

Surz/Senior Consultant Style Analysis: Report For Periods Ending December 1999

The last year of the second millennium ended with a significant gift to investors, returning 18.87% in the last quarter. Growth stocks, led by technology companies, were particularly rewarded, earning more than 35% in the quarter. For growth companies, smaller was better, primarily because small technology returned 82%, versus 47% for large technology. By contrast, utility stocks

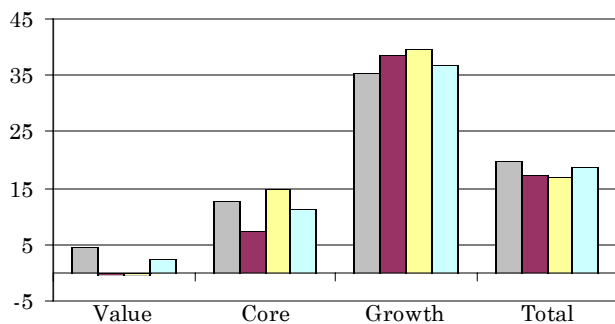
were down 7% in the quarter. This was not a good quarter for value stocks.

Thanks to the last quarter, the year finished with a 25.96% return led, of course, by growth stocks which delivered a 51.6% return. For the year small technology returned 124% versus 57% for large technology. The worst performing subsector was large utilities with a 23% loss. What an

incredible spread of performance! Growth outperformed value by 45% in the year - 51.6% for growth versus 5.15% for value.

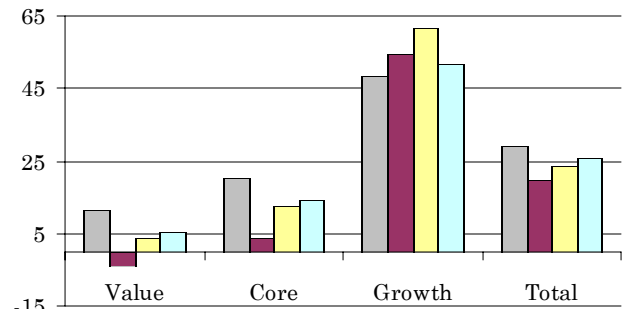
This recent growth stock dominance spills over to the longer term history, so the growth style, especially large company growth, has been in favor for the past three years and five years. (See Appendix on page 15 for style definitions.) ■

Figure 1. Quarter



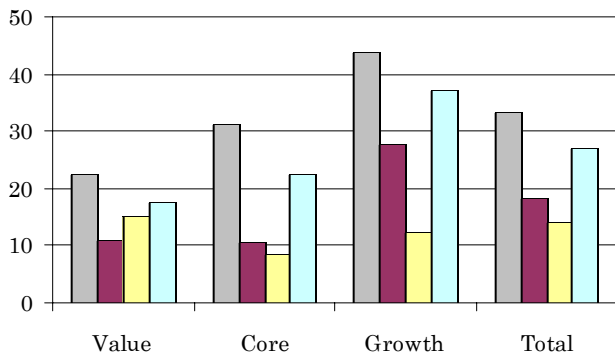
	Value	Core	Growth	Total
Large	4.62	12.9	35.52	19.98
Middle	-0.38	7.56	38.49	17.25
Small	-0.23	15	39.59	16.84
TOTAL	2.46	11.2	36.69	18.87

Figure 2. Year



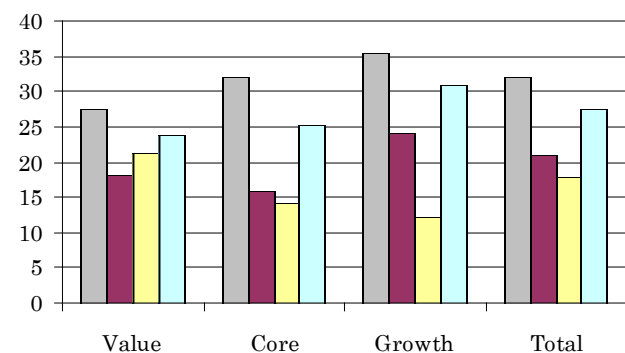
	Value	Core	Growth	Total
Large	11.37	20.57	48.67	29.41
Middle	-4.04	3.54	54.45	19.95
Small	3.83	12.55	61.48	23.75
TOTAL	5.15	14.2	51.6	25.96

Figure 3. Three Years



	Value	Core	Growth	Total
Large	22.29	31.19	43.6	33.2
Middle	10.7	10.66	27.63	18.3
Small	15.2	8.38	12.1	13.89
TOTAL	17.62	22.39	37.23	27.01

Figure 4. Five Years



	Value	Core	Growth	Total
Large	27.47	32.14	35.59	32.14
Middle	18.19	15.83	24.13	20.93
Small	21.22	14.13	12.14	17.75
TOTAL	23.69	25.24	30.99	27.52

Charts courtesy of PPCA (www.pcca-inc.com).