

Morningstar Weekly Market Report

U.S. Market Overview: April 05–April 13, 2007

Market Commentary

Markets advanced modestly last week as positive earnings news overcame lingering concern on the economic front. The Morningstar US Market Index rose 0.68% through the week ending April 13, 2007. The fallout from the subprime meltdown continues to haunt financial services stocks, and hopes of a Federal Reserve interest rate cut anytime soon have faded due to sticky inflation numbers. Markets took heart from the steady trickle of decent earnings news and merger activity, however.

All nine Morningstar style indexes finished in positive territory. Growth indexes cemented their lead over core and value counterparts for the year, capped by the Morningstar Small Growth Index's 1.08% gain. The Morningstar Mid Value Index finished last with a 0.39% return for the week.

The Morningstar Small Growth Index was boosted by ValueClick Inc., a provider of online advertising solutions that rose 7.8% after Internet giant Google, Inc. announced a deal to acquire the smaller company. The announcement sparked an even bigger rally in ValueClick's fellow digital marketing player aQuantive Inc., which rose 14.2% on takeover speculation.

The Morningstar Mid Value Index's detractors included airline stocks AMR Corp., which dropped 7.7%, and US Airways Group Inc., which fell 5.2%. The market is anticipating lower first quarter earnings after what has proven a season of weather-related air-travel woes.

Morningstar Market Barometer (% Return)



Trailing Returns %

Morningstar Indexes	1-Week	3-Month	YTD	1-Yr	3-Yr	5-Yr
US Market	0.68	2.60	3.79	14.75	11.95	8.43
Large Cap	0.65	1.73	2.77	15.20	10.45	6.80
Mid Cap	0.71	5.32	7.13	14.60	16.51	12.87
Small Cap	0.87	4.06	5.05	10.60	14.06	12.03
US Value	0.59	4.18	3.40	21.50	16.44	11.69
US Core	0.68	1.01	2.70	13.70	11.91	8.43
US Growth	0.79	2.69	5.49	8.69	7.17	4.49
Large Value	0.62	4.04	2.72	22.61	15.65	10.69
Large Core	0.64	-0.28	1.51	13.52	10.66	6.77
Large Growth	0.71	1.53	4.39	8.87	4.47	2.16
Mid Value	0.39	5.16	6.09	19.45	18.99	14.21
Mid Core	0.79	5.14	6.77	15.34	15.23	12.96
Mid Growth	0.93	5.66	8.55	9.34	15.15	10.71
Small Value	0.75	2.88	3.30	14.30	16.22	13.68
Small Core	0.79	3.97	4.79	12.68	16.30	13.51
Small Growth	1.08	5.29	7.04	4.97	9.47	8.54

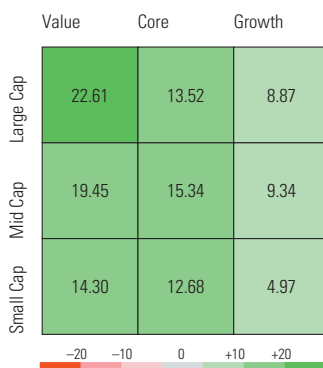
Biggest Influence on Index Performance

	Weekly Return %	Index Contribution %
Best Performing Index		
Small Growth	1.08	
ValueClick Inc.	6.92	0.05
Tetra Technologies Inc.	8.72	0.04
Kansas City Southern	5.67	0.04
Tractor Supply Co.	7.87	0.04
Brush Engineered Materials Inc.	12.07	0.04
Worst Performing Index		
Mid Value	0.39	
R.R. Donnelley & Sons Co.	7.27	0.05
El Paso Corp.	4.37	0.04
Reliant Energy Inc.	6.33	0.04
Tesoro Corp.	5.62	0.04
Lubrizol Corp.	9.63	0.03

Year-to-Date



1-Year



3-Year

