

Market Downturns – A Historical Perspective

Simultaneous Index Monthly Downturns As of December 31, 2010

Fund Equivalent Index	Domestic Large Cap	Domestic Small Cap	International	Emerging
	S&P 500 Index	CRSP 6-10 Index	MSCI EAFE Index	MSCI Emerging Markets Index
Start Date	January 1970	January 1970	January 1970	January 1988
End Date	December 2010	December 2010	December 2010	December 2010
Threshold	-7%	-7%	-7%	-7%
Historical Simultaneous Index Monthly Downturns (7% threshold)				
April 1970	-8.9%	-16.9%	-8.4%	-
November 1973	-10.8%	-18.9%	-14.4%	-
August 1974	-8.3%	-8.2%	-10.4%	-
September 1974	-11.7%	-8.4%	-7.4%	-
March 1980	-9.9%	-17.5%	-10.7%	-
October 1987	-21.5%	-28.7%	-14.0%	-
August 1990	-9.0%	-12.6%	-9.7%	-12.8%
August 1998	-14.5%	-20.6%	-12.4%	-28.9%
February 2001	-9.1%	-10.0%	-7.5%	-7.8%
September 2001	-8.1%	-14.9%	-10.1%	-15.5%
July 2002	-7.8%	-14.8%	-9.9%	-7.6%
September 2002	-10.9%	-7.3%	-10.7%	-10.8%
June 2008	-8.4%	-9.4%	-8.2%	-10.0%
September 2008	-8.9%	-8.8%	-14.5%	-17.5%
October 2008	-16.8%	-21.3%	-20.2%	-27.4%
Average	-11.0%	-14.6%	-11.2%	-15.4%
Annualized Average Compound Return over Subsequent Periods (starting the next month)				
1 Year	11.7%	24.5%	7.2%	25.2%
3 Years	11.8%	21.5%	10.5%	24.0%
5 Years	10.5%	19.4%	11.7%	25.6%
10 Years	13.3%	19.0%	10.8%	13.4%

- Simultaneous asset class volatility and negative returns have occurred in the past.
- Despite these downturns, investors who remained disciplined were rewarded in the long run.
- Use balanced diversified portfolios and focus on long-term results.

Sources: The S&P data are provided by Standard & Poor's Index Services Group; CRSP Index returns from the Center for Research in Security Prices, University of Chicago; MSCI data copyright MSCI 2011, all rights reserved. MSCI EAFE Index is net of foreign withholding taxes on dividends. MSCI Emerging Markets Index is gross of foreign withholding taxes on dividends. Annualized average compound return over subsequent periods is calculated as the compound growth rate required to produce the average total return over the same time period. Performance for periods greater than one year are annualized. Indices are not available for direct investment; therefore, their performance does not reflect expenses associated with management of an actual portfolio. Past performance is not a guarantee of future results and there is always the risk that an investor may lose money.