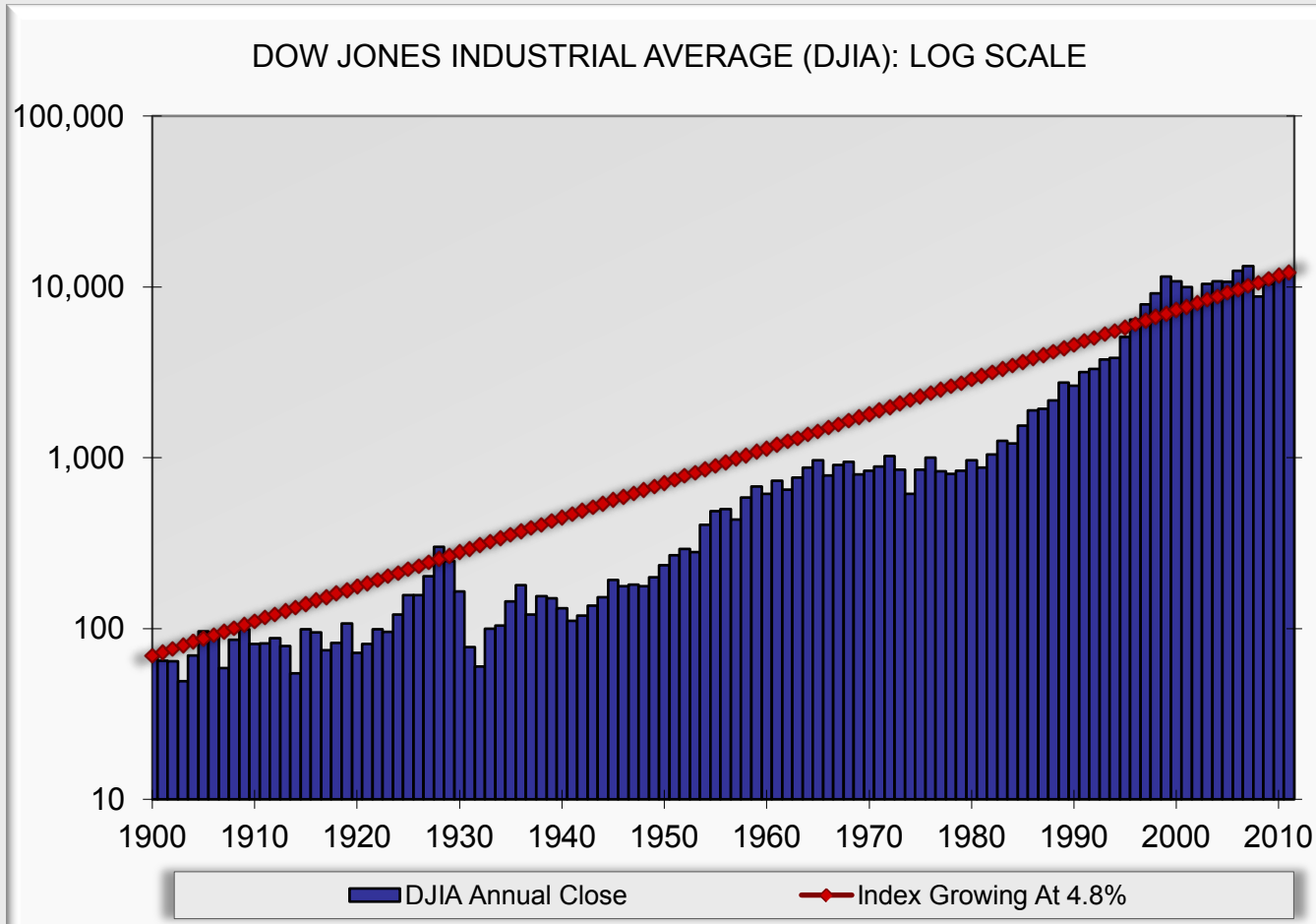


WHAT'S AVERAGE: THE AVERAGE OF THE YEARS vs. THE COMPOUNDED AVERAGE
 (Compounded Returns Are Adversely Affected By Negative Years And Volatility)

	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%	6%									

	COMPOUNDED ANNUAL CHANGE		AVERAGE
	01/01/1900	12/31/2011	
Start	66.08		→ Avg = 4.8%
End		12,217.56	
Years		112	



	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%