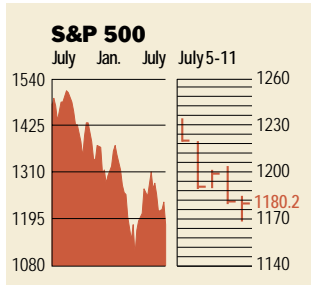


Stocks



COMMENTARY

The major markets fell for most of the week, pounded by continued earnings warnings and concerns about the direction of the economy. The Nasdaq sank 7.9%, followed by the S&P and the Dow, down 4.4% and 3.1%, respectively. The one bright market in the world, Mexico's Bolsa, was buffeted, falling 2% on July 11, on concerns of the fallout from Argentina's debt crisis.

Data: Bloomberg Financial Markets
Bridge Information Systems, Inc.

U.S. MARKETS	July 11	% change		
		Week	Year to date	Last 12 months
S&P 500	1180.2	-4.4	-10.6	-20.3
Dow Jones Industrials	10,241.0	-3.1	-5.1	-4.5
Nasdaq Composite	1972.0	-7.9	-20.2	-50.2
S&P MidCap 400	496.0	-4.0	-4.0	-2.1
S&P SmallCap 600	219.8	-3.4	0.1	1.2
Wilshire 5000	10,944.6	-4.4	-10.1	-21.0

SECTORS

	July 11	Week	Year to date	Last 12 months
BusinessWeek 50*	809.7	-6.0	-16.5	-36.2
BusinessWeek Info Tech 100**	429.0	-8.6	-24.2	-54.9
S&P/BARRA Growth	585.7	-5.0	-14.8	-35.3
S&P/BARRA Value	595.3	-3.7	-6.4	-1.7
S&P Energy	863.5	-2.7	-7.3	-2.5
S&P Financials	152.1	-5.1	-7.7	7.6
S&P REIT	91.8	-2.4	4.4	9.5
S&P Transportation	724.2	1.8	3.8	19.2
S&P Utilities	309.0	1.7	-11.9	13.3
GSTI Internet	118.8	-12.0	-34.6	-69.8
PSE Technology	655.6	-9.7	-19.5	-40.3

*Mar. 19, 1999 = 1000 **Feb. 7, 2000 = 1000

BEST-PERFORMING GROUPS

Group	Last month %	Last 12 months %
Hospital Management	9.9	79.8
Auto Parts & Equip.	9.4	73.5
Homebuilding	9.2	66.9
HMOs	9.1	64.0
Pollution Control	7.6	60.9

GLOBAL MARKETS	July 11	% change		
		Week	Year to date	Last 12 months
S&P Euro Plus (U.S. Dollar)	1092.6	-4.5	-23.3	-29.0
London (FT-SE 100)	5391.9	-3.7	-13.3	-17.3
Paris (CAC 40)	4914.7	-5.0	-17.1	-24.8
Frankfurt (DAX)	5801.8	-3.6	-9.8	-17.9
Tokyo (NIKKEI 225)	12,005.1	-4.9	-12.9	-30.8
Hong Kong (Hang Seng)	12,527.9	-5.1	-17.0	-28.6
Toronto (TSE 300)	7570.8	-2.1	-15.3	-26.9
Mexico City (IPC)	6564.1	-4.4	16.1	-9.7

FUNDAMENTALS

	July 10	Wk. ago	Yr. ago
S&P 500 Dividend Yield	1.32%	1.26%	1.07%
S&P 500 P/E Ratio (Trailing 12 mos.)	27.7	29.1	30.6
S&P 500 P/E Ratio (Next 12 mos.)*	20.8	21.6	23.5
First Call Earnings Surprise*	2.35%	1.91%	9.71%

*First Call Corp.

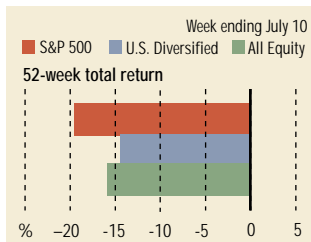
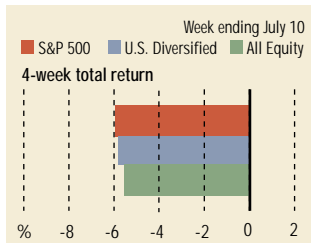
TECHNICAL INDICATORS

	July 10	Wk. ago	Reading
S&P 500 200-day average	1293.4	1299.6	Negative
Stocks above 200-day average	64.0%	68.0%	Neutral
Options: Put/call ratio	0.82	0.60	Negative
Insiders: Vickers Sell/buy ratio	3.96	3.92	Negative

WORST-PERFORMING GROUPS

Group	Last month %	Last 12 months %
Oil & Gas Drilling	-25.5	Communications Equip. -78.2
Engineering & Constr.	-24.6	Semiconductors -58.1
Communications Equip.	-21.6	Instrumentation -57.6
Instrumentation	-19.9	Metal & Glass Containers -49.9
Drug Chains	-19.6	Computer Systems -48.0

Mutual Funds



Data: Standard & Poor's

EQUITY FUND CATEGORIES

Category	4-week total return %	52-week total return %
Leaders		
Real Estate	1.0	21.8
Financial	-1.6	17.6
International Hybrid	-1.9	16.0
Small-cap Value	-2.4	15.2
Laggards		
Technology	-13.8	-54.8
Natural Resources	-10.8	-52.4
Communications	-9.7	-38.7
Large-cap Growth	-7.9	-34.1

EQUITY FUNDS

Fund	4-week total return %	52-week total return %
Leaders		
Potomac Internet Short	14.8	100.0
Rydex Arktos Investor	13.1	86.0
ProFunds UltraBear Inv.	13.1	82.8
CGM Focus	12.5	75.0
Laggards		
Berkshire Focus	-26.8	-80.3
Berkshire Technology	-26.5	-76.9
Red Oak Select	-25.5	-76.8
Monument Digital Tech. A	-25.0	-76.4

Interest Rates

KEY RATES	July 11	Week ago	Year ago
MONEY MARKET FUNDS	3.76%	3.82%	6.13%
90-DAY TREASURY BILLS	3.57	3.66	6.17
1-YEAR TREASURY BILLS	3.50	3.71	6.10
10-YEAR TREASURY NOTES	5.29	5.41	6.09
30-YEAR TREASURY BONDS	5.69	5.73	5.89
30-YEAR FIXED MORTGAGE†	7.18	7.08	8.11

†BanxQuote, Inc.

BLOOMBERG MUNI YIELD EQUIVALENTS

GENERAL OBLIGATIONS	10-yr. bond		30-yr. bond	
	Yield	Yield	Yield	Yield
TAXABLE EQUIVALENT	4.36%	5.10%	6.32	7.39
INSURED REVENUE BONDS	4.54	5.38		
TAXABLE EQUIVALENT	6.58	7.80		

THE WEEK AHEAD

BUSINESS INVENTORIES Monday, July 16, 8:30 a.m. EDT ► Business inventories likely declined 0.1% in May, based on the median forecast of economists surveyed by Standard & Poor's MMS, a unit of The McGraw-Hill Companies. Inventories held steady in April.

INDUSTRIAL PRODUCTION Tuesday, July 17, 9:15 a.m. EDT ► Factory output likely fell 0.4% in June, while June capacity utilization probably slipped to 77%, the lowest level since August, 1983.

CONSUMER PRICE INDEX Wednesday, July 18, 8:30 a.m. EDT ► Consumer prices for goods and services likely grew by just 0.1% in June. Excluding food and energy, core prices probably increased 0.2%.

NEW RESIDENTIAL CONSTRUCTION Wednesday, July 18, 8:30 a.m. EDT ► Housing starts in June likely fell to an annual rate of 1.61 million, from 1.62 million in May.

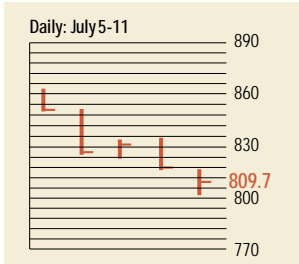
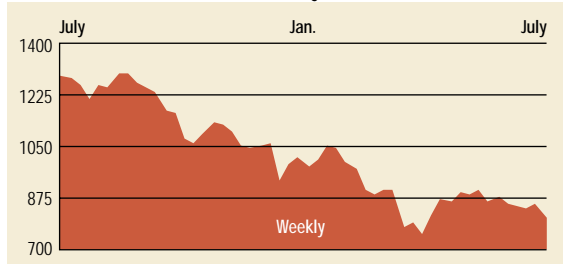
INTERNATIONAL TRADE Thursday, July 19, 8:30 a.m. EDT ► The May trade deficit

probably narrowed to \$32 billion, from \$32.2 billion in April. The weaker economy is causing a drop in demand for foreign goods, despite the strong dollar.

LEADING INDICATORS Thursday, July 19, 10 a.m. EDT ► The Conference Board's composite index of leading indicators likely advanced 0.2% in June.

FEDERAL BUDGET Friday, July 20, 2 p.m. EDT ► The U.S. Treasury will likely report a June surplus of \$57 billion.

The BusinessWeek Fifty

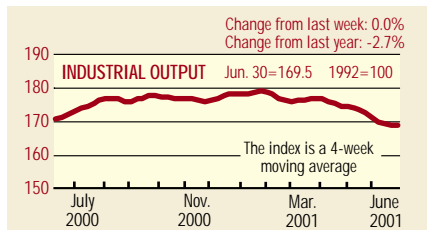


The BW 50 sank 6.0% for the week, resuming its decline. Data-storage heavyweight EMC lost more than one-third of its value as the company preannounced that earnings would disappoint. But the declines spread to such banks and financials as Citigroup and Morgan Stanley, down 10.3% and 9.2%, respectively, as investors, fearful of a debt default by Argentina, sold shares. Energy, however, is still burning bright: Calpine rose 13.9% for the week.

COMPANY PERFORMANCE

Rank	Company	% change		Rank	Company	% change	
		Week	Since 3/1/01			Week	Since 3/1/01
1	Tyco International	-8.1	-7.5	26	Verizon Communications	1.6	15.3
2	Anadarko Petroleum	-5.3	-20.0	27	Citigroup	-10.3	-2.2
3	Calpine	13.9	-2.1	28	Sun Microsystems	-12.1	-30.3
4	Dynegy	4.8	0.5	29	Merck	-3.6	-21.8
5	Applied Materials	-12.3	-2.8	30	El Paso	4.5	-25.2
6	Provident Financial	-6.3	10.5	31	Altera	-0.3	13.9
7	Occidental Petroleum	1.2	12.1	32	Marsh & McLennan	-4.6	-7.4
8	Apache	-2.8	-18.9	33	Household International	-1.5	11.7
9	Kerr-McGee	-6.2	-5.1	34	Chevron	-3.0	1.0
10	Oracle	-9.0	-15.8	35	SBC Communications	3.4	-7.6
11	Lehman Brothers Holdings	-6.8	3.0	36	Mercury Interactive	-30.2	-34.3
12	EMC	-35.8	-52.7	37	AOL Time Warner	-8.1	10.2
13	AES	-2.3	-23.1	38	Washington Mutual	1.4	13.4
14	Forest Laboratories	2.0	10.3	39	General Dynamics	-1.8	11.6
15	FleetBoston Financial	-6.4	-9.8	40	Comcast	-11.3	-11.6
16	Micron Technology	-8.7	10.0	41	Morgan Stanley Dean Witter	-9.2	-9.1
17	Xilinx	-10.7	-10.0	42	Tellabs	-16.4	-64.4
18	Amerada Hess	-5.4	4.5	43	Exxon Mobil	-2.7	4.4
19	Duke Energy	6.2	0.3	44	Scientific-Atlanta	-14.5	-17.6
20	ADC Telecommunications	-9.1	-45.2	45	U.S. Bancorp	-0.5	-0.9
21	Capital One Financial	-3.4	5.6	46	Paychex	-4.1	-1.6
22	Phillips Petroleum	-1.5	4.7	47	Merrill Lynch	-11.4	-12.9
23	Analog Devices	-13.2	-4.9	48	Bed Bath & Beyond	-1.0	20.7
24	EOG Resources	-4.6	-22.7	49	Texas Instruments	-7.0	-7.3
25	Cardinal Health	-2.0	1.5	50	Teradyne	-16.2	0.0

BW Production Index



The production index was unchanged in the latest week. Before calculation of the four-week moving average, the index rose to 169.5, from 168.1. After seasonal adjustments, autos and trucks were up, as producers reported surprisingly strong sales in June, helped by buyer incentives. Crude-oil refining, coal, and rail-freight traffic were also higher. Electric power and lumber were down, while steel was unchanged. The June index fell to 168.6, from 171.8 in May.

Information on each of the index components is at www.businessweek.com. BW production index Copyright 2001 by The McGraw-Hill Companies

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For more investment data and the components of the production index, visit www.businessweek.com.