

# Morningstar Weekly Market Report

## U.S. Market Overview: May 04–May 11, 2007

### Market Commentary

Markets treaded water last week. The Morningstar US Market Index rose 0.09% for the week ending May 11, 2007, barely preserving its multi-week winning streak. Weak retail sales numbers caused concern for investors, but new data on producers' prices also indicated an unexpected drop in inflation, which raised hopes of interest rate cuts in the near future.

Morningstar's nine style indexes produced mixed results. It was a bad week for growth and small-cap stocks in general, with the Morningstar Small Growth Index faring the worst as it slid 0.62%. The Morningstar Mid Core Index took the top spot with a 0.69% gain, helping cement a healthy year-to-date lead for mid-cap stocks.

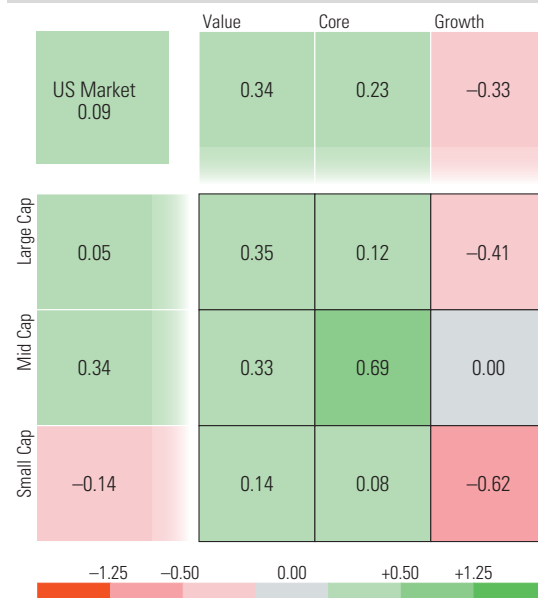
Foster Wheeler Ltd., a builder of manufacturing facilities worldwide, reported record first-quarter 2007 earnings. The stock surged 36% following the announcement. The strength of global manufacturing and industrial activity was also displayed by first-quarter results from power-generation and offshore industrial equipment-maker McDermott International Inc. McDermott's stock rose 20%, as revenue and profits were much better than expected.

World Fuel Services Corp.'s stock fell more than 15% after reporting a slide in net income due to a sharp decline in jet fuel prices. Online travel agency Priceline.com Inc.'s 9% decline also detracted from the Morningstar Small Growth index. The stock suffered after a litigation settlement widened Priceline.com's net loss.

### Trailing Returns %

	1-Week	3-Month	YTD	1-Yr	3-Yr	5-Yr
<b>Morningstar Indexes</b>						
US Market	0.09	5.17	7.46	16.99	14.53	10.30
Large Cap	0.05	5.01	6.57	17.81	12.78	8.78
Mid Cap	0.34	6.08	10.86	16.06	19.84	14.42
Small Cap	-0.14	4.22	7.23	11.25	17.10	13.71
US Value	0.34	5.54	7.24	22.10	19.29	12.98
US Core	0.23	4.83	6.93	16.02	14.67	10.38
US Growth	-0.33	5.15	8.32	12.43	9.29	6.99
Large Value	0.35	5.79	6.79	23.21	18.49	11.98
Large Core	0.12	4.68	5.93	16.10	13.18	8.94
Large Growth	-0.41	4.48	7.08	13.59	6.10	4.77
Mid Value	0.33	5.48	9.45	20.11	21.74	15.35
Mid Core	0.69	5.54	10.79	17.49	18.78	14.34
Mid Growth	0.00	7.21	12.35	10.85	18.80	12.98
Small Value	0.14	2.88	5.78	14.85	19.26	15.37
Small Core	0.08	4.44	7.42	12.67	19.45	14.77
Small Growth	-0.62	5.30	8.45	6.36	12.41	10.74

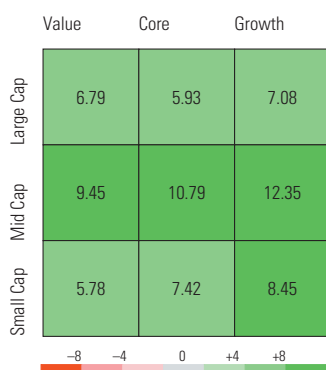
### Morningstar Market Barometer (% Return)



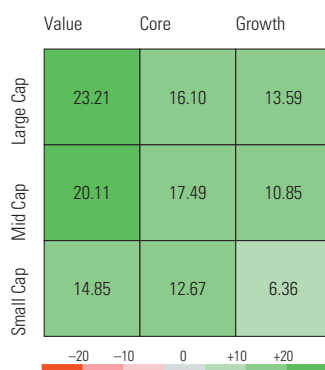
### Biggest Influence on Index Performance

	Weekly Return %	Index Contribution %
<b>Best Performing Index</b>		
Mid Core	0.69	
Foster Wheeler Ltd.	36.02	0.16
McDermott International Inc.	19.69	0.12
Advanced Micro Devices Inc.	8.50	0.06
Fluor Corp.	5.74	0.04
Avalonbay Communities Inc.	4.04	0.03
<b>Worst Performing Index</b>		
Small Growth	-0.62	
Varian Semiconductor Equipment	-6.09	-0.06
World Fuel Services Corp.	-15.48	-0.06
priceline.com Inc.	-9.00	-0.05
Atwood Oceanics Inc.	-8.11	-0.04
Allscripts Healthcare Solutions Inc.	-11.81	-0.04

### Year-to-Date



### 1-Year



### 3-Year

