

# Morningstar Weekly Market Report

## U.S. Market Overview: March 09–March 16, 2007

### Market Commentary

Markets continued to exhibit the volatile pattern of recent weeks. The Morningstar US Market Index fell 1.05% for the week ending March 16, 2007, losing most of its gain from the previous week. Subprime mortgage lending remains the main source of concern, as that sector's woes threaten to spill over into other areas. The consumer price indexes, a key measure of inflation, rose at a faster pace than expected, dimming hopes of a Federal Reserve interest rate cut in the near future.

All nine Morningstar style indexes finished in negative territory. The Morningstar Large Value Index was the worst performer with a loss of 1.32%. The Morningstar Small Growth Index was the best performer with a loss of 0.51%.

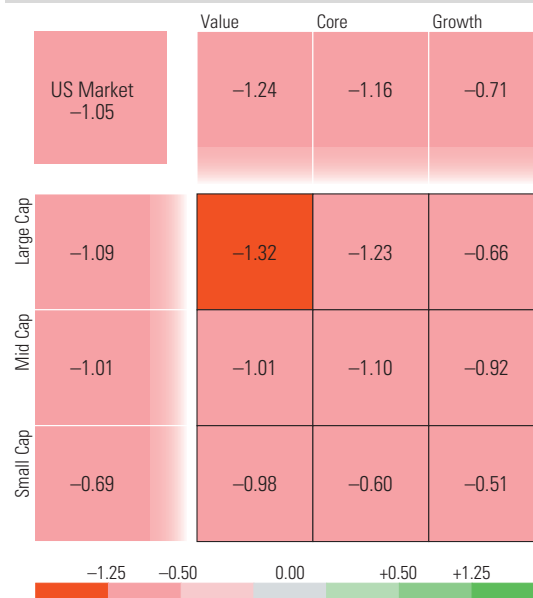
The fallout from subprime lending affected large-value stalwarts JPMorgan Chase & Co., Bank of America Corp., and Citigroup Inc., with each stock dropping between 1.6% and 3.7%. Oil prices fell significantly last week, causing Exxon Mobil Corp. and ConocoPhillips to slide 1.8% and 3.6%, respectively.

WebEx Communications Inc., a provider of Web conferencing software, advanced 24.5% last week, contributing strongly to the Morningstar Small Growth Index. The stock surged after technology giant Cisco Systems announced it would pay a handsome premium to acquire WebEx. The news vitalized related stocks such as j2 Global Communications Inc., an Internet-based communications services vendor, which gained 15.6%.

### Trailing Returns %

	1-Week	3-Month	YTD	1-Yr	3-Yr	5-Yr
<b>Morningstar Indexes</b>						
US Market	-1.05	-1.76	-1.15	8.50	10.81	6.48
Large Cap	-1.09	-2.52	-2.07	8.59	9.28	4.60
Mid Cap	-1.01	0.87	2.02	9.01	15.40	11.52
Small Cap	-0.69	-1.08	-0.35	5.95	13.20	11.21
US Value	-1.24	-1.92	-1.88	13.81	14.56	10.09
US Core	-1.16	-1.95	-1.66	7.66	10.98	6.59
US Growth	-0.71	-1.36	0.29	3.65	6.55	2.02
Large Value	-1.32	-2.76	-2.85	14.25	13.70	8.72
Large Core	-1.23	-2.83	-2.69	7.26	9.74	4.60
Large Growth	-0.66	-1.88	-0.36	3.70	3.82	-0.33
Mid Value	-1.01	1.06	1.55	13.35	17.29	13.52
Mid Core	-1.10	1.31	2.10	9.34	14.25	12.01
Mid Growth	-0.92	0.25	2.40	4.59	14.52	8.21
Small Value	-0.98	-1.03	-0.88	9.30	14.80	13.80
Small Core	-0.60	-1.24	-0.53	8.43	15.33	13.12
Small Growth	-0.51	-0.98	0.38	0.24	9.33	6.34

### Morningstar Market Barometer (% Return)



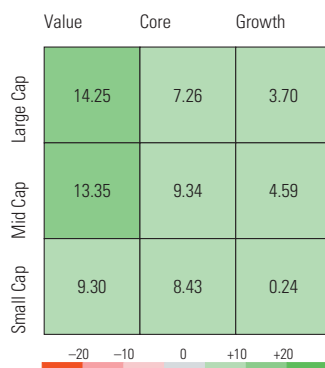
### Biggest Influence on Index Performance

	Weekly Return %	Index Contribution %
<b>Best Performing Index</b>		
Small Growth	-0.51	
<b>Worst Performing Index</b>		
Large Value	-1.32	
<b>Best Performing Stock</b>		
Adams Respiratory Therapeutics Inc.	-25.58	-0.09
Illumina Inc.	-8.22	-0.04
Texas Industries Inc.	-6.35	-0.04
USANA Health Sciences Inc.	-17.35	-0.03
American Commercial Lines Inc.	-6.04	-0.03
<b>Worst Performing Stock</b>		
Exxon Mobil Corp.	-1.77	-0.19
JPMorgan Chase & Co.	-3.67	-0.16
Bank of America Corp.	-2.61	-0.15
Citigroup Inc.	-1.59	-0.10
ConocoPhillips	-3.63	-0.10

### Year-to-Date



### 1-Year



### 3-Year

