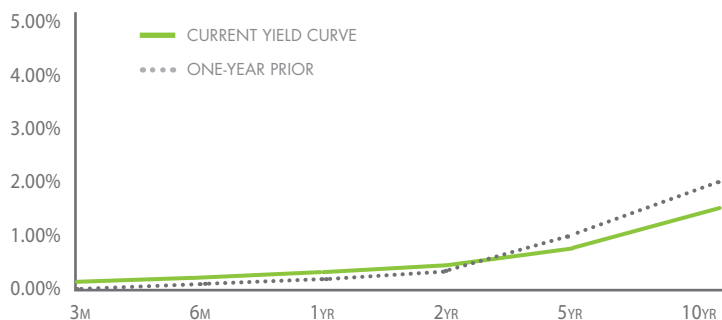


# FL SAFE MARKET UPDATE



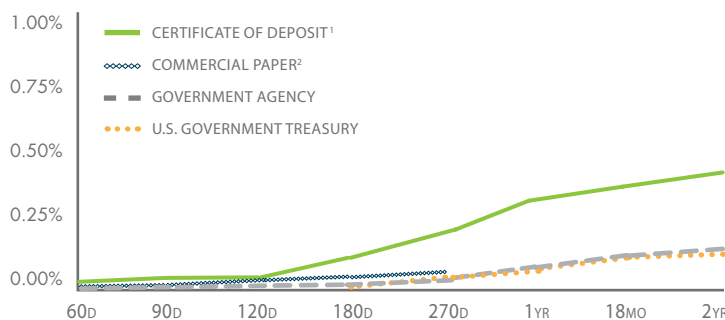
NOVEMBER 2012

## Historical Yield Curve



Source: Bloomberg Finance L.P., 11/1/12

## Indicative Rates



<sup>1</sup> Average of top ten banks; <sup>2</sup> General Electric Capital Corp.

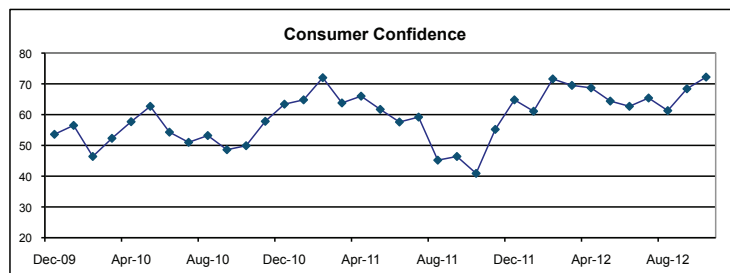
Source: PMA Financial Network, Inc., Bloomberg Finance L.P., 11/1/12

## FEATURED ECONOMIC INDICATOR

### Consumer Confidence

The Consumer Confidence index increased in October to its highest level in nearly five years as consumers were encouraged by lower unemployment. In a separate report, the Bloomberg Consumer Comfort Index remained relatively steady on October 25. According to this survey, U.S. households have become less pessimistic about the state of the economy in the past six weeks. Joseph Brusuelas, a senior economist at Bloomberg LP, said stability in home prices, a strong equity market and falling gasoline prices have bolstered consumer sentiment. However, the comfort index's state of the economy gauge remains weak as 82% of respondents said the economy is in "bad shape," the fewest since May 6.

Source: Bloomberg L.P.



Source: Bloomberg L.P.

## U.S. Economic Indicators

Event	Event Date	Period	Survey	Actual	Prior / Revised (R)
Building Permits (MoM)	10/17/12	SEP	810K	894K	801K (R)
Existing Home Sales (MoM)	10/19/12	SEP	4.75M	4.75M	4.83M (R)
New Home Sales (MoM)	10/24/12	SEP	385K	389K	368K (R)
Durable Goods Orders Ex. Transportation	10/25/12	SEP	0.9%	2.0%	-2.1% (R)
GDP (QoQ)	09/27/12	3Q A	1.8%	2.0%	1.3%
S&P Case-Shiller Composite-20 (YoY)	10/30/12	AUG	1.90%	2.03%	1.20%
Initial Jobless Claims	11/01/12	OCT 27	370K	363K	372K (R)
Change in Nonfarm Payrolls	11/02/12	OCT	125K	-	114K
Unemployment Rate	11/02/12	OCT	7.9%	-	7.8%

Source: Bloomberg Finance L.P., 11/1/12

## RECENT NEWS

### European Update: Banking Union

European leaders agreed in October to a timetable to set up a single eurozone-wide banking supervisor run by the European Central Bank. The regulator will be established over the course of the next year. Berlin continues to insist that the supervisor be effective before the Eurozone's rescue fund begins direct bank recapitalizations. Following the October meeting, Germany Chancellor Angela Merkel said that bad assets held by Spanish and Irish banks will not be eligible for direct recapitalization and that the rescue fund should only be used to address future problems. Moody's responded, "continuing vocal opposition makes it increasingly unlikely that the [rescue fund] will assume responsibility for legacy assets." Moody's continued in an October 22 report that policymakers' ability to implement pre-emptive crisis-fighting mechanisms has proven difficult, which leaves the Eurozone in a "precarious position, exacerbating the potential for shocks to undermine sovereign creditworthiness."

Source: Sources: Financial Times, Moody's

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