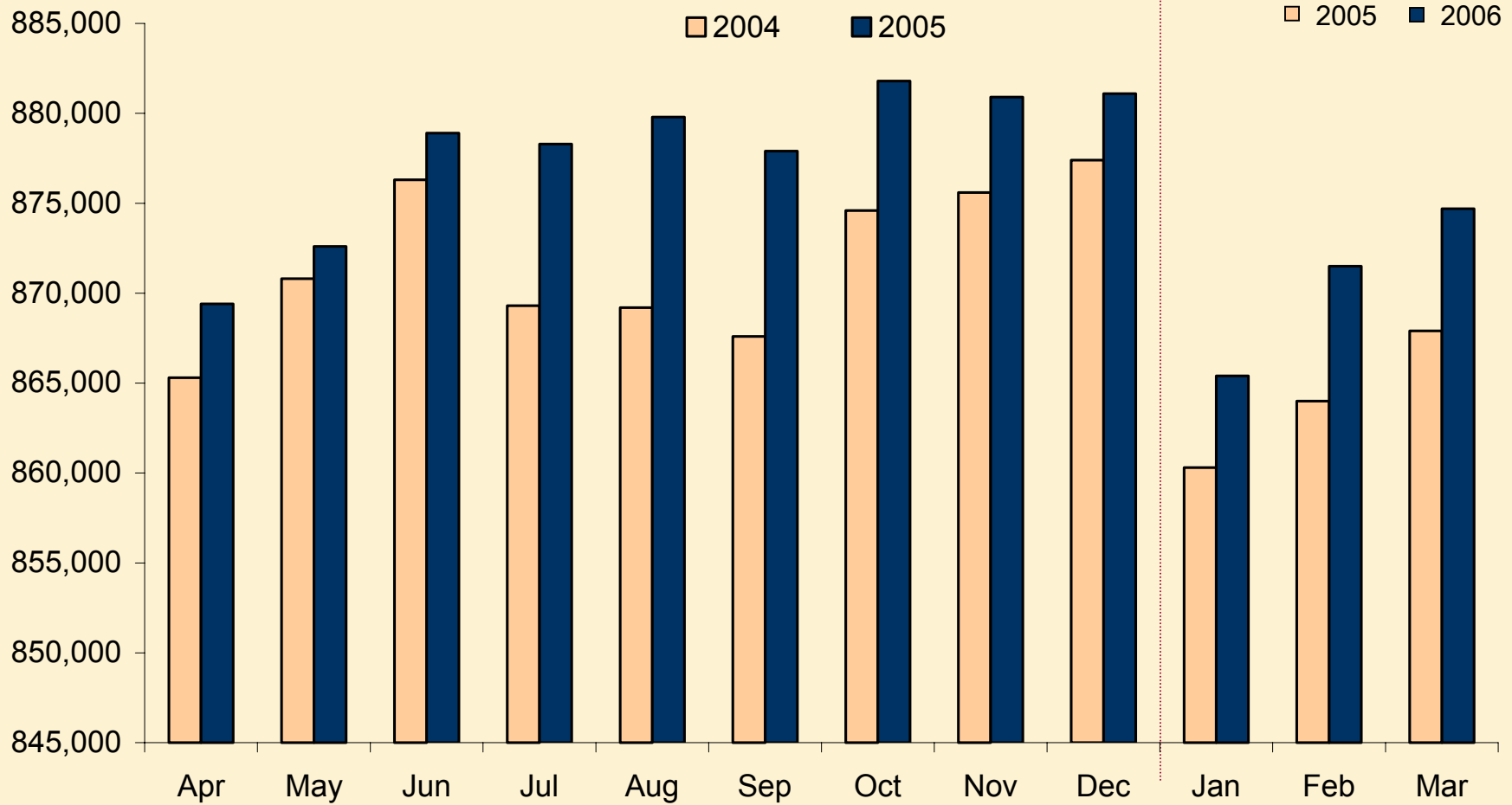


Economic Indicators

Office of Economic Development

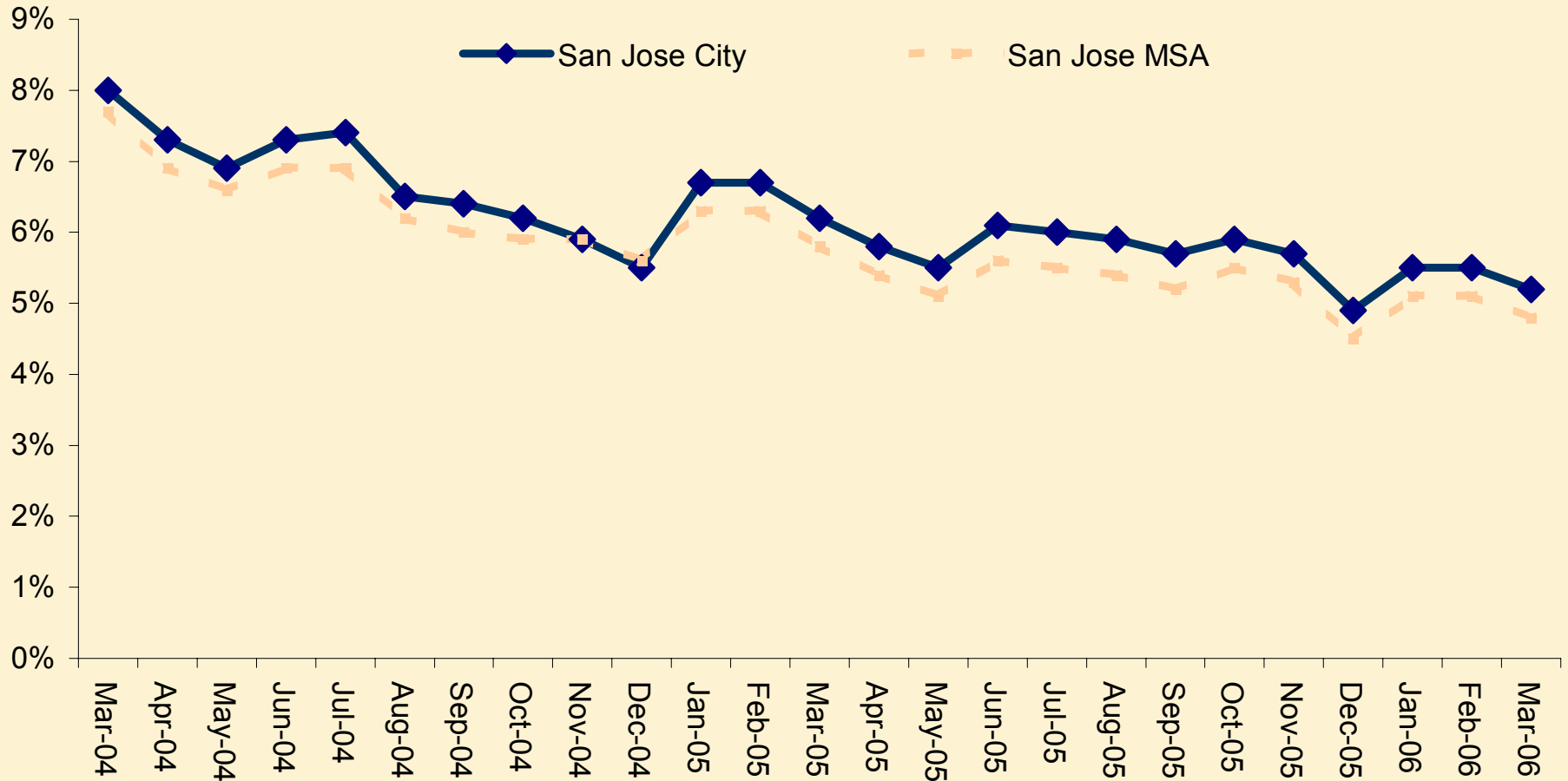
April 24, 2006

STEADY YEAR OVER YEAR JOB GROWTH



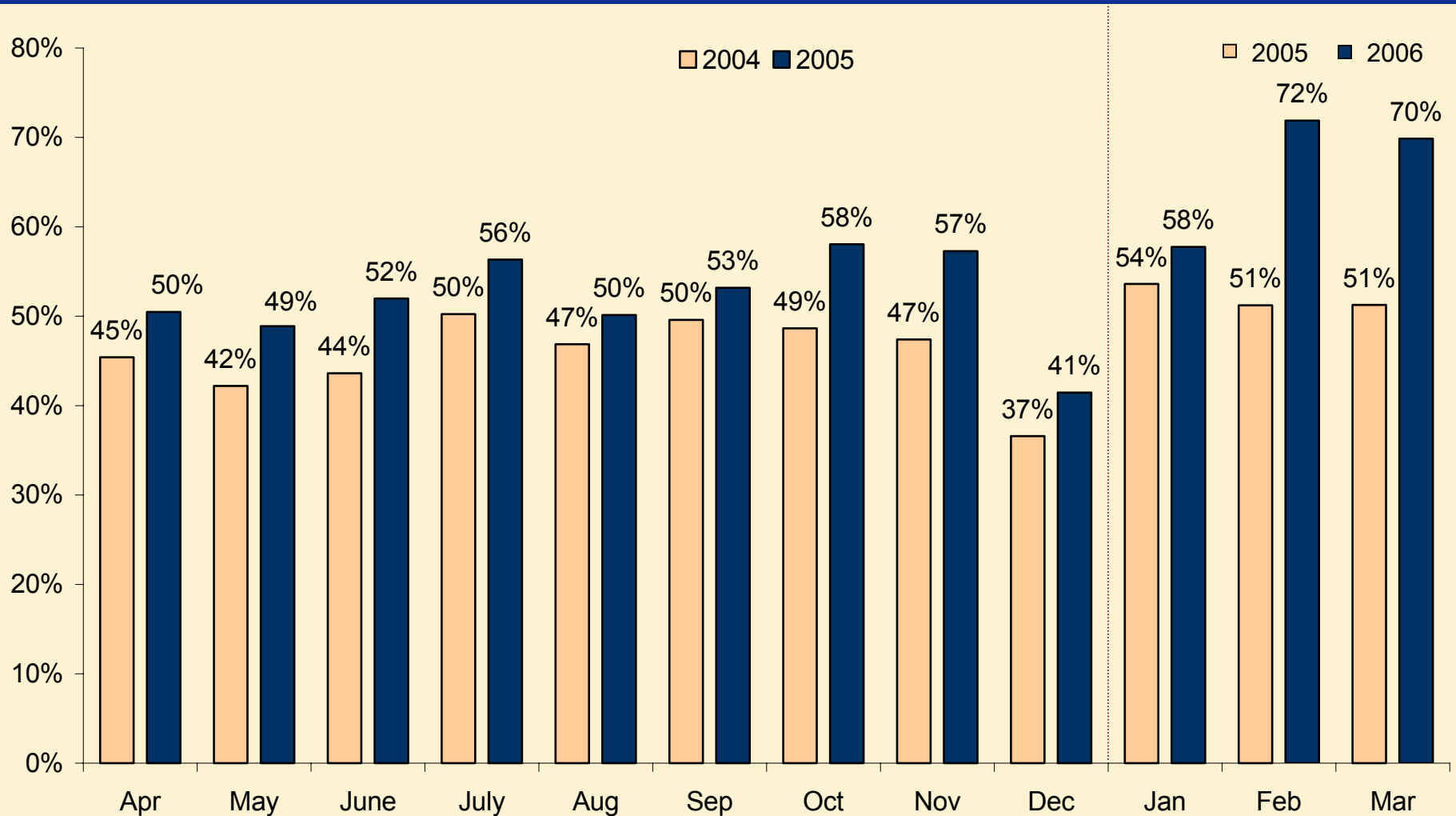
Jobs San Jose MSA

SAN JOSE AREA UNEMPLOYMENT FALLS BELOW 5%, JUST 2nd TIME IN 5 YEARS



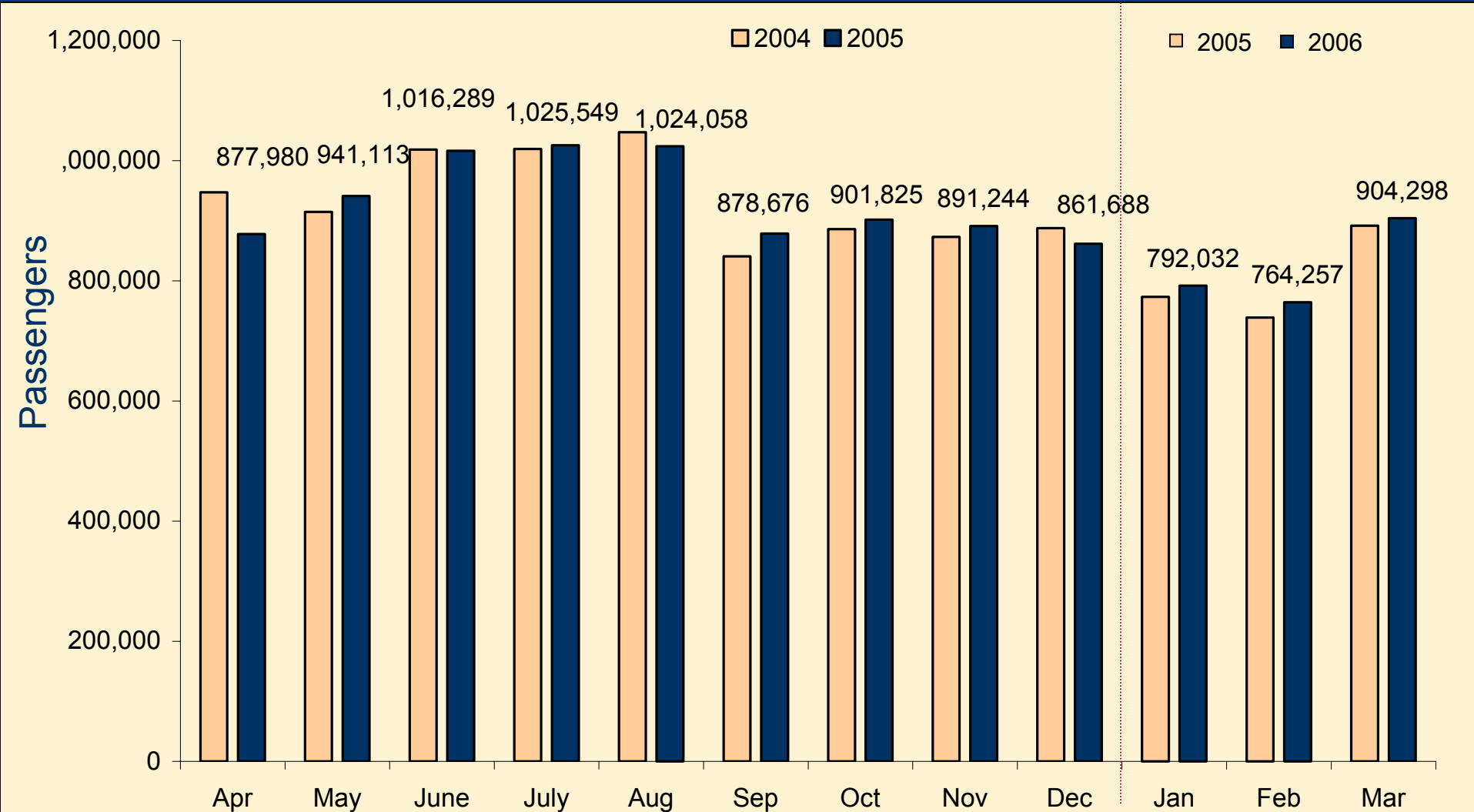
Unemployment Rate in San Jose and San Jose MSA

THREE STRONG MONTHS OF YEAR OVER YEAR OCCUPANCY GROWTH



Hotel Occupancy, San Jose

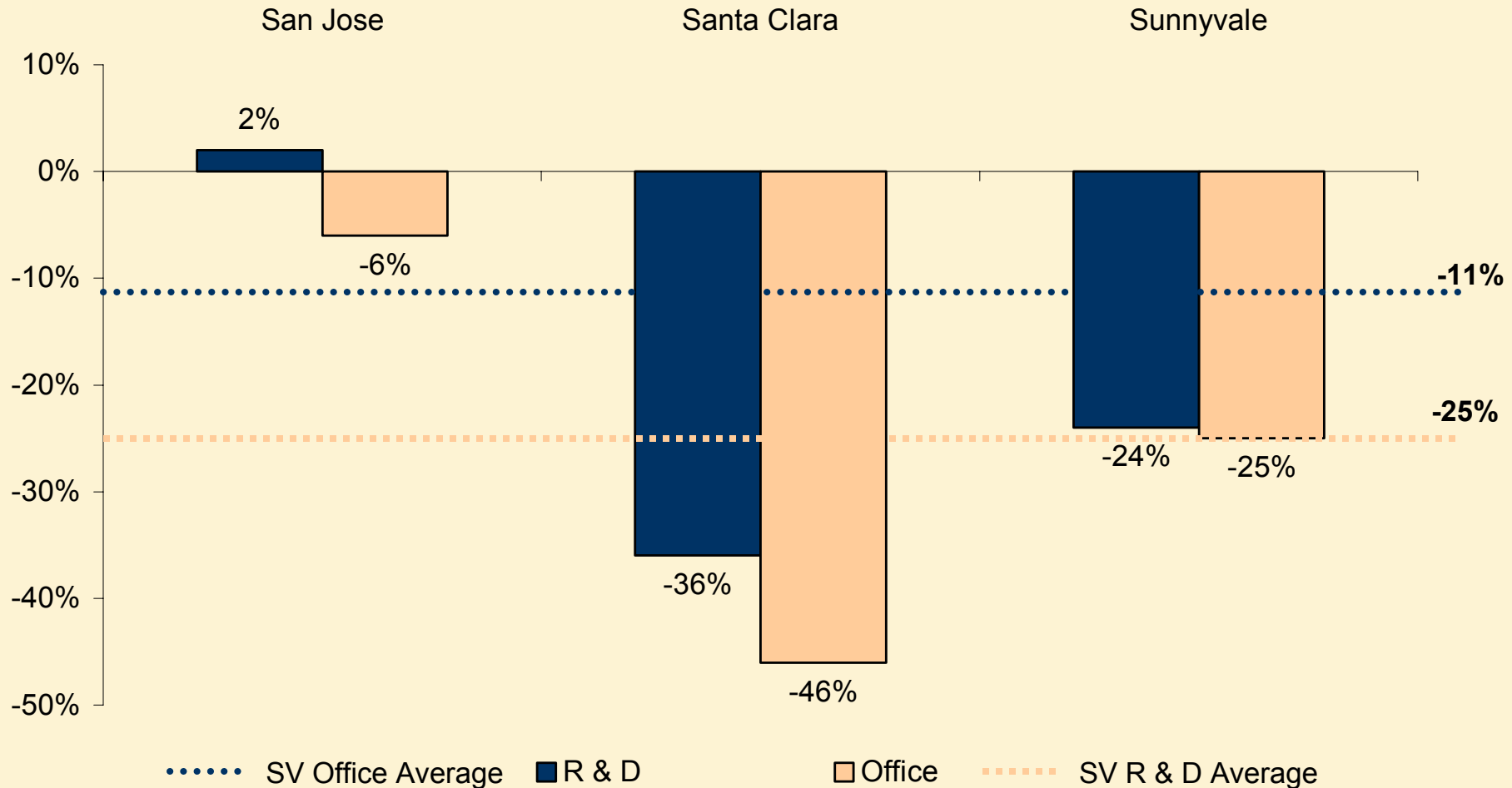
3 SUSTAINED MONTHS OF PASSENGER GROWTH



Passenger Traffic, Mineta San Jose International Airport

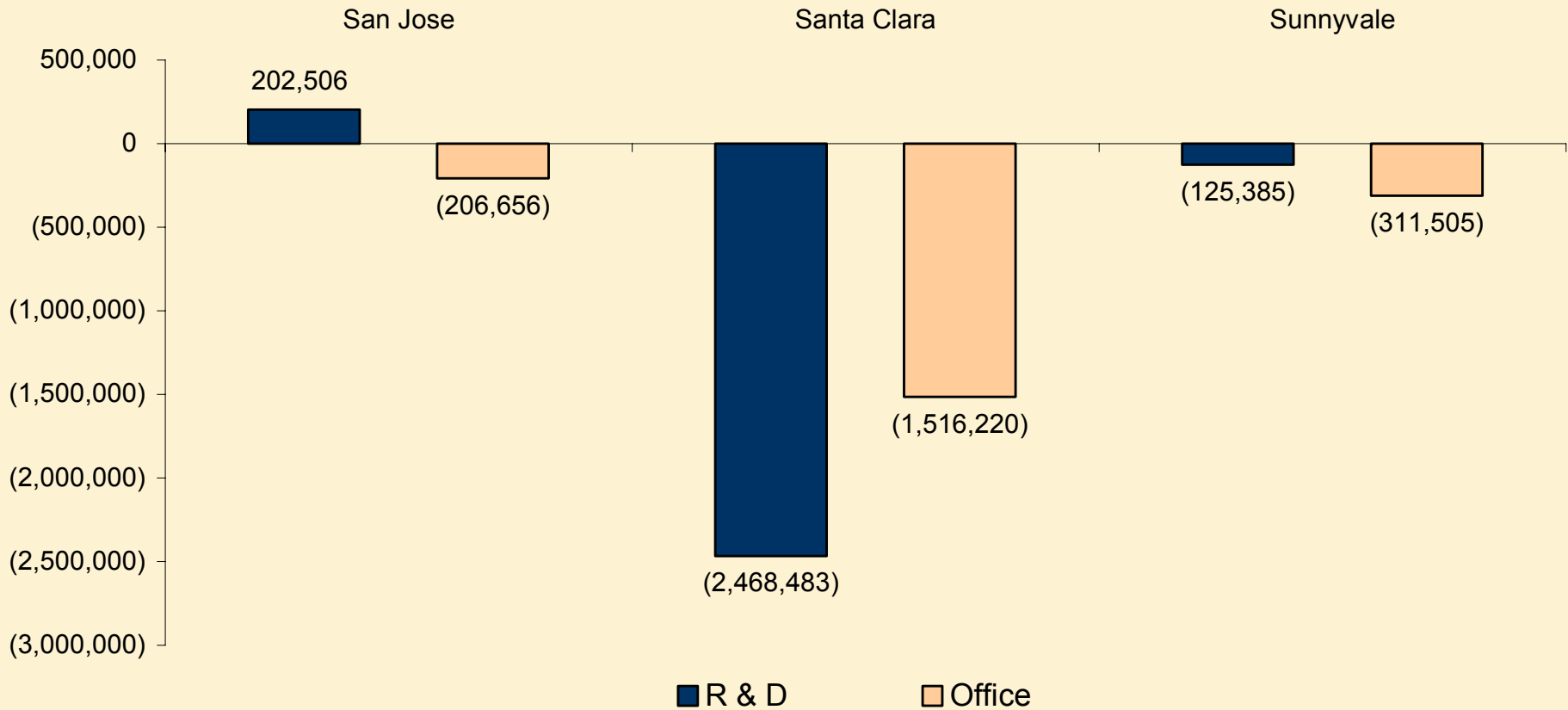
Source: Mineta San Jose International Airport, Calendar Year

SAN JOSE'S R&D & OFFICE ABSORPTION LAGS BEHIND THE VALLEY



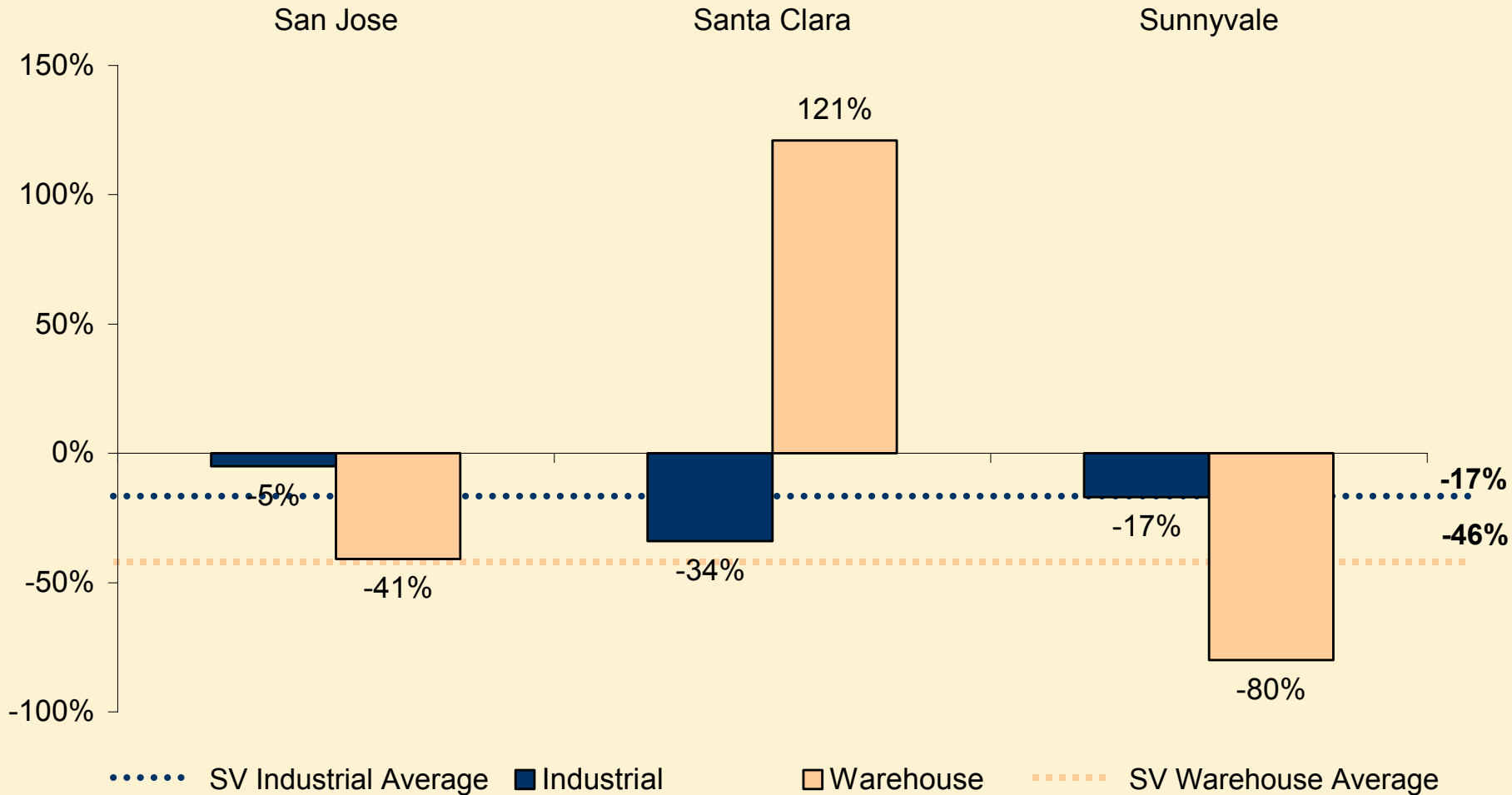
Reduction in Available Square Feet, Jan '03-Jan '06

SAN JOSE'S R&D & OFFICE ABSORPTION LAGS BEHIND THE VALLEY



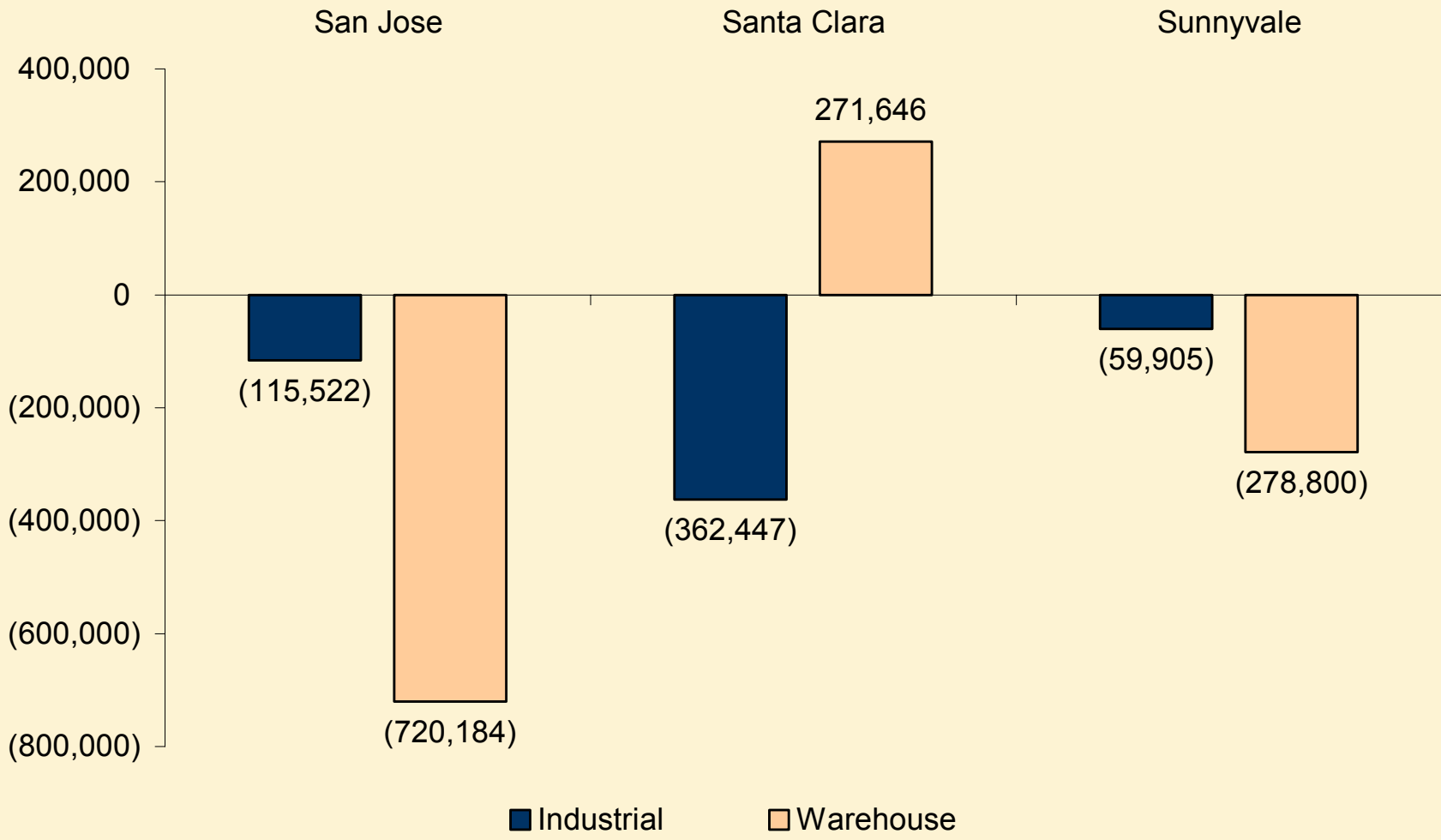
Reduction in Available Square Feet, Jan '03-Jan '06

SAN JOSE'S WAREHOUSE AND INDUSTRIAL SPACE FAIRS BETTER



Reduction in Available Square Feet, Jan '03-Jan '06

SAN JOSE'S WAREHOUSE AND INDUSTRIAL SPACE FAIRS BETTER

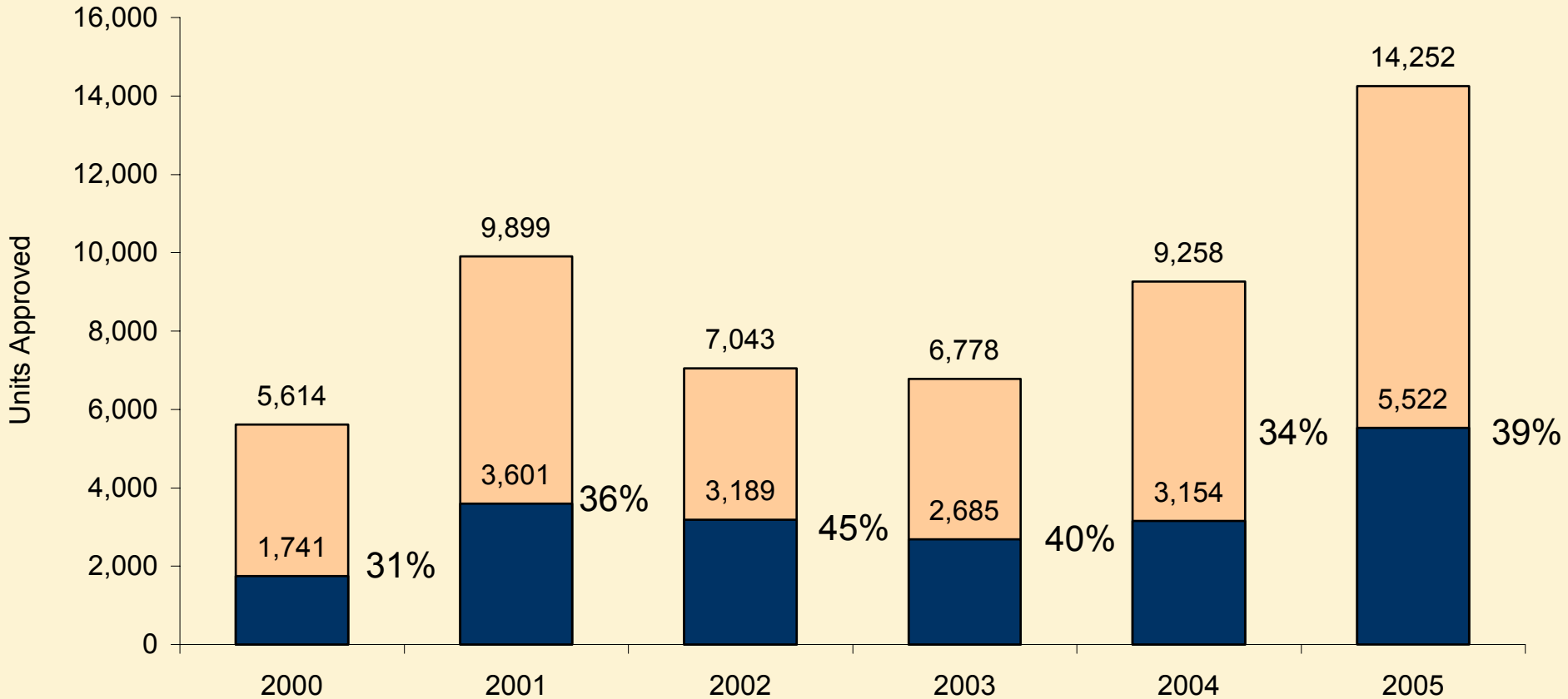


Reduction in Available Square Feet, Jan '03-Jan '06

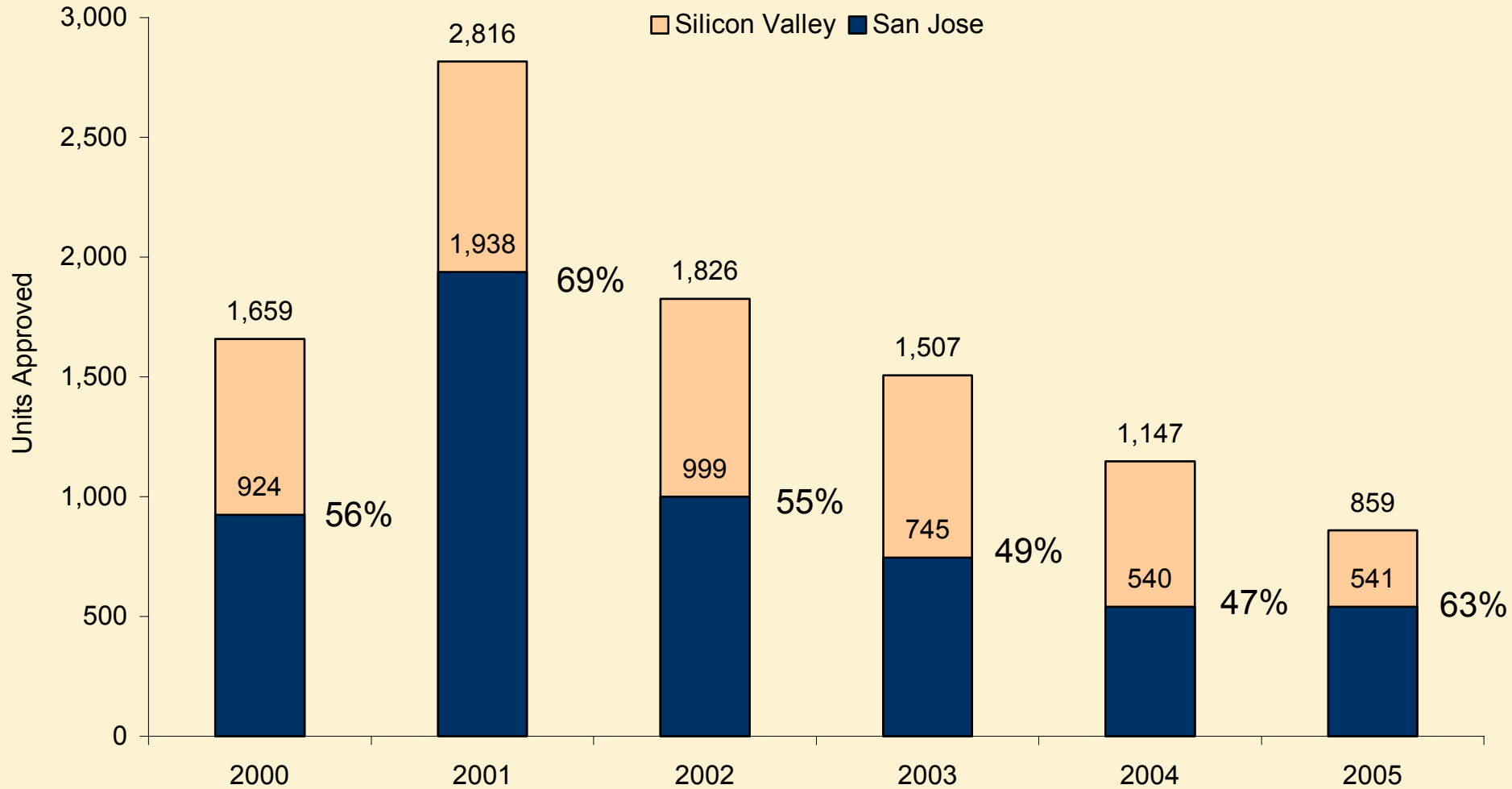
Source: Colliers Parrish

SAN JOSE'S SHARE OF NEW SILICON VALLEY HOUSING INCREASES

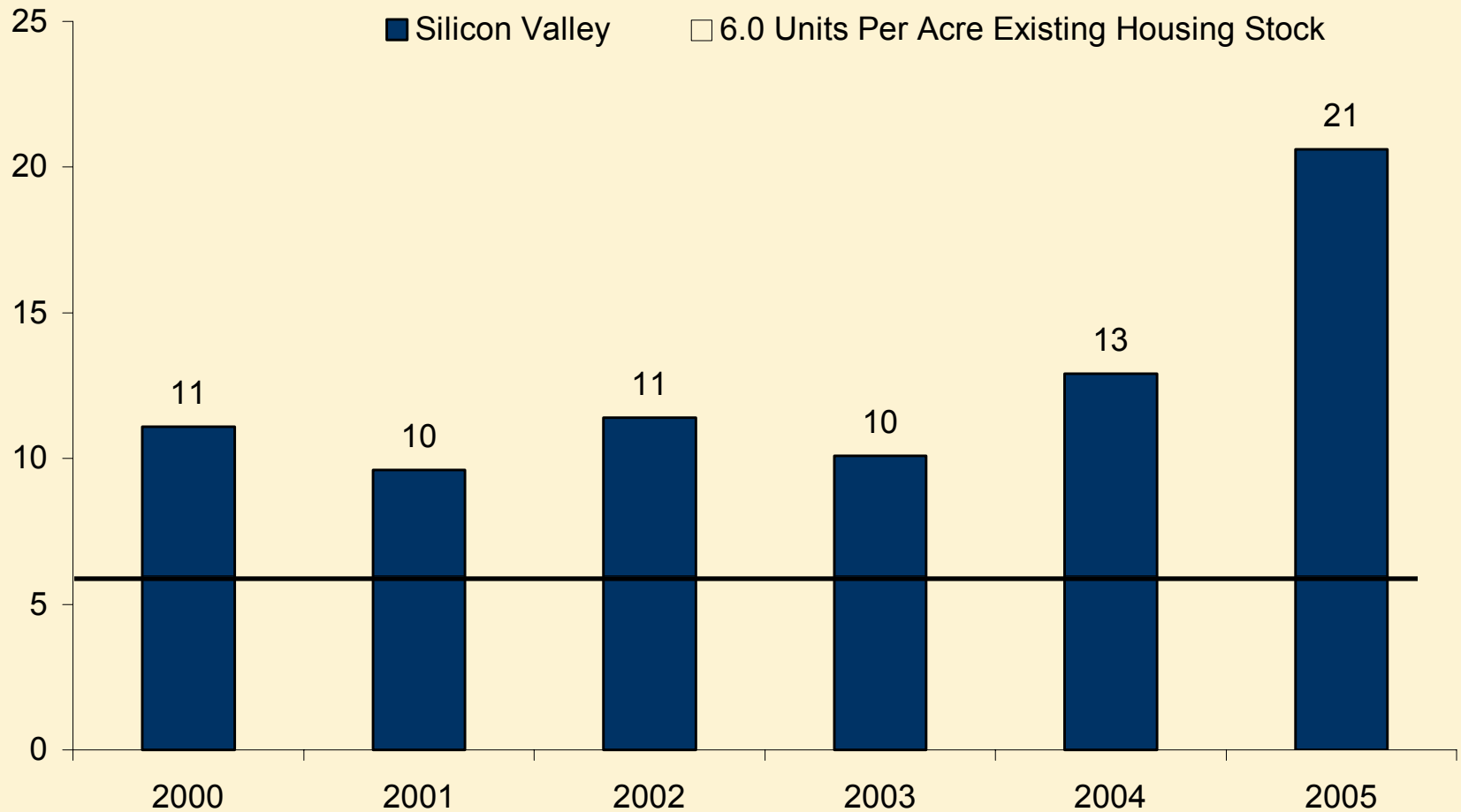
■ Silicon Valley ■ San Jose



SAN JOSE APPROVED 63% OF SILICON VALLEY'S AFFORDABLE HOUSING IN 2005

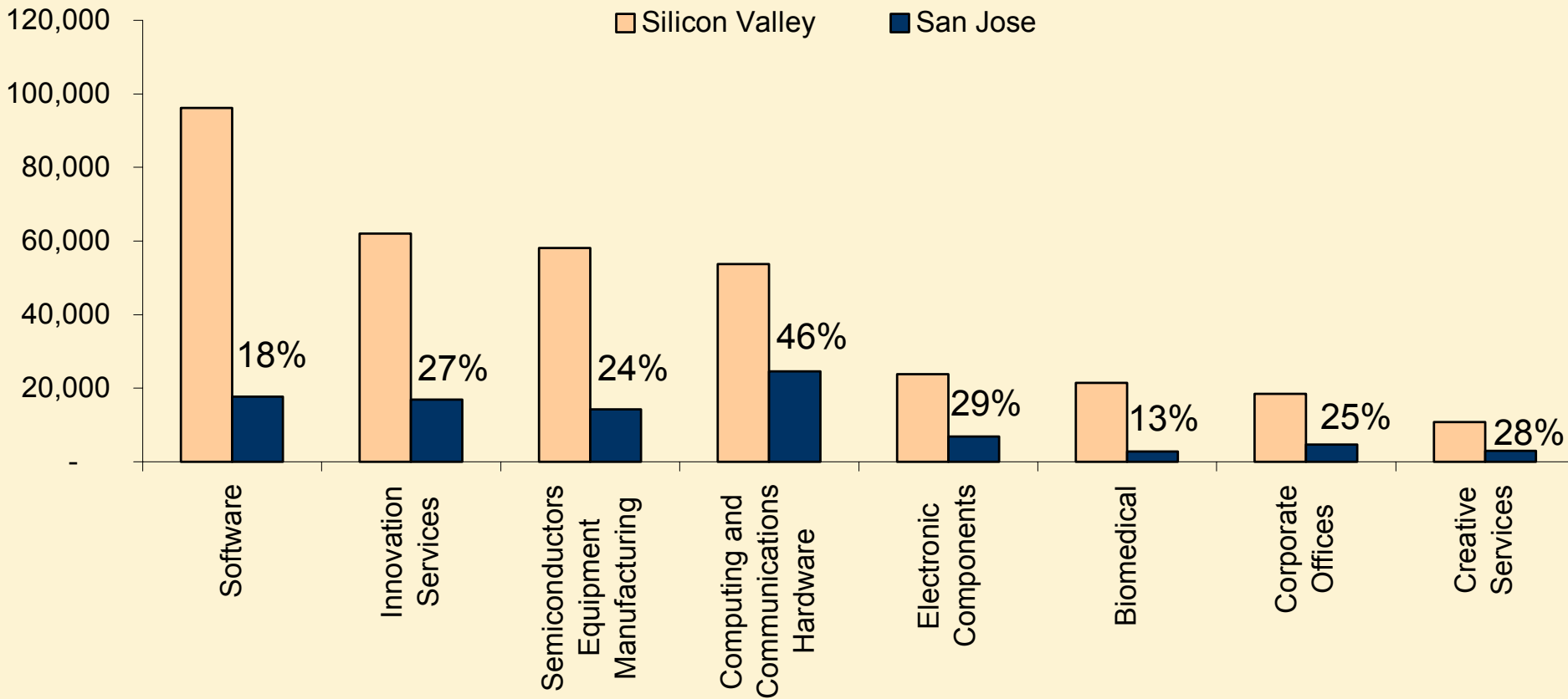


LAND USE EFFICIENCY REACHES NEW HIGH IN THE VALLEY



Average Units Per Acre of Newly Approved Residential Development

46% OF THE VALLEY'S COMPUTING AND COMMUNICATIONS EQUIPMENT EMPLOYMENT IS IN SAN JOSE

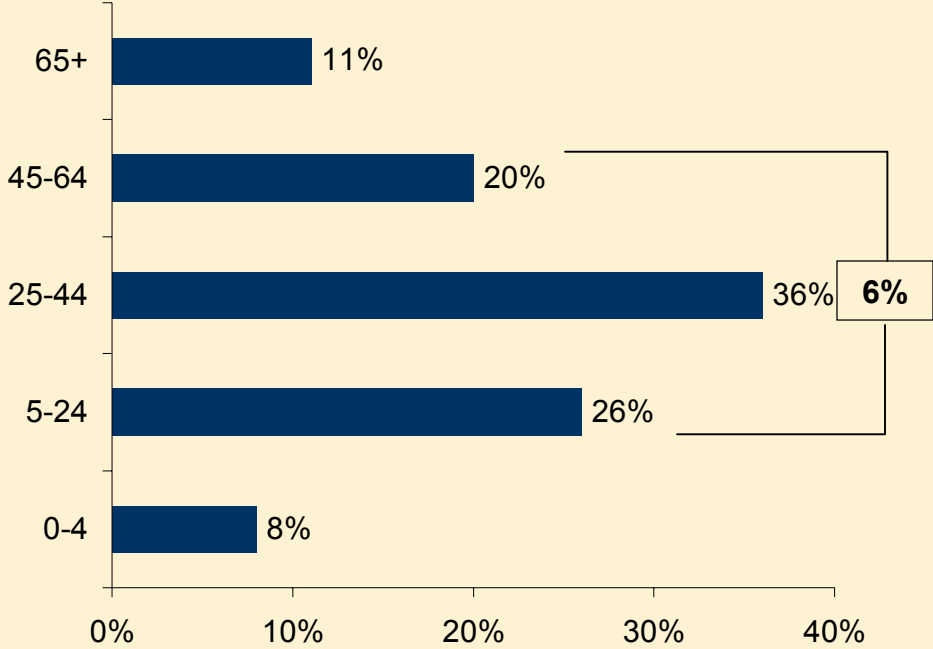


Industry Employment, San Jose & Silicon Valley

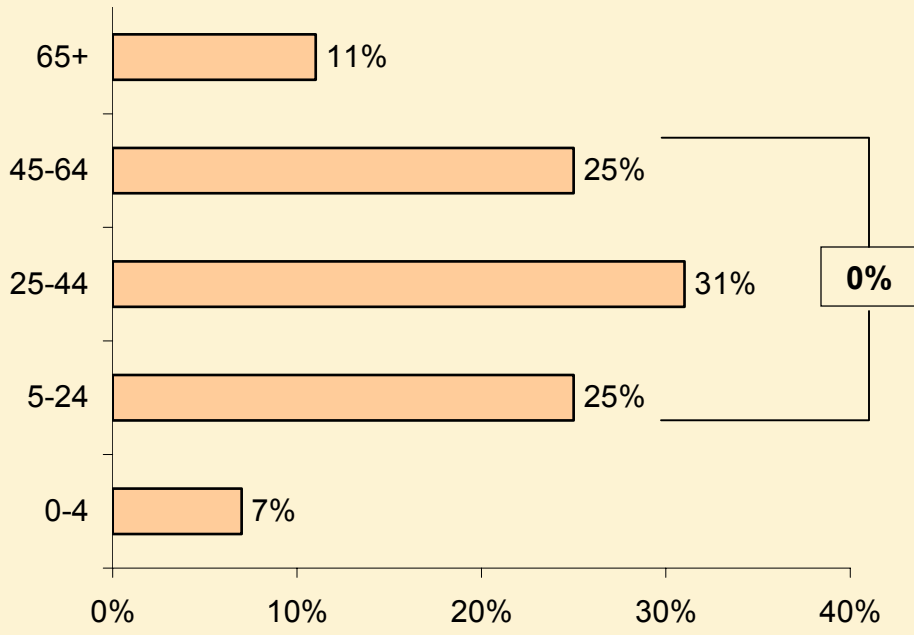
Source: Joint Venture Silicon Valley

NUMBER OF PEOPLE ENTERING BAY AREA WORKFORCE IS EQUAL TO THOSE LEAVING IT

1994



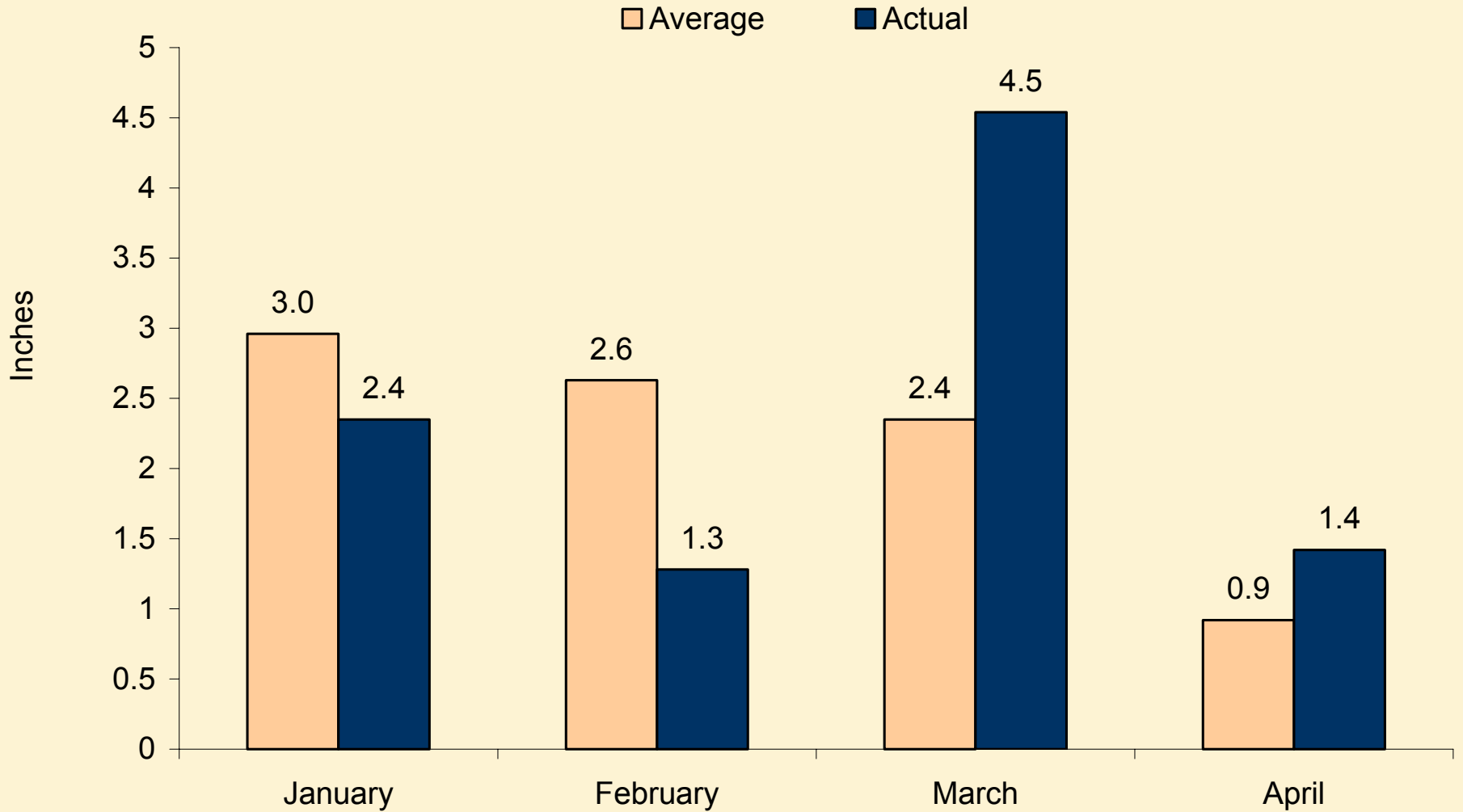
2004



Age Distribution of Bay Area Workforce

Source: Bay Area Economic Forum

ENOUGH ALREADY...



San Jose's 2006 Precipitation