

**AMALGAMATED TRANSIT UNION  
LOCAL 1596 PENSION FUND**

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**DECEMBER 31, 2006 SUMMARY REPORT**



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February 6, 2007

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# Total Portfolio Summary

## Amalgamated Transit Union Local 1596 Pension

### QUARTER

- ♦ As of December 31, 2006, your fund had a total market value of \$59,586,770. For the quarter ended December 31st, the total fund earned \$3,232,862 and received \$745,518 in net contributions for a total *increase* in value of \$3,978,380 from the previous quarter end.
- ♦ On December 31st, your fund was 68.6% invested in equities including the international equity portfolio and the small and mid cap equity mutual funds. The balance of the fund was invested 19.6% in bonds, 9.4% in real estate and 2.3% in cash and equivalents.
- ♦ For the quarter ended December 31st, your total fund earned 5.8% ranking in the **Top 8%** of the public balanced sample. The target index, which is comprised of 35% Russell 1000, 15% MSCI-EAFE, 10% Russell 2000, 10% NCREIF and 30% Merrill Lynch Domestic Master Bond index returned 5.7% for the quarter.
- ♦ Broad advances in the equity and fixed income markets during the fourth quarter resulted in strong returns for all of 2006. The fourth quarter's momentum was led by a number of factors including declining energy prices and a stable Fed Funds rate. While rising inflation readings were working against the quarter's positive influences, they did not appear to be a serious threat to the economy. This combination of factors supported consumer spending and, in turn, strong corporate earnings during the quarter. These market advances came despite fears that the developing housing slowdown had the potential to push the economy into an outright economic recession. Small cap issues surged ahead of other capitalization ranges during the quarter, posting a return of 8.9% (Russell 2000). The Russell MidCap index posted a return of 7.7% for the period while the S&P 500 index (large cap) returned a solid, but lower, 6.7%. Within the S&P 500, each of the index's ten economic sectors posted positive performance for the quarter with six sectors outperforming the broad index return. The S&P 500 index was particularly strong in the energy and industrials sectors, each of which returned greater than 10.0% for the quarter. Sector laggards included some of the heavier-weighted (>10%) portions of the index, namely, information technology (5.2%), consumer staples (2.7%) and health care (1.2%).
- ♦ Although the spreads were relatively narrow, this quarter's style-based performance was driven by value-based investments in all capitalization ranges. The mega cap indices posted the quarter's lowest overall domestic market performance with a return of 7.8% for the Russell Top 200 Value

index and 5.5% for the growth index. The Russell 1000 large cap index, which includes the Top 200 as well as the MidCap (800) indices, posted a value index return of 8.0% vs. 5.9% for the Russell 1000 Growth index. The Russell MidCap index posted a return of 8.5% for the Midcap Value segment vs. 7.0% for the Midcap Growth index. The small cap segment of the market posted the quarter's strongest domestic performance with the Russell 2000 Value index posting a return of 9.0% and the Russell 2000 Growth index returning 8.8%. Despite the narrow spreads realized in the fourth quarter, value's gain over growth for all of 2006 averaged 11.4%

- ♦ Taken together, international equity markets closed out 2006 with their strongest performance of the calendar year. After falling short of most domestic index results in the third quarter, the MSCI-EAFE index (developed markets) posted a return of 10.4% (gross) in U.S. dollars (26.9% for the year). The index's local currency return was a lower 7.1%. Like most of 2006, Japan represented a drag on the broad international index results for the quarter. Japan, which represented 22.6% of the MSCI-EAFE index at the end of the quarter, posted a return of 5.0% (6.3% for the year). This quarterly performance fell short of each of the other developed countries in the index and represented a drag of more than 1.5% on the overall composite index's return. The index's other major countries France, Germany and the UK, which collectively represented 40.9% of the MSCI-EAFE index at the end of the quarter, each posted returns of greater than 10.0%. Outside of the developed markets, the MSCI-EM (emerging markets) index returned a strong 17.6% for the quarter in U.S. dollars (14.7% in local currency).
- ♦ The fourth quarter was relatively stable in the fixed income markets as the Fed held the Fed Funds rate steady during the period. Over the course of the quarter, bond investors reacted to mixed economic signals ranging from subdued growth and recession concerns to potential inflation threats. Despite the lack of direct Fed action during the quarter, Treasury bond yields increased slightly during the period. At the end of the year, the entire yield curve remained inverted and was trading below the current Fed Funds rate of 5.25%. The Merrill Lynch Domestic Master Bond index returned a mild 1.2% for the quarter. Within the index, the Corporate, Mortgage and Government Master indices posted returns of 1.4%, 1.6% and 0.8% respectively. Performance was stronger outside of the investment grade market as investors searching for yield were rewarded for their willingness to accept risk. The domestic High Yield Master index returned 4.2% for the quarter while the Non-\$ Master Index posted a return of 2.5%.

# Total Portfolio Summary

## Amalgamated Transit Union Local 1596 Pension

- ◆ Your total fund return of 5.8% beat the target index return of 5.7% and ranked well above average, thank to strong relative performance in the domestic equity portfolio of 7.4% vs. 7.0% for the Russell 1000. The international equity portfolio posted a stronger return of 8.7%, but trailed the 10.4% return of the MSCI-EAFE index. The bond portfolio posted a return of 1.0% for the quarter vs. a return of 1.2% for the Merrill Lynch Domestic Master Bond index. The real estate portfolio gained 4.3% as compared to 4.5% for the NCREIF.
- ◆ The Alliance/Bernstein value oriented domestic equity portfolio posted a return of 7.7% for the quarter, which ranked in the **Top 49%** of the large cap value portfolio sample. This performance lagged the 8.0% return of the Russell 1000 Value index but exceeded the 7.0% return of the Russell 1000 index. The Alliance/Bernstein portfolio was very well diversified among the all ten of the market's sectors and held 156 stocks at the end of the quarter. The portfolio's heaviest exposure at the end of the quarter was in the financials sector, which represented 25.5% of the equity portfolio. The portfolio returned 7.4% in this sector vs. a return of 7.0% for the Russell 1000 financials sector. Consumer discretionary was one of the best performing sector in the portfolio thanks to significant gains in foreign auto makers, Disney, Time Warner and others.
- ◆ The large cap oriented Growth Fund of America returned 6.5% for the quarter, which ranked in the **Top 19%** of large cap growth mutual funds. This performance was up less than the 7.0% return of the Russell 1000 but more than the 5.9% return of the Russell 1000 Growth index.
- ◆ International markets were also strong during the fourth quarter but manager performance was largely dependant on country concentration. Japan (5.0%), which represents over 20% of the MSCI-EAFE index, lagged significantly versus the rest of the Pacific region (16.9%) as well as Europe (11.5%). The portfolio's EuroPacific fund posted a return of 8.7% for the quarter vs. 10.4% for the EAFE and ranked in the **Bottom 10%** of the international mutual fund sample.
- ◆ In the small/mid cap section of the portfolio, the Lord Abbett Mid Cap Value Fund returned 8.9% for the quarter, which ranked in the **Top 31%** of the mid cap value mutual fund sample. This performance exceeded the 7.7% return posted by the Russell Mid Cap index and the 8.5% posted by the Russell Mid Cap Value index. The Touchstone Emerging Growth Fund earned 6.1% for the quarter and fell short of the 8.8% return of the Russell

2000 Growth index and the 8.9% return of the Russell 2000 index. This fund performance ranked in the **Bottom 18%** of the small cap growth mutual fund sample.

- ◆ The bond portfolio, managed by I.C.C. returned 1.0% (including cash), which ranked in the **71<sup>st</sup> percentile** of the fixed income and cash sample and finished behind the 1.2% return of the Merrill Lynch Domestic Master bond index. The real estate fund managed by J P Morgan was successful again this quarter. The fund gained 4.3% as compared to 4.5% for the NCREIF real estate index.

### ONE YEAR

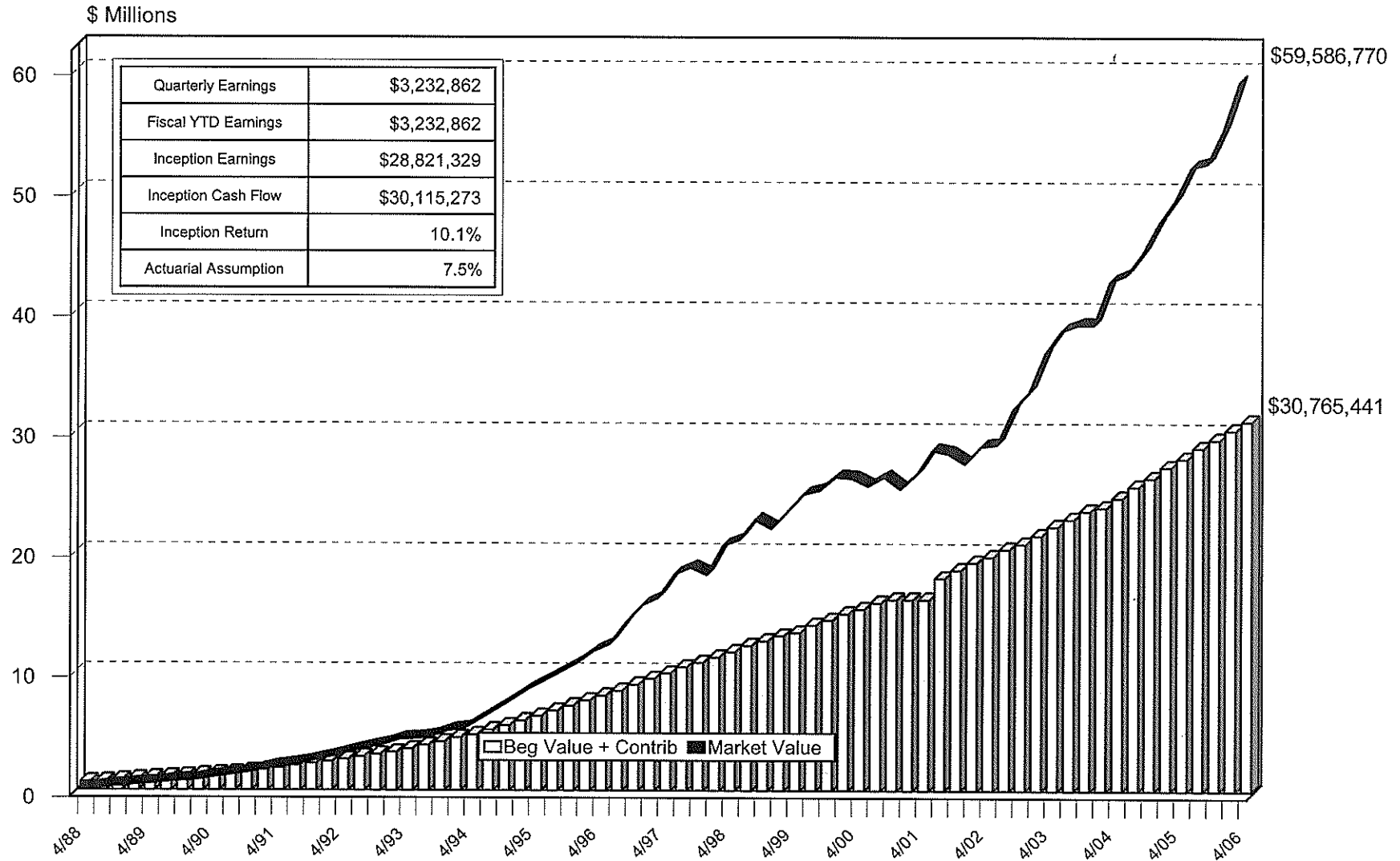
- ◆ For the year ended December 31st, your total return of 13.2% ranked in the **Top 7%** of the public fund sample and exceeded the 12.3% return of the target index. The domestic equity portfolio earned 15.3% for the year vs. 15.5% for the Russell 1000. The international equity portfolio's strong return of 22.2% in the last year failed to keep pace with the MSCI-EAFE index return of 26.9%. The bond portfolio was fair for the year returning 4.0%, but lagged the 4.3% return of the benchmark bond index.

### LONG TERM

- ◆ Over the trailing three-year period your total fund posted a return of 10.0% vs. 9.2% for the target index. This performance ranked in the **Top 8%** of the public balanced sample. Since 1989, your portfolio has posted an annualized return of 10.1%.

# Total Portfolio Growth vs. Net Contributions

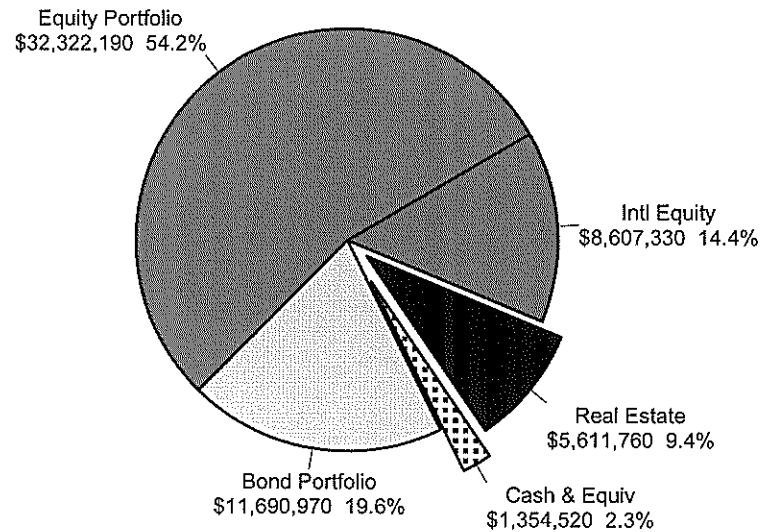
Amalgamated Transit Union Local 1596 Pension



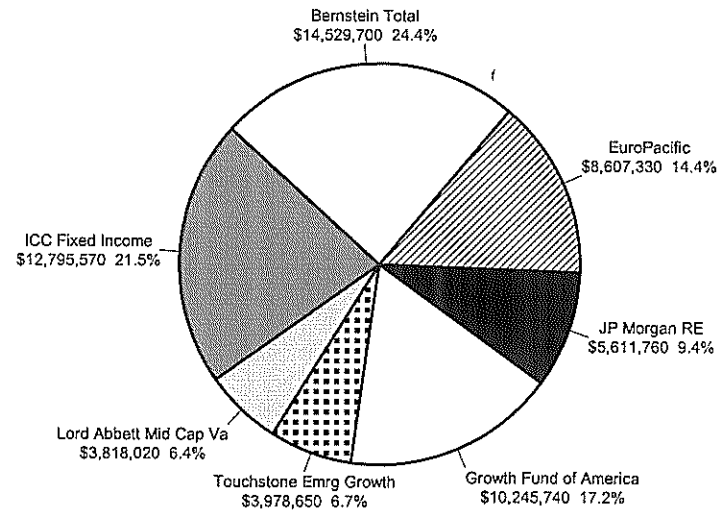
# Asset Allocation / Manager Allocation

Amalgamated Transit Union Local 1596 Pension

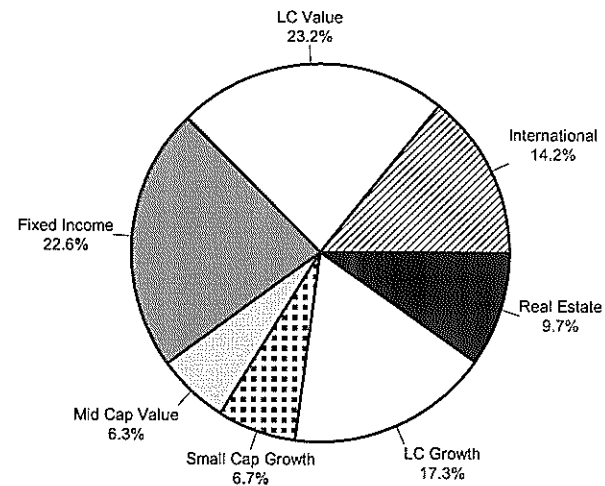
Total Market Value  
\$59,586,770



## Manager Allocation



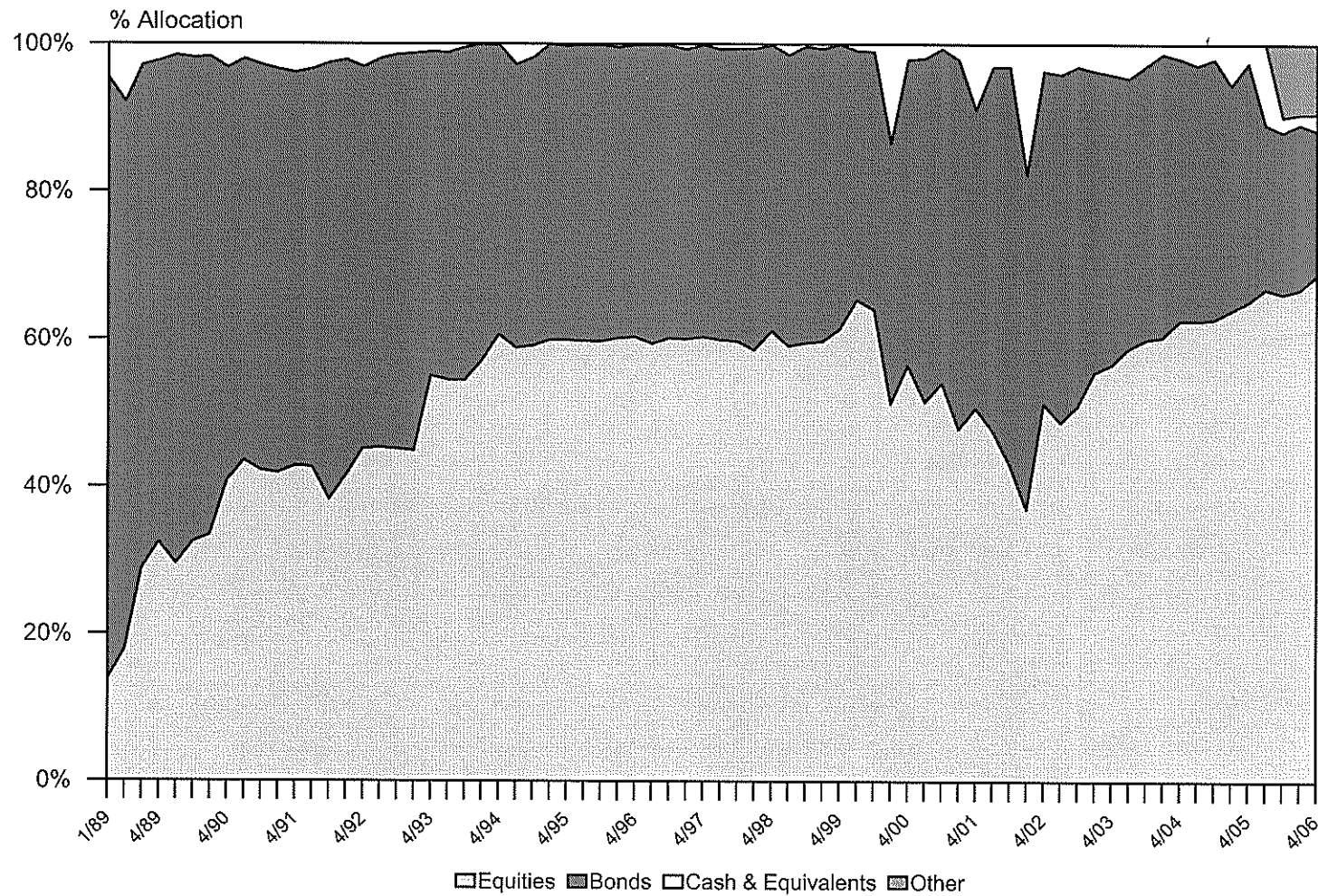
## Asset Class Allocation



quarter ended December 31, 2006

# Asset Allocation History

Amalgamated Transit Union Local 1596 Pension



# Performance Summary

## Amalgamated Transit Union Local 1596 Pension

Periods Ended December 31, 2006

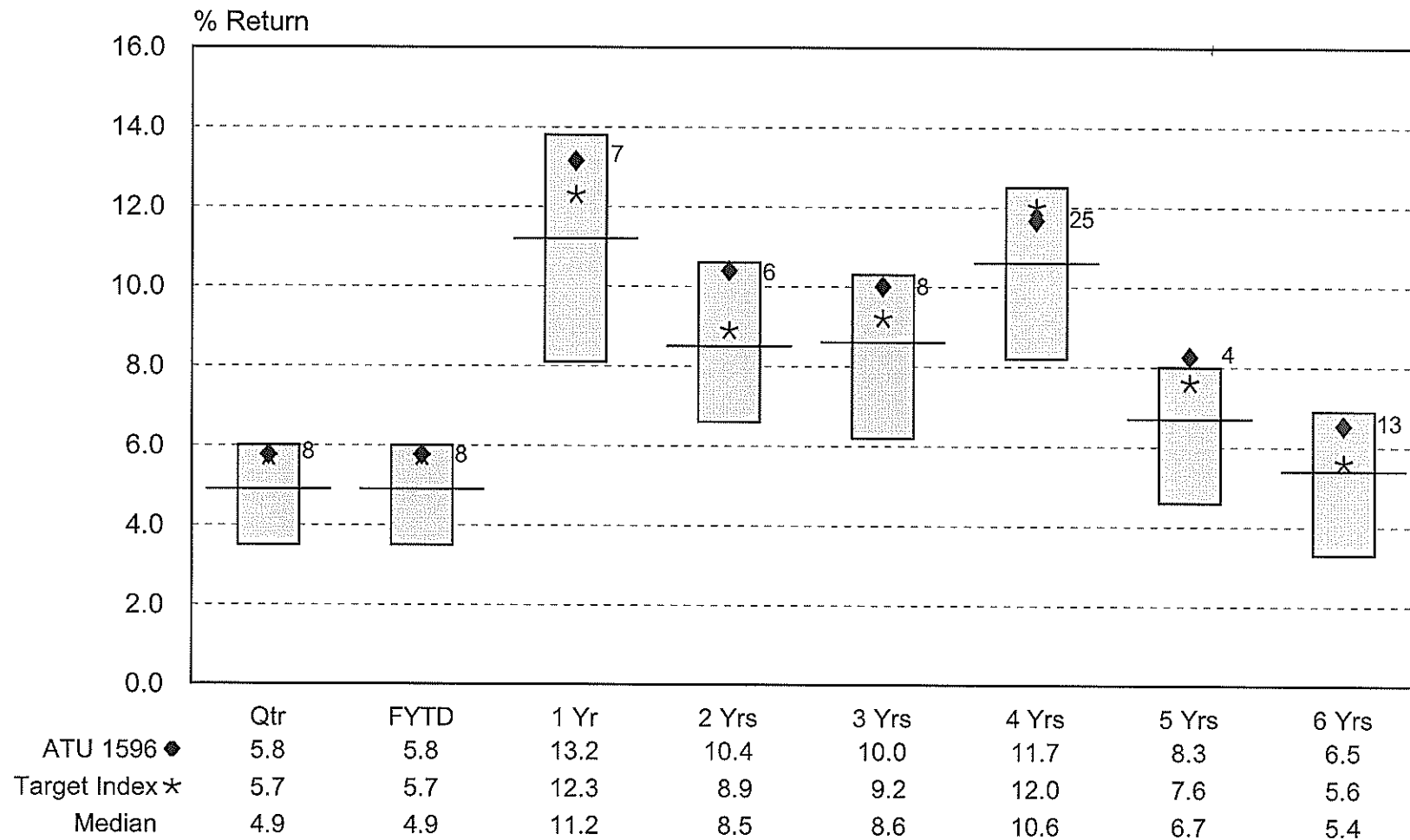
	Quarter	Fiscal YTD	1-Year	2-Year	3-Year	4-Year	5-Year	6-Year
<i>ranked against a sample of public balanced portfolios:</i>								
<b>Total Portfolio</b>	<b>5.8% (8)</b>	<b>5.8% (8)</b>	<b>13.2% (7)</b>	<b>10.4% (6)</b>	<b>10.0% (8)</b>	<b>11.7% (25)</b>	<b>8.3% (4)</b>	<b>6.5% (13)</b>
Target Index*	5.7% (9)	5.7% (9)	12.3% (21)	8.9% (38)	9.2% (27)	12.0% (18)	7.6% (12)	5.6% (42)
<i>ranked against a sample of domestic equity portfolios:</i>								
<b>Equity Portfolio</b>	<b>7.4% (49)</b>	<b>7.4% (49)</b>	<b>15.3% (51)</b>	<b>12.2% (45)</b>	<b>12.4% (50)</b>	<b>16.8% (53)</b>	<b>8.3% (48)</b>	<b>4.9% (50)</b>
Russell 1000	7.0% (56)	7.0% (56)	15.5% (50)	10.8% (55)	11.0% (62)	15.4% (62)	6.8% (58)	3.3% (58)
Russell 2000	8.9% (21)	8.9% (21)	18.4% (34)	11.2% (50)	13.6% (41)	21.2% (22)	11.4% (28)	9.9% (19)
Russell 1000 Growth	5.9% (74)	5.9% (74)	9.1% (82)	7.2% (84)	6.9% (91)	12.2% (82)	2.7% (89)	-1.6% (93)
Russell 1000 Value	8.0% (36)	8.0% (36)	22.2% (18)	14.4% (25)	15.1% (28)	18.6% (40)	10.9% (33)	7.9% (30)
<i>ranked against a sample of international equity mutual funds:</i>								
<b>International Equity</b>	<b>8.7% (90)</b>	<b>8.7% (90)</b>	<b>22.2% (83)</b>	<b>21.7% (22)</b>	<b>21.0% (22)</b>	<b>23.7% (46)</b>	<b>14.7% (46)</b>	<b>8.8% (37)</b>
EAFE	10.4% (48)	10.4% (48)	26.9% (32)	20.3% (39)	20.4% (29)	24.9% (26)	15.4% (35)	8.3% (47)
<i>ranked against a sample of fixed income portfolios:</i>								
<b>Bond Portfolio</b>	<b>1.0% (75)</b>	<b>1.0% (75)</b>	<b>4.0% (71)</b>	<b>2.9% (82)</b>	<b>3.0% (82)</b>	<b>3.1% (85)</b>	<b>4.3% (82)</b>	
ML Domestic Master	1.2% (29)	1.2% (29)	4.3% (54)	3.4% (38)	3.7% (33)	3.8% (43)	5.1% (41)	
ML 1-10 Govt/Corp	1.0% (71)	1.0% (71)	4.1% (68)	2.9% (84)	2.9% (83)	3.2% (81)	4.5% (76)	
T-Bills	1.3% (27)	1.3% (27)	4.9% (21)	4.0% (7)	3.1% (75)	2.6% (96)	2.4% (99)	
<i>no sample:</i>								
<b>Real Estate</b>	<b>4.3%</b>	<b>4.3%</b>						
NCREIF	4.5%	4.5%						

\* Target Index = 35% Russell 1000 + 15% EAFE + 10% Russell 2000 + 30% Merrill Lynch Domestic Master Bond Index + 10% NCREIF.



# Distribution of Public Balanced Portfolio Returns

Amalgamated Transit Union Local 1596 Pension



periods ended December 31, 2006

# Investment Manager Review

## Amalgamated Transit Union Local 1596 Pension

Periods Ended December 31, 2006

	Quarter	Fiscal YTD	1-Year	2-Year	3-Year	4-Year	5-Year	6-Year
<i>ranked against a sample of large cap growth mutual funds:</i>								
<b>Growth Fund of America</b>	<b>6.5% (19)</b>	<b>6.5% (19)</b>	<b>10.9% (7)</b>	<b>12.6% (1)</b>				

Russell 1000 Growth	5.9% (31)	5.9% (31)	9.1% (18)	7.2% (30)				
Russell 1000	7.0% (11)	7.0% (11)	15.5% (2)	10.8% (2)				

<i>ranked against a sample of large cap value portfolios:</i>								
<b>Alliance/Bernstein</b>	<b>7.7% (49)</b>	<b>7.7% (49)</b>	<b>19.5% (42)</b>	<b>12.1% (68)</b>	<b>11.9% (84)</b>	<b>16.1% (79)</b>	<b>8.8% (67)</b>	<b>7.6% (62)</b>
Russell 1000 Value	8.0% (36)	8.0% (36)	22.2% (15)	14.4% (26)	15.1% (26)	18.6% (33)	10.9% (29)	7.9% (54)
Russell 1000	7.0% (70)	7.0% (70)	15.5% (85)	10.8% (83)	11.0% (89)	15.4% (87)	6.8% (89)	3.3% (98)

<i>ranked against a sample of midcap value mutual funds:</i>								
<b>Lord Abbett Mid Cap Val</b>	<b>8.9% (31)</b>	<b>8.9% (31)</b>	<b>12.4% (83)</b>	<b>10.2% (79)</b>	<b>14.7% (53)</b>	<b>17.2% (90)</b>		
Russell MC Value	8.5% (37)	8.5% (37)	20.2% (13)	16.4% (7)	18.8% (7)	23.3% (13)		
Russell Mid Cap	7.7% (64)	7.7% (64)	15.3% (56)	14.0% (30)	16.0% (36)	21.6% (21)		

<i>ranked against a sample of small cap growth mutual funds:</i>								
<b>Touchstone Emrg Grth</b>	<b>6.1% (82)</b>	<b>6.1% (82)</b>	<b>14.3% (22)</b>	<b>12.5% (7)</b>	<b>11.8% (18)</b>	<b>19.0% (21)</b>		
Russell 2000 Growth	8.8% (37)	8.8% (37)	13.4% (25)	8.7% (38)	10.5% (29)	19.0% (21)		
Russell 2000	8.9% (35)	8.9% (35)	18.4% (6)	11.2% (17)	13.6% (10)	21.2% (10)		

<i>ranked against a sample of international equity mutual funds:</i>								
<b>EuroPacific</b>	<b>8.7% (90)</b>	<b>8.7% (90)</b>	<b>21.9% (84)</b>	<b>21.5% (24)</b>	<b>20.9% (23)</b>	<b>23.8% (43)</b>	<b>15.2% (37)</b>	<b>10.1% (25)</b>
EAFE	10.4% (48)	10.4% (48)	26.9% (32)	20.3% (39)	20.4% (29)	24.9% (26)	15.4% (35)	8.3% (47)

# Investment Manager Review

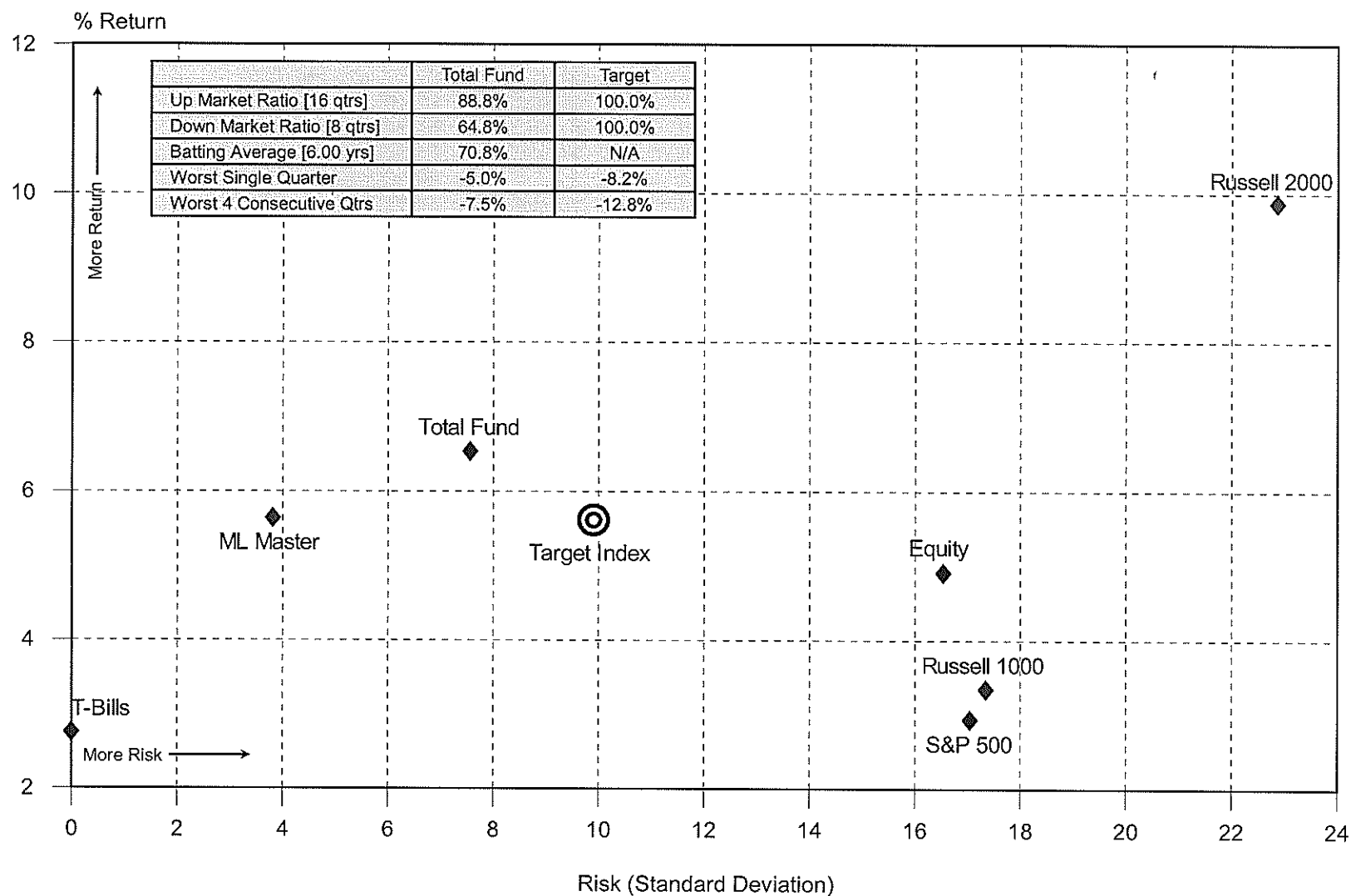
## Amalgamated Transit Union Local 1596 Pension

Periods Ended December 31, 2006

	Quarter	Fiscal YTD	1-Year	2-Year	3-Year	4-Year	5-Year	6-Year
<i>ranked against a sample of fixed income and cash portfolios:</i>								
I.C.C.	1.0% (71)	1.0% (71)	4.2% (59)	3.3% (61)	3.2% (66)	3.1% (73)	4.3% (70)	
ML Domestic Master	1.2% (35)	1.2% (35)	4.3% (52)	3.4% (46)	3.7% (31)	3.8% (36)	5.1% (30)	
<i>no sample</i>								
J P Morgan RE	4.3%	4.3%						
NCREIF	4.5%	4.5%						

# Total Portfolio Risk / Return Analysis

Amalgamated Transit Union Local 1596 Pension

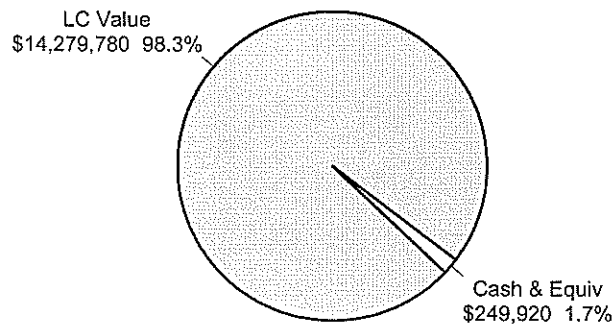


6.00 years ended December 31, 2006

# Alliance / Bernstein

## Amalgamated Transit Union Local 1596 Pension

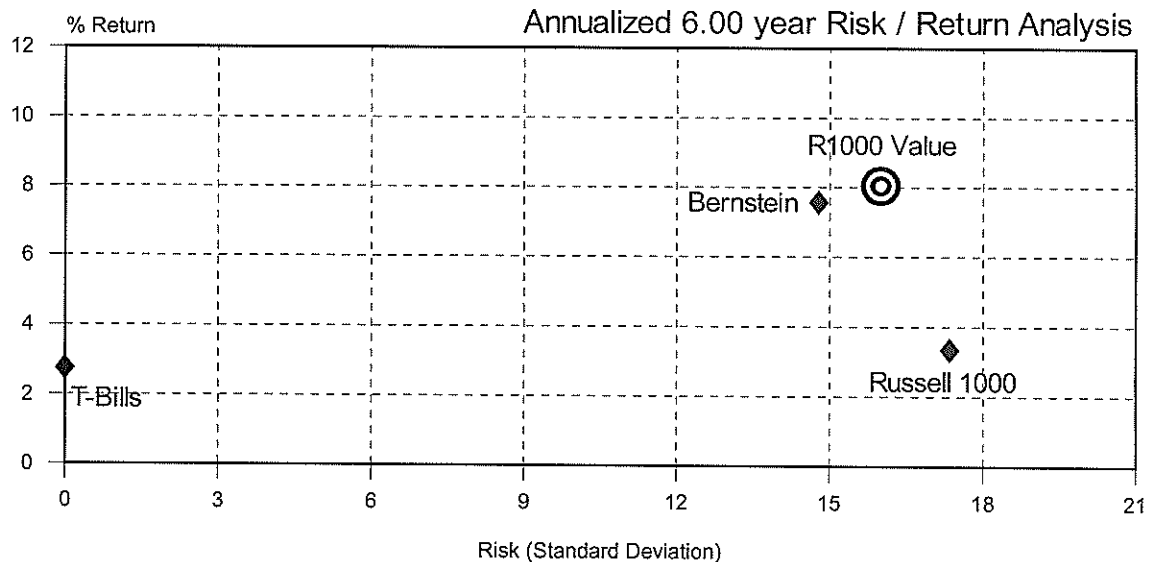
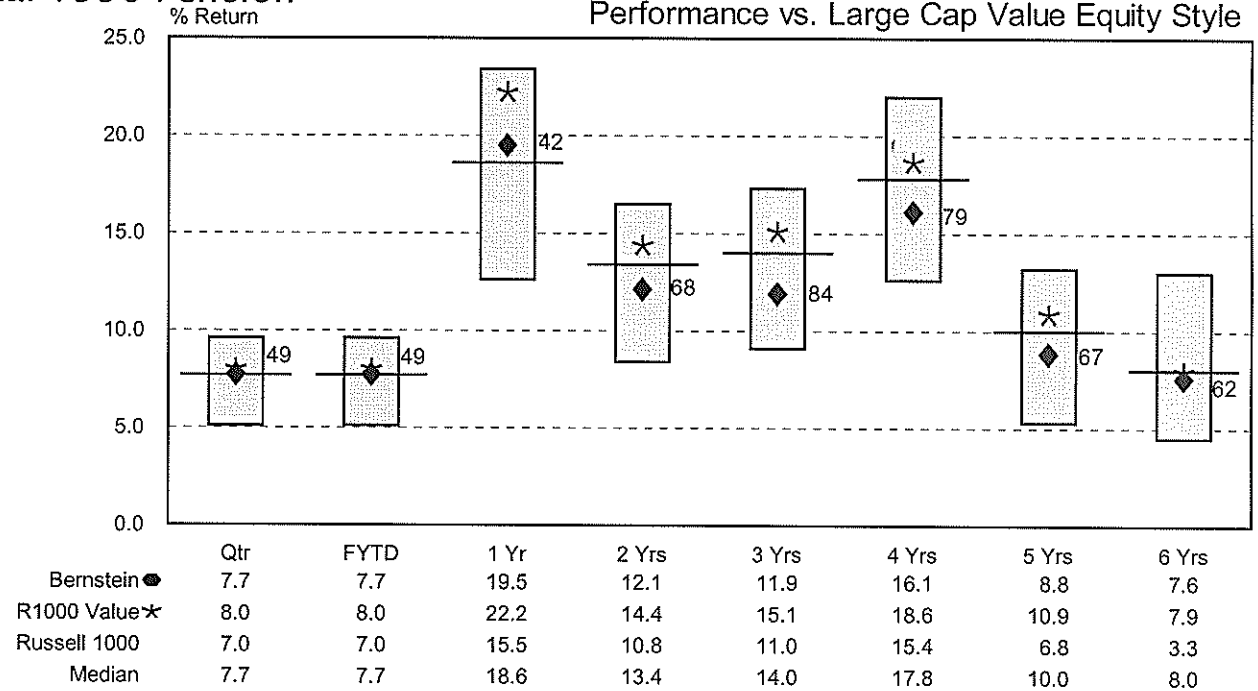
Market Value	\$14,529,700
Quarterly Earnings	\$1,019,881
Fiscal YTD Earnings	\$1,019,881



periods ended December 31, 2006



### Performance vs. Large Cap Value Equity Style

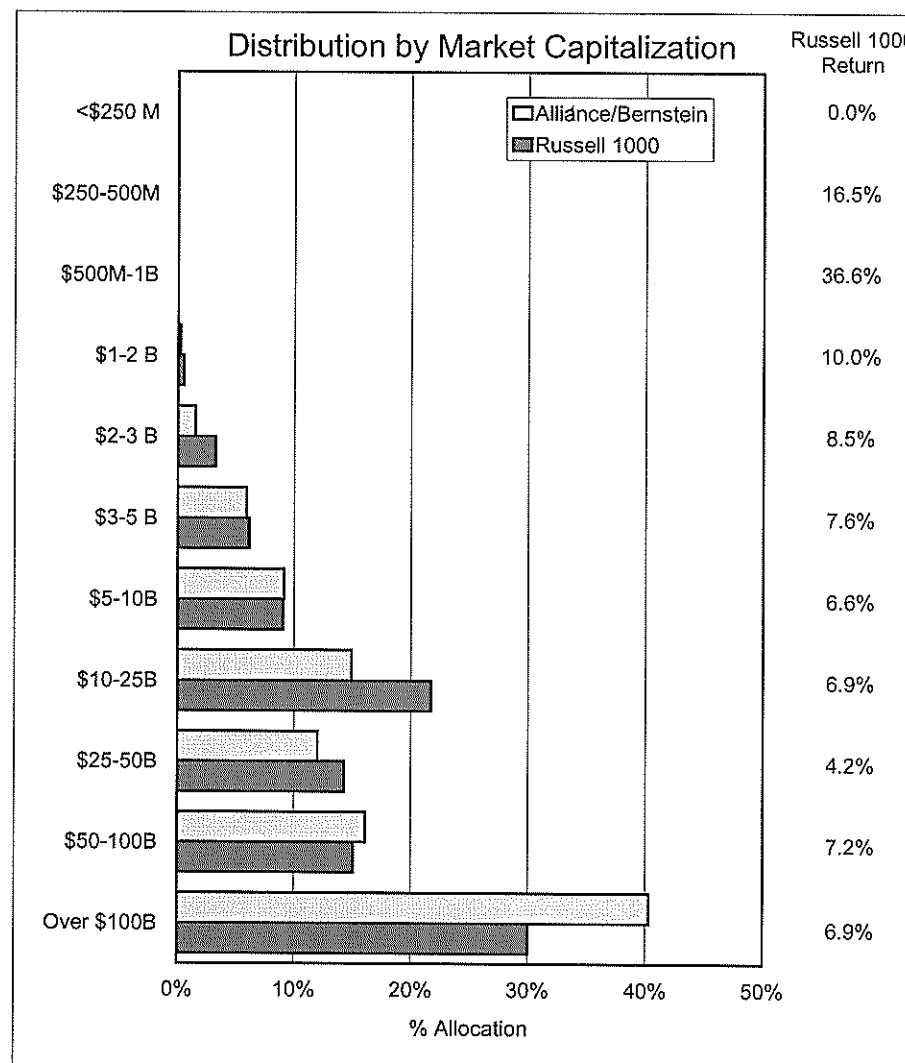


# Alliance / Bernstein Equity Portfolio Characteristics

## Amalgamated Transit Union Local 1596 Pension

	Alliance/Bernstein	Russell 1000
Dividend Yield	2.0%	1.6%
5 Year EPS Growth	14.7%	18.4%
P/E Ratio	17.5	18.6
P/B Ratio	2.6	3.1
Beta	1.05	1.02
Average Mkt Cap	\$107,987	\$91,821
Average Quality	B+ to A-	B+ to A-
Number of Issues	156	906

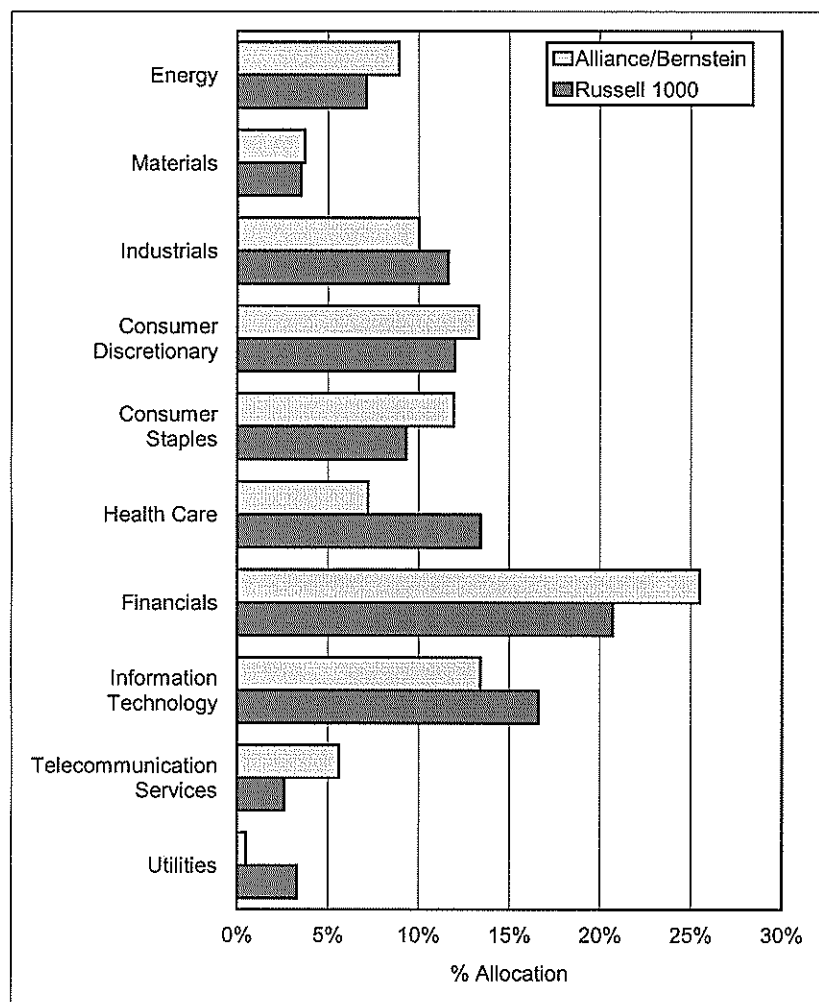
Betas represent the weighted average beta of the stocks in the portfolio at the end of the quarter



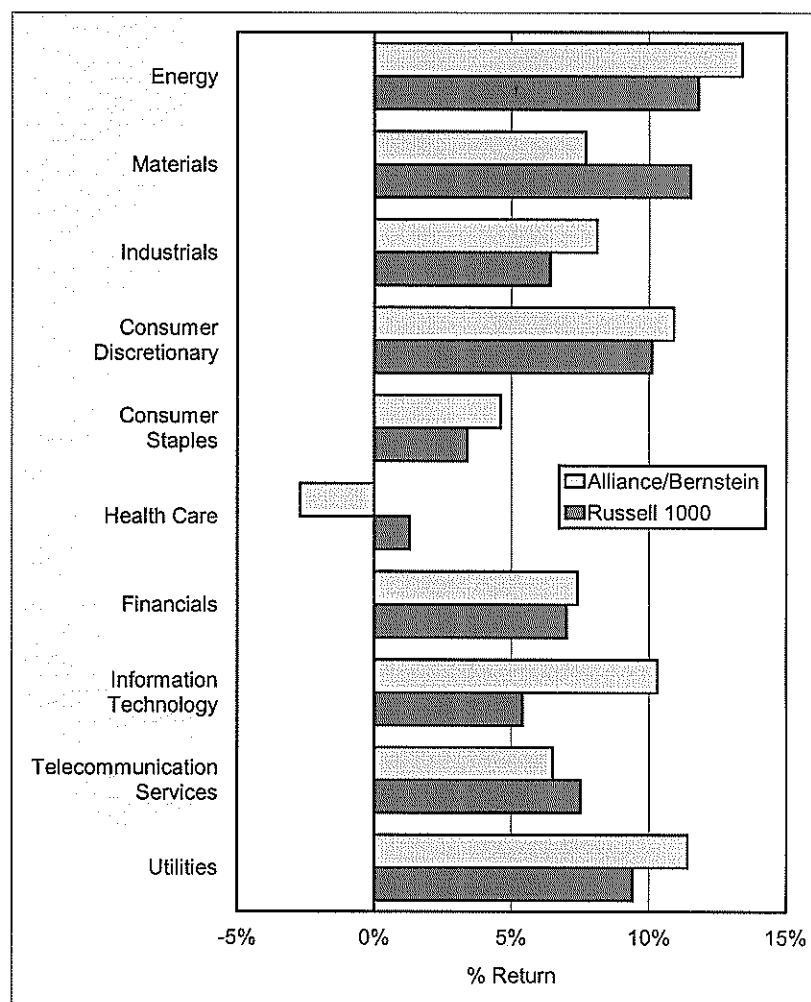
quarter ended December 31, 2006

# Alliance / Bernstein Performance Attribution

## Amalgamated Transit Union Local 1596 Pension



Weights are Based on Closing Positions



Returns are Based on Opening Positions

quarter ended December 31, 2006

# Security Holding Analysis--Alliance / Bernstein

## Amalgamated Transit Union Local 1596 Pension

### Largest Holdings

Alliance / Bernstein	% Weight	Qtr Return
GE	3.4%	6.2%
Exxon Mobil	3.3%	14.7%
Citigroup	2.6%	13.1%
Microsoft	2.5%	9.5%
Bank of America	2.0%	0.7%
Pfizer	1.9%	-7.7%
American Intl Group	1.9%	8.4%
Procter & Gamble	1.9%	4.2%
Altria Group	1.9%	13.2%
JPMorgan Chase	1.8%	3.6%

Best Performers	Qtr Return
Avnet	30.1%
Agere Systems	28.4%
Lexmark Intl	27.0%
Bunge	25.4%
Ceridian	25.1%
DaimlerChrysler	23.8%
Toyota Motor	23.7%
Toyota Motor	23.7%
Interpublic Group	23.6%
Mittal Steel	21.7%
Countrywide Financial	21.6%
ConocoPhillips	21.5%
Marathon Oil	20.8%
Time Warner	19.8%
Owens-Illinois	19.6%

Worst Performers	Qtr Return
Corning	-23.4%
Archer-Daniels-Midland	-15.4%
Tenet Healthcare	-14.4%
Flextronics Intl	-9.2%
Crown Castle Intl	-8.3%
Lilly (Eli)	-15.7%
Sanmina-SCI	-7.7%
Pfizer	-7.7%
Tellabs	-6.0%
Wal-Mart Stores	-5.7%
Smurfit-Stone Containers	-5.7%
Amgen	-4.5%
Office Depot	-3.9%
McKesson	-3.7%
Pepsico	-3.7%

quarter ended December 31, 2006

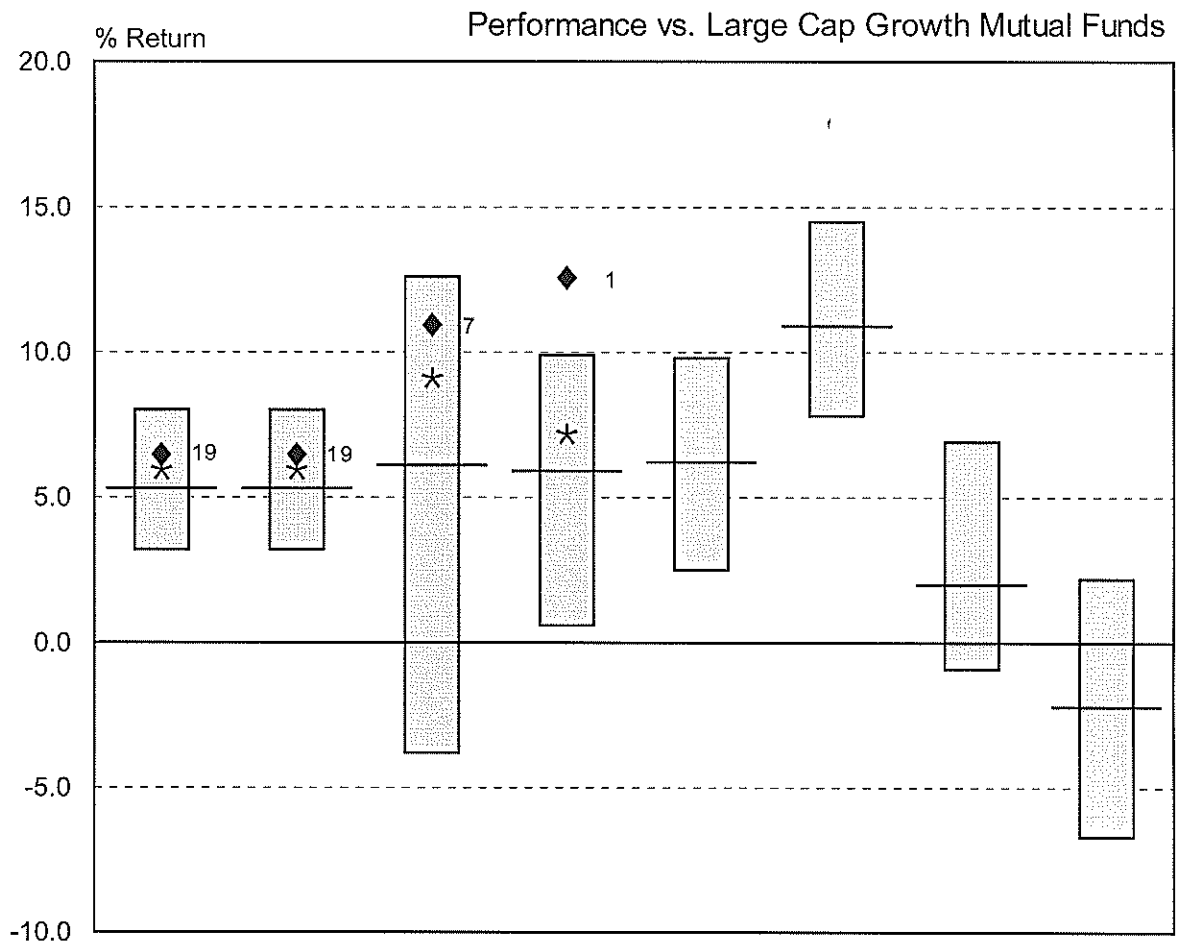
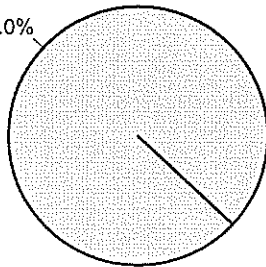


# Growth Fund of America

## Amalgamated Transit Union Local 1596 Pension

Market Value	\$10,245,740
Quarterly Earnings	\$621,770
Fiscal YTD Earnings	\$621,770

LC Growth  
\$10,245,740 100.0%



	Qtr	FYTD	1 Yr	2 Yrs	3 Yrs	4 Yrs	5 Yrs	6 Yrs
Grth Fund of Amer◆	6.5	6.5	10.9	12.6				
R1000 Growth★	5.9	5.9	9.1	7.2				
Russell 1000	7.0	7.0	15.5	10.8				
Median	5.3	5.3	6.1	5.9	6.2	10.9	2.0	-2.2

periods ended December 31, 2006

# Amer Funds Grth Fund A

Overall Morningstar Rating  
★★★★★  
1405 Large Growth

Incept Type Total Assets Morningstar Cat  
01-01-59 MF \$84,111 mil Large Growth

## Performance 12-31-2006

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2004	3.46	1.06	-2.34	9.63	11.95
2005	-1.83	3.57	6.93	5.06	14.23
2006	4.37	-1.58	1.45	6.46	10.94

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Sid Monthly	4.56	—	6.74	12.27	—
Sid Quarterly	4.56	—	6.74	12.27	—
Total Return	10.94	12.37	8.01	12.94	—
+/- S&P 500	-4.85	1.93	1.82	4.52	—
+/- Rus 1000IG	1.87	5.50	5.32	7.50	—
% Rank Cat	17	5	5	2	—
No. in Cat	1691	1405	1109	447	—
7-day Yield	—	—	—	—	—

## Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and ten-year (if applicable) Morningstar metrics. The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-421-0180 or visit [www.amercentfunds.com](http://www.amercentfunds.com).

## Fees and Expenses

<b>Sales Charges</b>	
Front-End Load %	5.75
Deferred Load %	NA
<b>Fund Expenses</b>	
Management Fees %	0.28
12/31 Expense %	0.25
Prospectus Net Exp Ratio %	0.65
Prospectus Gross Exp Ratio %	0.65

## Risk and Return Profile

	3 Yr	5 Yr	10 Yr
MorningstarRating™	4★	5★	5★
Morningstar Risk	-Avg	Avg	Avg
Morningstar Return	+Avg	High	High

	3 Yr	5 Yr	10 Yr
Standard Deviation	8.56	13.22	17.61
Mean	12.37	8.01	12.94
Sharpe Ratio	1.04	0.46	0.57

M/T Statistics	Standard Index	Best Fit Index
	S&P 500	Russ Midcap G
Alpha	1.10	2.03
Beta	1.11	0.72
R-Squared	79.00	92.00

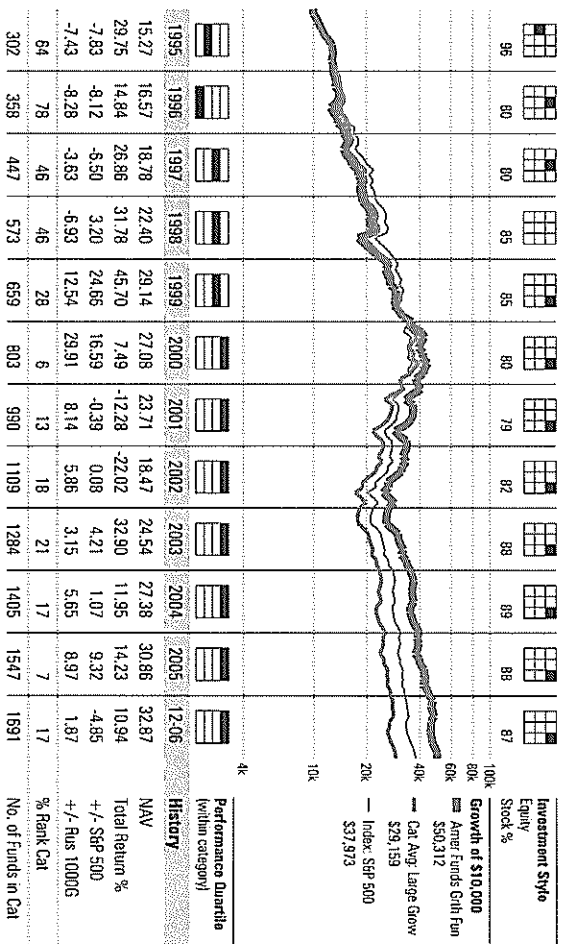
12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	24.00% Assets

## Operations

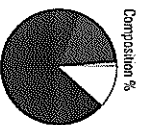
<b>Family:</b>	American Funds
<b>Manager:</b>	Ker/Dunn/Onne/Rothberg/Shanahan
<b>Tenure:</b>	11.0 Years

<b>Objective:</b>	Growth
<b>Ker/Dunn/Onne/Rothberg/Shanahan:</b>	AGTHX
<b>Minimum Initial Purchase:</b>	\$250

<b>Minimum RIA Purchase:</b>	\$250
<b>Min Auto Investment Plan:</b>	\$250
<b>Purchase Constraints:</b>	NA



## Portfolio Analysis 09-30-2006



Equity Style	Portfolio Statistics	Port Avg	Rel Index	Rel Cat
Value Blend Growth				
Large				
Mid				
Small				
P/E Ratio TTM	19.3	1.15	0.91	
P/C Ratio TTM	12.5	1.13	0.84	
P/B Ratio TTM	3.3	1.14	0.87	
Geo Avg Mkt Cap Smil	37267	0.70	1.15	

Fixed-Income Style	Portfolio Statistics	Port Avg	Rel Index	Rel Cat
Short Int				
Long				
Avg Eff Duration				
Avg Eff Maturity				
Avg Credit Quality				
Avg Wtd Coupon				
Avg Wtd Price				

## Credit Analysis 12-31-2006

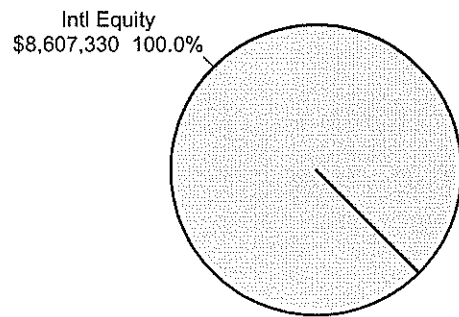
	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Sector Weightings	Stocks %	Rel S&P 500
<b>Information Economy</b>	<b>23.2</b>	<b>1.16</b>
Software	5.1	1.46
Hardware	13.2	1.43
Media	2.4	0.63
Telecommunication	2.5	0.71
<b>Service Economy</b>	<b>43.8</b>	<b>0.95</b>
Healthcare Services	16.1	1.33
Consumer Services	11.2	1.45
Business Services	7.3	1.74
Financial Services	9.2	0.41
<b>Manufacturing Economy</b>	<b>33.1</b>	<b>0.98</b>
Consumer Goods	7.6	0.88
Industrial Goods	11.2	0.94
Energy	14.3	1.46
Utilities	0.0	0.00

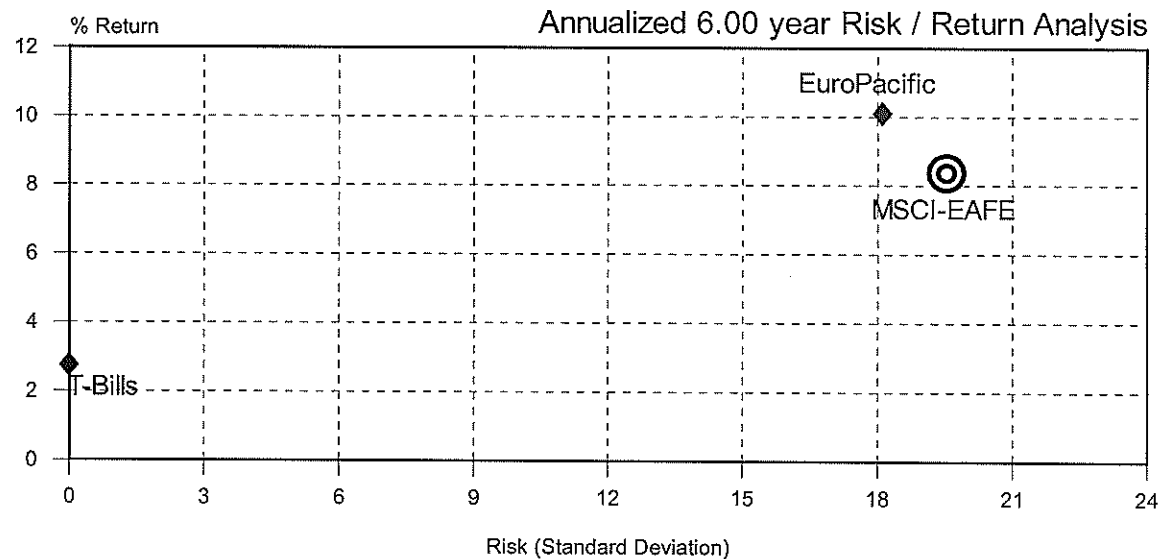
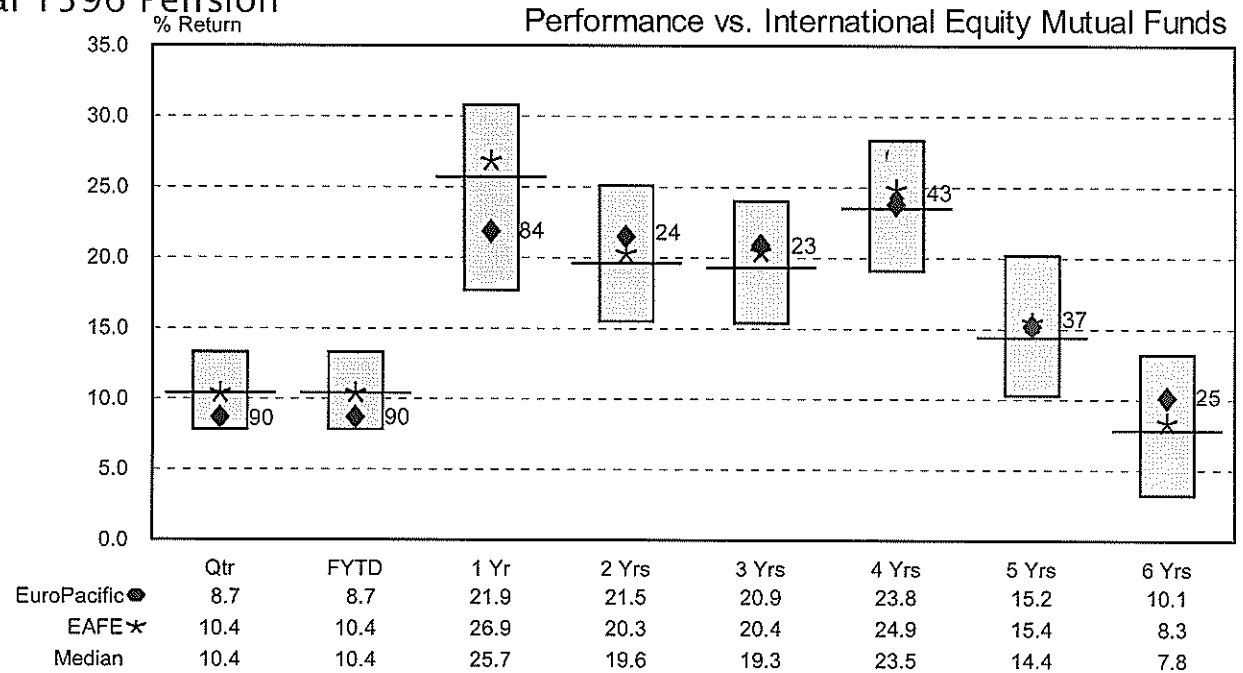
# EuroPacific Growth

## Amalgamated Transit Union Local 1596 Pension

Market Value	\$8,607,330
Quarterly Earnings	\$687,060
Fiscal YTD Earnings	\$687,060



periods ended December 31, 2006



# Amer Funds EuroPac A

Overall Morningstar Rating<sup>™</sup> **★★★★** Incept Type **04-16-94 MF** Total Assets **\$54,835 mil** Morningstar Cat **Foreign Large Blend**  
 537 Foreign Large Blend

## Performance 12-31-2006

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2004	6.79	-1.83	0.47	13.63	19.69
2005	-0.00	0.79	12.25	7.06	21.12
2006	7.54	-0.68	4.99	8.67	21.87

Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	14.66	—	13.84	10.57	13.81
Std Quarterly	14.66	—	13.84	10.57	13.81
Total Return	21.87	20.89	15.20	11.23	14.10
+/- MSCI EAFE	-4.47	0.96	0.22	3.52	—
+/- MSCI Wld	-3.84	0.79	-0.05	3.27	—
% Rank Cat	82	14	16	6	—
No. in Cat	648	537	435	183	—
7-day Yield	—	—	—	—	—

## Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and ten-year (if applicable) Morningstar metrics. The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-421-0180 or visit [www.americanfunds.com](http://www.americanfunds.com)

## Fees and Expenses

Sales Charges	
Front-End Load %	5.75
Deferred Load %	NA

Fund Expenses	
Management Fees %	0.43
1201 Expense %	0.25
Prospectus Net Exp Ratio %	0.81
Prospectus Gross Exp Ratio %	0.81

## Risk and Return Profile

	3 Yr	5 Yr	10 Yr
MorningstarRating <sup>™</sup>	3★	3★	5★
Morningstar Risk	Avg	-Avg	-Avg
Morningstar Return	Avg	Avg	+Avg

	3 Yr	5 Yr	10 Yr
Standard Deviation	9.91	12.99	15.20
Mean	20.89	15.20	11.23
Sharpe Ratio	1.66	0.97	0.54
MPT Statistics			
Standard Index	Standard Index	Best Fit Index	Best Fit Index
Alpha	MSCI EAFE Mkt	MSCI Wld Mkt	MSCI Wld Mkt
Beta	1.00	0.98	0.98
R-Squared	91.00	91.00	91.00

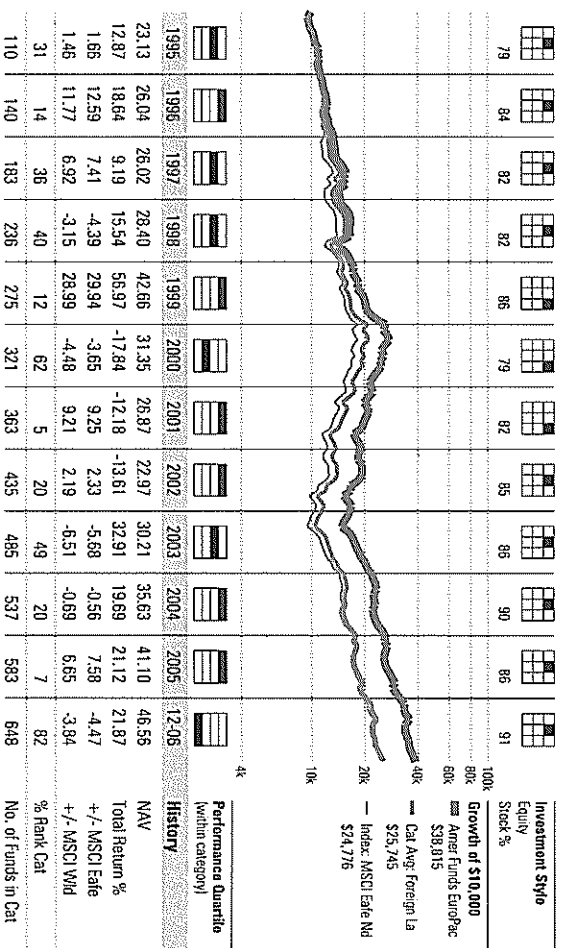
12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	34.00% Assets

## Operations

Family:	American Funds
Manager:	Dunn/Levy/Bepler/Denning/Lovell/Kesava
Tenure:	10.4 Years

Objective:	Foreign Stock
Minimum Initial Purchase:	\$250

Minimum IRA Purchase:	\$250
Min Auto Investment Plan:	\$250
Purchase Constraints:	NA



## Portfolio Analysis 09-30-2006



Equity Style	Portfolio Statistics	Port Avg	Rel Index	Rel Cat
Value Blend Growth	P/E Ratio TTM	16.3	0.99	1.02
	P/B Ratio TTM	9.1	0.95	0.95
	P/B Ratio TTM	3.0	0.97	1.00
	Geo Avg Mkt	28170	0.88	1.02
	Cap Smil			

Fixed-Income Style	Portfolio Statistics	Port Avg	Rel Index	Rel Cat
Short Int Long	Avg Eff Duration	—	—	—
	Avg Eff Maturity	—	—	—
	Avg Credit Quality	—	—	—
	Avg Wld Coupon	—	—	—
	Avg Wld Price	—	—	—

## Credit Analysis 12-31-2006

	Bond %
AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

Regional Exposure	Stocks % Rel MSCI EAFE
Americas	7.3
Greater Europe	52.9
Greater Asia	39.8

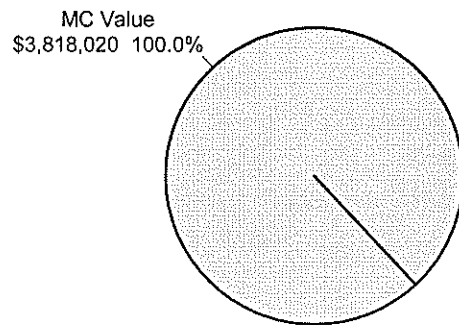
Sector Weightings	Stocks %	Rel MSCI EAFE
Information Economy	19.3	1.64
Software	0.5	0.83
Hardware	9.0	2.31
Media	2.4	1.33
Telecommunication	7.4	1.32
Service Economy	43.1	0.91
Healthcare Services	9.9	1.39
Consumer Services	4.7	0.96
Business Services	3.6	0.71
Financial Services	24.9	0.83
Manufacturing Economy	37.6	0.92
Consumer Goods	18.6	1.42
Industrial Goods	10.6	0.69
Energy	6.4	0.89
Utilities	2.0	0.38

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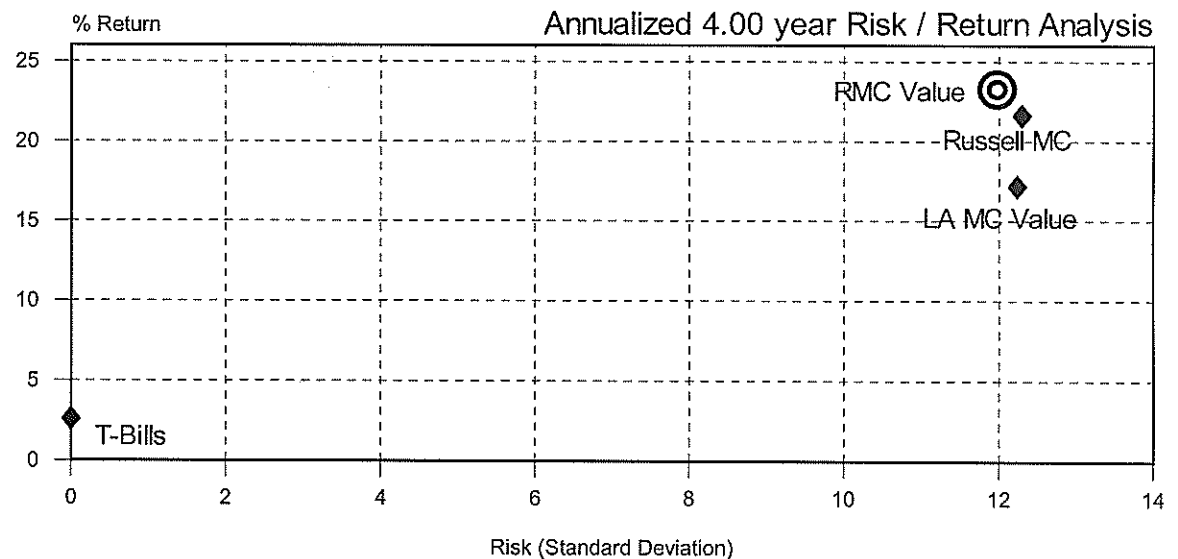
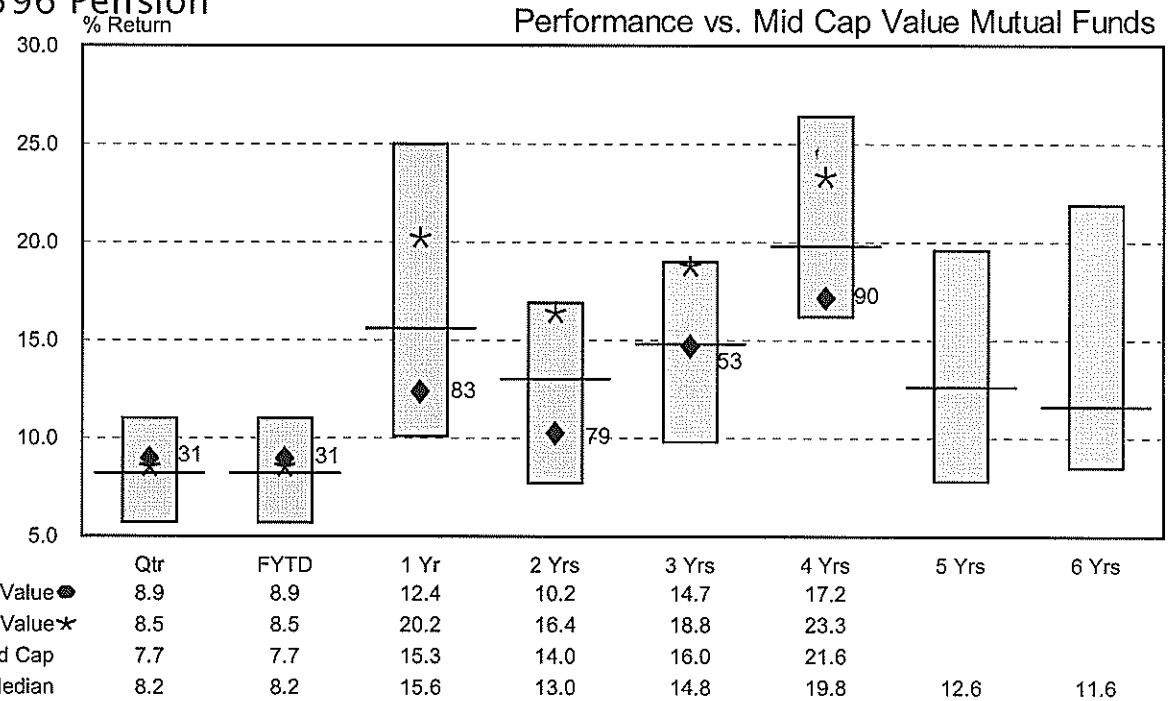
# Lord Abbett Mid Cap Value

## Amalgamated Transit Union Local 1596 Pension

Market Value	\$3,818,020
Quarterly Earnings	\$313,330
Fiscal YTD Earnings	\$313,330



periods ended December 31, 2006



# Lord Abbett Mid-Cap ValA

Overall Morningstar Rating<sup>®</sup> **★★★★** Incept Type **Mid-Cap Value** Total Assets **\$6,900 mil** Morningstar Cat **Mid-Cap Value**  
 268 Mid-Cap Value

## Performance 12-31-2006

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2004	6.53	2.64	0.29	13.16	24.10
2005	-0.15	2.22	4.25	1.55	8.16
2006	3.55	-2.85	2.43	8.92	12.34
Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	5.88	—	9.89	13.73	13.02
Std Quarterly	5.88	—	9.89	13.73	13.02
Total Return	12.34	14.67	11.20	14.41	13.31
+/- S&P 500	-3.45	4.23	5.01	5.99	—
+/- RUSMidVal	-7.88	-4.10	-4.88	0.76	—
% Rank Cat	83	46	62	3	—
No. in Cat	377	268	186	54	—
7-day Yield	—	—	—	—	—

## Performance Disclosure

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Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-821-5129 or visit [www.lordabbett.com](http://www.lordabbett.com).

## Fees and Expenses

<b>Sales Charges</b>	
Front-End Load %	5.75
Deferred Load %	NA
<b>Fund Expenses</b>	
Management Fees %	0.5
12b1 Expense %	0.30
Prospectus Net Exp Ratio %	1.01
Prospectus Gross Exp Ratio %	1.02

Standard Deviation	3 Yr	5 Yr	10 Yr
Mean	9.68	12.89	14.63
Sharpe Ratio	1.13	0.71	0.75
MFT Statistics	Standard Index	Best Fit Index	
Alpha	2.40	2.00	
Beta	1.23	0.82	
R-Squared	76.00	87.00	

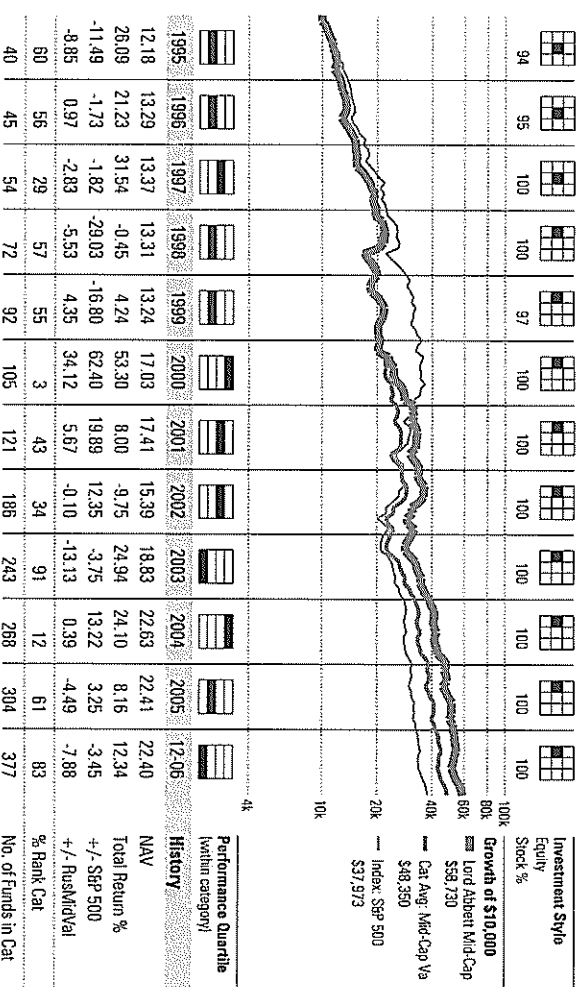
12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	23.00% Assets

## Operations

Family: Lord Abbett  
 Manager: von der Linde/Hansen/Builer/Bankofcker  
 Tenure: 7.4 Years

Objective: Growth  
 Minimum Initial Purchase: Closed

Minimum IFA Purchase: Closed  
 Min Auto Investment Plan: Closed  
 Purchase Constraints: C/



## Portfolio Analysis 11-30-2006



Composition %	
○ Cash	0.00
● U.S. Stocks	99.40
● Non-U.S. Stocks	0.70
● Bonds	0.00
● Other	0.00
















Equity Style				
Value Blend Growth				
Large Mid Small				

<b>Fixed-Income Style</b>	
Short Int Long	
High Mod Low	
Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

## Credit Analysis 12-31-2006

AAA	—
AA	—
A	—
BBB	—
BB	—
Below B	—
NR/NA	—

Regional Exposure	Stocks %	Rel S&P 500
Americas	100.0	1.00
Greater Europe	0.0	
Greater Asia	0.0	

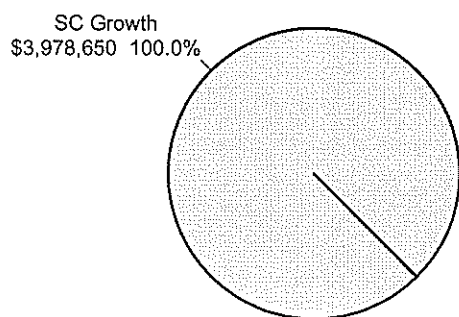
Sector Weightings	Stocks %	Rel S&P 500
 <b>Information Economy</b>	<b>20.5</b>	<b>1.027</b>
 Software	5.7	1.63
 Hardware	5.8	0.63
 Media	3.5	0.92
 Telecommunication	5.5	1.57
 <b>Service Economy</b>	<b>40.7</b>	<b>0.88</b>
 Healthcare Services	6.2	0.51
 Consumer Services	14.3	1.86
 Business Services	9.7	2.31
 Financial Services	10.5	0.47
 <b>Manufacturing Economy</b>	<b>38.7</b>	<b>1.14</b>
 Consumer Goods	6.7	0.78
 Industrial Goods	15.8	1.33
 Energy	6.2	0.63
 Utilities	10.0	2.86

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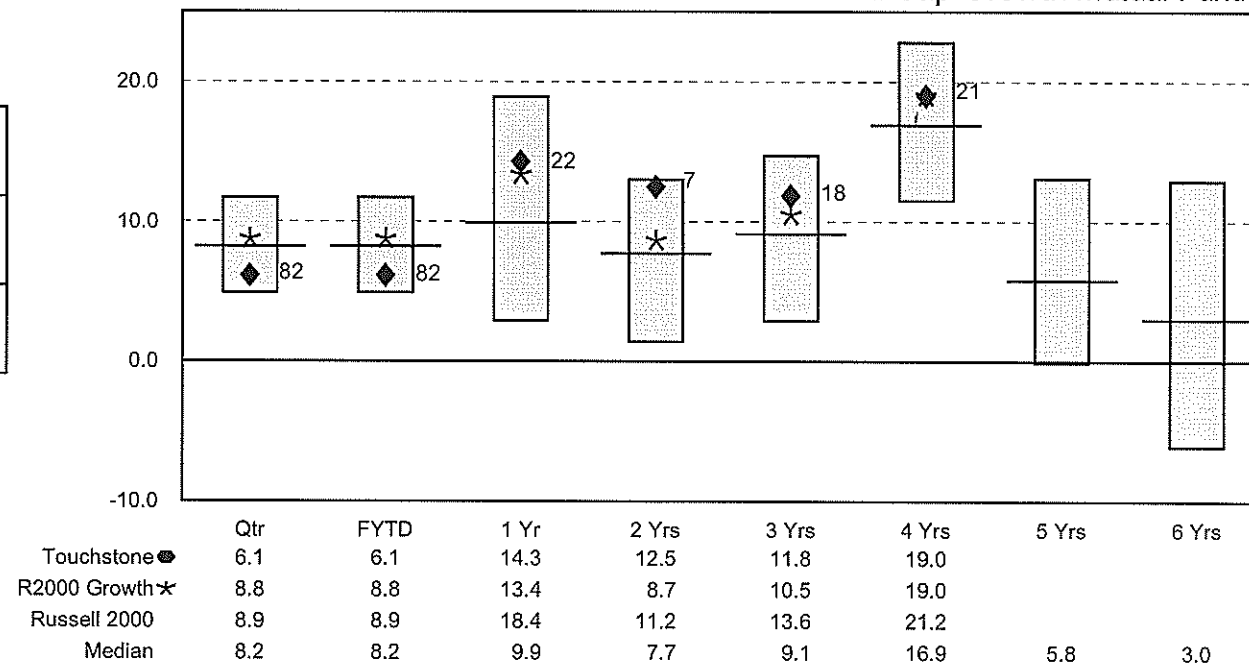
# Touchstone Emerging Growth

## Amalgamated Transit Union Local 1596 Pension

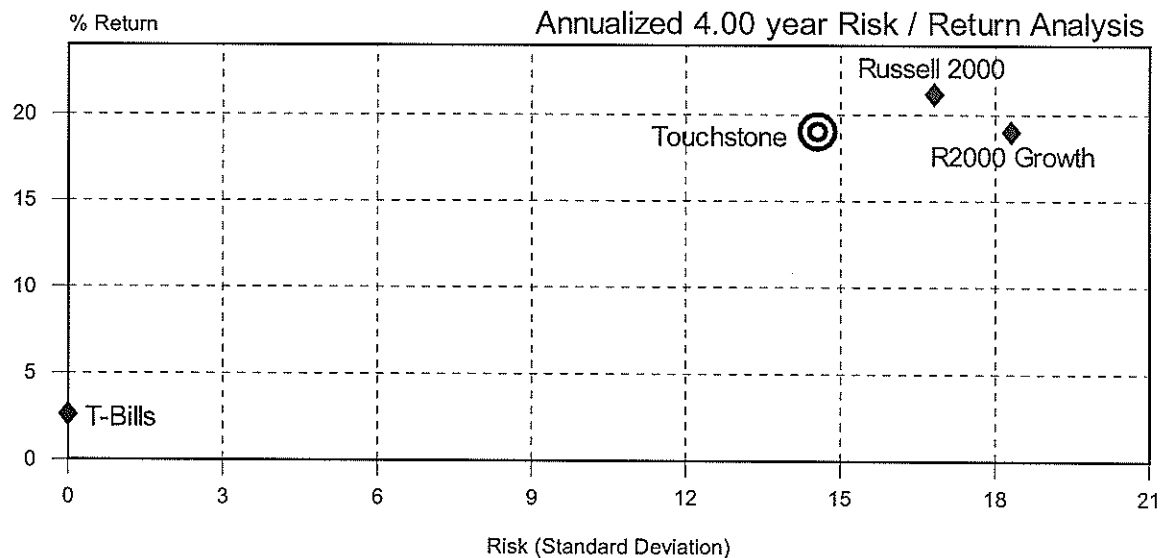
Market Value	\$3,978,650
Quarterly Earnings	\$229,200
Fiscal YTD Earnings	\$229,200



### Performance vs. Small Cap Growth Mutual Funds



### Annualized 4.00 year Risk / Return Analysis



periods ended December 31, 2006

# Touchstone Md Cp Gr A

Overall Morningstar Rating<sup>™</sup> Incept Type Total Assets Morningstar Cat  
 \*\*\*\*  
 823 Mid-Cap Growth 10-03-94 M/F \$661 mil Mid-Cap Growth

## Performance 12-31-2005

Quarterly Returns	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total %
2004	4.99	1.29	-7.72	12.70	10.60
2005	-1.16	1.86	6.51	3.26	10.72
2006	9.08	-2.87	1.63	6.11	14.26
Trailing Returns	1 Yr	3 Yr	5 Yr	10 Yr	Incept
Std Monthly	7.69	—	7.66	14.46	14.72
Std Quarterly	7.69	—	7.66	14.46	14.72
Total Return	14.26	11.85	8.95	15.14	15.27
+/- S&P 500	-1.53	1.41	2.76	6.72	—
+/- RUS MidGr	3.60	-0.88	0.73	6.52	—
% Rank Cat	14	36	22	5	—
No. in Cat	935	823	665	264	—
7-day Yield	—	—	—	—	—

## Performance Disclosure

The Overall Morningstar Rating is based on risk-adjusted returns, derived from a weighted average of the three-, five-, and ten-year (if applicable) Morningstar metrics. The performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate thus an investor's shares, when redeemed, may be worth more or less than their original cost.

Current performance may be lower or higher than return data quoted herein. For performance data current to the most recent month-end, please call 800-543-0407 or visit [www.touchstoneinvestments.com](http://www.touchstoneinvestments.com).

## Fees and Expenses

<b>Sales Charges</b>	
Front-End Load %	5.75
Deferred Load %	NA
<b>Fund Expenses</b>	
Management Fees %	0.80
12b1 Expense %	0.25
Prospectus Net Exp Ratio %	1.48
Prospectus Gross Exp Ratio %	1.48

## Risk and Return Profile

	3 Yr	5 Yr	10 Yr
MorningstarRating <sup>™</sup>	3★	3★	5★
Morningstar Risk	-Avg	-Avg	-Avg
Morningstar Return	Avg	Avg	High

Standard Deviation	3 Yr	5 Yr	10 Yr
	11.19	15.78	20.17
Mean	11.85	8.95	15.14
Sharpe Ratio	0.77	0.47	0.62
<b>MPI Statistics</b>			
Standard Index	S&P 500	Russ Midcap G	Best Fit Index
Alpha	-1.18	—	-0.24
Beta	1.41	—	0.94
R-Squared	75.00	—	91.00

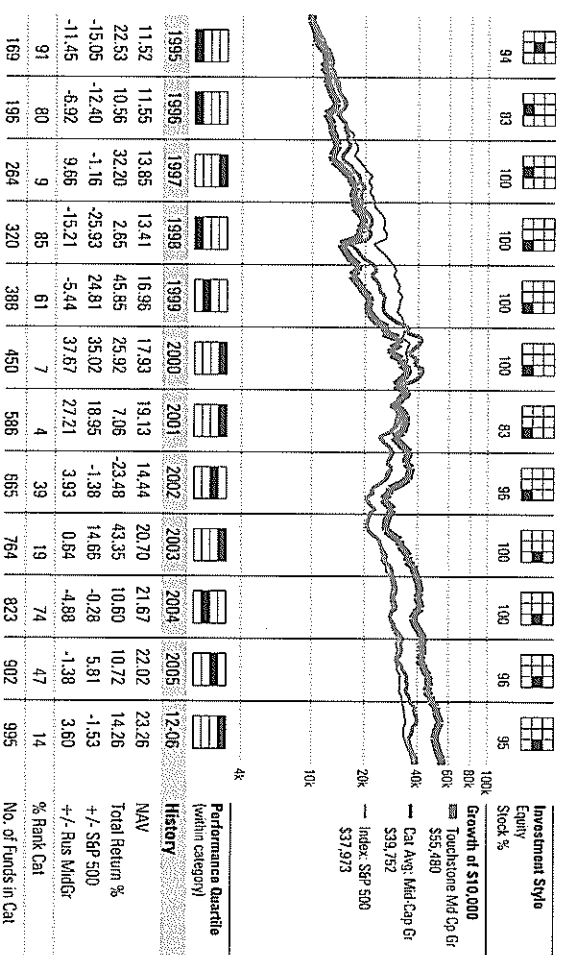
12-Month Yield	—
30-day SEC Yield	—
Potential Cap Gains Exp	17.00% Assets

## Operations

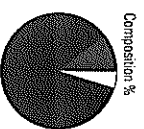
Family:	Touchstone
Manager:	Maggie/Baumgardner/Meyers/Gallagher
Tenure:	7.1 Years

Objective:	Growth
Manager:	TEGAX
Minimum Initial Purchase:	\$2,500

Minimum IRA Purchase:	\$1,000
Min Auto Investment Plan:	\$100
Purchase Constraints:	NA



## Portfolio Analysis 11-30-2005



<b>Composition %</b>	
Cash	4.70
U.S. Stocks	84.70
Non-U.S. Stocks	10.70
Bonds	0.00
Other	0.00

<b>Equity Style</b>	
Value Blend Growth	—
Large Mid Small	—
Portfo Statistics	Port Avg Index Cat
P/E Ratio TTM	22.5 1.34 0.98
P/B Ratio TTM	12.7 1.14 0.85
P/B Ratio TTM	2.7 0.93 0.73
Geo Avg Mkt	5035 0.09 0.90
Cap Smil	—

<b>Fixed-Income Style</b>	
Short Int Long	—
Avg Eff Duration	—
Avg Eff Maturity	—
Avg Credit Quality	—
Avg Wtd Coupon	—
Avg Wtd Price	—

## Credit Analysis 12-31-2005

AAA	—
AA	—
A	—
BBB	—
BB	—
B	—
Below B	—
NR/NA	—

<b>Regional Exposure</b>	
Americas	92.4
Greater Europe	6.9
Greater Asia	0.7

<b>Investment Style</b>	
Equity	—
Stock %	—
Growth of \$10,000	—
Touchstone Md Cp Gr	\$55,480
Cat Avg: Mid-Cap Gr	\$39,752
Index: S&P 500	\$37,973

<b>Share Chg</b>	Share Amount	100 Total Stocks since 10-31-2005	% Net Assets
+	989,350	Thermo Fisher Scientific	3.96
+	555,900	Calgene	2.83
+	331,100	Shire PLC ADR	1.83
+	305,400	Gamestop	1.56
+	426,500	Ornicare	1.55
+	1 mil	Elan ADR	1.48
+	394,300	Cognos	1.47
+	491,250	Amtek	1.46
+	459,130	Commerce Bancorp NJ	1.46
+	394,900	Business Objects SA ADR	1.40
+	441,300	Analyst Devices	1.31
+	448,700	McAfee	1.20
+	845,650	Tetradyne	1.15
+	288,500	Smith International	1.12
+	604,265	Converse Technology	1.08

<b>Sector Weightings</b>	
Information Economy	26.7
Software	7.6
Hardware	19.1
Media	0.0
Telecommunication	0.0
Service Economy	49.1
Healthcare Services	24.0
Consumer Services	7.9
Business Services	5.4
Financial Services	11.8
Manufacturing Economy	24.1
Consumer Goods	4.7
Industrial Goods	12.7
Energy	6.7
Utilities	0.0

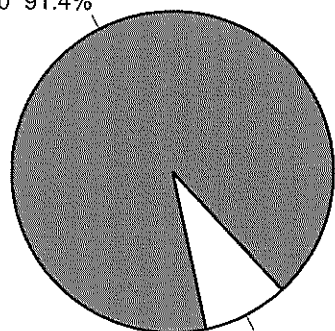


# I.C.C.

## Amalgamated Transit Union Local 1596 Pension

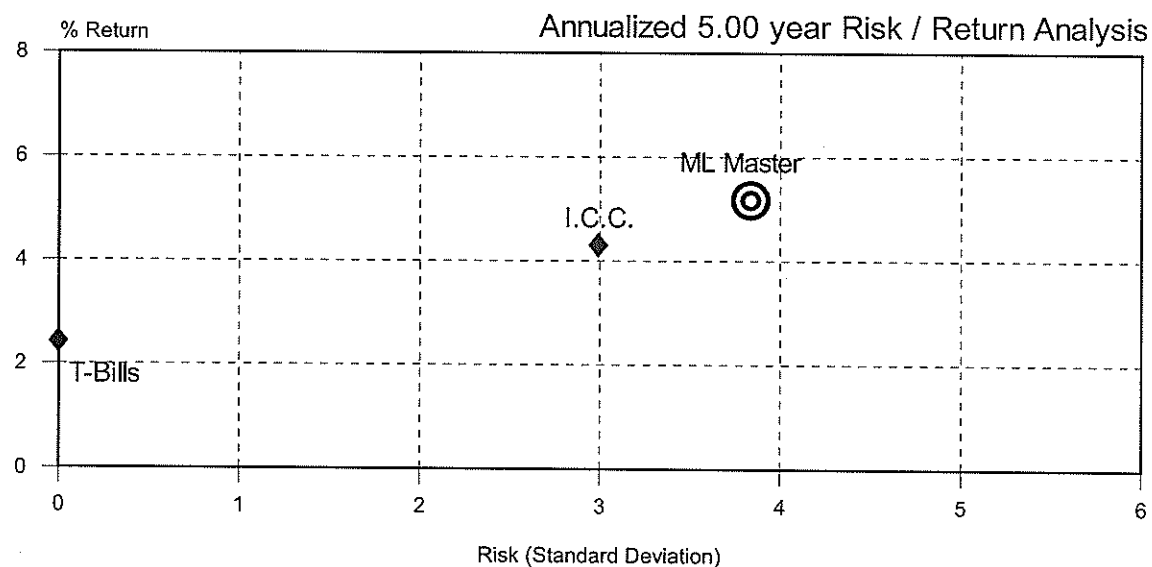
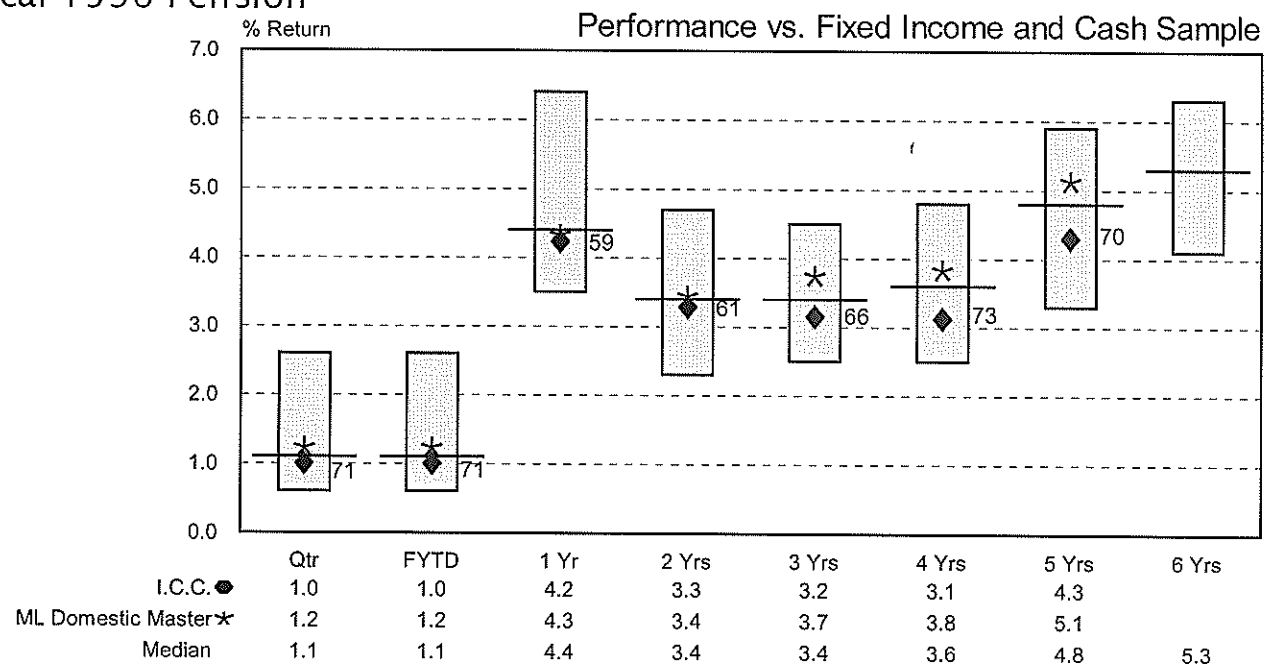
Market Value	\$12,795,570
Quarterly Earnings	\$130,731
Fiscal YTD Earnings	\$130,731

Bond Portfolio  
\$11,690,970 91.4%



Cash & Equiv  
\$1,104,600 8.6%

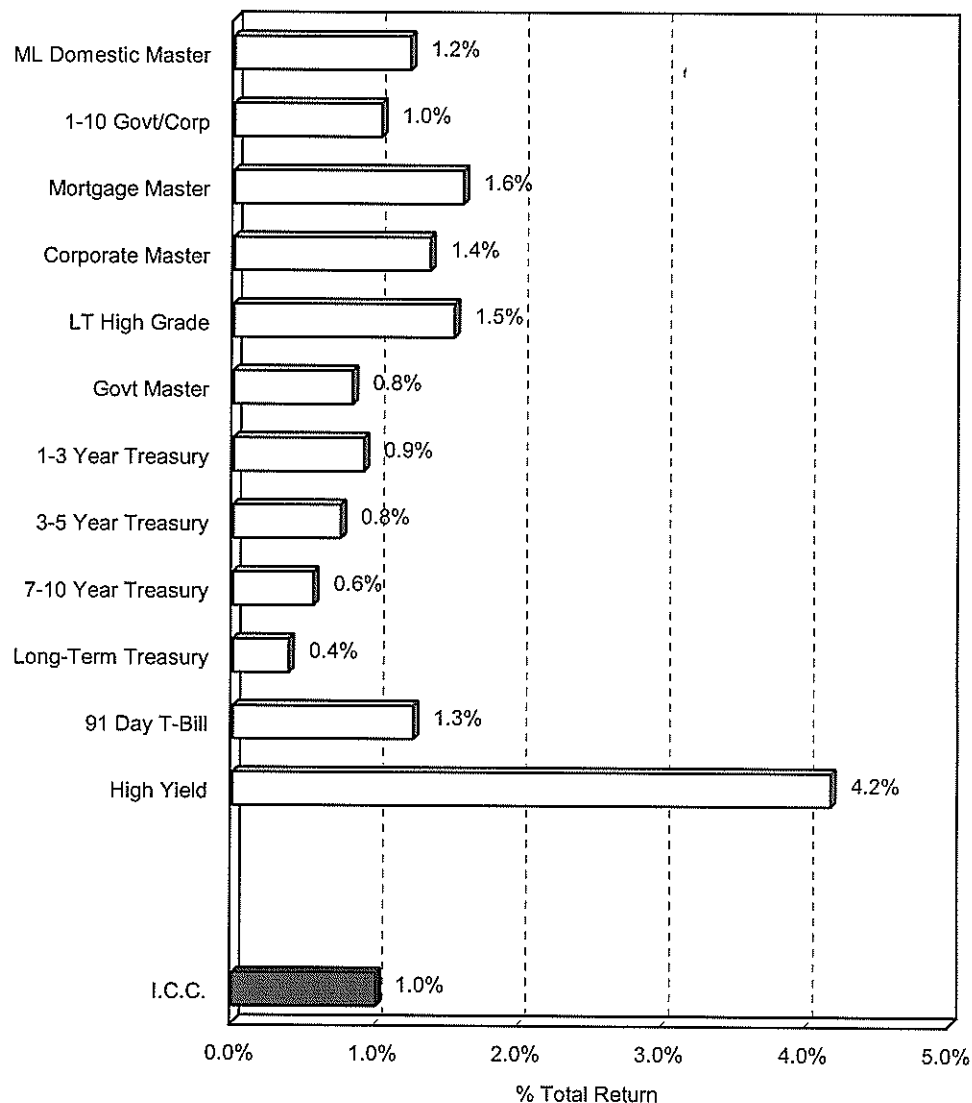
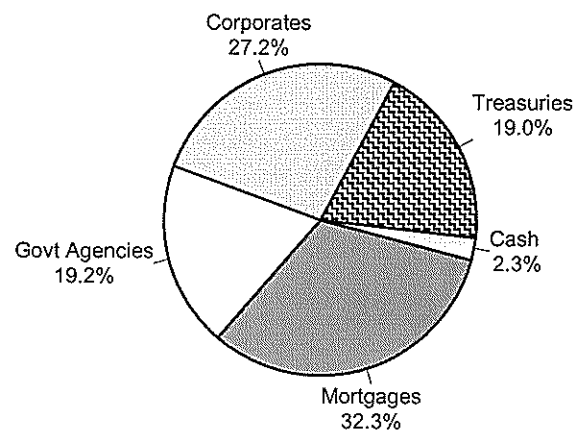
periods ended December 31, 2006



# Fixed Income Portfolio Characteristics / Sector Performance

## Amalgamated Transit Union Local 1596 Pension

Average Yield to Maturity	5.3%
Average Quality Rating	AA+
Average Coupon	5.1%
Average Maturity	5.9 years
Portfolio Duration	3.9 years



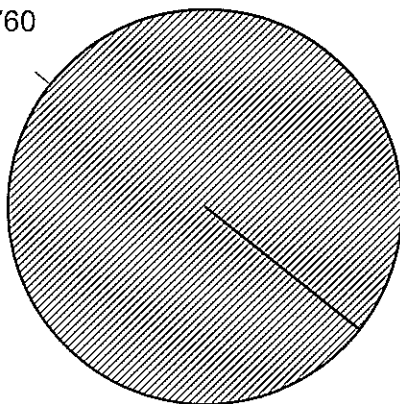
quarter ended December 31, 2006

# J P Morgan Real Estate

## Amalgamated Transit Union Local 1596 Pension

Total Market Value  
\$5,611,760

Real Estate \$5,611,760  
100.0%



Quarterly Earnings	\$230,890
Fiscal YTD Earnings	\$230,890

Inception Value	\$0
Inception Cash Flow	\$5,000,000
Inception Earnings	\$611,760
Market Value	\$5,611,760

quarter ended December 31, 2006

# Investment Policy Checklist

## Amalgamated Transit Union Local 1596 Pension

<u>Guidelines:</u>	<u>In Compliance?</u>	<u>Objectives:</u>	<u>Met?</u>
<u>Equity Portfolio:</u>		<u>Total Portfolio:</u>	
Listed on recognized exchange	✓	Exceed Target Index - 3-years	Yes
Single issue not exceed 5% at cost of the equity portfolio	✓	Rank in the Top 33% - 3-years	8 <sup>th</sup>
Equity portfolio not exceed 75% of plan's assets at market value	✓	One year return exceed actuarial assumption	Yes
Foreign securities < 20% at market	✓		
<u>Fixed Income Portfolio:</u>		<u>Equity Portfolio:</u>	
US Government / Agency or US Corporations	✓	Exceed Russell 3000 - 3-years	Yes
<15% bonds rated "BBB" or below	✓	Rank in the Top 33% - 3-years	50 <sup>th</sup>
Fixed Income Portfolio average quality "A" or better	✓		
Duration < 135% of ML Domestic Master	✓	<u>Fixed Income Portfolio:</u>	
Single issuer not exceed 10% at cost of bond portfolio	✓	Positive rate of return –1 year	Yes
		Meet or exceed ML Domestic Master index – 1 year	No
		Rank in the Top 50% - 3-years	82 <sup>nd</sup>

# Trading and Fees Summary

## Amalgamated Transit Union Local 1596 Pension Fund

Quarter ended December 31, 2006

### Alliance Bernstein

Broker:	Commissions:	% of Total:
Citation	\$2,938.50	88.8%
Merrill Lynch	\$163.00	4.9%
Weeden & Co.	\$89.42	2.7%
Citigroup Global Markets	\$53.00	1.6%
Misc. Broker(s)	\$66.21	2.0%
<b>Total:</b>	<b>\$3,310.13</b>	<b>100.0%</b>

Total Shares Traded: 77,036  
Average Commission per Share: \$0.04

Management Fees Reported during the Quarter:	\$18,604.61
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### ICC Capital Management

Management Fees Reported during the Quarter:	\$15,668.60
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### JP Morgan

Management Fees Reported during the Quarter:	\$13,452.80
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Brokerage information is obtained from your custodian bank statements. Citation credits are applied according to the provision of your contract for services. Due to differences in the trade and settlement dates, Citation totals and MLCS credits may not match. When ML is listed as "broker of record", ML may receive compensation from mutual funds as outlined in each fund's prospectus. 12b-1 credits paid to ML can be used to offset consulting services fees. MLCS may also receive other compensation when ML products and services are utilized. Management fee data is obtained from the manager, the client custodian statement, or directly from the client.

Many mutual funds offer a variety of share classes. Some may have expense ratios lower than those held in this portfolio.

Total Management Fees Reported during the Quarter:	\$47,726.01
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### Merrill Lynch Consulting Services

MLCS 4th Quarter fee**	\$6,951.05
------------------------	------------

Estimated Citation Credits	Alliance Bernstein	\$1,836.56
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Mutual Fund 12b-1 Credits	\$8,452.48
---------------------------	------------

Total Estimated Credits (current quarter only)	\$10,289.04
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\*\*09/30/06 value: \$55,608,390; Basis Points: 5

$(\$55,608,390 \times 0.05\%) / 4 = \$6,951.05$

# Trading and Fees Summary

## Amalgamated Transit Union Local 1596 Pension Fund

Quarter ended December 31, 2006

### Alliance Bernstein

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## Public Fund Clients



FOURTH QUARTER 2006

Rank		QUARTER	Periods ended 12/31/06			CURRENT	Asset Allocation		International	Diversification*		Rank
			1 YEAR	3 YEARS			TARGET			Small/Mid	Real Estate	
1	Net	7.1%	15.2%	11.8%	8/11/08	80/100/0						4
2		6.1%	14.1%	10.3%	6/136/3	60/40						3
3		6.0%	13.5%	10.9%	7/023/7	70/30						12
4		5.7%	13.2%	9.2%	62/30/08	60/35/05						35
ATU 1596		5.8%	13.2%	10.0%	69/20/29	60/30/0/10						6
6		5.3%	12.9%	8.6%	64/33/3	60/40						40
7		5.6%	12.8%	9.2%	60/32/2/6	60/30/0/10						39
8		5.5%	12.8%	8.6%	67/26/7	60/40						36
9		5.7%	12.7%	9.7%	63/24/2/1	65/25/0/10						20
10		5.3%	12.6%	8.6%	63/31/6	60/40						22
11		5.6%	12.6%	9.1%	63/29/8	60/40						15
12		5.1%	12.4%	9.0%	68/33/1	65/35						13
13		5.3%	12.4%	9.0%	67/22/2/0	60/35/0/10						11
14		5.5%	12.4%	9.8%	70/28/2	65/35						27
15		5.1%	12.3%	9.1%	60/35/5	60/40						18
16		5.5%	12.3%	9.4%	69/19/2/0	70/30						33
17		5.9%	12.3%	8.3%	66/27/7	60/40						53
18		4.9%	12.1%	9.1%	59/35/6	65/35						8
19	Net	4.7%	12.1%	9.0%	61/39/0	60/40						2
20		5.7%	12.0%	8.6%	70/25/5	60/40						69
21		5.5%	12.0%	8.8%	63/25/3/9	65/25/0/10						46
22	Net	5.1%	11.9%	NA	62/38/0	70/30						1
23		4.9%	11.9%	8.9%	70/28/1	60/40						10
24		5.3%	11.9%	8.7%	64/31/5	60/40						48
25		5.6%	11.9%	9.7%	66/32/1	65/35						34
26		5.5%	11.9%	10.1%	66/24/2/8	60/30/0/10						66
27		5.2%	11.7%	10.1%	69/24/2/5	60/30/0/10						45
28		5.7%	11.7%	9.3%	70/29/2	65/35						28
30		4.7%	11.7%	8.3%	60/36/2	55/45						5
31	Net	4.9%	11.7%	NA	55/45/0	60/50						24
32		5.0%	11.7%	8.6%	61/33/6	60/40						41
33	Net	4.6%	11.6%	8.4%	61/39/0	60/40						7
34		5.4%	11.6%	10.3%	62/26/2/0	60/40						50
35		4.9%	11.5%	8.2%	65/31/4	60/40						21
36		4.6%	11.4%	8.7%	64/33/3	65/35						37
37		5.0%	11.4%	8.9%	64/35/1	65/35						38
38		4.9%	11.3%	7.9%	67/30/2	60/40						51
39		4.8%	11.3%	7.5%	62/36/2	60/40						67
40		5.2%	11.3%	6.7%	68/29/3	60/40						79
41		5.1%	11.2%	8.6%	67/27/6	60/40						49
42		4.8%	11.2%	7.9%	56/42/2	50/50						55
43		4.9%	11.2%	NA	58/35/4	60/40						52
44		4.4%	11.2%	8.8%	58/35/2/5	60/35/5						14
45		4.5%	11.1%	9.3%	65/33/2	60/40						9
46		4.4%	11.1%	8.8%	61/29/2/8	60/30/0/10						16
47		4.7%	11.1%	9.1%	66/32/2	65/35						25
48	Net	4.8%	10.9%	9.2%	60/30/1/9	60/40						44
49		4.5%	10.9%	9.8%	71/27/2	65/35						75
50		5.7%	10.9%	7.5%	58/29/1/3	50/50						19
51		4.4%	10.8%	8.8%	60/39/1	60/40						31
52		5.5%	10.8%	7.3%	70/28/4	60/40						84
53		5.1%	10.8%	8.3%	61/36/3	50/50						72
54		4.5%	10.8%	7.3%	48/50/2	40/60						73
55		3.9%	10.7%	9.3%	60/38/2	60/40						17
56		4.9%	10.7%	9.3%	69/21/9/9	65/25/0/10						61
57		4.5%	10.7%	6.5%	59/34/7	65/35						86
58		5.0%	10.7%	6.5%	61/32/6	65/35						88
59		4.6%	10.7%	8.2%	71/28/1	65/35						23
60		5.0%	10.7%	8.2%	70/27/3	60/40						56
61		4.3%	10.6%	8.6%	61/38/2	60/40						30
62		4.9%	10.5%	8.0%	70/28/2	65/35						54
63	Net	4.4%	10.4%	8.4%	51/33/16	55/45						43
64		4.3%	10.4%	8.5%	61/37/2	60/40						42
65		4.9%	10.4%	8.4%	66/22/2/0	60/30/0/10						32
66		4.4%	10.2%	8.6%	64/34/1	65/35						47
67		4.9%	10.1%	8.0%	63/36/1	60/40						65
68		4.8%	10.0%	8.5%	60/38/2	60/40						77
69		4.7%	10.0%	8.1%	66/32/2	60/40						57
70		4.7%	10.0%	8.1%	66/32/1	60/40						60
71		5.4%	10.0%	8.0%	67/32/1	65/35						76
72		4.6%	9.9%	8.0%	66/33/1	60/40						62
73		4.6%	9.9%	8.0%	65/33/1	60/40						64
74		5.0%	9.9%	7.4%	72/21/7	70/30						68
75		5.3%	9.8%	5.5%	64/27/2/7	60/30/0/10						70
76		4.6%	9.8%	7.6%	70/29/1	60/40						59
77		4.6%	9.7%	8.1%	63/31/6	60/40						78
78		4.6%	9.5%	7.8%	63/32/5	60/40						71
79		4.7%	9.5%	8.0%	65/34/1	65/35						81
80		4.5%	9.4%	NA	64/33/2	65/35						87
81		4.3%	9.3%	7.5%	67/37/2	60/40						74
82		4.3%	8.9%	6.8%	60/37/3	50/50						85
83		4.0%	8.8%	8.1%	62/33/5	60/40						83
84		4.6%	8.4%	6.1%	65/33/2	65/30/5						89
85		3.5%	8.3%	7.9%	46/53/1	60/40						58
86		NA	NA	NA	NA	65/35						63
87	Net	NA	NA	NA	NA	60/40						26
88		NA	NA	NA	NA	60/40						82
89		NA	NA	NA	NA	60/40						80

Asset allocations are listed as follows: Equity Securities/ Fixed Income Securities / Cash &amp; Equivalents / Real Estate

Net = net of management fees C = committed For use by MLCS clients only

\* dedicated portfolios

01-Feb-2007

## Asset Information Management (AIM) and Performance Evaluation Summary Report

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In connection with the performance data and other information contained in this investment performance evaluation Summary Report, it should be noted that:

1. Changes in portfolio valuations due to capital gains or losses, dividends, interest or other income are included in the calculation of returns. All calculations are made in accordance with generally accepted industry standards.
2. Transaction costs, such as commissions, are included in the purchase cost or deducted from the proceeds of a sale of a security. Differences in transaction costs may affect comparisons.
3. Individual client investment returns may vary due to a variety of factors, including differences in investment objectives.
4. Merrill Lynch does not have discretion or decision making authority over any investments included in this report. All decisions regarding investment manager selection and retention, asset allocation and other investment policies were made by the client. While Merrill Lynch provides recommendations and choices regarding suitable investments, not all clients take these recommendations or select from the choices offered.
5. Portfolio returns are generally shown before the deduction of investment advisory fees. Investment advisory fees (when reported to Merrill Lynch) are treated as a portfolio withdrawal rather than as a reduction in income and therefore do not reduce returns (unless the client requests that these fees be treated as a reduction in income).
6. When preparing performance evaluation reports, Merrill Lynch relies upon the data supplied by the clients' custodian. Merrill Lynch is not responsible for the accuracy of this data. However, when special circumstances come to its attention, Merrill Lynch may make adjustments to the data received from a client's custodian if, in Merrill Lynch's judgment, it would more accurately reflect the value of securities held and the investment results earned by that client.
7. This Summary Report provides a summary of performance evaluation data contained in the Merrill Lynch Asset Information Measurement (AIM) report, which is available in its entirety upon request. This Summary Report may include additional data, such as market indices, which were obtained from other sources or other firms.
8. The market indexes shown in this performance evaluation report do not include transaction costs. If available, an actual investment in these indexes, or in the securities comprising the indexes, would require an investor to incur transaction costs and performance would be reduced by such costs, and their compounded effect. Market indexes or other benchmark returns are shown for comparison purposes only, and there is no assurance or guarantee that such performance will be achieved.
9. Performance information prepared by third party sources may differ from that shown in this performance evaluation report. These differences may be due to different methods of analysis, different time periods being evaluated, different pricing sources for individual securities, treatment of accrued income, and different accounting procedures.
10. Certain report valuations, such as mutual funds and hedge funds, are prepared based on information from third party sources. The accuracy of such information cannot be guaranteed by Merrill Lynch. Such data may include estimates and may be subject to revision.
11. A copy of our Consulting Services Disclosure Statement describing various investment advisory services offered by Merrill Lynch, Pierce, Fenner and Smith, Inc., is available upon request.

