

| | | | | | | | | | | | | | | | | | | | | |
|---------|--------|-------|--------|----------|-------|-----|----------|-------|--------------|------|-----|---------------|-------|------|-----------|---------|-----|------|----------|-------|
| S&P 500 | 882.68 | +3.12 | NASDAQ | 1,752.55 | +5.38 | DOW | 8,183.17 | +4.76 | 6-MO T-BILLS | .25% | ... | 30-YR T-BONDS | 4.32% | +1.6 | CRUDE OIL | \$60.41 | +27 | GOLD | \$915.90 | +6.90 |
|---------|--------|-------|--------|----------|-------|-----|----------|-------|--------------|------|-----|---------------|-------|------|-----------|---------|-----|------|----------|-------|

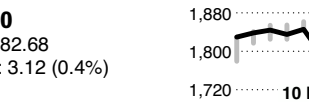
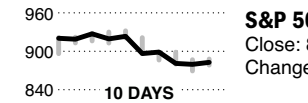
Money&Markets

Today
Investors get some solid data on the U.S. trade arena. Import prices are rising, though both imports and exports have fallen significantly from year-ago levels. Falling imports are good for the U.S. economy, while weaker export demand is bad.

Trade picture
Here's how rising oil prices can hurt trade. The total price of imported goods has been climbing lately as oil prices have edged up. Higher import prices can contribute to inflation. But low U.S. consumer demand for other imported items should help keep the price of imports in check. Besides import prices, the government also gives data on the trade balance today. The trade deficit has been declining on falling import demand. Weaker demand for U.S. exports in the rest of the world is a painful side-effect of the global recession.

Import prices
change from a month ago

Source: Thomson Reuters



Stocks Recap

| | HIGH | LOW | CLOSE | CHG. | %CHG. | WK | MO | QTR | YTD |
|---------------|---------|---------|---------|--------|--------|----|----|-----|---------|
| DOW | 8228.67 | 8145.31 | 8183.17 | +4.76 | +0.06% | ▲ | ▲ | ▲ | -6.76% |
| DOW Trans. | 3113.89 | 3063.89 | 3078.32 | +14.79 | +0.48% | ▲ | ▲ | ▲ | -12.97% |
| DOW Util. | 349.23 | 342.04 | 347.21 | +1.96 | +0.57% | ▲ | ▲ | ▲ | -6.35% |
| NYSE Comp. | 5702.73 | 5624.57 | 5667.37 | +42.80 | +0.76% | ▲ | ▲ | ▲ | -1.56% |
| NASDAQ | 1763.63 | 1747.44 | 1752.55 | +5.38 | +0.31% | ▲ | ▲ | ▲ | +11.13% |
| S&P 500 | 887.86 | 878.45 | 882.68 | +3.12 | +0.35% | ▲ | ▲ | ▲ | -2.28% |
| S&P 400 | 551.67 | 544.83 | 548.03 | +1.50 | +0.27% | ▲ | ▲ | ▲ | +1.81% |
| Wilshire 5000 | 9090.39 | 8996.68 | 9035.16 | +29.58 | +0.33% | ▲ | ▲ | ▲ | -0.57% |
| Russell 2000 | 483.91 | 478.97 | 479.27 | -0.41 | -0.09% | ▼ | ▼ | ▼ | -4.04% |

Trade balance

| May 2008 | May 2009 |
|--------------|--------------|
| est. \$30.2b | est. \$30.2b |
| -\$60.5b | -\$60.5b |

Source: Census Bureau

Less of everything

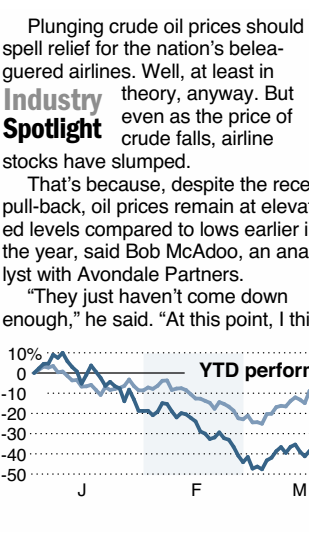


SOURCE: Thomson Reuters

Industry Spotlight

Plunging crude oil prices should spell relief for the nation's beleaguered airlines. Well, at least in theory, anyway. But even as the price of crude falls, airline stocks have slumped.

That's because, despite the recent pull-back, oil prices remain at elevated levels compared to lows earlier in the year, said Bob McAdoo, an analyst with Avondale Partners. "They just haven't come down enough," he said. "At this point, I think



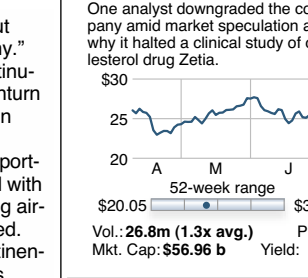
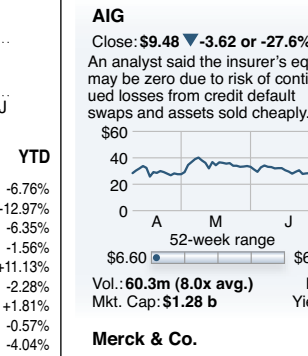
people are still just nervous about what's going on with the economy." What's more, airlines are continuing to feel squeezed from a downturn in business travel and a decline in overall traffic.

All the leading U.S. airlines reported that June traffic fell compared with the same month last year. Among airline stocks, the results were mixed. United Airlines parent UAL, Continental Airlines and American Airlines parent AMR all recorded losses, while JetBlue stock advanced.

Merck & Co.
Close: \$27.01 ▼-1.03 or -3.7%
One analyst said the company's equity may be zero due to risk of continued losses from credit default swaps and assets sold cheaply.

Saks Inc.
Close: \$4.29 ▼-0.46 or -9.7%
The luxury retailer said its same-store sales fell 4.4 percent in June, which was better than expected because of a designer sale event.

Story Stocks
Investors are finding some appetite for risk after a jittery week. Stocks edged higher as investors put money into banking and industrial stocks as well as commodities. Cautious investors have worried about buying stocks, even after heavy selling earlier this week made shares look relatively cheap. Many were encouraged by better-than-expected results from aluminum maker Alcoa, which started second-quarter earnings season and stoked hopes for more upbeat reports to come. The gains were tempered by weak sales reports from retailers and evidence that the labor market is still hurting. The Standard & Poor's 500 index rose 3.12, or 0.4 percent, to 882.68.



Still a big draw
About 31 million Americans watched Michael Jackson's Tuesday memorial service on TV. The Los Angeles memorial for the King of Pop ranks close to the popularity of Princess Diana's funeral and President Reagan's burial service, based on TV viewership numbers from research group Nielsen. But adding in global numbers and Web-based and other platforms, which could take days, will push the total significantly higher. The June 25 death of the star sparked continuous international media coverage. Interest will likely remain high at least until the funeral, which is as yet unscheduled.

TV VIEWERSHIP

Michael Jackson memorial
July 7, 2009
31 million

Gerald Ford funeral
Jan. 2, 2007
15 million

Pope John Paul II funeral
April 8, 2005
8.8 million

Ronald Reagan burial
June 11, 2004
35.1 million

Princess Diana funeral
Sept. 6, 1997
33.3 million

Source: Nielsen
Shailla Dani, Elizabeth Gramling • AP

FundFocus

This fund is beating its index this year after losing 44 percent in 2008 as international markets reeled. Morningstar calls it a compelling, cheap option among foreign stock index funds.

Vanguard TotIntl vs **VGTSX**

| | VALUE | BLEND | GROWTH |
|-----------|-------|-------|--------|
| LARGE CAP | ▲ | ▲ | ▲ |
| MID CAP | ▲ | ▲ | ▲ |
| SMALL CAP | ▲ | ▲ | ▲ |

Morningstar Ownership Zone™

Foreign Large Blend

Fund target represents weighted average of stock holdings
Represents 75% of fund's stock holdings

MORNINGSTAR RATING™ ★★★★★

ASSETS \$20,154 million
EXP RATIO 0.34%
MANAGER Duane Kelly
SINCE 2008-08-05

RETURNS 3-MO +13.9%
YTD +7.4
1-YR -29.8
3-YR ANNL -7.0
5-YR ANNL +3.4

TOP 5 HOLDINGS

| Company | PCT |
|--------------------|------|
| Nestle | 1.54 |
| BP PLC | 1.49 |
| Total SA | 1.25 |
| Roche Holding AG | 1.15 |
| Vodafone Group PLC | 1.09 |

IN BRIEF

UT recruits Disney to advise professionals

The University of Tennessee is recruiting Disney insiders to give insight into corporate strategy to Knoxville-area business leaders.

Area business professionals interested in gaining advice from Disney officials are being sought for the Disney Keys to Excellence Program on July 21 on the UT campus.

The one-day workshop is being offered through the College of Business Administration's Center for Executive Education and will run 8 a.m.-4:30 p.m. in the Carolyn P. Brown University Center.

The Knoxville Disney Keys program will have four 90-minute sessions: Leadership, Disney Style; Management, Disney Style; Service, Disney Style; and Loyalty, Disney Style.

The cost is \$395, which includes course materials and food. For more information or to register, call 877-544-2384 or visit www.keysknoxville.com.

Jackson Avenue project making progress

Work is progressing on redevelopment of the Southeastern Glass building, at the intersection of Jackson and North Broadway.

A sixth floor will be added to the top of the building, while new construction on the east side will include a staircase and

Regal Entertainment offers \$300M in notes

Regal Entertainment Group on Thursday said that it plans to offer \$300 million of senior notes through its wholly owned subsidiary, Regal Cinemas Corp.

The Knoxville-based movie theater company plans to use the proceeds of the offering to repay a portion of an existing debt.

The 10-year notes are being offered only to qualified institutional buyers.

Regal is the largest movie theater operator in the country with 6,782 screens in 549 locations in 39 states and the District of Columbia.

Shares of Regal closed Thursday down 7 cents, or 0.55 percent, to \$12.63.

Interest rates

Interest rates tied to 10-year Treasury notes increased, pushing up consumer borrowing costs for mortgages and other types of loans.

| TREASURIES | YEST | PVS | NET CHG | WK MO QTR | 1YR AGO |
|----------------|------|------|---------|-----------|---------|
| 3-month T-bill | .17 | 0.17 | ... | ▲ -- | 1.81 |
| 6-month T-bill | .25 | 0.25 | ... | ▼ ▼ ▼ | 2.03 |
| 52-wk T-bill | .44 | 0.42 | +0.02 | ▼ ▼ ▼ | 2.19 |
| 2-year T-note | .92 | 0.88 | +0.04 | ▼ ▼ ▼ | 2.38 |
| 5-year T-note | 2.31 | 2.21 | +0.10 | ▼ ▼ ▲ | 3.10 |
| 10-year T-note | 3.41 | 3.29 | +0.12 | ▼ ▼ ▲ | 3.83 |
| 30-year T-bond | 4.32 | 4.16 | +0.16 | ▲ ▼ ▲ | 4.43 |

Commodities

Crude oil prices rose for the first time in more than a week, yet new consumer and jobs data continues to undermine energy demand. Gold prices rose as investors moved into commodities.

| FUELS | CLOSE | PVS. | %CH. | %YTD |
|----------------------|-------|-------|-------|-------|
| Crude Oil (bbl) | 60.41 | 60.14 | +0.45 | +35.5 |
| Ethanol (gal) | 1.49 | 1.48 | +0.47 | -8.0 |
| Heating Oil (gal) | 1.53 | 1.53 | -0.23 | +8.8 |
| Natural Gas (mm btu) | 3.41 | 3.35 | +1.64 | -39.4 |
| Unleaded Gas (gal) | 1.66 | 1.63 | +1.87 | +64.7 |

Foreign Exchange

The dollar fell against most major currencies as investors traded their cash for stocks. The greenback fell against the euro and British pound, but rose against the Japanese yen.

| MAJORS | CLOSE | PVS. | %CH. | 6MO. | 1YR. |
|-----------------------|---------|---------|--------|---------|---------|
| USD per British Pound | 1.6357 | +0.030 | +2.02% | 1.5134 | 1.9818 |
| Canadian Dollar | 1.1612 | -0.097 | -8.4% | 1.1869 | 1.0111 |
| USD per Euro | 1.4036 | +0.0185 | +1.32% | 1.3429 | 1.5746 |
| Japanese Yen | 93.01 | +56 | +60% | 90.49 | 106.83 |
| Mexican Peso | 13.5575 | -0.280 | -2.1% | 13.6193 | 10.3093 |

For breaking business news and stock updates go to knoxvillebiz.com

Local Stocks

| NAME | TICKER | LO | HI | CLOSE | CHG | %CHG | WK | MO | QTR | YTD | 1YR | VOL | P/E | DIV |
|----------------------|--------|-------|-------|-------|-------|--------|----|----|-----|---------|---------|--------|-----|-------|
| AT&T | T | 20.90 | 33.56 | 23.38 | -16 | -0.7% | ▲ | ▲ | ▲ | -18.0% | -23.6% | 25260 | 11 | 1.64 |
| Alcoa | AA | 4.97 | 35.66 | 9.23 | -23 | -2.4% | ▲ | ▲ | ▲ | -18.0% | -69.1% | 86492 | dd | 0.12m |
| BB&T Corp | BBT | 12.90 | 45.31 | 20.86 | +41 | +2.0% | ▲ | ▲ | ▲ | -24.0% | -6.1% | 5641 | 9 | 0.60m |
| Bank of America Corp | BAC | 2.53 | 39.50 | 11.97 | +13 | +1.1% | ▲ | ▲ | ▲ | -15.0% | -45.5% | 265784 | 16 | 0.04 |
| Boeing Co. | BA | 29.05 | 69.50 | 39.30 | -25 | -0.6% | ▼ | ▼ | ▼ | -7.9% | -37.5% | 5369 | 14 | 1.68 |
| Brinker Intl. | EAT | 3.88 | 21.62 | 16.31 | -04 | -0.2% | ▼ | ▼ | ▼ | +54.7% | -6.2% | 2161 | 20 | 0.44 |
| Brunswick Corp | BC | 1.82 | 16.64 | 3.51 | -11 | -3.0% | ▼ | ▼ | ▼ | -16.6% | -66.5% | 1237 | dd | 0.05m |
| CSX Corp | CSX | 20.70 | 69.50 | 31.84 | +40 | +1.3% | ▲ | ▲ | ▲ | -1.9% | -46.8% | 4603 | 10 | 0.88 |
| Citigroup | C | 0.97 | 23.50 | 2.69 | +07 | +2.7% | ▲ | ▲ | ▲ | -59.9% | -82.1% | 111001 | dd | ... |
| Coca Cola | KO | 37.44 | 55.84 | 48.71 | +20 | +0.4% | ▲ | ▲ | ▲ | +7.6% | -2.7% | 8613 | 20 | 1.64 |
| Comcast Corp A | CMCSA | 11.10 | 22.54 | 13.39 | -11 | -0.8% | ▼ | ▼ | ▼ | -20.7% | -27.3% | 15247 | 15 | 0.27 |
| Cracker Barrel | CBRL | 10.67 | 35.18 | 28.66 | -72 | -2.5% | ▼ | ▼ | ▼ | +39.2% | +31.9% | 440 | 10 | 0.80 |
| DineEquity Inc | DIN | 5.24 | 38.98 | 31.80 | +40.2 | +14.5% | ▲ | ▲ | ▲ | +175.1% | -26.9% | 1073 | dd | ... |
| Dow Chemical | DOW | 5.89 | 39.99 | 14.76 | +04 | +0.3% | ▲ | ▲ | ▲ | -2.2% | -54.6% | 12136 | dd | 0.60 |
| Eastman Chemical | EMN | 17.76 | 69.45 | 35.80 | +49 | +1.4% | ▲ | ▲ | ▲ | +12.9% | -44.8% | 7079 | 13 | 1.76 |
| Emerson Elec | EMR | 24.39 | 51.45 | 30.97 | +15 | +0.5% | ▲ | ▲ | ▲ | -15.4% | -35.1% | 3792 | 11 | 1.32 |
| Exxon Mobil | XOM | 56.51 | 88.88 | 65.97 | -29 | -0.4% | ▼ | ▼ | ▼ | -17.4% | -21.0% | 22444 | 9 | 1.68f |
| FedEx Corp | FDX | 34.02 | 96.99 | 53.93 | +57 | +1.1% | ▲ | ▲ | ▲ | -15.9% | -30.6% | 2396 | cc | 0.44 |
| Fifth Third Bancorp | FTB | 1.01 | 21.00 | 6.76 | +18 | +2.7% | ▲ | ▲ | ▲ | -18.2% | +1.8% | 24626 | dd | 0.04 |
| FishThorizon | FHN | 4.19 | 17.12 | 11.38 | +20 | +1.8% | ▲ | ▲ | ▲ | +10.5% | +71.3% | 2188 | dd | 0.80t |
| First Security Group | FSGI | 2.80 | 7.95 | 3.82 | +07 | +1.9% | ▲ | ▲ | ▲ | -17.3% | -38.3% | 0 | dd | 0.04m |
| ForwardAir | FWRD | 13.48 | 38.58 | 20.56 | -30 | -1.4% | ▼ | ▼ | ▼ | -15.3% | -37.5% | 107 | 18 | 0.28 |
| Gannett Co. | GCI | 1.85 | 21.68 | 3.19 | +01 | +0.3% | ▲ | ▲ | ▲ | -60.1% | -79.2% | 5603 | 1 | 0.16 |
| Gerdau AmeriSteel | GNA | 2.85 | 17.98 | 6.20 | +09 | +1.5% | ▲ | ▲ | ▲ | +2.3% | -62.5% | 1285 | dd | ... |
| Gray Television | GTN/A | 0.39 | 4.75 | 75 | ... | ... | ▲ | ▲ | ▲ | +29.3% | -83.2% | dd | ... | ... |
| GreenBank | GRNB | 0.76 | 25.17 | 3.71 | -10 | -2.6% | ▼ | ▼ | ▼ | -72.6% | -71.8% | 173 | dd | ... |
| Green Mount Coffee | GMCR | 15.34 | 63.69 | 56.52 | +88 | +1.6% | ▲ | ▲ | ▲ | +119.1% | +121.7% | 1030 | 53 | ... |
| Home Depot | HD | 17.05 | 30.74 | 22.68 | +02 | +0.1% | ▲ | ▲ | ▲ | -1.5% | +2.3% | 14270 | 16 | 0.90 |
| Honeywell Intl | HON | 23.06 | 53.71 | 29.67 | +19 | +0.6% | ▲ | ▲ | ▲ | -9.6% | -40.5% | 6814 | 9 | 1.21 |
| Ingles Markets | IMKT | 10.99 | 26.61 | 14.85 | -60 | -3.9% | ▼ | ▼ | ▼ | -15.6% | -34.8% | 32 | 8 | 0.66 |
| InterNap Network | INAP | 2.00 | 5.08 | 2.78 | -09 | -3.1% | ▼ | ▼ | ▼ | +11.2% | -40.7% | 353 | dd | ... |
| Jefferson Bancshares | JFBI | 4.66 | 9.90 | 5.80 | +11 | +1.9% | ▲ | ▲ | ▲ | -31.0% | -35.8% | 3 | 15 | 0.24 |
| Joe's Jeans | JOEZ | 0.22 | 1.67 | .68 | +01 | +1.5% | ▲ | ▲ | ▲ | +88.9% | -44.2% | 143 | 9 | 0.2 |
| Johnson & Johnson | JNJ | 46.25 | 72.76 | 56.69 | -39 | -0.7% | ▲ | ▲ | ▲ | -5.2% | -11.0% | 11232 | 12 | 1.96f |

PETERBILT

from B1

attached to another truck, and it also will have a hovercraft for water rescues, a water pump and a light tower

so the First Response Team of America can provide light to communities. The third will be a supply truck and will have diesel fuel, tools, forklifts, welders, communication equipment, including satellite phones and laptops, and rescue equipment.

Agoglia's team watches weather patterns to determine the worst-hit areas and then shows up with the trucks to begin clearing the roads. The trucks have to be reliable so the team can do its job, he noted. "A lot of times these trucks