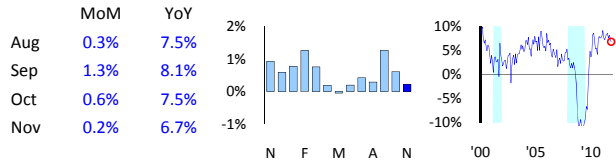
REGION	COUNTRY	MARKETS						MONETARY POLICY				ECONOMY							
		Equity Idx		10Y Bonds		CDS (5Y)		Policy Rate		Real Rate		CPI		Unemployment		Industrial Production			
		YoY	Last 5Y	Yld	Last 5Y	Level	Last 5Y	Level	Last 5Y	Level	Last 5Y	YoY	Last 5Y	Level	Last 5Y	MoM	Last 6M	YoY	Last 5Y
North America	Canada	-12.5		1.9				1.00		-1.90		2.9		7.4		-0.1		4.7	
	US	-2.6		1.8		52		0.25		-3.15		3.4		8.6		-0.2		3.7	
Latin America	Argentina	-29.3				974		10.55		1.05		9.5		7.2		-0.3		4.4	
	Brazil	-18.0		12.6		163		11.00		4.36		6.6		5.8		-0.6		-2.2	
	Chile	-17.3		5.0		131		5.25				3.9				0.8		-0.8	
	Mexico	-5.5		6.6		157		4.50		1.02		3.5		5.0					3.3
Europe	ECB	-21.9						1.00		-2.00		3.0		10.3		-0.1		1.3	
	France	-23.1		3.1		228		1.00		-1.50		2.5		9.3		0.0		1.8	
	Germany	-18.8		1.9		106		1.00		-1.40		2.4		6.9		0.8		4.1	
	Greece	-56.6		34.6				1.00		-1.93		2.9		17.5		-4.4		-12.4	
	Italy	-27.5		6.8		539		1.00		-2.30		3.3		8.0		-0.9		-4.2	
	Norway	-13.1		2.2		46		1.75		0.55		1.2				-1.8		0.8	
	Poland	-23.7		5.9		284		4.50		-0.30		4.8		11.8		0.7		8.7	
	Russia	-21.6		6.0		275		8.25		1.45		6.8		6.4		0.4		3.9	
	UK	-8.6		2.1		95		0.50		-4.30		4.8		8.3		-0.7		-1.7	
Asia	Australia	-14.3		3.7		88		4.25				3.5		5.3					
	China	-22.2		3.5		141		6.56		2.36		4.2		4.1				12.4	
	India	-22.6		8.3				8.50		-0.89		9.4							
	Indonesia	5.6		6.2		208		6.00		1.85		4.2				1.7		10.1	
	Japan	-18.8		1.0		135		0.10		0.30		-0.2		4.5		2.2		0.1	
	Pakistan	-6.0		12.7				12.00				10.2							
	Philippines	5.9						4.50				4.8		6.4					
	Singapore	-16.4		1.6				0.03		-5.37		5.4		2.0		14.2		24.4	
	South Korea	-12.0		3.9		160		3.25		-0.95		4.2		3.1		-0.7		6.2	
	Taiwan	-24.4		1.3				1.88		0.87		1.0		4.3		1.8		1.4	
Vietnam	-23.2		12.6		411		9.00		-10.83		19.8								
Africa	Egypt	-44.8						10.25						11.9		-9.1		7.0	
	Nigeria	-18.0						12.00		1.50		10.5							
	South Africa	0.1		8.2		200		5.50		-0.60		6.1		25.0		-3.6		1.1	
Middle East	Israel	-16.0				199		2.75		0.15		2.6				-0.6		2.6	
	Saudi Arabia	-4.6						2.00		-3.25		5.3							
	Turkey	-20.1		9.6		292		5.75		-3.73		9.5		8.8		4.4		7.3	

Source: Bloomberg, Catalpa Capital Advisors. Data is incomplete for some countries. Graphics from Sparklines for Excel.

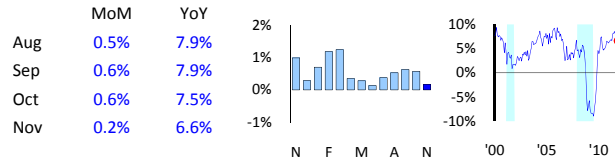
S&P 500 SECTORS & INDUSTRY GROUPS	PERFORMANCE					VALUATION		EARNINGS: ONE-YEAR FORWARD ESTIMATES						ANALYST RATINGS			
	Metrics					Forward PE		Metrics			Deviation from Average			(1 to 5)			
	Equal-Weighted	MTD	YTD	Last 6M	Last 3Y	RS	Last	Last 3Y	YoY	Last 3Y	RS	1 Month	3 Months	1 Year	Last	3Y	Range
S&P 500	7.9%	-0.7%				14.0		9.5%			0.0%	-0.9%	2.7%	3.9			
Consumer Discretionary	7.7%	4.3%				15.2		8.6%			-0.5%	-0.8%	2.1%	3.9			
Automobiles & Components	13.4%	-6.3%				8.6		36.2%			1.4%	3.8%	21.1%	4.2			
Consumer Durables & Apparel	8.7%	1.9%				15.8		7.4%			-1.2%	-0.7%	0.6%	3.9			
Consumer Services	8.1%	9.7%				16.7		11.4%			0.4%	1.1%	3.9%	4.2			
Media	8.6%	1.2%				11.3		20.9%			0.8%	2.5%	9.2%	4.1			
Retailing	5.9%	5.1%				16.9		-0.6%			-1.6%	-4.0%	-3.7%	3.7			
Consumer Staples	4.9%	10.2%				14.6		6.5%			0.6%	0.9%	3.3%	3.7			
Food & Staples Retailing	5.4%	5.7%				14.1		8.7%			0.4%	1.2%	5.2%	3.7			
Food Beverage & Tobacco	4.9%	12.5%				14.6		6.0%			0.7%	1.0%	2.9%	3.7			
Household & Personal Products	4.5%	5.6%				15.3		5.9%			0.4%	0.4%	2.7%	3.7			
Energy	11.2%	3.7%				12.9		29.0%			1.0%	-1.0%	7.8%	4.1			
Financials	9.3%	-13.8%				14.6		8.5%			-0.5%	-1.5%	1.2%	3.8			
Banks	10.3%	-23.8%				9.8		35.4%			0.4%	-0.5%	12.5%	3.7			
Diversified Financials	10.4%	-18.5%				10.0		-0.0%			0.3%	-2.7%	-3.5%	4.0			
Insurance	9.2%	-11.5%				9.2		2.7%			1.2%	2.1%	2.9%	3.8			
Real Estate	6.3%	1.2%				37.2		8.4%			-5.6%	-5.8%	-3.9%	3.6			
Health Care	5.6%	4.1%				12.4		11.0%			0.4%	1.1%	5.4%	4.1			
Health Care Equipment & Svcs	6.0%	5.1%				12.6		15.4%			0.5%	2.1%	7.8%	4.1			
Pharma & Biotechnology	5.1%	2.4%				12.0		4.7%			0.1%	-0.4%	1.9%	4.1			
Industrials	8.2%	-1.9%				13.4		15.1%			0.5%	0.9%	6.3%	4.0			
Capital Goods	8.3%	0.0%				13.0		17.0%			0.5%	0.9%	6.9%	4.0			
Commercial & Professional Svcs	7.9%	-6.4%				14.2		9.6%			0.2%	-0.0%	3.7%	3.7			
Transportation	8.3%	-5.5%				14.3		13.1%			0.9%	1.9%	6.3%	4.1			
Information Technology	8.7%	-5.1%				14.1		1.4%			-0.5%	-4.2%	-1.6%	3.9			
Semis & Semi Equipment	9.8%	-11.2%				13.0		-7.7%			-3.6%	-16.9%	-12.6%	3.8			
Software & Services	8.3%	-1.4%				16.5		14.0%			0.4%	1.6%	7.0%	4.0			
Tech Hardware & Equipment	8.4%	-6.0%				11.7		-7.3%			0.6%	-2.9%	-4.8%	3.9			
Materials	9.2%	-8.6%				11.8		14.1%			-0.3%	-2.8%	2.2%	4.0			
Telecommunication Services	6.0%	-13.9%				18.2		-3.3%			1.3%	1.6%	-2.4%	3.9			
Utilities	4.3%	13.9%				14.3		1.3%			0.2%	0.6%	1.2%	3.6			

Source: Bloomberg, Catalpa Capital Advisors. Beta version 0.91. Weekly data. Security-level data is from Bloomberg and indexed with equal weightings using S&P GICS classifications. Scaling on the y-axis is data-dependent for each individual chart. Earnings are reindexed as a percentage of the three-year average for each security. Earnings "deviation from average" is the percentage change in the latest value from the average of the period as listed, excluding outliers. Analyst ratings are compiled by Bloomberg and run from a low of 1 to a high of 5, with the box plot charting the average (in red) and quartiles (in gray) for each group.

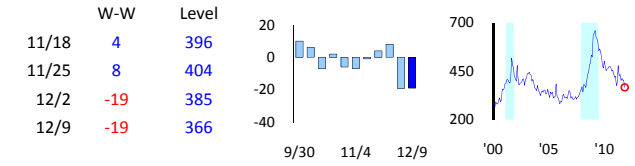
ADVANCE RETAIL SALES



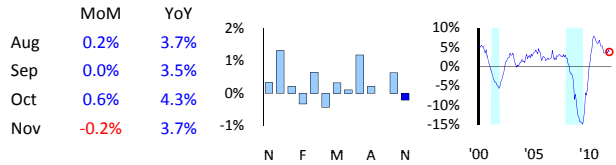
ADVANCE RETAIL SALES - CORE



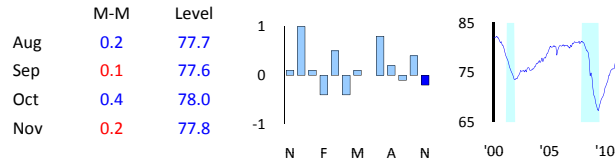
INITIAL JOBLESS CLAIMS



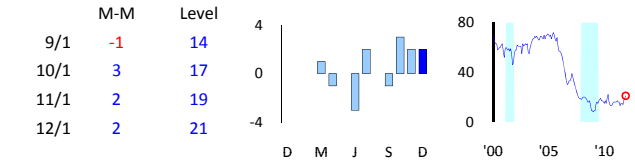
INDUSTRIAL PRODUCTION



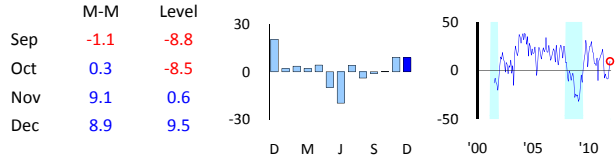
CAPACITY UTILIZATION



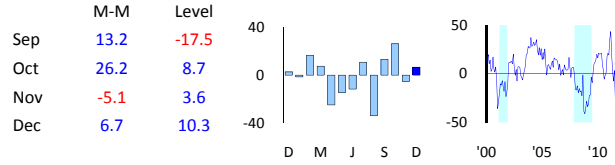
NAHB HOMEBUILDER SENTIMENT



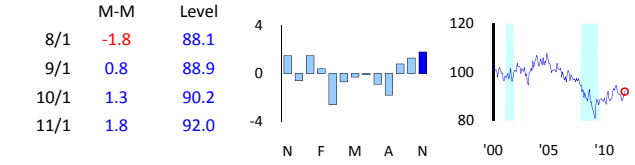
NY EMPIRE STATE SURVEY



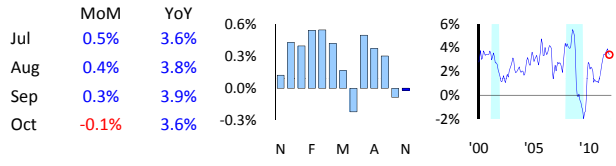
PHILLY FED SURVEY



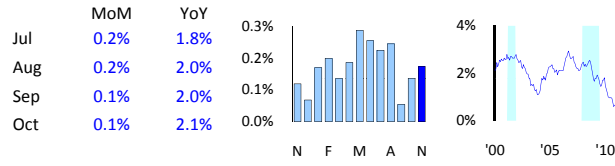
NFIB SMALL-BUSINESS SENTIMENT



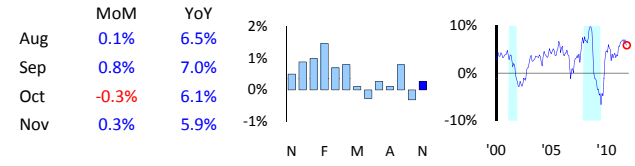
CPI



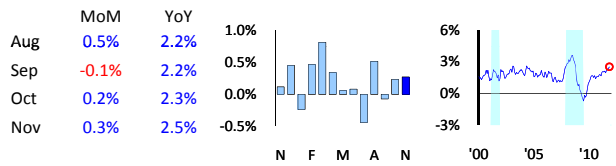
CPI - CORE



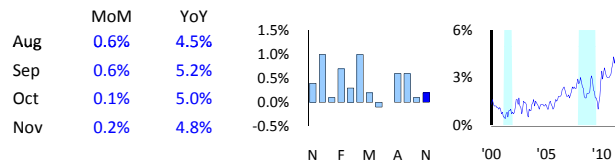
PPI



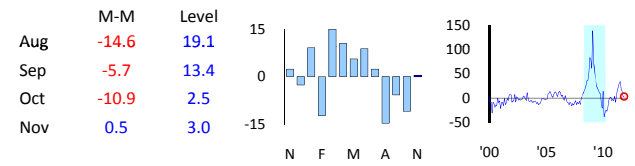
FRANCE: CONSUMER PRICE INDEX



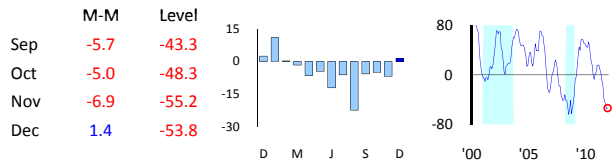
UK: CPI



UK: UNEMPLOYMENT CLAIMANTS



GERMANY: ZEW BUSINESS ECONOMIC SENTIMENT

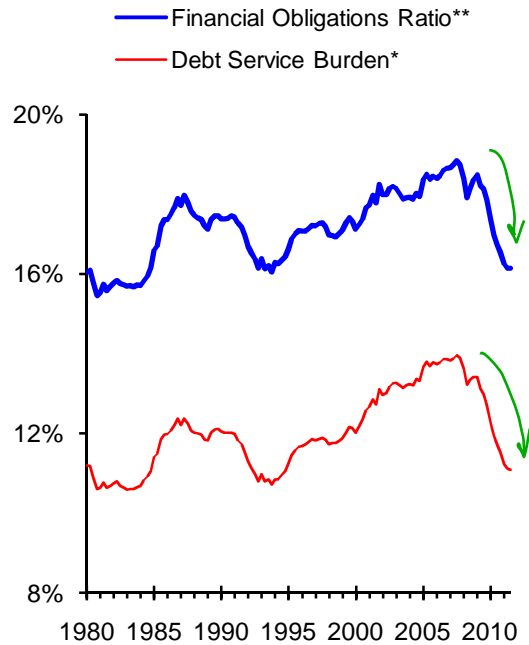


FINANCIAL STRESSES HAVE EASED...

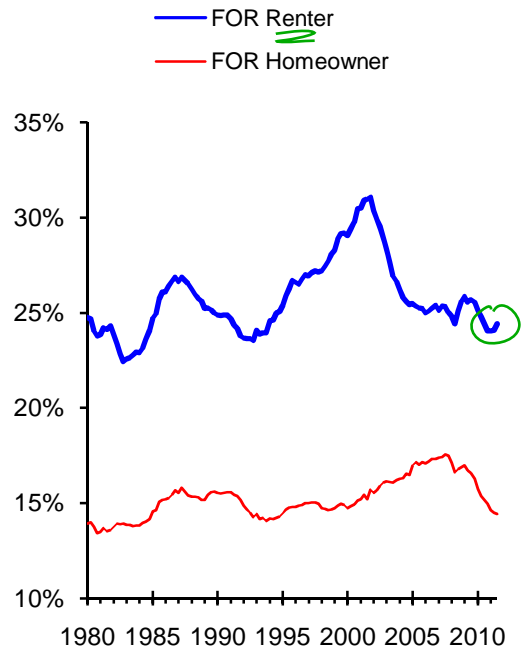
...ESPECIALLY FOR HOMEOWNERS...

...INCLUDING MORTGAGE AND CONSUMER DEBT

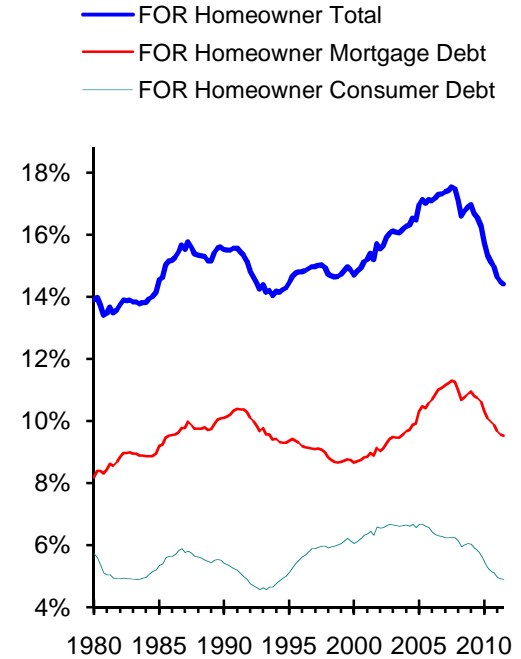
Broad Measures: DSB v FOR



Homeowner vs Renter FOR



Homeowner FOR Detail



Debt Service Burden: Debt includes estimated required payments on outstanding mortgage and consumer debt. Denominator is disposable personal income.

Financial Obligations Ratio: Debt also includes auto lease payments, rental payments on tenant-occupied property, homeowners' insurance, and property tax.

Homeowner and renter FORs are calculated by applying homeowner and renter shares of payments and income to the numerator and denominator of the FOR.

The homeowner mortgage FOR includes payments on mortgage debt, homeowners' insurance, and property taxes.

The homeowner consumer FOR includes payments on consumer debt and automobile leases.

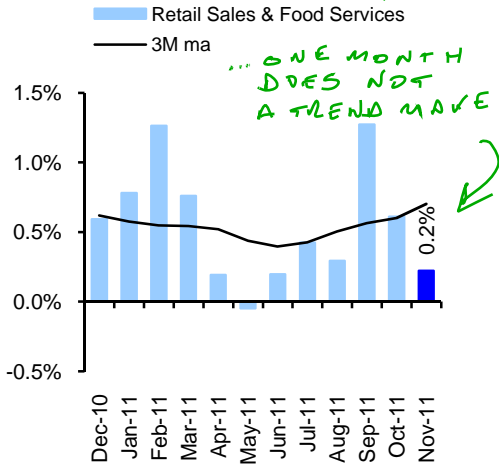
SOFTER ... TRENDS OK

UPWARD REVISIONS

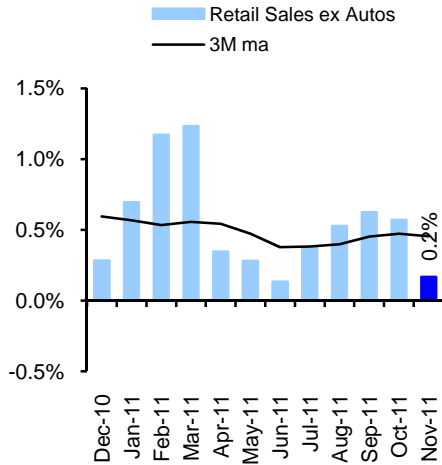
EXP D

		Month-over-Month				Year-over-Year				Weight %			
		Nov-11	Oct-11	Sep-11	Aug-11	Nov-11	Oct-11	Sep-11	Aug-11				
Retail Sales & Food Services	<i>0.6</i>	>	0.2%	0.6%	<i>0.5</i>	1.3%	<i>1.1</i>	0.3%	6.7%	7.5%	8.1%	7.5%	100.0
ex Autos	<i>0.4</i>	>	0.2%	0.6%	0.6%	0.5%		0.5%	6.6%	7.5%	7.9%	7.9%	82.4
ex Autos/Bldg Mtrls ("Control")			0.2%	0.5%	0.7%	0.4%			6.6%	7.6%	7.9%	7.9%	76.0
Retail Sales			0.3%	0.6%	1.3%	0.3%			6.8%	7.5%	8.2%	7.8%	89.5
Autos			0.5%	0.8%	4.4%	-0.8%			7.5%	7.7%	9.2%	5.7%	17.6
Furniture/Furnishings			1.3%	1.6%	0.5%	0.4%			5.4%	3.7%	1.2%	1.2%	4.1
Bldg Materials/Garden			-0.3%	1.4%	0.0%	1.6%			6.2%	5.3%	6.9%	8.4%	6.4
Food and Bev			-0.2%	0.7%	-0.2%	0.4%			4.6%	5.7%	5.5%	6.2%	13.0
Health/Personal Care			-0.1%	0.4%	-0.2%	0.6%			3.0%	3.8%	3.7%	4.5%	5.8
Gas			-0.1%	-0.4%	0.6%	0.5%			12.9%	15.6%	19.2%	21.2%	11.3
Clothing			0.5%	-0.8%	1.4%	-0.3%			3.7%	5.3%	8.3%	6.0%	4.8
Sporting Goods, Books, Music			0.3%	0.3%	0.5%	2.9%			6.3%	6.8%	7.6%	7.0%	1.9
General Merchandise			0.3%	-0.1%	1.1%	0.0%			2.7%	4.6%	4.9%	3.8%	13.4
Miscellaneous			-1.2%	0.4%	0.5%	0.2%			7.7%	6.8%	7.7%	10.1%	2.6
Nonstore Retailers			1.5%	2.6%	1.1%	0.9%			13.9%	13.3%	10.4%	11.2%	8.7
Food Services			-0.3%	0.6%	1.4%	0.5%			6.1%	7.2%	7.1%	5.3%	10.5

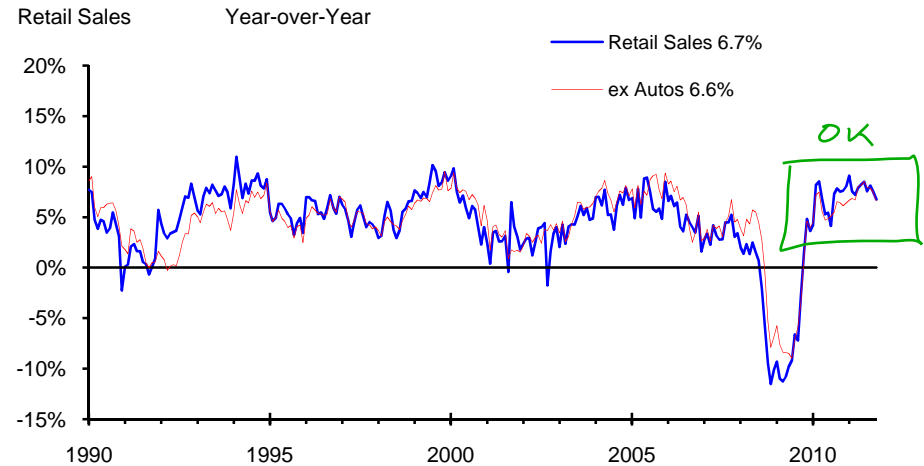
SOFT, BUT...



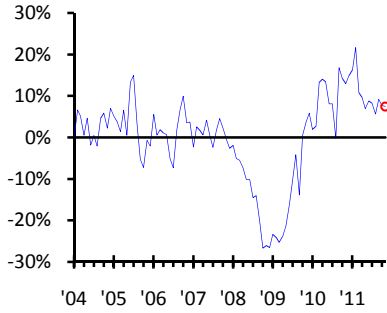
... ONE MONTH DOES NOT MAKE A TREND MAKE



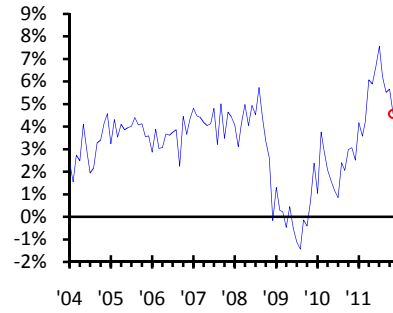
OK



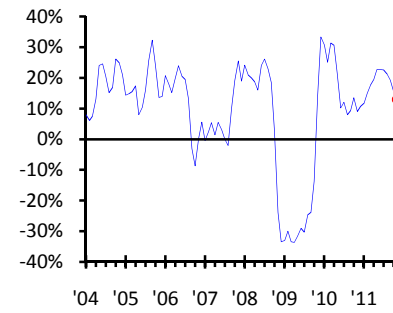
Autos (17.6%)



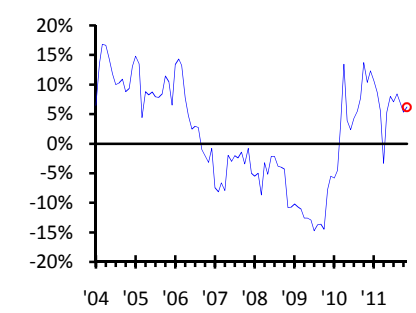
Food and Bev (13.0%)



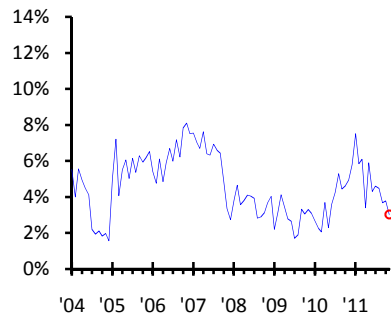
Gas (11.3%)



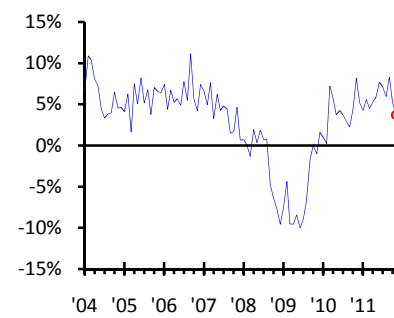
Bldg Materials/Garden (6.4%)



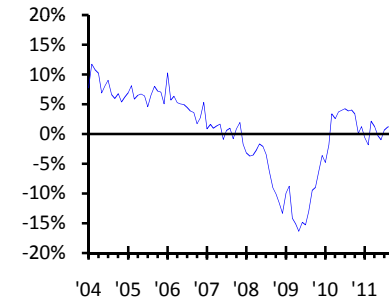
Health/Personal Care (5.8%)



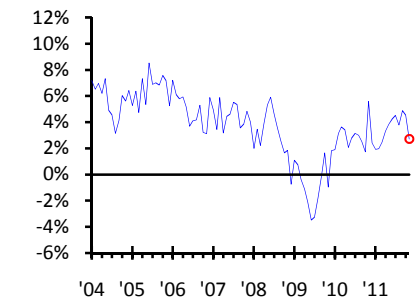
Clothing (4.8%)



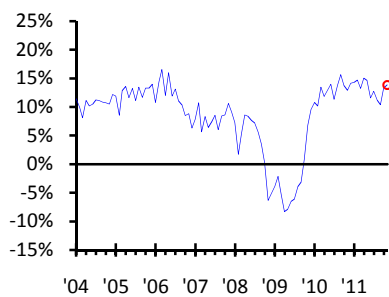
Furniture/Furnishings (4.1%)



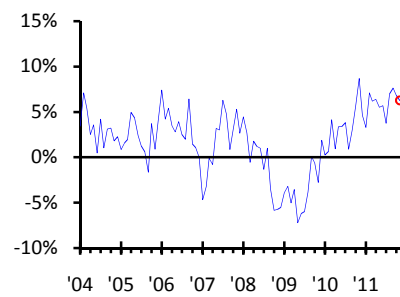
General Merchandise (13.4%)



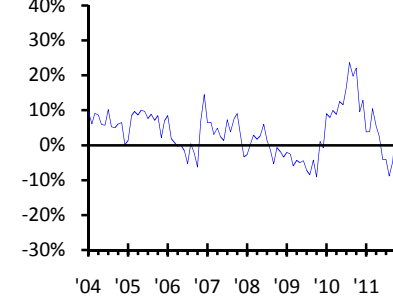
Nonstore Retailers (8.7%)



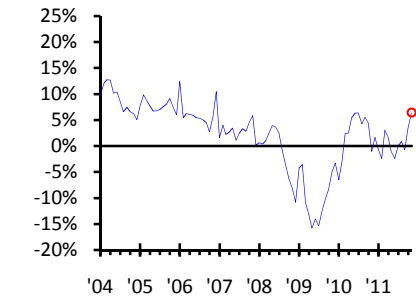
Sporting Goods (1.9%)



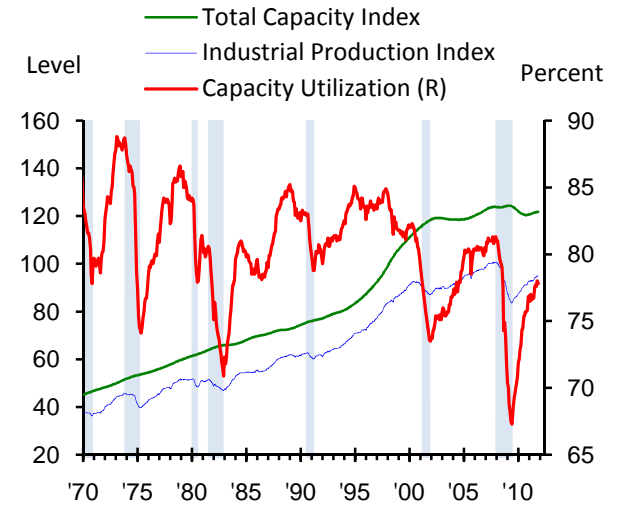
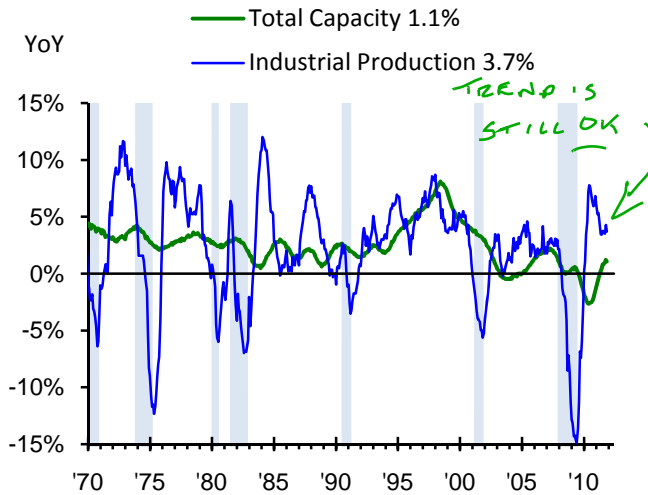
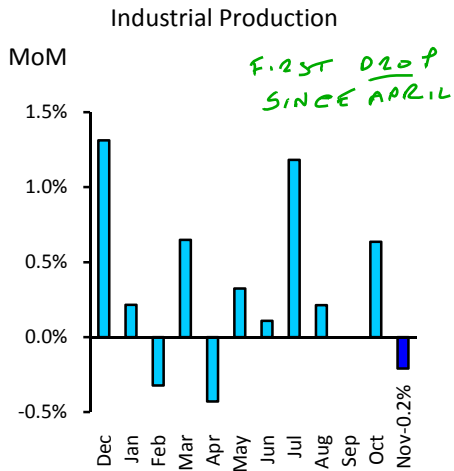
Computer/Software (0.50%)



Electronics (2.2%)



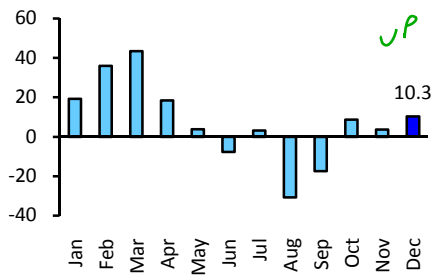
	Exp'd	Month-over-Month				Year-over-Year			
		Nov-11	Oct-11	Sep-11	Aug-11	Nov-11	Oct-11	Sep-11	Aug-11
Industrial Production	0.1 >	-0.2%	0.6%	0.0%	0.2%	3.7%	4.3%	3.5%	3.7%
Industrial Production (Final Products)	BROAD SOFTNESS	-0.4%	0.5%	0.1%	0.5%	3.6%	4.1%	3.6%	3.4%
Consumer Goods		-0.4%	0.4%	-0.2%	0.3%	2.1%	2.2%	1.6%	1.6%
Business Equipment		-0.2%	1.4%	0.7%	1.2%	10.0%	10.5%	10.1%	10.3%
Manufacturing		-0.2%	0.4%	0.4%	0.2%	4.2%	4.6%	4.4%	4.2%
Mining		0.2%	2.1%	0.1%	1.1%	6.7%	6.3%	4.9%	6.0%
Utilities		0.2%	-0.3%	-3.0%	-1.2%	-0.7%	0.9%	-2.5%	0.4%
Selected High Tech		-0.8%	-1.4%	-0.7%	1.0%	1.2%	4.2%	5.7%	7.1%
All ex Tech		-0.2%	0.6%	0.1%	0.2%	4.1%	4.4%	4.0%	3.6%
Total Capacity		0.0%	0.1%	0.1%	0.0%	1.1%	1.2%	1.0%	0.8%
Capacity Utilization (Percent)	77.8 =	77.8	78.0	77.6	77.7				



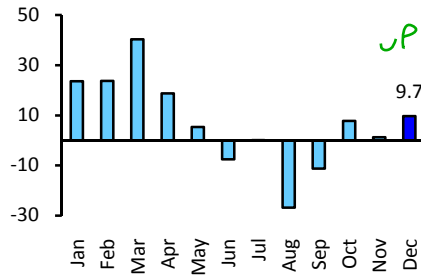
	EXP'D	Level				Change from Prior Month			
		Dec-11	Nov-11	Oct-11	Sep-11	Dec-11	Nov-11	Oct-11	Sep-11
Current Activity	5.0	< 10.3	3.6	8.7	-17.5	6.7	-5.1	26.2	13.2
New Orders		9.7	1.3	7.8	-11.3	8.4	-6.5	19.1	15.5
Shipments		6.7	7.3	13.6	-22.8	-0.6	-6.3	36.4	-8.9
Unfilled Orders		7.2	-1.5	3.4	-10.4	8.7	-4.9	13.8	10.5
Delivery Time		3.0	2.5	-0.5	-7.0	0.5	3.0	6.5	11.1
Inventories		-14.9	6.6	-7.7	10.2	-21.5	14.3	-17.9	20.0
Prices Paid		33.7	22.8	20.0	23.2	10.9	2.8	-3.2	10.4
Prices Received		12.0	2.6	-2.5	0.9	9.4	5.1	-3.4	9.9
Employment		10.7	12.0	1.4	5.8	-1.3	10.6	-4.4	11.0
Average Workweek		2.5	11.0	3.1	-13.7	-8.5	7.9	16.8	0.7
Future Activity		44.1	41.9	27.2	21.4	2.2	14.7	5.8	20.0
Capital Expenditures		13.1	16.1	12.3	5.5	-3.0	3.8	6.8	0.3
ISM-Comparable Weighted Index*		51.5	53.0	51.5	47.5	-1.5	1.5	4.0	4.9

BIGGEST DROP SINCE FEB-03

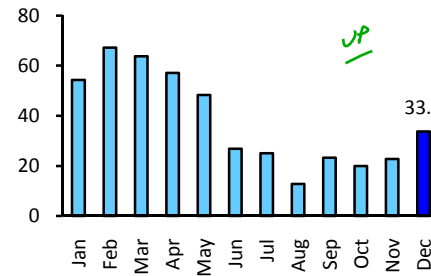
Current Activity



New Orders



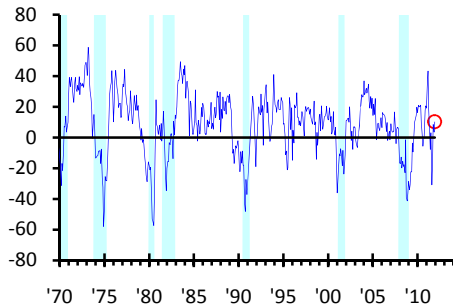
Prices Paid



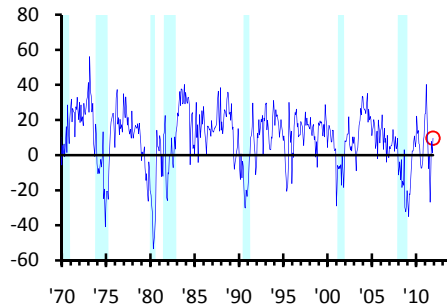
ISM-Comparable Weighted Index



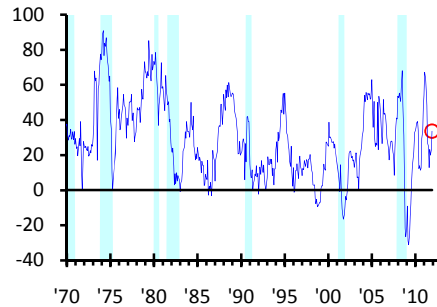
Current Activity (Dec-11) 10.3



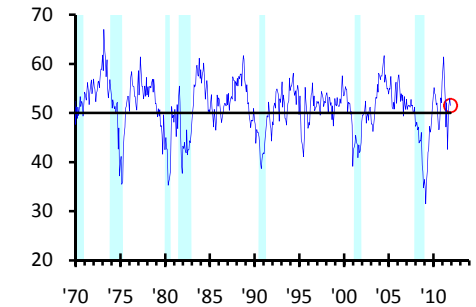
New Orders (Dec-11) 9.7



Prices Paid (Dec-11) 33.7

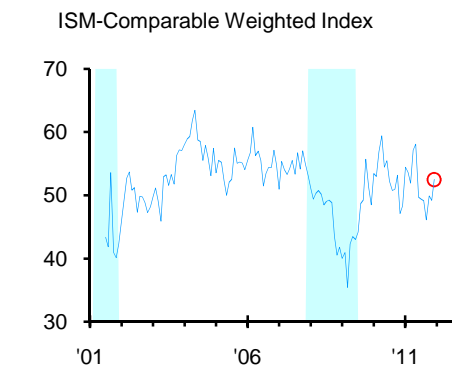
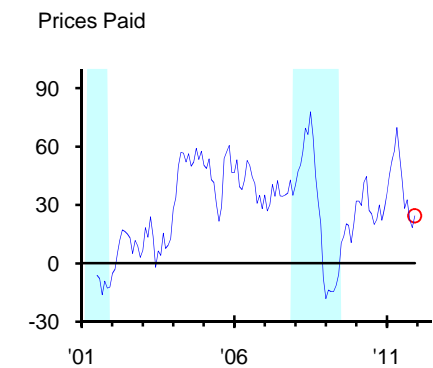
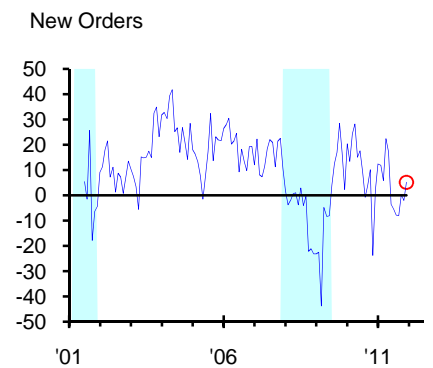
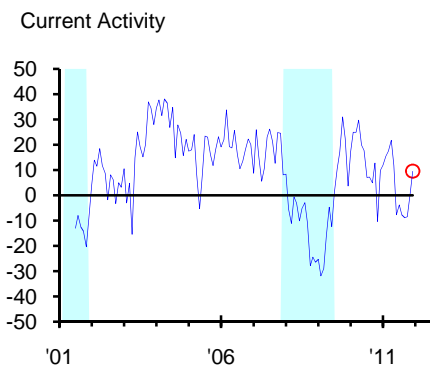
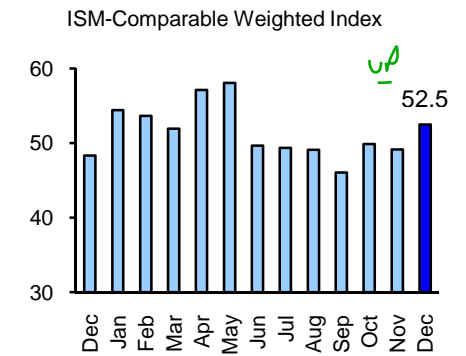
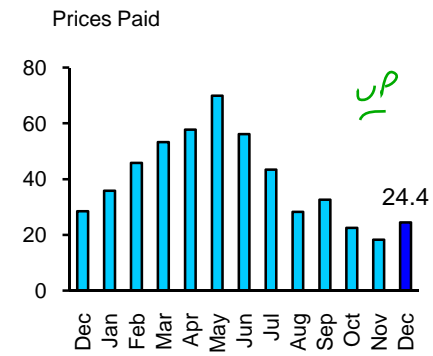
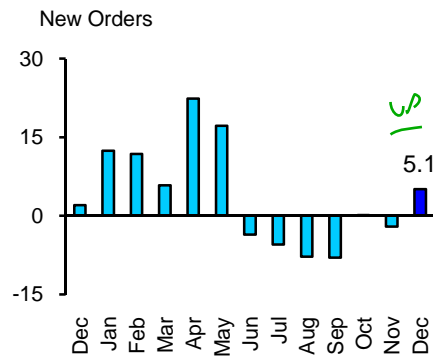
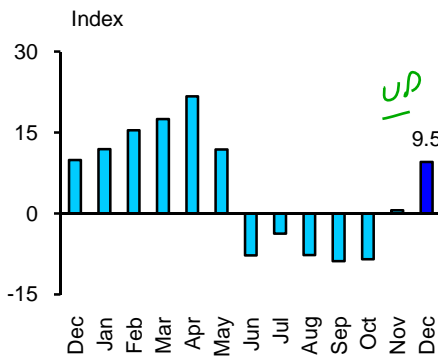


ISM-Comparable (Dec-11) 51.52



Source: Haver. *"Current Activity" is a line item. The ISM is an equally weighted composite of New Orders, Production, Vendor Deliveries, Inventory, and Employment.

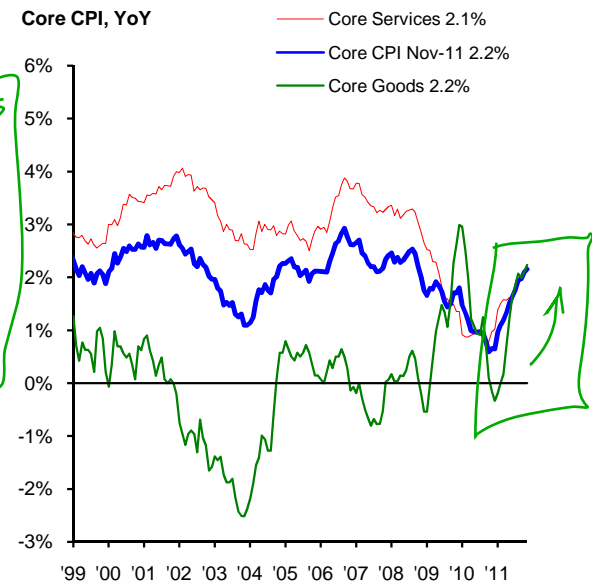
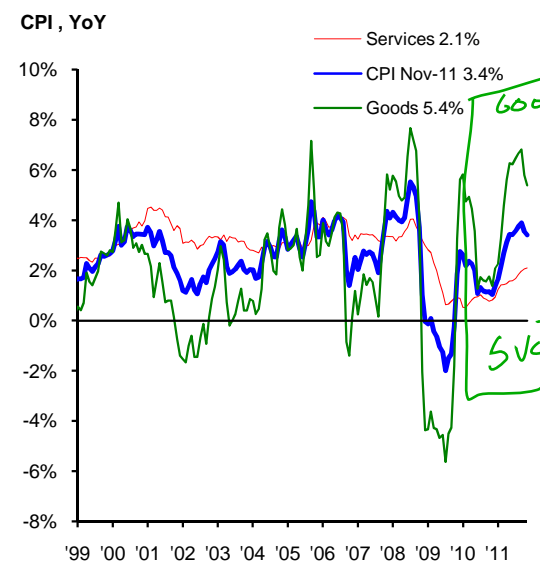
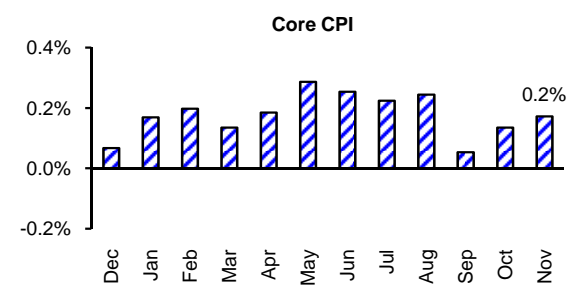
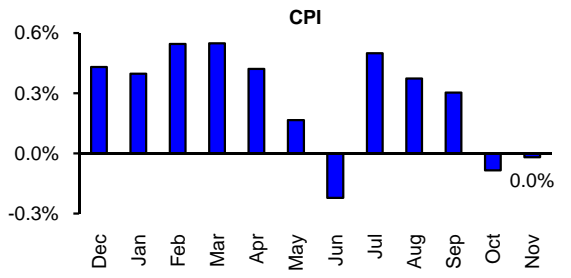
	Exp'd 3.0	Level				Change from Prior Month			
		Dec-11	Nov-11	Oct-11	Sep-11	Dec-11	Nov-11	Oct-11	Sep-11
Index	3.0	9.5	0.6	-8.5	-8.8	8.9	9.1	0.3	-1.1
⊕ Shipments		20.9	9.4	5.3	-12.9	11.4	4.1	18.2	-15.9
New Orders		5.1	-2.1	0.2	-8.0	7.2	-2.2	8.2	-0.2
⊖ Backlog		-15.1	-7.3	-4.5	-7.6	-7.8	-2.8	3.1	7.6
Inventories		-3.5	-12.2	-9.0	-12.0	8.7	-3.2	3.0	-4.4
Employment		2.3	-3.7	3.4	-5.4	6.0	-7.0	8.8	-8.7
Vendor Deliveries		0.0	0.0	-1.1	-1.1	0.0	1.1	-0.0	-1.1
Prices Paid		24.4	18.3	22.5	32.6	6.1	-4.2	-10.1	4.4
Prices Received		3.5	6.1	4.5	8.7	-2.6	1.6	-4.2	6.5
ISM-Comparable Weighted Index*		52.5	49.2	49.9	46.1	3.3	-0.7	3.8	-3.0



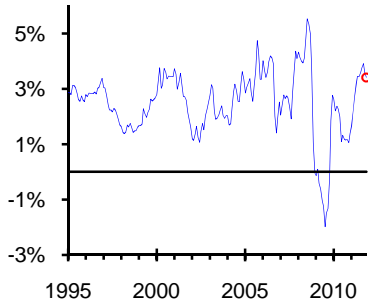
	EXP'D	MoM				YoY				Weight
		Nov-11	Oct-11	Sep-11	Aug-11	Nov-11	Oct-11	Sep-11	Aug-11	
CPI	0.1 >	0.0%	-0.1%	0.3%	0.4%	3.4%	3.6%	3.9%	3.8%	100.0
Goods		-0.3%	-0.4%	0.5%	0.6%	5.4%	5.8%	6.8%	6.7%	40.0
Services		0.1%	0.2%	0.2%	0.2%	2.1%	2.1%	2.0%	1.8%	60.0
Core CPI	0.1 <	0.2%	0.1%	0.1%	0.2%	2.2%	2.1%	2.0%	2.0%	77.2
Core Goods		0.1%	-0.1%	-0.2%	0.4%	2.2%	2.1%	2.0%	2.1%	20.9
Core Services		0.2%	0.2%	0.2%	0.2%	2.1%	2.1%	2.0%	1.9%	56.3
Transportation		-0.8%	-1.1%	1.0%	0.7%	8.1%	9.3%	12.0%	11.6%	17.3
Private		-0.9%	-1.2%	1.0%	0.7%	8.3%	9.5%	12.3%	12.0%	16.1
Motor Vehicles		-0.3%	-0.4%	-0.2%	0.2%	3.2%	3.4%	3.6%	3.7%	6.3
Motor Fuel		-2.4%	-3.1%	2.9%	1.7%	19.9%	23.6%	33.2%	32.4%	5.1
Public		0.1%	0.0%	0.8%	0.6%	5.3%	7.0%	7.4%	7.2%	1.2
Food and Beverages		0.1%	0.1%	0.4%	0.5%	4.4%	4.5%	4.5%	4.4%	14.8
Housing		0.1%	0.1%	0.2%	0.2%	1.9%	1.9%	1.8%	1.6%	41.5
Education and Communication		0.2%	0.2%	0.1%	0.1%	1.4%	1.3%	1.1%	1.1%	6.4
Medical Care		0.4%	0.5%	0.2%	0.2%	3.4%	3.1%	2.8%	3.2%	6.6
Recreation		0.1%	-0.1%	-0.1%	0.1%	0.3%	0.3%	0.3%	0.1%	6.3
Apparel		0.6%	0.4%	-1.1%	1.1%	4.8%	4.2%	3.5%	4.2%	3.6
Other		0.5%	0.1%	0.3%	0.3%	1.9%	1.7%	1.3%	0.9%	3.5
Energy		-1.6%	-2.0%	2.0%	1.2%	12.4%	14.3%	19.6%	18.5%	9.1
Median CPI			0.2%	0.2%	0.3%		2.2%	2.1%	2.0%	

GAS DOWN

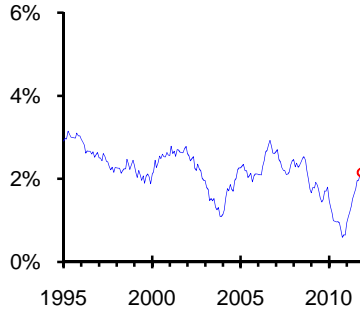
HIGHEST IN TWO DECADES



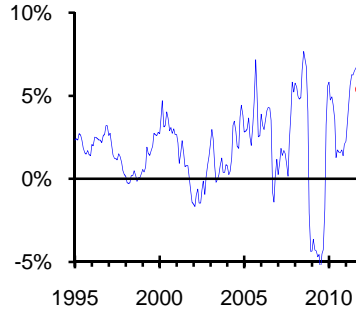
CPI



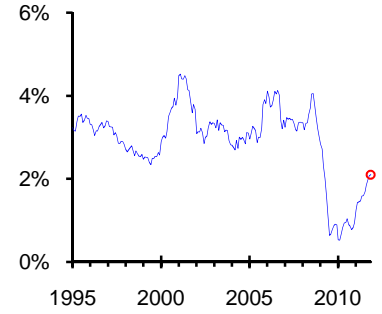
Core CPI



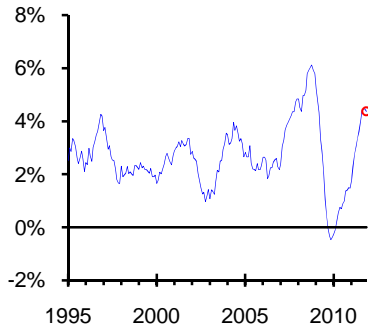
Goods



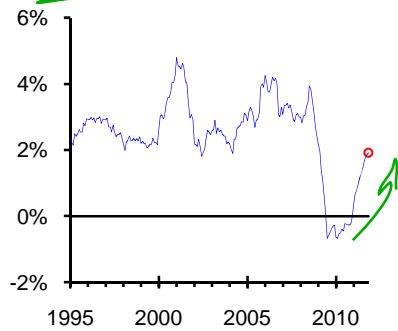
Services



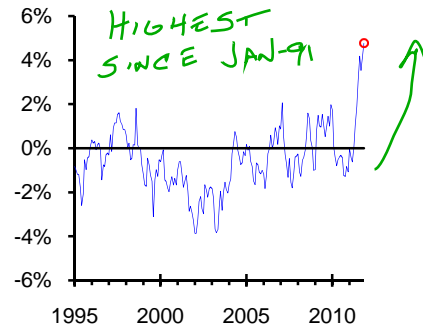
Food and Beverages



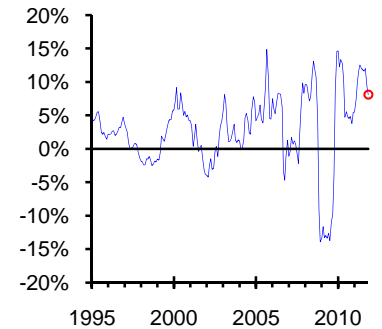
Housing



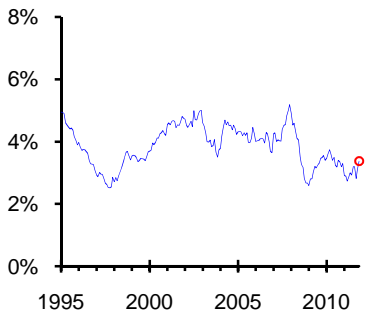
Apparel



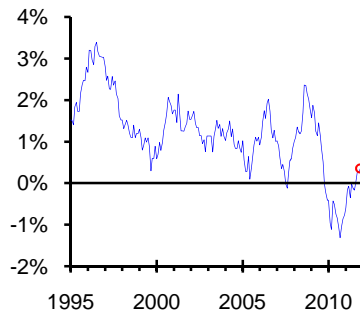
Transportation



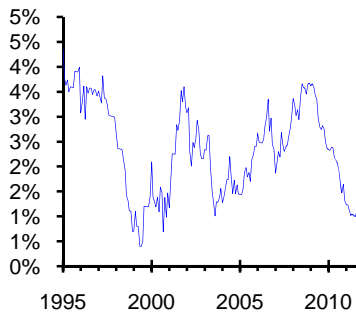
Medical Care



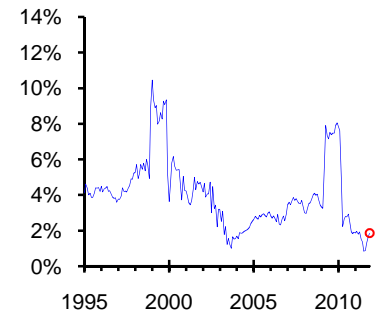
Recreation



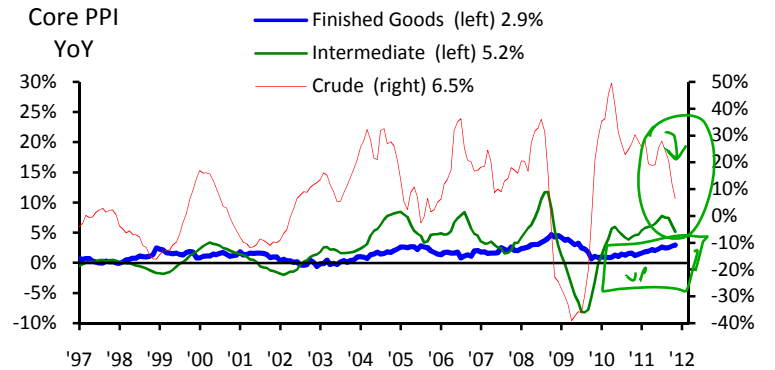
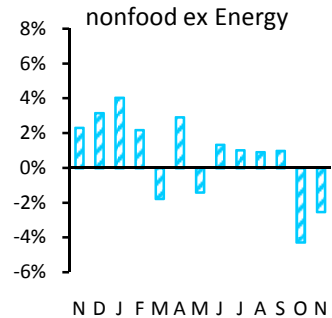
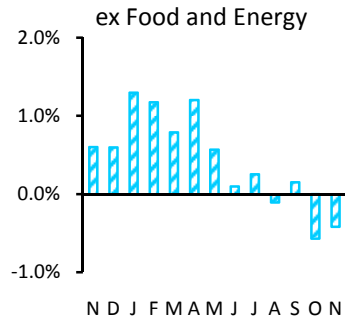
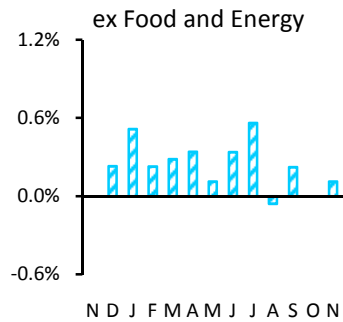
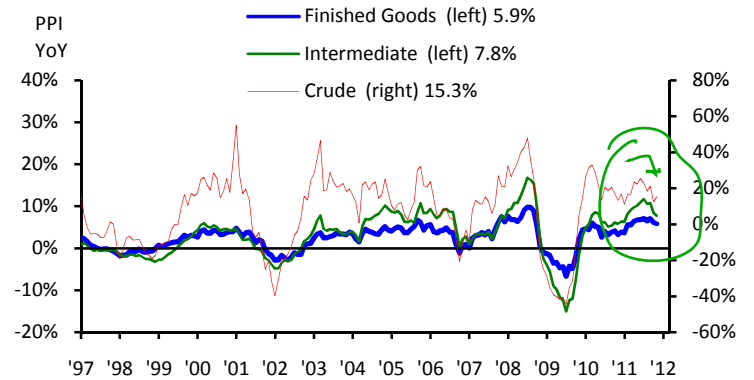
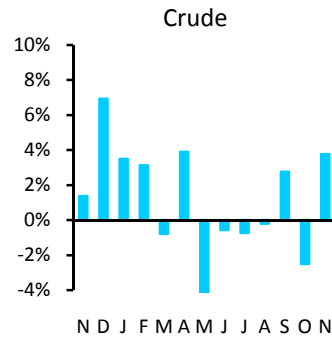
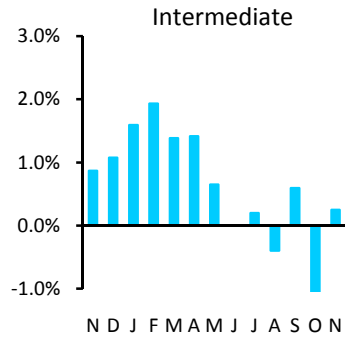
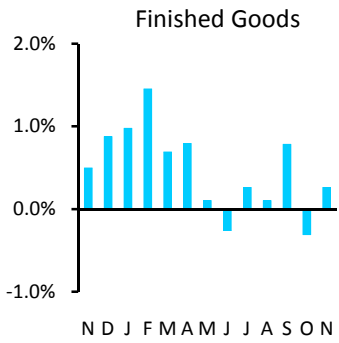
Education and Communication



Other



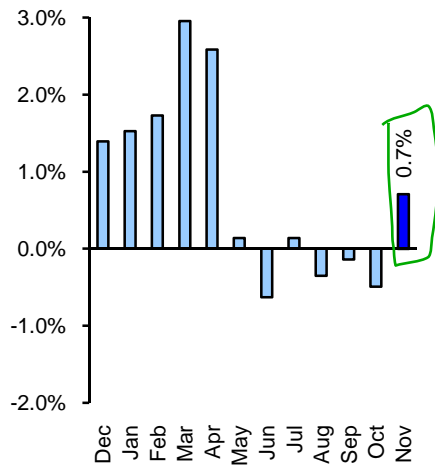
	Exp'd	Month-over-Month				Year-over-Year				Weight* (in 12/08)
		Nov-11	Oct-11	Sep-11	Aug-11	Nov-11	Oct-11	Sep-11	Aug-11	
Finished Goods	0.2 <	0.3%	-0.3%	0.8%	0.1%	5.9%	6.1%	7.0%	6.5%	100
ex Food and Energy	0.2 >	0.1%	0.0%	0.2%	-0.1%	2.9%	2.8%	2.5%	2.5%	65
Consumer Goods		0.3%	-0.4%	1.0%	0.1%	7.1%	7.5%	8.9%	8.2%	73
Capital Equipment		0.1%	-0.1%	0.2%	-0.1%	2.2%	2.0%	1.7%	1.6%	27
Foods		1.0%	0.1%	0.6%	1.0%	7.7%	7.5%	8.1%	8.4%	21
Energy Goods		0.1%	-1.4%	2.3%	-0.2%	12.2%	13.8%	18.9%	16.3%	14
Intermediate		0.2%	-1.1%	0.6%	-0.4%	7.8%	8.4%	10.8%	10.6%	100
ex Food and Energy		-0.4%	-0.6%	0.2%	-0.1%	5.2%	6.3%	7.5%	7.5%	74
Crude		3.8%	-2.5%	2.8%	-0.2%	15.3%	12.6%	21.1%	18.5%	100
nonfood ex Energy		-2.5%	-4.3%	1.0%	0.9%	6.5%	11.8%	20.8%	24.2%	18



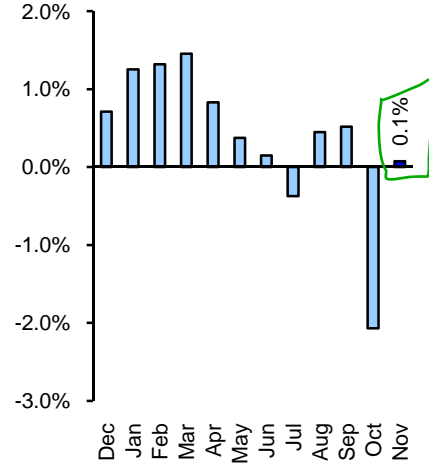
*Weighting within each category. Source: Haver

	Monthly Percent Change				Year-over-Year			
	Nov-11	Oct-11	Sep-11	Aug-11	Nov-11	Oct-11	Sep-11	Aug-11
Import Price Index	0.7%	-0.5%	-0.1%	-0.4%	9.9%	10.9%	12.7%	12.9%
Food, Feed Beverages	-0.1%	-0.7%	0.2%	-0.8%	8.0%	10.9%	14.0%	14.4%
Industrial Supplies	1.8%	-1.4%	-0.5%	-1.1%	22.8%	25.2%	31.2%	31.2%
Capital Goods	0.1%	-0.3%	0.0%	0.1%	0.9%	0.8%	1.2%	1.4%
Autos and Parts	0.2%	0.0%	0.0%	0.2%	3.5%	3.5%	3.6%	3.8%
Consumer Goods ex Autos	0.1%	0.7%	0.3%	0.3%	3.3%	3.6%	2.4%	2.2%
Petroleum Products ex Petroleum	3.6%	-1.1%	-0.9%	-2.3%	33.4%	35.3%	43.3%	42.6%
ex Petroleum	-0.2%	-0.3%	0.2%	0.3%	3.7%	4.8%	5.4%	5.5%
Export Price Index	0.1%	-2.1%	0.5%	0.4%	4.7%	6.3%	9.4%	9.4%
Food, Feed Beverages	1.9%	-7.0%	2.4%	2.8%	7.1%	11.3%	22.5%	22.1%
Industrial Supplies	-0.2%	-3.4%	0.6%	0.2%	9.6%	12.6%	18.6%	18.9%
Capital Goods	0.0%	0.0%	-0.1%	0.1%	0.9%	1.2%	1.1%	1.3%
Autos and Parts	0.0%	0.2%	0.3%	0.3%	2.3%	2.5%	2.5%	2.3%
Consumer Goods ex Autos	-0.2%	-0.5%	0.2%	0.3%	3.3%	3.8%	5.0%	5.9%
Petroleum Products ex Petroleum	1.5%	-6.5%	1.9%	1.6%	5.3%	11.5%	22.7%	23.2%
ex Petroleum	-0.1%	-1.5%	0.3%	0.3%	4.8%	5.7%	7.9%	8.0%

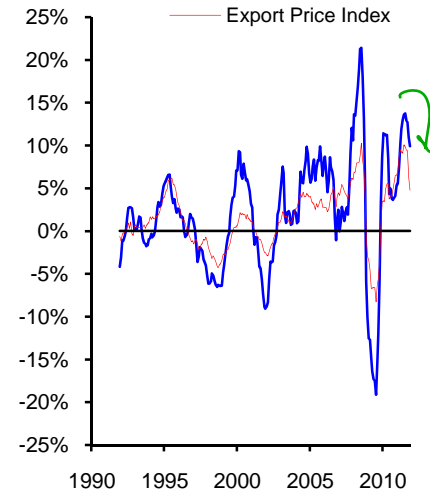
Import Price Index



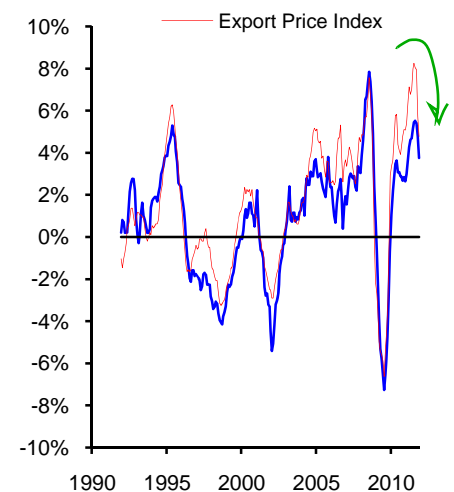
Export Price Index



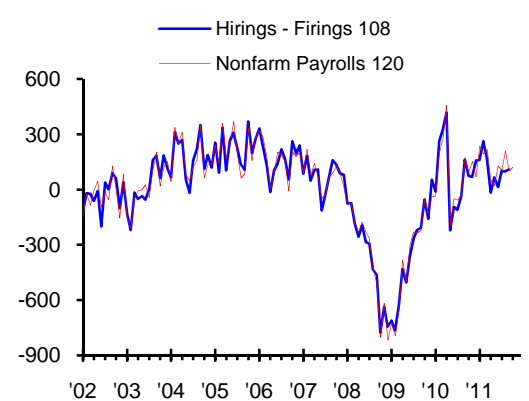
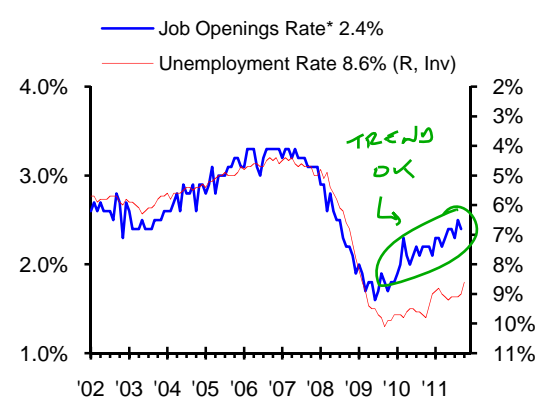
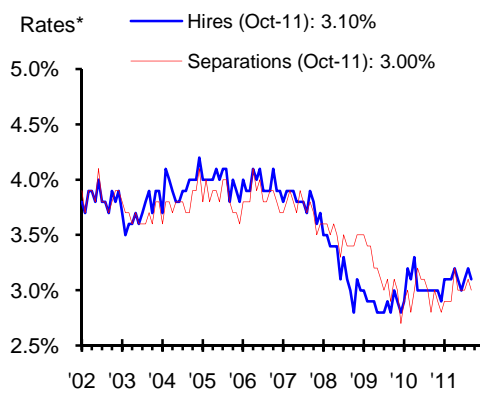
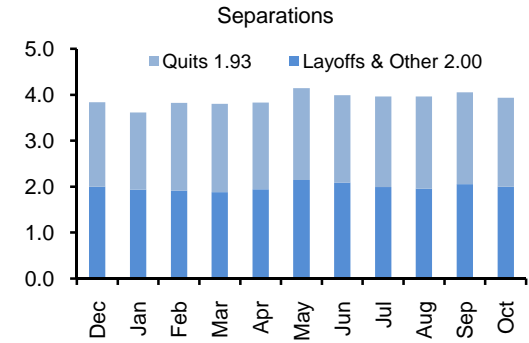
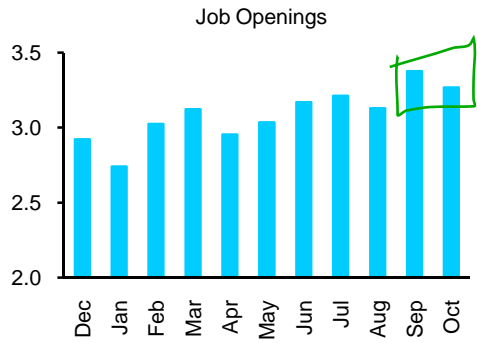
Headline YoY



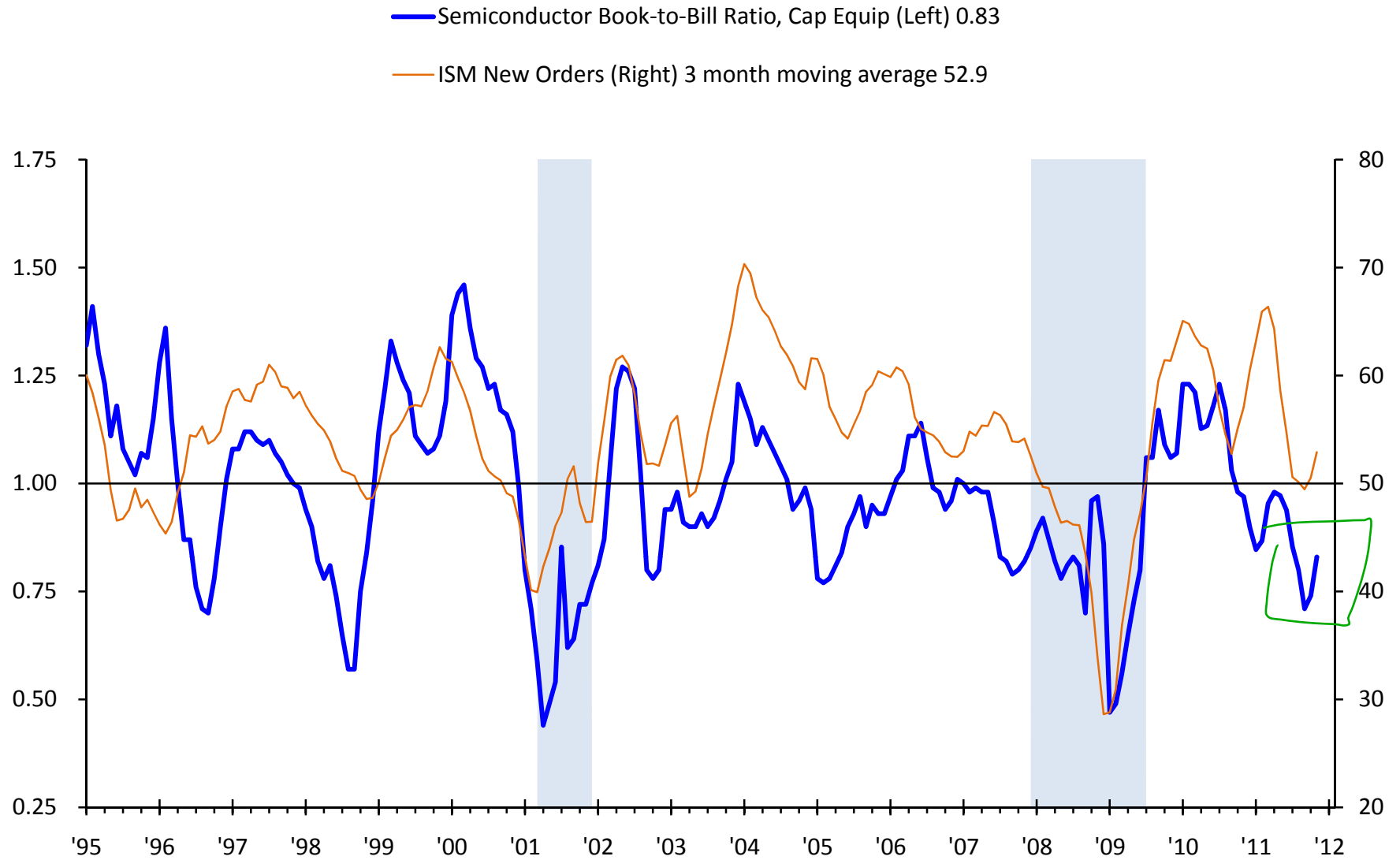
ex Oil YoY



	Level				Rate*			
	Nov-11	Oct-11	Sep-11	Aug-11	Nov-11	Oct-11	Sep-11	Aug-11
Job Openings	--	3.27	3.38	3.13	--	2.4%	2.5%	2.3%
Hires	--	4.04	4.15	4.06	--	3.1%	3.2%	3.1%
Separations	--	3.93	4.05	3.96	--	3.0%	3.1%	3.0%
Quits	--	1.93	2.00	2.01	--	1.5%	1.5%	1.5%
Layoffs & Other	--	2.00	2.05	1.95	--	1.5%	1.5%	1.4%
Payrolls (Change in 1000s)	120.00	100.00	210.00	104.00				
Unemployment Rate (%)	8.60	9.00	9.10	9.10				

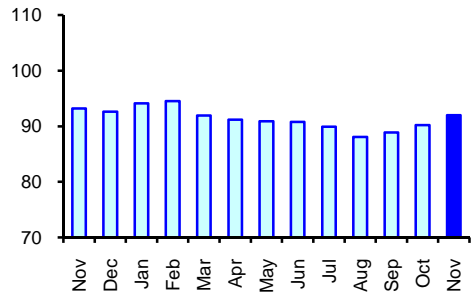


*As a percent of Total Employment + Job Openings. Source: Haver Analytics, Bureau of Labor Statistics

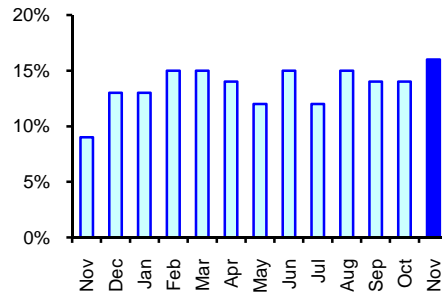


	Exp'd	Level				Monthly Change			
		Nov-11	Oct-11	Sep-11	Aug-11	Nov-11	Oct-11	Sep-11	Aug-11
Small Business Optimism Index	91.5	92.0	90.2	88.9	88.1	1.8	1.3	0.8	-1.8
Job Openings		16%	14%	14%	15%	2%	0%	-1%	3%
Raising Prices		0%	-1%	6%	1%	1%	-7%	5%	-6%
Raising Wages		10%	7%	8%	9%	3%	-1%	-1%	-1%
Plan to Raise Prices		15%	14%	14%	16%	1%	0%	-2%	-3%
Plan to Raise Wages		9%	8%	7%	7%	1%	1%	0%	1%
Borrowing Once a Quarter		34%	30%	31%	32%	4%	-1%	-1%	2%
Higher Nominal Sales in Quarter		-11%	-12%	-10%	-9%	1%	-2%	-1%	-1%
Credit Harder to Get		10%	11%	10%	13%	-1%	1%	-3%	3%

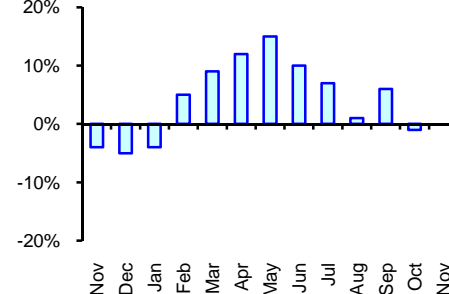
Optimism Index



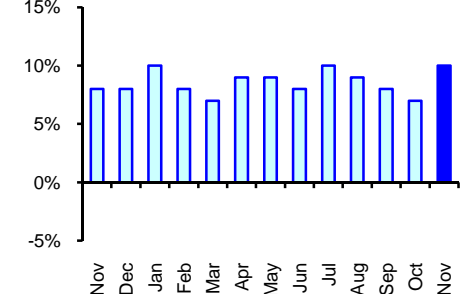
Job Openings



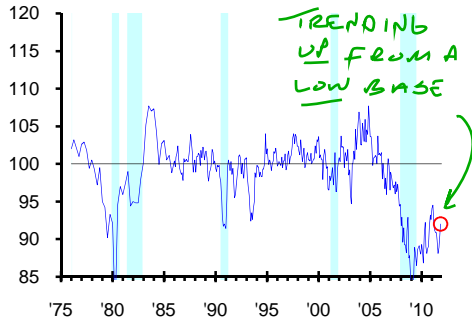
Raising Prices



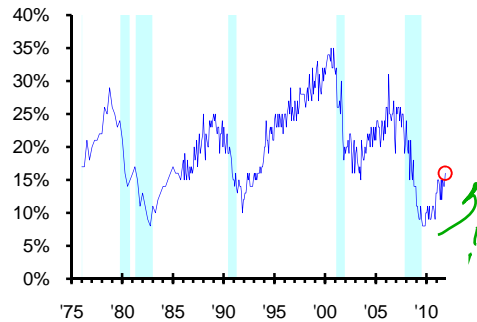
Raising Wages



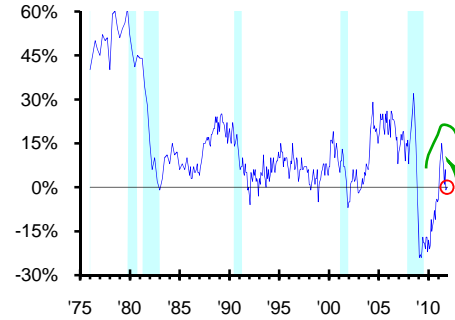
Optimism Index



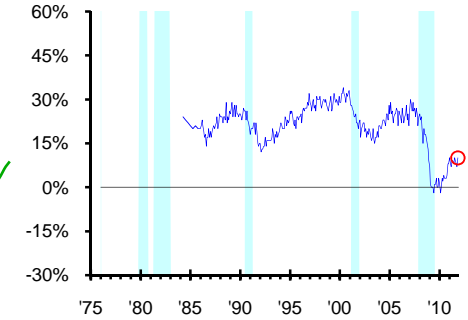
Job Openings



Raising Prices



Raising Wages

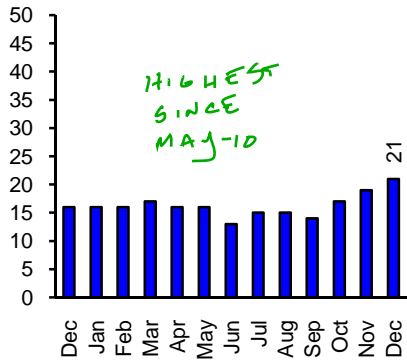


The small business optimism index is formed by adding the 10 underlying components, dividing by 10, then adding 100.

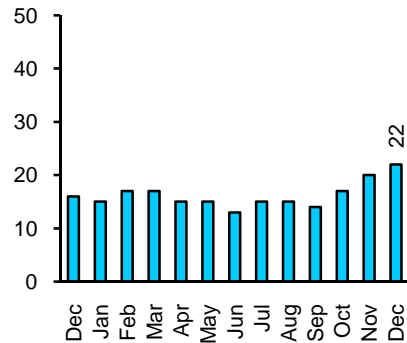
Sources: Haver, NFIB

	EXP'D	Level				Year-over-Year				Weight %	
		Dec-11	Nov-11	Oct-11	Sep-11	Dec-11	Nov-11	Oct-11	Sep-11		
Housing Market Index	20	< 21	19	20	17	14	31.3%	18.8%	13.3%	7.7%	100%
Current Sales		22	20	17	14	14	37.5%	25.0%	6.3%	7.7%	59%
Sales in Six Months		26	25	23	17	17	4.0%	0.0%	0.0%	-5.6%	14%
Traffic of Prospective Buyers		18	15	14	11	11	63.6%	25.0%	27.3%	22.2%	27%

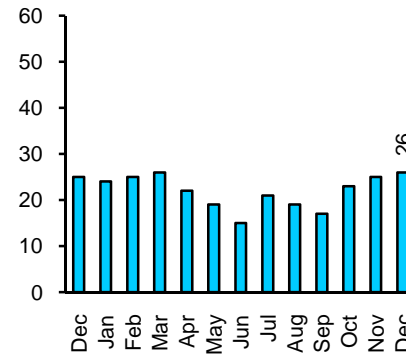
Housing Market Index



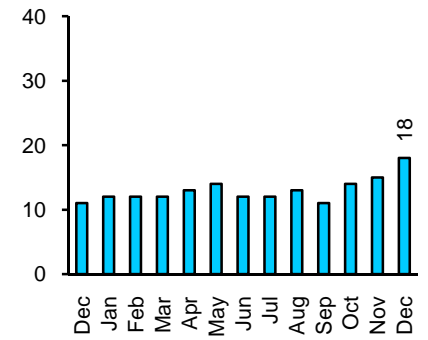
Current Sales



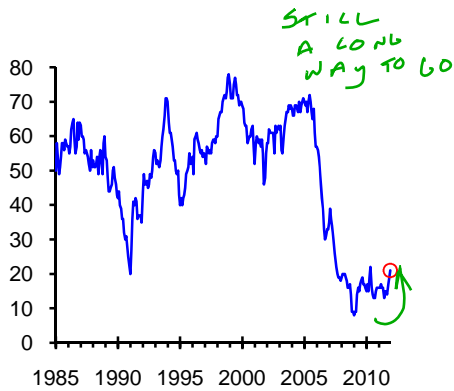
Sales in Six Months



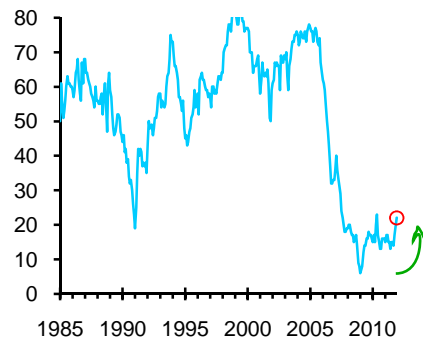
Traffic of Prospective Buyers



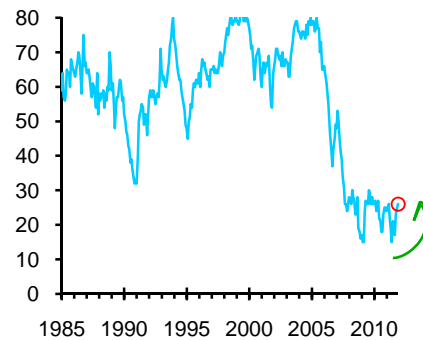
Housing Market Index



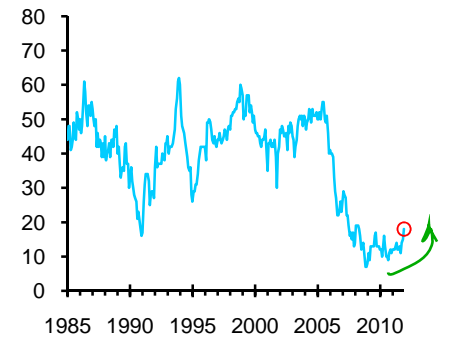
Current Sales



Sales in Six Months



Traffic of Prospective Buyers



FEDERAL RESERVE press release



Release Date: [December 13](#), ~~November 2~~, 2011

For immediate release

Information received since the Federal Open Market Committee met in [November suggests](#) ~~September indicates~~ that [the economy has been expanding moderately, notwithstanding some apparent slowing in global](#) ~~economic growth.~~ [While](#) ~~strengthened somewhat in the third quarter, reflecting in part a reversal of the temporary factors that had weighed on growth earlier in the year.~~ ~~Nonetheless, recent indicators point to~~ [some improvement](#) ~~continuing weakness in overall labor market conditions, and the unemployment rate remains elevated. Household spending has increased at a somewhat faster pace in recent months. Business investment in equipment and software has continued to~~ [advance](#), ~~expand, but~~ [business fixed investment appears to be increasing less rapidly](#) ~~in nonresidential structures is still weak, and the housing sector remains depressed. Inflation has~~ [appears to have moderated since earlier in the year, and longer-term](#) ~~as prices of energy and some commodities have declined from their peaks. Longer-term inflation expectations have remained stable.~~

Consistent with its statutory mandate, the Committee seeks to foster maximum employment and price stability. The Committee continues to expect a moderate pace of economic growth over coming quarters and consequently anticipates that the unemployment rate will decline only gradually toward levels that the Committee judges to be consistent with its dual mandate. [Strains in global financial markets continue to pose](#) ~~Moreover, there are significant downside risks to the economic outlook.~~ ~~outlook, including strains in global financial markets.~~ The Committee also anticipates that inflation will settle, over coming quarters, at levels at or below those consistent with the [Committee's dual mandate](#). ~~Committee's dual mandate as the effects of past energy and other commodity price increases dissipate further.~~ However, the Committee will continue to pay close attention to the evolution of inflation and inflation expectations.

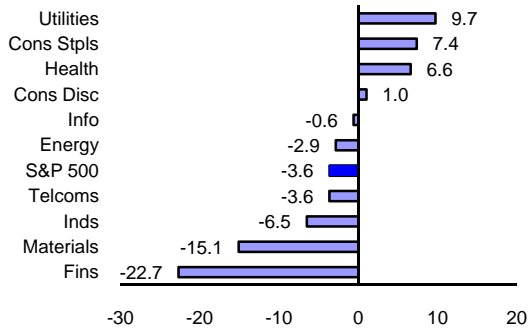
To support a stronger economic recovery and to help ensure that inflation, over time, is at levels consistent with the dual mandate, the Committee decided today to continue its program to extend the average maturity of its holdings of securities as announced in September. The Committee is maintaining its existing policies of reinvesting principal payments from its holdings of agency debt and agency mortgage-backed securities in agency mortgage-backed securities and of rolling over maturing Treasury securities at auction. The Committee will regularly review the size and composition of its securities holdings and is prepared to adjust those holdings as appropriate.

The Committee also decided to keep the target range for the federal funds rate at 0 to 1/4 percent and currently anticipates that economic conditions--including low rates of resource utilization and a subdued outlook for inflation over the medium run--are likely to warrant exceptionally low levels for the federal funds rate at least through mid-2013.

The Committee will continue to assess the economic outlook in light of incoming information and is prepared to employ its tools to promote a stronger economic recovery in a context of price stability.

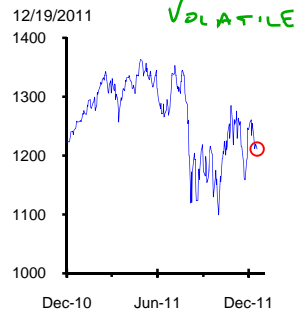
Voting for the FOMC monetary policy action were: Ben S. Bernanke, Chairman; William C. Dudley, Vice Chairman; Elizabeth A. Duke; Richard W. Fisher; Narayana Kocherlakota; Charles I. Plosser; Sarah Bloom Raskin; Daniel K. Tarullo; and Janet L. Yellen. Voting against the action was Charles L. Evans, who supported additional policy accommodation at this time.

S&P Sectors: YTD Return



MARKETS

S&P 500



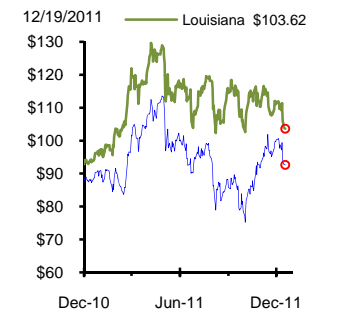
Yield Curve



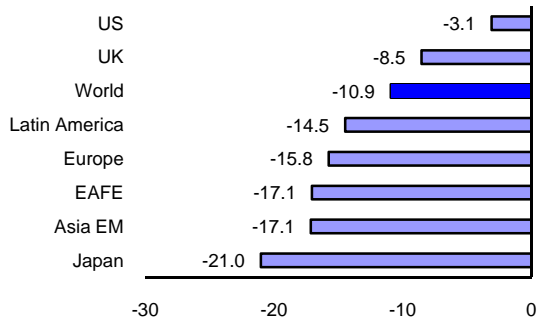
Credit Spread



Oil

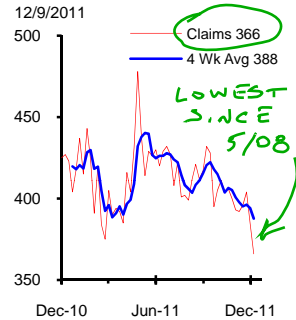


MSCI Markets: YTD Return (LC)

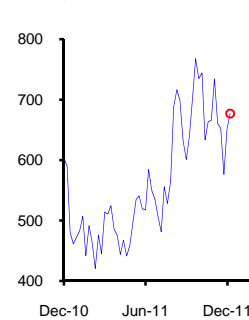


GROWTH

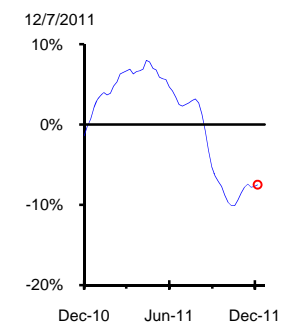
Initial Jobless Claims



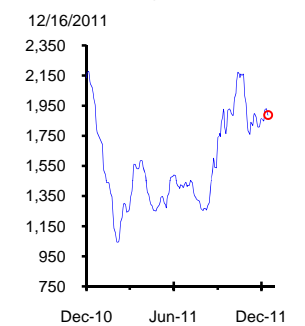
Mortgage Applications



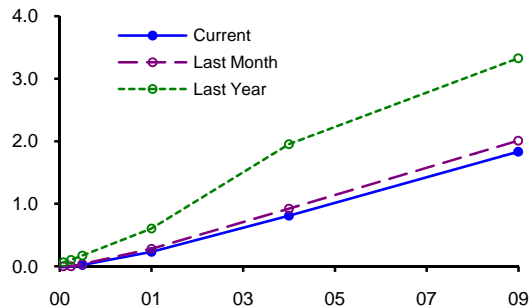
ECRI Weekly Idx Growth Rate



Baltic Dry Freight Index

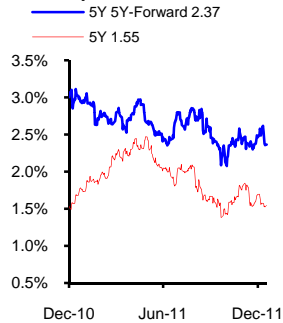


Yield Curve

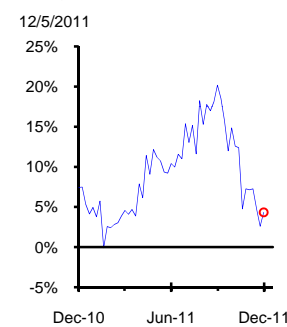


INFLATION AND MONEY

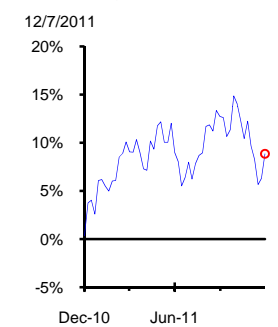
TIPS Implied Inflation



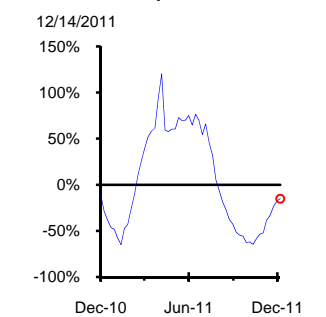
MZM, 12 week Ann'd



C&I Loans, 12 week Ann'd

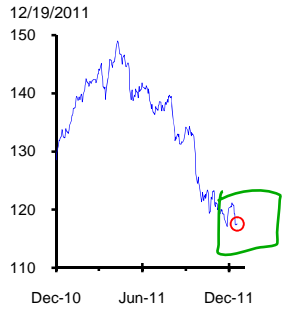


Commercial Paper, 12 week Ann'd

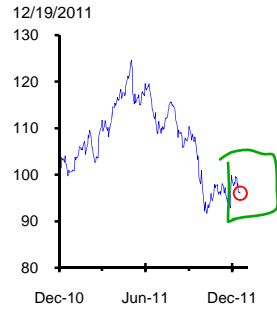


INDEXES

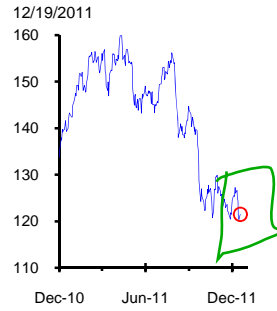
J of C Index



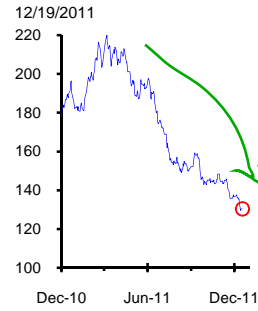
J of C Petro Index



J of C Metals Index



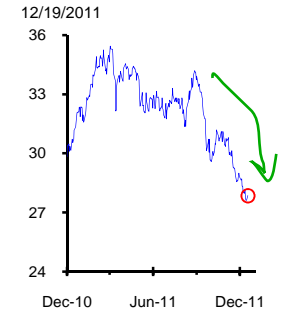
J of C Textiles Index



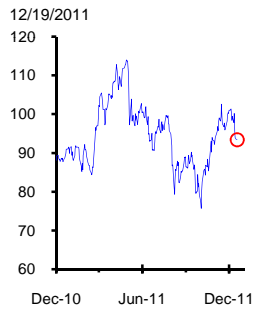
J of C Misc Index



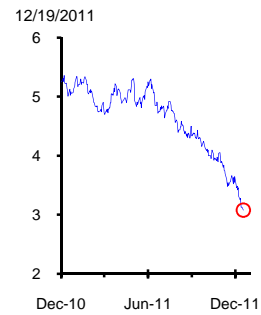
DBA Soft Commodites



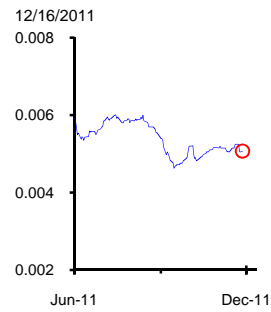
West Texas Oil



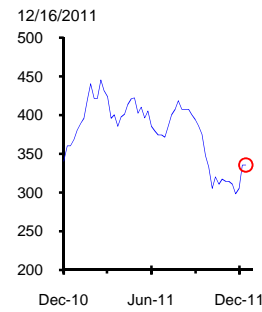
Natural Gas*



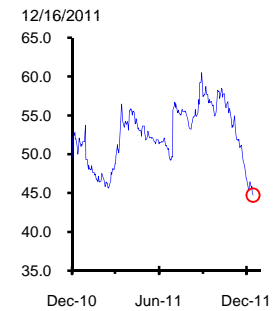
Ethylene*



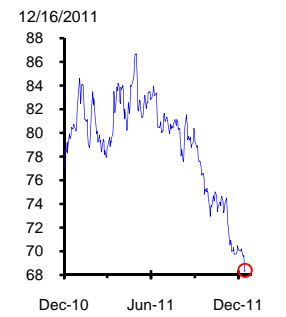
Benzene*



Ethanol

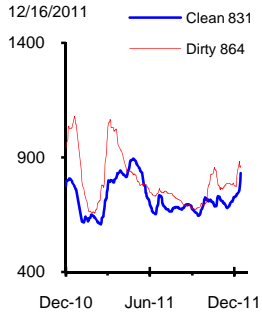


Coal

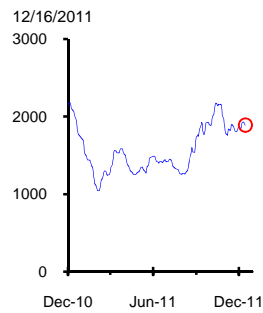


MEMO

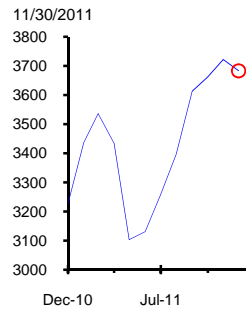
Baltic Wet Tanker Index



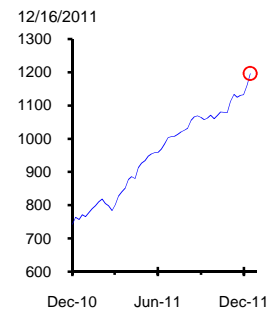
Baltic Dry Freight Index



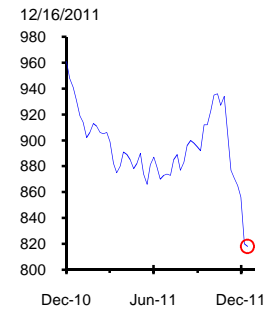
World Rig Count



US Oil Rig Count

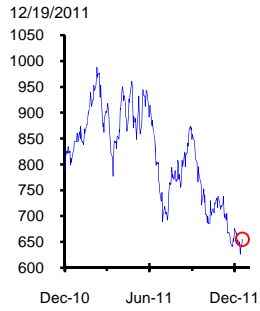


US Gas Rig Count

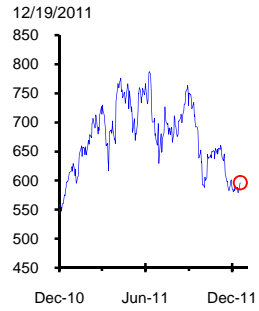


GRAINS

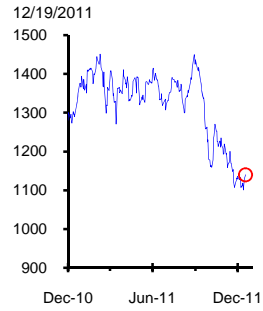
Wheat



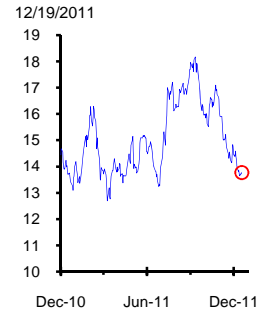
Corn



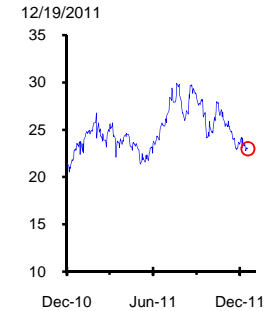
Soybeans



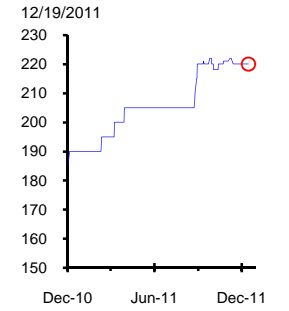
Rice



Sugar (¢ lb)



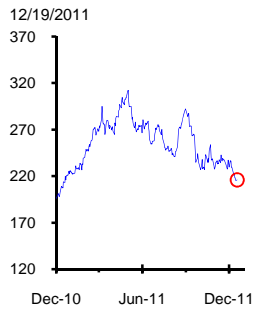
Barley



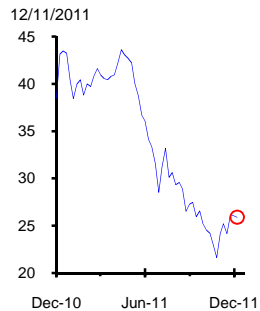
OTHER GRAINS

DAIRY, MEAT & FISH

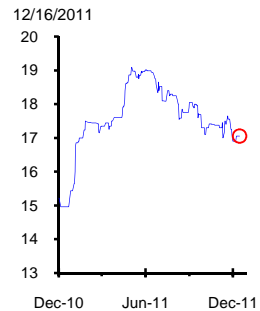
Coffee



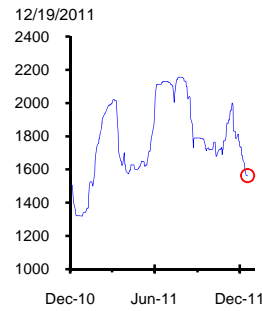
Salmon



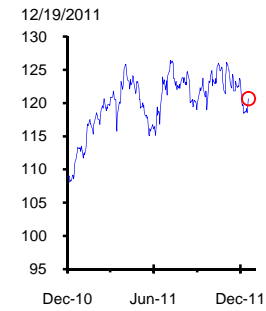
Milk



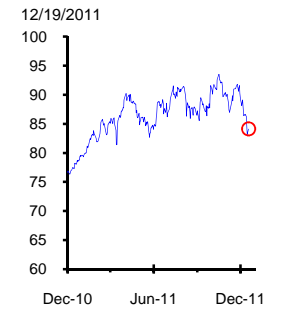
Cheese



Cattle



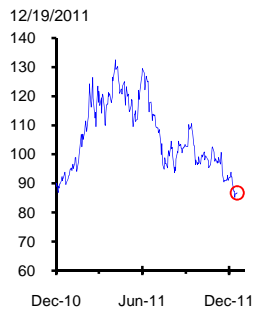
Hogs



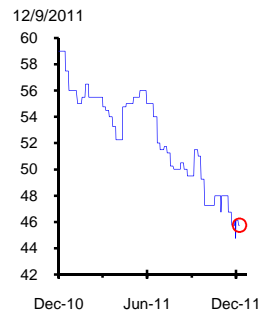
TEXTILES

MISC

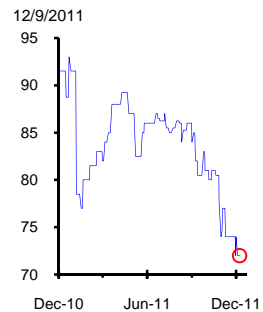
Cotton*



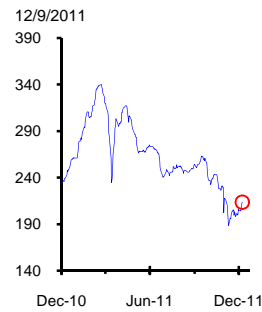
Burlap*



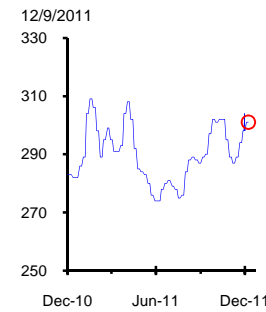
Hides (¢ lb)*



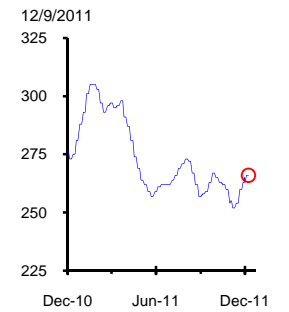
Rubber (¢ lb)



Plywood*

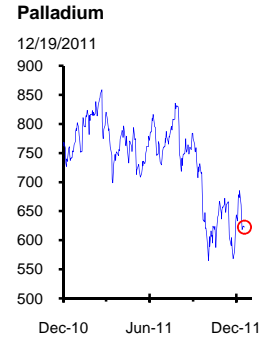
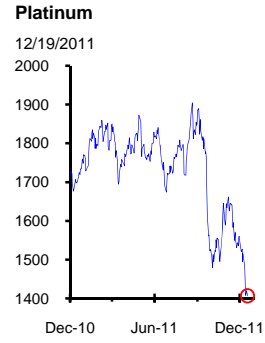
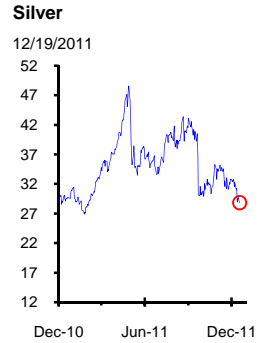


Red Oak*

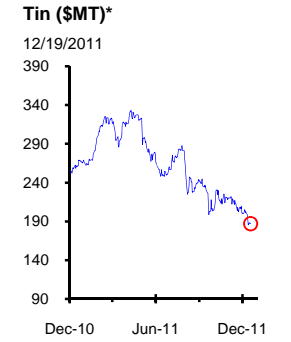
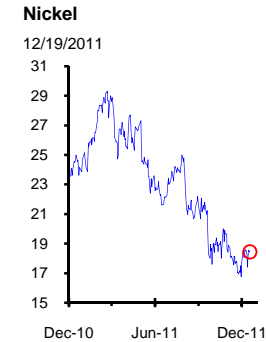
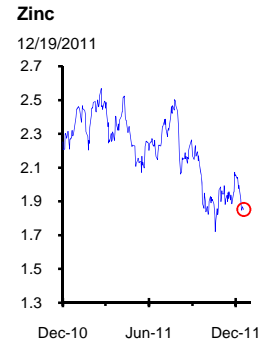
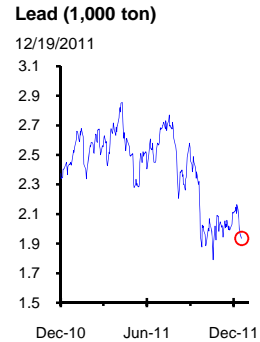
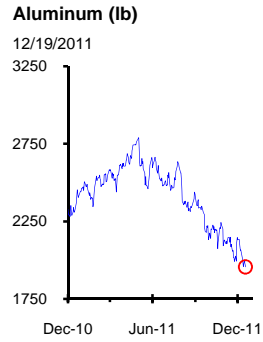
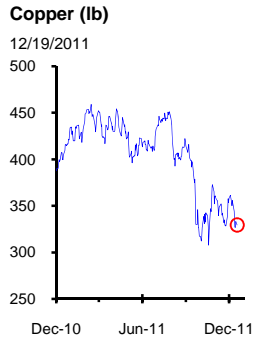


PRECIOUS METALS

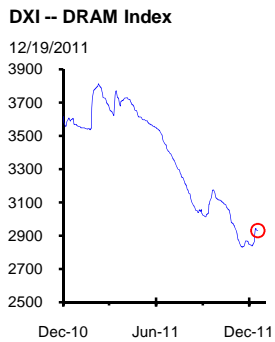
PLATINUM METALS GROUP



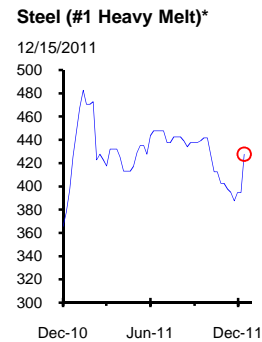
BASE METALS



TECH



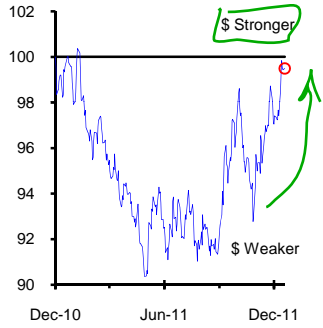
MEMO



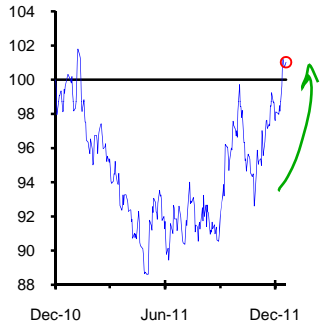
TRADE WEIGHTED DOLLAR G-7 CURRENCIES

Trade-Weighted Dollar

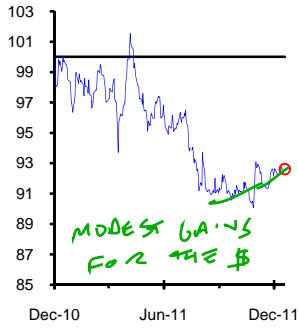
Reindexed to 100



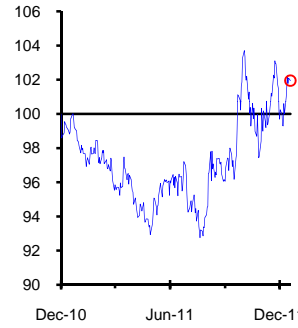
Euro



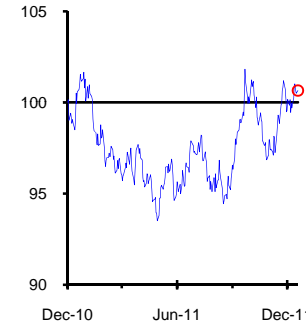
Yen



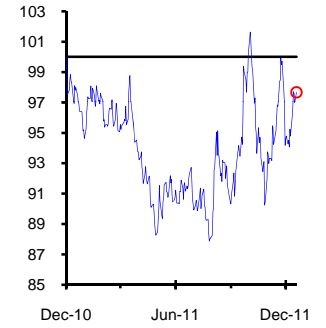
Canada



UK

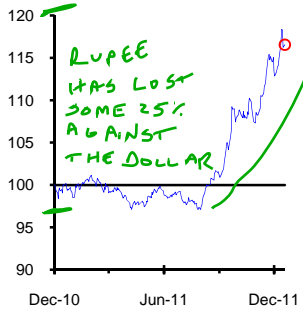


Australia

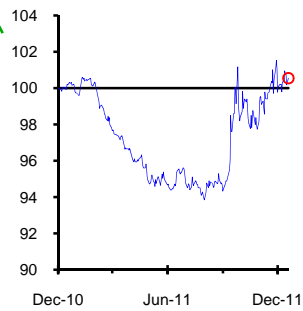


OTHER CURRENCIES - DOLLAR TERMS

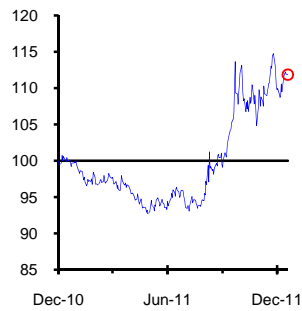
India



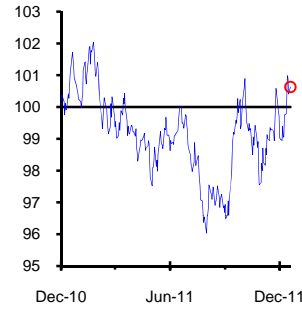
Indonesia



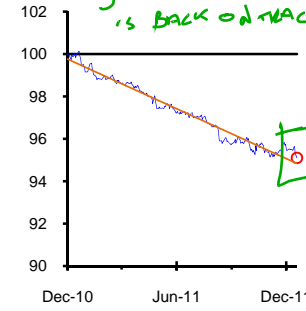
Mexico



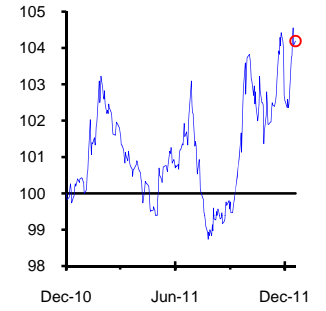
Philippines



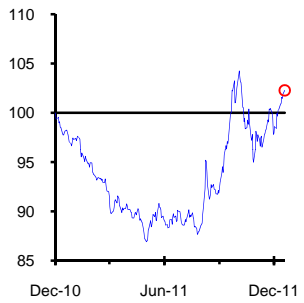
China



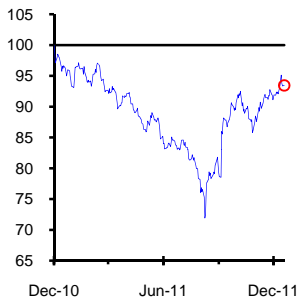
Thailand



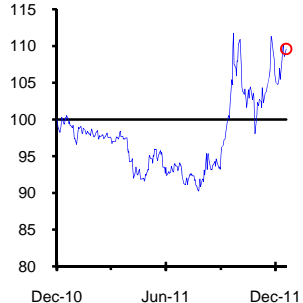
Russia



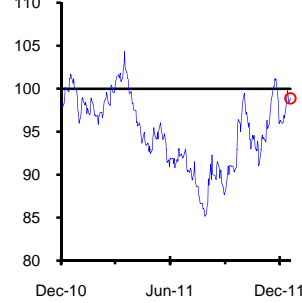
Swiss Franc



Brazil

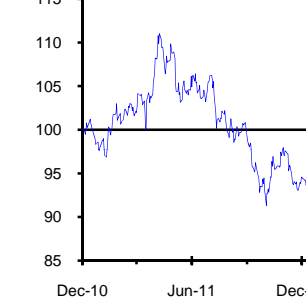


New Zealand

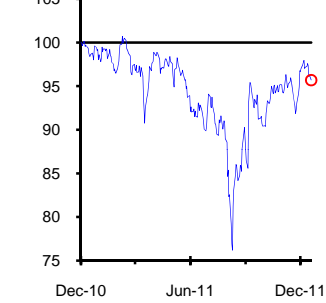


KEY CROSS RATES

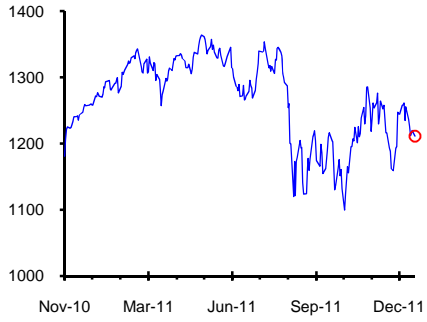
YEN/EUR



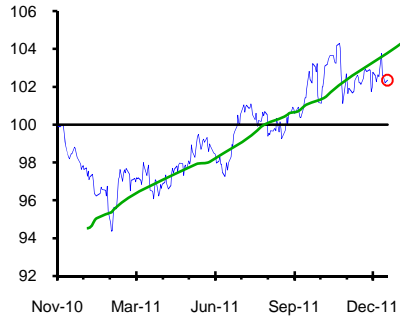
CHF/AUD



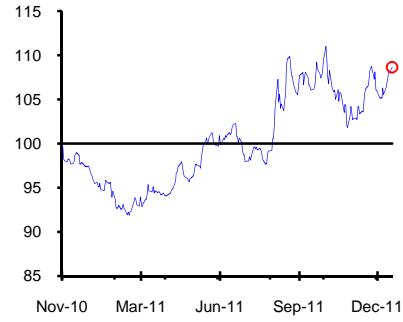
S&P 500



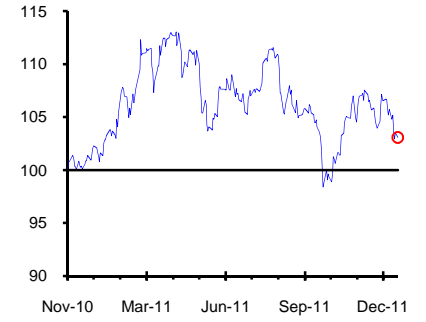
Cons Disc



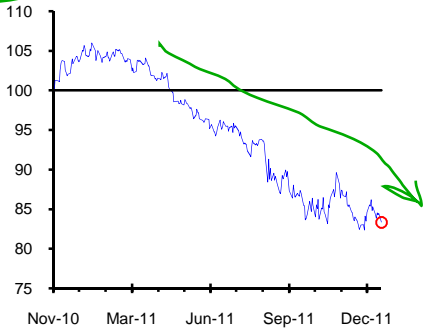
Cons Stpls



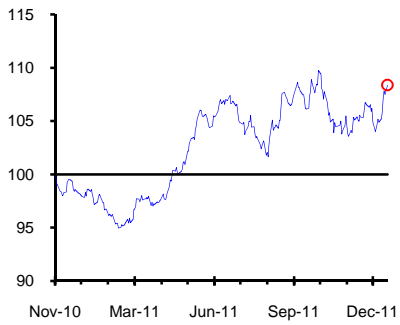
Energy



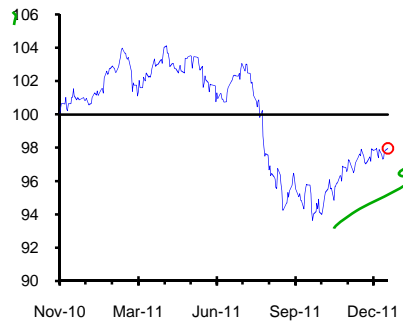
Fins



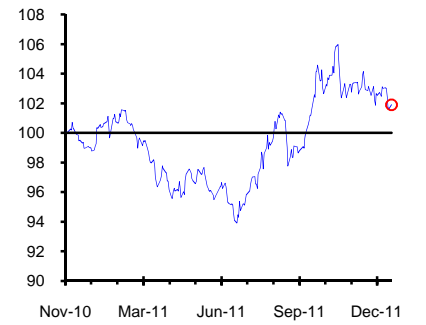
Health



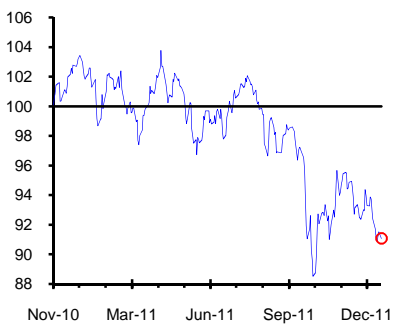
Industrials



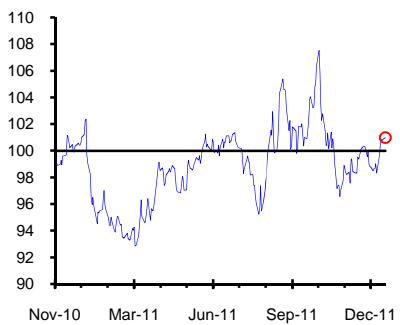
Info Tech



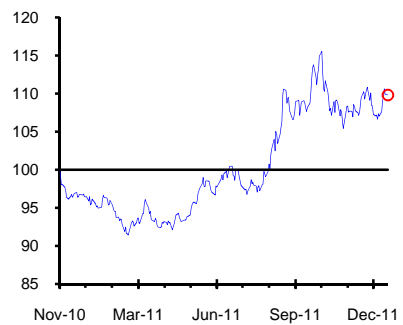
Materials



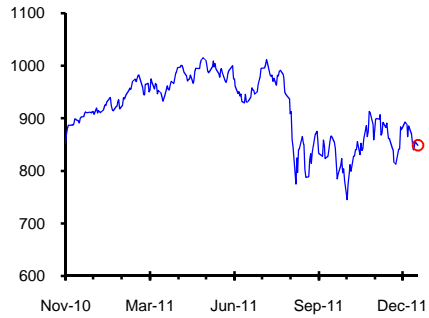
Telecom



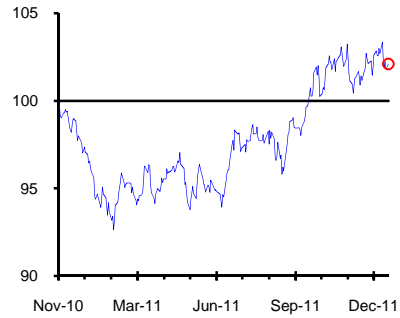
Utilities



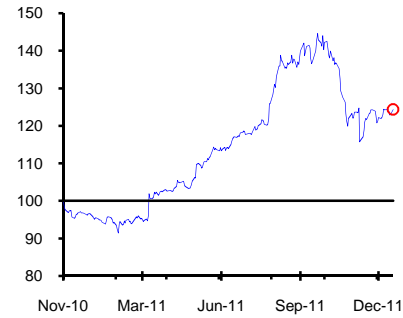
S&P 400



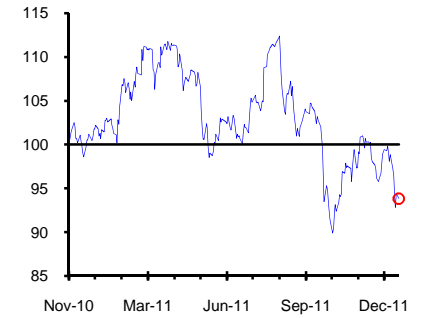
Cons Disc



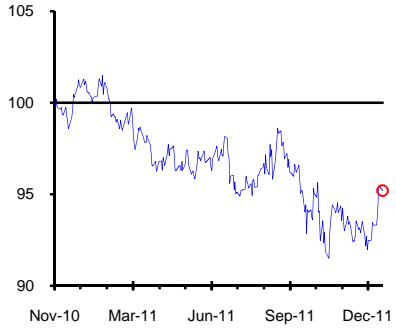
Cons Stpls



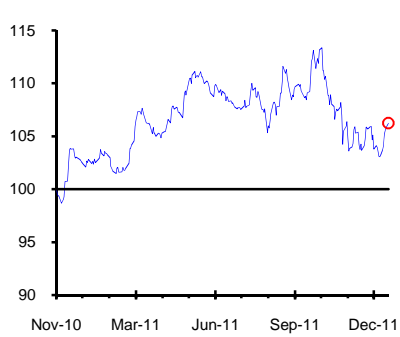
Energy



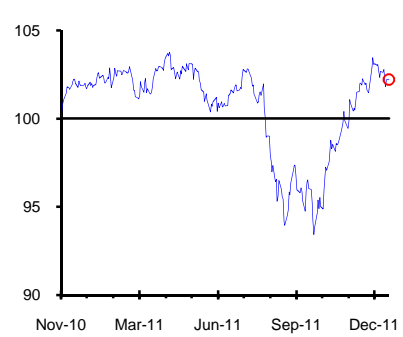
Fins



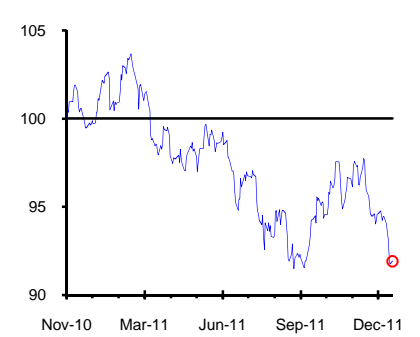
Health



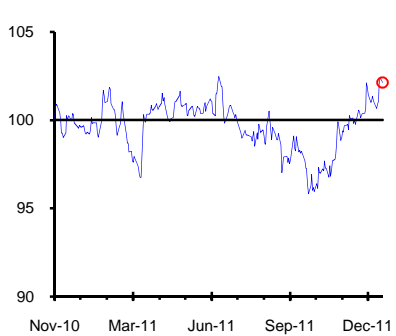
Industrials



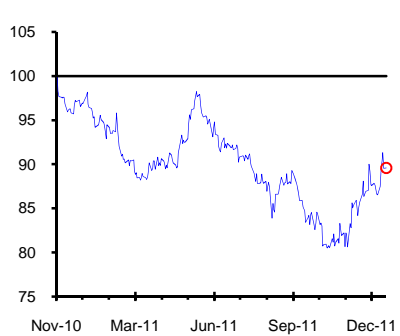
Info Tech



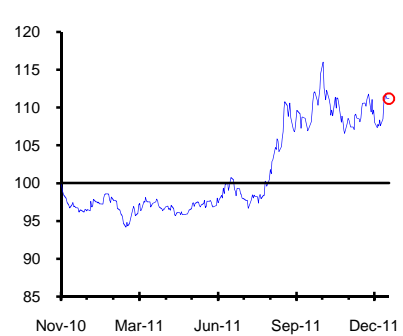
Materials



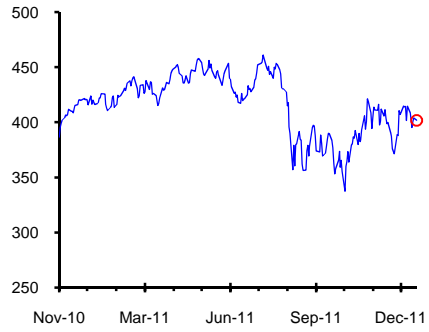
Telecom



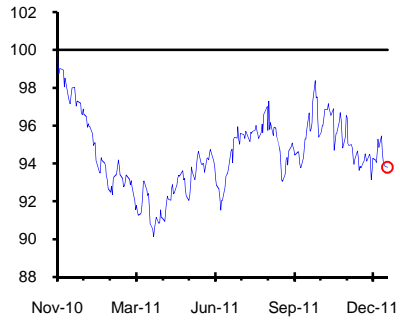
Utilities



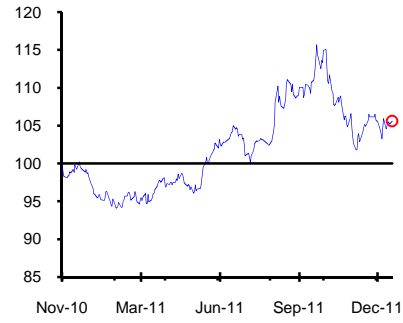
S&P 600



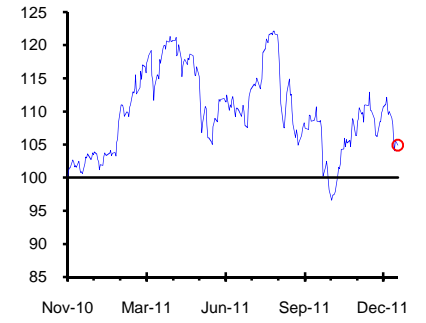
Cons Disc



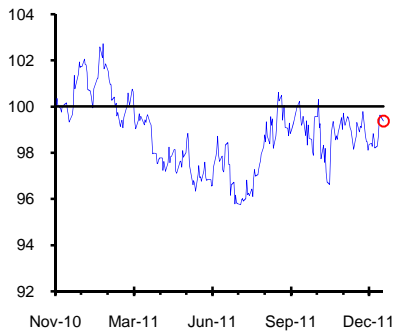
Cons Stpls



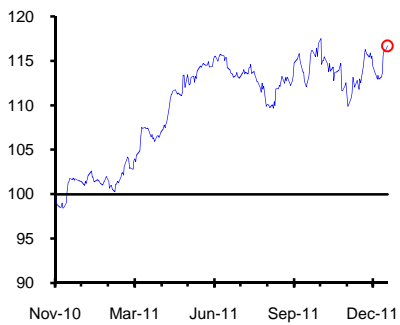
Energy



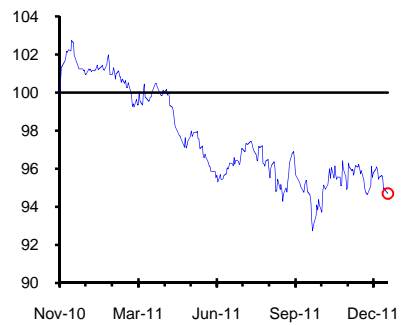
Fins



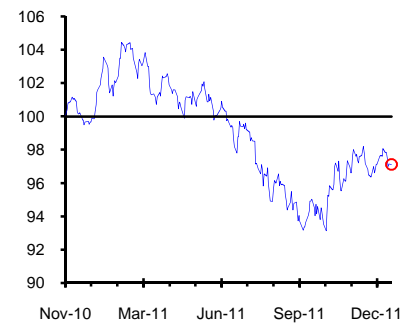
Health



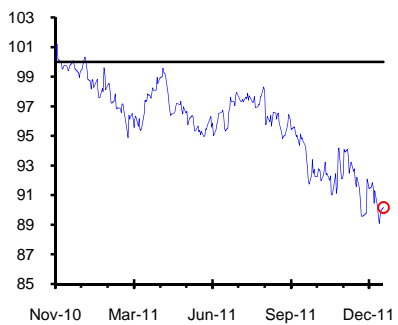
Industrials



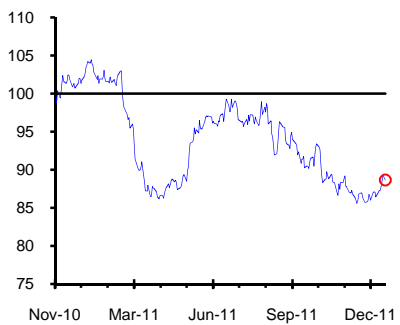
Info Tech



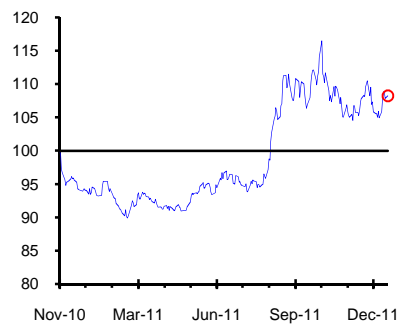
Materials



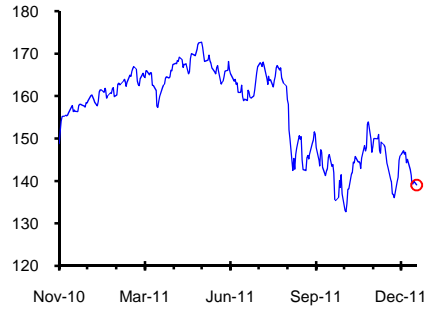
Telecom



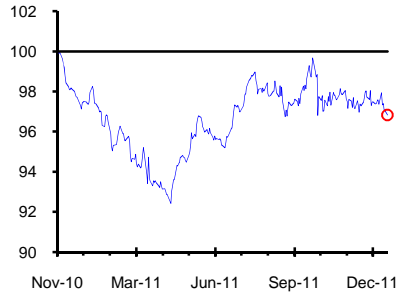
Utilities



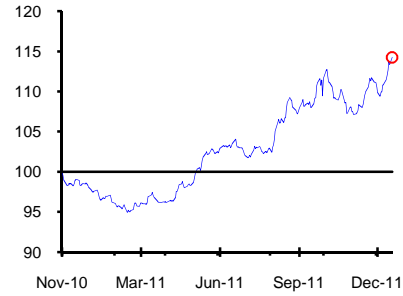
World



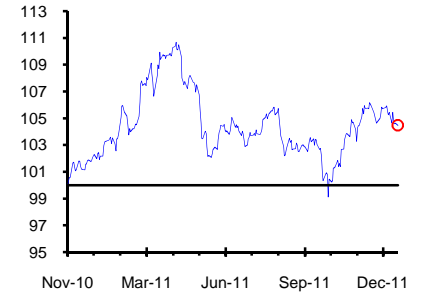
Cons Cyclical



Cons Non-Cyclical



Energy



Fins

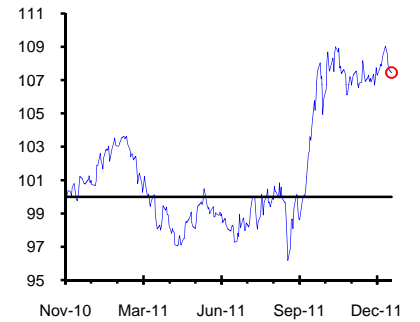


(Health Index N/A)

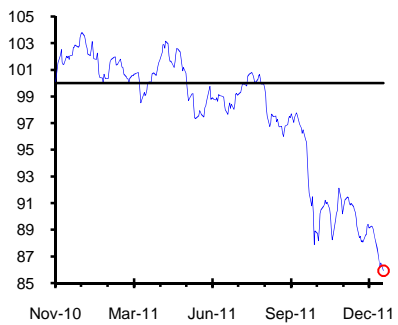
Industrials



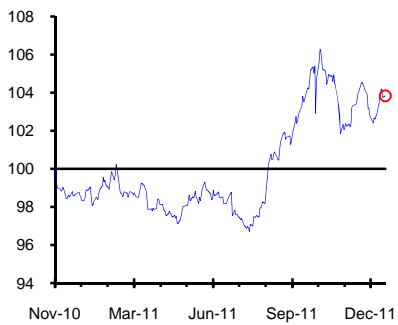
Tech



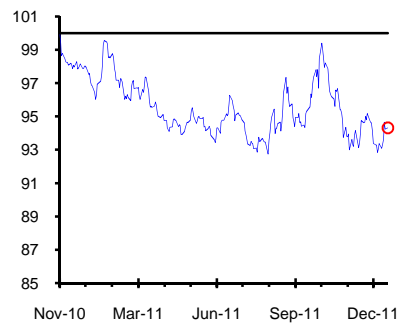
Basic Materials



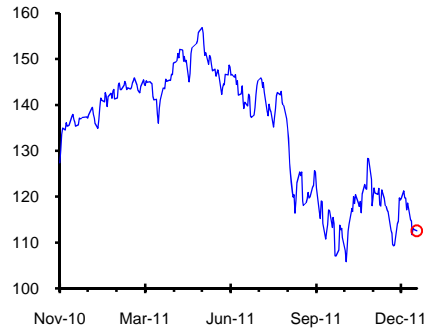
Communication



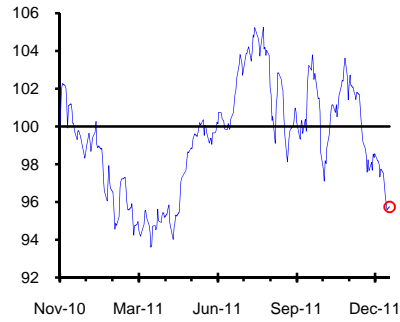
Utilities



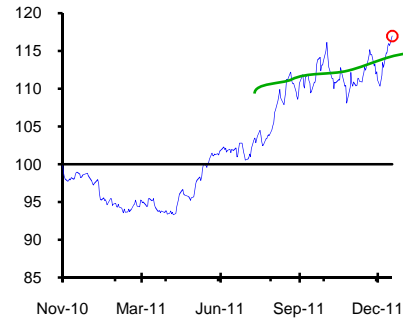
Europe



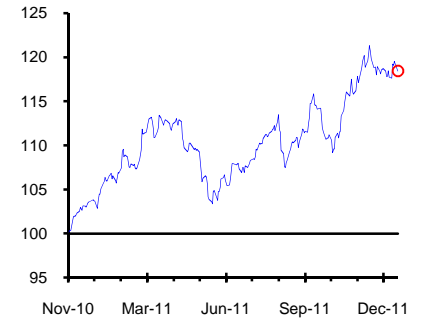
Cons Disc



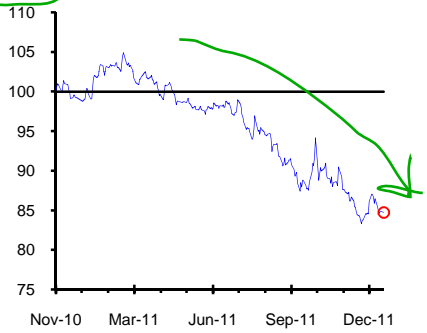
Cons Stpls



Energy

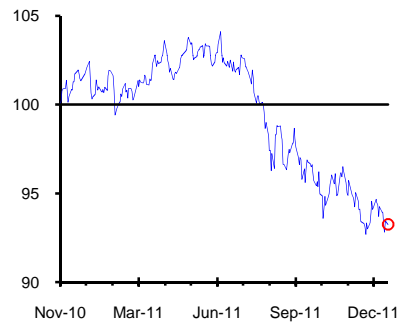


Fins

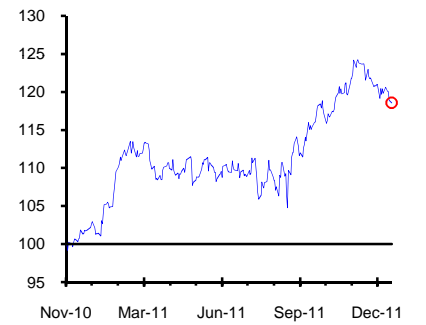


(Health Index N/A)

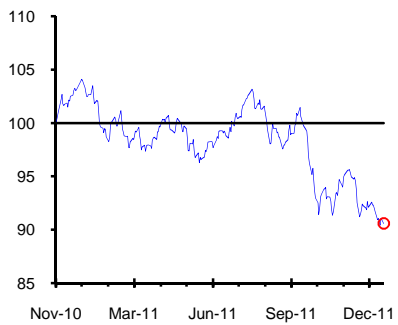
Industrials



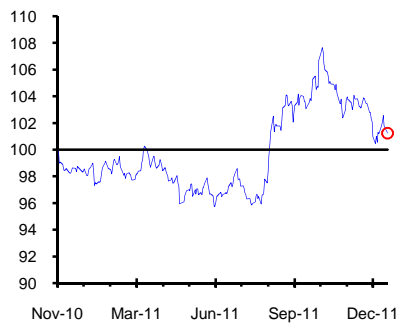
Info Tech



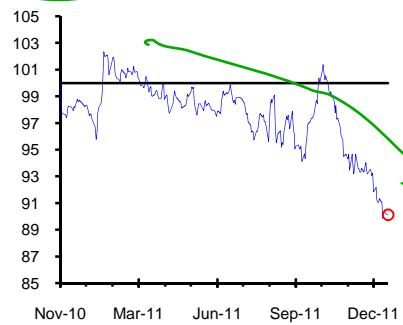
Materials



Telecom

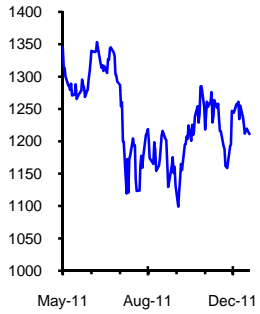


Utilities



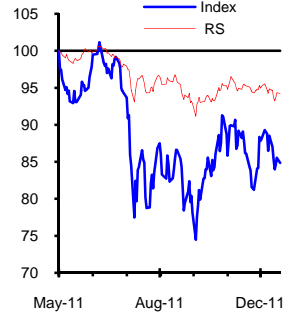
S&P 500

S&P 500
12/19/2011

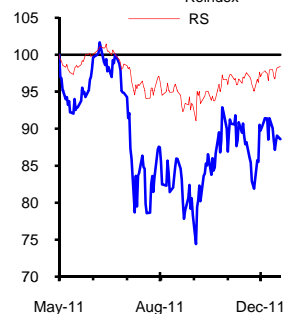


SIZE AND STYLE (RELATIVE STRENGTH TO S&P 500)

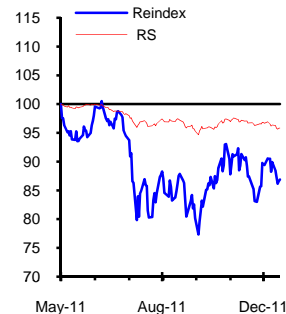
S&P 500 Mid-Caps
12/19/2011



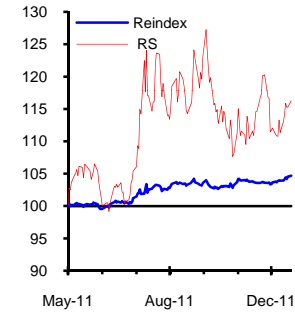
S&P 500 Small-Caps
12/19/2011



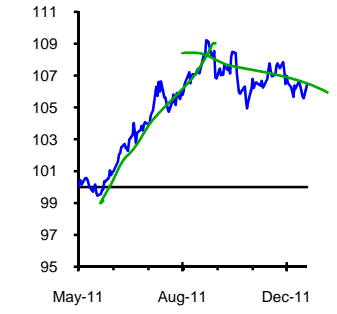
S&P 500 Unweighted
12/16/2011



Lehman Aggregate
12/19/2011

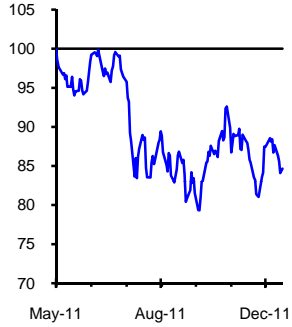


S&P Growth/Value
12/19/2011

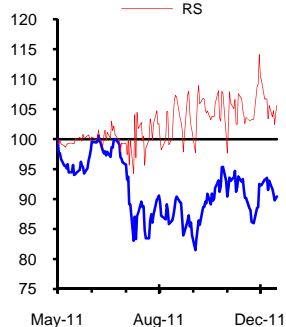


INTERNATIONAL (\$ TERMS, RELATIVE STRENGTH TO MSCI WORLD, REINDEXED TO 100)

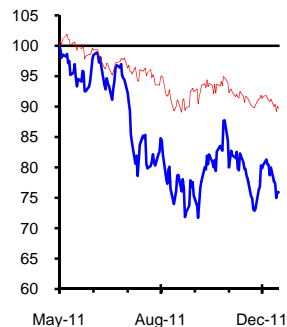
WORLD (\$)
12/19/2011



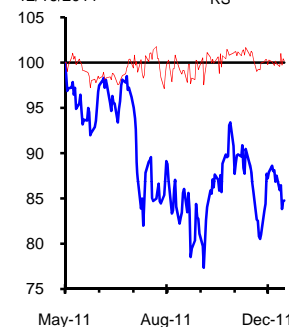
US
12/16/2011



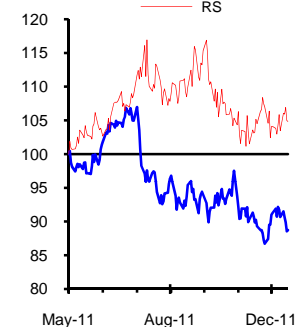
Europe
12/16/2011



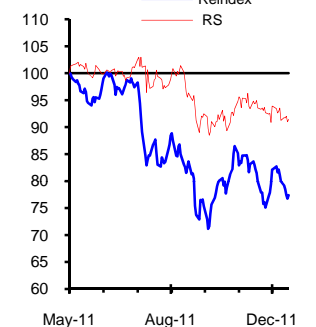
UK
12/16/2011



Japan
12/16/2011

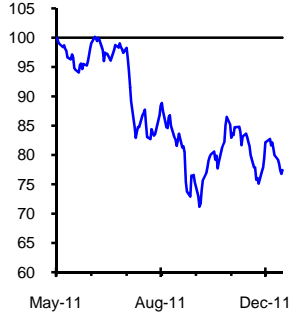


EMERGING MKTS FREE
12/16/2011

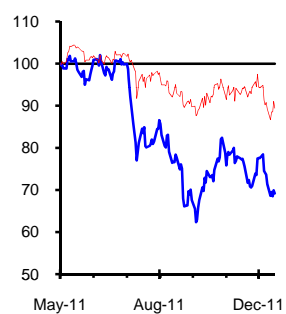


EMERGING MARKETS (\$ TERMS, RELATIVE STRENGTH TO MSCI EMERGING MARKETS FREE, REINDEXED TO 100)

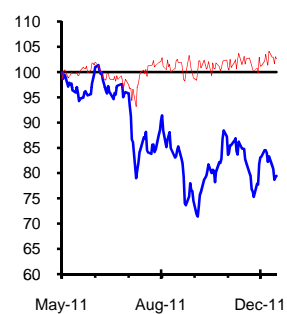
Emerging Mkts Free
12/16/2011



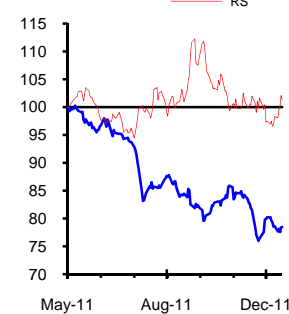
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12/16/2011



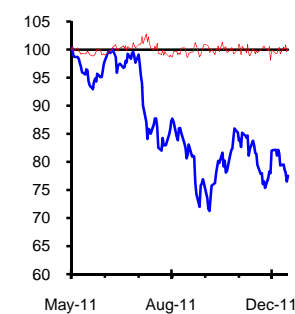
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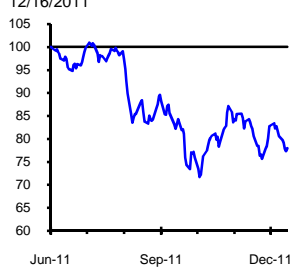
Mideast Proxy*
12/16/2011



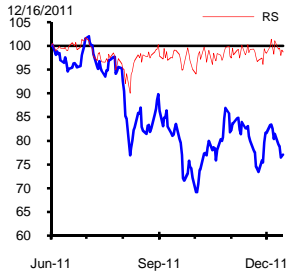
EM Asia
12/16/2011



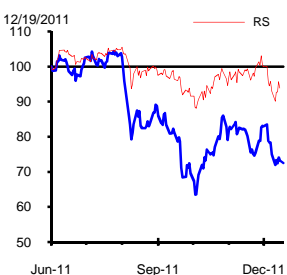
Emerging Mkts \$



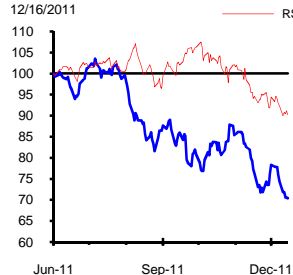
Brazil



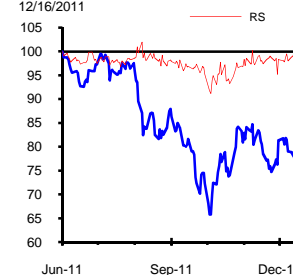
Russia



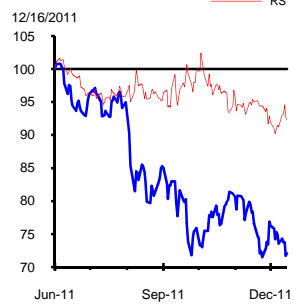
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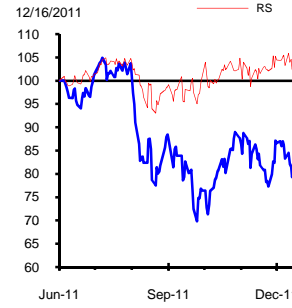
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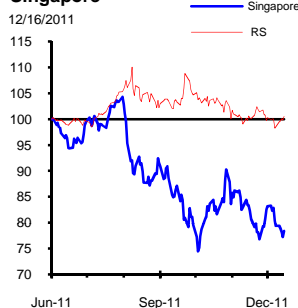
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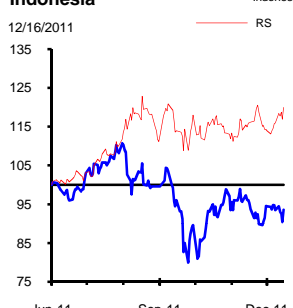
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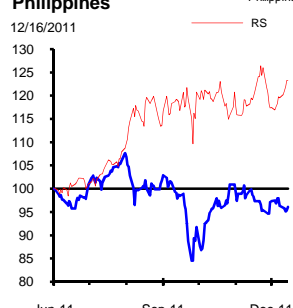
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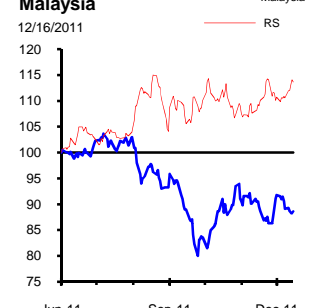
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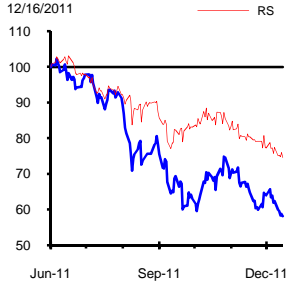
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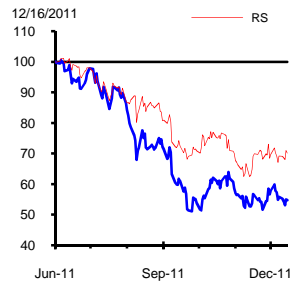
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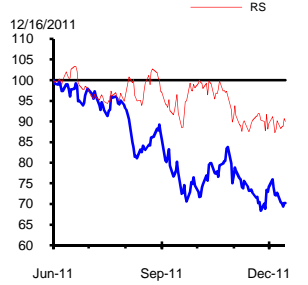
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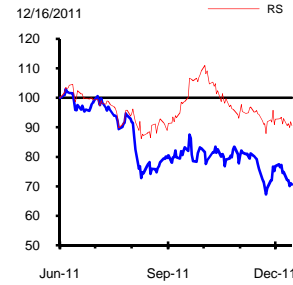
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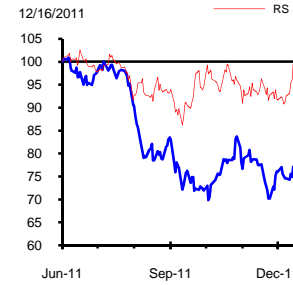
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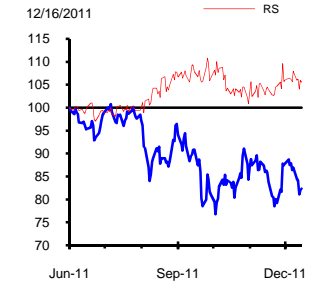
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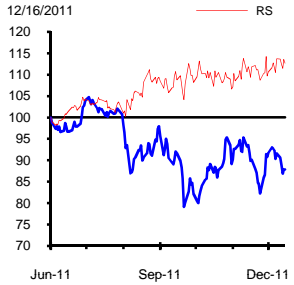
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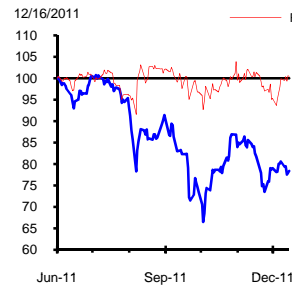
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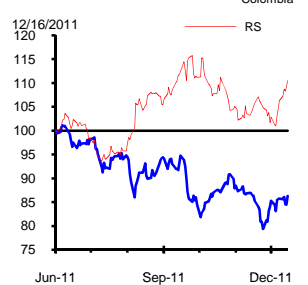
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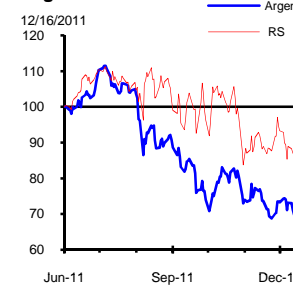
Chile



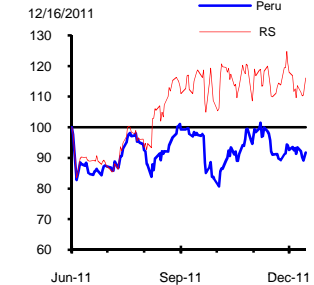
Colombia



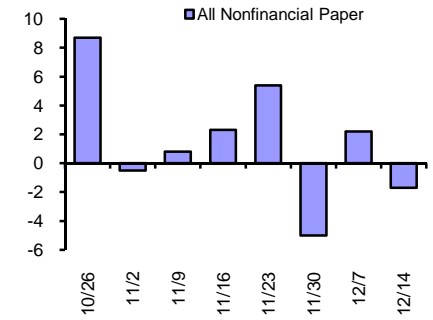
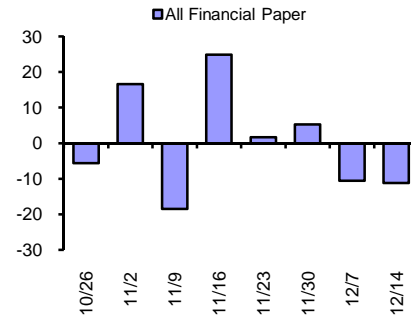
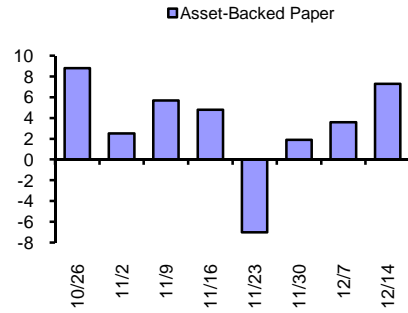
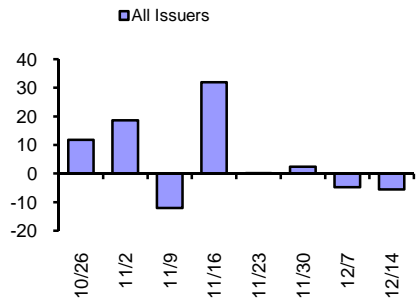
Argentina



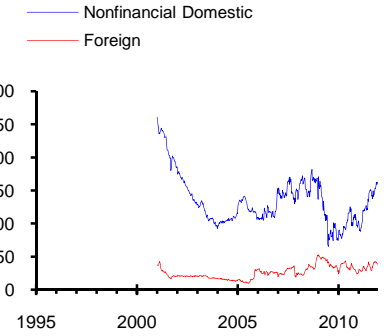
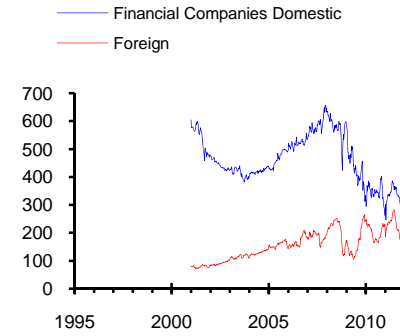
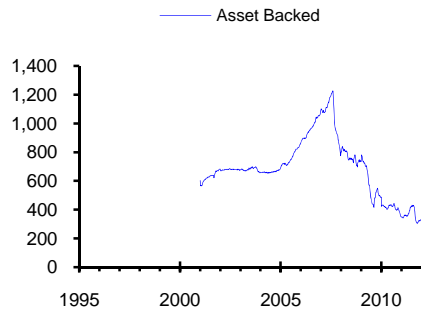
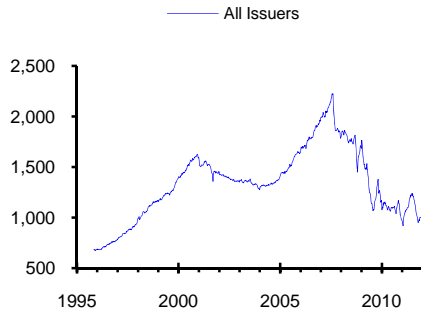
Peru



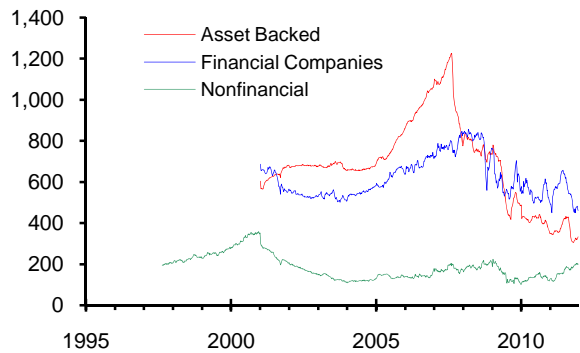
Weekly change in level



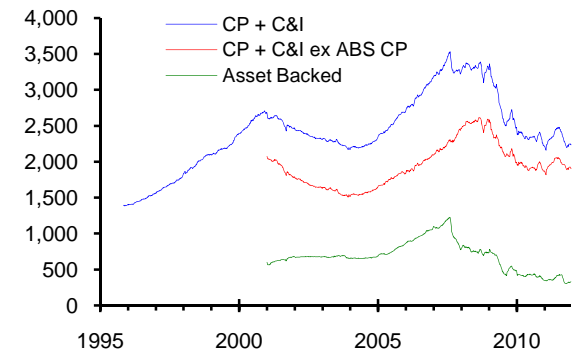
Level outstanding



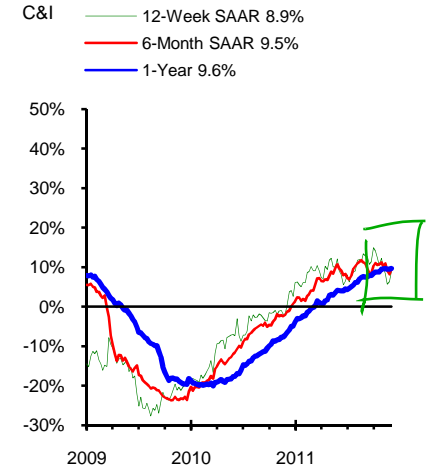
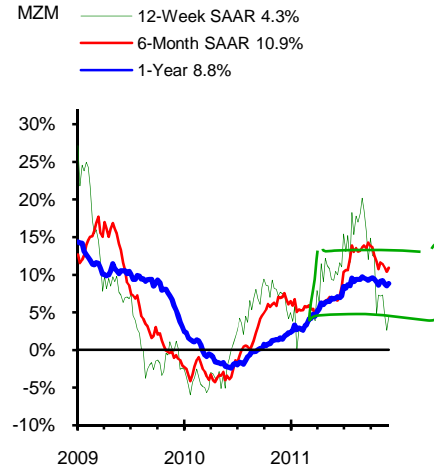
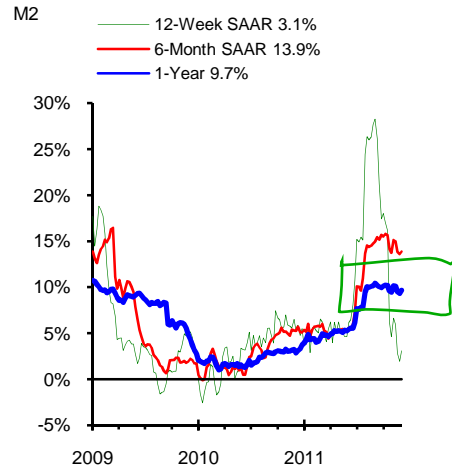
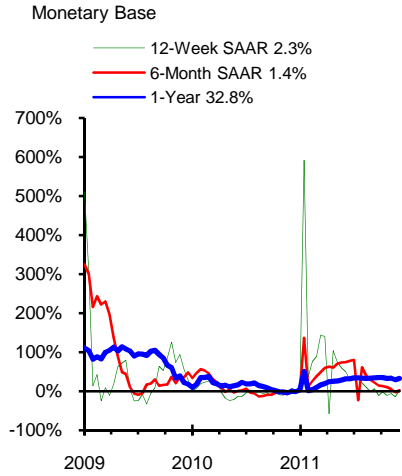
Long-Term CP Breakdown



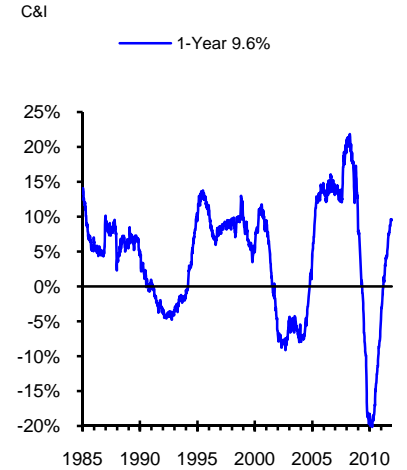
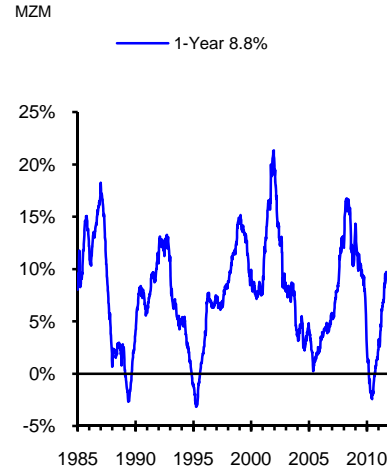
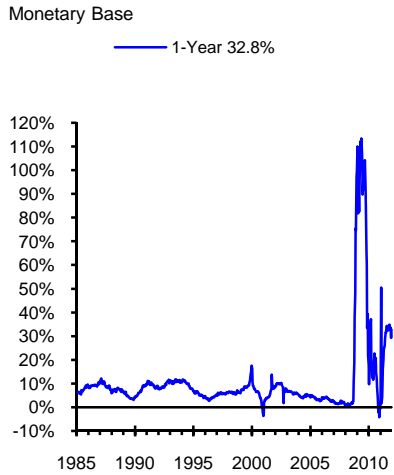
Memo: Total Liquidity Measures



Short-Term

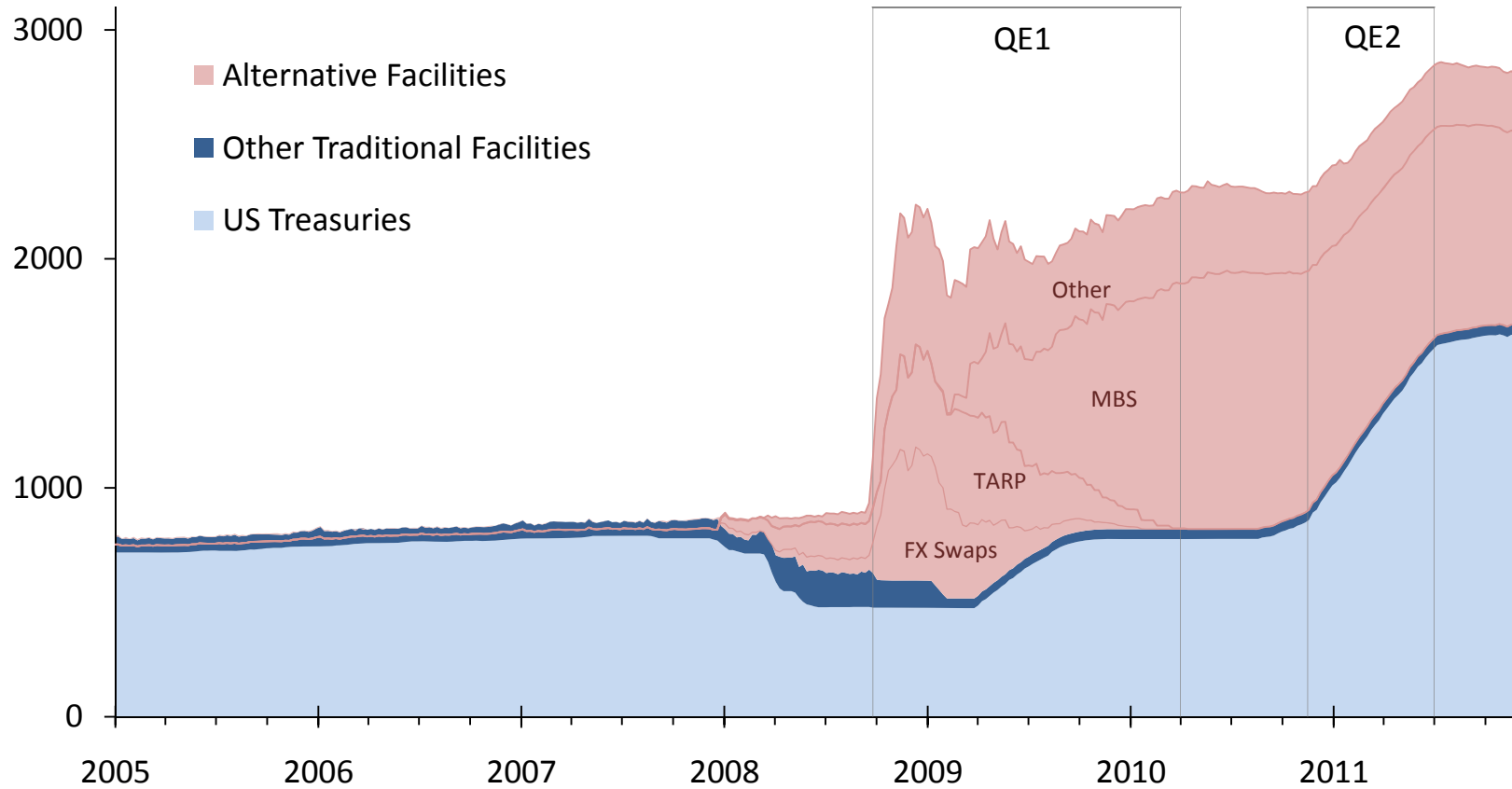


Long-Term



Fed's Reserve Balances

Reserve Balances at the US Federal Reserve, USD Billions



Source: Fed, Bloomberg, Catalpa Capital Advisors | catalpacapital.com