

## Annual Survey of S&P Indexed Assets

As of December 31, 2003

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Each year, Standard & Poor's conducts a survey to determine an estimate of the total amount of assets directly linked to all S&P indices. This survey was sent to several hundred asset managers and plan sponsors who directly manage indexed or enhanced assets. Numbers do not include active funds or assets that are benchmarked to S&P indices for performance measurement. To avoid double counting, all survey participants were asked to only include assets managed internally. No sub-advised or out-sourced assets are included in the survey. Synthetically replicated index-based products, such as derivatives or fixed annuities, are also not included.

These survey results are indicative only. Not all companies responded, or chose to be included in the survey.

Based on the 2003 survey responses, Standard & Poor's estimates that approximately 90-95% of the total S&P indexed assets market share was captured. With the inclusion of assets from Exchange Traded Funds (ETFs), total indexed/enhanced assets for December 31, 2003 are estimated as follows:

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| Year End Total Indexed Assets (\$ million) |                  |                |            |
|--|------------------|----------------|------------|
| Based on Standard & Poor's Estimates       |                  |                |            |
|  | 2003             | 2002           | % Change   |
| S&P 500                                    | 1,139,469        | 840,934        | 36%        |
| S&P MidCap 400                             | 59,432           | 46,105         | 29%        |
| S&P SmallCap 600                           | 22,283           | 18,784         | 19%        |
| S&P 100                                    | 679              | -              | -          |
| S&P Equal Weight                           | 2,344            |                |            |
| S&P ADR                                    | 449              | 321            | 40%        |
| S&P/Citigroup Indices                      | 12,063           | -              | -          |
| <b>TOTAL</b>                               | <b>1,236,720</b> | <b>906,145</b> | <b>36%</b> |

Over \$1.2 trillion directly indexed to S&P indices represents a total growth in assets of 36% from last year, exceeding general market performance (as measured by the total return of the S&P 500, which was up 28.7%). Assets tied to the S&P 500 index exceeded the \$1 trillion mark once more, after dipping below in 2002 as a result of market conditions. As the market rebounded in 2003, confidence in large-caps improved and funds flowed back into S&P 500 index funds, while growth in indexed mid-cap and small-cap assets held firm. The S&P Composite 1500, the investable broad

market benchmark for the U.S. equities market continues to gain acceptance as the benchmark of choice for plan sponsors, with assets growing by 37%.

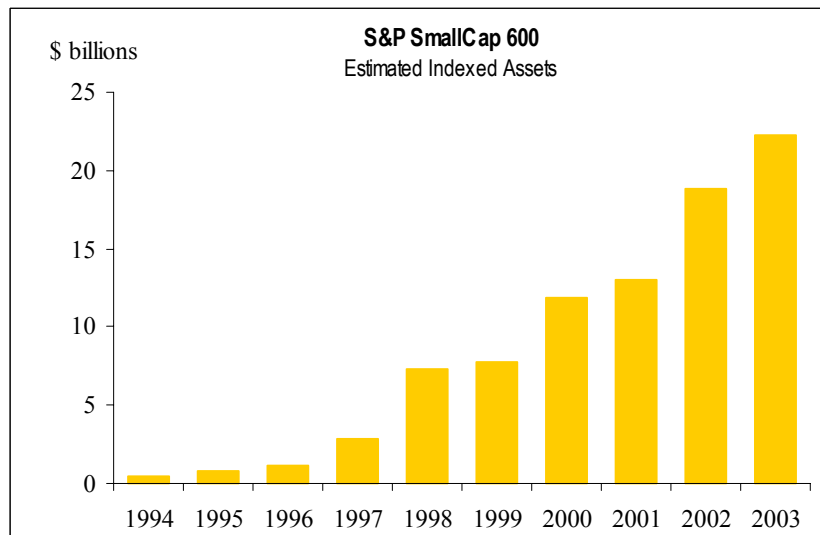
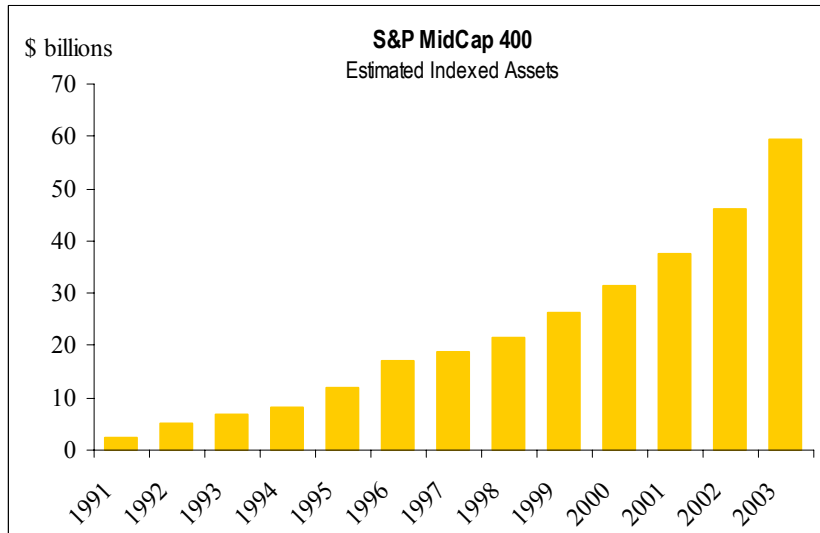
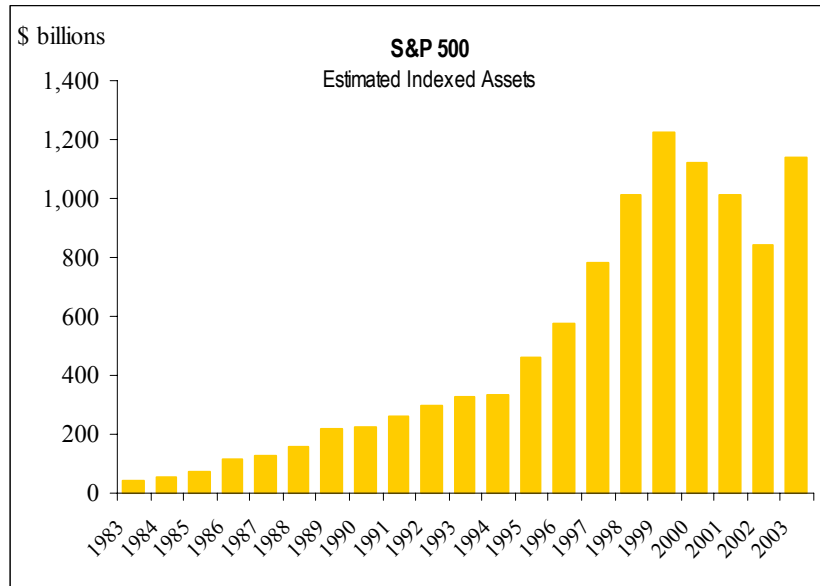
In 2003, Standard & Poor's acquired the Citigroup Global Equity Indices (formerly Salomon Smith Barney indices). As of December 31, assets directly indexed to the S&P/Citigroup indices totaled \$12.1 billion. Most assets associated with the broad-based S&P/Citigroup global index series are used for performance measurement. It is beyond the scope of this survey to determine assets benchmarked to these indices.

Appendix 1 details a summary of the 2003 survey results and ETF assets.

Below is the history of the indexed assets according to Standard & Poor's estimates:

| <b>Year End Total Indexed Assets (\$ bn)</b>    |                    |                           |                             |
|---|--------------------|---------------------------|-----------------------------|
| <b>Based on Standard &amp; Poor's Estimates</b> |                    |                           |                             |
|   | <b>S&amp;P 500</b> | <b>S&amp;P MidCap 400</b> | <b>S&amp;P SmallCap 600</b> |
| 1983  | 44                 |                           |                             |
| 1984  | 55                 |                           |                             |
| 1985  | 75                 |                           |                             |
| 1986  | 115                |                           |                             |
| 1987  | 125                |                           |                             |
| 1988  | 155                |                           |                             |
| 1989  | 220                |                           |                             |
| 1990  | 225                |                           |                             |
| 1991  | 260                | 2.5                       |                             |
| 1992  | 295                | 5.0                       |                             |
| 1993  | 325                | 6.9                       |                             |
| 1994  | 330                | 8.2                       | 0.5                         |
| 1995  | 460                | 12.0                      | 0.8                         |
| 1996  | 577                | 17.2                      | 1.1                         |
| 1997  | 781                | 18.7                      | 2.8                         |
| 1998  | 1,013              | 21.5                      | 7.3                         |
| 1999  | 1,222              | 26.3                      | 7.8                         |
| 2000  | 1,121              | 31.3                      | 11.9                        |
| 2001  | 1,013              | 37.7                      | 13.0                        |
| 2002  | 841                | 46.1                      | 18.8                        |
| 2003  | 1,139              | 59.4                      | 22.3                        |

Note: Estimates represent actual dollars indexed each year. Numbers have not been adjusted for CPI or market performance over time.



## Appendix 1

| Total Assets Linked to S&P Indices (\$ million)<br>December 31, 2003 | Survey Results |          | ETF           | S&P Estimates of     |
|--|----------------|----------|---------------|----------------------|
|  | Indexed        | Enhanced | Assets **     | Total Indexed Assets |
| S&P 500  | 906,557        | 77,974   | 51,021        | 1,035,553            |
| S&P 500/Barra Growth   | 4,353          | -        | 1,291         | 5,649                |
| S&P 500/Barra Value  | 6,843          | -        | 1,477         | 8,320                |
| S&P Composite 1500 (88%)   | 32,931         | 2,823    | -             | 35,754               |
| S&P 900 (91%)  | 2,494          | -        | -             | 2,494                |
| 5% adjustment for assets not captured in survey *                    |                |          |               | 51,699               |
| <b>S&amp;P 500 Total</b>   |                |          |               | <b>1,139,469</b>     |
| S&P MidCap 400   | 35,945         | 6,235    | 7,838         | 50,019               |
| S&P MidCap 400/Barra Growth  | 433            | -        | 612           | 1,045                |
| S&P MidCap 400/Barra Value   | 233            | -        | 996           | 1,229                |
| S&P Composite 1500 (8%)  | 2,994          | 257      | -             | 3,250                |
| S&P 900 (9%)   | 247            | -        | -             | 247                  |
| S&P 1000 (69%)   | 1,263          | -        | -             | 1,263                |
| 5% adjustment for assets not captured in survey *                    |                |          |               | 2,380                |
| <b>S&amp;P MidCap 400 Total</b>                                      |                |          |               | <b>59,432</b>        |
| S&P SmallCap 600   | 12,980         | 2,197    | 1,986         | 17,163               |
| S&P SmallCap 600/Barra Growth  | 60             | -        | 625           | 685                  |
| S&P SmallCap 600/Barra Value   | 483            | -        | 864           | 1,347                |
| S&P Composite 1500 (4%)  | 1,497          | 128      | -             | 1,625                |
| S&P 1000 (31%)   | 567            | -        | -             | 567                  |
| 5% adjustment for assets not captured in survey *                    |                |          |               | 896                  |
| <b>S&amp;P SmallCap 600 Total</b>                                    |                |          |               | <b>22,283</b>        |
| S&P 100  | 679            |          |               | 679                  |
| S&P Equal Weight   | 2,121          |          | 223           | 2,344                |
| <b>Other S&amp;P U.S. Indices</b>                                    |                |          |               | <b>3,023</b>         |
| S&P ADR  | 449            | -        | -             | 449                  |
| S&P/Citigroup Global   | 2,513          | -        | -             | 2,513                |
| S&P/Citigroup World  | 4,843          | -        | -             | 4,843                |
| S&P/Citigroup EPAC   | 4,707          | -        | -             | 4,707                |
| <b>S&amp;P International Indices Total</b>                           |                |          |               | <b>12,512</b>        |
| <b>S&amp;P Indices Total Indexed Assets</b>                          |                |          | <b>66,939</b> | <b>1,236,720</b>     |

\* Standard & Poor's estimates that approximately 90% - 95% of the S&P index market share was captured by the 2003 survey

\*\* Source: American Stock Exchange (AMEX)

Note: The total indexed asset numbers are indicative only. Not all companies responded or chose to be included in the survey. Standard & Poor's does not guarantee the accuracy of this data. These numbers reflect indexed or enhanced assets directly linked to the respective S&P index.

Numbers do not include active funds or assets that are benchmarked to S&P indices for performance measurement. Synthetically replicated index-based products, such as derivatives or fixed annuities, are also not included.

Index breakdowns (approximations):

S&P Composite 1500 88% S&P 500 + 8% S&P MidCap 400 + 4% S&P SmallCap 600

S&P 900 91% S&P 500 + 9% S&P MidCap 400

S&P 1000 69% S&P MidCap 400 + 31% S&P SmallCap 600

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