

BOND FUNDS

THE FEW, THE PROUD ... THE PROFITABLE

After a bad year, opportunities in muni and high-yield funds

When the stock market is sizzling, bond mutual funds are a hard sell. So what chance do bond funds have of attracting new investor dollars if interest rates are rising, prices are falling, and net asset values are shrinking? Not much. No wonder the cash stream going toward bond funds nearly dried up last year. For municipal-bond funds, it was even worse, with investors taking more money out than they put in—a trend that has continued into the new year.

Sometimes the best opportunities are in what's ignored or even shunned, and that's why bond funds deserve your attention. To do that, we bring you the bond-fund installment of the BUSINESS WEEK Mutual Fund Scoreboard.

In the tables that start on page 107, we report on 653 taxable and tax-exempt funds. We examine one-year, three-year, and five-year total returns. (Total return includes appreciation plus reinvestment of dividends and capital gains before taxes.) We report on portfolio data such as yield and maturity and operational information such as sales charges and expenses. And on BUSINESS WEEK's Web site, www.businessweek.com, additional data on these funds and nearly 1,100 more in an interactive Scoreboard allow you to screen funds using various criteria. All the data are prepared by Morningstar Inc. **HONOR ROLL.** BUSINESS WEEK also delivers something unique: our own proprietary mutual-fund ratings. Each fund with at least five years of performance history is rated on the basis of its risk-adjusted total returns. Those with the best risk-adjusted numbers earn A ratings.

This year, 104 bond funds earned A's (table, page 105). They are a varied lot, ranging from funds with ultrashort maturities like Strong Advantage and ssga Yield Plus, which take almost no inter-

est-rate risk, to Franklin High Yield Tax-Free Income A and Scudder High-Yield Tax-Free, which hold portfolios of long-term bonds that can get clobbered when rates go up. The list also includes funds that prefer taking credit risk to interest-rate risk, such as MSDW Prime Income Trust Fund and Columbia High-

value to the issuer's stock price. If the stock shoots up, the convertible can share in the price gain. "With convertible bonds, we hope to capture 75% of the upside potential in a stock but have only 25% of the downside," says John P. Calamos, manager for three convertible-bond funds which all earned A ratings on the BUSINESS WEEK Scoreboard. The best-performing of them was Calamos Growth & Income A, up 52.9% in 1999, and an average of 27.9% a year over the last five years.

With the help of the stock market, the convert funds trounced the other sorts of bond funds over the periods of one, three, and five years (table). The 31.9% total return earned last year was just a bit better than the average equity mutual fund (BW—Jan. 24). Emerging-markets bond funds looked smart last year, up 25.9%. But that was after two years of horrid returns. In fact, the three-year average annual return for these volatile funds is just 1.7%. For 1999, the average taxable bond fund earned just 1.3%. Tax-free funds were even worse, with returns of -3.5%.

All told, last year was the worst for bond funds since 1994. That's because interest rates have been on a steady climb since the October, 1998, lows set in the aftermath of the Russian-debt default and the near-collapse of Long-Term Capital Management. By the start of 1999, the 30-year long-term U.S. Treasury bond yielded 5.1%; the 10-year posted 4.6%. Neither was expected to move much higher.

The pundits were wrong. The U.S. economy strengthened as employment, consumer spending, and business investment kept climbing. The global economy also picked up, and many investors sold bonds and dollars to seek opportunities outside the U.S.—sending bonds reeling and interest rates higher.

TIGHTENING UP. While inflation was not—and is still not—a problem, the Federal Reserve starting raising short-term interest rates to try to cool the economy and prevent inflation from taking hold. The central bank raised short-term rates 0.75% in three quarter-point increments. By yearend, the 30-year Treasury yield was 6.49% and the 10-year, 6.44%. By Jan. 18, the yields on both were 6.74%.

And the Fed isn't done yet. The market has already figured on another quarter-point hike in early February and one in mid-March. And some bond-fund managers, such as Jeffrey A. Koch of

The Bond-Fund Averages

Rising interest rates took their toll on most bond funds

CATEGORY	AVERAGE ANNUAL TOTAL RETURN*		
	1999	1997-99	1995-99
CONVERTIBLES	31.9%	16.7%	17.5%
EMERGING MARKETS BOND	25.9	1.7	11.2
ULTRASHORT	4.7	5.2	5.6
HIGH-YIELD	4.3	5.5	9.3
MULTISECTOR	2.3	4.1	7.6
SHORT (GENERAL)	2.1	5.0	6.2
SHORT GOVERNMENT	1.6	4.7	5.9
MUNICIPAL SHORT	0.7	3.6	4.5
INTERMEDIATE GOVERNMENT	-1.2	4.8	6.7
INTERMEDIATE (GENERAL)	-1.2	4.9	6.9
MUNI. CALIF. INTERMEDIATE	-2.0	3.7	6.0
MUNI. NATIONAL INTERMEDIATE	-2.0	3.7	5.7
MUNI. N.Y. INTERMEDIATE	-2.5	3.6	5.7
MUNI. SINGLE-STATE INTERMEDIATE	-2.5	3.3	5.5
LONG (GENERAL)	-2.7	4.7	7.6
INTERNATIONAL BOND	-3.6	2.4	6.2
MUNI. SINGLE-STATE LONG	-4.3	3.3	5.9
MUNI. NATIONAL LONG	-4.5	3.3	6.0
MUNI. N.Y. LONG	-4.8	3.2	5.9
MUNI. CALIFORNIA LONG	-5.1	3.3	6.3
LONG GOVERNMENT	-8.0	5.1	7.7
TAXABLE BOND FUNDS	1.3	5.0	7.3
TAX-FREE BOND FUNDS	-3.5	3.4	5.8
ALL BOND FUNDS	-1.0	4.2	6.5

*Appreciation plus reinvestment of dividends and capital gains before taxes
DATA: MORNINGSTAR INC.

Yield Fund. Some of the A-list funds, mainly ones for munis, actually lost money last year. Still, what all have in common is a high amount of return relative to the risk they took with your money.

The A list also includes 10 convertible-bond funds, which posted the highest absolute returns of them all. That's because convertible bonds are linked in

the A-rated Strong Advantage Fund, think there could be a couple of more turns of the monetary screws this year before the central bank is done. "Long-term rates are attractive at current levels," Koch says, "but it may be a tad early to move into longer-term bonds." The current yield on Koch's fund, which holds, on average, A-rated bonds, is a

generous 6.9%. With a portfolio maturity of less than one year, there's little damage to be done if rates move higher.

Some big investors are starting to lengthen their portfolios in anticipation that interest rates are at or near a peak. "There's already a lot of bad news on inflation that's built into the current level of rates," says Ian A. MacKinnon,

who oversees bond fund management for Vanguard Group. "We've backed up nearly two percentage points from the low in interest rates, while the rise in inflation rate is less than half of that."

William H. Gross, who oversees some \$180 billion in fixed-income investments for PIMCO Advisors, also believes that, with long-term rates near 7%, bonds

The Bond Fund A-List

The 104 funds that earned A's—our rating for superior risk-adjusted returns over the past five years

FUND	AVERAGE ANNUAL TOTAL RETURN*	INVESTMENT CATEGORY	FUND	AVERAGE ANNUAL TOTAL RETURN*	INVESTMENT CATEGORY
AIM TAX-FREE INTERMEDIATE	5.4%	Muni. Short	LIMITED TERM N.Y. MUNICIPAL A	5.5%	Muni. Short
ALLIANCE MUNI. INCOME II VA. B**	7.8	Muni. S-S Long	MAINSTAY CONVERTIBLE B	15.2	Convertibles
AMERICAN CENTURY CALIF. HI-YLD. MUNI.	7.4	Muni. Calif. Long	MAINSTAY HIGH-YIELD CORP. BOND B	11.4	High-Yield
AMERICAN CENTURY CALIF. LTD. T/F INV.**	4.7	Muni. Short	MAS HIGH-YIELD INSTL.	13.0	High-Yield
AMERICAN CENTURY FLA. INTM. MUNI. INV**	6.2	Muni. S-S Interm.	MERRILL LYNCH MUNI. LTD. MAT. D**	4.0	Muni. Short
AMERICAN HIGH-INCOME MUNI. BOND	7.5	Muni. Ntl. Interm.	MERRILL LYNCH SR. FLOATING RATE	6.1	Ultrashort
ASSET MGMT. ADJUSTABLE RATE	6.4	Ultrashort	MONTEREY PIA SHORT-TERM GOVT.**	6.2	Ultrashort
BERNSTEIN CALIF. MUNICIPAL	5.7	Muni. Calif. Interm.	MONTGOMERY SHORT DUR. GOVT. BD. R	6.7	Short Government
BERNSTEIN DIVERSIFIED MUNI.	5.5	Muni. Ntl. Interm.	MORGAN GRENPELL MUNICIPAL BOND	6.2	Muni. Ntl. Interm.
BERNSTEIN SHORT DUR. CALIF. MUNI.**	3.9	Muni. Short	MSDW PRIME INCOME TRUST	7.4	Ultrashort
BERNSTEIN SHORT DUR. DIVERS. MUNI.**	4.0	Muni. Short	MSDW SHORT-TERM BOND	6.5	Short (Gen.)
BERNSTEIN SHORT DUR. N.Y. MUNI.**	3.8	Muni. Short	NATIONS CAPITAL INCOME INV. A**	19.6	Convertibles
BERNSTEIN SHORT DURATION PLUS	5.9	Short (Gen.)	NATIONS SHORT-TERM MUNI. INV. A**	4.7	Muni. Short
CALAMOS CONVERTIBLE A**	22.3	Convertibles	PAYDEN & RYSEL SHORT DUR. TAX-EX. R**	4.1	Muni. Short
CALAMOS GROWTH & INCOME A**	27.9	Convertibles	PILGRIM CONVERTIBLE C	25.8	Convertibles
CALAMOS STRATEGIC INCOME A**	12.0	Convertibles	PIMCO FOREIGN BOND INSTL.	12.0	International
CALVERT INCOME A	10.2	Intermediate (Gen.)	PIMCO HIGH-YIELD INSTL.	10.8	High-Yield
CALVERT TAX-FREE RES. LIMITED-TERM A	4.1	Muni. Short	PIMCO LOW DURATION INSTL.	7.3	Short (Gen.)
COLORADO BONDSHARES**	7.3	Muni. S-S Interm.	PIMCO SHORT-TERM INSTL.	6.7	Ultrashort
COLUMBIA HIGH-YIELD**	11.1	High-Yield	SCHWAB CALIF. SHORT-INTRM. TAX-FREE**	5.0	Muni. Short
COUNTRYWIDE ADJ. RATE U.S. GOVT.**	5.7	Ultrashort	SCUDDER HIGH-YIELD TAX-FREE	7.7	Muni. Ntl. Long
DAVIS CONVERTIBLE SECURITIES A	18.5	Convertibles	SCUDDER LIMITED-TERM TAX-FREE**	4.9	Muni. Short
DELAWARE NATIONAL HIGH-YIELD MUNI. A**	6.7	Muni. Ntl. Interm.	SEI DAILY CORP. DAILY INCOME A	6.0	Short (Gen.)
DREYFUS CORE BOND	9.4	Multisector	SEI TAX-EXEMPT PENN. MUNI. BOND A**	5.6	Muni. S-S Interm.
DREYFUS SHORT-INTERM. MUNI. BD	4.6	Muni. Short	SIT MINN. TAX-FREE INCOME	5.5	Muni. S-S Interm.
DREYFUS SHORT-TERM INCOME	7.2	Short (Gen.)	SIT TAX-FREE INCOME	6.0	Muni. Ntl. Interm.
DUPREE KY. TAX-FREE INCOME	5.9	Muni. S-S Interm.	SSGA YIELD PLUS	5.6	Ultrashort
DUPREE TENN. TAX-FREE INCOME**	7.3	Muni. S-S Long	STEIN ROE HIGH-YIELD MUNIS	6.7	Muni. Ntl. Long
DUPREE TENN. TAX-FREE SHORT-MED.**	4.4	Muni. Short	STRONG ADVANTAGE INV.	6.1	Ultrashort
EATON VANCE INCOME OF BOSTON A	12.0	High-Yield	STRONG SHORT-TERM BOND INV.	6.9	Short (Gen.)
ECLIPSE ULTRA SHORT-TERM INCOME**	6.0	Ultrashort	STRONG SHORT-TERM GLOBAL BOND INV.**	7.4	Multisector
EVERGREEN FLA. HIGH-INCOME MUNI. A	7.1	Muni. S-S Long	STRONG SHORT-TERM MUNI. BOND INV.	4.8	Muni. Short
EXCELSIOR SHORT-TERM TAX-EXEMPT**	4.3	Muni. Short	THORNBURG FLA. INTERM. MUNI. A**	5.5	Muni. S-S Interm.
FEDERATED LIMITED-TERM MUNI. A**	4.4	Muni. Short	THORNBURG LTD.-TERM MUNI. CALIF. C**	4.7	Muni. Short
FFTW LIMITED DURATION**	6.6	Short (Gen.)	THORNBURG LTD.-TERM NATL. A	4.9	Muni. Short
FFTW U.S. SHORT-TERM	5.2	Ultrashort	THORNBURG N.M. INTERM. MUNI. A	5.3	Muni. S-S Interm.
FFTW WORLDWIDE-HEDGED	8.9	International	T. ROWE PRICE MD. SHORT-TERM T/F**	4.3	Muni. Short
FIDELITY CONVERTIBLE SECURITIES	21.4	Convertibles	T. ROWE PRICE SUMMIT MUNI. INTERM.**	6.2	Muni. Ntl. Interm.
FIDELITY HIGH-INCOME	12.0	High-Yield	T. ROWE PRICE TAX-FREE SHORT-INTERM.	4.7	Muni. Short
FIDELITY SPARTAN INTERM. MUNI.	6.3	Muni. Ntl. Interm.	T. ROWE PRICE VA. SHORT-TERM T/F**	4.3	Muni. Short
FIDELITY SPARTAN SHORT-INTERM. MUNI.	4.8	Muni. Short	UNITED MUNICIPAL HIGH-INCOME A	7.2	Muni. Ntl. Long
FIRST AMERICAN LIMITED-TERM INCOME A**	5.8	Short (Gen.)	USAA TAX-EXEMPT INTERM.-TERM	6.4	Muni. Ntl. Interm.
FIRST HAWAII INTERMEDIATE MUNI.**	4.9	Muni. Short	USAA TAX-EXEMPT SHORT-TERM	5.0	Muni. Short
FRANKLIN CALIF. INTERM.-TERM TAX-FREE	6.7	Muni. Calif. Interm.	VALUE LINE CONVERTIBLE**	18.3	Convertibles
FRANKLIN HIGH YIELD TAX-FREE INCOME A	6.7	Muni. Ntl. Long	VAN KAMPEN HARBOR A	20.8	Convertibles
HARBOR SHORT DURATION	6.0	Short (Gen.)	VAN KAMPEN HIGH-YIELD MUNI. A	7.1	Muni. Ntl. Interm.
HOMESTEAD SHORT-TERM BOND	6.4	Short (Gen.)	VAN KAMPEN PRIME RATE INCOME	6.3	Ultrashort
HOTCHKIS & WILEY LOW DURATION	7.1	Short (Gen.)	VANGUARD CALIF. INS. INTERM. TAX-EXEMPT	6.3	Muni. Calif. Interm.
HOTCHKIS & WILEY SHORT-TERM INVST.**	6.1	Ultrashort	VANGUARD HIGH-YIELD CORP.	9.6	High-Yield
HOUGH FLA. TAX-FREE SHORT-TERM**	4.6	Muni. Short	VANGUARD LIMITED-TERM TAX-EXEMPT	4.8	Muni. Short
HUNTINGTON MORTGAGE SECURITIES INV.**	10.1	Interm. Government	VANGUARD SHORT-TERM CORP.	6.8	Short (Gen.)
JANUS FLEXIBLE INCOME	9.6	Multisector	VANGUARD SHORT-TERM TAX-EXEMPT	4.1	Muni. Short

*1995-99, appreciation plus reinvestment of dividends and capital gains before taxes

**More fund data on Business Week Online

DATA: MORNINGSTAR, INC.

Mutual Fund Scoreboard

are attractive. "That's a yield you would expect with a 3% inflation rate, and we don't have that," says Gross, who runs four of the funds on BUSINESS WEEK's A list. "In fact, we believe that the U.S. and global economies are in a disinflationary mode."

Better opportunities might be found in other sorts of bond funds, especially those that invest in tax-free bonds. They were especially bludgeoned last year, hurt both by rising rates and a glut of supply that came to market as issuers rushed to get their Y2K-funding needs met ahead of schedule. That supply was coming on line as investors were bailing out of the funds—some \$1 billion a week in net outflow in the latter part of the year, according to AMG Data Services, which tracks flows to funds.

BARGAIN MUNIS. The upshot is that many muni bonds are cheap, trading at 95% or so of the yield on the comparable taxable Treasury bond. With a dearth of supply this year, any incremental pickup in demand will send prices higher—and give muni funds a chance for some modest capital gains. In the meanwhile, yields aren't bad, either: about 5% for intermediate-term funds. To beat that with a taxable bond, an investor in the 31% tax bracket would need to earn 7.25% or more.

The only way to do that is in a high-yield fund—another sector under pressure from rising interest and default rates. That pushed yields on the bonds to between 9% and 11%, which makes them attractive relative to other taxables. Defaults? Not a problem for a fund with a good research capability. "As long as the economy is fairly healthy, high-yield does well," says Tom Sorveiro, portfolio manager of the top-rated Fidelity High-Income Fund.

Even if interest rates are peaking, neither Gross nor MacKinnon foresees a big bond rally. "Stocks rule the day," says Gross. "There's no bull market in bonds until investors start to lose interest in stocks." Most likely, says Gross, bond investors will earn a total return equal to the yield on their bonds. That may not sound like much, but after the drubbing bonds took in 1999, it will no doubt be a welcome relief.

By Jeffrey M. Laderman

BusinessWeek ONLINE

A greatly expanded, interactive version of this Scoreboard is available at www.businessweek.com.

It features nearly 1750 bond funds, more data for each than in the magazine, and several ways of searching for them.

The Best by Categories

Rating bond funds against their peers, we awarded A's to these funds

FUND	TOTAL RETURN*	FUND	TOTAL RETURN*
CONVERTIBLES		MUNICIPAL CALIF. LONG	
CALAMOS GROWTH & INCOME A**	27.9%	ALLIANCE MUNI. INCOME CALIF. A	8.2%
HIGH YIELD		AMERICAN CENT. CALIF. HI-YLD. MUNI.	7.4
COLUMBIA HIGH-YIELD**	11.1	USAA CALIF. BOND	7.5
MAINSTAY HIGH-YIELD CORP. BOND B	11.4	MUNICIPAL NATIONAL INTERM.	
MAS HIGH-YIELD INSTL.	13.0	AMERICAN HIGH-INCOME MUNI. BOND	7.5
PIMCO HIGH-YIELD INSTL.	10.8	FIDELITY SPARTAN INTERM. MUNI.	6.3
INTERMEDIATE (GENERAL)		MORGAN GRENFELL MUNI BOND	6.2
GALVERT INCOME A	10.2	SIT TAX-FREE INCOME	6.0
DREYFUS BASIC GNMA	7.6	VAN KAMPEN HIGH-YIELD MUNI. A	7.1
FEDERATED MANAGED INCOME SEL.**	7.5	MUNICIPAL NATIONAL LONG	
FPA NEW INCOME	7.3	FRANKLIN FEDERAL TAX-FREE INCOME A	6.2
HOTCHKIS & WILEY TOTAL RETURN	8.4	FRANKLIN HIGH YIELD TAX-FREE INCOME A	6.7
MAS FIXED-INCOME INSTL.	8.3	PAINWEBBER MUNI. HIGH-INC. A**	6.5
MAS SPECIAL PURPOSE F/I INSTL.	8.5	SCUDDER HIGH-YIELD TAX-FREE	7.7
MONETTA INTERMEDIATE BOND**	8.0	STEIN ROE HIGH-YIELD MUNIS	6.7
PIMCO TOTAL RETURN INSTL.	8.6	STRONG HIGH-YIELD MUNI. BOND	6.4
SMITH BREEDEN INTERM. DUR. GOVT.	7.5	T. ROWE PRICE SUMMIT MUNI. INCOME**	7.1
WARBURG PINCUS FIXED-INC. COMM.	7.2	UNITED MUNICIPAL HIGH-INCOME A	7.2
WEITZ FIXED-INCOME**	7.2	MUNICIPAL N.Y. INTERMEDIATE	
INTERMEDIATE GOVERNMENT		BERNSTEIN N.Y. MUNICIPAL	5.5
AMERICAN CENTURY GNMA INV.	7.3	MUNICIPAL N.Y. LONG	
ATLAS U.S. GOVT. & MORTGAGE A	6.8	ALLIANCE MUNI. INCOME N.Y. A	7.5
FIDELITY GINNIE MAE	7.5	USAA N.Y. BOND**	6.6
FRANKLIN STRATEGIC MORTGAGE**	8.0	MUNICIPAL SHORT	
HUNTINGTON MORTGAGE SECS. INV.**	10.1	DREYFUS SHORT-INTERM. MUNI. BOND	4.6
LEXINGTON GNMA INCOME	7.9	USAA TAX-EXEMPT SHORT-TERM	5.0
SEI DAILY GNMA A**	7.5	VANGUARD SHORT-TERM TAX-EXEMPT	4.1
VANGUARD GNMA	7.8	MUNI. SINGLE-STATE INTERM.	
INTERNATIONAL		AMERICAN CENT. FLA. INTRM. MUNI. INV.**	6.2
FFTW WORLDWIDE-HEDGED	8.9	COLORADO BONDSHARES**	7.3
GOLDMAN SACHS GLOBAL A	8.9	DUPREE KY. TAX-FREE INCOME	5.9
PAYDEN & RYSEL GLOBAL FIX.-INC. R	8.6	SEI TAX-EXEMPT PENN. MUNI. BOND A**	5.6
PIMCO FOREIGN BOND INSTL.	12.0	SIT MINN. TAX-FREE INCOME	5.5
LONG (GENERAL)		THORNBURG FLA. INTERM. MUNI. A**	5.5
STRONG CORPORATE BOND INV.	9.6	THORNBURG N.M. INTERM. MUNI. A	5.3
VANGUARD PREFERRED STOCK	9.2	MUNI. SINGLE-STATE LONG	
LONG GOVERNMENT		ALLIANCE MUNI. INCOME II ARIZ. A**	7.6
GALAXY II U.S. TREASURY INDEX RET.	7.1	ALLIANCE MUNI. INCOME II FLA. A**	8.0
MULTISECTOR		ALLIANCE MUNI. INCOME II MASS. A**	7.9
DREYFUS CORE BOND	9.4	ALLIANCE MUNI. INCOME II MICH. B**	7.7
STRONG SHORT-TERM GLOBAL BOND**	7.4	ALLIANCE MUNI. INCOME II OHIO B**	6.7
SHORT (GENERAL)		ALLIANCE MUNI. INCOME II PENN. A**	7.7
DREYFUS SHORT-TERM INCOME	7.2	ALLIANCE MUNI. INCOME II VA. B**	7.8
HOTCHKIS & WILEY LOW DURATION	7.1	DUPREE TENN. TAX-FREE INCOME**	7.3
PIMCO LOW DURATION INSTL.	7.3	EVERGREEN FLA. HIGH-INC. MUNI. A	7.1
SEI DAILY CORP. DAILY INCOME A	6.0	FIDELITY SPARTAN CONN. MUNI. INCOME	6.7
STRONG SHORT-TERM BOND INV.	6.9	FIDELITY SPARTAN FLA. MUNI. INCOME	6.8
SHORT GOVERNMENT		FIDELITY SPARTAN MD. MUNI. INCOME**	6.7
EVERGREEN GAP. PRES. & INCOME A**	5.9	FIDELITY SPARTAN MASS. MUNI. INCOME	6.7
MERRILL LYNCH ADJ. RATE SECS. B**	5.5	FIDELITY SPARTAN MINN. MUNI. INCOME	6.2
MONTGOMERY SHORT DUR. GOVT. BD. R	6.7	FIDELITY SPARTAN N.J. MUNI. INCOME	6.3
SEI DAILY SHORT-DUR. GOVT. A	6.4	FIDELITY SPARTAN PENN. MUNI. INCOME	6.5
ULTRASHORT		FRANKLIN P.R. TAX-FREE INCOME A	6.2
MSDW PRIME INCOME TRUST	7.4	SCUDDER MASS. TAX-FREE	6.7
MUNICIPAL CALIF. INTERM.		SCUDDER OHIO TAX-FREE**	6.6
VANGUARD CALIF. INS. INTERM. TAX-EX.	6.3	T. ROWE PRICE MD. TAX-FREE	6.2
		VANGUARD PENN. INS. LONG TAX-EXEMPT	6.3

*1995-99, appreciation plus reinvestment of dividends and capital gains before taxes

**More fund data on Business Week Online

DATA: MORNINGSTAR INC.