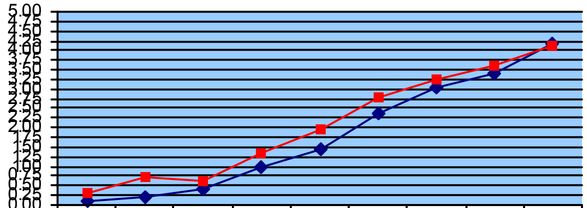
Ambassador Financial Group, Inc

# MARKETS AT A GLANCE

**Tuesday, September 01, 2009**

## US Treasury Curve



| | 3M | 6M | 1Y | 2Y | 3Y | 5Y | 7Y | 10Y | 30Y |
|---|---|---|---|---|---|---|---|---|---|
| Treasury | 0.11 | 0.22 | 0.41 | 0.96 | 1.46 | 2.38 | 3.04 | 3.4 | 4.19 |
| Libor/Swap | 0.33 | 0.73 | 0.62 | 1.33 | 1.94 | 2.76 | 3.24 | 3.62 | 4.1 |

## US Agency Bullets

| Maturity | Yield | Spread to UST |
|---|---|---|
| 1Y | 0.46 | 5 |
| 2Y | 1.08 | 12 |
| 3Y | 1.66 | 20 |
| 5Y | 2.64 | 26 |
| 7Y | 3.53 | 49 |
| 10Y | 4.09 | 69 |

## Callable Agencies

| Maturity | Call Date | Yield | Spread to UST |
|---|---|---|---|
| 2Y | 1Y | 1.18 | 22 |
| 3Y | 1Y | 1.94 | 48 |
| 4Y | 1Y | 2.53 | 61 |
| 5Y | 1Y | 3.10 | 72 |
| 7Y | 1Y | 3.56 | 52 |
| 10Y | 1Y | 4.45 | 105 |

**** Bermuda Call Feature ****

## Agency Passthrough MBS

| Term | Coupon | Price | Yield | Avg. Life | Duration | Spread to A.L. |
|---|---|---|---|---|---|---|
| 10 Year | 4.00% | 103.469 | 2.83 | 3.37 | 3.09 | 118 |
| 15 Year | 4.00% | 101.188 | 3.57 | 3.53 | 3.14 | 185 |
| 15 Year | 4.50% | 103.094 | 3.36 | 3.18 | 2.87 | 180 |
| 20 Year | 4.50% | 102.000 | 3.90 | 4.15 | 3.60 | 190 |
| 30 Year | 4.50% | 100.750 | 4.27 | 4.62 | 3.84 | 205 |
| 30 Year | 5.00% | 102.844 | 4.26 | 4.76 | 3.99 | 198 |

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 | 2.25 | 3.11 | 72 | 94% |
| 7Y | 2.80 | 3.94 | 90 | 92% |
| 10Y | 3.50 | 5.00 | 160 | 103% |
| 12Y | 3.80 | 5.45 | 205 | 112% |
| 15Y | 4.15 | 5.98 | 258 | 122% |
| 20Y | 4.50 | 6.52 | 311 | 132% |

Bloomberg 30-day Visible Bank Qualified Supply: 424MM

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 | 1.25 | 84 | 2.27 | 186 |
| 2Y | 2.36 | 140 | 3.28 | 232 |
| 3Y | 2.96 | 150 | 3.92 | 246 |
| 5Y | 3.87 | 149 | 4.92 | 254 |
| 7Y | 4.68 | 164 | 5.46 | 242 |
| 10Y | 5.06 | 165 | 5.82 | 242 |

## FHLB Advance Rates - Indicative

| Term | Rate | Term | Rate |
|---|---|---|---|
| 1M | 0.3 | 4Y | 2.83 |
| 3M | 0.34 | 5Y | 3.24 |
| 6M | 0.44 | 7Y | 4.09 |
| 1Y | 0.68 | 10Y | 4.62 |
| 2Y | 1.52 | 15Y | 5.28 |
| 3Y | 2.19 | | |

## Key Data

| Index | Latest | Daily Change |
|---|---|---|
| DOW | 9,496.28 | -47.9 |
| NASDAQ | 2,009.06 | -19.7 |
| S&P 500 | 1,020.62 | -8.3 |
| NASDAQ Bank Index | 1,686.48 | -8.6 |
| Fed Funds Target Rate | 0.25 | 0.0 |
| US Prime Rate | 3.25 | 0.0 |
| 3M Libor | 0.33 | 0.0 |
| Oil | 69.93 | 0.0 |
| Gold | 954.20 | 2.5 |
| FNMA 30Y Commitment Rate | 4.93 | -0.1 |
| FNMA 15Y Commitment Rate | 4.31 | -0.1 |

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