

Economics Weekly

A Look Ahead at the 2026 Midterms

Equity Research
Macroeconomics

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If the first full month of 2026 is any indication, this year's midterm elections will be hard-fought. Primary contests begin in March and will give voters an early say in which candidates and issues appear on the November ballot. History generally does not favor the party in the White House, and with Republicans facing criticism over affordability, immigration enforcement, and President Trump's foreign policy, Democrats are well positioned to win control of the House and perhaps even gain ground in the Senate as well. This report is the first in a series of updates we plan to provide on the midterms before ballots are cast.

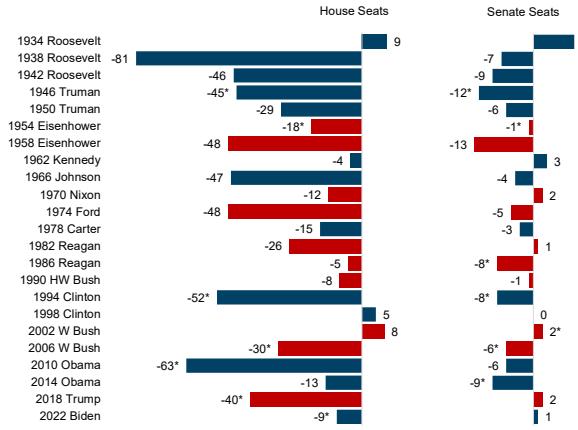
The economic backdrop to this year's midterms remains one of strong growth, with real GDP estimated to have risen at a 4.2% pace in the fourth quarter. Consumption has softened at the margin, but there is little evidence of a material pullback, with spending supported by income growth even as households remain sensitive to prices, and inflation is still running in the 2.5%–3.0% range. Recent data also suggest that tight labor market conditions reflect supply-side constraints rather than a meaningful weakening in demand, with unemployment low and jobless claims remaining subdued. The stock market has also continued to advance, supported by firm business fixed investment and ongoing productivity gains. With the economy once again a top issue for voters, any changes in conditions and sentiment between now and November could prove decisive. **In this *Economics Weekly*, we examine the key issues shaping voters' views as the November midterm elections approach, assess which parties are most likely to control the House and Senate, and consider the potential ramifications for the remainder of the Trump presidency.**

What History Tells Us About Midterm Elections

Midterm elections tend to be a referendum on the incumbent party in the White House, which almost always loses congressional seats as voters use the opportunity to voice their frustration. Since 1934, there have been 23 midterm elections. Exhibit 1 shows that the president's party has gained seats only three times in the House and seven times in the Senate.

In the 2018 midterm elections during Trump's first term, Democrats gained control of the House from Republicans after netting 40 seats. The past is not always prologue, but Republicans will be mindful of it and will spare no effort to avoid a repeat outcome.

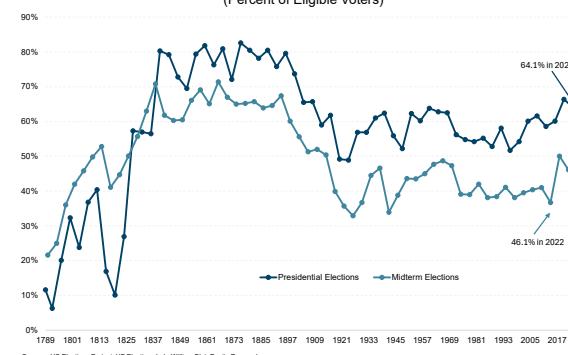
Exhibit 1
Midterm Elections Net Gain/Loss by President's Party



* Chamber switched party control
Sources: The American Presidency Project, William Blair Equity Research

Voter turnout dynamics also favor the Democrats (exhibit 2). It is generally easier to fire up voters opposed to sitting presidents' policies than to get them to turn out in support when they think things are moving in the right direction. Despite occasional dips, turnout has been on the rise since 2000. Half of all eligible voters (50.1%) cast ballots in the 2018 midterm elections, compared to just 36.7% in 2014 and the highest turnout since 1966 (48.7%). The Trump administration has generated opposition on a number of issues, and Democrats will seek to harness that discontent to mobilize voters.

Exhibit 2
U.S. Presidential vs Midterm Election Turnout Rates
(Percent of Eligible Voters)

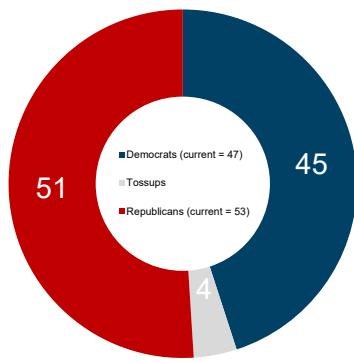


Sources: US Elections Project, UF Elections Lab, William Blair Equity Research

What Are the Stakes?

Of the 35 Senate seats up for reelection, 13 are currently held by a Democrat or Independent, and 22 by a Republican. The GOP will likely maintain control of the Senate, with Republicans holding 51 seats, 45 seats to the Democrats, and 4 seats being a toss-up or too close to call, according to race ratings by the Cook Political Report. Even if Democrats and Independents sweep all four toss-ups, they will still fall short of a majority.

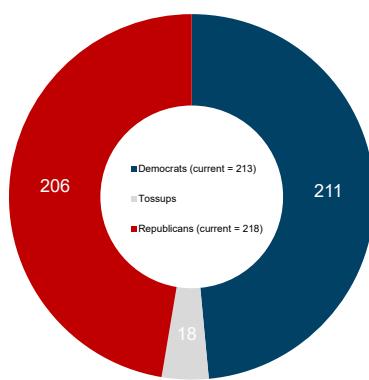
Exhibit 3
2026 Race for the Senate



Source: Cook Political Report

Republicans hold a fragile grip on the House of Representatives: 218 seats to the Democrats' 213, with four vacancies. Cook's ratings show 206 seats (including likely and leaning Republican) going to the GOP, compared with 211 to the Democrats (also including likely and leaning Democrat). A further 18 are toss-ups or too close to call just yet.

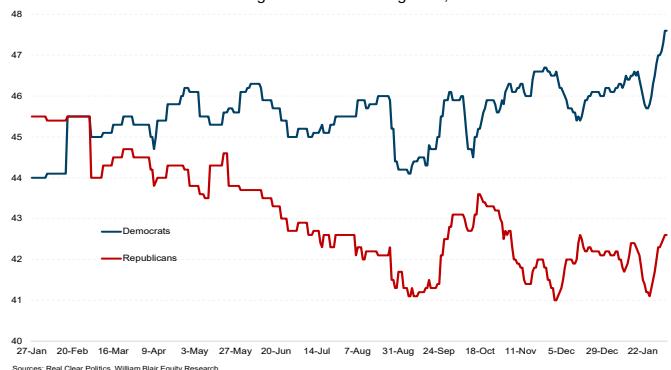
Exhibit 4
Race for the House of Representatives



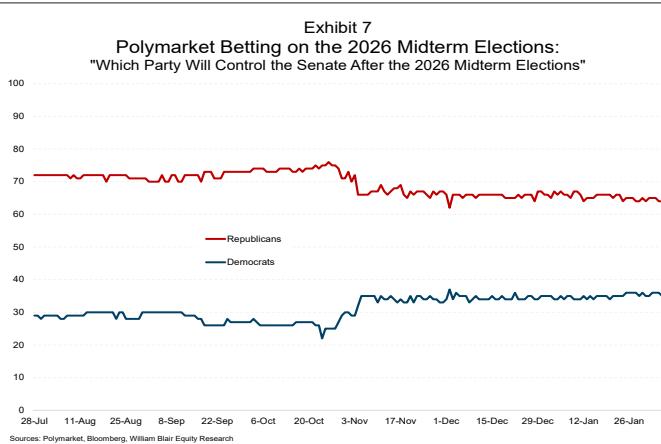
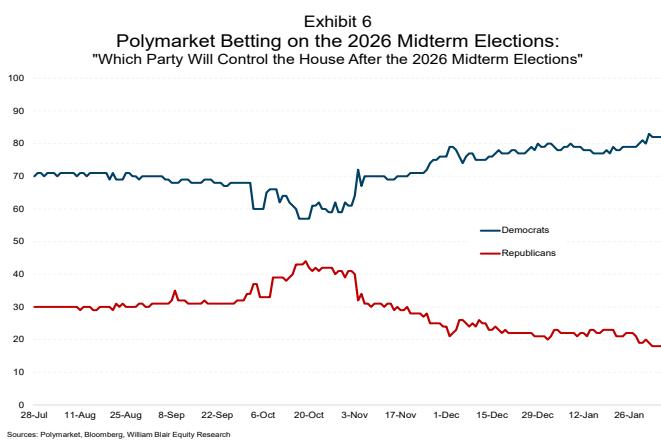
Source: Cook Political Report

The latest opinion polls and prediction market odds also suggest that the GOP will maintain control of the Senate and that the more-contested House will flip to the Democrats. Aggregated national polling data from Real Clear Politics on which party respondents would vote for if congressional elections were held today show the Democrats have a 5.0-percentage-point lead over the GOP. The lead narrowed to 1.6 percentage points during the 43-day federal government shutdown before rebounding to its current level. That contraction likely reflects Americans initially holding Democrats responsible for the government shutdown before shifting blame as the standoff dragged on.

Exhibit 5
Real Clear Politics 2026 Generic Congressional Vote
Average of National Polling Data, %



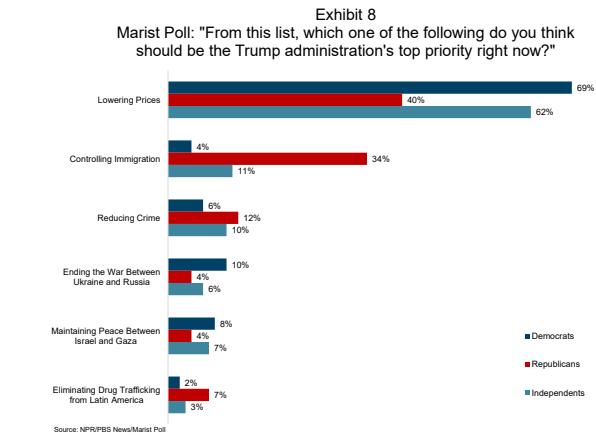
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Despite the strong economy, President Trump's declining approval rating is blowing the political winds in favor of the Democrats. According to Real Clear Politics, his rating has steadily declined to 42.5%, nearing its level when he left office shortly after the January 6, 2021 attack on the Capitol (41.1%). His administration has moved aggressively on trade, immigration, and foreign intervention, generating not only opposition, but also sharp criticism from the Democrats and international partners that its priorities are misplaced. The Democrats, however, aside from running on a platform of "not being Trump," are lacking decisive leadership and a clearly defined policy agenda.

In a Marist poll conducted November 10-13, 2025, a majority of respondents (57%) thought cost of living should be Trump's top priority. Even among Republicans, a plurality (40%) ranked it ahead of immigration (34%) as a top concern. Of course, since this survey was conducted the Trump administration has faced renewed scrutiny over its approach to immigration enforcement, especially in Minnesota. Along with President Trump's

recent foreign policy actions, immigration will also be top of mind for voters.



Shifting Battlegrounds

Although states redrew congressional districts after the 2020 census, some are revisiting those maps ahead of the 2026 elections. At the urging of President Trump, Texas Republicans passed a new congressional map that could give their party up to five additional House seats. In response, California Democrats redrew their districts to offset those gains.

It remains unclear how many states will ultimately adopt new maps, but at least nine others have either approved new congressional boundaries or are in the process of doing so ahead of the election. Redistricting efforts could be further complicated if the Supreme Court strikes down Section 2 of the Voting Rights Act in its ruling in *Louisiana v. Callais*. The law prohibits racial discrimination in voting, and if the court issues its decision far enough ahead of the midterms, several other states could move to redraw their maps. That said, these redistricting efforts seem more likely to narrow the House margin than give either party a decisive advantage.

Another consideration is just how much Democrats are lagging behind their GOP counterparts in campaign fundraising. According to filings with the Federal Election Commission, the Republican National Committee is holding roughly \$95 million in cash, compared with around \$14 million for the Democratic National Committee.

President Trump has warned his party about the stakes of the upcoming elections, which he said could lead to impeachment if Democrats regain control of the House. According to a tally by the *Financial Times*, the president

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and his allies raised a record \$429 million in donations last year—funds that could be deployed to support key Senate and House races.

Conclusion

Politics can change quickly, and what grabs headlines today may look very different months from now. One issue, though, is almost certain to remain front and center: affordability. Voters continue to rank economic concerns as a top priority, and President Trump's approval rating will strongly influence the midterm outcome even though he is not on the ballot.

Yet, the Trump administration is also pulling out all the stops in an effort to tackle affordability concerns and win back key swing voters. In particular, it is counting on a series of strategically timed fiscal stimulus measures from the OBBB kicking in over the coming months, which it hopes will translate into larger tax refunds. These include no tax on tips, no tax on overtime, sizable tax deductions for senior citizens, and making interest on new auto loans tax deductible. This comes on top of higher caps on the SALT deduction, expanded childcare tax credits, and even proposals to mail out \$2,000 "tariff dividend" checks. The president has also shown a willingness to reach across the aisle—going so far as to align with the far left of the Democratic Party, including Elizabeth Warren—on measures such as capping credit card fees at 10% and preventing large institutional investors from buying single-family homes. All of this is paired with an effort to ensure that any newly appointed Fed Chair pushes the FOMC toward substantially lower interest rates.

If Republicans lose control of the House in 2026, and assuming Democrats do not gain additional seats in the Senate, the legislative portion of President Trump's second term would become more difficult. A Democratic-led House could block his agenda and launch oversight investigations, putting his administration on the defensive. Retaining a simple majority in the Senate would allow for executive and judicial appointments, and once again make the president more reliant on executive actions and tackling deregulation. As is typically the case with second-term presidents that lose their majorities in Congress, those presidents often turn their attention to foreign policy and legacy projects—areas where they can act without Congress. However, this means other unresolved issues could resurface, like ACA subsidy extensions, which dragged out the recent government shutdown.

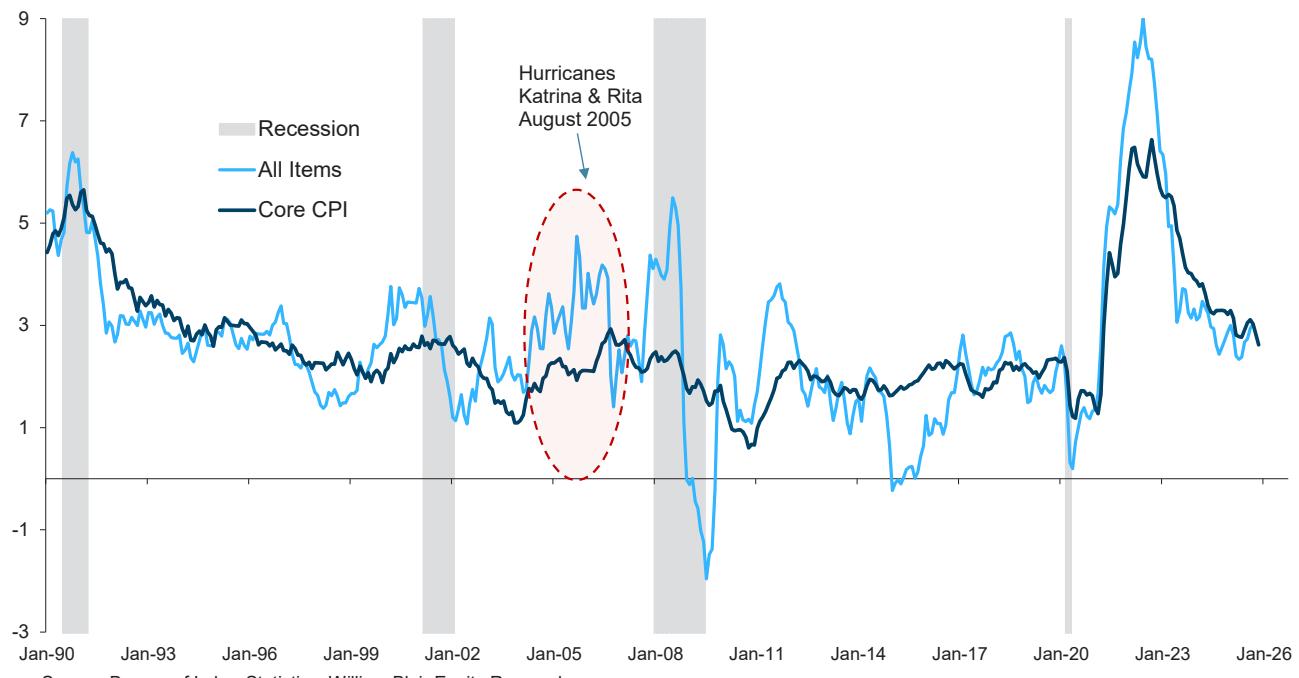
Highlights in the Week Ahead

Date	Time (ET)	Indicator	Last	Consensus	WB Estimate	Actual
10 Feb	6:00 a.m.	NFIB Small Business Optimism (Jan)	99.5	99.8	N/A	
10 Feb	8:30 a.m.	Employment Cost Index (Q4)	0.8%	0.8%	0.8%	
10 Feb	8:30 a.m.	Advance Retail Sales (Dec)	0.6%	0.4%	0.5%	
		Sales Less-Autos (Dec)	0.5%	0.4%	0.5%	
11 Feb	8:30 a.m.	Consumer Price Index (Jan)	0.3%	0.3%	0.2%	
		CPI Less-food & energy	0.2%	0.3%	0.2%	
11 Feb	8:30 a.m.	Nonfarm Payrolls (Jan)	50K	71K	70K	
		Average Hourly Earnings	0.3%	0.3%	0.3%	
		Unemployment Rate	4.4%	4.4%	4.4%	
12 Feb	10:00 a.m.	Existing Home Sales (Jan)	5.1%	-2.3%	-3.0%	

Sources: Bloomberg, William Blair Equity Research

Indicator of the Week: Consumer Price Index

CPI All Items & Core CPI - % Change on Year Ago



Source: Bureau of Labor Statistics, William Blair Equity Research

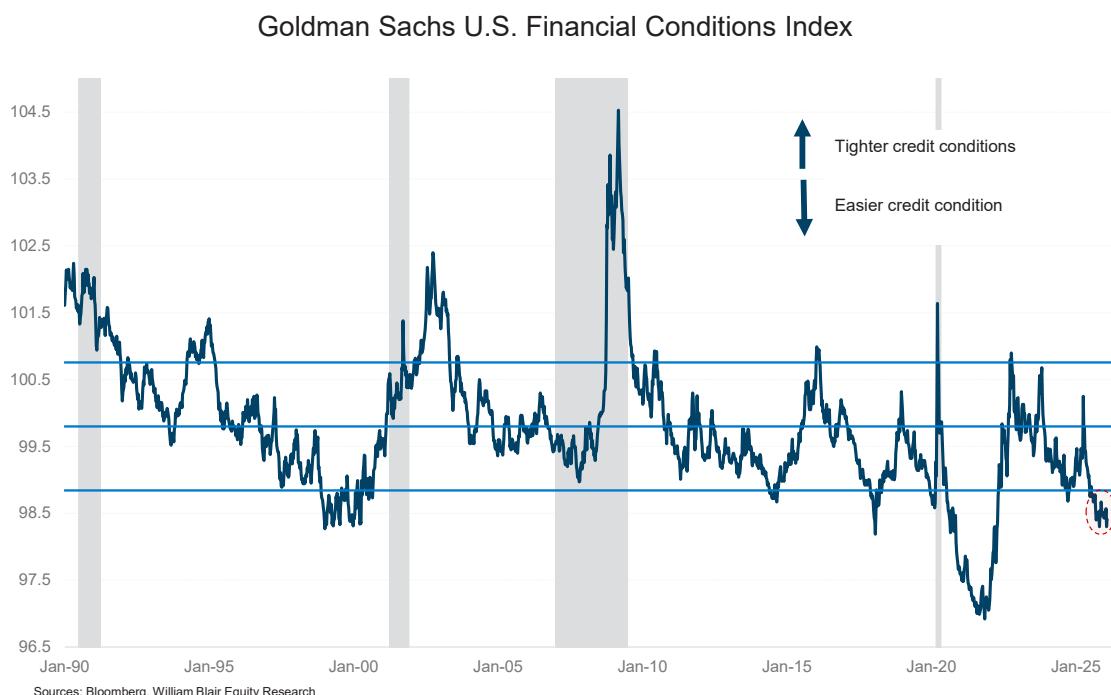
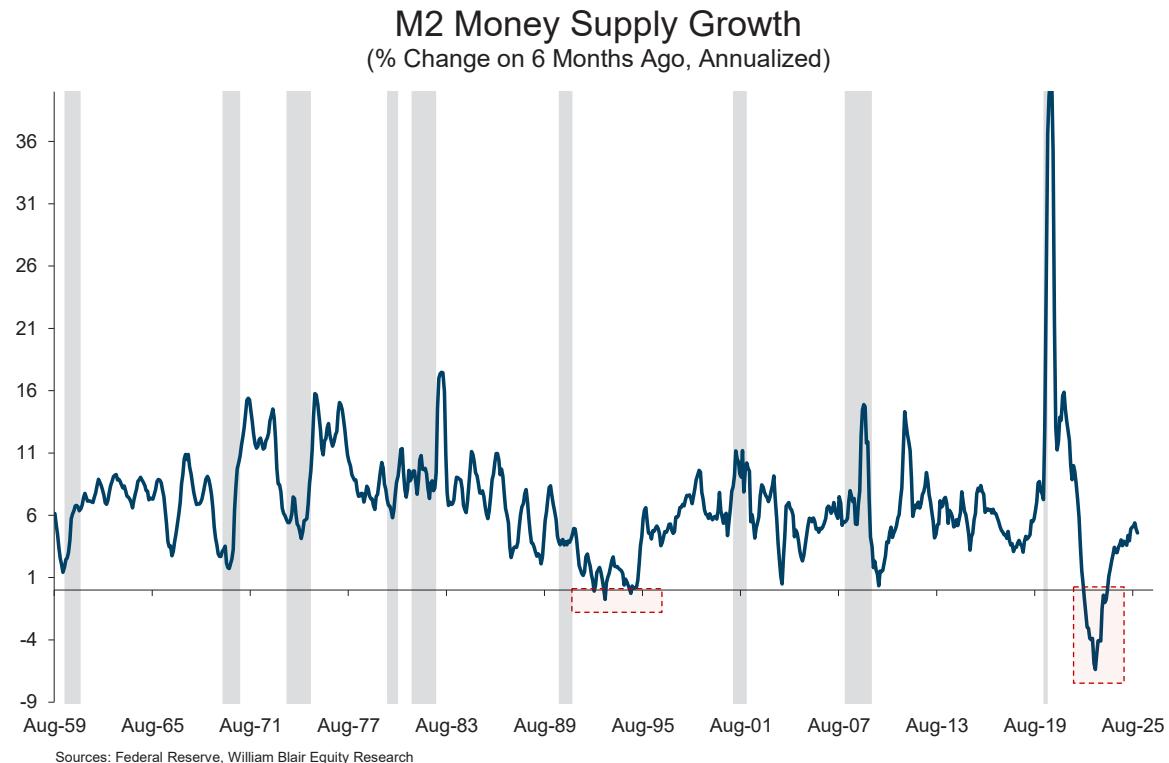
Economic Scorecard

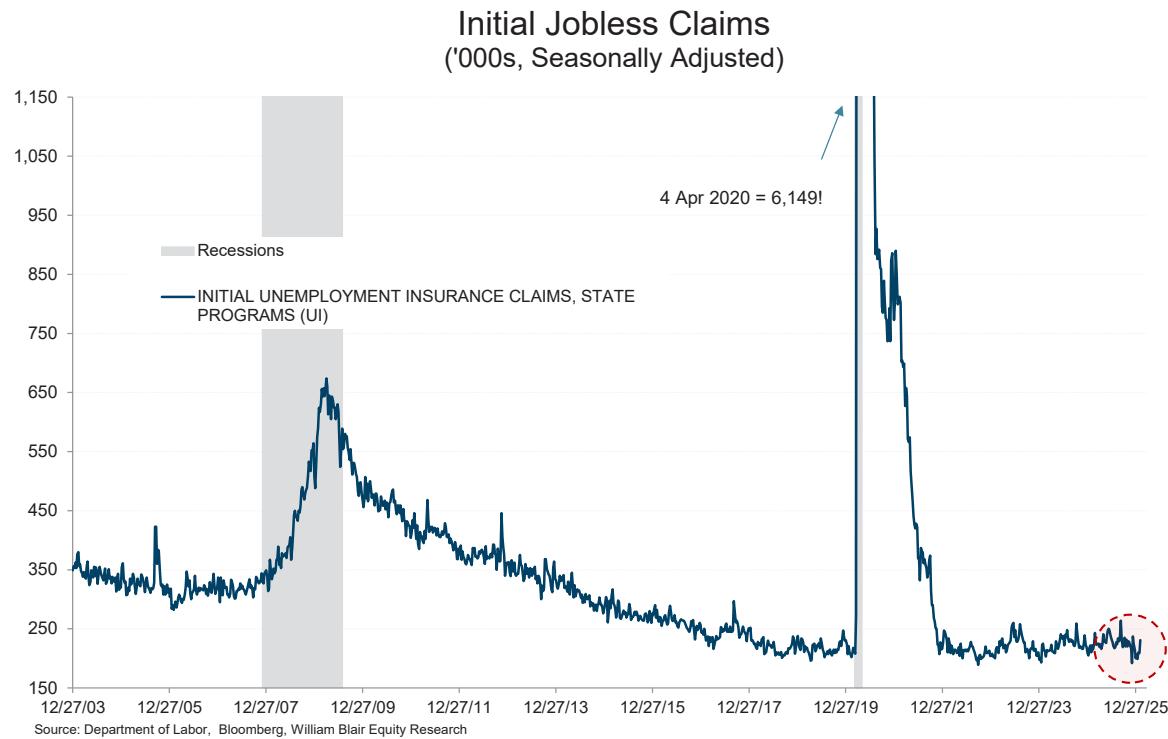
Rolling monthly heat map, % Change on Year Ago (unless otherwise noted)

	Aug-24	Sep-24	Oct-24	Nov-24	Dec-24	Jan-25	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26
Growth																			
US Leading Indicators	-4.6	-4.3	-3.7	-3.0	-3.0	-2.7	-3.0	-3.6	-4.3	-3.9	-4.0	-3.5	-3.5	-3.3	-3.2	-3.7			
US Coincident Indicators	1.7	1.6	1.6	1.3	1.7	1.5	1.5	1.8	2.0	1.4	1.3	1.6	1.4	1.1	1.1	1.2			
US Lagging Indicators	0.8	0.3	0.1	0.0	0.1	-0.1	0.1	-0.1	-0.2	0.7	0.4	0.4	0.5	1.2	1.0	0.8			
Consumer																			
Total Retail Sales	1.8	2	3.2	3.9	4.6	4.6	3.9	5.1	5	3.4	4.4	4.1	5	4.1	3.3	3.3			
Personal Income	5.4	5.3	5.5	5.3	5.3	5	5	5.2	5.6	4.5	4.3	4.6	4.7	4.7	4.3	4.3			
Real Disposable Personal Income	2.8	2.8	2.7	2.4	2.2	1.8	1.8	2.3	2.8	1.5	1.2	1.5	1.5	1.5	1.2	1			
Real Personal Consumption	3	3.4	3.3	3.2	3.6	3.3	2.7	3.2	3.1	2.5	2.5	2.6	2.8	2.4	2.6	2.6			
Personal Saving Rate (%)	5.2	4.8	5	4.9	4.3	5.1	5.2	5.1	5.5	4.9	4.6	4.3	4.1	4	3.7	3.5			
Consumer Confidence (Conference Board)**	105.6	99.2	109.6	112.8	109.5	105.3	100.1	93.9	85.7	98.4	95.2	98.7	97.8	95.6	95.5	92.9	94.2	84.5	
Employment																			
Employment Growth	1.2	1.3	1.2	1.3	1.3	1.3	1.2	1.1	1.1	1.0	1.0	1.0	0.9	0.8	0.7	0.5	0.4		
ASA Temporary Staffing Index	-12.2	-12.0	-9.5	-6.6	-21.0	-8.2	-7.5	-8.7	-6.4	-5.8	-5.3	-0.8	-0.9	0.8	1.5	4.5	7.3	2.3	
ISM Employment Index Manufacturing*	46.2	44.7	44.6	48.3	45.4	49.7	47.1	44.4	46.2	46.1	45.1	44.9	44.3	45.4	45.8	44.1	44.8	48.1	
ISM Employment Index Services*	50	48.5	52.2	50.8	51	51.4	53.4	46	49.2	50.4	47.7	46.9	46.9	47.6	48.1	48.7	51.7	51.7	
Unemployment Rate, %	4.2	4.1	4.1	4.2	4.1	4	4.2	4.2	4.2	4.3	4.1	4.3	4.3	4.4	4.4	4.5	4.4		
Average Hourly Earnings	4	3.9	4.1	4.2	4	3.9	3.9	3.9	3.8	3.8	3.7	3.9	3.8	3.7	3.7	3.6	3.8		
Initial Jobless Claims (avg. wkly. chg. '000s)	230	225	236	219	222	218	227	223	226	235	241	221	231	235	225	215	219	212	
Job Openings	-17.6	-23.5	-10.9	-7.3	-12.5	-8.3	-11.4	-11.0	-2.9	-2.4	-0.7	-3.9	-5.5	7.8	-2.2	-11.0	-4.8	-7.9	
Layoff Announcements	1	53.4	50.9	26.8	11.4	-39.5	103.2	204.8	62.7	47	-1.6	139.8	13.3	-25.8	175.3	23.5	8.3		
Housing Market																			
Housing Starts	5.6	-1	-1.2	-14.5	-0.5	-1.7	-4	3.3	0.9	-2.6	4.1	12.3	-7.2	-3.8	-7.8	-7.8			
New Home Sales	7.4	5.3	-8.8	10.7	11.7	-2.8	-2.4	-4.6	-1.8	-5.7	-1.3	-10	2.6	2.9	18.7	18.7			
Existing Home Sales	-3.7	-3.0	3.1	6.7	9.7	2.3	-0.9	-2.4	-2.0	-0.5	0.0	0.8	1.8	3.9	2.0	-0.7	1.4		
Median House Price (Existing Homes)	-8	-1.2	2.1	-7.4	1.1	-0.2	-1.4	-5.4	-0.4	2.5	-1.2	-7.4	3.5	-3.6	-8	-8	-8		
Existing Homes Inventory (Mths' supply)	3.9	3.9	3.9	3.8	3.7	3.9	3.8	4.2	4.3	4.3	4.4	4.3	4.3	4.4	4.3	4.2	3.8		
New Homes Inventory (Mths' supply)	8.2	7.9	9.3	8.7	8.2	9	9.3	9.2	8.5	9.6	9.1	9.3	8.3	7.9	7.9	7.9			
NAHB Homebuilder Sentiment*	39	41	43	46	46	47	42	39	40	34	32	33	32	32	37	38	39	37	
Inflation																			
Consumer Price Index	2.5	2.4	2.6	2.7	2.9	3	2.8	2.4	2.3	2.4	2.7	2.7	2.9	3	3	2.7	2.7		
CPI Less-food & energy	3.2	3.3	3.3	3.3	3.2	3.3	3.1	2.8	2.8	2.8	2.9	3.1	3.1	3	3	2.6	2.6		
Producer Price Index	2.1	2.1	2.8	2.9	3.5	3.8	3.4	3.2	2.4	2.7	2.4	3.2	2.7	3	2.8	3	3		
PPI Less-food & energy	2.8	3.3	3.6	3.4	3.7	3.9	3.7	3.8	3.1	3.2	2.7	3.5	2.9	3	3	3.1	3.3		
PCE Price Index	2.4	2.3	2.5	2.6	2.7	2.6	2.7	2.4	2.3	2.5	2.6	2.6	2.7	2.8	2.7	2.8	2.8		
PCE Prices Less-food & energy	2.9	2.8	3.0	3.0	2.8	3.0	2.7	2.6	2.8	2.8	2.9	2.9	2.8	2.7	2.8	2.8			
Business Activity - US																			
Industrial Production	-0.4	-1.2	-1.0	-1.6	-0.3	0.9	0.8	0.6	0.9	0.1	0.6	1.9	1.2	2.0	2.1	2.7	2.0		
New Cap Gds Orders less-aircraft & parts	-1.8	0.5	0.2	-1.1	1.9	3.3	-0.9	2.2	0.5	2.2	4.5	4.4	2.5	5.3	6.2	4.1	4.1		
Business Inventories	2.1	2.1	1.9	2.2	2.6	1.9	2.5	2.3	2.5	2.2	1.7	1.6	1.4	1	1.3	1.4			
ISM Manufacturing PMI*	47.7	47.3	47	48.4	49.2	50.5	50	48.9	48.8	48.6	49	48.4	48.9	48.9	48.8	48	47.9	52.6	
Markit US Manufacturing PMI*	47.9	47.3	48.5	49.7	49.4	51.2	52.7	50.2	50.2	52	52.9	49.8	53	52	52.5	52.2	51.8	52.4	
ISM Services Index*	51.8	54.6	55.5	52.4	53.5	52.6	53.2	50.8	51.6	50.2	50.8	50.5	51.9	50.3	52	52.4	53.8	53.8	
Markit US Services PMI*	55.7	55.2	55	56.1	56.8	52.9	51	54.4	50.8	53.7	52.9	55.7	54.5	54.2	54.8	54.1	52.5	52.5	
Business Activity - International																			
Germany Manufacturing PMI Markit/BME*	42.4	40.6	43	43	42.5	45	46.5	48.3	48.4	48.3	49	49.1	49.8	49.5	49.6	48.2	47	49.1	
Japan Manufacturing PMI Jibun Bank*	49.9	49.7	49.2	49	49.6	48.7	49	48.4	48.7	49.4	50.1	49	49.7	48.5	48.2	48.7	50	51.5	
Caixin China Manufacturing PMI*	50.4	49.3	50.3	51.5	50.5	50.1	50.8	51.2	50.4	49.3	49.5	49.7	50.5	51.2	50.6	49.9	50.1	50.3	
China Manufacturing PMI*	49.1	49.8	50.1	50.3	50.1	49.1	50.2	50.5	49	49.5	49.7	49.3	49.4	49.8	49	49.2	50.1	49.3	
UK Manufacturing PMI Markit/CIPS*	52.5	51.5	49.9	48	47	48.3	46.9	44.9	45.4	46.4	47.7	48	47	46.2	49.7	50.2	50.6	51.8	
France Manufacturing PMI Markit*	43.9	44.6	44.5	43.1	41.9	45	45.8	48.5	48.7	49.8	48.1	48.2	50.4	48.2	48.8	47.8	50.7	51.2	
Currencies***																			
Euro (EUR/USD)	1.9	5.3	2.9	-2.9	-6.2	-4.2	-4.0	0.2	6.2	4.6	10.0	5.4	5.8	5.4	6.0	9.7	13.4	14.4	
Renminbi (USD/CNY)	-2.3	-3.8	-2.7	1.6	2.8	1.1	1.2	0.5	0.4	-0.6	-1.4	-0.4	0.6	1.5	0.0	-2.4	-4.3	-4.0	
Yen (USD/Yen)	0.4	-3.8	0.2	1.1	11.5	5.6	0.4	-0.9	-9.3	-8.4	-10.5	0.5	0.6	3.0	1.3	4.3	-0.3	-0.3	
Sterling (GBP/USD)	3.6	9.6	6.1	0.9	-1.7	-2.3	-0.4	2.3	6.7	5.6	8.6	2.7	2.9	0.5	2.0	3.9	7.7	10.4	
Canadian \$ (USD/CAD)	-0.1	-0.4	0.4	3.3	8.6	8.2	6.5	6.3	0.2	0.8	-0.5	0.3	1.8	2.9	0.5	-0.2	-4.6	-6.4	
Mexican Peso (USD/MXN)	15.8	13.0	11.0	17.2	22.7	20.1	20.5	23.6	14.4	14.3	2.3	1.4	-5.4	-7.0	-7.4	-10.2	-13.5	-15.6	
US Equities																			
S&P 500	25.3	34.4	36.0	32.1	23.3	24.7	16.8	6.8	10.6	12.0	13.6	14.8	14.4	16.1	19.9	13.5	16.4	14.9	
S&P 400 Midcap	16.9	24.8	30.9	31.3	12.2	18.6	7.1	-4.2	-0.3	0.6	5.9	1.7	5.3	4.5	4.8	-1.7	5.9	6.1	
S&P 600 Smallcap	15.1	23.5	27.6	30.9	6.8	14.5	4.5	-5.0	-3.6	-3.4	2.8	-6.3	1.8	1.9	3.8	-4.0	4.2	7.0	
Russell 2000	16.7	24.9	32.1	34.6	10.0	17.5	5.3	-5.3	-0.5	-0.2	6.2	-1.9	6.7	9.3	12.9	2.7	11.3	14.3	

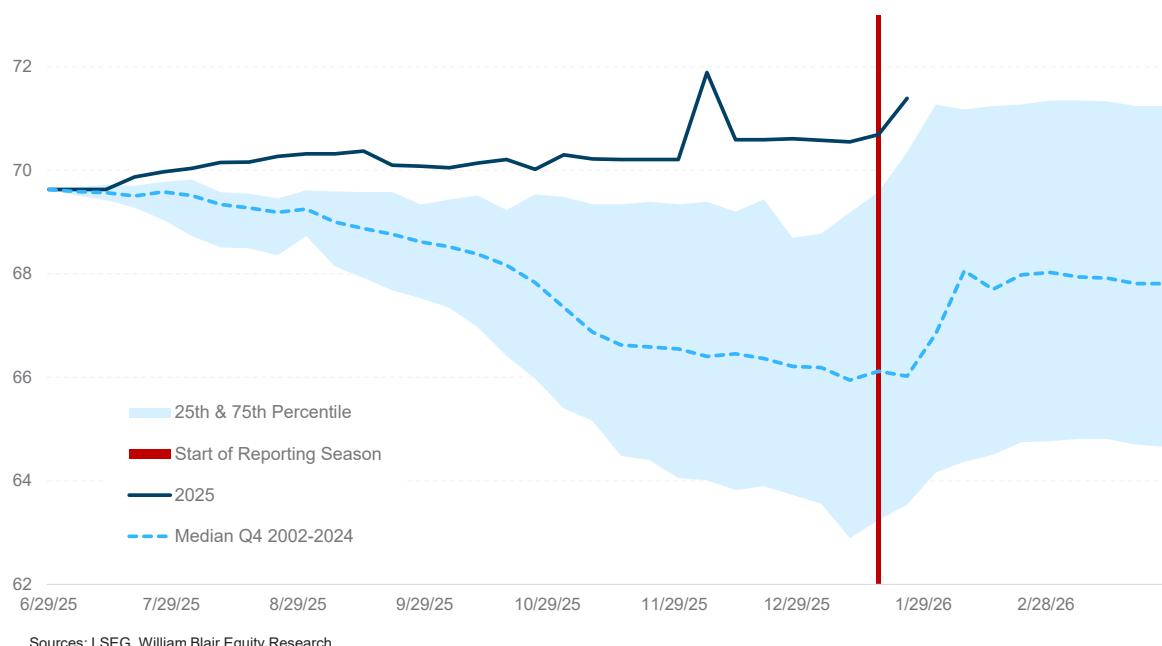
* Diffusion Index, **1985=100, ***Currencies - green/red = strengthening/weakening foreign currency vs dollar
 Source: ISM, Federal Reserve, Census Bureau, Bureau of Labor Statistics, Conference Board, Bloomberg, William Blair

Other Economic Indicators

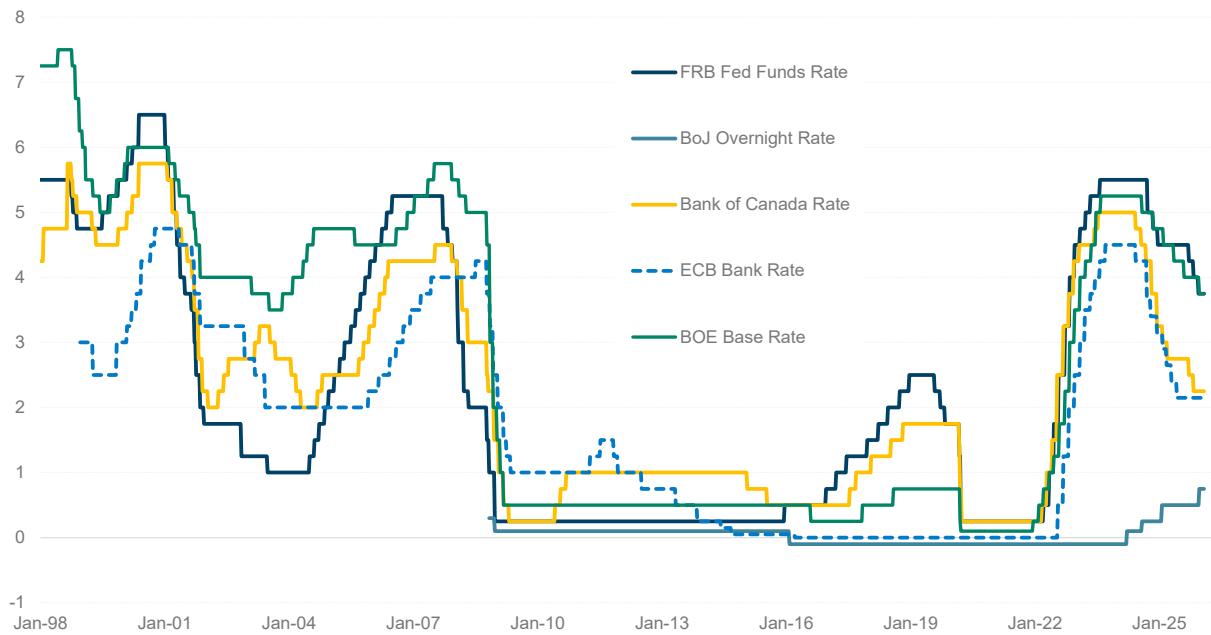




Progression of S&P 500 Q4 EPS Estimates, Q4 2025 vs Median Q4 2002-2024
(Rebased to Q4 2025 Estimate at End of Q2 2025 of \$69.5 per share)

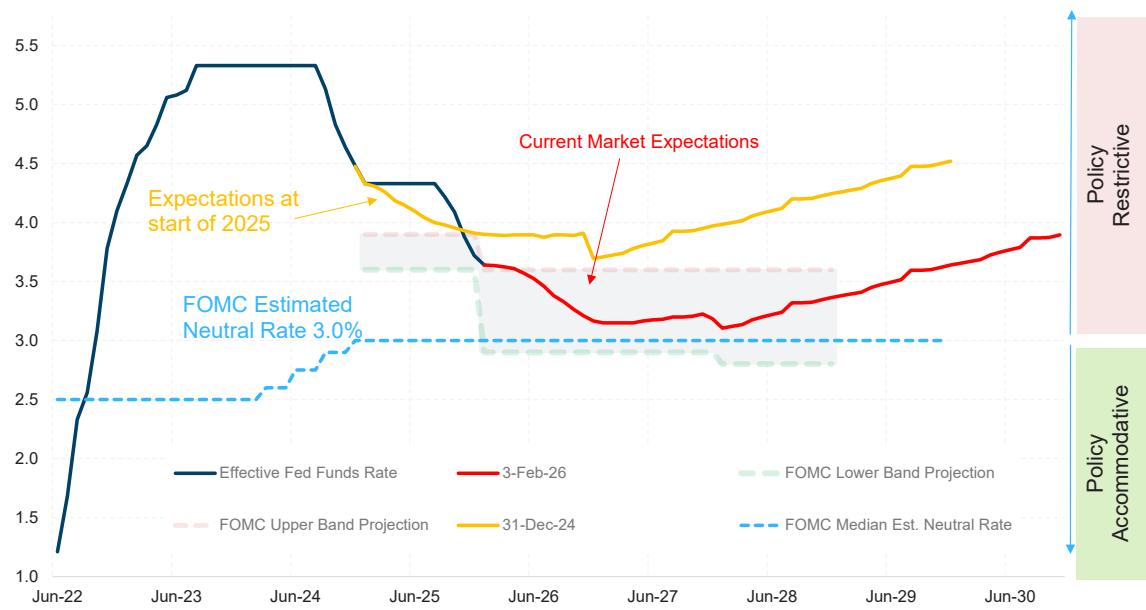


Central Bank Target Short-Term Interest Rates, %



Sources: Bloomberg, William Blair Equity Research

Fed Funds Rate Futures Market Expectations & FOMC Projections, %



Sources: Bloomberg, William Blair Equity Research

S&P 500 Sector Performance

Global Industry Classification System	Current Weight*	Week Ago 29-Jan-26	Month Ago 5-Jan-26	Qtr-to-Date 31-Dec-25	Year-to-Date 31-Dec-25
S&P 500 Index	100.00	-2.45	-1.50	-0.69	-0.69
S&P400 MidCap Index	0.25	2.59	5.29	5.29	
S&P600 SmallCap Index	0.45	4.48	6.79	6.79	
Dow Jones Industrials	-0.33	-0.14	1.76	1.76	
Nasdaq Composite	-4.83	-3.66	-3.02	-3.02	
Communication Services	10.80	-3.12	2.28	2.63	2.63
Advertising	0.05	-11.41	-21.22	-20.88	-20.88
Broadcasting	0.06	-8.15	-13.65	-11.17	-11.17
Cable & Satellite	0.05	16.72	6.44	6.11	6.11
Integrated Telecommunication Services	0.80	11.50	12.81	11.83	11.83
Interactive Home Entertainment	0.14	-10.70	-13.88	-13.66	-13.66
Interactive Media & Services	8.30	-4.33	3.68	4.43	4.43
Movies & Entertainment	1.02	-3.75	-9.50	-10.75	-10.75
Publishing & Printing	0.02	-9.83	-7.79	-7.38	-7.38
Wireless Telecommunication Svcs	0.36	6.64	0.50	-0.58	-0.58
Consumer Discretionary	10.53	-4.01	-3.06	-2.31	-2.31
Apparel Retail	0.37	4.32	1.11	2.16	2.16
Apparel & Accessories & Luxury Goods	0.10	4.01	-3.70	-2.40	-2.40
Auto Parts & Equipment	0.03	1.13	-0.99	4.77	4.77
Automobile Manufacturers	2.58	-4.45	-10.86	-10.30	-10.30
Automobile Retail	0.31	-6.27	0.50	-0.25	-0.25
Broadline Retail	3.86	-7.89	-4.45	-3.47	-3.47
Casinos & Gaming	0.10	7.02	-7.60	-8.34	-8.34
Computer & Electronics Retail	0.02	4.65	-2.67	1.87	1.87
Consumer Electronics	0.06	-2.91	-2.49	-2.05	-2.05
Distributors	0.05	3.94	15.55	16.98	16.98
Footwear	0.14	1.98	-1.87	-0.12	-0.12
Home Furnishings	0.01	9.19	17.75	19.87	19.87
Home Improvement Retail	0.85	2.91	11.47	11.93	11.93
Homebuilding	0.19	4.95	9.50	11.39	11.39
Hotels, Resorts & Cruise Lines	0.84	-6.18	-4.38	-3.96	-3.96
Leisure Products	0.02	5.49	11.51	16.37	16.37
Restaurants	0.87	0.22	3.19	3.37	3.37
Other Specialty Retail	0.09	7.17	8.34	10.51	10.51
Consumer Staples	5.81	6.07	13.08	12.53	12.53
Agricultural Products	0.09	-1.84	13.55	18.09	18.09
Brewers	0.02	7.48	10.41	9.53	9.53
Consumer Staples Merchandise Retail	2.61	5.91	11.83	13.46	13.46
Distillers & Vintners	0.06	7.12	15.45	18.32	18.32
Food Distributors	0.06	0.61	16.25	14.83	14.83
Food Retail	0.07	7.97	7.90	6.71	6.71
Household Products	0.83	6.78	14.30	12.00	12.00
Packaged Foods & Meats	0.40	7.20	11.99	9.89	9.89
Personal Care Products	0.09	-4.72	-0.73	-0.70	-0.70
Soft Drinks	1.09	8.30	15.39	12.46	12.46
Tobacco	0.63	4.20	14.48	13.45	13.45
Energy	3.17	3.39	11.72	17.10	17.10
Integrated Oil & Gas	1.63	4.05	13.73	19.64	19.64
Oil & Gas Equipment & Services	0.25	1.65	13.02	26.17	26.17
Oil & Gas Exploration & Production	0.61	1.64	7.99	10.00	10.00
Oil & Gas Refining & Marketing & Transportation	0.29	8.26	9.90	19.78	19.78
Oil & Gas Storage & Transportation	0.39	1.05	9.96	10.97	10.97

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	12.29	-0.58	-5.16	-2.90	-2.90
Financials					
Asset Management & Custody Banks	0.98	-7.02	-11.12	-6.85	-6.85
Consumer Finance	0.65	-0.94	-10.00	-7.26	-7.26
Diversified Banks	3.18	2.20	-4.20	-0.56	-0.56
Diversified Financial Services	7.09	-2.77	-7.11	-4.94	-4.94
Financial Exchanges & Data	0.93	-8.94	-9.35	-6.98	-6.98
Insurance Brokers	0.45	0.11	-3.34	-2.56	-2.56
Investment Banking & Brokerage	1.35	-6.18	-8.78	-2.96	-2.96
Life & Health Insurance	0.29	-0.70	-3.39	-0.71	-0.71
Multi-Sector Holdings	1.11	5.68	1.08	0.24	0.24
Property & Casualty Insurance	0.95	4.97	1.83	0.04	0.04
Regional Banks	0.32	7.15	9.11	12.85	12.85
Reinsurance	0.02	-1.13	-4.52	-3.97	-3.97
Transaction & Payment Processing	1.95	-1.59	-7.36	-6.91	-6.91
Health Care	9.31	0.69	-0.19	-0.07	-0.07
Biotechnology	1.64	2.00	7.29	4.60	4.60
Health Care Distributors	0.40	9.14	10.50	11.23	11.23
Health Care Equipment	1.74	-2.28	-7.10	-6.46	-6.46
Health Care Facilities	0.21	6.68	6.08	8.55	8.55
Health Care Services	0.36	4.32	0.17	1.95	1.95
Health Care Supplies	0.07	2.05	-0.14	1.55	1.55
Life Sciences Tools & Services	0.83	-6.27	-10.29	-6.40	-6.40
Managed Health Care	0.59	-6.90	-18.92	-15.55	-15.55
Pharmaceuticals	3.48	3.45	6.11	4.68	4.68
Industrials	8.46	1.50	5.32	8.52	8.52
Aerospace & Defense	2.21	-1.33	0.97	5.68	5.68
Agricultural & Farm Machinery	0.24	6.73	21.38	21.51	21.51
Air Freight & Logistics	0.35	9.42	16.64	20.26	20.26
Building Products	0.48	5.74	11.11	12.77	12.77
Cargo Ground Transportation	0.10	14.72	19.45	24.55	24.55
Construction & Engineering	0.23	-1.54	10.10	16.72	16.72
Construction Machinery & Heavy Trucks	0.80	0.72	9.15	15.60	15.60
Data Processing & Outsourced Services	0.04	-1.23	-13.14	-13.28	-13.28
Diversified Support Svcs	0.19	1.16	4.25	2.74	2.74
Electrical Components & Equipment	0.57	-0.47	7.26	11.32	11.32
Environmental & Facilities Services	0.34	0.33	2.03	1.80	1.80
Heavy Electrical Equipment	0.32	2.81	8.32	12.85	12.85
Human Resource & Employment Services	0.24	-4.11	-8.89	-9.53	-9.53
Industrial Conglomerates	0.38	3.88	10.07	13.05	13.05
Industrial Machinery	0.70	4.56	8.33	10.73	10.73
Passenger Airlines	0.17	4.78	0.98	4.07	4.07
Passenger Ground Transportation	0.25	-7.94	-6.85	-7.96	-7.96
Railroads	0.47	6.60	8.62	8.45	8.45
Research & Consulting Svcs	0.14	-5.55	-9.34	-6.77	-6.77
Trading Companies & Distributors	0.26	8.76	8.07	12.93	12.93
Information Technology	30.26	-6.50	-6.75	-6.84	-6.84
Application Software	1.93	-14.10	-24.76	-26.97	-26.97
Communications Equipment	0.91	-0.54	4.55	4.86	4.86
Electronic Components	0.40	-7.30	1.58	4.49	4.49
Electronic Equipment & Instruments	0.13	0.46	8.87	12.06	12.06
Electronic Manufacturing Services	0.14	-5.82	-5.13	-4.45	-4.45
Internet Software & Services	0.08	-3.50	-4.03	-6.44	-6.44
IT Consulting & Services	0.75	-8.51	-6.66	-7.63	-7.63
Semiconductor Equipment	1.19	-13.69	6.54	19.16	19.16
Semiconductors	11.73	-9.50	-5.71	-4.48	-4.48
Systems Software	5.90	-10.18	-17.92	-19.71	-19.71
Technology Distributors	0.03	12.43	5.35	3.35	3.35
Technology Hardware, Storage & Peripherals	7.08	5.97	5.01	3.65	3.65
Materials	1.92	-0.17	7.55	10.49	10.49
Commodity Chemicals	0.06	10.75	21.01	28.30	28.30
Construction Materials	0.26	0.79	-0.47	2.68	2.68
Copper	0.14	-9.07	8.84	16.60	16.60

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Fertilizers & Agricultural Chemicals	0.12	-1.96	8.70	10.80	10.80
Gold	0.19	-14.50	4.83	8.69	8.69
Industrial Gases	0.44	3.08	7.35	9.31	9.31
Metal & Glass Containers	0.03	17.01	22.78	24.96	24.96
Paper Packaging	0.16	6.55	9.01	11.29	11.29
Specialty Chemicals	0.41	1.24	9.80	11.78	11.78
Steel	0.11	4.57	11.46	14.17	14.17
Real Estate	1.78	-0.16	2.27	2.48	2.48
Data Center REITs	0.22	-2.01	5.04	5.81	5.81
Health Care REITs	0.30	2.68	3.86	3.44	3.44
Hotel & Resort REITs	0.02	1.82	4.86	7.16	7.16
Industrial REITs	0.20	4.40	4.97	6.64	6.64
Multi-Family Residential REITs	0.00	-1.18	-2.02	-3.81	-3.81
Office REITs	0.02	-2.83	-5.84	-6.39	-6.39
Other Specialized REITs	0.09	-0.93	4.04	4.47	4.47
Real Estate Service	0.11	-8.14	-7.88	-7.02	-7.02
Retail REITs	0.26	4.21	8.43	8.77	8.77
Self-Storage REITs	0.13	1.06	7.29	7.93	7.93
Single-Family Residential REITs	0.13	1.06	7.29	7.93	7.93
Telecom Tower REITs	0.21	-6.38	-5.39	-5.54	-5.54
Timber REITs	0.03	3.01	10.10	12.75	12.75
Utilities	2.15	-0.56	0.95	0.96	0.96
Electric Utilities	1.41	-0.54	0.29	0.50	0.50
Gas Utilities	0.05	3.31	2.77	2.31	2.31
Independent Power Producers & Energy Traders	0.10	-9.32	-9.16	-8.00	-8.00
Water Utilities	0.04	-2.57	-1.35	-3.69	-3.69
Multi-Utilities	0.56	0.83	4.54	4.00	4.00

*Current Weight is market cap based, based on calculations by William Blair Intl. Ltd.

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DOW JONES: 49501.30

S&P 500: 6882.72

NASDAQ: 22904.60

Additional information is available upon request.

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