

**Treasury Market Cautious Ahead of Data**

CHICAGO (MarketWatch) - Treasuries fell Wednesday as expectations for a strong late-week employment report cooled some bond market optimism.

Treasuries gained and the yield curve steepened somewhat in the previous session, with Federal Reserve policy decisions in coming months, under incoming chairman Ben Bernanke, still grabbing the attention of the bond market.

At last check, the 10-year note was down

5/32 at 100 30/32. That subtracts just over \$1.25 per each \$1,000 worth of securities.

The decline in price lifted the note's yield, a reference for mortgage and corporate borrowing, to 4.38% from 4.36% Tuesday.

Most members of the interest-rate setting committee said the outlook for policy was that "the number of additional firming steps required probably would

not be large," according to minutes from the December meeting.

FOMC officials did agree that the outlook for monetary policy was becoming "considerably less certain," and that decisions would depend more on incoming economic data.

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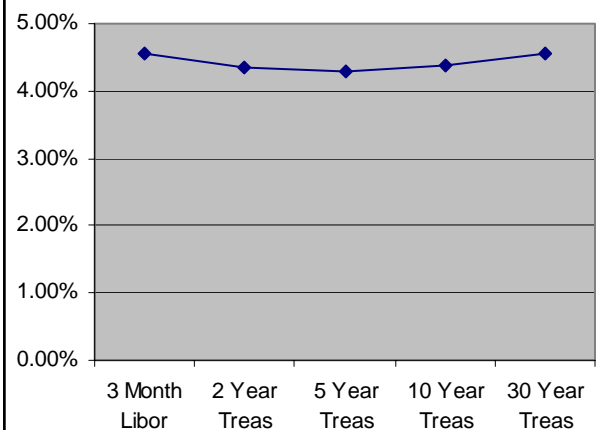
**Market Indices**

	<b>1/9/06</b>
Prime	7.25%
3 Month Libor	4.56%
5 Year Treasury	4.30%
10 Year Treasury	4.37%

**Representative Spreads \***

<b>Project</b>	<b>Spread</b>
Multi Family	95-150
Office	110-150
Industrial	110-150
Retail	100-130

January 9, 2006



**\$11,990,000**

**City of Utica Industrial Development Agency**

**Civic Facility Revenue Bonds**

**Utica College Project**



Paragon Prime Funding ("Paragon") provided investment banking financial advisory services to Utica College in connection with the issuance of \$11,990,000 Series A and B civic facility revenue bonds.

The Series A bonds, totaling \$4,135,000 will provide financing for a new state of the

art academic science center on the Utica Campus.

The Series B bonds, totaling \$7,855,000, refunded a prior series of bonds originally used for the construction of a student dormitory. The college generated approximately \$1.6 million in present value savings by restructuring their current debt with the Series B bonds.

Paragon orchestrated the structuring, documentation, sale, and closing of the two series of bonds on the same financing schedule. This allowed the college to obtain closing cost economies of scale.

Paragon was also instrumental in securing a direct pay letter of credit from a AA rated New York Financial Institution.

\* Representative spreads are indicative of class A properties with 75% loan to value on a 20 to 30 year amortization. Lower leveraged loans will result in a spread reduction.