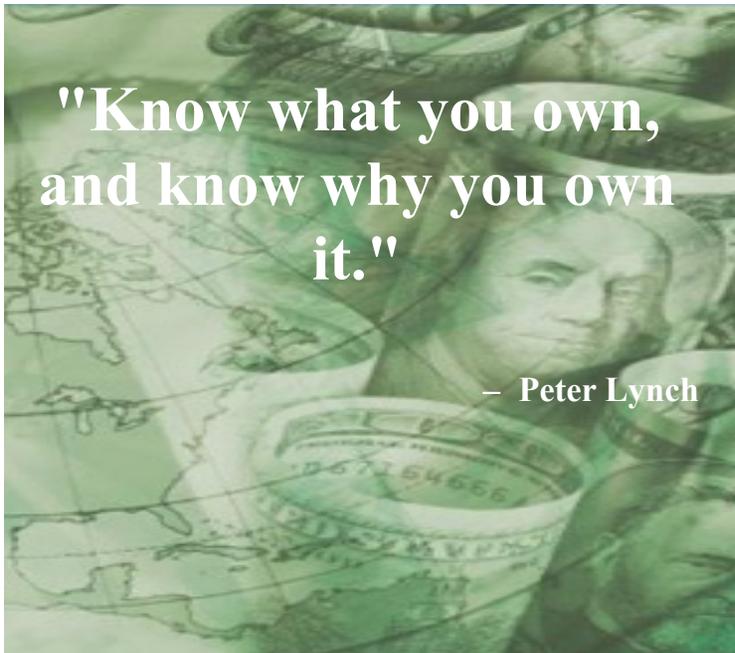
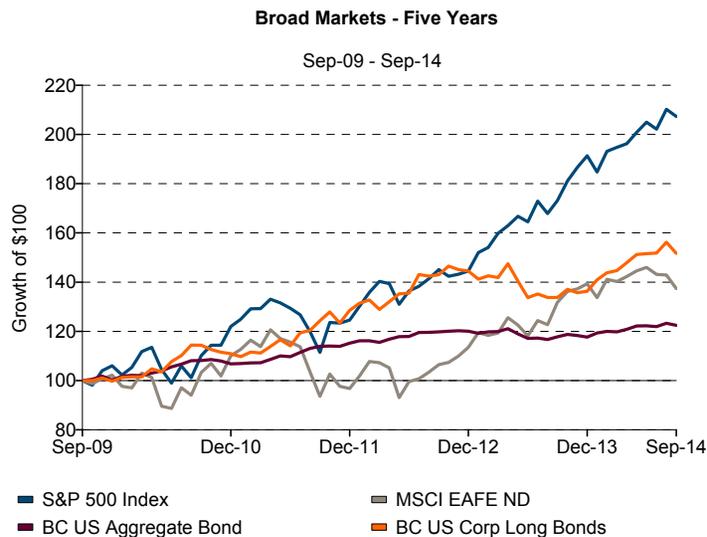


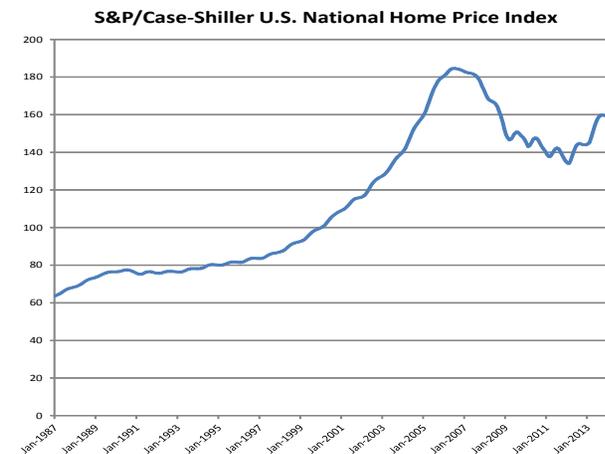
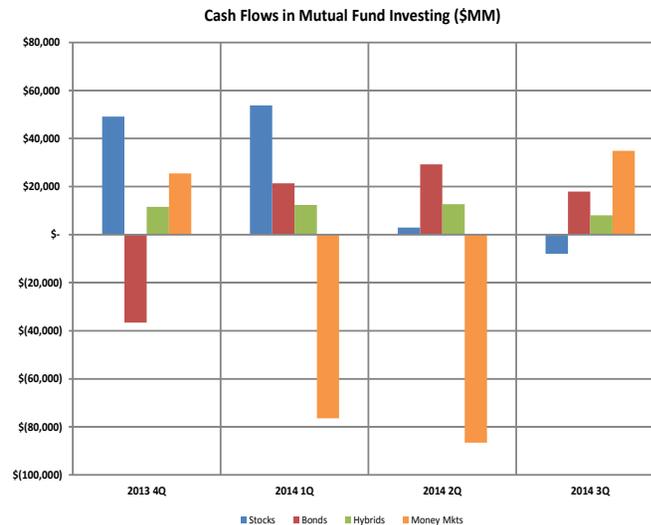
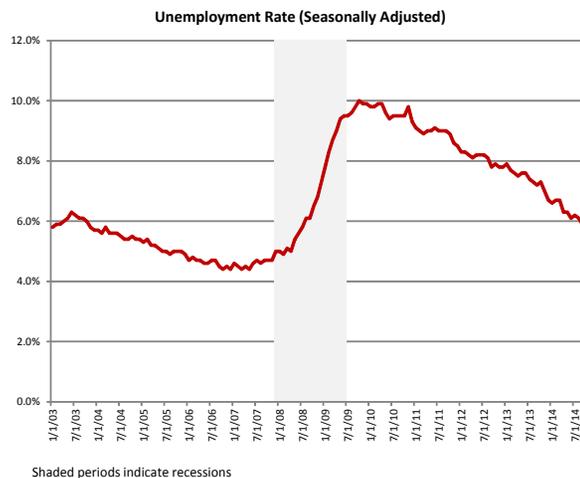
Market Commentary - 3rd Quarter 2014



	Qtr	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs
S&P 500 Index	1.13	8.34	19.73	22.99	15.70	8.11
Russell 1000 Index	0.65	7.97	19.01	23.23	15.90	8.46
Russell 1000 Value Index	-0.19	8.07	18.89	23.93	15.26	7.84
Russell 1000 Growth Index	1.49	7.89	19.15	22.45	16.50	8.94
Russell 2000 Index	-7.36	-4.41	3.93	21.26	14.29	8.19
Russell 2000 Value Index	-8.58	-4.74	4.13	20.61	13.02	7.25
Russell 2000 Growth Index	-6.13	-4.05	3.79	21.91	15.51	9.03
MSCI EAFE ND	-5.88	-1.38	4.25	13.65	6.56	6.32
MSCI ACWI ex. US	-5.27	0.00	4.77	11.79	6.03	7.06
MSCI EAFE Small Cap ND	-7.82	-2.74	3.00	14.49	8.91	8.02
MSCI Europe ND	-7.00	-1.91	5.82	15.53	6.90	6.63
MSCI Japan ND	-2.30	-1.64	0.62	9.16	5.41	3.81
MSCI EM ND	-3.49	2.43	4.30	7.19	4.42	10.68
DJ World Real Estate	-3.63	6.71	5.89	15.07	10.25	7.11
DJ US Select REIT Index	-3.00	14.69	13.44	16.19	15.77	8.21
DJ-UBS US Commodity Index	-10.54	-4.21	-5.22	-4.89	-1.09	-0.89
ML 3-month T-Bill	0.01	0.03	0.05	0.07	0.10	1.59
BC US Gov 1-3Y Bonds	0.03	0.45	0.52	0.51	1.07	2.61
BC US Gov/Corp Bonds	0.17	4.12	4.08	2.54	4.27	4.59
BC US Aggregate Bond	0.16	4.09	3.95	2.44	4.13	4.63
BC US Gov Long Bonds	2.63	15.02	11.60	2.08	6.99	6.78
BC US Corp Long Bonds	0.07	11.30	13.41	6.85	8.69	6.89
BC US High Yield Bonds	-1.87	3.49	7.20	11.09	10.57	8.33
BC TIPS	-2.04	3.67	1.59	1.34	4.48	4.64



Market Commentary - 3rd Quarter 2014



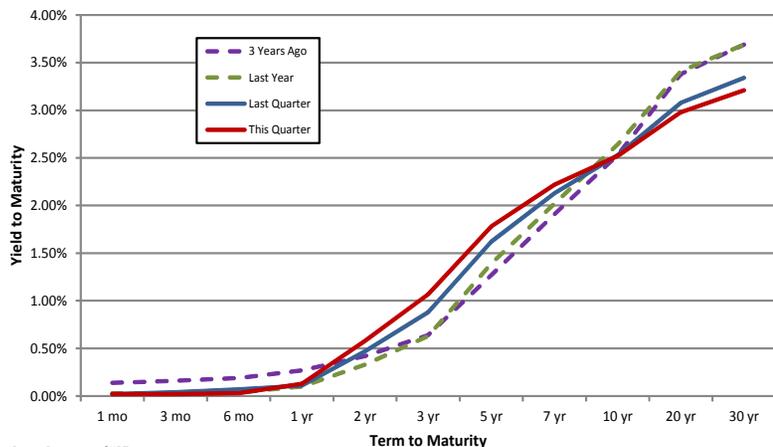
The S&P/Case-Shiller Home Price Indices are calculated monthly using a three-month moving average and published with a two month lag. Base Year 2000 = 100.

Market Commentary

- The U.S. stock market rose modestly on improving economic data, strong mergers-and-acquisitions activity, and solid growth in corporate earnings.
- Developed international equity markets fell due to weak economic growth and significant deflationary pressures in Europe and Japan.
- Emerging markets declined on worries about slowing economic growth in China, the reduction of Federal Reserve stimulus, and the ongoing political crisis in Ukraine.
- The Fed continued to reduce its securities purchases from its \$85 billion level in late 2013 to zero by the end of October.
- Mutual fund investors increased their holdings in bonds and decreased their holdings in stocks. For the quarter, bond funds had net inflows of \$17.9 billion, while stock funds had net outflows of \$8.0 billion. Total money market mutual fund assets increased by \$34.4 billion to \$2.591 trillion.
- The unemployment rate fell from 6.1% to 5.9%, as total employment increased by 671,000 jobs this quarter.
- The price of oil decreased from \$105 per barrel to \$91 during the quarter, an decrease of 13.3%.
- For the three months ending September 30, 2014, annualized seasonally adjusted CPI-U was -0.1%. Falling prices for gasoline drove the decrease.

Market Commentary - 3rd Quarter 2014

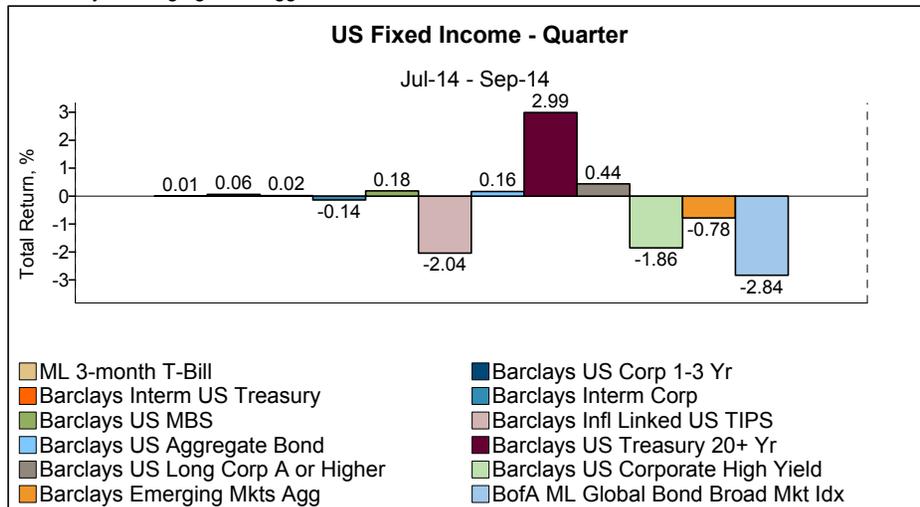
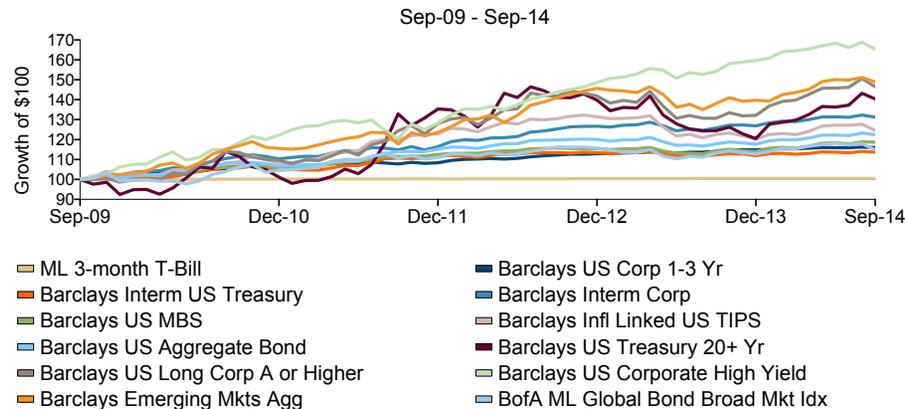
U.S. Treasury Yield Curve



Source: Department of US Treasury

	Qtr	YTD	1 Yr	3 Yrs	5 Yrs	10 Yrs
ML 3-month T-Bill	0.01	0.03	0.05	0.07	0.10	1.59
Barclays US Corp 1-3 Yr	0.06	1.05	1.65	2.49	3.01	3.81
Barclays Interm US Treasury	0.02	1.58	1.11	0.87	2.59	3.70
Barclays Interm Corp	-0.14	3.46	4.32	4.55	5.58	5.01
Barclays US MBS	0.18	4.20	3.77	2.07	3.48	4.69
Barclays Infl Linked US TIPS	-2.04	3.68	1.60	1.35	4.49	4.64
Barclays US Aggregate Bond	0.16	4.09	3.95	2.44	4.13	4.63
Barclays US Treasury 20+ Yr	2.99	16.57	12.80	1.85	7.02	6.98
Barclays US Long Corp A or Higher	0.44	10.85	12.08	5.61	7.93	6.37
Barclays US Corporate High Yield	-1.86	3.50	7.22	11.10	10.58	8.33
Barclays Emerging Mkts Agg	-0.78	6.60	7.84	8.14	8.29	8.53
BofA ML Global Bond Broad Mkt Idx	-2.84	1.95	1.45	1.25	2.81	4.45

US Fixed Income - Five Years

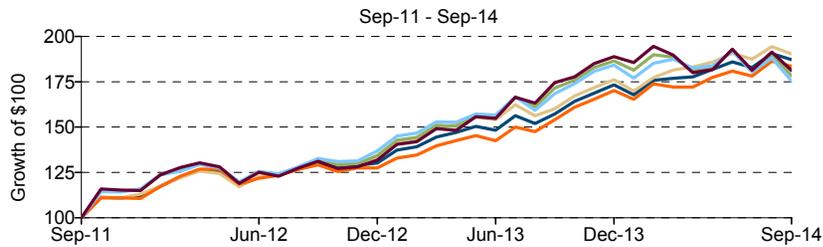


US Bond Market

- The broad fixed income market rose 0.16% in the 3rd quarter, as the coupon return of 0.77% more than offset the negative impact from a 0.14% increase in interest rates.
- The short end of the yield curve remained unchanged as the Fed maintained its near-zero interest rate policy.
- The yield curve continued to flatten as the 30-year Treasury yield fell by 0.16%, while the 3-year rose by 0.17%.
- Long-term government bonds were the best performing sector this quarter, up 2.99%, as investors favored safe-haven assets.
- Long-term corporate bonds were up 0.44%, as declining yields on the long end of the curve more than offset widening spreads.
- Global bonds were the worst performing sector this quarter, down 2.84%, as most foreign currencies fell sharply against the U.S. dollar.

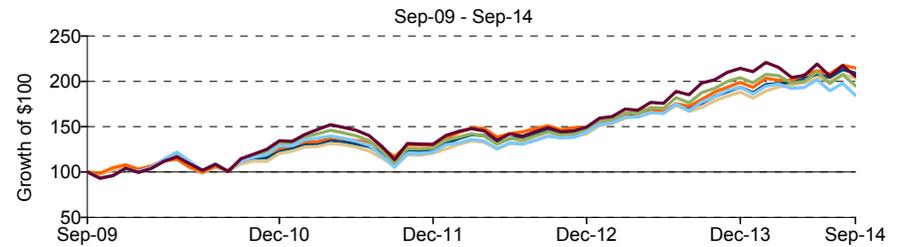
Market Commentary - 3rd Quarter 2014

Russell Indices - Three Years



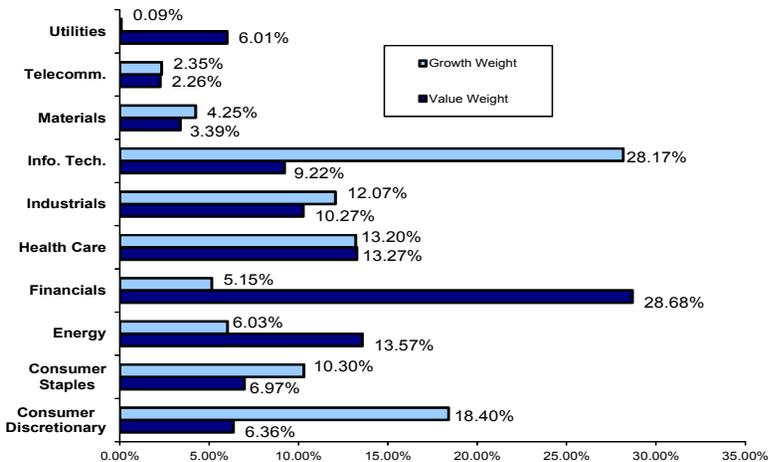
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Russell Indices - Five Years



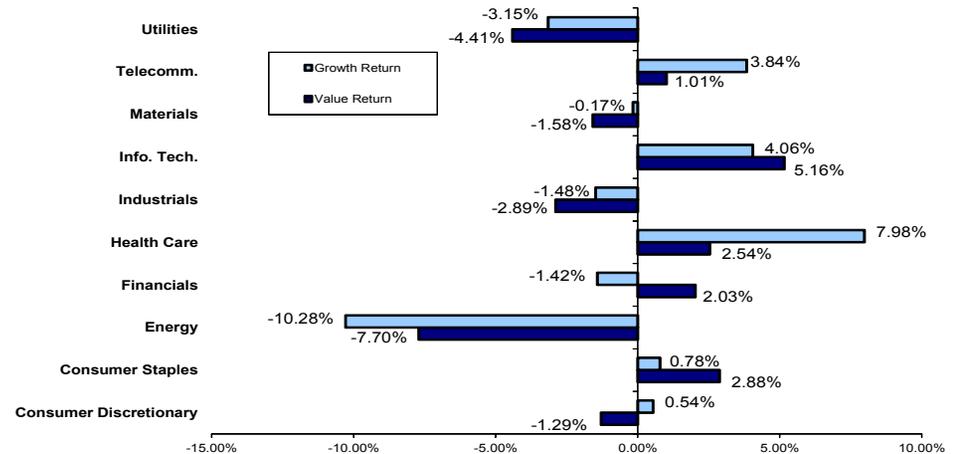
■ Russell 1000 Index ■ Russell 1000 Value Index ■ Russell 1000 Growth Index
 ■ Russell 2000 Index ■ Russell 2000 Value Index ■ Russell 2000 Growth Index

Russell 1000 Index Sector Weights



Source: Russell Investments

Russell 1000 Index Sector Quarterly Returns



US Stock Market

- The major domestic equity indices were mixed for the quarter. The large-cap Russell 1000 Growth Index had the best return, up 1.49%.
- In terms of capitalization, large-cap stocks outperformed small-cap stocks.
- In comparing styles, growth outperformed value in both the large-cap and small-cap areas of the market.
- REITs fell 3.00%, as the likelihood of higher interest rates reduced demand for dividend-paying stocks. The worst performing REITs were industrial warehouses and the office sector.
- Health Care was the best performing sector, up 5.24%, on strong mergers-and-acquisitions activity and good earnings.
- Energy was the worst performing sector, falling 8.52%, on lower oil and natural gas prices.

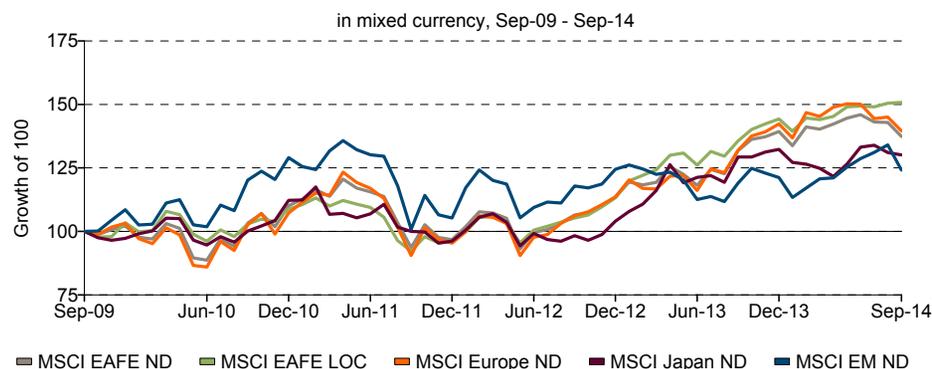
Market Commentary - 3rd Quarter 2014

Currency Exchange Rates

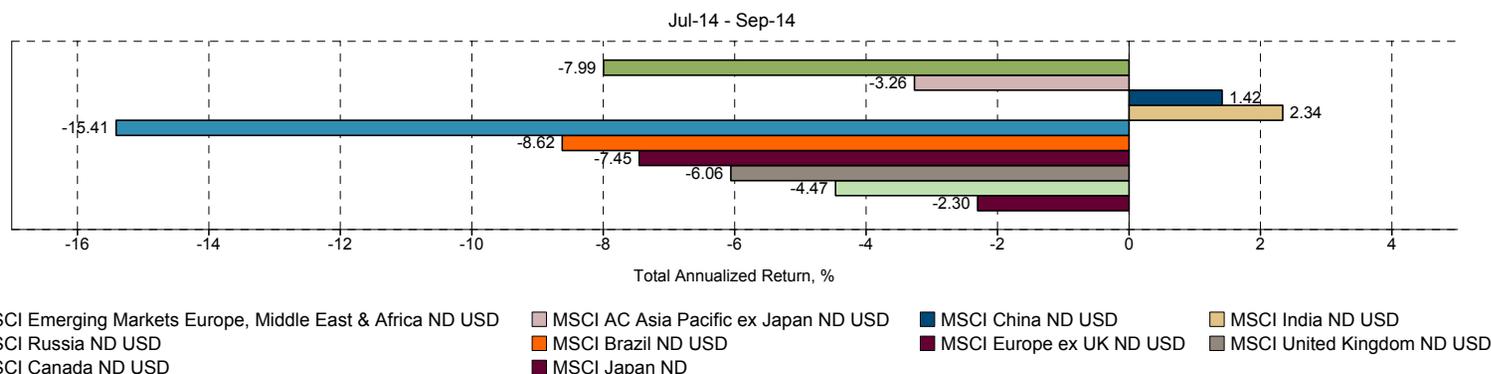
	Units per US Dollar		
	This Quarter	Last Quarter	% Change
Brazil Reais	2.452	2.204	11.23%
Canadian Dollar	1.121	1.067	5.02%
China Yuan Renminbi	6.138	6.204	-1.06%
Euro	0.792	0.731	8.44%
India Rupees	61.940	60.077	3.10%
Japan Yen	109.685	101.278	8.30%
Mexico Pesos	13.430	12.973	3.53%
Russia Rubles	39.577	33.978	16.48%
United Kingdom Pounds	0.617	0.585	5.44%

Source: www.xe.com

International - Five Years



Regional Performance - Quarter



International Markets

- The dollar was up strongly against the euro, yen and pound.
- For the quarter, the EAFE Index was down 5.88%, and Emerging Markets were down 3.49%. Local currency returns for the EAFE Index and Emerging Markets were 0.93% and 0.56%, respectively.
- Among the major international regions, Indian stocks had the highest return, up 2.34%, as investors anticipated more economic reforms and an improvement in GDP growth.
- Stocks in Russia had the lowest return, down 15.41% in the 3rd quarter and down 19.90% YTD, as the conflict with Ukraine continued and the West imposed greater economic sanctions.
- Large-cap stocks, down 5.9%, outperformed small-cap stocks, down 7.8%.