

# International Figures of the Week

## Stocks

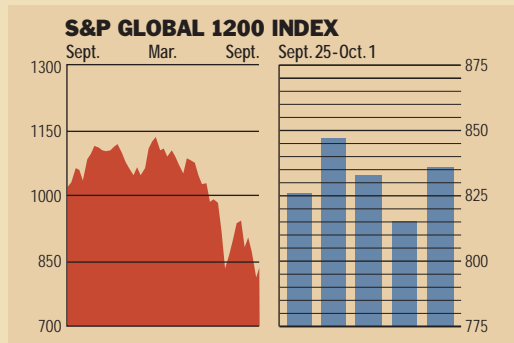
The Standard & Poor's Global 1200 finished the week ended Oct. 1 higher, closing out an abysmal third quarter which saw the index fall 18.9%.

The S&P 500 rallied 4% on Oct. 1. Fannie Mae jumped 9.5% over the final day, after saying a key measure of interest-rate risk narrowed. Forest Labs rose 9.6% on strong profits news. Banks, energy, and industrials fared well on the week, while retailers, led by a 13.3% drop in Gap, were broadly lower.

In Europe, Swiss engineering company ABB fell 15.8% after a credit downgrade by S&P. Crude-oil prices neared one-year highs, pushing up oil stocks. Pharmaceuticals performed well, with AstraZeneca, Sanofi-Synthelabo, and Aventis all gaining more than 10%.

In Japan, disappointing business confidence hurt industrials, while recent policy moves and speculation over bank reform boosted financials.

Data: Standard & Poor's



| S&P GLOBAL 1200<br>SECTOR PERFORMANCE | % change |      |         |       |
|---------------------------------------|----------|------|---------|-------|
|                                       | Oct. 1   | Week | 4 Weeks | Year  |
| Consumer Discretionary                | 913.1    | 0.4  | -4.2    | -9.8  |
| Consumer Staples                      | 996.1    | 1.9  | -2.6    | -2.3  |
| Energy                                | 1001.6   | 5.4  | -1.4    | -9.7  |
| Financials                            | 866.0    | 4.4  | -7.5    | -17.5 |
| Health Care                           | 1096.5   | 4.5  | 0.9     | -21.7 |
| Industrials                           | 832.0    | 1.8  | -6.8    | -16.0 |
| Information Technology                | 747.9    | 1.3  | -10.0   | -25.3 |
| Materials                             | 855.8    | 2.8  | -6.2    | -1.2  |
| Telecommunications                    | 557.1    | 0.1  | -7.9    | -44.0 |
| Utilities                             | 719.1    | 4.9  | -7.2    | -28.4 |

| S&P GLOBAL 100<br>BEST PERFORMING COMPANIES |          |                           |           |
|---|----------|---------------------------|-----------|
| Company                                     | 4-week % | Company                   | 52-week % |
| Mitsub. Tokyo Fin. (Japan)                  | 19.5     | Samsung Elect. (S. Korea) | 112.5     |
| AT&T (U.S.)                                 | 10.7     | Bridgestone (Japan)       | 55.7      |
| Nokia (Finland)                             | 9.6      | Dell Computer (U.S.)      | 32.9      |
| Toyota Motor (Japan)                        | 8.9      | Sony (Japan)              | 25.7      |
| GlaxoSmithKline (U.K.)                      | 8.2      | Procter & Gamble (U.S.)   | 24.4      |
| L'Oreal (France)                            | 8.1      | Honda Motor (Japan)       | 21.8      |

## GLOBAL INDEXES

| (U.S. Dollars)        | Oct. 1 | % change |         |       |
|-----------------------|--------|----------|---------|-------|
|                       |        | Week     | 4 Weeks | Year  |
| S&P Global 1200       | 836.0  | 2.8      | -5.3    | -18.1 |
| S&P 500 (US)          | 847.9  | 3.5      | -3.4    | -19.3 |
| S&P Europe 350        | 740.3  | 3.4      | -8.5    | -19.3 |
| S&P/TOPIX 150 (Japan) | 829.5  | 0.0      | -3.7    | -14.8 |
| S&P Asia Pacific 100  | 960.3  | -2.5     | -9.0    | 9.7   |
| S&P/TSX 60 (Canada)   | 849.4  | 2.9      | -5.5    | -11.7 |
| S&P Latin America 40  | 666.7  | 4.0      | -9.5    | -15.8 |

## S&P EMERGING MARKETS INDEXES

| Best performing countries |                  | Worst performing countries |                   |
|---------------------------|------------------|----------------------------|-------------------|
| Last 4 weeks %            | Last 52 weeks %  | Last 4 weeks %             | Last 52 weeks %   |
| South Africa ..4.4        | Russia .....82.2 | Brazil.....-22.5           | Argentina...-56.3 |
| Czech Rep. ...2.4         | Czech Rep...63.6 | Korea.....-14.7            | Brazil.....-27.9  |
| Egypt.....1.9             | Korea .....63.5  | Taiwan.....-13.2           | Egypt.....-19.4   |
| Russia.....1.4            | Zimbabwe...50.7  | Malaysia...-10.4           | Colombia...-19.2  |
| Philippines...0.6         | Hungary.....33.4 | Chile.....-9.6             | Morocco...-18.4   |

U.S. Dollars

## STOCK INDEXES

| LOCAL CURRENCIES        |          | % chg. year ago |             |
|-------------------------|----------|-----------------|-------------|
| Oct. 1                  | Sept. 24 | Index           | Currency    |
| Australia / S&P ASX 200 | 2987.2   | 3033.3          | -4.9 10.1   |
| Brazil / Bovespa        | 8997.5   | 9148.4          | -13.1 -25.0 |
| Britain / FTSE100       | 3797.4   | 3671.1          | -21.4 6.5   |
| Canada / S&P TSX 60     | 347.7    | 339.0           | -12.8 -0.9  |
| Europe / S&P Europe 350 | 836.5    | 813.4           | -24.7 6.9   |
| France / CAC 40         | 2828.6   | 2742.8          | -30.1 -3.9  |
| Germany / Xetra DAX     | 2865.2   | 2873.2          | -33.4 -3.9  |
| Hong Kong / Hang Seng   | 9072.2   | 9197.7          | -8.8 0.0    |
| Italy / MIB 30          | 21715.0  | 21662.0         | -25.3 -3.9  |
| Japan / Nikkei 225      | 9162.3   | 9321.6          | -9.6 -1.4   |
| Mexico / IPC 35         | 5926.7   | 5705.7          | 10.5 -5.9   |
| South Korea / Composite | 652.1    | 672.3           | 36.0 6.7    |
| Spain / IBEX 35         | 5368.6   | 5390.9          | -26.6 -3.9  |

Data: Standard and Poor's

## Economic Indicators

### FOREIGN TRADE\*

| Country | Month | % chg. from year ago |         | Balance (billions) |     |
|---------|-------|----------------------|---------|--------------------|-----|
|         |       | Exports              | Imports |                    |     |
| Britain | JUL   | -0.7                 | -2.2    | -2.5               | GBP |
| Canada  | JUL   | 2.5                  | 1.1     | 4.9                | CAD |
| France  | JUL   | 2.2                  | -5.9    | 2.4                | EUR |
| Germany | JUL   | -3.9                 | -9.0    | -9.0               | EUR |
| Italy   | JUL   | -0.5                 | -1.9    | 0.2                | EUR |
| Japan   | AUG   | 5.5                  | -2.8    | 924.9              | JPY |
| U.S.    | JUL   | 0.9                  | 4.0     | -38.8              | USD |

\*Merchandise

Data: DRI-WEFA

### TRADE-WEIGHTED EXCHANGE RATES

| Country | Oct. 1 | Weekly % | Yearly % |
|---------|--------|----------|----------|
| Britain | 106.5  | 0.5      | 1.1      |
| Canada  | 75.1   | -0.1     | -2.1     |
| France  | 102.2  | 0.0      | 1.2      |
| Germany | 99.8   | 0.0      | 1.2      |
| Italy   | 73.2   | 0.0      | 1.1      |
| Japan   | 133.8  | 0.3      | -5.2     |
| U.S.    | 115.8  | -0.4     | -2.7     |

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

## Country Focus / Euro Zone

Euro zone manufacturers saw conditions weaken in September, while consumers remain cautious. The erosion in momentum has put the economic recovery on a much slower track for the remainder of the year.

The Reuters Eurozone Purchasing Managers' Index fell to 48.9% for September, the first time since February that manufacturers reported a contraction in activity. Both output and new orders shrank, and factories continued to trim payrolls. Germany was the largest source of weakness, falling to 46%, from 49.1% in August, as flooding in the east cut production schedules.

Consumer sentiment is decidedly mixed in the zone, with fragile labor markets, Iraq, and depressed bourses weighing on many consumers. September euro zone consumer confidence rose to -9, from -11 in August, but it's down from its May and June readings. And the September indexes out of France and Italy were negative, while confidence in the Netherlands is the lowest since 1986.

The forecast for real gross domestic product has been pared down below 1% for this year, but the European Central Bank expects growth to pick up in 2003. If the region continues to sputter, though, another rate cut could be in the offing.



## Interest Rates

### BENCHMARK BOND YIELDS (10-YEAR GOVERNMENT\*)

|           | Oct. 1 |          |          | Sept. 24             |          |          | Year ago |          |          |
|-----------|--------|----------|----------|----------------------|----------|----------|----------|----------|----------|
|           | Oct. 1 | Sept. 24 | Year ago | Oct. 1               | Sept. 24 | Year ago | Oct. 1   | Sept. 24 | Year ago |
| Australia | 5.46   | 5.32     | 5.41     | Italy                | 4.54     | 4.51     | 5.05     |          |          |
| Britain   | 4.40   | 4.37     | 4.83     | Japan                | 1.13     | 1.28     | 1.40     |          |          |
| Canada    | 5.00   | 4.82     | 5.25     | South Korea (3-Year) | 5.31     | 5.31     | 4.45     |          |          |
| France    | 4.42   | 4.39     | 4.80     | Spain                | 4.49     | 4.47     | 4.97     |          |          |
| Germany   | 4.31   | 4.28     | 4.70     | United States        | 3.72     | 3.65     | 4.51     |          |          |
| Hong Kong | 4.13   | 4.12     | 5.37     |                      |          |          |          |          |          |

\*Average of Bid/Ask Data: Standard & Poor's, DRI-WEFA

### CENTRAL BANK POLICY

|                       | Policy rate* |          | Last action |       |
|-----------------------|--------------|----------|-------------|-------|
|                       | Oct. 1       | Year ago | Date        | Type  |
| U.S. Federal Reserve  | 1.75         | 3.00     | 12/11/01    | -0.25 |
| European Central Bank | 3.25         | 3.75     | 11/8/01     | -0.50 |
| Bank of Japan         | 0.00         | 0.00     | 3/19/01     | -0.15 |
| Bank of England       | 4.00         | 4.75     | 11/8/01     | -0.50 |
| Bank of Canada        | 2.75         | 3.50     | 7/16/02     | 0.25  |

\*Target overnight rate