



JANUARY 2012 — GOOD OLD JANUARY EFFECT

- Equity markets ebullient — up everywhere and by a lot!
- Spectacular returns from small- and micro-caps, Nasdaq, and especially emerging markets
- Strongest January in 15 years, resurrecting the so-called January Effect (calendar-related anomaly, academically discovered by our friend Don Keim)

SELECTED INDICES - TOTAL RETURN (%) 1/31/12

	Past Month	Past 3 Months	YTD	Past 12 Months	
Dow Jones US Total Stock Market	5.06	5.62	5.06	3.90	
S&P 500 Capitalization Weighted	4.48	5.32	4.48	4.22	← 1926 - 2011 AVG RETURN = 9.8%
S&P 500 Equal Weighted	5.60	5.06	5.60	3.20	
Dow Jones US Completion Total Stock Market	7.56	6.89	7.56	2.21	
S&P MidCap Cap Weighted	6.61	5.89	6.61	2.71	
S&P SmallCap Cap Weighted	6.58	8.60	6.58	7.50	
S&P 500 Growth	4.12	4.33	4.12	7.31	
S&P 500 Value	4.91	6.49	4.91	1.13	
S&P MidCap 400 Growth	6.86	3.97	6.86	4.44	
S&P MidCap 400 Value	6.34	7.90	6.34	1.09	
S&P SmallCap 600 Growth	5.37	6.54	5.37	8.78	
S&P SmallCap 600 Value	7.86	10.81	7.86	6.43	
S&P US REIT	6.47	7.25	6.47	11.90	
S&P 100	4.19	6.05	4.19	4.89	
Russell Top 200	4.38	5.50	4.38	4.69	
Russell 1000	4.87	5.47	4.87	3.95	
Russell 3000	5.05	5.62	5.05	3.86	
Russell Midcap	6.06	5.40	6.06	2.25	
Russell SC Completeness	7.53	6.79	7.53	1.98	← SIZE MATTERED month/year in opposite directions
Russell 2500	6.65	6.52	6.65	2.60	
Russell 2000	7.07	7.38	7.07	2.86	
Russell Microcap	8.52	9.00	8.52	-0.50	
Russell Top 200 Growth	5.45	5.82	5.45	7.37	
Russell Top 200 Value	3.31	5.17	3.31	2.14	
Russell 1000 Growth	5.97	5.62	5.97	6.07	
Russell 1000 Value	3.78	5.33	3.78	1.88	
Russell 1000 Defensive	2.41	5.34	2.41	10.00	
Russell 1000 Dynamic	7.81	5.63	7.81	-2.06	
Russell 3000 Growth	6.09	5.70	6.09	5.98	
Russell 3000 Value	4.01	5.54	4.01	1.78	
Russell Midcap Growth	7.25	5.14	7.25	3.42	← GROWTH TRUMPED VALUE
Russell Midcap Value	4.91	5.68	4.91	1.19	
Russell SC Completeness Growth	8.61	6.53	8.61	4.10	
Russell SC Completeness Value	6.43	7.09	6.43	-0.30	
Russell 2500 Growth	7.71	5.90	7.71	4.83	
Russell 2500 Value	5.69	7.10	5.69	0.60	
Russell 2000 Growth	7.48	6.67	7.48	4.94	
Russell 2000 Value	6.65	8.10	6.65	0.73	
Dow Jones Industrials	3.55	6.43	3.55	9.12	
Nasdaq Composite (Price Change)	8.01	4.82	8.01	4.21	
MSCI USA Minimum Volatility	1.47	5.35	1.47	14.70	
MSCI World Ex US	5.42	-0.50	5.42	-8.98	
MSCI World Ex US Growth	5.55	-0.51	5.55	-7.83	
MSCI World Ex US Value	5.29	-0.48	5.29	-10.13	← WEAK YEAR
MSCI EAFE	5.35	-0.67	5.35	-9.16	
MSCI Emerging Markets	11.36	2.70	11.36	-6.35	
Barclays US Treasury - Bills (1-3 Month)	0.00	0.00	0.00	0.06	
Barclays US Aggregate Gov't-Treasury-Long	-0.05	5.86	-0.05	32.74	← HOLY MACKEREL
Barclays Municipal Bond	2.31	4.87	2.31	14.10	
Barclays US Aggregate	0.88	1.90	0.88	8.66	

Comments: Aronson Johnson Ortiz (2/1/12)

Data: FactSet Research Systems and Russell Investments (1/31/12)



JANUARY 2012 — LONG-TERM RETURNS

	Month	3 Months	YTD	1 Yr	Annualized Total Return (%)				
					2 Yrs	3 Yrs	4 Yrs	5 Yrs	10 Yrs
Dow Jones US Total Stock Market	5.06	5.62	5.06	3.90	13.63	20.44	1.75	0.86	4.51
S&P 500 Capitalization Weighted	4.48	5.32	4.48	4.22	12.84	19.24	1.00	0.33	3.52
S&P 500 Equal Weighted	5.60	5.06	5.60	3.20	15.24	26.89	4.37	2.38	6.92
Dow Jones US Completion Total Stock Market	7.56	6.89	7.56	2.21	16.80	25.52	4.42	2.64	7.81
S&P MidCap Cap Weighted	6.61	5.89	6.61	2.71	17.08	25.26	5.49	3.90	7.78
S&P SmallCap Cap Weighted	6.58	8.60	6.58	7.50	18.64	25.06	5.47	2.83	7.68
S&P 500 Growth	4.12	4.33	4.12	7.31	14.97	20.15	4.04	2.96	3.28
S&P 500 Value	4.91	6.49	4.91	1.13	10.74	18.35	-2.14	-2.37	3.65
S&P MidCap 400 Growth	6.86	3.97	6.86	4.44	19.92	27.49	7.01	5.84	7.30
S&P MidCap 400 Value	6.34	7.90	6.34	1.09	14.32	23.04	3.98	1.96	8.11
S&P SmallCap 600 Growth	5.37	6.54	5.37	8.78	20.70	26.44	6.37	4.48	8.09
S&P SmallCap 600 Value	7.86	10.81	7.86	6.43	16.75	23.79	4.52	1.23	7.16
S&P US REIT	6.47	7.25	6.47	11.90	25.19	32.38	4.27	-2.04	10.86
S&P 100	4.19	6.05	4.19	4.89	11.99	17.65	0.46	0.09	2.57
Russell Top 200	4.38	5.50	4.38	4.69	11.96	17.87	0.43	0.03	2.65
Russell 1000	4.87	5.47	4.87	3.95	13.22	20.01	1.31	0.55	3.97
Russell 3000	5.05	5.62	5.05	3.86	13.46	20.24	1.54	0.60	4.16
Russell Midcap	6.06	5.40	6.06	2.25	16.43	25.73	3.61	1.94	7.69
Russell SC Completeness	7.53	6.79	7.53	1.98	16.46	25.39	4.09	2.20	7.15
Russell 2500	6.65	6.52	6.65	2.60	16.75	24.84	4.49	2.01	7.40
Russell 2000	7.07	7.38	7.07	2.86	16.24	23.03	4.14	1.19	6.45
Russell Microcap	8.52	9.00	8.52	-0.50	14.39	21.78	1.36	-2.41	5.47
Russell Top 200 Growth	5.45	5.82	5.45	7.37	14.37	20.75	3.78	3.29	2.56
Russell Top 200 Value	3.31	5.17	3.31	2.14	9.59	14.92	-2.92	-3.17	2.80
Russell 1000 Growth	5.97	5.62	5.97	6.07	15.21	22.31	3.85	3.17	3.38
Russell 1000 Value	3.78	5.33	3.78	1.88	11.28	17.63	-1.34	-2.16	4.36
Russell 1000 Defensive	2.41	5.34	2.41	10.00	13.21	16.43	2.00	1.28	3.91
Russell 1000 Dynamic	7.81	5.63	7.81	-2.06	13.02	24.38	0.18	-0.59	3.72
Russell 3000 Growth	6.09	5.70	6.09	5.98	15.48	22.53	3.96	3.17	3.55
Russell 3000 Value	4.01	5.54	4.01	1.78	11.48	17.89	-1.00	-2.06	4.56
Russell Midcap Growth	7.25	5.14	7.25	3.42	17.84	26.87	4.21	3.14	6.38
Russell Midcap Value	4.91	5.68	4.91	1.19	15.19	24.54	2.81	0.39	8.08
Russell SC Completeness Growth	8.61	6.53	8.61	4.10	18.64	27.44	4.86	3.65	6.43
Russell SC Completeness Value	6.43	7.09	6.43	-0.30	14.16	23.03	3.13	0.35	7.43
Russell 2500 Growth	7.71	5.90	7.71	4.83	19.37	27.22	5.36	3.77	6.47
Russell 2500 Value	5.69	7.10	5.69	0.60	14.45	22.60	3.51	0.08	7.66
Russell 2000 Growth	7.48	6.67	7.48	4.94	18.75	25.16	5.22	3.19	5.62
Russell 2000 Value	6.65	8.10	6.65	0.73	13.69	20.85	2.90	-0.90	6.95
Dow Jones Industrials	3.55	6.43	3.55	9.12	15.07	19.80	2.86	2.80	5.03
Nasdaq Composite (Price Change)	8.01	4.82	8.01	4.21	14.47	23.98	4.17	2.69	3.82
MSCI USA Minimum Volatility	1.47	5.35	1.47	14.70	16.12	19.51	4.25	3.08	5.00
MSCI World Ex US	5.42	-0.50	5.42	-8.98	3.33	14.68	-3.89	-2.72	6.72
MSCI World Ex US Growth	5.55	-0.51	5.55	-7.83	4.87	14.33	-3.50	-1.50	6.19
MSCI World Ex US Value	5.29	-0.48	5.29	-10.13	1.74	15.02	-4.34	-3.99	7.16
MSCI EAFE	5.35	-0.67	5.35	-9.16	2.59	13.90	-4.38	-3.39	6.25
MSCI Emerging Markets	11.36	2.70	11.36	-6.35	7.24	27.60	0.98	5.16	15.05
Barclays US Treasury - Bills (1-3 Month)	0.00	0.00	0.00	0.06	0.10	0.12	0.43	1.28	1.84
Barclays US Aggregate Gov't-Treasury-Long	-0.05	5.86	-0.05	32.74	17.66	10.63	10.57	11.16	8.81
Barclays Municipal Bond	2.31	4.87	2.31	14.10	7.40	8.10	5.97	5.76	5.44
Barclays US Aggregate	0.88	1.90	0.88	8.66	6.85	7.40	6.17	6.70	5.78

Data: FactSet Research Systems and Russell Investments (1/31/12)



JANUARY 2012 — VERY LONG-TERM RETURNS

	Annualized Total Return (%)									
	11 Yrs	12 Yrs	13 Yrs	14 Yrs	15 Yrs	16 Yrs	17 Yrs	18 Yrs	19 Yrs	20 Yrs
Dow Jones US Total Stock Market	2.53	2.01	2.90	4.48	5.75	6.83	8.41	7.86	8.15	8.26
S&P 500 Capitalization Weighted	1.56	1.35	2.02	3.94	5.33	6.54	8.20	7.76	8.02	8.15
S&P 500 Equal Weighted	5.76	7.02	6.80	7.29	8.32	9.01	10.31	9.67	10.03	10.33
Dow Jones US Completion Total Stock Market	5.44	4.04	5.95	6.38	7.23	7.97	9.34	8.53	8.88	8.94
S&P MidCap Cap Weighted	6.73	8.04	8.63	9.19	10.18	10.88	12.00	10.99	11.21	11.21
S&P SmallCap Cap Weighted	7.25	8.28	8.44	7.76	8.61	9.46	10.68	9.53	9.98	10.25
S&P 500 Growth	1.43	0.03	0.96	3.66	5.28	6.61	8.33	8.06	7.89	7.88
S&P 500 Value	1.51	2.51	2.85	3.89	5.05	6.14	7.77	7.17	7.85	8.13
S&P MidCap 400 Growth	5.71	6.13	7.80	9.46	10.23	11.01	12.02	10.71	10.96	10.75
S&P MidCap 400 Value	7.59	9.95	9.43	8.84	10.03	10.64	11.86	11.12	11.27	11.44
S&P SmallCap 600 Growth	7.19	6.75	7.69	7.33	7.73	8.25	9.53	8.35	---	---
S&P SmallCap 600 Value	7.12	9.37	8.53	7.57	8.90	10.05	11.25	10.15	---	---
S&P US REIT	11.12	12.53	11.30	9.24	9.64	10.93	11.46	10.39	10.60	10.63
S&P 100	0.41	0.02	1.37	3.66	4.89	6.26	8.14	7.72	8.04	8.07
Russell Top 200	0.47	0.03	0.85	3.13	4.63	5.95	7.73	7.36	7.57	7.64
Russell 1000	1.94	1.72	2.47	4.26	5.61	6.76	8.41	7.92	8.17	8.31
Russell 3000	2.20	1.98	2.74	4.35	5.64	6.76	8.37	7.85	8.12	8.28
Russell Midcap	6.19	6.80	7.38	7.70	8.60	9.33	10.67	9.88	10.15	10.46
Russell SC Completeness	4.71	4.00	---	---	---	---	---	---	---	---
Russell 2500	6.39	6.70	7.77	7.33	8.08	8.87	10.16	9.30	9.72	9.89
Russell 2000	5.50	5.35	6.25	5.82	6.59	7.33	8.54	7.68	8.23	8.47
Russell Microcap	5.51	---	---	---	---	---	---	---	---	---
Russell Top 200 Growth	-0.55	-1.77	-0.58	2.27	3.89	5.38	7.18	7.07	6.91	6.84
Russell Top 200 Value	1.48	1.79	2.12	3.63	5.03	6.18	7.93	7.30	7.99	8.28
Russell 1000 Growth	0.17	-1.00	0.47	3.02	4.39	5.70	7.41	7.12	7.09	7.05
Russell 1000 Value	3.31	3.93	3.86	4.83	6.18	7.20	8.82	8.15	8.70	9.09
Russell 1000 Defensive	2.95	3.13	3.28	4.81	6.24	---	---	---	---	---
Russell 1000 Dynamic	0.59	-0.02	1.30	3.39	4.65	---	---	---	---	---
Russell 3000 Growth	0.39	-0.81	0.71	3.07	4.34	5.59	7.27	6.95	6.96	6.92
Russell 3000 Value	3.61	4.30	4.17	4.96	6.31	7.31	8.88	8.19	8.75	9.18
Russell 3000 Growth	0.39	-0.81	0.71	3.07	4.34	5.59	7.27	6.95	6.96	6.92
Russell 3000 Value	3.61	4.30	4.17	4.96	6.31	7.31	8.88	8.19	8.75	9.18
Russell Midcap Growth	2.81	1.98	4.88	6.12	6.71	7.52	8.96	8.23	8.46	8.49
Russell Midcap Value	7.68	9.12	8.06	7.82	9.04	9.76	11.07	10.29	10.59	11.11
Russell SC Completeness Growth	2.11	0.33	---	---	---	---	---	---	---	---
Russell SC Completeness Value	6.84	7.76	---	---	---	---	---	---	---	---
Russell 2500 Growth	3.76	2.52	5.58	5.72	6.00	6.72	8.22	7.44	7.80	7.52
Russell 2500 Value	7.80	9.34	8.60	7.72	8.94	9.82	10.94	10.06	10.51	11.09
Russell 2000 Growth	3.10	1.42	3.71	3.96	4.27	4.91	6.37	5.58	6.06	5.81
Russell 2000 Value	7.43	9.13	8.24	7.08	8.33	9.16	10.15	9.22	9.85	10.58
Dow Jones Industrials	3.85	3.61	4.70	5.75	6.54	7.82	9.67	9.07	9.79	9.58
Nasdaq Composite (Price Change)	0.13	-2.77	0.90	4.03	4.87	6.29	8.04	7.23	7.63	7.85
MSCI USA Minimum Volatility	3.92	4.27	4.10	---	---	---	---	---	---	---
MSCI World Ex US	3.31	2.38	3.66	4.39	4.78	4.68	5.37	4.79	6.55	5.64
MSCI World Ex US Growth	2.34	0.30	1.95	3.01	3.55	3.34	4.08	3.46	4.94	4.10
MSCI World Ex US Value	4.16	4.29	5.19	5.57	5.81	5.86	6.51	6.00	8.00	7.04
MSCI EAFE	2.89	1.92	3.18	3.97	4.40	4.26	4.94	4.41	6.20	5.33
MSCI Emerging Markets	12.36	9.05	12.85	10.08	7.42	7.31	7.68	6.01	8.91	8.47
Barclays US Treasury - Bills (1-3 Month)	2.00	2.35	2.54	2.71	2.89	3.04	3.20	3.26	3.25	3.27
Barclays US Aggregate Gov't-Treasury-Long	8.49	9.31	7.85	8.16	8.80	8.12	9.17	8.17	8.61	8.90
Barclays Municipal Bond	5.48	6.11	5.33	5.42	5.73	5.61	6.14	5.58	5.92	6.11
Barclays US Aggregate	5.94	6.58	5.91	6.06	6.36	6.17	6.77	6.25	6.40	6.62

Data: FactSet Research Systems and Russell Investments (1/31/12)