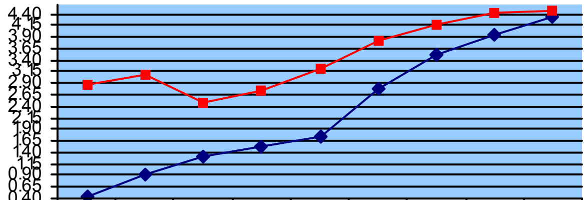
Ambassador Financial Group, Inc

# MARKETS AT A GLANCE

**Monday, November 03, 2008**

## US Treasury Curve



| | 3M | 6M | 1Y | 2Y | 3Y | 5Y | 7Y | 10Y | 30Y |
|---|---|---|---|---|---|---|---|---|---|
| Treasury | 0.45 | 0.93 | 1.3 | 1.54 | 1.75 | 2.77 | 3.5 | 3.93 | 4.36 |
| Libor/Swap | 2.86 | 3.09 | 2.47 | 2.73 | 3.2 | 3.81 | 4.17 | 4.42 | 4.46 |

## US Agency Bullets

| Maturity | Yield | Spread to UST |
|---|---|---|
| 1Y | 3.41 | 211 |
| 2Y | 3.02 | 147 |
| 3Y | 3.46 | 171 |
| 5Y | 4.24 | 147 |
| 7Y (To 5Y) | 4.91 | 214 |
| 10Y | 5.36 | 143 |

## Callable Agencies

| Maturity | Call Date | Yield | Spread to UST |
|---|---|---|---|
| 2Y | 1Y | 2.56 | 102 |
| 3Y | 1Y | 3.00 | 125 |
| 4Y | 1Y | 3.60 | 134 |
| 5Y | 1Y | 4.09 | 132 |
| 7Y | 1Y | 4.58 | 108 |
| 10Y | 1Y | 5.00 | 107 |

**** Bermuda Call Feature ****

## Agency Passthrough MBS

| Term | Coupon | Price | Yield | Avg. Life | Duration | Spread to A.L. |
|---|---|---|---|---|---|---|
| 10 Year | 5.00% | 98.688 | 5.34 | 4.08 | 3.46 | 296 |
| 15 Year | 5.00% | 98.188 | 5.38 | 5.63 | 4.51 | 246 |
| 15 Year | 5.50% | 100.063 | 5.47 | 5.43 | 4.34 | 259 |
| 20 Year | 5.50% | 98.406 | 5.80 | 7.13 | 5.31 | 251 |
| 30 Year | 5.50% | 98.156 | 5.82 | 8.37 | 5.85 | 224 |
| 30 Year | 6.00% | 100.313 | 5.94 | 7.65 | 5.44 | 253 |

Yield, A.L., and Duration using Espiel Prepayment Model PSA Equivalent

## Bank Qualified Tax-Exempt Municipal Debt

| Maturity | Nominal Yield | TEY | TEY Spread to UST | % of UST |
|---|---|---|---|---|
| 5Y | 3.65 | 5.23 | 246 | 132% |
| 7Y | 3.85 | 5.53 | 203 | 110% |
| 10Y | 4.20 | 6.06 | 213 | 107% |
| 12Y | 4.35 | 6.29 | 236 | 111% |
| 15Y | 4.45 | 6.44 | 251 | 113% |
| 20Y | 4.75 | 6.89 | 297 | 121% |

Bloomberg 30-day Visible Bank Qualified Supply: 305.2MM

TEY assuming 20 bps TEFRA disallowance and 34% Marginal Tax Rate. 10 year call feature.

## Corporate Debt

| Maturity | AA Rated Yield | AA Rated Spread to UST | A Rated Yield | A Rated Spread to UST |
|---|---|---|---|---|
| 1Y | 6.08 | 478 | 6.38 | 508 |
| 2Y | 6.64 | 510 | 6.93 | 539 |
| 3Y | 6.88 | 513 | 7.21 | 546 |
| 5Y | 7.90 | 513 | 8.22 | 545 |
| 7Y | 8.72 | 521 | 9.03 | 553 |
| 10Y | 9.31 | 538 | 9.63 | 570 |

## FHLB Advance Rates - Indicative

| Term | Rate | Term | Rate |
|---|---|---|---|
| 1M | 1.26 | 4Y | 4.59 |
| 3M | 2.27 | 5Y | 4.89 |
| 6M | 2.69 | 7Y | 5.29 |
| 1Y | 3.21 | 10Y | 5.67 |
| 2Y | 3.59 | 15Y | 5.94 |
| 3Y | 4.04 | | |

## Key Data

| Index | Latest | Daily Change |
|---|---|---|
| DOW | 9,325.01 | 144.3 |
| NASDAQ | 1,720.95 | 22.4 |
| S&P 500 | 968.75 | 14.7 |
| NASDAQ Bank Index | 2,249.26 | 73.2 |
| Fed Funds Target Rate | 1.00 | 0.0 |
| US Prime Rate | 4.00 | 0.0 |
| 3M Libor | 2.86 | -0.2 |
| Oil | 66.83 | -1.0 |
| Gold | 734.90 | 16.7 |
| FNMA 30Y Commitment Rate | 6.37 | -0.2 |
| FNMA 15Y Commitment Rate | 6.04 | -0.2 |

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