

Don't let the markets run your portfolio

The performance of different assets classes can vary from year to year.
(Calendar-year returns in Canadian dollars)

1995	1996	1997	1998	1999	2000	2001	2002	2003	2004
S&P 500 ¹ 33.9%	NB Small Cap 28.7%	S&P 500 39.2%	S&P 500 38.3%	S&P/TSX 31.7%	SC Universe Bond 10.2%	Russell 2000 8.8%	SC Universe Bond 8.7%	NB Small Cap 42.7%	S&P/TSX 14.5%
Russell 2000 ² 24.9%	S&P/TSX 28.4%	Russell 2000 27.7%	MSCI EAFE 28.4%	NB Small Cap 20.3%	S&P/TSX 7.4%	SC Universe Bond 8.1%	Real Estate 4.1%	S&P/TSX 26.7%	NB Small Cap 14.1%
SC Universe Bond ³ 20.7%	S&P 500 23.4%	S&P/TSX 15.0%	SC Universe Bond 9.2%	MSCI EAFE 20.1%	NB Small Cap 7.3%	Real Estate 2.5%	NB Small Cap -0.9%	Russell 2000 20.5%	MSCI EAFE 12.4%
S&P/TSX ⁴ 14.8%	Russell 2000 16.9%	SC Universe Bond 9.6%	Russell 2000 4.8%	Russell 2000 14.4%	Real Estate 2.6%	NB Small Cap 3.4%	S&P/TSX -12.4%	MSCI EAFE 13.9%	Russell 2000 10.2%
NB Small Cap ⁵ 13.9%	SC Universe Bond 12.3%	NB Small Cap 7.0%	Real Estate 0.9%	S&P 500 14.2%	Russell 2000 0.8%	S&P 500 -6.5%	MSCI EAFE -16.4%	SC Universe Bond 6.7%	SC Universe Bond 7.2%
MSCI EAFE ⁶ 8.6%	MSCI EAFE 6.7%	MSCI EAFE 6.4%	S&P/TSX -1.6%	Real Estate 0.9%	S&P 500 -5.5%	S&P/TSX -12.6%	Russell 2000 -21.1%	S&P 500 5.3%	Real Estate 5.2%
Real Estate ⁷ -0.9%	Real Estate -2.1%	Real Estate 0.9%	NB Small Cap -17.9%	SC Universe Bond -1.1%	MSCI EAFE -10.6%	MSCI EAFE -16.3%	S&P 500 -22.7%	Real Estate 4.7%	S&P 500 3.3%

Legend	Represents
1 = S&P 500 Composite Index Total Return (Cdn\$)	Large-cap U.S. stock returns
2 = Russell 2000 Index (Cdn\$)	Mid- to small-cap U.S. stock returns
3 = Scotia Capital Universe Bond Index Total Return	Canadian bonds returns
4 = S&P/TSX Index Total Return	Canadian large- to mid-cap stock returns
5 = BMO Nesbitt Burns Small Cap Index (weighted)	Canadian small-cap stock returns
6 = MSCI Europe, Asia and Far East Index (Cdn\$)	European, Asian and Far East stock returns
7 = New housing prices	Residential Real Estate Value [▲]

Source: Globe HySales and AGF Management Limited

[▲]Source: Clayton Research based on data from Statistics Canada and CMHC. Note: 2004 data to September only.



Let's compare:

There are many ways to judge the performance of an asset class.
Which measurements are most important to you?

Performance Score Card For the period December 1994 to December 2004	S&P 500	Russell 2000	Scotia Capital Universe Bond	S&P/TSX	NB Small Cap	MSCI EAFE	Real Estate[▲]
Average annual return	10.4%	9.8%	9.0%	10.1%	10.7%	4.3%	1.9%
Cumulative return	168.2%	155.4%	137.4%	161.4%	177.3%	52.9%	20.0%
Standard deviation	14.6%	18.3%	4.4%	16.9%	17.7%	13.9%	2.4%
Years made money	7 out of 10	9 out of 10	9 out of 10	8 out of 10	8 out of 10	7 out of 10	8 out of 10
Years lost money	3 out of 10	1 out of 10	1 out of 10	3 out of 10	2 out of 10	3 out of 10	2 out of 10
Highest annual return	39.2%	27.7%	20.7%	31.7%	42.7%	28.4%	4.1%
Lowest annual return	-22.7%	-21.1%	-1.1%	-12.6%	-17.9%	-16.4%	-2.1%
Number of years as top performer	3	1	2	2	2	0	0
Number of years as worst performer	3	0	1	0	1	5	4

Source: Globe HySales and AGF Management Limited

▲Source: Clayton Research based on data from Statistics Canada and CMHC. Note: 2004 data to September only. Standard deviation based on annual returns.

The rates of return are for illustrative purposes only and should not be interpreted as a guarantee of future rates of return. All returns are in Canadian dollars.

