

Morningstar Weekly Market Report

U.S. Market Overview: October 13–October 20, 2006

Market Commentary

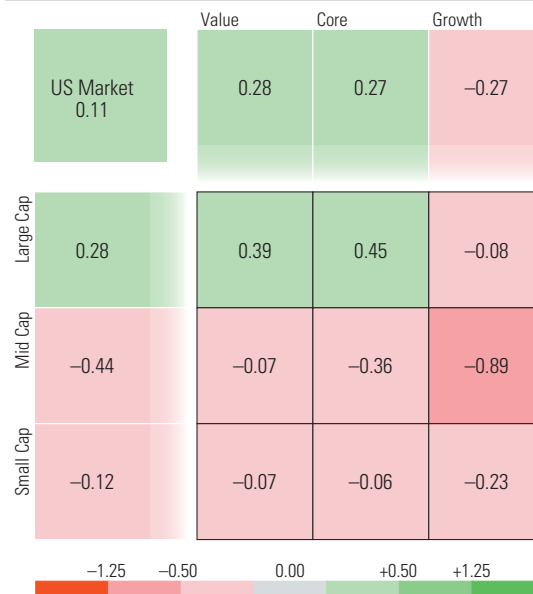
Markets concluded a three-week rally with a mixed bag of earnings announcements, closing the week ending October 20, 2006 almost flat. Investors seemed ambivalent to the further drop in oil prices and concerns over tightening labor markets. The Morningstar US Market Index was up 0.1% for the week as investors waited for quarterly earnings reports from several bellwether stocks and for the outcome of the Federal Reserve's Open Market Committee meeting this week.

Strong results from several large index constituents propelled the Morningstar Large Core Index into the top spot among the nine Morningstar Style Indexes. Conversely, disappointing earnings reports from top components of the Morningstar Mid Growth Index pushed it into the bottom spot.

Third-quarter earnings reports from Morningstar Large Core Index's top components Johnson & Johnson, International Business Machines Corp., and Coca-Cola Co. saw their stocks jump over 5% for the week. Meanwhile, Caterpillar Inc. and Motorola Inc. announced disappointing results and weak forecasts, pushing their stocks down 14.2% and 9.9%, respectively.

Apollo Group Inc., a post-secondary education service provider, claimed the unwanted title of the week's overall worst performing stock with a jaw-dropping 27% drop. A long-term downward trend in enrollment growth and irregularities in past stock option grants were to blame for the slide.

Morningstar Market Barometer (% Return)



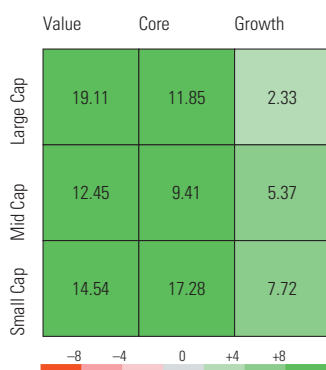
Trailing Returns %

	1-Week	3-Month	YTD	1-Yr	3-Yr	5-Yr
Morningstar Indexes						
US Market	0.11	9.96	11.04	18.75	12.44	7.90
Large Cap	0.28	10.02	11.35	18.15	10.88	5.75
Mid Cap	-0.44	9.14	9.03	19.43	16.68	13.39
Small Cap	-0.12	11.71	13.19	22.38	15.87	14.76
US Value	0.28	8.54	17.56	26.28	17.60	12.01
US Core	0.27	11.21	11.76	19.24	13.22	8.05
US Growth	-0.27	10.13	3.37	10.34	6.25	2.96
Large Value	0.39	8.61	19.11	27.50	16.87	10.37
Large Core	0.45	11.25	11.85	18.31	12.02	5.65
Large Growth	-0.08	10.23	2.33	7.97	3.29	0.55
Mid Value	-0.07	7.51	12.45	22.12	19.72	15.85
Mid Core	-0.36	10.72	9.41	19.94	15.73	14.62
Mid Growth	-0.89	9.17	5.37	16.24	14.43	8.88
Small Value	-0.07	10.92	14.54	23.62	17.78	18.33
Small Core	-0.06	12.16	17.28	26.96	18.77	17.09
Small Growth	-0.23	12.00	7.72	16.52	10.97	8.65

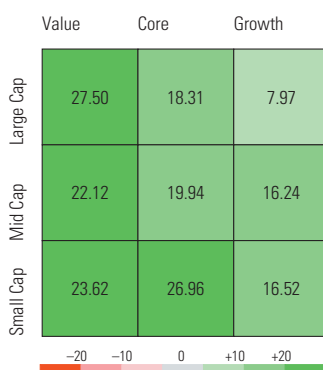
Biggest Influence on Index Performance

	Weekly Return %	Index Contribution %
Best Performing Index		
Large Core	0.45	
Johnson & Johnson	6.26	0.30
International Business Machines Corp.	5.11	0.17
Coca-Cola Co.	6.20	0.15
Time Warner Inc.	3.78	0.07
Abbott Laboratories	3.94	0.07
Worst Performing Index		
Mid Growth	-0.89	
Apollo Group Inc. Cl A	-26.96	-0.20
Citrix Systems Inc.	-18.52	-0.12
NVIDIA Corp.	-5.86	-0.07
Akamai Technologies Inc.	-8.90	-0.07
Endo Pharmaceuticals Holdings Inc.	-14.14	-0.07

Year-to-Date



1-Year



3-Year

