

SURZ/SENIOR CONSULTANT STYLE ANALYSIS

Non-U.S. Style Analysis Report for Periods Ending December 1999

Non-U.S. markets earned about the same return as U.S. markets in 1999, but the rewards were more to large companies, whereas in the U.S., the favored style was growth. Non-U.S. markets earned a very nice 24.08% return in 1999, which is not far behind the 25.96% earned domestically. Coming into the fourth quarter of 1999, foreign markets were ahead of the U.S., but

the U.S. fourth quarter 19% return (versus 10.38% for non-U.S.) put it ahead for the year. This was a good year for foreign markets, but it's gone largely unrecognized primarily because the U.S. has been on a winning streak.

Large cap, especially large cap growth, was in favor for the year. However, large cap value remains in favor over longer

periods. This is due to the fact that Japan rallied in 1999, returning 44%, following a sustained period of underperformance. ■

This analysis is provided by PPCA, which can be visited at www.pcca-inc.com. You may also reach Ron Surz direct via phone at (949) 488-8277 or e-mail at Ron@RoxCap.com.

