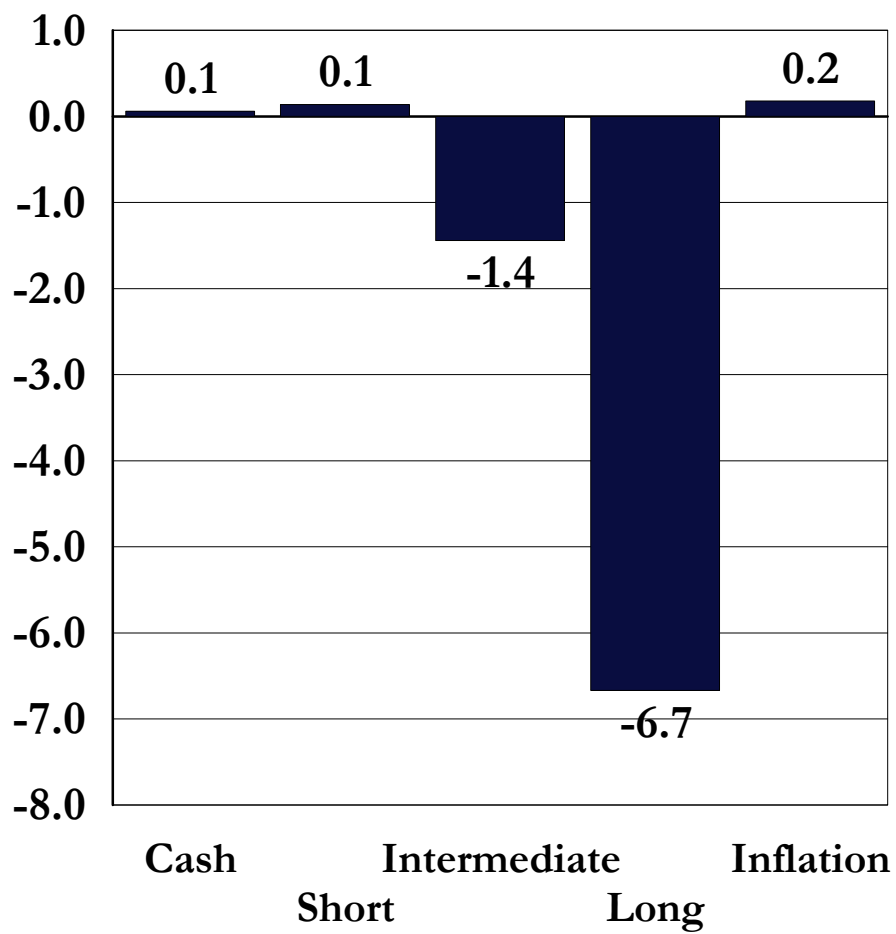


**US Bond Market Review**

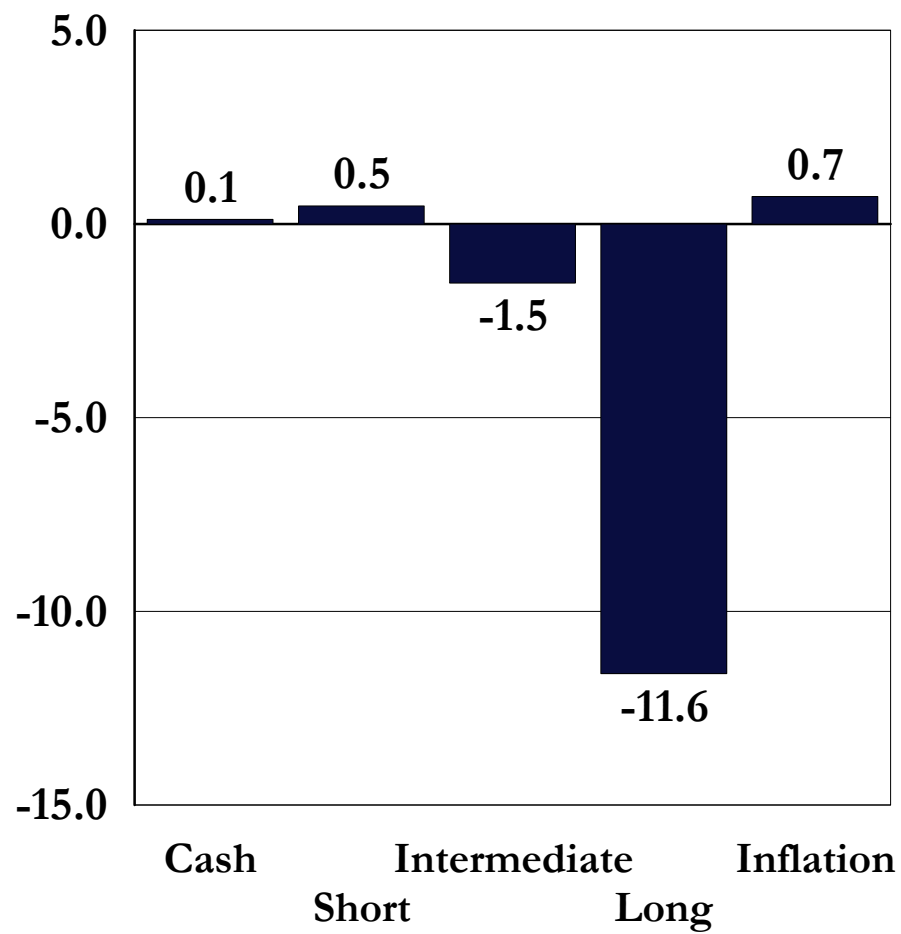
**June 30, 2009**

# Bond Market: U.S. Government Bond Returns By Maturity

## 3 Months Ending 6/30/2009

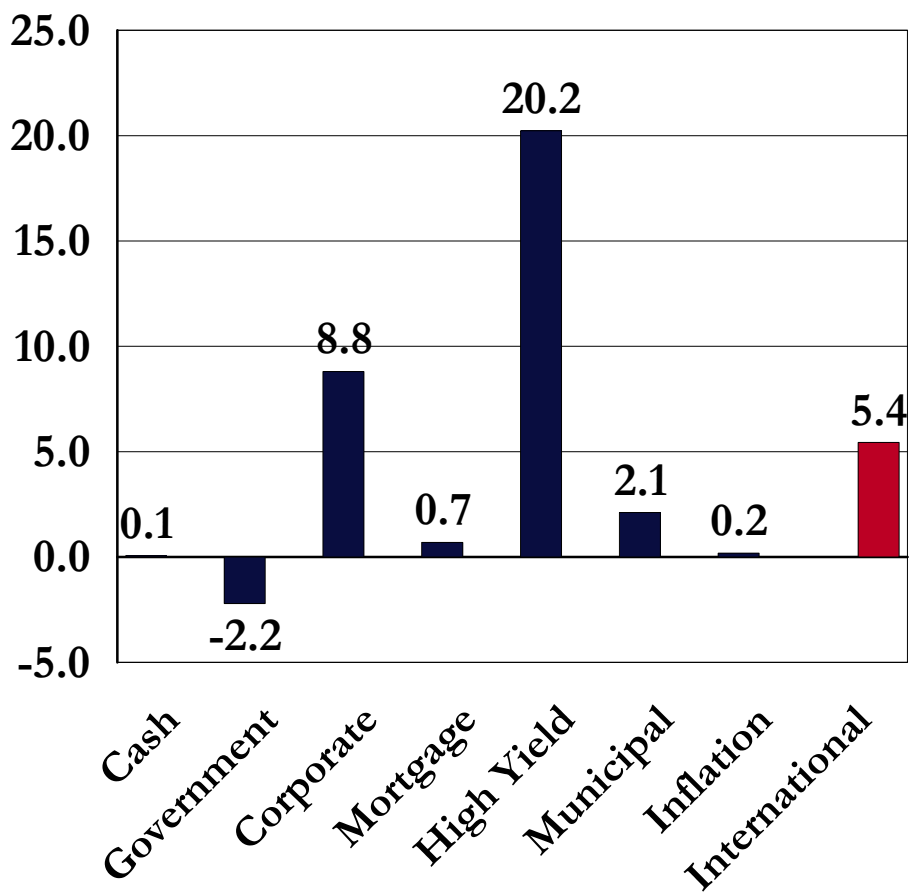


## Year-to-Date Ending 6/30/2009

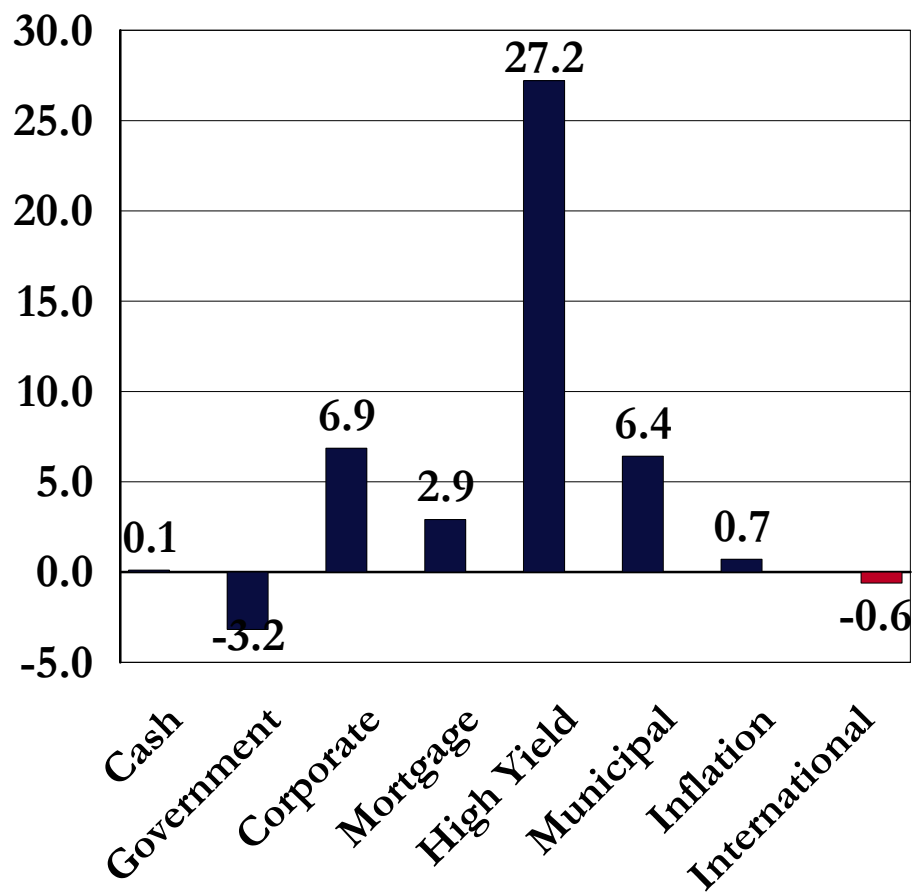


# Bond Market: Returns By Sector

## 3 Months Ending 6/30/2009

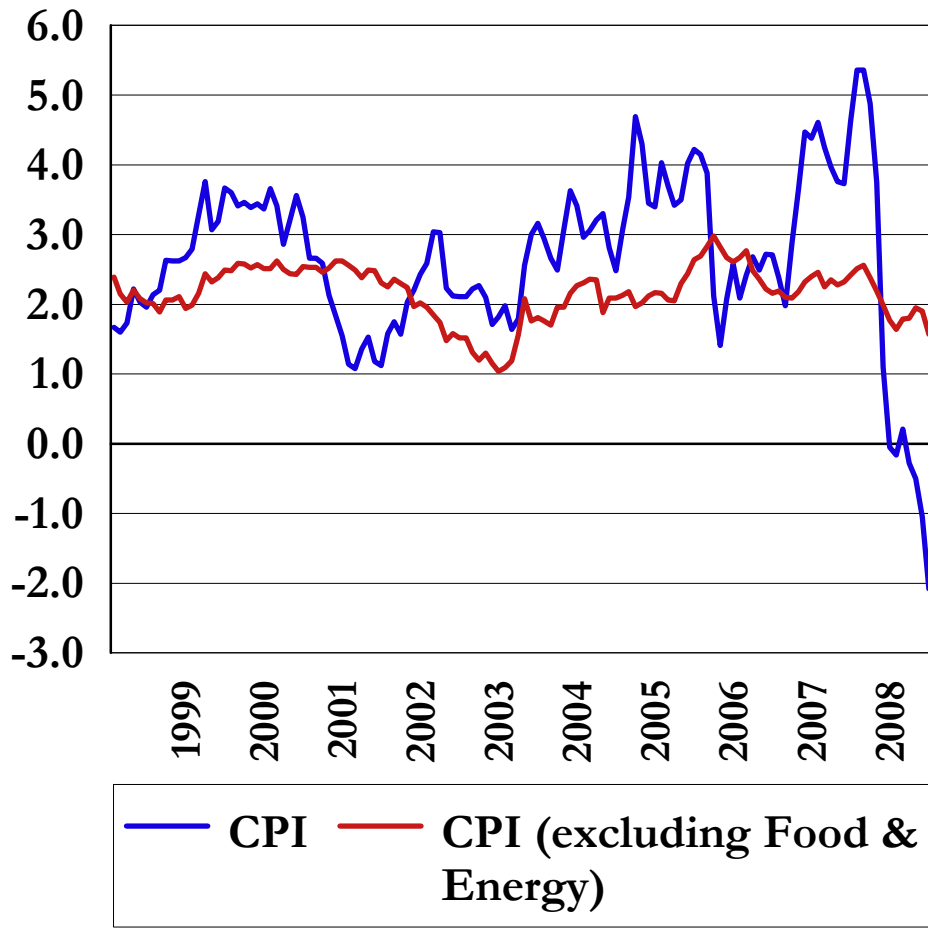


## Year-to-Date Ending 6/30/2009

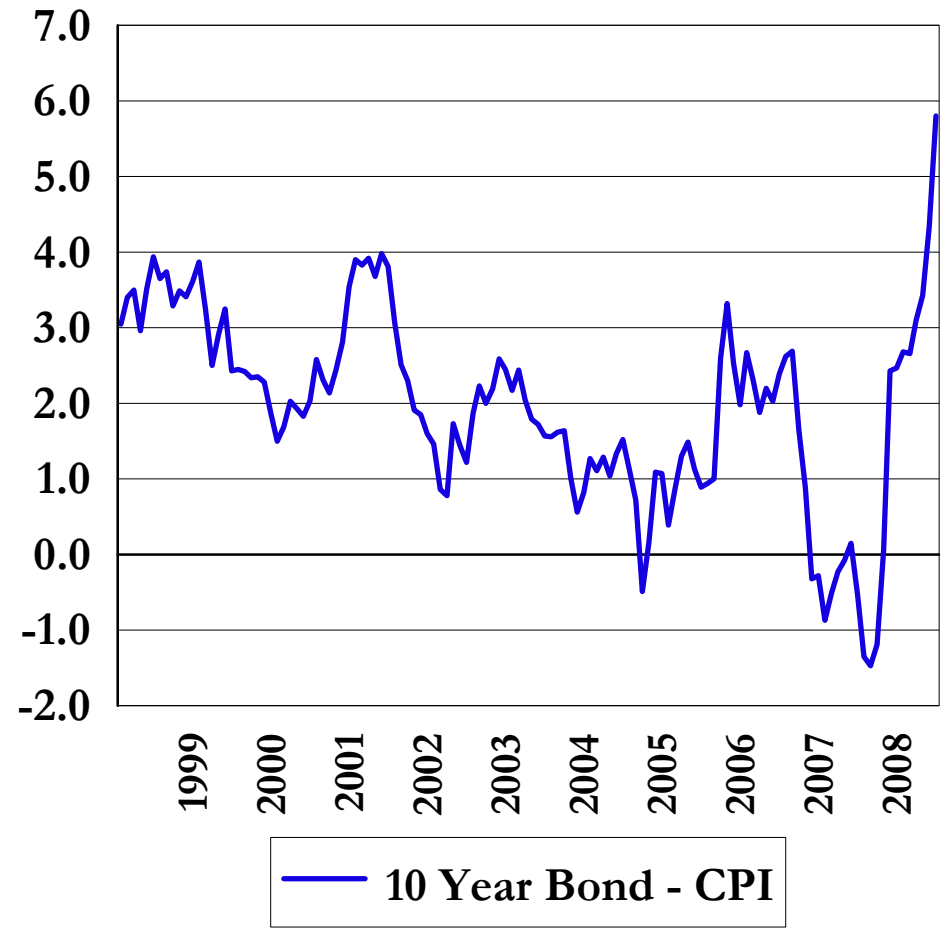


# Bond Market: Fundamentals

## Inflation: Rolling 12 Months

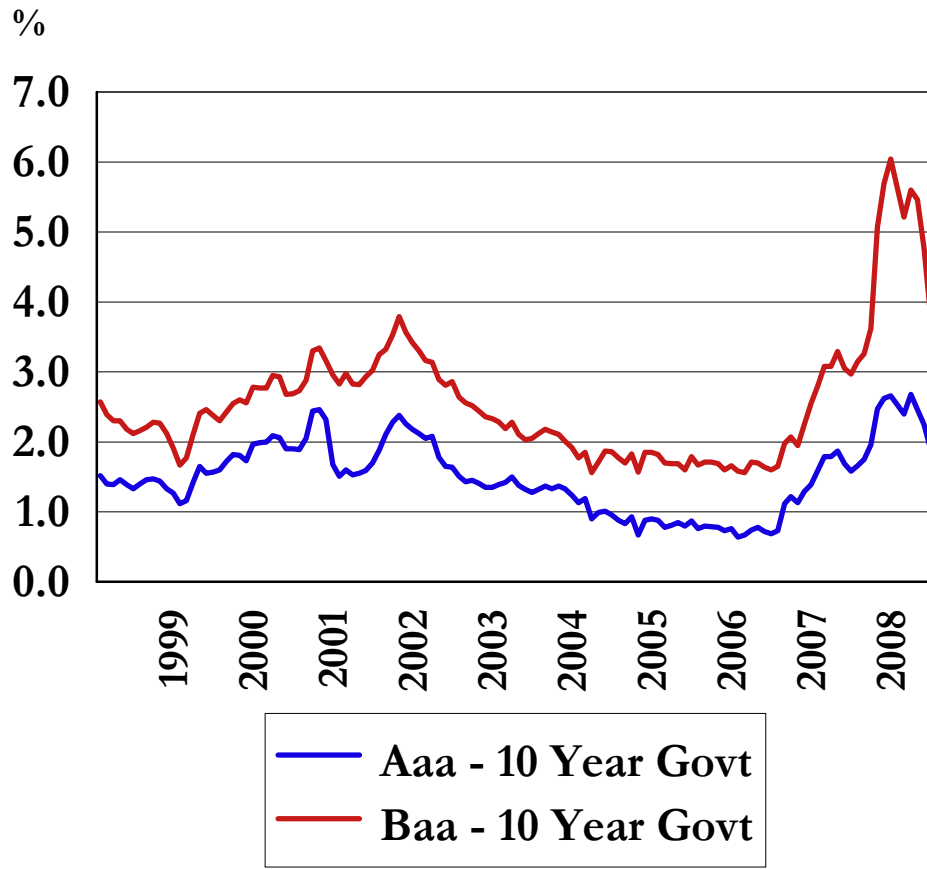


## Real Interest Rates

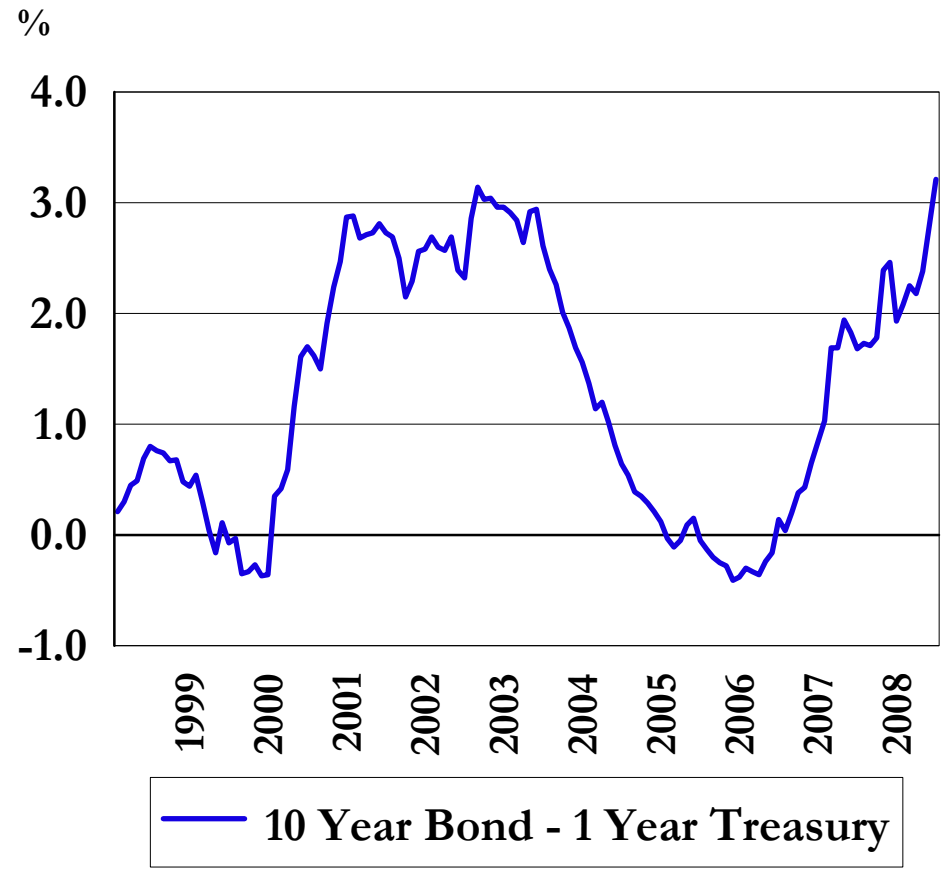


# Bond Market: Fundamentals

**Quality Spread:**  
(Aaa & Baa - 10 Year Government)



**Yield Curve Spread**  
June, 2009

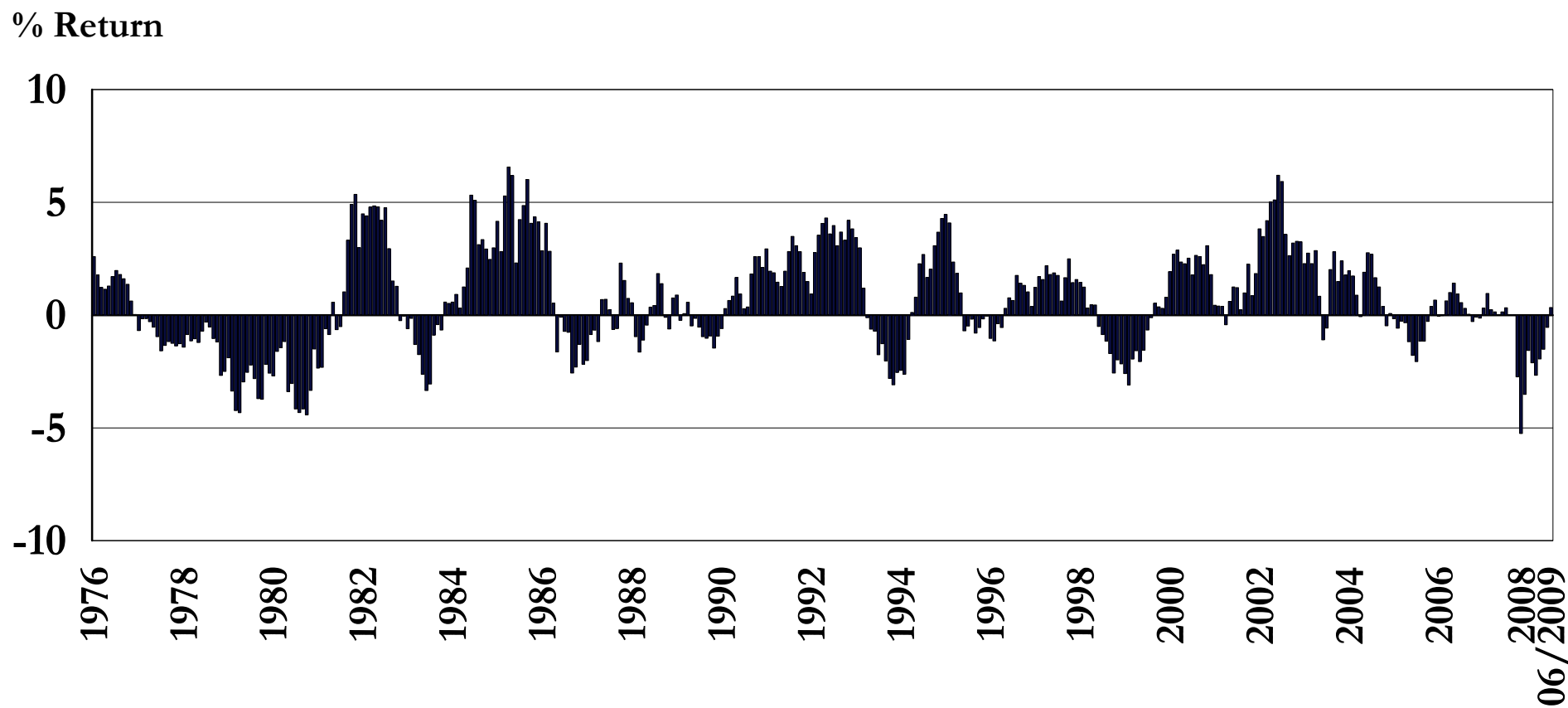


# Bond Market: Technical Analysis

## Rolling 12-Month Return Difference

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### Return of Intermediate-Term - Short-term Bonds (LB IT Gov - LB 1-3 Government)



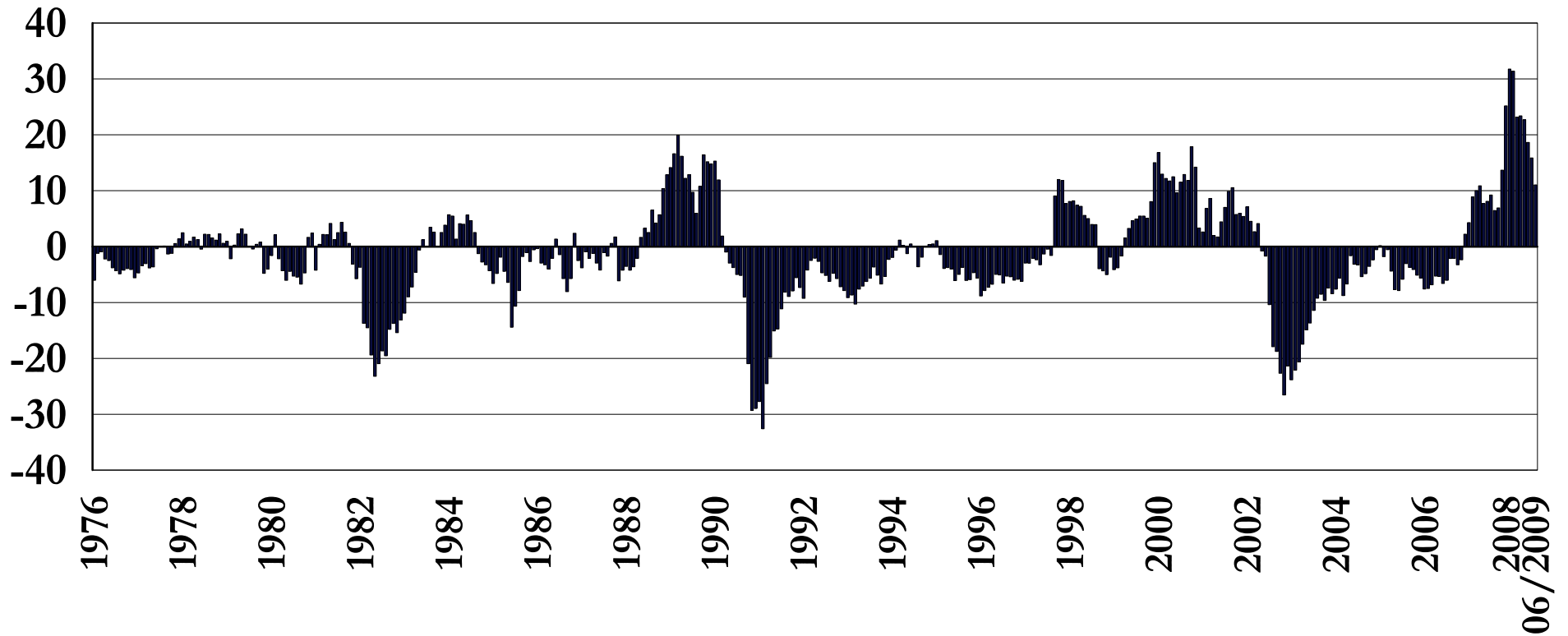
# Bond Market: Technical Analysis

## Rolling 12-Month Return Difference

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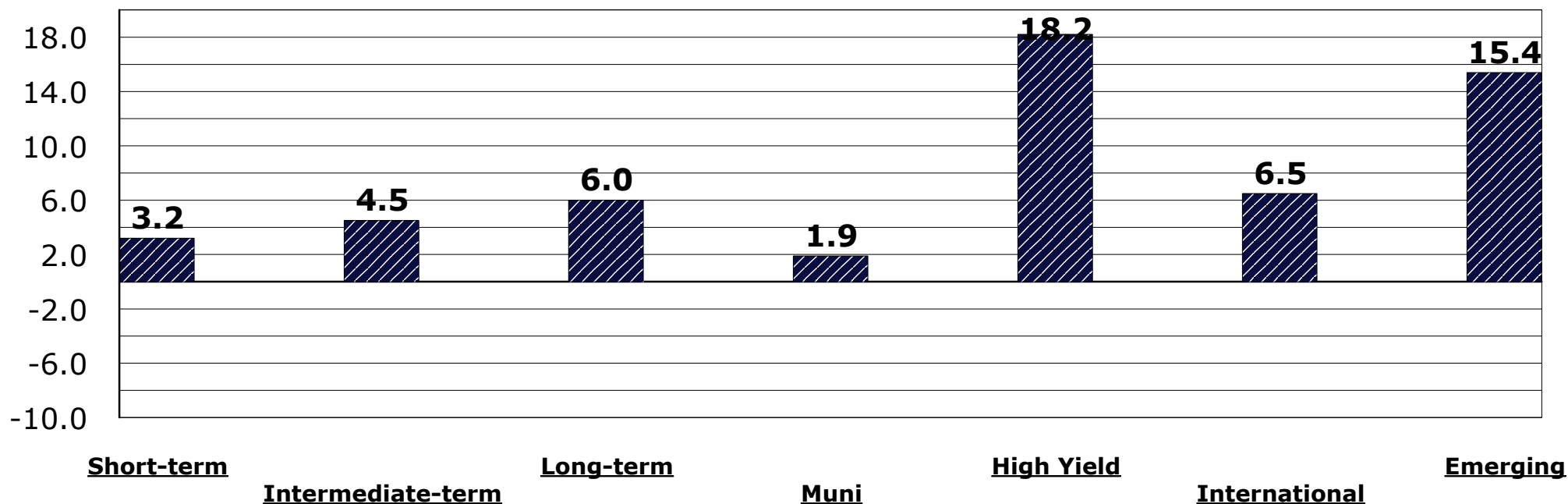
### Return of Investment Grade - High Yield Bonds (LB Agg - FB High Yield)

% Return



# JIC Fixed Income Style Peer Group Returns 3 Months Ending June 30, 2009

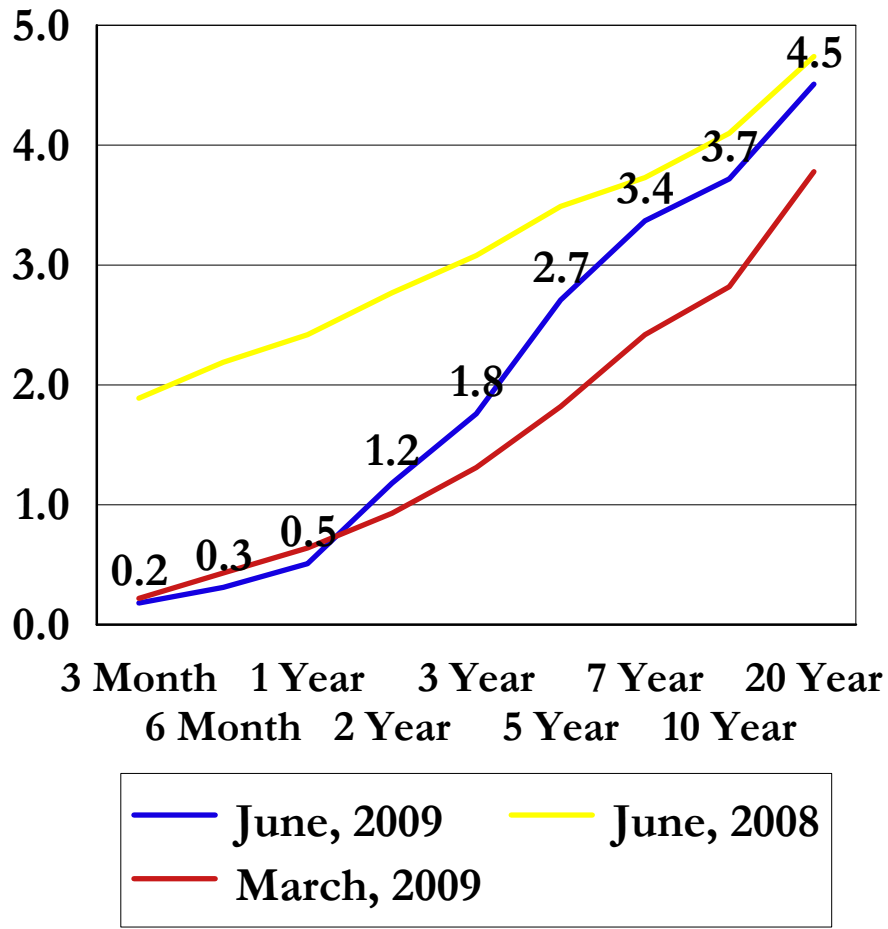
## Peer Group Medians



	<u>Short-term</u>	<u>Intermediate-term</u>	<u>Long-term</u>	<u>Muni</u>	<u>High Yield</u>	<u>International</u>	<u>Emerging</u>
<b>5th</b>	<b>9.2</b>	<b>11.8</b>	<b>49.7</b>	<b>6.0</b>	<b>28.6</b>	<b>13.4</b>	<b>23.5</b>
<b>25th</b>	<b>5.1</b>	<b>7.0</b>	<b>11.4</b>	<b>3.1</b>	<b>21.9</b>	<b>9.6</b>	<b>17.6</b>
<b>50th</b>	<b>3.2</b>	<b>4.5</b>	<b>6.0</b>	<b>1.9</b>	<b>18.2</b>	<b>6.5</b>	<b>15.4</b>
<b>75th</b>	<b>1.6</b>	<b>2.6</b>	<b>2.9</b>	<b>1.1</b>	<b>14.2</b>	<b>4.9</b>	<b>12.9</b>
<b>95th</b>	<b>0.2</b>	<b>0.8</b>	<b>1.4</b>	<b>0.3</b>	<b>9.5</b>	<b>1.4</b>	<b>10.1</b>

# Bond Market: Yield Curves

## Government Bond Yield Curve



## Corporate Bond Yield Curve By Quality June, 2009

