

Morningstar Weekly Market Report

U.S. Market Overview: June 02–June 09, 2006

Market Commentary

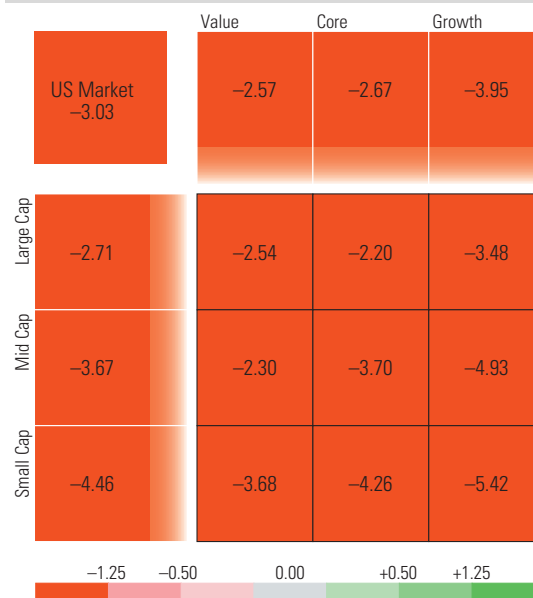
Markets were spooked by comments from Fed Chairman Ben Bernanke on the growing concern of rising inflation. Investors took that as a signal for another hike in interest rates. The Morningstar US Market Index plunged 3.03% for the week ending June 9, reducing the gain for the year so far to 1.52%.

With losses ranging from 2.20% for the Morningstar Large Core Index to 5.42% for the Morningstar Small Growth Index, there was little place to hide. But large-cap and value-oriented stocks, which tend to hold on more firmly in times of high volatility, fared better than the rest of the styles.

Railroad stocks had a rough week on worries that an economic slowdown could hurt transportation revenues. Burlington Northern Santa Fe, Norfolk Southern, and Union Pacific Corporation, all members of the Morningstar Large Core Index, lost 8% or more for the week. Industrial material stocks like General Electric, Caterpillar, and United Technologies Corporation, also had a negative influence on the index.

American Medical Systems Holdings, a surgical products producer, and Laserscope, a medical laser manufacturer, announced a merger agreement sending Laserscope shares up by 43.16% and American Medical Systems down by 20.65%.

Morningstar Market Barometer (% Return)



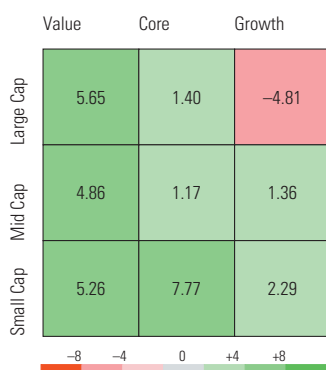
Trailing Returns %

	1-Week	3-Month	YTD	1-Yr	3-Yr	5-Yr
Morningstar Indexes						
US Market	-3.03	-1.09	1.52	7.66	12.16	2.48
Large Cap	-2.71	-1.02	0.93	5.61	9.79	0.39
Mid Cap	-3.67	-1.33	2.41	13.11	18.33	7.90
Small Cap	-4.46	-1.16	5.13	13.41	18.96	8.93
US Value	-2.57	1.50	5.48	11.23	15.76	7.38
US Core	-2.67	-0.99	1.80	7.67	12.64	3.59
US Growth	-3.95	-4.05	-3.01	3.73	7.84	-4.43
Large Value	-2.54	1.53	5.65	10.81	13.96	5.55
Large Core	-2.20	-0.71	1.40	6.10	10.60	1.26
Large Growth	-3.48	-4.33	-4.81	-0.74	4.40	-6.70
Mid Value	-2.30	1.74	4.86	12.27	20.35	11.87
Mid Core	-3.70	-2.53	1.17	10.74	17.54	10.07
Mid Growth	-4.93	-2.96	1.36	16.28	16.69	1.22
Small Value	-3.68	0.34	5.26	12.18	20.34	14.45
Small Core	-4.26	0.68	7.77	15.92	21.01	11.88
Small Growth	-5.42	-4.48	2.29	12.17	15.41	0.78

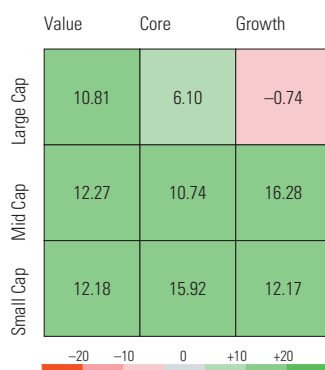
Biggest Influence on Index Performance

	Weekly Return %	Index Contribution %
Best Performing Index		
Large Core	-2.20	
General Electric Co.	-1.70	-0.18
Caterpillar Inc.	-7.27	-0.10
International Business Machines Corp.	-2.38	-0.09
Motorola Inc.	-5.38	-0.08
United Technologies Corp.	-4.73	-0.08
Worst Performing Index		
Small Growth	-5.42	
Tetra Technologies Inc.	-15.50	-0.10
Superior Energy Services Inc.	-11.59	-0.09
Rambus Inc.	-11.17	-0.09
Hansen Natural Corp.	-10.09	-0.08
American Medical Systems Holdings Inc.	-20.65	-0.08

Year-to-Date



1-Year



3-Year

