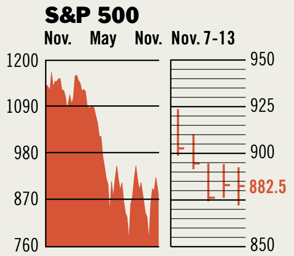
STOCKS



COMMENTARY

Federal Reserve Chairman Alan Greenspan's Nov. 13 testimony before Congress capped a concerted effort by Federal Reserve officials to talk up the U.S. economy in the face of dwindling monetary ammo. Trouble is, investors can't shake off the gloom. The S&P 500 fell four out of five days, with the worst drop coming on Nov. 11, Veterans' Day, on below-average volume.

Data: Bloomberg Financial Markets (Reuters)

U.S. MARKETS	NOV. 13	% CHANGE WEEK	% CHANGE YEAR TO DATE	% CHANGE LAST 12 MONTHS
S&P 500	882.5	–4.5	–23.1	–22.5
Dow Jones Industrials	8398.5	–4.2	–16.2	–13.9
NASDAQ Composite	1361.3	–4.1	–30.2	–28.1
S&P MidCap 400	418.8	–4.6	–17.6	–12.7
S&P SmallCap 600	192.5	–4.1	–17.1	–9.4
Wilshire 5000	8330.8	–4.3	–22.2	–20.5
SECTORS				
BusinessWeek 50*	554.6	–4.5	–24	–26.3
BusinessWeek Info Tech 100**	291.0	–3.8	–30.6	–29.1
S&P/BARRA Growth	459.9	–3.6	–22.7	–22.0
S&P/BARRA Value	419.5	–5.4	–24.0	–23.6
S&P Energy	174.2	–5.6	–17.5	–19.0
S&P Financials	296.7	–4.6	–16.5	–15.6
S&P REIT	88.2	–2.2	–5.6	–2.4
S&P Transportation	169.6	–3.0	–13.9	–8.4
S&P Utilities	88.6	–9.2	–39.2	–43.6
GSTI Internet	78.0	–6.0	–25.7	–19.8
PSE Technology	458.9	–5.4	–33.3	–31.4

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

GLOBAL MARKETS	NOV. 13	% CHANGE WEEK	% CHANGE YEAR TO DATE	% CHANGE LAST 12 MONTHS
S&P Euro Plus (U.S. Dollar)	827.7	–3.7	–23.5	–21.1
London (FT–SE 100)	4029.4	–1.8	–22.8	–23.1
Paris (CAC 40)	3034.8	–5.5	–34.4	–33.7
Frankfurt (DAX)	3066.4	–7.0	–40.6	–38.1
Tokyo (NIKKEI 225)	8438.5	–5.8	–20.0	–16.3
Hong Kong (Hang Seng)	9616.6	–1.6	–15.6	–12.2
Toronto (S&P/TSX Composite)	6301.8	–2.1	–18.0	–14.0
Mexico City (IPC)	5813.4	–4.1	–8.8	2.6

FUNDAMENTALS	NOV. 12	WK. AGO	YR. AGO
S&P 500 Dividend Yield	1.78%	1.72%	1.37%
S&P 500 P/E Ratio (Trailing 12 mos.)	28.8	29.8	45.2
S&P 500 P/E Ratio (Next 12 mos.)*	16.0	16.6	21.7
First Call Earnings Revision*	–2.43%	–2.82%	–6.55%

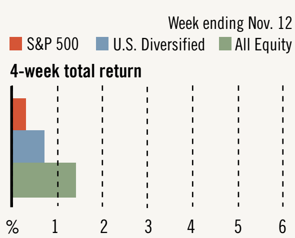
*First Call Corp.

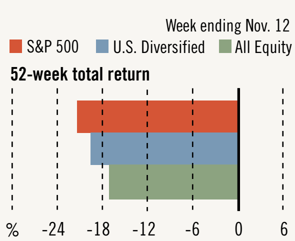
TECHNICAL INDICATORS	NOV. 12	WK. AGO	READING
S&P 500 200–day average	994.5	1000.2	Negative
Stocks above 200–day average	21.0%	24.0%	Positive
Options: Put/call ratio	0.79	0.72	Positive
Insiders: Vickers NYSE Sell/buy ratio	1.57	1.58	Positive

BEST-PERFORMING GROUPS	LAST MONTH %		LAST 12 MONTHS %
Wireless Services	66.5	Metal & Glass Containers	32.8
Office Electronics	47.4	Photographic Products	27.6
Employment Services	30.6	Casinos	22.6
Networking Equipment	30.2	Food Wholesalers	19.8
Computer Stge. & Perphs.	27.9	Housewares & Specialties	16.3

WORST-PERFORMING GROUPS	LAST MONTH%		LAST 12 MONTHS %
Health-Care Facilities	–37.3	Multi-Utilities	–83.6
Tires & Rubber	–14.2	Telecomms. Equipment	–60.5
Commercial Printing	–12.2	IT Consulting	–60.2
Managed Health Care	–8.9	Wireless Services	–56.2
Food Chains	–8.9	Instrumentation	–54.6

MUTUAL FUNDS





Data: Standard & Poor's

EQUITY FUND CATEGORIES

4-WEEK TOTAL RETURN	%	52-WEEK TOTAL RETURN	%
LEADERS		**LEADERS**	
Precious Metals	9.0	Precious Metals	55.6
Technology	8.0	Real Estate	6.1
Communications	7.9	Pacific/Asia ex-Japan	2.5
Diversified Emerging Mkts.	6.1	Diversified Emerging Mkts.	1.7
LAGGARDS		**LAGGARDS**	
Natural Resources	–1.6	Technology	–40.0
Japan	–1.4	Communications	–39.2
Health	–0.8	Utilities	–29.4
Financial	–0.6	Health	–26.1

EQUITY FUNDS

4-WEEK TOTAL RETURN	%	52-WEEK TOTAL RETURN	%
LEADERS		**LEADERS**	
American Heritage	42.9	First Eagle SoGen Gold	86.2
Jacob Internet	32.1	Tocqueville Gold	72.7
Van Wagoner Emerging Gr.	21.4	Monterey OCM Gold	71.6
Frontier Equity	21.1	Gabelli Gold	71.6
LAGGARDS		**LAGGARDS**	
Fidelity Sel. Medical Del.	–25.4	ProFunds UltraOTC Inv.	–68.4
ProFunds UltraShort OTC	–13.7	Rydex Dynam. Velocity 100	–67.4
Rydex Dynam. Venture 100	–13.6	ProFunds UltraSemicondtr.	–67.2
CGM Capital Development	–13.0	Black Oak Emerging Tech.	–64.7

INTEREST RATES

KEY RATES	NOV. 13	WEEK AGO	YEAR AGO
MONEY MARKET FUNDS	1.28%	1.34%	2.34%
90–DAY TREASURY BILLS	1.20	1.22	1.86
2–YEAR TREASURY NOTES	1.73	1.83	2.68
10–YEAR TREASURY NOTES	3.84	4.03	4.52
30–YEAR TREASURY BONDS	4.79	5.06	5.02
30–YEAR FIXED MORTGAGE†	5.93	6.14	6.47

†BanxQuote, Inc.

BLOOMBERG MUNI YIELD EQUIVALENTS

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

	10-YR. BOND	30-YR. BOND
GENERAL OBLIGATIONS	3.68%	4.72%
TAXABLE EQUIVALENT	5.26	6.74
INSURED REVENUE BONDS	3.80	4.97
TAXABLE EQUIVALENT	5.43	7.10

THE WEEK AHEAD

CONSUMER PRICE INDEX *Tuesday, Nov. 19, 8:30 a.m. EST* ▶ Consumer prices for goods and services are forecast to have increased by 0.2% in October, following a 0.2% rise in September. That's according to the median forecast of economists surveyed by MMS International. Excluding the food and energy components, core inflation probably grew by a similar 0.2%, after a 0.1% gain in September.

INTERNATIONAL TRADE *Tuesday, Nov. 19, 8:30 a.m. EST* ▶ The foreign trade deficit most likely narrowed to $37.7 billion in September, after hitting a record level of $38.5 billion during August.

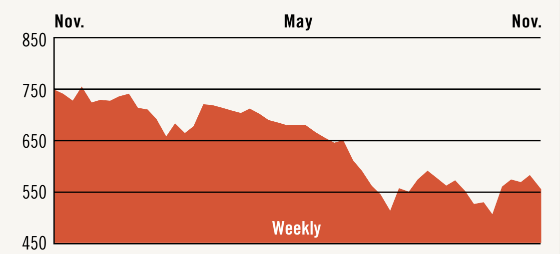
NEW RESIDENTIAL CONSTRUCTION *Wednesday, Nov. 20, 8:30 a.m. EST* ▶ Housing starts during October probably slowed to an annual rate of 1.72 million, after climbing to 1.84 million in September.

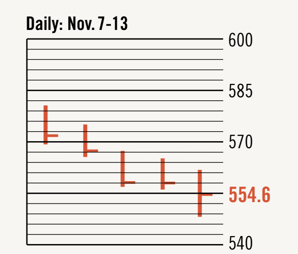
LEADING INDICATORS *Thursday, Nov. 21, 10 a.m. EST* ▶ The Conference Board's index of leading indicators is expected to have slipped 0.1% in October. The index has been gradually falling since May.

FEDERAL BUDGET *Thursday, Nov. 21, 2 p.m. EST* ▶ The federal government will probably report a deficit for October of $40 billion. The deficit for fiscal year 2002, ended on Sept. 30, totaled $158.5 billion. With government spending set to rise, a rebound in tax revenues unlikely, and the possibility of war with Iraq, the deficit for FY 2003 will most likely exceed last year's total.

CHARTS BY LAUREL DAUNIS-ALLEN/BW

THE BUSINESSWEEK FIFTY



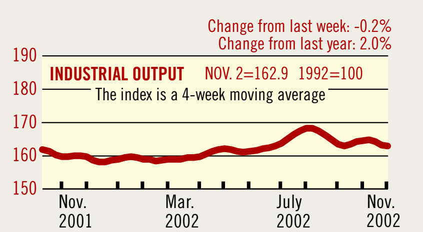


THE BW 50 fell 4.5% for the week as 45 out of the 50 stocks posted declines. Leading the losers was Tenet Healthcare, sinking 43.7%, as its COO and CFO departed after a Medicare audit and a separate probe into whether doctors had performed unnecessary procedures. H&R Block fell 25.0% on questions concerning its mortgage business. Investors flocked to Wal-Mart, up 1.2% for the week, on news that its net income rose 23%.

COMPANY PERFORMANCE

RANK	COMPANY	% CHANGE WEEK	% CHANGE SINCE 3/1/02
1	Johnson & Johnson	–0.6	–1.6
2	Freddie Mac	–8.0	–9.1
3	Pfizer	–3.1	–20.4
4	MBNA	–5.8	–12.0
5	Philip Morris	–10.5	–27.4
6	KLA-Tencor	–9.3	–38.8
7	Fannie Mae	–5.7	–17.8
8	Lowe's	–3.2	–10.9
9	Best Buy	–3.3	–57.6
10	AmerisourceBergen	–6.9	–1.8
11	UnitedHealth Group	–4.6	24.4
12	Exelon	–5.5	0.8
13	Home Depot	–4.8	–46.1
14	Wal-Mart Stores	1.2	–11.3
15	Dynegy	7.9	–96.8
16	General Dynamics	–3.7	–13.1
17	ConocoPhillips	–4.9	–21.2
18	Forest Laboratories	0.1	27.3
19	Block (H&R)	–25.0	–39.1
20	Calpine	–11.4	–56.5
21	Occidental Petroleum	–5.1	–0.3
22	Sysco	0.0	7.8
23	Pulte Homes	–10.0	–17.4
24	Marathon Oil	–2.7	–25.8
25	Citigroup	–7.6	–17.5
26	Tenet Healthcare	–43.7	–61.6
27	Household International	–10.0	–56.4
28	WellPoint Health Networks	–3.2	24.0
29	Washington Mutual	–5.0	6.1
30	Duke Energy	–15.0	–47.3
31	Kohl's	1.6	–10.0
32	Bed Bath & Beyond	–3.6	1.3
33	Cardinal Health	–3.1	2.6
34	Centex	–9.0	–25.3
35	American Electric Power	–9.1	–40.7
36	Golden West Financial	–3.2	5.6
37	Stryker	–2.2	5.3
38	Harley-Davidson	–8.3	–4.4
39	PepsiCo	–0.3	–14.0
40	Merck	–5.7	–13.9
41	Apache	–8.2	–5.2
42	Amerada Hess	–1.0	–26.0
43	KB Home	–9.4	–2.2
44	First Data	–7.5	–15.8
45	Tyco International	–5.6	–48.4
46	International Game Technology	–0.3	11.3
47	Capital One Financial	–14.8	–42.8
48	Electronic Data Systems	–14.9	–75.8
49	Nabors Industries	–11.5	–3.0
50	Xcel Energy	–19.1	–61.6

BW PRODUCTION INDEX



The production index inched a little lower. Before calculation of the moving average, however, the index rose from 162.3 to 162.8. After seasonal adjustments, steel slipped the furthest. Still, tariffs and fewer domestic producers are opening the way for price increases in long-term auto industry supply contracts. Output of trucks, coal, and rail-freight traffic were also lower. Autos, electric power production, and crude oil refining were higher. Lumber remained nearly unchanged.

Information on each of the index components is at www.businessweek.com

ONLINE RESOURCES

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

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For more investment data and the components of the production index, visit **www.businessweek.com**