

The Impact of the Initial Stages of a Market Recovery

S&P Corrections and Subsequent Performance (Price Return)							
Date of Market Low	S&P 500 Price Level	Correction	Performance in the following periods from the market bottom				
			1 Month	3 Months	6 Months	1 Year Returns	2 Year Returns
5/26/1970	69	-36%	6%	17%	23%	44%	60%
10/3/1974	62	-48%	19%	14%	33%	38%	67%
3/6/1978	87	-19%	3%	15%	21%	13%	25%
8/12/1982	102	-27%	18%	36%	44%	58%	62%
10/27/1987	233	-33%	3%	7%	13%	19%	44%
10/11/1990	295	-20%	6%	6%	26%	29%	36%
8/31/1998	957	-26%	6%	22%	29%	38%	59%
10/9/2002	776	-49%	15%	19%	11%	34%	44%
Average		-32%	10%	17%	25%	34%	50%
S&P 500 Annualized Return 1/1/1968 to 12/31/2008 = 9.03%							

- On average, 73.5% of the first year's performance in the S&P 500 after a market bottom was captured in the first 6 months
- On average, 50.0% of the first two year's performance in the S&P 500 after a market bottom was captured in the first 6 months.

All investing involves risk and you may incur a profit or a loss. **Past performance is not a guarantee of future results.**

Source: Ibbotson Associates. The S&P 500 Index measures changes in stock market conditions based on the average performance of 500 widely held common stocks. It is a market-weighted index calculated on a total return basis with dividend reinvested. The S&P 500 represents approximately 75% of the investable US equity market. Indices are not available for direct investment.