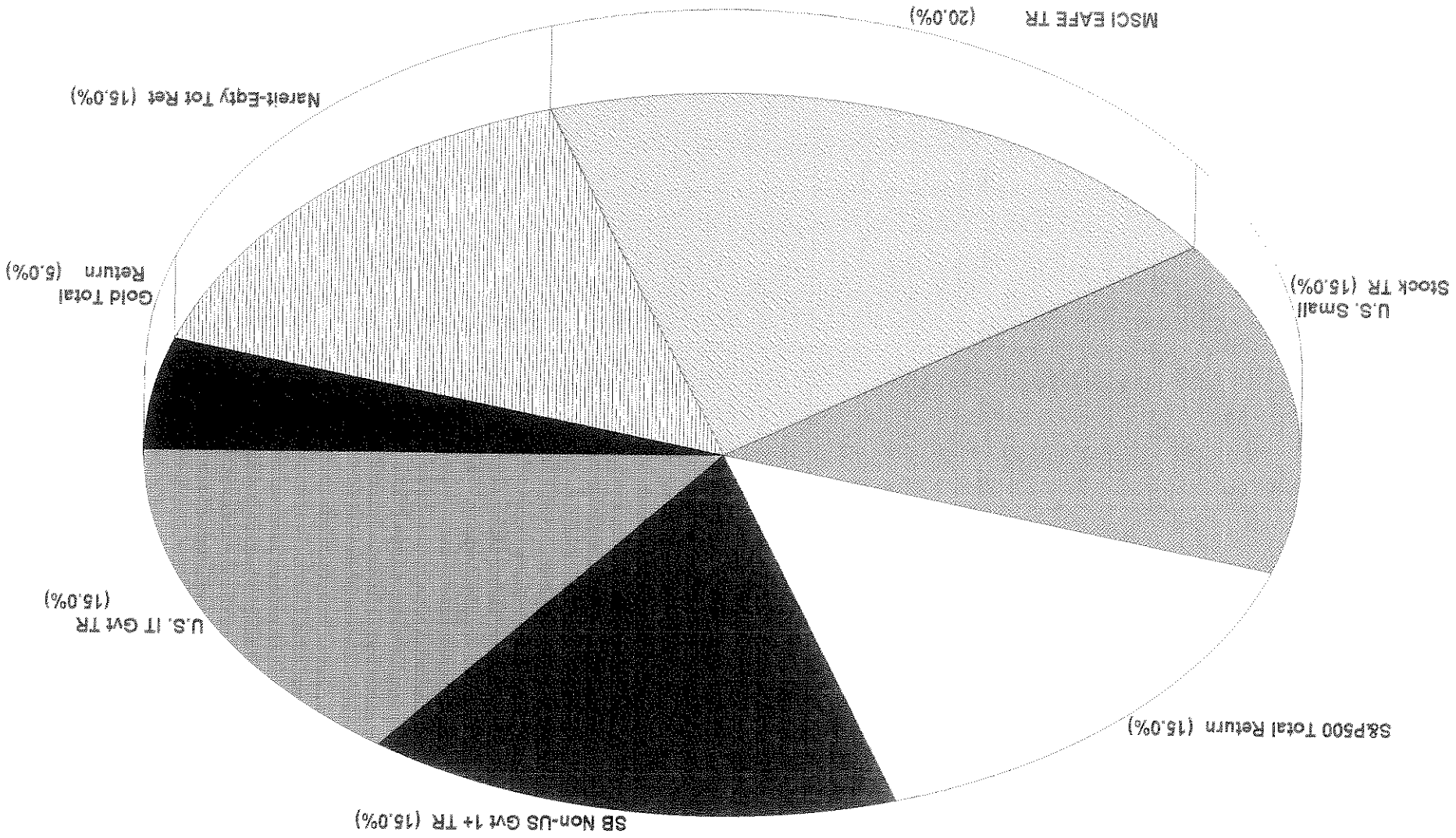


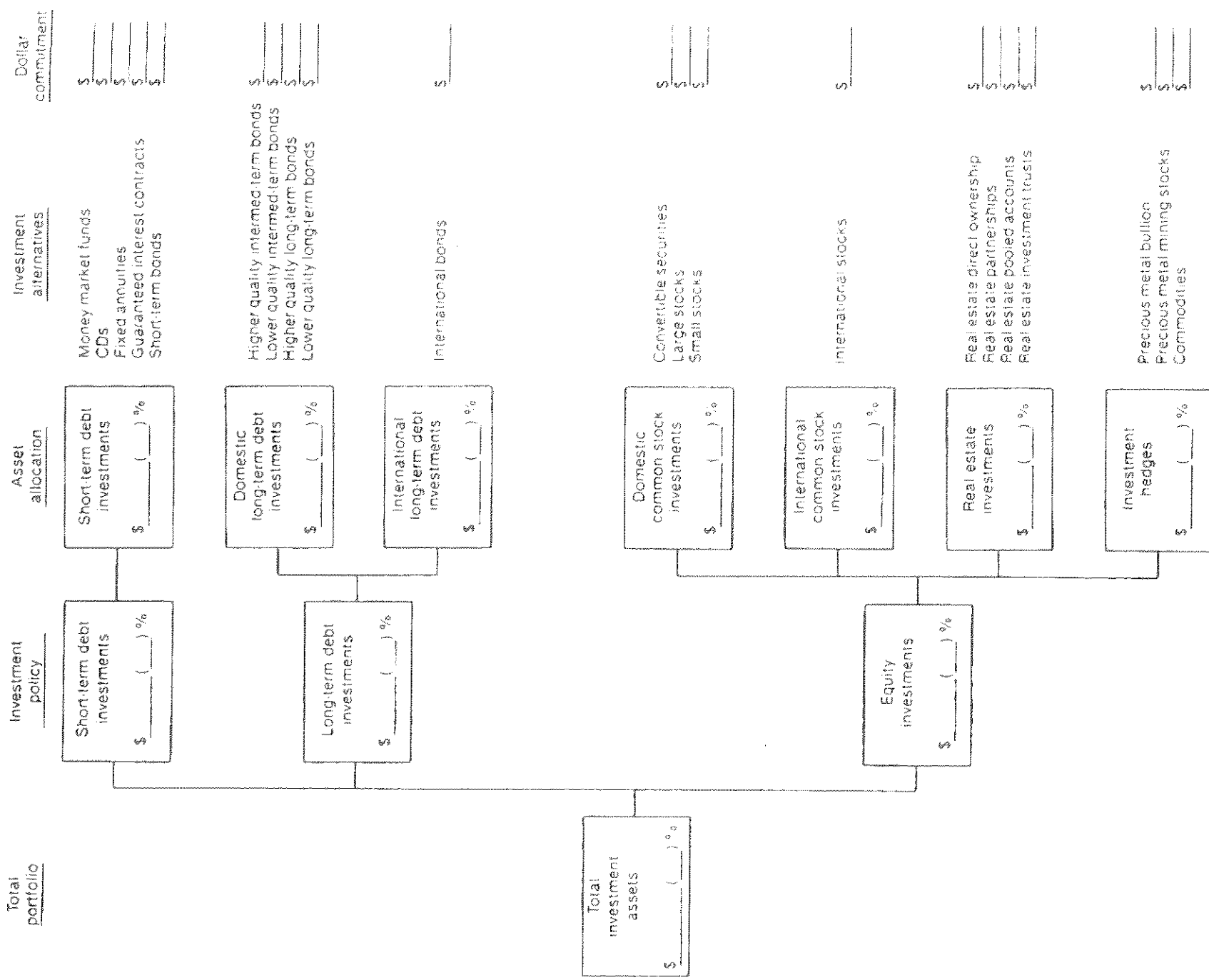
Risk Level 15

	Risk Level 15
U.S.(30Day) TBill TR	0.0000
U.S. IT Gvt TR	15.0000
U.S. LT Gvt TR	0.0000
U.S. LT Corp Bnd TR	0.0000
LB Mortgage TR	0.0000
SB Non-US Gvt 1+ TR	15.0000
S&P500 Total Return	15.0000
U.S. Small Stock TR	15.0000
MSCI EAFE TR	20.0000
Nareit-Eqty Tot Ret	15.0000
Gold Total Return	5.0000
Exp Return	11.3625
std Dev	14.9028

Risk Level 15



Investment Portfolio Asset Allocation



I have included two more charts for your information. They are both very useful in judging the risk of the portfolio for specific time periods.

Return Percentiles

The return percentiles graph shows percentiles of compound returns over the entire range of one to twenty year horizons in graphical form. This type of graph is sometimes called a "trumpet" graph because the high and low percentile curves taken together make the shape of a trumpet. The "mouthpiece" of the trumpet is on the right side of the graph because for long time horizons, all percentiles converge to the median (50th percentile).¹

Wealth Percentiles

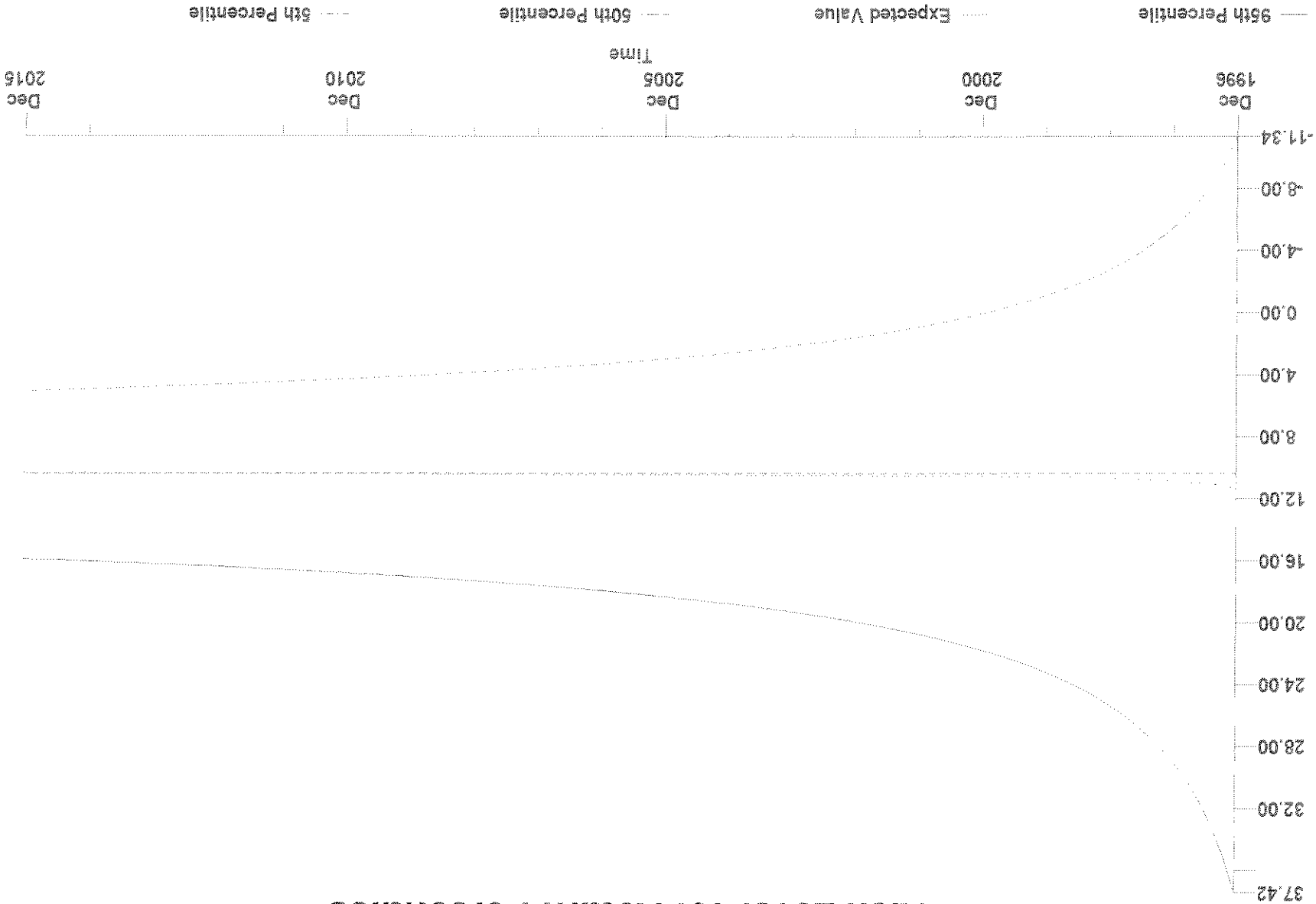
The wealth percentiles graph shows percentiles of cumulative wealth over the entire range of zero to twenty year time horizons, along with the back history of the portfolio's performance. The past and forecasted (future) values on the graph are connected by setting the wealth index to 100 dollars at the end of 1993. The past index values show how much wealth one would have had to hold in the portfolio in order to have 100 dollars at the end of 1993; the percentiles of future value show the probability distribution of future growth of a dollar invested in Portfolio A. This type of graph is sometimes called a "tulip" graph because of its overall shape.²

1 Ibbotson Associates' CORR Optimizer PT Software User's Guide, Chicago, IL, 1994, p.209.

2 Ibbotson Associates' CORR Optimizer PT Software User's Guide, Chicago, IL, 1994, p. 209.

Risk Level 15: Return Percentiles

Compound Annual Return (%)



Risk Level 15: Wealth Percentiles

