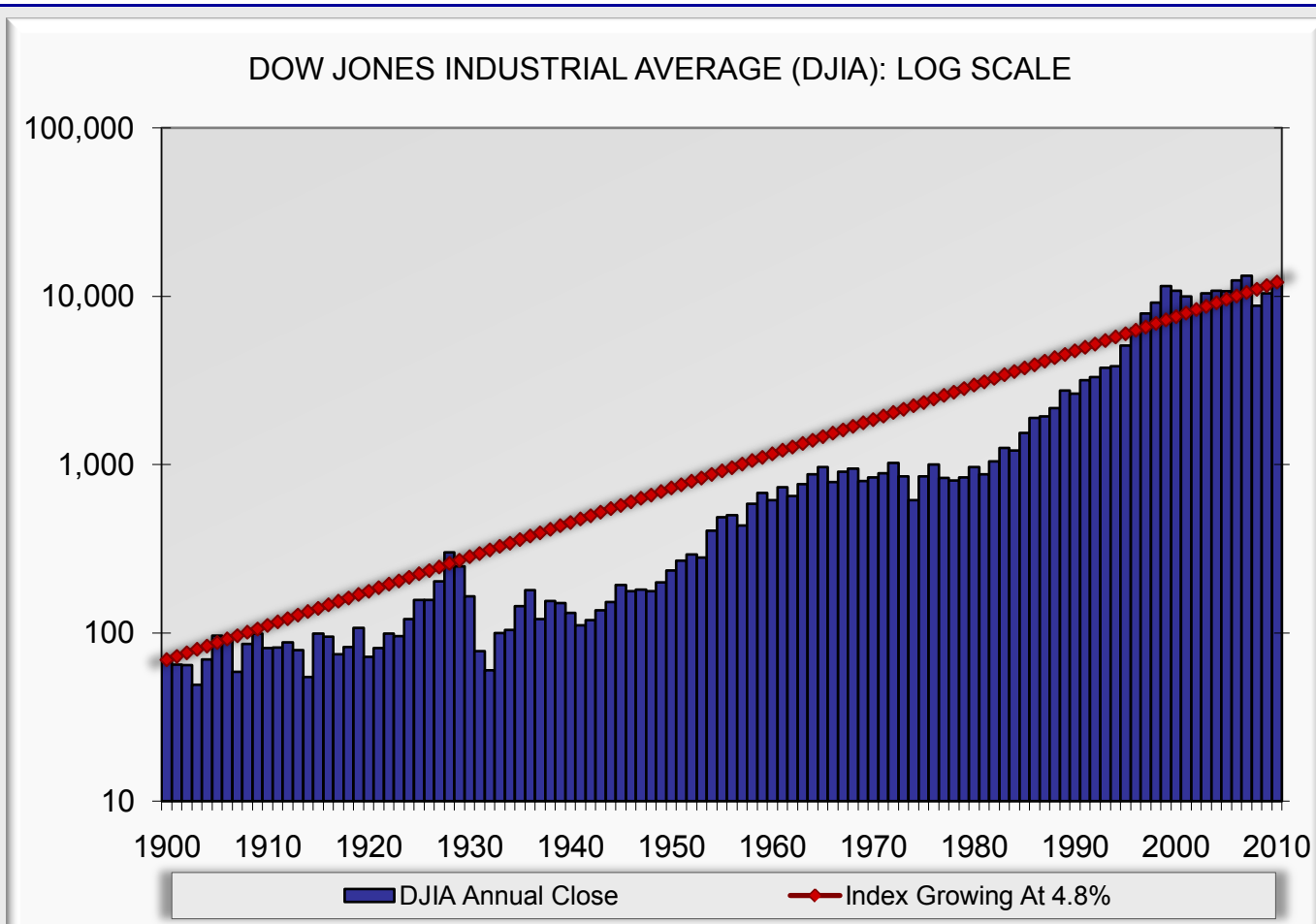


WHAT'S AVERAGE: THE AVERAGE OF THE YEARS vs. THE COMPOUNDED AVERAGE  
(Compounded Returns Are Adversely Affected By Negative Years And Volatility)

SIMPLE ANNUAL CHANGES											AVERAGE	
	'00	'01	'02	'03	'04	'05	'06	'07	'08	'09		
1900	7%	-9%	0%	-24%	42%	38%	-2%	-38%	47%	15%	Avg = 7.1%	
1910	-18%	0%	8%	-10%	-31%	82%	-4%	-22%	11%	30%		
1920	-33%	13%	22%	-3%	26%	30%	0%	29%	48%	-17%		
1930	-34%	-53%	-23%	67%	4%	39%	25%	-33%	28%	-3%		
1940	-13%	-15%	8%	14%	12%	27%	-8%	2%	-2%	13%		
1950	18%	14%	8%	-4%	44%	21%	2%	-13%	34%	16%		
1960	-9%	19%	-11%	17%	15%	11%	-19%	15%	4%	-15%		
1970	5%	6%	15%	-17%	-28%	38%	18%	-17%	-3%	4%		
1980	15%	-9%	20%	20%	-4%	28%	23%	2%	12%	27%		
1990	-4%	20%	4%	14%	2%	33%	26%	23%	16%	25%		
2000	-6%	-7%	-17%	25%	3%	-1%	16%	6%	-34%	19%		
2010	11%											

COMPOUNDED ANNUAL CHANGE		AVERAGE	
	01/01/1900 12/31/2010		
Start	66.08		
End	11,577.51	→	Avg = 4.8%
Years	110		



	CASE A	CASE B	CASE C	CASE D	CASE E	CASE F
Year 1	5.0%	4.0%	9.0%	15.0%	25.0%	30.0%
Year 2	5.0%	5.0%	5.0%	-10.0%	-15.0%	-25.0%
Year 3	5.0%	6.0%	1.0%	10.0%	5.0%	10.0%
Simple Avg. Return	5.000%	5.000%	5.000%	5.000%	5.000%	5.000%
Compounded Return	5.000%	4.997%	4.949%	4.419%	3.714%	2.361%