

# Asset Class Returns

Annual Returns for Key Indices (1986–2006)  
Ranked in order of performance (Best to Worst)

	1986	1987	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006	
Best ↑	MSCI EAFE	MSCI EAFE	R2000 Value	MSCI Emerging Mkts	Salomon WGBI	MSCI Emerging Mkts	R2000 Value	MSCI Emerging Mkts	MSCI EAFE	R1000 Value	R1000 Growth	R1000 Value	R1000 Growth	MSCI Emerging Mkts	R2000 Value	R2000 Value	Salomon WGBI	MSCI Emerging Mkts	MSCI Emerging Mkts	MSCI Emerging Mkts	MSCI Emerging Mkts	
	69.46%	24.64%	29.47%	64.97%	11.97%	59.91%	29.15%	74.84%	7.78%	38.36%	23.12%	35.19%	38.71%	66.41%	22.83%	14.02%	22.01%	55.82%	25.25%	34.54%	32.59%	
	Salomon WGBI	Salomon WGBI	MSCI EAFE	R1000 Growth	LB Agg	R2000 Growth	R1000 Value	MSCI EAFE	R1000 Growth	S&P 500 Index	S&P 500 Index	S&P 500 Index	S&P 500 Index	R2000 Growth	LB Agg	LB Agg	LB Agg	R2000 Growth	R2000 Value	MSCI EAFE	MSCI EAFE	
	23.03%	18.41%	28.26%	35.92%	8.96%	51.18%	13.81%	32.57%	2.66%	37.58%	22.96%	33.36%	28.58%	43.09%	11.63%	8.42%	10.27%	48.54%	22.25%	13.54%	26.34%	
	R1000 Value	R1000 Growth	R1000 Value	S&P 500 Index	R1000 Growth	R2000 Value	MSCI Emerging Mkts	R2000 Value	Salomon WGBI	R1000 Growth	R1000 Value	R2000 Value	R2000 Value	MSCI EAFE	R1000 Growth	R1000 Value	MSCI Emerging Mkts	MSCI Emerging Mkts	R2000 Value	MSCI EAFE	R1000 Value	R2000 Value
	19.98%	5.31%	23.16%	31.69%	-0.26%	41.70%	11.40%	23.86%	2.33%	37.19%	21.64%	31.78%	20.00%	33.16%	7.01%	-2.38%	-6.16%	46.03%	20.25%	7.05%	23.48%	
	S&P 500 Index	S&P 500 Index	R2000 Growth	R1000 Value	S&P 500 Index	R1000 Growth	R2000 Growth	R1000 Value	S&P 500 Index	R2000 Growth	R2000 Value	R2000 Value	R1000 Growth	R1000 Value	MSCI EAFE	Salomon WGBI	Salomon WGBI	R2000 Value	MSCI EAFE	R1000 Value	R1000 Growth	R1000 Value
	18.67%	5.25%	20.38%	25.19%	-3.11%	41.16%	7.77%	18.36%	1.32%	31.04%	21.37%	30.49%	15.63%	26.96%	-2.64%	-3.55%	-11.43%	38.59%	16.49%	5.26%	22.25%	
	R1000 Growth	LB Agg	S&P 500 Index	R2000 Growth	R1000 Value	S&P 500 Index	S&P 500 Index	R2000 Growth	R2000 Value	R2000 Value	R2000 Value	R2000 Growth	R2000 Growth	Salomon WGBI	S&P 500 Index	S&P 500 Index	R1000 Value	R1000 Value	R1000 Value	R2000 Growth	S&P 500 Index	S&P 500 Index
	15.36%	2.75%	16.61%	20.16%	-8.08%	30.47%	7.62%	13.37%	-1.55%	25.75%	11.32%	12.93%	15.29%	21.04%	-9.11%	-5.60%	-15.52%	29.89%	14.31%	4.91%	15.80%	
LB Agg	R1000 Value	R1000 Growth	LB Agg	MSCI Emerging Mkts	R1000 Value	LB Agg	Salomon WGBI	R1000 Value	Salomon WGBI	MSCI EAFE	LB Agg	LB Agg	R1000 Value	MSCI EAFE	R2000 Growth	MSCI EAFE	R1000 Growth	Citigroup Bond WGBI	R2000 Value	R2000 Growth		
15.30%	0.50%	11.27%	14.53%	-10.55%	24.61%	7.40%	13.29%	-1.99%	19.04%	6.05%	9.64%	8.70%	7.34%	-14.17%	-9.23%	-15.94%	29.75%	12.14%	4.71%	13.25%		
R2000 Value	R2000 Value	LB Agg	R2000 Value	R2000 Growth	LB Agg	Salomon WGBI	S&P 500 Index	R2000 Growth	LB Agg	MSCI Emerging Mkts	MSCI EAFE	R2000 Growth	LB Agg	R1000 Growth	S&P 500 Index	S&P 500 Index	S&P 500 Index	S&P 500 Index	S&P 500 Index	R2000 Growth	R1000 Growth	
7.41%	-7.12%	7.89%	12.43%	-17.42%	16.00%	5.52%	10.08%	-2.44%	18.46%	6.03%	1.78%	1.23%	-0.82%	-22.42%	-11.88%	-22.10%	28.69%	10.88%	4.15%	9.07%		
R2000 Growth	R2000 Growth	Salomon WGBI	MSCI EAFE	R2000 Value	Salomon WGBI	R1000 Growth	LB Agg	LB Agg	MSCI EAFE	LB Agg	Salomon WGBI	R2000 Value	R2000 Value	R2000 Growth	R1000 Growth	R1000 Growth	R1000 Growth	Salomon WGBI	R1000 Growth	LB Agg	Citigroup Bond WGBI	
3.59%	-10.48%	4.37%	10.53%	-21.77%	15.82%	5.00%	9.75%	-2.92%	11.21%	3.64%	0.24%	-6.46%	-1.48%	-22.43%	-20.42%	-27.88%	18.52%	6.30%	2.43%	6.94%		
Worst ↓			Salomon WGBI	MSCI EAFE	MSCI EAFE	MSCI EAFE	R1000 Growth	MSCI Emerging Mkts	MSCI Emerging Mkts	Salomon WGBI	MSCI Emerging Mkts	MSCI Emerging Mkts	MSCI Emerging Mkts	Salomon WGBI	MSCI Emerging Mkts	MSCI EAFE	R2000 Growth	LB Agg	LB Agg	Citigroup Bond WGBI	LB Agg	
			4.34%	-23.45%	12.14%	-12.18%	2.90%	-7.32%	-5.21%	3.63%	-11.58%	-25.33%	-4.26%	-30.61%	-21.44%	-30.26%	4.11%	4.34%	-9.20%	4.33%		

The MSCI Emerging Markets Global Index, Russell 1000 Value Index, and the Salomon Brothers Non-U.S. Dollar World Government Bond Index were not available prior to these dates.

**S&P 500 INDEX** – Measures the performance of large capitalization U.S. Stocks. The S&P 500 is a market-value-weighted index of 500 stocks that are traded on the NYSE, AMEX and NASDAQ. The weightings make each company's influence on the Index performance directly proportional to that company's market value.

**RUSSELL 1000 GROWTH INDEX** – Measures the performance of those Russell 1000 companies with higher price-to-book ratios and higher forecasted growth values.

**RUSSELL 1000 VALUE INDEX** – Measures the performance of those Russell 1000 companies with lower price-to-book ratios and lower forecasted growth values.

**MSCI EMERGING MARKETS FREE INDEX** – A market-capitalization-weighted index made up of equities from 26 developing countries.

**RUSSELL 2000 VALUE INDEX** – Contains those Russell 2000 securities with a below-average growth orientation. Securities in this index generally have lower price-to-book and price-to-earnings ratios than those in the Russell 2000 Growth Index.

**RUSSELL 2000 GROWTH INDEX** – Contains those Russell 2000 securities with an above-average growth orientation. Securities in this index generally have higher price-to-book and price-to-earnings ratios than those in the Russell 2000 Value Index.

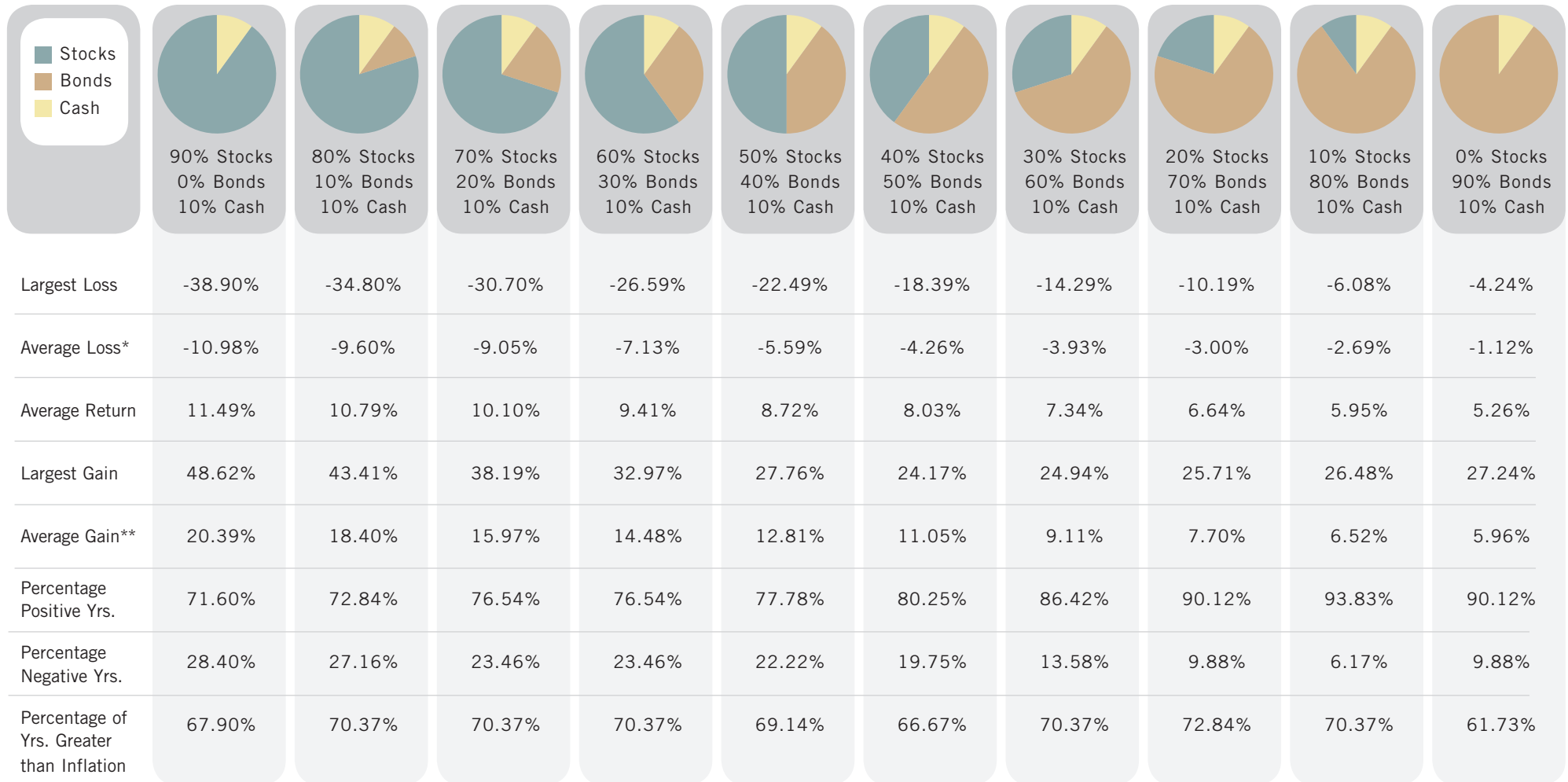
**MSCI EAFE** – A Morgan Stanley Capital International index that is designed to measure the performance of the developed stock markets of Europe, Australia, and the Far East.

**LB AGGREGATE BOND** – The Lehman Brothers Aggregate Bond index. This index includes U.S. government, corporate and mortgage-backed securities with maturities up to 30 years.

**CITIGROUP NON-U.S. DOLLAR WORLD GOVERNMENT BOND INDEX (FORMERLY SALOMON BROTHERS)** – An index that includes institutionally traded bonds other than U.S. issues that have a fixed rate and a remaining maturity of 1 year or longer.

# Asset Allocation Risk and Reward

Annual Returns (1926–2006)  
Average Annual Inflation: 3.11%



Stocks – S&P 500 Index    Bonds – U.S. Intermediate Term Government Bonds    Cash – U.S. 30 Day Treasury Bill    Inflation – Consumer Price Index    Source – Ibbotson Associates

\*Average Loss: the average loss when there is a negative return. \*\*Average Gain: the average gain when there is a positive return.

*Mutual Funds:* • Are not insured by the FDIC or any other agency • Are not obligations of any financial institution • Involve investment risks, may lose value

*The information presented is past performance. Past performance is no guarantee of future return. Investment return and principal value of a mutual fund investment will fluctuate so that an investor's shares on redemption may be worth more or less than the original cost.*

*In addition to the normal risks associated with equity investing, narrowly focused investments and investments in smaller companies typically exhibit higher volatility. International investments may involve risk of capital loss from unfavorable fluctuations in currency values, from differences in generally accepted accounting principles or from economic or political instability in other nations.*

*The indices illustrated herein are unmanaged indices. You cannot invest in an index. Index returns do not reflect the impact of any management fees, transaction costs or expenses. The index information seen here is for illustrative purposes only. For more information, please contact your financial advisor. This piece is provided by SEI Investments Management Corporation.*

*This is not indicative of any specific investment. It is an illustration of how a certain profile may have performed using the past performance of the indices listed.*