

# Morningstar Weekly Market Report

## U.S. Market Overview: May 11–May 18, 2007

### Market Commentary

Markets continue to scale new highs. The Morningstar US Market Index rose 0.94% for the week ending May 18, 2007, scoring its seventh straight positive week. Merger and acquisition activity remains a key booster of investor sentiment, while strong quarterly earnings reports have provided added support.

Large-cap stocks did sharply better this week, as demonstrated by the performance of Morningstar's nine style indexes. The Morningstar Large Value Index was by far the leader, posting a 2% gain. The Morningstar Small Core Index finished last with a 0.82% loss.

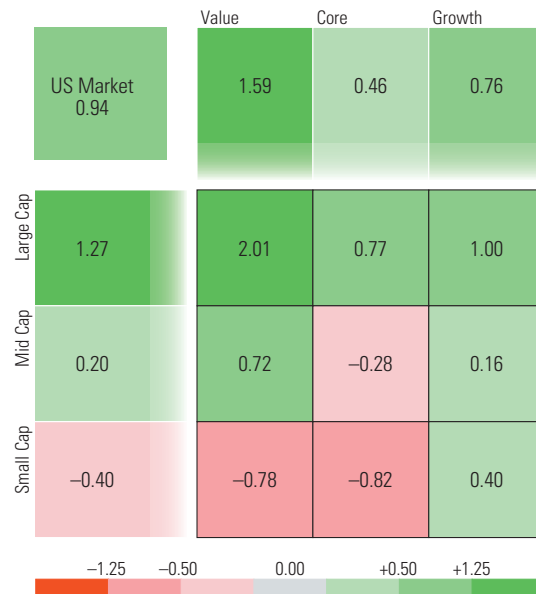
Energy stocks strongly contributed to the Morningstar Large Value Index, as rising oil and gasoline prices caused anticipation of bumper profits for these companies. Exxon Mobil Corp., which rose 2.5%; ConocoPhillips, up 7.2%; and Chevron Corp., up 4.25%, were among the top contributors. Telecom stocks also had a strong week, led by AT&T Inc.'s 3.8% gain.

The week's best individual stock performance came from online marketing and advertising services provider aQuantive Inc., which surged 84% after Microsoft announced it would purchase the company. aQuantive is Microsoft's largest purchase ever, and follows similar acquisitions by prominent Web rivals in recent weeks. Despite aQuantive's massive gain, small-cap stocks were undermined by stock-specific stumbles such as Kaiser Aluminum Corp. Kaiser's stock fell 13.6% after reporting a slide in profits due to higher costs.

### Trailing Returns %

	1-Week	3-Month	YTD	1-Yr	3-Yr	5-Yr
<b>Morningstar Indexes</b>						
US Market	0.94	4.80	8.47	22.55	15.03	9.48
Large Cap	1.27	5.07	7.92	23.27	13.39	7.94
Mid Cap	0.20	4.65	11.08	22.06	20.04	13.73
Small Cap	-0.40	2.30	6.80	16.34	17.29	12.76
US Value	1.59	5.90	8.94	28.70	19.80	12.67
US Core	0.46	3.89	7.43	20.54	14.90	9.67
US Growth	0.76	4.61	9.15	18.05	10.04	5.35
Large Value	2.01	6.75	8.93	30.43	19.20	11.65
Large Core	0.77	4.10	6.74	20.25	13.46	8.25
Large Growth	1.00	4.27	8.15	18.61	6.90	2.99
Mid Value	0.72	4.34	10.24	25.30	21.76	15.29
Mid Core	-0.28	3.60	10.48	23.06	18.78	13.58
Mid Growth	0.16	5.99	12.53	17.92	19.41	11.66
Small Value	-0.78	0.77	4.95	18.47	18.88	14.59
Small Core	-0.82	2.30	6.54	17.48	19.62	13.92
Small Growth	0.40	3.77	8.88	13.05	13.16	9.48

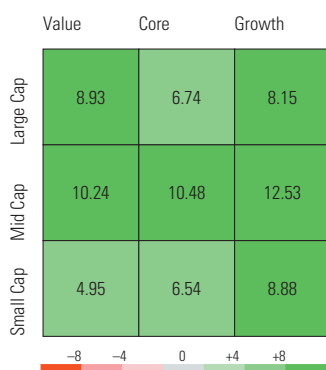
### Morningstar Market Barometer (% Return)



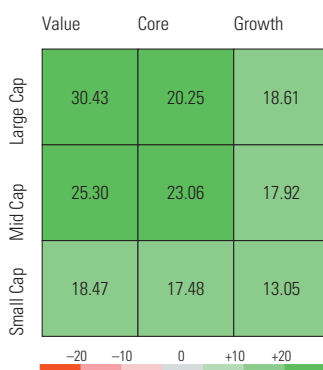
### Biggest Influence on Index Performance

	Weekly Return %	Index Contribution %
<b>Best Performing Index</b>		
Large Value	2.01	
Exxon Mobil Corp.	2.50	0.28
AT&T Inc.	3.81	0.23
Citigroup Inc.	3.56	0.22
ConocoPhillips	7.24	0.18
Chevron Corp.	4.25	0.18
<b>Worst Performing Index</b>		
Small Core	-0.82	
Regeneron Pharmaceuticals Inc.	-12.40	-0.06
Kaiser Aluminum Corp.	-13.60	-0.04
Entertainment Properties Trust	-8.44	-0.04
Corporate Office Properties Trust	-6.79	-0.03
Sunstone Hotel Investors Inc.	-7.45	-0.03

### Year-to-Date



### 1-Year



### 3-Year

