

LOAN INTEREST RATE INDICATORS:			
Index:	22-Oct	15-Oct	Beginning of 2010
Dist 11 COFI	1.71%	1.71%	2.09%
Prime Rate	3.25%	3.25%	3.25%
3 month LIBOR	0.29%	0.29%	0.25%
6 month LIBOR	0.45%	0.45%	0.43%
1 year LIBOR	0.77%	0.77%	0.98%

Swaps down 1bp to 4bp, FHLMC up 2bp 30&15 down 2bp 5yr ARM

MORTGAGE RATES as of 22-Oct			
Term	Area Rates*	National (w/ pts)	Last Week National
30 yr.	4.33%	4.34%	4.36%
15 yr.	3.90%	3.74%	3.77%
5-yr. ARM	3.25%	3.32%	3.34%
Home Equity LOC	N.A.	5.08%	5.08%

* Real Estate Section, The Milwaukee Journal/Sentinel

LAST WEEK'S ECONOMIC NEWS

Changes in senior management didn't help as M&I Bank's outlook remained negative; S&P rating fell to BBB/A-3.

Depending upon the housing market, the Fannie Mae & Freddie Mac bailout could cost \$363B by 2013.

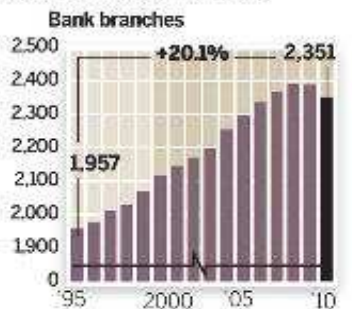
WI's unemployment rate for Sept was 7.8% vs 7.9% in Aug, the lowest since Feb 2009 (7.7%). The USA rate is 9.6%.

WI home sales in Sept fell 3.9% Y-O-Y as median price fell 1.8% to \$141K; metro-Milw sales fell 6.8% in 3rd Qtr Y-O-Y.

After more than a decade of constant growth, the # of bank branches in WI declined by 1 in 2009, then slid 37 more this year to 2,351. Associated still has the most branches in the state at 209 (11 fewer than 2009). AnchorBank sold off 11 branches in NW WI & down 14 overall Y-O-Y. Nationally, total bank offices in the US fell from 99,540 in 2009 to 98,505. CU added 10 WI offices in 2010 to 670 & 136 US offices.

Bank branches in Wisconsin

After years of steady growth, branch expansion has been curtailed.



Source: FDIC

Journal Sentinel

INVESTMENT MARKET INDICATORS			
Stock Market			
Index:	22-Oct	15-Oct	Change from 1/1/10
DJIA (YE 10428.05)	11132.56	11062.78 0.63%	6.76%
NASDAQ (YE 2269.15)	2479.39	2468.77 0.43%	9.27%
S&P 500 (YE 1115.10)	1183.08	1176.19 0.59%	6.10%
Russell 2000 (YE 625.39)	703.43	703.16 0.04%	12.48%
EAFE Index (YE 1580.77)	1623.69	1631.23 -0.46%	2.72%
Gold / ounce (YE \$1,096.20)	\$1,325.10	\$1,372.00 -3.42%	20.88%
Oil / Barrel (YE \$79.36)	\$81.69	\$81.25 0.54%	2.94%

TREASURY BOND YIELDS			
Term:	22-Oct	15-Oct	Beginning of 2010
3 Mo. (91 day)	0.13%	0.14%	0.06%
1 Yr.	0.21%	0.21%	0.44%
2 Yr.	0.36%	0.37%	1.14%
3 Yr.	0.54%	0.60%	1.68%
5 Yr.	1.15%	1.19%	2.68%
10 Yr.	2.56%	2.57%	3.84%
30 Yr.	3.93%	3.99%	4.64%

PUBLISHED DEPOSIT RATES*

Benchmarks:	22-Oct	15-Oct	
MM Accts.	Local Avg WI Avg	0.47 0.48	0.46 0.48
3 Mo>\$2.5k	Local Avg WI Avg	0.34 0.39	0.34 0.39
6 Mo>\$2.5k	Local Avg WI Avg	0.54 0.61	0.55 0.61
1 yr>\$2.5k	Local Avg WI Avg	0.82 0.89	0.83 0.90
3 yr>\$2.5k	Local Avg WI Avg	1.39 1.53	1.42 1.55
5 yr>\$2.5k	Local Avg WI Avg	1.91 2.01	1.95 2.03

* Business Section, The Milwaukee Journal/Sentinel

PREVIEW:			period:	expected:
MONDAY			Oct	25
Existing Home Sales			Sept	4.30M
TUESDAY				26
Consumer Confidence Index			Oct	50.0
WEDNESDAY				27
Durable Goods Orders			Sept	↑ 1.6%
New Home Sales			Sept	300K
THURSDAY				28
Initial Jobless Claims			23-Oct	455K
FRIDAY				29
Chicago PMI			Oct	57.6
U of Mich Consumer Sentiment Index			Oct	68.0
Employment Cost Index (ECI)			3rd Qtr	↑ 0.5%
Gross Domestic Product (GDP)			3rd Qtr	↑ 2.0%
GDP Price Index				↑ 2.0%