

Morningstar Weekly Market Report

U.S. Market Overview: June 09—June 16, 2006

Market Commentary

Markets reacted favorably to comments by Federal Reserve Chairman Ben Bernanke on Wednesday staging a two-day rally. However, persistent concerns about inflation and interest rates dragged the Morningstar US Market Index down on Friday, ending the week of June 16 with a modest 0.20% loss.

Returns from the capitalization indexes suggest a move to larger, more stable stocks as the Morningstar Large Cap Index finished the week up a scant 0.05%, but still well ahead of its mid- and small-cap brethren. The Morningstar Growth Index also ended the week in positive territory, driven entirely by this week's best performing style index, the Morningstar Large Growth Index, up a healthy 0.70%.

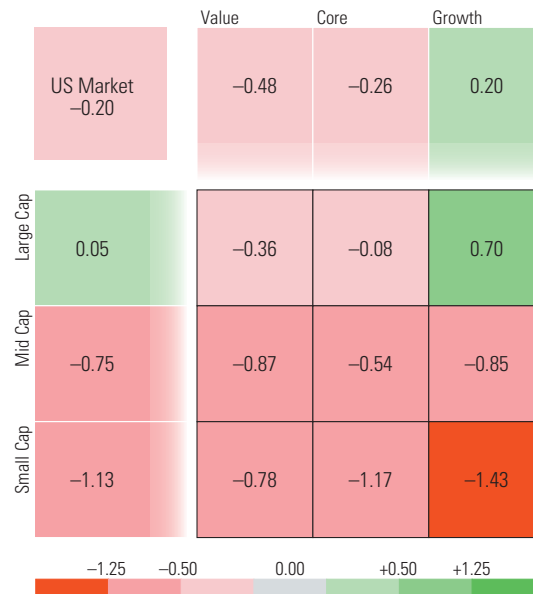
Large growth semiconductor stocks Intel, Broadcom, and Marvel Technology Group jumped by 6.77%, 9.76%, and 10.8% respectively, after an analyst upgraded the downtrodden sector. However, the bullish sentiment did not carry over to hardware manufacturers, as Dell lost 4.51% and Apple dropped 2.84%.

The Morningstar Small Growth Index stands out from the rest with a substantial 1.43% loss for the week casting it in deep red. Rambus, a semiconductor manufacturer, and Equinix, a network data center operator, both dropped significantly after getting caught up in the growing options back-dating scandal. Shares of index component Intermagnetics General Corporation, a MRI products manufacturer, jumped 20.36% on news of an acquisition by Phillips Electronics.

Trailing Returns %

	1-Week	3-Month	YTD	1-Yr	3-Yr	5-Yr
Morningstar Indexes						
US Market	-0.20	-3.88	1.32	6.30	10.80	3.33
Large Cap	0.05	-3.40	0.98	4.92	8.49	1.28
Mid Cap	-0.75	-5.00	1.64	10.33	16.81	8.62
Small Cap	-1.13	-5.59	3.94	9.08	17.32	9.68
US Value	-0.48	-1.88	4.98	8.85	14.44	7.82
US Core	-0.26	-3.99	1.53	6.44	11.12	4.08
US Growth	0.20	-5.99	-2.81	3.36	6.66	-2.79
Large Value	-0.36	-1.59	5.27	8.77	12.66	6.05
Large Core	-0.08	-3.35	1.31	5.48	9.14	1.75
Large Growth	0.70	-5.60	-4.14	-0.01	3.34	-4.93
Mid Value	-0.87	-2.34	3.95	9.25	19.08	12.13
Mid Core	-0.54	-6.08	0.62	8.25	15.86	10.56
Mid Growth	-0.85	-6.37	0.50	13.45	15.23	2.53
Small Value	-0.78	-4.06	4.43	8.01	18.75	14.71
Small Core	-1.17	-4.19	6.51	11.57	19.26	12.35
Small Growth	-1.43	-8.49	0.83	7.73	13.83	2.20

Morningstar Market Barometer (% Return)



Biggest Influence on Index Performance

	Weekly Return %	Index Contribution %
Best Performing Index		
Large Growth	0.70	
Intel Corp.	6.77	0.23
Oracle Corp.	5.35	0.10
Microsoft Corp.	0.82	0.06
Broadcom Corp.	9.76	0.04
Carnival Corp.	7.84	0.04
Worst Performing Index		
Small Growth	-1.43	
NutriSystem Inc.	-14.20	-0.07
Rambus Inc.	-8.94	-0.06
Hexcel Corp.	-10.91	-0.06
Equinix Inc.	-11.56	-0.06
Silicon Laboratories Inc.	-8.88	-0.05

Year-to-Date



1-Year



3-Year

