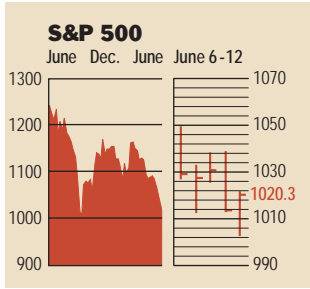


### Stocks



#### COMMENTARY

Investors took to the sidelines after Intel announced on June 6 that second-quarter revenue forecasts were too rosy. That news, coupled with uncertainty over corporate profits and unease over the Middle East, continued to hammer the major indexes down toward their September 21 lows. For the week, the Dow, the S&P 500, and Nasdaq fell 1.8%, 2.8%, and 4.8%, respectively.

Data: Bloomberg Financial Markets  
Reuters

U.S. MARKETS	June 12	% change		
		Week	Year to date	Last 12 months
S&P 500	1020.3	-2.8	-11.1	-18.8
Dow Jones Industrials	9617.7	-1.8	-4.0	-12.2
Nasdaq Composite	1519.1	-4.8	-22.1	-30.0
S&P MidCap 400	498.7	-3.1	-1.9	-4.9
S&P SmallCap 600	231.0	-2.3	-0.5	0.9
Wilshire 5000	9660.3	-2.7	-9.8	-16.9

SECTORS	June 12	% change		
		Week	Year to date	Last 12 months
BusinessWeek 50*	644.3	-1.7	-11.7	-26.1
BusinessWeek Info Tech 100**	318.0	-2.8	-24.2	-33.8
S&P/BARRA Growth	514.2	-3.0	-13.5	-17.8
S&P/BARRA Value	503.5	-2.6	-8.8	-20.1
S&P Energy	211.7	-1.1	0.2	-14.5
S&P Financials	338.6	-2.5	-4.7	-10.4
S&P REIT	101.0	0.0	8.1	9.1
S&P Transportation	201.8	2.1	2.5	0.6
S&P Utilities	124.7	-2.3	-14.5	-36.8
GSTI Internet	77.6	-4.0	-26.1	-42.7
PSE Technology	542.5	-5.2	-21.1	-28.3

\*Mar. 19, 1999 = 1000 \*\*Feb. 7, 2000 = 1000

BEST-PERFORMING GROUPS	Last month %	Last 12 months %	
		Month	Year
Systems Software	8.6	8.6	56.5
Managed Health-Care	8.5	8.5	55.7
Air Freight & Couriers	7.2	7.2	53.4
Genl. Merchandise Chains	6.9	6.9	46.5
Health-Care Facilities	6.5	6.5	34.2

GLOBAL MARKETS	June 12	% change		
		Week	Year to date	Last 12 months
S&P Euro Plus (U.S. Dollar)	998.9	-2.4	-7.7	-14.8
London (FT-SE 100)	4851.7	-2.8	-7.0	-16.6
Paris (CAC 40)	4004.8	-1.8	-13.4	-25.2
Frankfurt (DAX)	4510.2	-2.5	-12.6	-26.2
Tokyo (NIKKEI 225)	11,327.1	-2.9	7.4	-11.7
Hong Kong (Hang Seng)	11,148.0	-2.2	-2.2	-17.6
Toronto (TSE 300)	7359.6	-2.5	-4.3	-9.1
Mexico City (IPC)	6801.7	-2.5	6.7	0.1

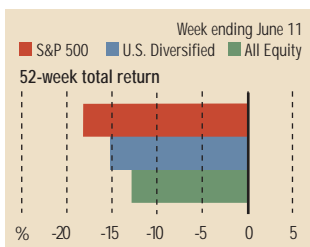
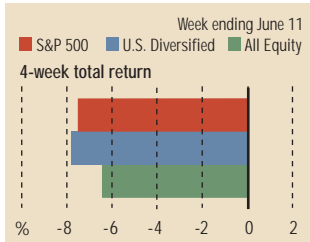
FUNDAMENTALS	June 11	Wk. ago	Yr. ago
S&P 500 P/E Ratio (Trailing 12 mos.)	42.2	42.5	29.4
S&P 500 P/E Ratio (Next 12 mos.)*	17.9	18.3	22.0
First Call Earnings Revision*	-0.50%	-0.39%	-3.67%

\*First Call Corp.

TECHNICAL INDICATORS	June 11	Wk. ago	Reading
Stocks above 200-day average	63.0%	66.0%	Neutral
Options: Put/call ratio	0.86	0.80	Positive
Insiders: Vickers NYSE Sell/buy ratio	3.88	4.10	Negative

WORST-PERFORMING GROUPS	Last month %	Last 12 months %	
		Month	Year
Multi-Utilities	-23.5	-23.5	-82.5
Advertising	-19.1	-19.1	-67.3
Wireless Services	-18.0	-18.0	-63.9
Gas Utilities	-17.0	-17.0	-56.0
Food Chains	-15.7	-15.7	-51.3

### Mutual Funds



Data: Standard & Poor's

### EQUITY FUND CATEGORIES

4-week total return %	%	52-week total return %	%
<b>Leaders</b>		<b>Leaders</b>	
Precious Metals	4.4	Precious Metals	64.8
Japan	3.7	Real Estate	15.3
Real Estate	2.0	Pacific/Asia ex-Japan	6.6
Diversified Pacific/Asia	0.8	Diversified Emerging Mkts.	5.7
<b>Laggards</b>		<b>Laggards</b>	
Technology	-15.2	Communications	-43.6
Health	-10.0	Technology	-42.1
Small-cap Growth	-9.8	Utilities	-26.6
Communications	-9.7	Large-cap Growth	-24.1

### EQUITY FUNDS

4-week total return %	%	52-week total return %	%
<b>Leaders</b>		<b>Leaders</b>	
ProFunds UltraShort OTC	37.7	U.S. Glob. Wld. Prec. Minis.	107.7
Rydex Dynamic Vent. 100	37.7	First Eagle SoGen Gold	103.2
U.S. Glob. Wld. Prec. Minis.	18.9	U.S. Global Investors Gold	99.0
Rydex Arktos Investor	17.9	Van Eck Intl. Invs. Gold A	90.8
<b>Laggards</b>		<b>Laggards</b>	
ProFunds UltraOTC Inv.	-29.9	ProFunds UltraOTC Inv.	-72.1
Black Oak Emerging Tech.	-28.3	Black Oak Emerging Tech.	-70.1
World GenomicsFund.com	-26.3	Van Wagoner Post Venture	-65.4
Conseco Science & Tech. A	-23.7	World GenomicsFund.com	-65.3

### Interest Rates

KEY RATES	June 12	Week ago	Year ago
MONEY MARKET FUNDS	1.51%	1.53%	4.08%
90-DAY TREASURY BILLS	1.72	1.74	3.54
2-YEAR TREASURY NOTES	3.03	3.14	4.08
10-YEAR TREASURY NOTES	4.96	5.05	5.26
30-YEAR TREASURY BONDS	5.54	5.66	5.66
30-YEAR FIXED MORTGAGE†	6.71	6.70	7.10

†BanxQuote, Inc.

BLOOMBERG MUNI YIELD EQUIVALENTS	10-yr. bond		30-yr. bond	
	June 12	Week ago	June 12	Week ago
GENERAL OBLIGATIONS	4.16%	4.16%	5.02%	5.02%
TAXABLE EQUIVALENT	5.94	5.94	7.17	7.17
INSURED REVENUE BONDS	4.36	4.36	5.21	5.21
TAXABLE EQUIVALENT	6.23	6.23	7.44	7.44

†Taxable equivalent yields on AAA-rated, tax-exempt municipal bonds, assuming a 30% federal tax rate.

**LEADING INDICATORS** *Thursday, June 20, 10 a.m. EDT* ► The Conference Board's May composite index of leading economic indicators probably inched up 0.2%, after falling 0.4% in April.

**FEDERAL BUDGET** *Thursday, June 20, 2 p.m. EDT* ► The U.S. Treasury most likely ran a \$70 billion deficit during May, compared with \$27.9 billion in May, 2001.

### THE WEEK AHEAD

**CONSUMER PRICE INDEX** *Tuesday, June 18, 8:30 a.m. EDT* ► Consumer prices for goods and services in May most likely grew by 0.2%, after a 0.5% increase in April. That's based on the median forecast of economists surveyed by Standard & Poor's MMS, a unit of The McGraw-Hill Companies. Excluding food and energy, May core prices probably rose 0.2% as well, after a 0.3% gain in April.

**NEW RESIDENTIAL CONSTRUCTION** *Tuesday, June 18, 8:30 a.m. EDT* ► Housing starts

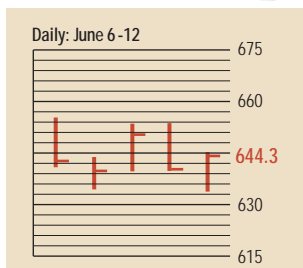
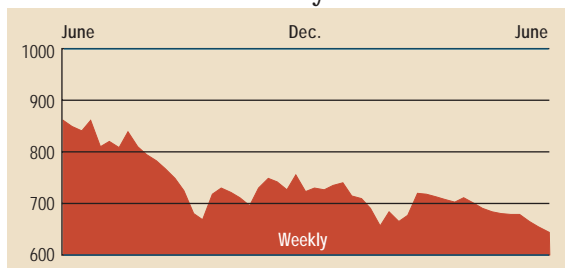
are expected to have climbed to an annual rate of 1.6 million units in May, after slipping to 1.56 million in April.

**CURRENT-ACCOUNT DEFICIT** *Thursday, June 20, 10 a.m. EDT* ► The U.S. current-account deficit probably swelled to \$107.9 billion in the first quarter. The fourth-quarter deficit stood at \$98.5 billion, unchanged from the third quarter.

**INTERNATIONAL TRADE** *Thursday, June 20, 8:30 a.m. EDT* ► The trade deficit is fore-

cast to have widened to \$32 billion in April, from \$31.6 billion in March.

## The BusinessWeek Fifty

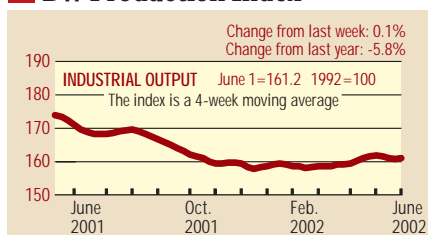


The BW 50 fell 1.7% for the week. Contributing largely to the decline was Tyco International, which plummeted 41.3%. Energy providers such as Dynegy, down 15.6%, and Calpine, down 11.0%, got hurt, too. The bright spot belonged to WellPoint Health Networks, which soared 10.5% after announcing it expects to beat analysts' yearend profit estimates. The upbeat forecast spurred rises in Tenet Healthcare, up 3.7%, and UnitedHealth Group, 5.7%.

### COMPANY PERFORMANCE

Rank	Company	% change Week	% change Since 3/1/02	Rank	Company	% change Week	% change Since 3/1/02
1	Johnson & Johnson	-4.0	-6.0	26	Tenet Healthcare	3.7	31.8
2	Freddie Mac	-0.6	0.6	27	Household International	0.6	1.9
3	Pfizer	-0.1	-14.5	28	WellPoint Health Networks	10.5	39.0
4	MBNA	-7.1	-4.5	29	Washington Mutual	-0.4	15.0
5	Phillip Morris	-2.1	6.7	30	Duke Energy	-3.8	-14.6
6	KLA-Tencor	-5.6	-15.2	31	Kohl's	-0.7	10.1
7	Fannie Mae	-2.0	-1.5	32	Bed Bath & Beyond	-1.4	5.9
8	Lowe's	0.1	5.0	33	Cardinal Health	-2.4	-6.2
9	Best Buy	-2.0	-3.9	34	Centex	3.1	-8.1
10	AmerisourceBergen	4.4	16.1	35	American Electric Power	0.4	-6.3
11	UnitedHealth Group	5.7	33.9	36	Golden West Financial	-0.5	9.3
12	Exelon	0.6	7.9	37	Stryker	-1.5	-14.5
13	Home Depot	-6.1	-23.9	38	Harley-Davidson	-0.6	2.3
14	Wal-Mart Stores	6.1	-6.0	39	PepsiCo	-0.7	2.3
15	Dynegy	-15.6	-71.1	40	Merck	-5.4	-15.2
16	General Dynamics	4.4	13.7	41	Apache	-0.8	1.1
17	Phillips Petroleum	-0.8	-5.8	42	Amerada Hess	-2.7	12.5
18	Forest Laboratories	-2.1	-11.7	43	KB Home	0.2	13.3
19	Block (H&R)	5.5	-7.3	44	First Data	4.2	0.7
20	Calpine	-11.0	5.6	45	Tyco International	-41.3	-65.1
21	Occidental Petroleum	-2.4	8.3	46	International Game Technology	-3.8	-13.1
22	Sysco	-4.2	-9.8	47	Capital One Financial	-5.7	15.7
23	Pulte Homes	0.9	2.4	48	Electronic Data Systems	-5.6	-16.5
24	Marathon Oil	-2.6	-5.8	49	Nabors Industries	-6.2	3.8
25	Citigroup	-2.7	-9.0	50	Xcel Energy	-4.9	-15.0

## BW Production Index



The production index showed a small gain during the latest week. Before calculation of the four-week moving average, the index moved up to 162 from 160.9. On a seasonally adjusted basis, electric power showed the largest jump, followed by large gains in crude-oil refining and coal. Auto and truck production posted moderate increases during the holiday-shortened week. Lumber output fell the furthest, with smaller declines in both steel and rail-freight traffic.

Information on each of the index components is at [www.businessweek.com](http://www.businessweek.com). BW production index Copyright 2002 by The McGraw-Hill Companies

## Online Resources

**BW 50** Track the index and the companies in it all day long. Plus: our exclusive Info Tech 100 index.

**BUSINESSWEEK INVESTING** Real-time market coverage and investment tools in partnership with Standard & Poor's.

**MUTUAL FUNDS** Search for funds, view BW ratings, and read Q&A's with fund managers.

**COLUMNS** Hot stocks, takeover plays, and the latest strategies for managing your money.

**BusinessWeek online**

For more investment data and the components of the production index, visit [www.businessweek.com](http://www.businessweek.com).