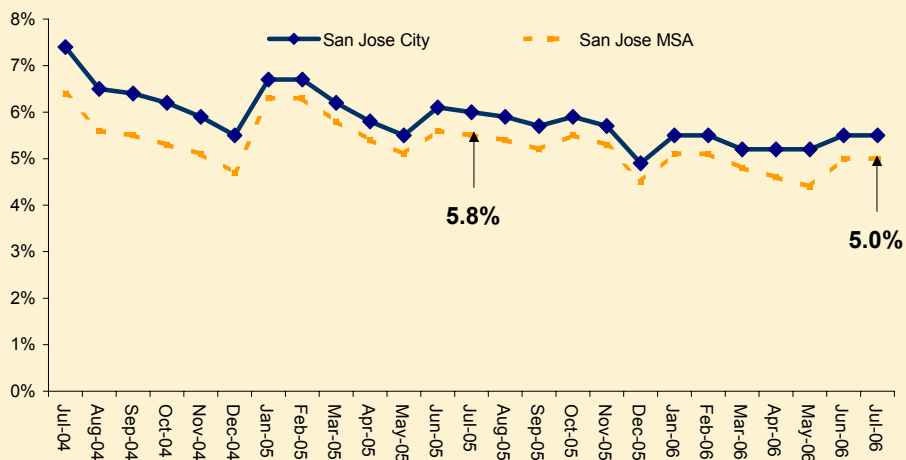


Economic Indicators

Office of Economic Development
August 21, 2006

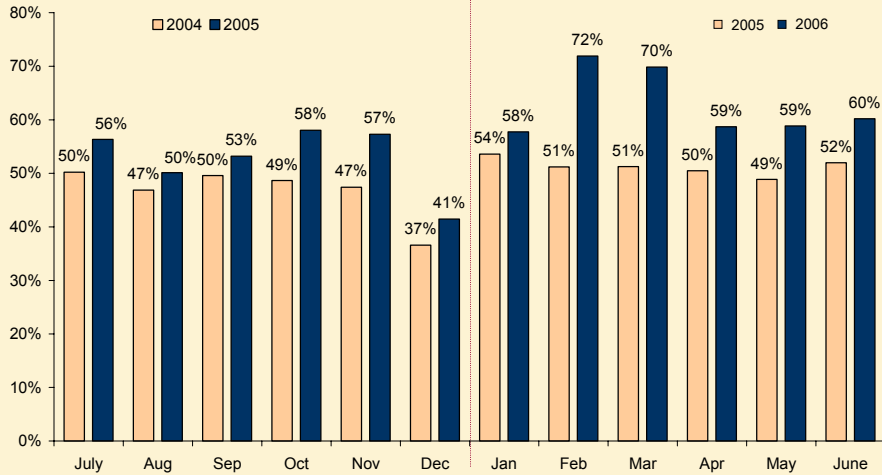
SAN JOSE AREA UNEMPLOYMENT LEVELS AT 5.0%



Unemployment Rate in San Jose and San Jose MSA

Source: Employment Development Department

STRONG INCREASE IN JUNE OCCUPANCY RATE

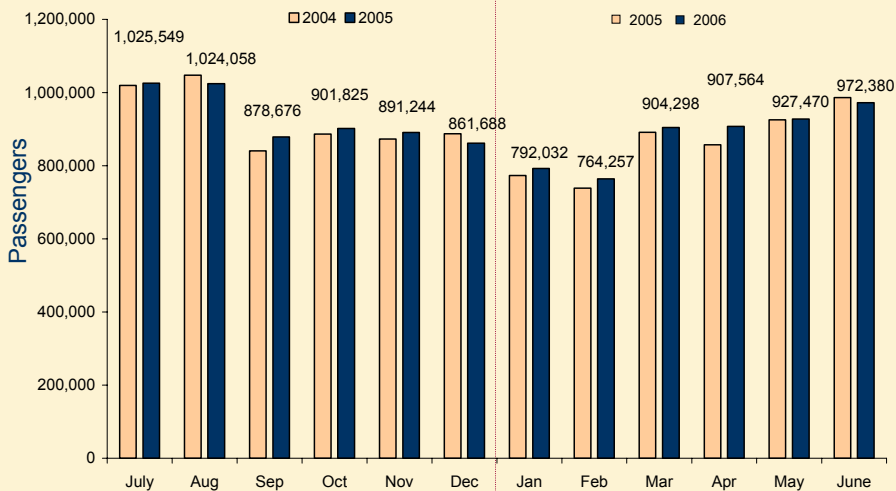


Hotel Occupancy, San Jose

Source: San Jose Convention & Visitors Bureau, Fiscal Year

2005 vs. 2006

JUNE'S YEAR OVER YEAR PASSENGER TRAFFIC DIPS. HOWEVER, YTD PASSENGER TRAFFIC UP 2% OVER 2005

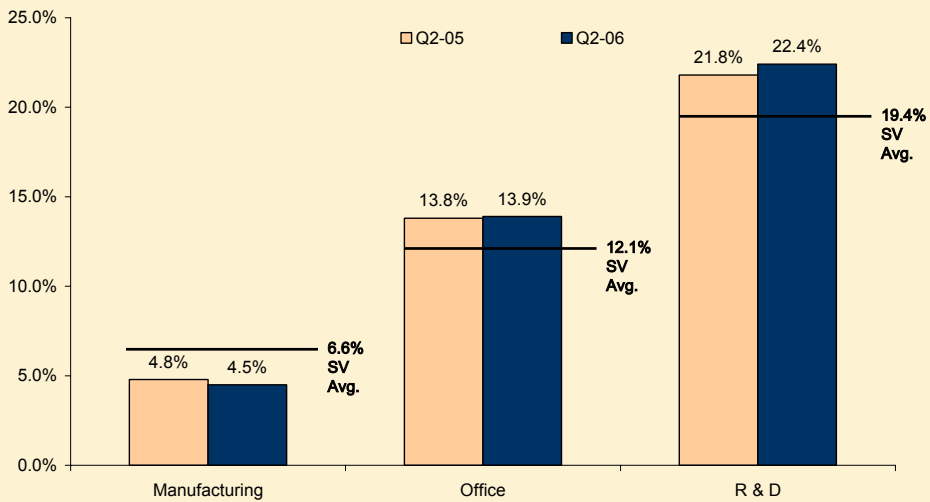


Passenger Traffic, Mineta San Jose International Airport

Source: Mineta San Jose International Airport, Calendar Year

2005 vs. 2006

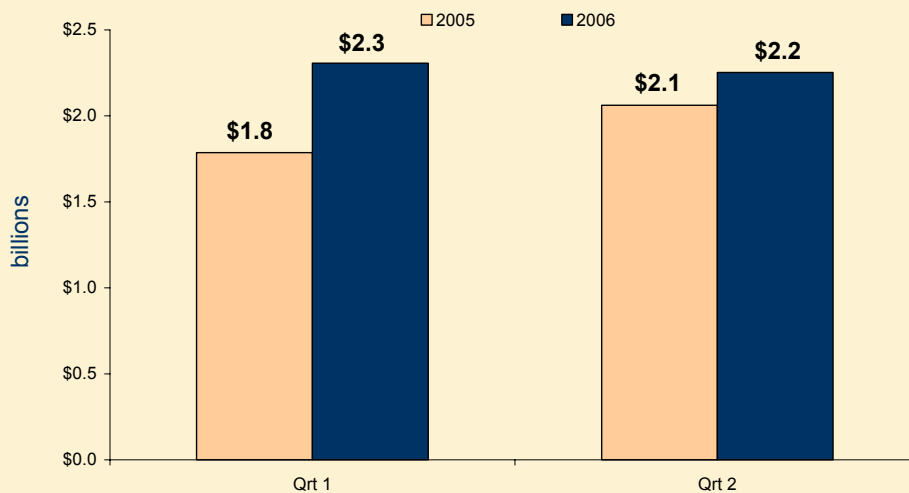
SAN JOSE'S VACANCY RATES REMAIN SLUGGISH



Vacancy Rates, San Jose and Silicon Valley 05-06

Source: NAIBT Commercial

2006 VENTURE CAPITAL OUTPACES LAST YEAR



Venture Capital Investment

Source: PricewaterhouseCoopers/Venture Economics/National Venture Capital Association MoneyTree™ Survey, 2nd Quarter 2006

21 SJ COMPANIES GET VENTURE FUNDING IN Q2

	San Jose	Silicon Valley
2 nd Quarter 2006	21 (11%)	291
1 st Quarter 2006	Unavailable	258
4 th Quarter 2005	11 (4%)	251
3 rd Quarter 2005	15 (3%)	219
2 nd Quarter 2005	17 (10%)	217
1 st Quarter 2005	15 (7%)	204

Source: Mercury News, SiliconValley.com

SAN JOSE VENTURE COMPANIES Q2

Company Name	Sector
BA Systems	Networking/Telecommunications
Capella Photonics	Networking/Telecommunications
Discera	Networking/Telecommunications
FusionOne	Networking/Telecommunications
Maxxan Systems	Networking/Telecommunications
Scintera Networks	Networking/Telecommunications
Wichorus	Networking/Telecommunications
Altierre	Software
ArchPro Design Automation	Software
Availigent	Software
NeoAccel	Software
Perenety	Software
Teja Technologies	Software
Alta Analog	Semiconductor
Gaia Interactive	Consumer
BlueArc	Business Services
Fat Spaniel Technologies	Business Services
Intacct	Business Services
Maskless Lithography	Industrial/Energy
NanoNexus	Industrial/Energy
NeoPhotonics	Industrial/Energy

Source: Mercury News,
SiliconValley.com

SAN JOSE: MOST INVENTIVE TOWN

		# of Patents
1.	San Jose, CA	3,867
2.	Sunnyvale, CA	1,881
3.	Austin, TX	1,705
4.	Palo Alto, CA	1,601
5.	Fremont, CA	1,440
6.	San Diego, CA	1,382
7.	Cupertino, CA	1,360
8.	Boise, ID	1,213
9.	Mountain View, CA	1,128
10.	Santa Clara, CA	1,096

Utility Patents, 2005

Source: Wall Street Journal, iPIQ

SAN JOSE RANKED 10TH BEST U.S. RETAIL MARKET

1.	Los Angeles, CA
2.	Orlando, FL
3.	Seattle, WA
4.	West Palm Beach, FL
5.	San Diego, CA
6.	Phoenix, AZ
7.	San Francisco/Oakland, CA
8.	Austin, TX
9.	Denver, CO
10.	San Jose, CA

Top 10 Retail Real Estate Markets to Watch, 2006

Source: Sperry Van Ness

SAN JOSE RANKS 5TH IN LARGEST NUMBER OF ASIAN OWNED FIRMS

		# of Firms	Receipts \$billions
1.	New York, NY	112,853	22.0
2.	Los Angeles, CA	47,714	19.5
3.	Honolulu, HI	22,394	7.1
4.	San Francisco, CA	19,639	5.4
5.	San Jose, CA	16,233	6.1

Asian Owned Firms, 2002

Source: U.S. Census Bureau: Asian-Owned Firms: 2002