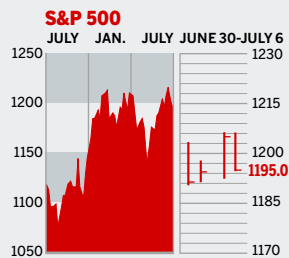


STOCKS



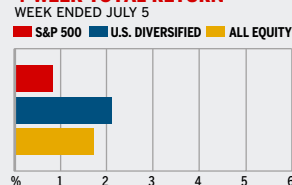
COMMENTARY

News on July 5 of a jump in U.S. factory orders temporarily distracted investors from the worrying price of oil and sent shares higher. Stocks, however, bid a hasty retreat the next day as crude soared above \$61, on the fear that tropical storms would disrupt supplies. Merger activity continued apace, with UnitedHealth acquiring PacifiCare in an \$8 billion deal.

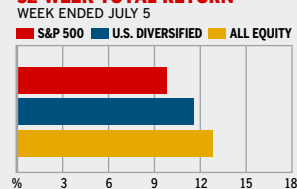
Data: Bloomberg Financial Markets, Reuters

MUTUAL FUNDS

4-WEEK TOTAL RETURN



52-WEEK TOTAL RETURN



Data: Standard & Poor's

U.S. MARKETS

	JULY 6	WEEK	% CHANGE YEAR TO DATE	LAST 12 MONTHS
S&P 500	1194.9	-0.4	-1.4	7.1
Dow Jones Industrials	10,270.7	-1.0	-4.8	0.5
NASDAQ Composite	2068.7	-0.0	-4.9	5.4
S&P MidCap 400	692.0	0.6	4.3	17.2
S&P SmallCap 600	337.4	1.1	2.6	17.1
DJ Wilshire 5000	11,915.8	-0.1	-0.3	9.3

SECTORS

	JULY 6	WEEK	% CHANGE YEAR TO DATE	LAST 12 MONTHS
BusinessWeek 50*	709.2	-0.2	0.6	9.8
BW Info Tech 100**	353.1	-0.6	-5.4	5.0
S&P/BARRA Growth	569.5	-0.5	-2.2	2.9
S&P/BARRA Value	621.4	-0.3	-0.7	11.2
S&P Energy	353.9	2.3	22.6	39.8
S&P Financials	397.2	-0.4	-3.4	4.6
S&P REIT	151.8	1.6	5.1	25.3
S&P Transportation	205.7	-1.3	-14.8	2.1
S&P Utilities	159.3	-0.4	12.5	32.3
GSTI Internet	162.6	1.3	-8.8	2.9
PSE Technology	751.7	0.2	-3.5	8.1

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

GLOBAL MARKETS

	JULY 6	WEEK	% CHANGE YEAR TO DATE	LAST 12 MONTHS
S&P Euro Plus (U.S. Dollar)	1341.2	-0.4	-4.0	13.6
London (FT-SE 100)	5229.6	2.4	8.6	19.7
Paris (CAC 40)	4278.0	1.1	12.0	16.9
Frankfurt (DAX)	4615.5	0.7	8.4	17.0
Tokyo (NIKKEI 225)	11,603.5	0.2	1.0	1.1
Hong Kong (Hang Seng)	14,149.9	-0.9	-0.6	15.2
Toronto (S&P/TSX Composite)	10,111.9	0.8	9.4	19.2
Mexico City (IPC)	13,790.2	1.8	6.8	36.3

FUNDAMENTALS

	JULY 5	WEEK AGO	YEAR AGO
S&P 500 Dividend Yield	2.03%	2.04%	1.66%
S&P 500 P/E Ratio (Trailing 12 mos.)	19.9	19.7	19.9
S&P 500 P/E Ratio (Next 12 mos.)*	15.3	15.8	16.4
First Call Earnings Surprise*	1.43%	0.20%	7.78%

*First Call Corp.

TECHNICAL INDICATORS

	JULY 5	WEEK AGO	READING
S&P 500 200-day average	1176.3	1174.5	Positive
Stocks above 200-day average	64.0%	61.0%	Neutral
Options: Put/call ratio	0.74	0.84	Positive
Insiders: Vickers NYSE Sell/buy ratio	4.04	3.92	Negative

BEST-PERFORMING GROUPS

	LAST MONTH %	LAST 12 MONTHS %
Computer Retailers	15.9	76.2
Spec. Consr. Serv.	15.6	75.3
Oil & Gas Refining	13.5	74.9
Oil & Gas Exploration	12.0	66.0
Health Care Supplies	10.1	65.0
Managed Health Care		76.2
Oil & Gas Refining		75.3
Homebuilding		74.9
Oil & Gas Drilling		66.0
Fertilizers & Ag. Chems.		65.0

WORST-PERFORMING GROUPS

	LAST MONTH %	LAST 12 MONTHS %
Internet Retail	-13.3	-51.2
Internet Software	-11.4	-30.1
IT Consulting	-9.2	-27.2
Airlines	-7.7	-25.3
Air Freight & Couriers	-7.4	-21.3
IT Consulting		-51.2
Insurance Brokers		-30.1
Automobiles		-27.2
Internet Retail		-25.3
Paper Products		-21.3

EQUITY FUND CATEGORIES

4-WEEK TOTAL RETURN	%	52-WEEK TOTAL RETURN	%
LEADERS			
Natural Resources	9.1	Latin America	58.9
Latin America	5.6	Natural Resources	41.9
Precious Metals	4.8	Utilities	33.0
Utilities	4.7	Real Estate	32.7
LAGGARDS			
Japan	-0.1	Japan	1.0
Foreign	0.0	Technology	4.4
Technology	0.1	Precious Metals	6.2
Diversified Pacific/Asia	0.2	Large-cap Growth	7.5

EQUITY FUNDS

4-WEEK TOTAL RETURN	%	52-WEEK TOTAL RETURN	%
LEADERS			
Pioneer Europe Sel. Eq. A	145.4	Pioneer Europe Sel. Eq. A	182.6
ProFunds Oil & Gas Inv.	14.1	iShares MSCI Brazil Idx.	68.6
Guinness Atkn. Gl. Energy	13.4	ProFunds Oil & Gas Inv.	67.6
Fidelity Sel. Energy Serv.	12.0	Guinness Atkn. Gl. Energy	65.5
LAGGARDS			
Potomac Sm. Cap/Sh. Inv.	-9.2	Ameritor Investment	-57.1
ProFunds US Sh. Sm. Cap Inv.	-9.1	ProFunds US Sh. Mid Cap Inv.	-30.6
AMIDEX 35 Mutual	-8.1	ProFunds US Sh. Sm. Cap Inv.	-27.9
Rydex Weakening Dollar H	-6.7	Apex Mid Cap Growth	-22.2

INTEREST RATES

KEY RATES

	JULY 6	WEEK AGO	YEAR AGO
Money Market Funds	2.74%	2.68%	0.77%
90-Day Treasury Bills	3.18	3.12	1.27
2-Year Treasury Notes	3.76	3.66	2.54
10-Year Treasury Notes	4.07	3.98	4.48
30-Year Treasury Bonds	4.33	4.26	5.22
30-Year Fixed Mortgage †	5.60	5.47	6.21

†BanxQuote, Inc.

BLOOMBERG MUNI YIELD EQUIVALENTS

Taxable equivalent yields on AAA-rated, tax-exempt municipal bonds, assuming a 30% federal tax rate.

	10-YR. BOND	30-YR. BOND
General Obligations	3.61%	4.36%
Taxable Equivalent	5.16	6.23
Insured Revenue Bonds	3.71	4.45
Taxable Equivalent	5.30	6.36

THE WEEK AHEAD

INTERNATIONAL TRADE

Wednesday, July 13, 8:30 a.m. EDT » The May foreign trade deficit most likely narrowed slightly, to \$56.5 billion. That's the median estimate from economists surveyed by Action Economics. The April trade gap widened to \$57 billion.

RETAIL SALES Thursday, July 14, 8:30 a.m. EDT » June retail sales are forecast to have posted a nice rebound of 0.7%, after a 0.5%

drop in May. Big incentives from General Motors put June auto sales in the fast lane. Minus vehicles, sales probably rose 0.5%, following a May decline of 0.2%.

CONSUMER PRICE INDEX

Thursday, July 14, 8:30 a.m. EDT » Consumer prices for goods and services most likely grew 0.3% in June, after lower energy prices led to a 0.1% fall in May. Excluding food and energy, prices probably rose 0.2%, after a 0.1% increase.

PRODUCER PRICE INDEX Friday,

July 15, 8:30 a.m. EDT » June producer prices are expected to have bounced back 0.4%, after a 0.6% drop in May. Less food and energy, prices probably rose 0.2%.

INDUSTRIAL PRODUCTION

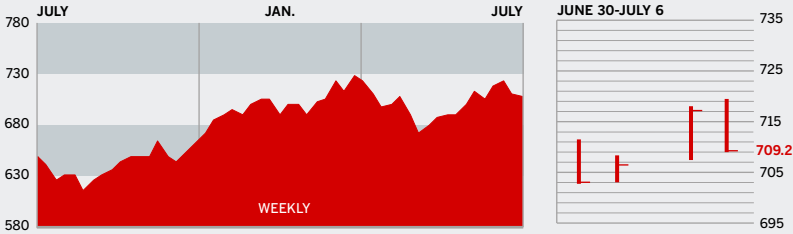
Friday, June 15, 9:15 a.m. EDT » Industrial output in June likely expanded 0.3%, after a 0.4% gain in May. The average monthly operating rate probably climbed to 79.6%, from 79.4%.

The *BusinessWeek* production index rose to 246 for the week ended June 25, a 12.4% increase from the previous year. Before calculation of the four-week moving average, the index edged up to 247.4.

BusinessWeek online

For the BW50, more investment data, and the components of the production index visit www.businessweek.com/magazine/extra.htm

THE BUSINESSWEEK FIFTY



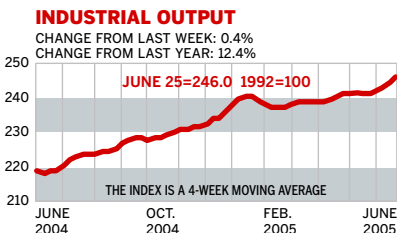
The BW50 lost 0.2% for the week ended July 6. With oil prices surging past \$61 a barrel, energy companies such as XTO Energy, up 8.2%, and Valero Energy and Apache, up 5.8%, led the winners. Bank of America, which is acquiring credit-card issuer MBNA, took a hit, falling 4.7%, as the arbs lay siege to its shares. Tech stocks on the list were weak with the exception of Apple, up 2.8%.

COMPANY PERFORMANCE

RANK	COMPANY	% CHANGE		RANK	COMPANY	% CHANGE	
		WEEK	SINCE 3/1/05			WEEK	SINCE 3/1/05
1	Nucor	1.7	-23.2	26	Johnson & Johnson	-2.4	-2.2
2	ConocoPhillips	3.8	8.2	27	Carnival	-1.6	-0.4
3	ChevronTexaco	0.7	-7.9	28	Adobe Systems	-7.5	-12.8
4	Valero Energy	5.8	17.2	29	Cummins	-0.6	1.8
5	UnitedHealth Group	0.7	17.4	30	Boston Scientific	1.9	-14.3
6	Occidental Petroleum	3.1	13.9	31	EOG Resources	4.5	29.5
7	Exxon Mobil	1.1	-6.6	32	Symantec	-0.4	-2.4
8	Yahoo	-2.3	5.7	33	Starbucks	-3.0	-2.4
9	Nextel Communications	-0.5	9.3	34	Electronic Arts	0.1	-12.0
10	Apache	5.8	8.8	35	WellPoint	0.3	14.5
11	Devon Energy	5.7	13.6	36	Deere	1.7	-4.9
12	Pulte Homes	1.4	8.2	37	United States Steel	3.1	-42.2
13	Qualcomm	-0.4	-7.4	38	Zimmer Holdings	-1.6	-11.5
14	Apple Computer	2.8	-16.7	39	FedEx	-0.6	-15.8
15	Dell	-0.3	-1.6	40	Chubb	-0.3	8.0
16	Paccar	-1.6	-9.4	41	XTO Energy	8.2	7.2
17	Coach	1.7	22.9	42	Microsoft	-1.6	-1.8
18	Sunoco	3.7	19.6	43	Danaher	-0.7	-4.2
19	eBay	2.0	-21.7	44	Unocal	-0.3	20.2
20	Burlington Resources	4.7	16.0	45	Dow Chemical	-1.4	-19.2
21	Progressive	0.9	13.5	46	Cisco Systems	-2.8	8.0
22	Caremark Rx	-1.0	14.7	47	Gilead Sciences	3.0	29.3
23	Caterpillar	-1.4	0.3	48	Nike	-2.0	-1.6
24	Phelps Dodge	2.3	-9.7	49	Anadarko Petroleum	5.2	11.6
25	Autodesk	-1.8	13.5	50	Bank of America	-4.7	-4.2

Data: Reuters

BW PRODUCTION INDEX



The production index kept on chugging higher. Before calculation of the four-week moving average, the index nudged up to 247.4, from 247. On a seasonally adjusted basis, the auto and steel components led the index higher. Crude-oil refining, lumber, and rail-freight traffic posted moderate increases. Electric power production cooled, and coal output also declined. Truck assemblies were off a little as June production is running slightly below scheduled levels.

Information on each of the index components is at www.businessweek.com. BW production index Copyright 2005 by The McGraw-Hill Companies

ONLINE RESOURCES

BW50 Track the index and the companies in it all day long. Plus: our exclusive Info Tech 100 index.

BUSINESSWEEK INVESTING Real-time market coverage and investment tools in partnership with Standard & Poor's.

MUTUAL FUNDS Search for funds, view BW ratings, and read Q&As with fund managers.

COLUMNS Hot stocks, takeover plays, and the latest strategies for managing your money.

BusinessWeek online

For the BW50, more investment data, and the components of the production index visit www.businessweek.com/magazine/extra.htm