

## Standard & Poor's Indices Versus Active Funds Scorecard, Third Quarter 2006

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□ The S&P Indices Versus Active Funds (SPIVA) Scorecard reports performance comparisons corrected for survivorship bias, shows equal- and asset-weighted peer averages, and provides measures of style consistency.

□ **Domestic Equities:** Year-to-date indices led actively managed large-cap and small-cap funds. The S&P 500 outperformed 71.5% of large-cap funds, while the S&P SmallCap 600 outpaced 65.9% of small-cap funds. Conversely, 54.1% of active mid-cap funds have exceeded the returns of the S&P MidCap 400.

□ Over longer time periods, indices continue to surpass a majority of active funds. Over the past three years (and five years), the S&P 500 has beaten 68.1% (71.0%) of large-cap funds, the S&P MidCap 400 has outperformed 66.9% (83.6%) of mid-cap funds, and the S&P SmallCap 600 has outpaced 81.1% (80.5%) of small-cap funds. (Reports 1 to 5)

□ **International Equities:** Year-to-date, indices continue to lead active funds in 2006. The S&P/Citigroup PMI World outperformed 74.0% of global funds. The S&P/Citigroup PMI World ex U.S. outpaced 64.9% of international funds and the S&P/Citigroup EMI World Ex U.S. led 73.5% of international small company funds. The S&P/IFCI Composite also outperformed 77.9% of emerging markets funds. Similar to domestic equities, indices lead over long-term three- and five-year periods. (Reports 14 to 18)

□ **Fixed Income:** Year-to-date seven of eight domestic taxable fixed income indices have outpaced active funds, short-term general funds being the only exception. Global bond funds have done better, with a majority of them leading indices in two of three global fixed income styles. (Reports 19 to 23)

## Introduction

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*The SPIVA Scorecard goes beyond simple performance numbers of each fund category to report detailed apples-to-apples comparisons corrected for survivorship bias, show asset-weighted and equal-weighted peer averages, and provide measures of style consistency.*

*SPIVA reports are the only comprehensive, periodic and publicly available sources of such data.*

The Standard & Poor's Indices Versus Active Funds (SPIVA) Scorecard keeps quarterly tabs on the active-versus-passive debate. This report shows performances of actively managed mutual funds as compared to Standard & Poor's indices in their respective style or sector categories. Although many such reports are available, SPIVA reports are unique in a few respects:

- **Survivorship bias correction:** Many funds might be liquidated or merged during a period of study. However, for someone making an investment decision at the beginning of the period, these funds are part of the opportunity set. Unlike commonly available comparison reports, SPIVA removes this survivorship bias.
- **Apples-to-apples comparison:** Fund returns are often compared to popular benchmarks such as the S&P 500, regardless of size or style classification. An appropriate comparison would be to measure a fund's returns against the returns of a benchmark for that particular style and size category. SPIVA reports do this.
- **Asset-weighted returns:** Average returns for a fund group are often calculated using only equal weighting, which results in the returns of a \$10 billion fund affecting the average in the same manner as the returns of a \$10 million fund. An accurate representation of how investors fared in a particular period can be ascertained by calculating weighted average returns, where each fund's return is weighted by net assets. SPIVA reports show both equal- and asset-weighted averages.
- **Style consistency:** Standard & Poor's uses returns-based style analysis to classify funds. SPIVA reports show style consistency for each style group across different time horizons.

SPIVA reports are the only comprehensive, periodic and publicly available sources of such data. Quarterly SPIVA reports can be found online at [www.standardandpoors.com](http://www.standardandpoors.com).

## Indices lead active large-cap and small-cap funds in 2006, while mid-cap funds outpace their index benchmark.

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Year-to-date indices led actively managed large-cap and small-cap funds. The S&P 500 outperformed 71.5% of large-cap funds, while the S&P SmallCap 600 outpaced 65.9% of small-cap funds. In 2006 54.1% of active mid-cap funds exceeded the S&P MidCap 400.

In 2006 the S&P 500 returned 8.52%, with 66% of the return occurring during the third quarter (up +5.66%). Sector rotation in the third quarter drove returns which made it difficult for active managers, following long-term investment strategies, to successfully capture all the sector moves.

At the style box level, indices led eight of eleven style categories year-to-date. Only the mid-cap styles for growth (65.2%) blend (61.5%) and value (61.6%) outpaced their benchmark indices.

### Indices maintain their lead over long-term domestic equity fund results.

Over longer time horizons, we continue to observe index outperformance. Over the past three years, the S&P 500 has outperformed 68.1% of large-cap funds, the S&P MidCap 400 has outpaced 66.9% of mid-cap funds, and the S&P SmallCap 600 has outperformed 81.1% of small-cap funds. Similarly, over the past five years, the S&P 500 has beaten 70.9% of large-cap funds, the S&P MidCap 400 has outperformed 83.6% of mid-cap funds, and the S&P SmallCap 600 has outperformed 80.5% of small-cap funds. (Reports 1 to 5)

### Index outperformance continues in global equity markets.

Indices continue to lead active funds in 2006. Year-to-date, the S&P/Citigroup PMI World outperformed 74.0% of global funds. The S&P/Citigroup PMI World ex U.S. outpaced 64.9% of international funds and the S&P/Citigroup EMI World Ex U.S. led 73.5% of international small company funds. The S&P/IFCI Composite also outperformed 77.9% of emerging markets funds.

Similar to domestic equities, indices lead over long-term three- and five-year periods. The S&P/Citigroup PMI World outperformed 64.8% of global funds over a three-year period (64.8% for five years). The S&P/Citigroup PMI World ex U.S. outpaced 79.0% (78.2%) of international funds and the S&P/Citigroup EMI World Ex U.S. outperformed 65.9% (76.7%) of international small company funds. The S&P/IFCI Composite also outperformed 77.9% of emerging markets funds over three years and 89.6% over five years. (Reports 14 to 18)

### While indices lead sector funds in 2006, active funds lead over the long term.

Year-to-date benchmark indices outperformed active funds in six of eight sectors. Only materials funds (83.9%) and utilities funds (73.9%) outpaced their benchmark indices.

Over the past three years active funds have led in four of eight sectors with one tie. For the past five years, active sector funds have outpaced their benchmark indices in six of eight sectors. Over the past three and five years active sector funds benefited by their ability to invest globally. (Reports 6 to 9)

### Fixed Income Results

Year-to-date seven of eight domestic taxable fixed income indices (Lehman Brothers Bond Indices, Merrill Lynch All U.S. Convertibles Index) have outperformed active funds. In the general short-term style, 51.6% of funds outpaced the Lehman Brothers 1-3 Year Government/Credit Index. In 2006, Lehman Brothers Global Aggregate Bond Index did better than 80.0% of global bond funds and 55.9% of global multisector funds. Year-to-date, 52.4% of emerging market bond funds surpassed the Lehman Brothers Emerging Markets Index.

Indices outperformed in six of eleven styles over the past three years. Indices outperformed in nine of eleven styles over the past five years. (Reports 19 to 23)

**Report 1: Percentage of General Equity Funds Outperformed by Index**

<b>Fund Category</b>	<b>Comparison Index</b>	<b>Last Quarter</b>	<b>Year-To-Date</b>	<b>One Year</b>	<b>Three Year</b>	<b>Five Year</b>
All Domestic Funds	S&P Composite 1500	78.87	72.34	72.15	60.14	61.43
All Large Cap Funds	S&P 500	80.27	71.50	70.32	68.05	70.95
All Mid Cap Funds	S&P MidCap 400	30.58	45.89	52.25	66.85	83.62
All Small Cap Funds	S&P SmallCap 600	50.81	65.93	57.49	81.05	80.53
Large Cap Growth Funds	S&P 500/Citigroup Growth	94.63	76.50	65.90	51.18	60.28
Large Cap Blend Funds	S&P 500	82.11	79.01	75.84	72.69	76.11
Large Cap Value Funds	S&P 500/Citigroup Value	50.53	88.02	94.84	91.38	86.31
Mid Cap Growth Funds	S&P MidCap 400/Citigroup Growth	38.30	34.76	56.55	72.92	92.48
Mid Cap Blend Funds	S&P MidCap 400	27.14	38.46	47.83	59.62	78.79
Mid Cap Value Funds	S&P MidCap 400/Citigroup Value	11.43	38.39	39.50	59.82	75.00
Small Cap Growth Funds	S&P SmallCap 600/Citigroup Growth	44.64	55.51	36.43	90.95	95.42
Small Cap Blend Funds	S&P SmallCap 600	52.63	63.64	57.98	85.19	79.81
Small Cap Value Funds	S&P SmallCap 600/Citigroup Value	63.64	82.04	78.92	77.60	63.19
All Cap Growth Funds	S&P Composite 1500/Citigroup Growth	94.90	54.17	47.87	30.38	36.36
All Cap Value Funds	S&P Composite 1500/Citigroup Value	72.31	86.76	97.01	82.61	57.14

Source: SPIVA. For periods ending September 30, 2006. Outperformance is based upon equal-weighted fund counts.

## Report 2: Survivorship and Style Consistency of General Equity Funds

## Last Quarter

Fund Category	No. of Funds at Start	Survivorship (%)	Style Consistency (%)
All Domestic Funds	2414	98.9	93.8
All Large Cap Funds	1272	98.7	95.2
All Mid Cap Funds	363	98.3	90.4
All Small Cap Funds	616	99.7	91.4
Large Cap Growth Funds	484	98.6	95.0
Large Cap Blend Funds	408	98.8	94.9
Large Cap Value Funds	380	98.7	95.8
Mid Cap Growth Funds	188	97.9	91.5
Mid Cap Blend Funds	70	98.6	87.1
Mid Cap Value Funds	105	99.0	90.5
Small Cap Growth Funds	233	100.0	97.9
Small Cap Blend Funds	152	99.3	85.5
Small Cap Value Funds	231	99.6	88.7
All Cap Growth Funds	98	100.0	100.0
All Cap Value Funds	65	98.5	98.5

## Year-To-Date

All Domestic Funds	2303	96.4	82.7
All Large Cap Funds	1172	96.0	83.3
All Mid Cap Funds	377	96.3	76.7
All Small Cap Funds	590	96.8	83.1
Large Cap Growth Funds	451	93.3	84.9
Large Cap Blend Funds	362	97.5	75.7
Large Cap Value Funds	359	97.8	88.9
Mid Cap Growth Funds	187	94.7	79.7
Mid Cap Blend Funds	78	96.2	62.8
Mid Cap Value Funds	112	99.1	81.3
Small Cap Growth Funds	263	94.3	82.1
Small Cap Blend Funds	121	97.5	74.4
Small Cap Value Funds	206	99.5	89.3
All Cap Growth Funds	96	97.9	90.6
All Cap Value Funds	68	98.5	92.6

## One Year

All Domestic Funds	2230	95.2	79.9
All Large Cap Funds	1132	94.3	80.7
All Mid Cap Funds	356	95.8	74.4
All Small Cap Funds	581	96.0	79.0
Large Cap Growth Funds	437	91.8	82.8
Large Cap Blend Funds	327	95.7	72.8
Large Cap Value Funds	368	96.2	85.1
Mid Cap Growth Funds	168	94.0	80.4
Mid Cap Blend Funds	69	95.7	63.8
Mid Cap Value Funds	119	98.3	72.3
Small Cap Growth Funds	258	93.8	79.8
Small Cap Blend Funds	119	95.8	68.9
Small Cap Value Funds	204	99.0	83.8
All Cap Growth Funds	94	95.7	89.4
All Cap Value Funds	67	97.0	89.6

**Report 2: Survivorship and Style Consistency of General Equity Funds (Continued)****Three Year**

<b>Fund Category</b>	<b>No. of Funds at Start</b>	<b>Survivorship (%)</b>	<b>Style Consistency (%)</b>
All Domestic Funds	2085	82.9	65.6
All Large Cap Funds	1108	79.6	64.4
All Mid Cap Funds	356	86.8	61.0
All Small Cap Funds	496	87.1	71.0
Large Cap Growth Funds	465	75.3	66.5
Large Cap Blend Funds	260	80.8	55.0
Large Cap Value Funds	383	84.1	68.4
Mid Cap Growth Funds	192	80.7	62.5
Mid Cap Blend Funds	52	96.2	57.7
Mid Cap Value Funds	112	92.9	59.8
Small Cap Growth Funds	232	82.8	69.8
Small Cap Blend Funds	81	91.4	59.3
Small Cap Value Funds	183	90.7	77.6
All Cap Growth Funds	79	83.5	63.3
All Cap Value Funds	46	84.8	76.1

**Five Year**

All Domestic Funds	1968	72.1	45.6
All Large Cap Funds	1098	68.2	45.5
All Mid Cap Funds	287	76.7	41.8
All Small Cap Funds	529	77.3	48.4
Large Cap Growth Funds	423	65.7	50.1
Large Cap Blend Funds	339	61.9	28.3
Large Cap Value Funds	336	77.7	57.1
Mid Cap Growth Funds	133	70.7	50.4
Mid Cap Blend Funds	66	77.3	30.3
Mid Cap Value Funds	88	85.2	37.5
Small Cap Growth Funds	262	71.4	47.3
Small Cap Blend Funds	104	82.7	34.6
Small Cap Value Funds	163	83.4	58.9
All Cap Growth Funds	33	69.7	33.3
All Cap Value Funds	21	85.7	47.6

Data: Standard &amp; Poor's. For periods ending September 30, 2006.

### Report 3: Average General Equity Fund Performance (Equal Weighted)

	Last Quarter (%)	Year-To-Date (%)	One Year (%)	Three Year (Annualized %)	Five Year (Annualized %)
S&P Composite 1500	4.83	8.03	10.32	12.75	7.72
All Domestic Funds	1.84	5.11	7.29	12.21	8.30
S&P 500	5.66	8.52	10.78	12.29	6.97
All Large Cap Funds	3.81	5.64	8.13	11.16	6.27
S&P MidCap 400	-1.08	3.11	6.55	15.22	13.07
All Mid Cap Funds	0.15	3.35	5.73	13.18	9.81
S&P SmallCap 600	-0.88	6.75	7.16	17.40	15.05
All Small Cap Funds	-1.14	4.82	6.30	13.57	11.47
<b>Large Cap</b>					
S&P 500/Citigroup Growth	6.06	5.07	6.40	7.68	3.71
Large Cap Growth Funds	2.77	2.13	5.22	8.80	4.49
S&P 500	5.66	8.52	10.78	12.29	6.97
Large Cap Blend Funds	3.96	6.47	8.68	11.22	6.35
S&P 500/Citigroup Value	5.27	12.14	15.44	17.16	10.15
Large Cap Value Funds	4.97	9.39	11.33	13.94	8.27
<b>Mid Cap</b>					
S&P MidCap 400/Citigroup Growth	-1.67	-0.16	4.82	13.88	12.19
Mid Cap Growth Funds	-1.21	0.59	3.14	10.93	7.66
S&P MidCap 400	-1.08	3.11	6.55	15.22	13.07
Mid Cap Blend Funds	0.60	4.73	7.32	14.30	10.75
S&P MidCap 400/Citigroup Value	-0.57	6.26	8.12	16.51	13.85
Mid Cap Value Funds	2.28	7.14	9.19	16.37	12.57
<b>Small Cap</b>					
S&P SmallCap 600/Citigroup Growth	-2.45	3.06	2.57	15.87	14.38
Small Cap Growth Funds	-2.17	2.94	4.84	10.77	8.50
S&P SmallCap 600	-0.88	6.75	7.16	17.40	15.05
Small Cap Blend Funds	-1.11	4.88	6.34	14.75	12.57
S&P SmallCap 600/Citigroup Value	0.59	10.31	11.68	18.94	15.65
Small Cap Value Funds	-0.12	6.69	7.64	16.16	14.74
<b>All Cap</b>					
S&P Composite 1500/Citigroup Growth	5.11	4.62	6.19	8.52	4.74
All Cap Growth Funds	0.96	3.36	5.62	11.14	8.12
S&P Composite 1500/Citigroup Value	4.56	11.55	14.63	17.17	10.60
All Cap Value Funds	2.63	7.11	8.84	14.32	11.26

Source: Standard &amp; Poor's. For periods ending September 30, 2006

### Report 4: Average General Equity Fund Performance (Asset Weighted)

	Last Quarter (%)	Year-To-Date (%)	One Year (%)	Three Year (Annualized %)	Five Year (Annualized %)
S&P Composite 1500	4.83	8.03	10.32	12.75	7.72
All Domestic Funds	2.67	5.75	8.62	12.58	7.92
S&P 500	5.66	8.52	10.78	12.29	6.97
All Large Cap Funds	3.77	6.24	9.33	11.96	6.88
S&P MidCap 400	-1.08	3.11	6.55	15.22	13.07
All Mid Cap Funds	1.05	4.43	7.31	13.74	9.74
S&P SmallCap 600	-0.88	6.75	7.16	17.40	15.05
All Small Cap Funds	-0.50	5.14	6.93	14.97	12.68
<b>Large Cap</b>					
S&P 500/Citigroup Growth	6.06	5.07	6.40	7.68	3.71
Large Cap Growth Funds	2.40	2.41	6.25	10.25	5.55
S&P 500	5.66	8.52	10.78	12.29	6.97
Large Cap Blend Funds	3.58	5.74	8.67	10.74	6.07
S&P 500/Citigroup Value	5.27	12.14	15.44	17.16	10.15
Large Cap Value Funds	4.91	9.71	12.11	13.94	8.50
<b>Mid Cap</b>					
S&P MidCap 400/Citigroup Growth	-1.67	-0.16	4.82	13.88	12.19
Mid Cap Growth Funds	-0.12	2.00	5.65	12.64	8.59
S&P MidCap 400	-1.08	3.11	6.55	15.22	13.07
Mid Cap Blend Funds	0.29	4.71	6.74	13.93	10.04
S&P MidCap 400/Citigroup Value	-0.57	6.26	8.12	16.51	13.85
Mid Cap Value Funds	2.83	6.97	9.42	15.26	11.64
<b>Small Cap</b>					
S&P SmallCap 600/Citigroup Growth	-2.45	3.06	2.57	15.87	14.38
Small Cap Growth Funds	-1.45	3.17	5.77	11.87	9.40
S&P SmallCap 600	-0.88	6.75	7.16	17.40	15.05
Small Cap Blend Funds	-0.80	5.23	7.04	14.95	13.16
S&P SmallCap 600/Citigroup Value	0.59	10.31	11.68	18.94	15.65
Small Cap Value Funds	-0.12	6.05	7.31	16.72	15.14
<b>All Cap</b>					
S&P Composite 1500/Citigroup Growth	5.11	4.62	6.19	8.52	4.74
All Cap Growth Funds	0.84	3.71	7.21	13.79	9.24
S&P Composite 1500/Citigroup Value	4.56	11.55	14.63	17.17	10.60
All Cap Value Funds	2.94	7.10	9.80	14.80	10.45

Source: Standard &amp; Poor's. For periods ending September 30, 2006.

**Report 5: Quartile Breakpoints of General Equity Funds****Last Quarter**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Large Cap Growth	1.16	3.10	4.52
Large Cap Blend	3.03	4.04	5.35
Large Cap Value	4.08	5.28	6.15
Mid Cap Growth	-2.51	-0.47	0.89
Mid Cap Blend	-1.12	0.51	2.04
Mid Cap Value	1.08	2.61	3.53
Small Cap Growth	-3.96	-2.00	-0.15
Small Cap Blend	-2.50	-0.95	0.34
Small Cap Value	-1.63	-0.01	1.17
All Cap Growth	-0.73	2.09	3.32
All Cap Value	1.52	3.02	4.66

**Year-To-Date**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Large Cap Growth	-0.45	2.48	5.09
Large Cap Blend	4.98	6.79	8.21
Large Cap Value	7.65	9.83	11.39
Mid Cap Growth	-0.72	1.04	3.91
Mid Cap Blend	2.16	4.63	6.99
Mid Cap Value	4.99	7.18	9.60
Small Cap Growth	-0.29	2.60	5.57
Small Cap Blend	3.14	5.80	8.23
Small Cap Value	4.82	7.33	9.68
All Cap Growth	0.71	4.44	6.95
All Cap Value	5.10	7.71	9.85

**One Year**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Large Cap Growth	2.74	5.34	7.62
Large Cap Blend	7.50	9.33	10.80
Large Cap Value	9.64	11.80	13.40
Mid Cap Growth	1.80	4.34	7.47
Mid Cap Blend	4.20	7.42	9.83
Mid Cap Value	5.97	9.25	11.57
Small Cap Growth	1.64	4.69	7.88
Small Cap Blend	4.09	6.40	9.87
Small Cap Value	5.50	8.44	11.32
All Cap Growth	2.38	6.98	9.49
All Cap Value	5.92	9.25	11.26

**Report 5: Quartile Breakpoints of General Equity Funds (Continued)****Three Year**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Large Cap Growth	7.00	8.58	10.70
Large Cap Blend	9.59	11.37	12.76
Large Cap Value	11.92	13.92	15.62
Mid Cap Growth	10.16	12.24	14.71
Mid Cap Blend	13.20	14.61	16.87
Mid Cap Value	13.88	16.15	18.59
Small Cap Growth	9.00	11.49	14.24
Small Cap Blend	12.84	14.92	16.61
Small Cap Value	14.96	17.01	18.87
All Cap Growth	9.46	12.48	14.36
All Cap Value	11.38	13.70	15.12

**Five Year**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Large Cap Growth	2.87	4.46	6.61
Large Cap Blend	4.83	6.31	7.64
Large Cap Value	6.52	8.13	9.59
Mid Cap Growth	6.88	8.32	10.12
Mid Cap Blend	8.44	10.87	13.59
Mid Cap Value	10.45	11.79	14.51
Small Cap Growth	6.43	9.03	11.61
Small Cap Blend	10.02	12.93	14.93
Small Cap Value	13.07	15.12	17.18
All Cap Growth	6.22	7.42	10.91
All Cap Value	8.02	10.15	12.40

Data: Standard &amp; Poor's. For periods ending September 30, 2006.

**Report 6: Percentage of Sector Funds Outperformed by Index**

<b>Fund Category</b>	<b>Comparison Index</b>	<b>Last Quarter</b>	<b>Year-To-Date</b>	<b>One Year</b>	<b>Three Year</b>	<b>Five Year</b>
All Sector Funds	S&P 500	58.98	54.25	53.89	51.50	52.99
Energy Sector Funds	S&P 500 Energy Sector Index	100.00	96.30	59.26	42.31	29.63
Financial Sector Funds	S&P 500 Financial Sector Index	90.48	86.05	90.48	58.97	55.00
Health Care Sector Funds	S&P 500 Health Care Sector Index	100.00	85.96	79.31	35.71	39.62
Information Technology Sector Funds	S&P 500 Information Technology Sector Index	96.81	63.83	44.57	55.75	74.10
Materials Sector Funds	S&P 500 Materials Sector Index	90.32	16.13	29.03	10.71	11.11
Telecommunication Sector Funds	S&P 500 Telecommunication Services Sector Index	100.00	100.00	100.00	50.00	44.00
Utilities Sector Funds	S&P 500 Utilities Sector Index	44.00	26.09	26.09	60.00	42.42
Real Estate Sector Funds	S&P REIT Composite Index	87.50	55.84	44.59	41.94	44.83

Source: Standard & Poor's. For periods ending September 30, 2006. Outperformance is based upon equal-weighted fund counts.

## Report 7: Sector Funds Survivorship and Style Consistency

**Last Quarter**

Fund Category	No. of Funds at Start	Survivorship (%)	Style Consistency (%)
All Sector Funds	373	99.46	99.46
Energy Sector Funds	31	100.00	100.00
Financial Sector Funds	42	100.00	100.00
Health Care Sector Funds	56	100.00	100.00
Information Technology Sector Funds	94	98.94	98.94
Materials Sector Funds	31	100.00	100.00
Telecommunication Sector Funds	14	100.00	100.00
Utilities Sector Funds	25	96.00	96.00
Real Estate Sector Funds	80	100.00	100.00

**Year-To-Date**

All Sector Funds	365	98.08	96.99
Energy Sector Funds	27	100.00	100.00
Financial Sector Funds	43	97.67	97.67
Health Care Sector Funds	57	96.49	94.74
Information Technology Sector Funds	94	96.81	94.68
Materials Sector Funds	31	100.00	96.77
Telecommunication Sector Funds	13	100.00	100.00
Utilities Sector Funds	23	95.65	95.65
Real Estate Sector Funds	77	100.00	100.00

**One Year**

All Sector Funds	360	97.22	95.83
Energy Sector Funds	27	100.00	100.00
Financial Sector Funds	42	97.62	97.62
Health Care Sector Funds	58	94.83	93.10
Information Technology Sector Funds	92	95.65	93.48
Materials Sector Funds	31	100.00	96.77
Telecommunication Sector Funds	13	100.00	100.00
Utilities Sector Funds	23	95.65	95.65
Real Estate Sector Funds	74	98.65	97.30

**Three Year**

All Sector Funds	367	83.65	80.65
Energy Sector Funds	26	84.62	84.62
Financial Sector Funds	39	89.74	87.18
Health Care Sector Funds	56	87.50	82.14
Information Technology Sector Funds	113	72.57	69.91
Materials Sector Funds	28	96.43	96.43
Telecommunication Sector Funds	18	77.78	72.22
Utilities Sector Funds	25	88.00	80.00
Real Estate Sector Funds	62	90.32	88.71

**Five Year**

All Sector Funds	402	71.14	65.92
Energy Sector Funds	27	88.89	77.78
Financial Sector Funds	40	85.00	77.50
Health Care Sector Funds	53	75.47	75.47
Information Technology Sector Funds	139	53.24	48.92
Materials Sector Funds	27	96.30	96.30
Telecommunication Sector Funds	25	56.00	48.00
Utilities Sector Funds	33	75.76	54.55
Real Estate Sector Funds	58	84.48	84.48

Data: Standard &amp; Poor's. For periods ending September 30, 2006.

<b>Report 8: Average Sector Fund Performance (Equal Weighted)</b>					
	<b>Last Quarter (%)</b>	<b>Year-To-Date (%)</b>	<b>One Year (%)</b>	<b>Three Year (Annualized %)</b>	<b>Five Year (Annualized %)</b>
S&P 500 Energy Sector Index	-1.74	11.73	3.51	30.57	17.65
Energy Sector Funds	-9.13	3.78	2.55	32.90	23.56
S&P 500 Financial Sector Index	7.99	11.35	20.51	13.71	9.58
Financial Sector Funds	5.45	9.33	16.63	14.49	11.47
S&P 500 Health Care Sector Index	10.22	6.03	7.55	7.57	1.61
Healthcare Sector Funds	4.47	1.35	3.35	10.36	4.93
S&P 500 Information Technology Sector Index	8.52	2.16	3.26	6.10	5.61
Information Technology Sector Funds	3.10	1.12	5.13	7.43	6.05
S&P 500 Materials Sector Index	-0.49	6.45	18.36	15.71	12.99
Materials Sector	-4.81	13.97	26.58	22.57	28.72
S&P 500 Telecommunication Services Sector Index	10.60	25.86	25.68	17.31	-2.02
Telecommunications Sector Funds	5.81	8.96	10.75	18.14	7.64
S&P 500 Utilities Sector Index	6.11	10.85	4.77	20.22	6.60
Utilities Sector Funds	6.18	13.76	8.83	20.62	8.36
S&P REIT Composite Index	9.19	23.47	25.09	25.52	21.96
Real Estate Sector Funds	7.97	20.85	23.49	24.86	21.55
S&P 500	5.66	8.52	10.78	12.29	6.97
All Sector Funds	3.26	8.78	12.27	16.80	12.87

Source: Standard & Poor's. For periods ending September 30, 2006.

<b>Report 9: Average Sector Fund Performance (Asset Weighted)</b>					
	<b>Last Quarter (%)</b>	<b>Year-To-Date (%)</b>	<b>One Year (%)</b>	<b>Three Year (Annualized %)</b>	<b>Five Year (Annualized %)</b>
S&P 500 Energy Sector Index	-1.74	11.73	3.51	30.57	17.65
Energy Sector Funds	-8.43	5.46	4.10	33.07	23.44
S&P 500 Financial Sector Index	7.99	11.35	20.51	13.71	9.58
Financial Sector Funds	5.72	9.05	16.51	13.19	9.90
S&P 500 Health Care Sector Index	10.22	6.03	7.55	7.57	1.61
Healthcare Sector Funds	6.09	5.49	8.59	13.09	6.82
S&P 500 Information Technology Sector Index	8.52	2.16	3.26	6.10	5.61
Information Technology Sector Funds	3.88	0.51	4.03	6.55	5.00
S&P 500 Materials Sector Index	-0.49	6.45	18.36	15.71	12.99
Materials Sector	-4.42	14.71	26.35	20.32	27.81
S&P 500 Telecommunication Services Sector Index	10.60	25.86	25.68	17.31	-2.02
Telecommunications Sector Funds	6.80	11.57	13.66	16.62	8.33
S&P 500 Utilities Sector Index	6.11	10.85	4.77	20.22	6.60
Utilities Sector Funds	5.74	14.26	10.27	22.62	9.54
S&P REIT Composite Index	9.19	23.47	25.09	25.52	21.96
Real Estate Sector Funds	8.14	21.24	24.52	25.46	21.68
S&P 500	5.66	8.52	10.78	12.29	6.97
All Sector Funds	2.38	9.34	12.14	16.78	10.58

Source: Standard &amp; Poor's. For periods ending September 30, 2006.

Standard Poor's Index Versus Active Funds Scorecard

<b>Report 10: Percentage of Active Funds Outperformed by S&amp;P Index Funds</b>						
		<b>Last Quarter</b>	<b>Year to Date</b>	<b>One Year</b>	<b>Three Year</b>	<b>Five Year</b>
<b>Percent of Active Funds Outperformed by Asset Weighted Average Index Fund Return</b>						
<b>Fund Category</b>	<b>Comparison Index Fund Category</b>					
Large Cap Blend Funds	S&P 500 Funds	81.13	77.90	74.31	70.00	73.75
Mid Cap Blend Funds	S&P MidCap 400 Funds	25.71	33.33	42.03	53.85	74.24
Small Cap Blend Funds	S&P SmallCap 600 Funds	48.68	58.68	52.94	77.78	74.04
<b>Percent of Active Funds Outperformed By Equal Weighted Average Index Fund Return</b>						
<b>Fund Category</b>	<b>Comparison Index Fund Category</b>					
Large Cap Blend Funds	S&P 500 Funds	80.15	76.24	71.25	67.69	71.98
Mid Cap Blend Funds	S&P MidCap 400 Funds	15.71	23.08	31.88	46.15	72.73
Small Cap Blend Funds	S&P SmallCap 600 Funds	49.34	60.33	53.78	77.78	73.08

Source: Standard & Poor's. For periods ending September 30, 2006. ETFs are not included.

**Report 11: Average Index Fund Performance (Equal Weighted)**

	Last Quarter (%)	Year to Date (%)	One Year (%)	(Annualized %)	Five Year (Annualized %)
S&P 500	5.66	8.52	10.78	12.29	6.97
S&P 500 Index Funds	5.56	8.29	10.46	11.90	6.55
Large Cap Blend Funds	3.96	6.47	8.68	11.22	6.35
S&P Midcap 400	-1.08	3.11	6.55	15.22	13.07
S&P MidCap 400 Index Funds	-1.77	1.62	4.81	14.21	12.12
Mid Cap Blend Funds	0.60	4.73	7.32	14.30	10.75
S&P SmallCap 600	-0.88	6.75	7.16	17.40	15.05
S&P SmallCap 600 Index Funds	-1.04	6.27	6.53	16.76	14.30
Small Cap Blend Funds	-1.11	4.88	6.34	14.75	12.57

**Report 12: Average Index Fund Performance (Asset Weighted)**

	Last Quarter (%)	Year to Date (%)	One Year (%)	Three Year (Annualized %)	Five Year (Annualized %)
S&P 500	5.66	8.52	10.78	12.29	6.97
S&P 500 Index Funds	5.62	8.43	10.65	12.13	6.81
Large Cap Blend Funds	3.58	5.74	8.67	10.74	6.07
S&P Midcap 400	-1.08	3.11	6.55	15.22	13.07
S&P MidCap 400 Index Funds	-1.20	2.80	5.90	14.71	12.56
Mid Cap Blend Funds	0.29	4.71	6.74	13.93	10.04
S&P SmallCap 600	-0.88	6.75	7.16	17.40	15.05
S&P SmallCap 600 Index Funds	-1.12	6.18	6.41	16.75	14.37
Small Cap Blend Funds	-0.80	5.23	7.04	14.95	13.16

**Report 13: Average Index Fund Expense Ratios**

Style	Number of Funds	Equal-Weighted Expense Ratios	Asset-Weighted Expense Ratios
S&P 500 Index Funds	67	0.360	0.169
S&P MidCap 400 Index Funds	11	0.568	0.401
S&P SmallCap 600 Index Funds	8	0.546	0.436

Source: Standard & Poor's. For periods ending September 30, 2006. ETFs are not included.

### Report 14: Percentage of International Funds Outperformed by Index

Fund Category	Comparison Index	Last Quarter	Year-To-Date	One Year	Three Year	Five Year
Global	S&P/Citigroup PMI World	65.63	73.95	73.21	64.84	64.81
International	S&P/Citigroup PMI World Ex U.S.	52.05	64.92	62.71	79.04	78.19
International Small Company	S&P/Citigroup EMI World Ex U.S.	77.55	73.47	67.35	65.85	76.67
Emerging Markets	S&P/IFCI Composite	52.86	77.94	73.85	77.94	89.61

Source: Standard & Poor's. For periods ending September 30, 2006. Outperformance is based upon equal-weighted fund counts.

## Report 15: International Funds Survivorship and Style Consistency

**Last Quarter**

<b>Fund Category</b>	<b>No. of Funds at Start</b>	<b>Survivorship (%)</b>	<b>Style Consistency (%)</b>
Global	128	100.00	100.00
International	317	98.42	98.42
International Small Company	49	100.00	100.00
Emerging Markets	70	100.00	100.00

**Year-To-Date**

Global	119	100.00	96.64
International	305	96.07	95.41
International Small Company	49	100.00	97.96
Emerging Markets	68	100.00	100.00

**One Year**

Global	112	100.00	97.32
International	295	94.92	94.24
International Small Company	49	100.00	97.96
Emerging Markets	65	100.00	100.00

**Three Year**

Global	91	86.81	84.62
International	291	83.16	81.79
International Small Company	41	90.24	87.80
Emerging Markets	68	89.71	86.76

**Five Year**

Global	108	69.44	62.04
International	298	69.80	68.12
International Small Company	30	80.00	80.00
Emerging Markets	77	67.53	66.23

Data: Standard &amp; Poor's. For periods ending September 30, 2006.

<b>Report 16: Average International Fund Performance (Equal Weighted)</b>					
<b>Revised November 2, 2006</b>					
	<b>Last Quarter (%)</b>	<b>Year-To-Date (%)</b>	<b>One Year (%)</b>	<b>Three Year (Annualized %)</b>	<b>Five Year (Annualized %)</b>
S&P/Citigroup PMI World Index	4.76	11.12	14.78	17.33	10.70
Global	3.90	9.91	13.62	16.25	10.23
S&P/Citigroup PMI World Ex U.S. Index	3.86	14.03	18.96	23.09	15.07
International	3.75	13.28	18.51	21.25	13.40
S&P/Citigroup EMI World Ex U.S. Index	3.44	14.85	22.47	27.78	22.74
International Small Company	1.62	12.12	19.10	25.32	20.91
S&P/IFCI Composite Index	5.18	14.78	23.24	32.68	30.99
Emerging Markets	5.28	12.56	20.69	30.40	28.13

<b>Report 17: Average International Fund Performance (Asset Weighted)</b>					
<b>Revised November 2, 2006</b>					
	<b>Last Quarter (%)</b>	<b>Year-To-Date (%)</b>	<b>One Year (%)</b>	<b>Three Year (Annualized %)</b>	<b>Five Year (Annualized %)</b>
S&P/Citigroup PMI World	4.76	11.12	14.78	17.33	10.70
Global	4.65	10.45	14.83	17.59	11.70
S&P/Citigroup PMI World Ex U.S.	3.86	14.03	18.96	23.09	15.07
International	4.02	13.34	18.87	21.67	14.35
S&P/Citigroup EMI World Ex U.S.	3.44	14.85	22.47	27.78	22.74
International Small Company	2.27	12.79	19.20	25.51	20.92
S&P/IFCI Composite	5.18	14.78	23.24	32.68	30.99
Emerging Markets	5.69	11.95	20.05	31.32	28.24

Source: Standard & Poor's. For periods ending September 30, 2006.

## Report 18: Quartile Breakpoints of International Equity Funds

### Last Quarter

Fund Category	Third Quartile	Second Quartile	First Quartile
Global	2.89	4.17	5.19
International	3.06	3.82	4.49
International Small Company	0.59	1.78	3.31
Emerging Markets	4.23	4.91	6.31

### Year-To-Date

Fund Category	Third Quartile	Second Quartile	First Quartile
Global	7.67	9.53	11.14
International	11.33	13.34	15.08
International Small Company	9.37	13.09	14.87
Emerging Markets	10.48	11.68	14.24

### One Year

Fund Category	Third Quartile	Second Quartile	First Quartile
Global	11.47	13.22	14.97
International	16.56	18.40	20.41
International Small Company	15.50	20.30	23.45
Emerging Markets	17.41	20.03	23.24

### Three Year

Fund Category	Third Quartile	Second Quartile	First Quartile
Global	13.85	16.13	18.91
International	19.30	21.21	23.13
International Small Company	21.99	25.62	28.33
Emerging Markets	27.68	30.56	32.20

### Five Year

Fund Category	Third Quartile	Second Quartile	First Quartile
Global	7.81	10.87	12.97
International	11.50	13.53	15.60
International Small Company	18.98	21.05	23.49
Emerging Markets	25.86	27.76	29.62

Data: Standard & Poor's. For periods ending September 30, 2006.

**Report 19: Percentage of Fixed Income Funds Outperformed by Index**

<b>Fund Category</b>	<b>Comparison Index</b>	<b>Last Quarter</b>	<b>Year-To-Date</b>	<b>One Year</b>	<b>Three Year</b>	<b>Five Year</b>
Government Long	Lehman Brothers Long Government Bond	93.33	59.52	95.12	66.67	88.00
Government Intermediate	Lehman Brothers Intermediate Government Bond	30.43	85.29	94.29	51.69	70.48
Government Short	Lehman Brothers 1-3 Year Government Bond	52.31	70.83	82.86	66.23	84.31
General Intermediate	Lehman Brothers Intermediate Government/Credit Bond	26.25	65.90	67.34	34.84	69.36
General Short	Lehman Brothers 1-3 Year Government/Credit Bond	67.08	48.39	58.71	39.72	82.14
High Yield	Lehman Brothers High Yield Bond	96.67	88.62	81.37	80.99	83.82
Convertibles	Merrill Lynch All U.S. Convertibles All Qualities	67.86	79.31	75.86	46.43	58.06
Mortgage-Backed Securities	Lehman Brothers Mortgage-Backed Securities	83.10	92.86	88.41	93.24	87.32
Global Fixed Income	Lehman Brothers Global Aggregate Bond	60.32	80.00	65.00	57.89	64.52
Emerging Markets Fixed Income	Lehman Brothers Emerging Markets	52.17	47.62	61.90	38.89	31.58
Global Multisector Fixed Income	Lehman Brothers Global Aggregate Bond	5.56	55.88	11.76	14.71	45.65

Source: Standard & Poor's. For periods ending September 30, 2006. Outperformance is based upon equal-weighted fund counts.

**Report 20: Survivorship and Style Consistency of Fixed Income Funds****Last Quarter**

<b>Fund Category</b>	<b>No. of Funds at Start</b>	<b>Survivorship (%)</b>	<b>Style Consistency (%)</b>
Government Long	45	97.78	95.56
Government Intermediate	69	97.10	95.65
Government Short	65	100.00	98.46
General Intermediate	301	98.34	98.01
General Short	161	99.38	97.52
High Yield	180	100.00	100.00
Convertibles	28	96.43	96.43
Mortgage-Backed Securities	71	98.59	98.59
Global Fixed Income	63	98.41	96.83
Emerging Markets Fixed Income	23	100.00	100.00
Global Multisector Fixed Income	36	100.00	100.00

**Year-To-Date**

Government Long	42	92.86	92.86
Government Intermediate	68	97.06	91.18
Government Short	72	97.22	84.72
General Intermediate	305	95.08	92.79
General Short	155	99.35	94.84
High Yield	167	98.20	98.20
Convertibles	29	93.10	93.10
Mortgage-Backed Securities	70	98.57	98.57
Global Fixed Income	60	96.67	93.33
Emerging Markets Fixed Income	21	100.00	100.00
Global Multisector Fixed Income	34	100.00	100.00

**One Year**

	41	90.24	90.24
Government Intermediate	70	94.29	85.71
Government Short	70	92.86	81.43
General Intermediate	297	93.94	91.25
General Short	155	97.42	90.97
High Yield	161	97.52	97.52
Convertibles	29	93.10	93.10
Mortgage-Backed Securities	69	98.55	98.55
Global Fixed Income	60	96.67	93.33
Emerging Markets Fixed Income	21	100.00	100.00
Global Multisector Fixed Income	34	100.00	100.00

**Report 20: Fixed Income Funds Survivorship and Style Consistency (Cont'd)****Three Year**

<b>Fund Category</b>	<b>No. of Funds at Start</b>	<b>Survivorship (%)</b>	<b>Style Consistency (%)</b>
Government Long	15	86.67	73.33
Government Intermediate	89	78.65	57.30
Government Short	77	81.82	68.83
General Intermediate	287	80.49	78.75
General Short	141	83.69	69.50
High Yield	142	90.14	90.14
Convertibles	28	92.86	89.29
Mortgage-Backed Securities	74	91.89	85.14
Global Fixed Income	57	89.47	85.96
Emerging Markets Fixed Income	18	94.44	94.44
Global Multisector Fixed Income	34	91.18	91.18

**Five Year**

Government Long	50	64.00	26.00
Government Intermediate	105	69.52	40.95
Government Short	51	76.47	66.67
General Intermediate	235	70.64	60.00
General Short	84	79.76	75.00
High Yield	136	75.00	74.26
Convertibles	31	77.42	77.42
Mortgage-Backed Securities	71	85.92	71.83
Global Fixed Income	62	75.81	69.35
Emerging Markets Fixed Income	19	73.68	73.68
Global Multisector Fixed Income	46	78.26	54.35

Data: Standard &amp; Poor's. For periods ending September 30, 2006.

**Report 21: Average Fixed Income Fund Performance (Equal Weighted)**  
**Revised November 2, 2006**

	Last Quarter (%)	Year-To-Date (%)	One Year (%)	Three Year (Annualized %)	Five Year (Annualized %)
Lehman Brothers Long Government Bond	6.48	1.48	2.51	4.91	6.59
Government Long	4.10	1.23	1.36	4.78	6.13
Lehman Brothers Intermediate Government Bond	2.92	2.93	3.54	2.25	3.70
Government Intermediate	3.16	2.60	3.08	2.60	3.72
Lehman Brothers 1-3 Year Government Bond	2.01	3.11	3.82	2.02	2.93
Government Short	2.00	2.89	3.31	1.81	2.56
Lehman Brothers Intermediate Government/Credit Bond	3.20	3.02	3.55	2.56	4.34
General Intermediate	3.48	2.88	3.37	3.14	4.39
Lehman Brothers 1-3 Year Government/Credit Bond	2.07	3.20	3.90	2.17	3.22
General Short	1.93	3.19	3.81	2.49	2.94
Lehman Brothers High Yield Bond	4.07	7.34	8.07	9.08	10.51
High Yield	2.99	5.60	6.57	7.85	8.85
Merrill Lynch All U.S. Convertibles All Qualities	2.79	7.45	7.94	8.88	8.15
Convertibles	1.99	5.02	6.03	9.01	8.15
Lehman Brothers Mortgage-Backed Securities	3.63	3.57	4.19	3.95	4.53
Mortgage-Backed Securities	3.29	2.84	3.50	3.09	3.91
Lehman Brothers Global Aggregate Bond	2.16	4.49	3.22	4.30	6.90
Global Fixed Income	2.01	3.49	2.67	4.59	7.24
Lehman Brothers Emerging Markets	6.36	5.82	8.46	11.79	13.62
Emerging Markets Fixed Income	6.23	6.14	7.87	12.45	15.99
Lehman Brothers Global Aggregate Bond	2.16	4.49	3.22	4.30	6.90
Global Multisector Fixed Income	3.61	4.36	4.82	6.55	8.26

Source: Standard &amp; Poor's. For periods ending September 30, 2006

**Report 22: Average Fixed Income Fund Performance (Asset Weighted)**

Revised November 2, 2006

	Last Quarter (%)	Year-To-Date (%)	One Year (%)	Three Year (Annualized %)	Five Year (Annualized %)
Lehman Brothers Long Government Bond	6.48	1.48	2.51	4.91	6.59
Government Long	4.01	1.48	1.55	4.33	5.92
Lehman Brothers Intermediate Government Bond	2.92	2.93	3.54	2.25	3.70
Government Intermediate	3.30	2.46	3.01	2.97	4.13
Lehman Brothers 1-3 Year Government Bond	2.01	3.11	3.82	2.02	2.93
Government Short	2.00	2.88	3.45	1.90	2.66
Lehman Brothers Intermediate Government/Credit Bond	3.20	3.02	3.55	2.56	4.34
General Intermediate	3.69	3.10	3.59	3.59	4.92
Lehman Brothers 1-3 Year Government/Credit Bond	2.07	3.20	3.90	2.17	3.22
General Short	2.02	3.18	3.84	2.53	2.99
Lehman Brothers High Yield Bond	4.07	7.34	8.07	9.08	10.51
High Yield	2.92	5.60	6.63	7.94	8.98
Merrill Lynch All U.S. Convertibles All Qualities	2.79	7.45	7.94	8.88	8.15
Convertibles	2.20	5.74	6.83	9.98	8.75
Lehman Brothers Mortgage-Backed Securities	3.63	3.57	4.19	3.95	4.53
Mortgage-Backed Securities	3.38	2.75	3.63	3.28	4.04
Lehman Brothers Global Aggregate Bond	2.16	4.49	3.22	4.30	6.90
Global Fixed Income	2.29	3.64	3.05	4.78	6.92
Lehman Brothers Emerging Markets	6.36	5.82	8.46	11.79	13.62
Emerging Markets Fixed Income	5.40	6.33	8.25	13.47	17.50
Lehman Brothers Global Aggregate Bond	2.16	4.49	3.22	4.30	6.90
Global Multisector Fixed Income	3.81	5.05	5.56	7.18	8.83

Source: Standard &amp; Poor's. For periods ending September 30, 2006

**Report 23: Quartile Breakpoints of Fixed Income Funds****Last Quarter**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Government Long	3.30	3.42	4.24
Government Intermediate	2.89	3.21	3.48
Government Short	1.77	1.95	2.36
General Intermediate	3.20	3.57	3.78
General Short	1.58	1.90	2.15
High Yield	2.68	3.27	3.52
Convertibles	1.24	2.50	3.09
Mortgage-Backed Securities	3.20	3.42	3.53
Global Fixed Income	0.93	1.94	2.85
Emerging Markets Fixed Income	6.05	6.32	6.85
Global Multisector Fixed Income	3.31	3.68	4.11

**Year-To-Date**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Government Long	1.11	1.43	1.62
Government Intermediate	2.22	2.55	2.81
Government Short	2.60	2.90	3.16
General Intermediate	2.63	2.88	3.12
General Short	2.91	3.22	3.50
High Yield	4.84	5.74	6.51
Convertibles	4.58	5.99	7.13
Mortgage-Backed Securities	2.53	2.81	3.30
Global Fixed Income	2.59	3.72	4.30
Emerging Markets Fixed Income	5.03	5.95	7.16
Global Multisector Fixed Income	3.57	4.13	5.10

**One Year**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Government Long	1.23	1.56	1.77
Government Intermediate	2.74	3.05	3.24
Government Short	3.04	3.37	3.69
General Intermediate	3.04	3.38	3.75
General Short	3.49	3.81	4.19
High Yield	5.86	6.69	7.80
Convertibles	5.59	6.73	8.17
Mortgage-Backed Securities	3.14	3.60	3.86
Global Fixed Income	1.78	2.63	3.48
Emerging Markets Fixed Income	6.79	7.55	9.17
Global Multisector Fixed Income	3.82	4.67	5.95

**Report 23: Quartile Breakpoints of Fixed Income Funds (Continued)****Three Year**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Government Long	4.15	4.58	6.21
Government Intermediate	2.02	2.49	2.88
Government Short	1.69	1.90	2.23
General Intermediate	2.71	3.11	3.60
General Short	2.12	2.38	2.84
High Yield	6.97	7.91	8.82
Convertibles	7.56	9.78	11.02
Mortgage-Backed Securities	2.77	3.11	3.53
Global Fixed Income	3.34	4.22	4.71
Emerging Markets Fixed Income	11.55	12.41	13.58
Global Multisector Fixed Income	5.76	6.66	7.42

**Five Year**

<b>Fund Category</b>	<b>Third Quartile</b>	<b>Second Quartile</b>	<b>First Quartile</b>
Government Long	3.54	4.34	6.34
Government Intermediate	3.04	3.53	4.15
Government Short	2.35	2.62	2.90
General Intermediate	3.62	4.16	4.68
General Short	2.45	2.86	3.20
High Yield	7.90	9.01	10.26
Convertibles	6.52	8.45	10.07
Mortgage-Backed Securities	3.50	3.79	4.16
Global Fixed Income	5.50	6.73	8.44
Emerging Markets Fixed Income	15.24	15.81	17.20
Global Multisector Fixed Income	6.63	7.88	9.37

Data: Standard &amp; Poor's. For periods ending September 30, 2006.

## Glossary

**Fund Data** The fund information used in this report is drawn from Standard & Poor's Mutual Fund database, which has information on more than 20,000 U.S. funds.<sup>1</sup>

**Fund Universe** The universe used in these reports is domestic U.S equity funds, international equity funds and fixed income funds. Index Funds and index-based dynamic (bull/bear) funds are excluded from the sample. Separate reports focus on index funds.

**Style Classification** Each fund in the universe is classified into one of 67 investment styles. Standard & Poor's uses Returns Based Style Analysis to compare the historical performance of a fund to a series of index benchmarks to determine which benchmark or combination of benchmarks most closely describes the fund's actual returns.<sup>2</sup> The reports focus on:

**Domestic Equity:**

- Large-Cap Growth, Blend, Value
- Mid-Cap Growth, Blend, Value
- Small-Cap Growth, Blend, Value
- All-Cap Growth, Value

**Economic Sectors:**

- Energy
- Financials
- Health Care
- Information Technology
- Materials
- Telecommunications
- Utilities
- REITs

**International Equity**

- Global
- International
- International Small Company
- Emerging Markets

**Fixed Income:**

- Government Long, Intermediate, Short
- General Intermediate, Short
- High Yield
- Convertibles
- Mortgage-Backed Securities
- Global Fixed Income
- Emerging Markets
- Global Multisector

**Equal-Weighted Returns** Equal-weighted returns for a particular style category in a month are determined by calculating a simple average return of all funds in that category in that particular month.

**Asset-Weighted Returns** Asset-weighted returns for a particular style category in a month are determined by calculating a weighted average return of all funds in that category in that particular month, with each fund's return being weighted by its total net assets. Asset weighted returns are a better indicator of fund category performance measurement because they more accurately reflect the returns of the total money invested in that particular style category.

**Style Consistency** This measure, shown in Report 2, shows what percent of funds had the same style classification at the end of the period as at the beginning of the period.

**Survivorship Bias** Many funds might liquidate or merge during a period of study. Most of these occur because of continued poor performance by the fund. Therefore, if index returns are compared to fund returns using only surviving funds, the comparison would be biased in favor of the fund category. These reports remove this bias by (a) taking all available funds in that particular category as the investment opportunity set as the denominator for outperformance calculations in Report 1, (b) explicitly showing the survivorship rate in each category in Report 2, and (c) constructing peer average return series for each style box based on all available funds at that period of time.

**Fees** The fund returns used are net of fees, excluding loads.

**Quartiles:** The  $p^{\text{th}}$ -percentile for a set of data is the value which is greater than or equal to  $p\%$  of the data, but is less than or equal to  $(100 - p)\%$  of the data. So, it is a value that divides the data into two parts: the lower  $p\%$  of the values and the upper  $(100-p)\%$  of the values. The first quartile is the 75<sup>th</sup> percentile, the value separating the elements of a population into the lower 75% and the upper 25%. The second quartile is the 50<sup>th</sup> percentile and the third quartile is the 25<sup>th</sup> percentile. For fund category quartiles in a particular time horizon, the data used is the return of the largest share class of the fund net of fees, but excluding loads.

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<sup>1</sup> For more information on Standard & Poor's mutual fund database, please visit [www.funds-sp.com](http://www.funds-sp.com).

<sup>2</sup> This technique is derived from work by Nobel laureate William Sharpe. See William F. Sharpe, "Asset Allocation: Management Style and Performance Measurement," *Journal of Portfolio Management*, Winter 1992.

## Glossary (Cont'd)

### Indices<sup>3</sup>

A benchmark index provides an investment vehicle to compare and assess fund performance.

#### Domestic Equity:

##### *S&P 500 Index*

Widely regarded as the best single gauge of the U.S. equities market, this index includes a representative sample of 500 leading companies in leading industries of the U.S. economy and provides over 80% coverage of U.S. equities.

##### *S&P MidCap 400 Index*

This index consists of 400 mid-sized companies and covers approximately 7% of the U.S. equities market.

##### *S&P SmallCap 600 Index*

This index consists of 600 small-cap stocks and covers approximately 3% of the U.S. equities market.

##### *S&P Composite 1500 Index*

This is a broad market, capitalization-weighted index of 1500 stocks. This index is comprised of three size-based indices: the S&P 500 Index, the S&P MidCap 400 Index, and the S&P SmallCap 600 Index, which measures the performance of large-, mid- and small-cap stocks respectively. This index represents 90% of U.S. equities.

##### *S&P 500/Citigroup Growth and Value Indices*

These indices are an exhaustive, multi-factor style series covering the entire market capitalization of the S&P 500. Constituents, weighted according to market cap, are classified as growth, value or a mix of growth and value.

##### *S&P MidCap 400/Citigroup Growth and Value Indices*

These indices are an exhaustive, multi-factor style series covering the entire market capitalization of the S&P MidCap 400.

##### *S&P SmallCap 600/Citigroup Growth and Value Indices*

These indices are an exhaustive, multi-factor style series covering the entire market capitalization of the S&P SmallCap 600.

##### *S&P Composite 1500/Citigroup Growth and Value Indices*

These indices are an exhaustive, multi-factor style series covering the entire market capitalization of the S&P Composite 1500.

#### Economic Sectors

##### *S&P 500 Energy Index*

This index includes companies whose businesses are dominated by either 1) construction and provision of oil rigs, drilling equipment and other energy-related service and equipment or 2) the exploration, production, marketing, refining and/or transportation of oil and gas products.

##### *S&P 500 Financials Index*

This index includes companies involved in banking, consumer finance, investment banking and brokerage, asset management, insurance and investment, and real estate, including REITs.

##### *S&P 500 Health Care Index*

This index includes companies in two main industry groups: 1) Health care equipment, supplies or services and 2) owners and operators of health care facilities and organizations.

##### *S&P 500 Information Technology Index*

This index includes companies in two main industry groups: 1) Technology Software and Services and 2) Technology Hardware and Equipment.

##### *S&P 500 Materials Index*

This index includes companies that are engaged in a wide range of commodity-related manufacturing, including chemicals, construction materials, glass, paper, forest products, metals, minerals, and mining companies, including producers of steel.

##### *S&P 500 Telecommunications Services Index*

This index includes companies that provide communications services primarily through a fixed line, cellular, wireless, high bandwidth and/or fiberoptic cable networks.

##### *S&P 500 Utilities Index*

This index includes companies considered electric, gas or water utilities, or companies that operate as independent producers and/or distributors of power. This sector includes both nuclear and nonnuclear facilities.

##### *S&P REIT Composite Index*

This index includes 100 U.S. Real Estate Investment Trusts (REITs), covering over 80% of the securitized U.S. real estate market.

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<sup>3</sup> For more information on Standard & Poor's indices, please visit the Indices section of [www.standardandpoors.com](http://www.standardandpoors.com).

## Glossary (Cont'd)

### International Equity

#### *S&P/Citigroup BMI Index*

The Broad Market Index (BMI) covers the world's entire universe of institutionally investable securities.

#### *S&P/Citigroup BMI Ex U.S. Index*

The Broad Market Index (BMI) covers the world's entire universe of institutionally investable securities excluding the U.S.

#### *S&P/Citigroup PMI World Index*

The Primary Market Index (PMI), covering world equity markets, constitutes the top 80% of the available market cap of the global S&P/Citigroup BMI Index.

#### *S&P/Citigroup PMI World ex U.S. Index*

The Primary Market Index (PMI), covering world equity markets excluding the U.S., represents the top 80% of the available capital of the S&P/Citigroup BMI ex U.S. Index

#### *S&P/Citigroup EMI World ex U.S. Index*

The Extended Market Index (EMI), covering world equity markets excluding the U.S., represents the small-capitalization segment, the bottom 20% of the S&P/Citigroup BMI ex U.S. Index.

#### *S&P/IFCI Composite Index*

This index is widely recognized as a comprehensive and reliable measure of the world's emerging markets. It measures the returns of stocks that are legally and practically available to foreign investors.

### Fixed Income

#### *Lehman Brothers Long Government Bond Index*

This index consists of U.S. Treasury and U.S. Government agency bonds with maturities greater than 10 years.

#### *Lehman Brothers Intermediate Government Bond Index*

This index consists of U.S. Treasury and U.S. Government agency bonds with maturities from one to 10 years.

#### *Lehman Brothers 1-3 Year Government Bond Index*

This index consists of U.S. Treasury and U.S. Government agency bonds with maturities from one to three years.

#### *Lehman Brothers Intermediate Government/Credit Bond Index*

This index covers corporate and non-corporate fixed-income securities that are rated investment grade and have 5-7 years to final maturity.

#### *Lehman Brothers 1-3 Year Government/Credit Bond Index*

This index covers corporate and non-corporate fixed-income securities that are rated investment grade and have 1-3 years to final maturity.

#### *Lehman Brothers High Yield Bond Index*

This index includes all fixed income securities with a maximum quality rating of Ba1 (including defaulted issues), a minimum amount outstanding of \$100 million and at least 1 year to maturity.

#### *Lehman Brothers Mortgage-Backed Securities Index*

This index includes 15- and 30-year fixed-rate securities backed by Mortgage pools of the Government National Mortgage Association (GNMA), Federal Home Loan Mortgage Corporation (FHLMC), and Federal National Mortgage Association (FNMA).

#### *Lehman Brothers Global Aggregate Bond Index*

This index covers the most liquid portion of the global investment grade fixed-rate bond market, including government, credit and collateralized securities.

#### *Lehman Brothers Emerging Markets Index*

This index tracks total returns for external-currency-denominated debt instruments of emerging markets.

#### *Merrill Lynch All U.S. Convertibles All Qualities Index*

This index consists of convertible bonds and preferred stock of all qualities.

For more information, please go to [www.spiva.standardandpoors.com](http://www.spiva.standardandpoors.com)

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