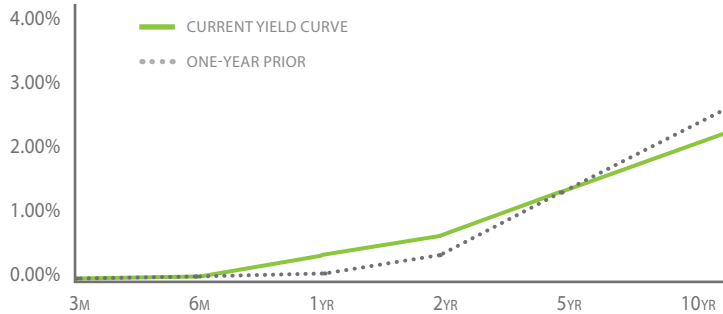


PRUDENT MAN ADVISORS MARKET UPDATE

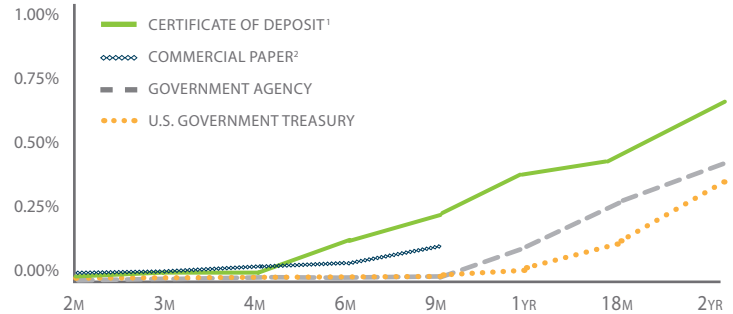
JUNE 2015

Historical Yield Curve



Source: Bloomberg Finance L.P., 6/1/15

Indicative Rates



¹ Average of top ten banks; ² General Electric Capital Corp.

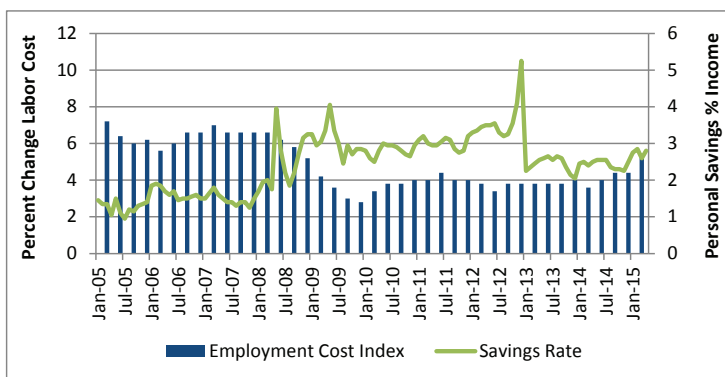
Source: PMA Financial Network, Inc., Bloomberg Finance L.P., 6/1/15

FEATURED ECONOMIC INDICATOR

How Wages and Savings May Affect Growth

After putting away less and less money for savings since at least 1990, Americans have begun saving more of their income since the Great Recession. The improvement was reversed by a 2013 tax hike, but savings are once again rising. Recently, savings have been aided by wage growth. Wages are growing at a slower rate than prior to the Great Recession, but have improved this year. While wage growth contributes to stronger economic growth, higher savings can offset the economic impact. The rate of future wage growth and the extent to which Americans choose to spend or save higher income will have a large impact on economic growth in the months and quarters ahead.

Source: Bloomberg



Source: Bloomberg

RECENT NEWS

Companies Finding Growth Through M&A

The dollar value of U.S.-company related mergers & acquisitions is up 69% for the year ended April 2015. Many factors are contributing to the growth including low interest rates making borrowing cheap, rising stock prices providing acquirers' shares more buying power, a strong U.S. dollar making foreign companies less expensive and companies' growing confidence about the economy. Companies hope to achieve revenue growth and improving margins through acquisitions. Such efficiencies can result in higher economic growth, but some companies may overextend themselves resulting in credit risk.

Source: Moody's, Wall Street Journal

U.S. Economic Indicators

Event	Event Date	Period	Survey	Actual	Prior / Revised (R)
Chicago Fed National Activity Index	05/21/15	APR	0.00	-0.15	-0.36 (R)
Consumer Price Index (YoY)	05/22/15	APR	-0.2%	-0.2%	-0.1%
Core CPI (YoY)	05/22/15	APR	1.7%	1.8%	1.8%
Durable Goods Orders Ex. Transportation (MoM)	05/26/15	APR	0.3%	0.5%	0.6% (R)
S&P Case-Shiller Composite-20 (YoY)	05/26/15	MAR	4.60%	5.04%	4.99% (R)
Consumer Confidence	05/26/15	MAY	95.0	95.4	94.3 (R)
Initial Jobless Claims	06/04/15	MAY 30	278K	-	282K
Change in Nonfarm Payrolls	06/05/15	MAY	228K	-	223K
Unemployment Rate	06/05/15	MAY	5.4%	-	5.4%

Source: Bloomberg Finance L.P., 6/1/15

Contact Information

JOHN H. HUBER, CFA

Senior Vice President, Chief Investment Officer

Prudent Man Advisors, Inc.
2135 CityGate Lane, 7th Floor
Naperville, IL 60563

Tel: 630.657.6510

Fax: 630.718.8701

Email: jhuber@pmanetwork.com

This document was prepared by Prudent Man Advisors, Inc. for clients of the firm and its affiliated PMA entities, as defined below. It is being provided for informational and/or educational purposes only without regard to any particular user's investment objectives, financial situation or means. The content of this document is not to be construed as a recommendation, solicitation or offer to buy or sell any security, financial product or instrument, or to participate in any particular trading strategy in any jurisdiction in which such an offer or solicitation, or trading strategy would be illegal. Nor does it constitute any legal, tax, accounting or investment advice of services regarding the suitability or profitability of any security or investment. Although the information contained in this document has been obtained from third-party sources believed to be reliable, PMA cannot guarantee the accuracy or completeness of such information. It is understood that PMA is not responsible for any errors or omissions in the content in this document and the information is being provided to you on an "as is" basis without warranties or representations of any kind.

Securities, public finance services and institutional brokerage services are offered through PMA Securities, Inc. PMA Securities, Inc. is a broker-dealer and municipal advisor registered with the SEC and MSRB, and is a member of FINRA and SIPC. Prudent Man Advisors, Inc., an SEC registered investment adviser, provides investment advisory services to local government investment pools and separate accounts. All other products and services are provided by PMA Financial Network, Inc. PMA Financial Network, Inc., PMA Securities, Inc. and Prudent Man Advisors (collectively "PMA") are under common ownership.

Securities and public finance services offered through PMA Securities, Inc. are available in CA, CO, FL, GA, IL, IN, IA, KS, MI, MN, MO, NE, OH, OK, PA, SD, TX and WI. This document is not an offer of services available in any state other than those listed above, has been prepared for informational and educational purposes and does not constitute a solicitation to purchase or sell securities, which may be done only after client suitability is reviewed and determined. All investments mentioned herein may have varying levels of risk, and may not be suitable for every investor. PMA and its employees do not offer tax or legal advice. Individuals and organizations should consult with their own tax and/or legal advisors before making any tax or legal related investment decisions. Additional information is available upon request.