

Morningstar Weekly Market Report

U.S. Market Overview: November 10–November 17, 2006

Market Commentary

Investors looked beyond a dramatic downturn in the housing market--new housing starts for October dropped 16%--and instead focused on signs of moderating inflation and lower energy prices to push the Morningstar US Market Index higher by 1.6% for the week ending Nov. 17, 2006. The US Market Index is up 3.0% for the last two weeks and 14.1% for the year.

The Morningstar Market Barometer was green across the board as all nine Morningstar style indexes gained ground for the second week in a row. Large-cap growth stocks continue to gain in strength over large-cap value stocks. The Morningstar Large Growth Index, which trails the Morningstar Large Value Index by 15% for the year, is steadily catching up, gaining 1.9% in the last two weeks alone.

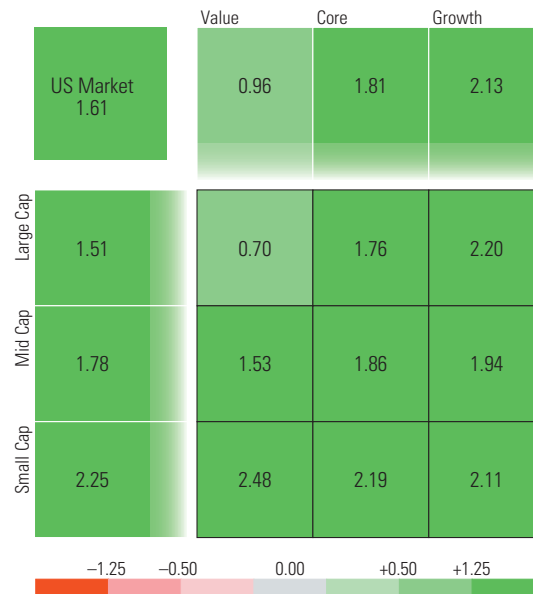
The Morningstar Small Value Index was the best performer among the nine Morningstar style indexes. Index component Reader's Digest Association Inc. saw its shares jump 11.4% last week after the announcement of a private equity deal with Ripplewood Holdings. Master-planned community developer WCI Communities Inc.'s shares rose 21.6%.

Investors sent US Airways Group Inc.'s stock soaring 20.6% after the nation's fifth largest airline made a bid to become the largest by acquiring bankrupt Delta Air Lines Inc. Other airline stocks were lifted on speculation of increased merger activity in the highly regulated and overcrowded U.S. airline industry. The shares of Morningstar Mid Value Index components Continental Airlines, UAL Corp., and AMR Corp. closed the week up 16.7%, 13.5%, and 11.2%, respectively.

Trailing Returns %

	1-Week	3-Month	YTD	1-Yr	3-Yr	5-Yr
Morningstar Indexes						
US Market	1.61	8.66	14.12	15.06	13.30	7.15
Large Cap	1.51	8.33	14.11	14.54	11.83	5.01
Mid Cap	1.78	9.30	13.06	15.55	17.40	12.71
Small Cap	2.25	10.62	17.13	18.61	16.42	13.67
US Value	0.96	7.07	20.32	21.73	18.17	11.73
US Core	1.81	9.91	14.67	16.40	14.01	7.65
US Growth	2.13	9.03	6.96	6.63	7.46	1.25
Large Value	0.70	6.40	21.49	22.75	17.43	10.12
Large Core	1.76	9.74	14.41	15.63	12.91	5.27
Large Growth	2.20	8.94	5.70	4.54	4.68	-1.27
Mid Value	1.53	8.79	16.24	18.16	20.44	15.55
Mid Core	1.86	10.11	13.34	16.94	16.37	14.21
Mid Growth	1.94	8.95	9.72	11.70	15.23	7.58
Small Value	2.48	10.32	18.68	20.09	18.42	17.69
Small Core	2.19	11.36	21.38	23.03	19.20	16.39
Small Growth	2.11	10.09	11.30	12.67	11.55	6.81

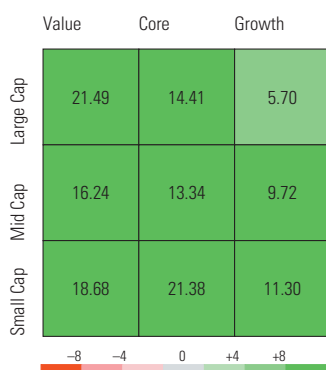
Morningstar Market Barometer (% Return)



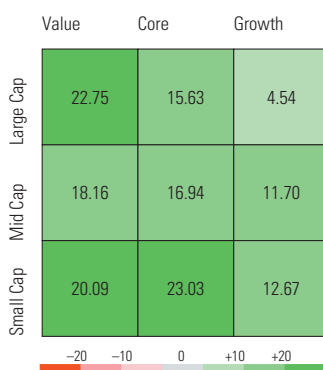
Biggest Influence on Index Performance

	Weekly Return %	Index Contribution %
Best Performing Index		
Small Value	2.48	
Reader's Digest Association Inc.	11.41	0.05
Cousins Properties Inc.	10.24	0.04
H.B. Fuller Co.	8.85	0.04
Acuity Brands Inc.	5.76	0.04
WCI Communities Inc.	21.58	0.04
Worst Performing Index		
Large Value	0.70	
Pfizer Inc.	5.83	0.28
Altria Group Inc.	5.04	0.21
Merck & Co. Inc.	4.50	0.11
Morgan Stanley	3.18	0.06
Verizon Communications Inc.	1.26	0.03

Year-to-Date



1-Year



3-Year

