

Stocks

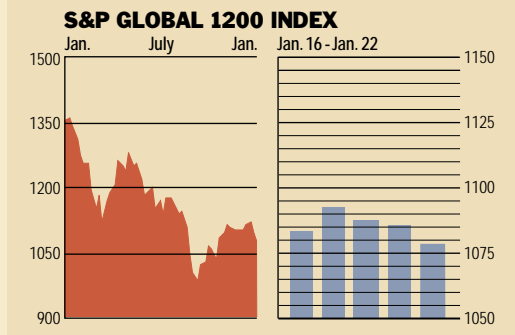
Poor earnings reports and sales forecasts helped push the Global 1200 down 1.8% for the week ended Jan. 22.

In the U.S., jumps in the leading economic indicators index and consumer confidence had little effect. Tech stocks, especially chips, tumbled. Microsoft fell 7% after lowering 2002 sales projections and word of AOL Time Warner's lawsuit against the company. Utility and energy equities had a rough week, as Halliburton, Milrnt, and Calpine hit 52-week lows. Kmart fell 71% after it was delisted from the S&P 500 and filed for bankruptcy.

European telecoms dropped after a weak forecast for mobile-phone sales. Alcatel, Marconi, and Energis all posted double-digit declines.

In Asia, Japanese tech firms fell on a negative outlook for semiconductors. Australian media giant News Corp. fell 6% on falling ad revenues from its Fox network in the U.S.

Data: Standard & Poor's



S&P GLOBAL 1200 SECTOR PERFORMANCE	Jan. 22	% change		
		Week	4 Weeks	Year
Consumer Discretionary	1146.4	-1.8	-1.6	-16.3
Consumer Staples	1029.3	0.9	-0.2	-0.7
Energy	1070.7	-2.4	-3.4	-11.2
Financials	1102.9	-0.2	0.7	-16.4
Health Care	1355.3	0.4	-1.2	-5.8
Industrials	1077.0	-1.3	-4.0	-16.6
Information Technology	1322.1	-7.1	-2.8	-41.8
Materials	957.0	-0.4	-0.8	-3.2
Telecommunications	903.1	-3.4	-6.5	-36.6
Utilities	901.8	-1.9	-0.6	-19.3

S&P GLOBAL 100 BEST PERFORMING COMPANIES			
Company	4-week %	Company	52-week %
Samsung Elect. (S. Korea)	18.8	Samsung Elect. (S. Korea)	31.9
Compaq Computer (U.S.)	13.1	Johnson & Johnson (U.S.)	27.6
Lucent Technologies (U.S.)	10.0	BHP Billiton (Aus.)	25.7
EMC (U.S.)	9.8	Bridgestone (Japan)	23.6
Toyota Motor (Japan)	8.8	Diageo (U.K.)	19.2
ING (Neth.)	7.9	PepsiCo (U.S.)	14.4

GLOBAL INDEXES	(U.S. Dollars)	% change			
		Jan. 22	Week	4 Weeks	Year
S&P Global 1200	1079.0	-1.8	-1.7	-20.2	
S&P 500 (US)	1119.3	-2.3	-2.2	-17.7	
S&P Europe 350	972.7	-1.1	-0.9	-23.9	
S&P/TOPIX 150 (Japan)	845.3	-2.3	-3.5	-34.6	
S&P Asia Pacific 100	1119.3	0.0	3.6	-10.3	
S&P/TSE 60 (Canada)	1017.5	-2.5	-2.1	-26.4	
S&P Latin America 40	989.2	1.0	-0.5	-12.6	

S&P EMERGING MARKETS INDEXES			
Best performing countries		Worst performing countries	
Last 4 weeks %	Last 52 weeks %	Last 4 weeks %	Last 52 weeks %
Russia.....20.8	Zimbabwe...69.4	Argentina...-34.0	Argentina...-61.7
Poland.....17.8	Russia.....48.8	China.....-7.2	Egypt.....-45.5
Indonesia...16.2	Jordan.....26.3	Chile.....-4.6	Turkey.....-40.9
Hungary.....12.8	Korea.....18.7	Brazil.....-2.2	Brazil.....-34.8
Korea.....12.0	Sri Lanka....14.8	Morocco.....-1.7	China.....-34.3

U.S. Dollars

STOCK INDEXES		% chg. year ago		
LOCAL CURRENCIES	Jan. 22	Jan. 15	Index	Currency
Australia / S&P ASX 200	3421.5	3406.2	4.0	-5.8
Brazil / Bovespa	13003.9	13010.5	-27.1	-17.6
Britain / FTSE100	5149.2	5166.0	-17.1	-2.7
Canada / S&P TSE 60	432.7	438.7	-21.7	-6.1
Europe / S&P Europe 350	1223.7	1234.0	-19.1	-5.4
France / CAC 40	4446.7	4518.4	-23.9	-5.3
Germany / Xetra DAX	5045.7	5062.0	-24.9	-5.3
Hong Kong / Hang Seng	10797.7	11013.6	-32.7	0.0
Italy / MIB 30	31609.0	31669.0	-28.5	-5.5
Japan / Nikkei 225	10051.0	10208.1	-28.1	-12.8
Mexico / IPC 35	6590.0	6573.2	3.3	6.4
South Korea / Composite	724.4	718.6	44.4	-2.9
Spain / IBEX 35	8033.1	7948.7	-20.5	-5.5

Data: Standard and Poor's

Economic Indicators

CONSUMER PRICE INDEX				
Country	Month	% chg. from year ago		% change 2001
		Latest	Prior	
Britain	Dec.	0.7	0.9	1.8
Canada	Dec.	0.7	0.7	2.5
France	Dec.	1.4	1.3	1.8
Germany	Dec.	1.5	1.5	2.4
Italy	Dec.	2.3	2.3	2.7
Japan	Nov.	-1.0	-0.8	-0.8*
U.S.	Dec.	1.5	1.9	2.8

*2000 Data: DRI-WEFA

TRADE-WEIGHTED EXCHANGE RATES			
Country	Jan. 22	Weekly %	Yearly %
Britain	106.0	-0.3	-2.8
Canada	75.8	-0.9	-6.9
France	100.7	0.0	-0.8
Germany	98.3	0.0	-0.7
Italy	72.3	0.0	-0.8
Japan	128.9	-1.6	-15.4
U.S.	124.8	1.3	16.9

Indexes, 1990=100 Data: J.P. Morgan Chase

Country Focus / France

Strong Christmas sales boosted French consumer spending in December, but outlays for the fourth quarter slowed substantially, and the economy is set to post only meager growth in the fourth and first quarters.

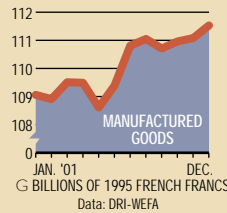
December consumer spending on manufactured goods, adjusted for inflation, increased 0.4% from November, fueled by a 2.2% jump in outlays for household goods. Consumers remain a bright spot in France's economy, buoyed by increased purchasing power from falling inflation and tax cuts. Inflation dipped to 1.4% in December, the lowest in the euro zone, and households are benefiting this month from a

second tax rebate, similar to the one in September. December consumer confidence was the highest since August.

However, French manufacturing is suffering from the global slowdown, and unemployment is rising, hitting 9% in December. Consequently, the Bank of France cut its estimate of fourth-quarter economic growth from 0.2% to 0.1%, and it expects growth of only 0.1% in the first quarter as well.

Nevertheless, the BOF's latest monthly report is upbeat about the future. It looks for growth to pick up in coming months, with particular strength in businesses related to consumer spending.

FRENCH CONSUMER SPENDING



Interest Rates

BENCHMARK BOND YIELDS (10-YEAR GOVERNMENT*)

	Jan. 22			Jan. 15			Year ago		
	Jan. 22	Jan. 15	Year ago	Jan. 22	Jan. 15	Year ago	Jan. 22	Jan. 15	Year ago
Australia	5.78	5.63	5.49	Italy	5.11	5.01	5.25		
Britain	4.85	4.80	4.97	Japan	1.44	1.41	1.48		
Canada	5.32	5.20	5.48	South Korea (3-Year)	6.05	6.02	5.77		
France	4.93	4.83	4.97	Spain	5.02	4.92	5.11		
Germany	4.85	4.75	4.84	United States	4.92	4.84	5.29		
Hong Kong	5.88	5.89	6.12	*Average of Bid/Ask					

Data: Standard & Poor's, DRI-WEFA

CENTRAL BANK POLICY

	Policy rate*		Last action	
	Jan. 22	Year ago	Date	Type
U.S. Federal Reserve	1.75	6.00	12/11	-0.25
European Central Bank	3.25	4.75	11/8	-0.50
Bank of Japan	0.00	0.25	3/19	-0.15
Bank of England	4.00	6.00	11/8	-0.50
Bank of Canada	2.00	5.75	1/15	-0.25

*Target overnight rate