

Open-end Funds**Bond Funds Continue to Dominate Flows**

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Investors continued to pour money back into U.S. open-end mutual funds in October, but a clear divide between stocks and bonds remains. For the year through October 2009, total long-term inflows reached \$314 billion, far surpassing the \$154 billion that investors pulled out in 2008. Yet most of the money that was drawn out last year exited equity funds and the vast majority of money flowing back in this year has gone to bond funds.

That money has come from somewhere. Yields close to zero and a roaring market rebound have driven investors out of money market funds. After reaching a high of \$3.6 trillion in January 2009, outflows for the past nine months have brought the total down to \$3.2 trillion.

October marked a subtle but important shift for equity flows. International equities continued to bring in assets as the year-to-date flows totaled over \$15 billion. The group, which was bolstered by flows into world-allocation and diversified emerging-markets funds, gathered \$5 billion in assets. Improved performance is a likely catalyst. For 2009 through October, Morningstar's diversified emerging-markets category has been the top performer with an average gain of 69%.

Domestic-equity funds, however, are being met with a very different fate. U.S. equity funds saw outflows gain steam with \$8.1 billion exiting the asset class in October. That marks the second month in a row that U.S. stock funds saw a drop in assets and the fourth month of outflows this year. As a result, U.S. equity year-to-date flows are back in the red. Large-growth and large-value funds showed the largest declines this month.

Estimated Net Flows \$Mil	Oct 2009	YTD 2009	2008
U.S. Stock	(8,120)	(4,434)	(96,434)
International Stock	5,146	16,139	(70,213)
Balanced	(216)	(6,214)	(25,905)
Taxable Bond	35,637	233,717	27,100
Municipal Bond	6,242	62,944	7,335
Alternative	1,694	11,935	3,901
Total	40,382	314,088	(154,215)

DFA Rakes It In

Dimensional Fund Advisors, which is well known for its passive investment strategies, has seen steady inflows this year, bringing in more than \$5.8 billion through October 2009. Total net assets at DFA have risen to \$96 billion compared with \$74 billion in October of last year. Leading the charge for the firm are One-Year Fixed-Income, Two-Year Fixed-Income, and Emerging Markets Value. On the opposite end, the firm's bread-and-butter U.S. Small Cap Value fund has seen modest outflows nearly every month of 2009 as this year's total reached \$178 million.

Among the largest five fund families, American Funds remains the only one to experience outflows year to date. Unlike other large fund firms that saw flows toward fixed-income funds compensate for outflows in equity funds, American Funds fixed-income funds have not had the same pull. In October, investors pulled nearly \$2 billion out of the firm, bringing the estimated outflows for 2009 to \$21 billion. In a trend visible across many fund families, the hardest-hit asset classes for American Funds were domestic-equity and balanced funds.

Fidelity experienced outflows for the first time since March 2009, primarily from its domestic-equity funds, which

saw \$1.8 billion in outflows. The fund family's hardest-hit funds for the month were Fidelity Magellan, Fidelity Equity Income, and Fidelity Spartan 500 Index. Bond funds at Fidelity continued to attract assets as Fidelity Series Investment Grade Bond brought in \$526 million during October.

Other Fund Company Highlights

The top 10 funds bringing in assets remained the same for October, with PIMCO Total Return, Vanguard Total Bond Market Index, and Vanguard Short-Term Investment-Grade topping the list.

Investors pulled \$667 million out of Dodge & Cox in October, bringing year-to-date outflows up to \$1.2 billion. Stock and Balanced are the only two funds in the firm's lineup to have year-to-date outflows thus far in 2009.

Columbia has seen flows into its fixed-income funds improve throughout the year, bringing its year-to-date fixed-income flows to \$2.5 billion. Short Term Municipal Bond and Short Term Bond account for much of the inflows.

Few actively managed U.S. stock funds have enjoyed positive net flows year-to-date. Those keeping their heads well above water include Eaton Vance Large Cap Value (\$2.7 billion) and MFS Value (\$2.0 billion).

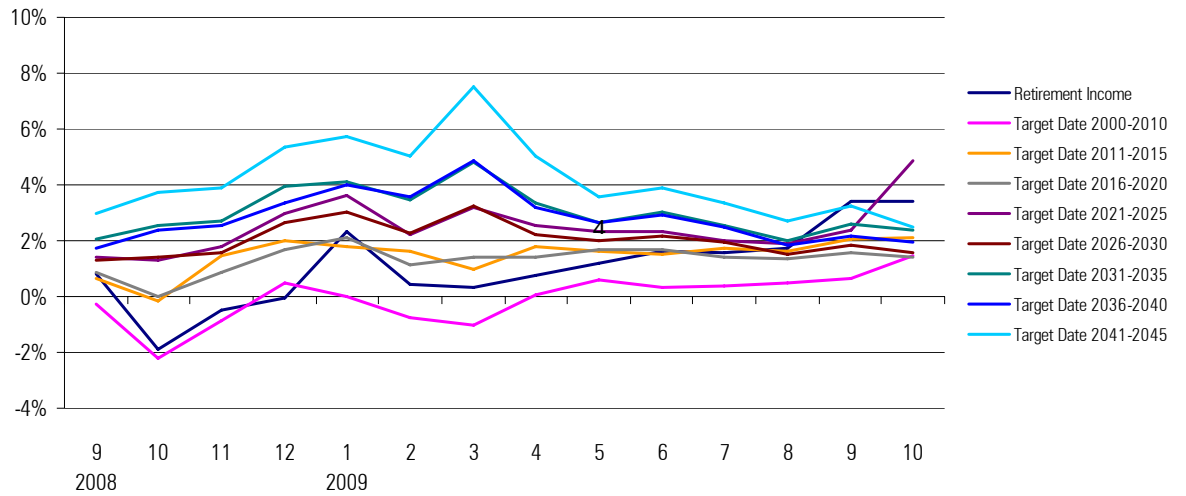
Fund Family	October 2009		
	Total Net Assets \$ Bil	Mkt Share %	YTD Est. Flows \$ Mil
Vanguard	1,002	15.44	81,958
American Funds	866	13.35	(21,280)
Fidelity	692	10.67	17,081
PIMCO Funds	308	4.75	66,145
Franklin Templeton	268	4.13	14,375
T. Rowe Price	200	3.08	11,469
OppenheimerFunds	117	1.80	(3,140)
Dodge & Cox	107	1.64	(1,249)
John Hancock	103	1.58	4,829
BlackRock	99	1.52	8,036

Target-Date Flows Continue to Sputter

Flows into target maturity funds slowed for the year to date, as measured by flows as percentage of beginning AUM. The longest maturity categories experienced the greatest slowdown. In fact, contributions to funds in the 2021 to 2050+ range peaked in the first quarter of 2009 and have been flat ever since. Meanwhile, retirement income and the categories ranging from 2000 to 2020 have continued to enjoy increasing quarterly growth in flows, with retirement income leading the way. This slowing in flows is likely attributed to record unemployment and a latent investor response to some target-date fund stumbles in 2008. The October up tick in 2021-2025 flows was due to the merger of two large 401(k) plans.

Still Growing, But More Modestly

Month-over-month flow as a percentage of previous month's total net assets



Editor's Note: Cohen & Steers and Manning & Napier are not included in the open-end tables that follow the ETF commentary.

Concerns About Inflation and a Weak Greenback Continued to Influence ETF Investors in October

John Gabriel, ETF Analyst

Many of the same investor concerns—inflation and a weak greenback—that affected September ETF flows were prevalent once again in October. Still, ETFs continued to attract assets in October; overall ETFs saw slightly more than \$8 billion in net inflows for the month, bringing the year-to-date total net inflows to more than \$63.9 billion. Industry-wide AUM as of Oct. 31 was \$699.15 billion, down slightly from the previous month thanks to market performance.

Estimated Net Flows \$Mil			
	Oct 2009	YTD 2009	2008
U.S. Stock	(3,844)	(34,609)	111,283
International Stock	6,585	22,976	13,108
Balanced	49	224	57
Taxable Bond	2,665	29,340	17,000
Municipal Bond	280	2,897	1,582
Alternative	1,718	21,068	876
Commodities	567	21,976	12,764
Total	8,020	63,873	156,670

Fixed Income Posts Another Strong Month of Inflows

Led by the usual suspects, taxable-bond ETFs saw roughly \$2.7 billion in net inflows for the month. Treasury Inflation-Protected Securities (TIPS) continued to be a favorite among investors to hedge against inflation, as iShares Barclays TIPS Bond TIP took in nearly \$668 million in net new assets in October and about \$7.2 billion year to date. (At the end of October, the fund had \$17.2 billion in total assets under management.)

Similar to last month, investors exercised caution with respect to potential interest-rate hikes by flocking to short-duration bond ETFs. Leading the way on this front were iShares Barclays 1-3 Year Credit Bond CSJ and Vanguard Short-Term Bond BSV, which attracted \$557 million and \$338 million in net new assets in October, respectively.

Long-term fears of a weak greenback also remained at the forefront of investors' minds. International bond ETFs had a strong month, in terms of gathering assets. After amassing \$299 million in new assets in October, iShares JPMorgan USD Emerging Markets Bond EMB now has \$845 million in total assets under management. SPDR DB International Government Inflation-Protected Bond WIP, SPDR Barclays Capital Short-Term Treasury Bond BWZ, SPDR Barclays Capital International Treasury Bond BWX, PowerShares Emerging Markets Sovereign Debt PCY, iShares S&P/Citi 1-3 Yr International Treasury Bond ISHG, and iShares S&P/Citi International Treasury Bond IGOV chipped in another \$435 million combined.

Domestic-Equity ETFs See Net Redemptions Again in October

For the second consecutive month, U.S. stock asset class was the only asset class to see net redemptions in October, as the group saw approximately \$3.8 billion in net outflows. Topping the list was the S&P 500-tracking SPDRs SPY, which experienced more than \$2 billion in net outflows in October and has shed \$33 billion in assets year to date.

It appears that some investors were looking to lock in profits on their broad small-cap holdings following the group's strong outperformance throughout the market's recent rally. Many are starting to question the sustainability of the trajectory that higher-beta names have enjoyed over the past several months. As such,

iShares Russell 2000 Index IWM had more than \$1 billion head for the exits in October, after bringing in \$2.2 billion in net new assets in the three months from July to September.

Commodity ETFs Cool Down in October, but Still See Net Inflows

ETFs offering exposure to commodities or commodity-based strategies saw net inflows of about \$567 million in October after attracting more than \$1.4 billion in September. Back to claim the top spot was United States Natural Gas UNG with roughly \$285 million in inflows last month. SPDR Gold Shares GLD was right on its heels as investors poured more than \$284.9 million into the fund. Other physical gold ETFs such as iShares COMEX Gold Trust IAU and ETFS Physical Swiss Gold Shares SGOL brought in \$173.4 million and \$94 million last month, respectively. All told, investors poured \$552 million into gold bullion ETFs in October.

Investors were fleeing crude oil last month, as the top four funds on the category's outflows list were all linked to "black gold." United States Oil USO shed the most assets with roughly \$606 million heading for the exits last month. Next up were Ultra DJ-AIG Crude Oil ProShares UCO, iPath S&P GSCI Crude Oil Total Return Index ETN OIL, and United States 12 Month Oil USL, which saw \$213 million, \$42 million, and \$28 million in net outflows for the month.

Currency ETFs Heating Up

The gloom-and-doom crowd has come out in full force to make its media rounds and opine about the death of the greenback. Amid the daily headlines touting the weakness of the U.S. dollar, investors poured nearly \$550 million into currency ETFs, or nearly 50% of the category's \$1.18 billion in total year-to-date inflows.

Interestingly, there were some contrarian ETF investors who piled into PowerShares DB US Dollar Index Bullish UUP. That ETF saw \$231 million in net inflows last month, equivalent to about one third of the fund's total AUM. In fact, the unexpected surge in interest for this niche ETF product even led the fund to halt trading temporarily on Nov. 5. (The fund has filed an S-3 with the SEC to register an additional 100 million shares of the fund, which we expect to be approved in relatively short order.) If the dollar's prospects are so bleak, then why is there such interest in UUP? While the dollar may face obstacles over the long haul, we'd venture to guess that these investors are betting on another potential stampede into the dollar if we see another leg down in the financial sector. This, of course, is what we witnessed in 2008 when the credit crisis gained steam and investors scrambled for a "safe haven" to park their assets.

As expected, currencies of resource-rich economies fared well in October; CurrencyShares Australian Dollar Trust FXA and CurrencyShares Canadian Dollar Trust FXC saw net inflows of \$121 million and \$74 million, respectively.

Leveraged ETFs Experienced Net Inflows, Led by ETFs Offering Inverse Exposures

Year to date, leveraged and inverse ETFs have attracted roughly \$12.7 billion in net new assets. (ETFs offering leveraged long exposure have seen outflows of \$6.1 billion, while ETFs offering inverse and leveraged inverse exposure have seen \$18.8 billion in net inflows.) This controversial category saw net inflows of approximately \$1.2 billion in October, and it currently has about \$31.5 billion in assets under management spread across 146 funds that offer leveraged, inverse, and inverse leveraged exposure to various benchmarks.

Similar to the trends witnessed throughout the year, the October flows were led by the funds that offer daily "short" to their respective benchmarks. Short S&P 500 ProShares SH and UltraShort S&P 500 ProShares SDS had combined net inflows of nearly \$350 million last month, a signal that some feel that the market's rally has run its course. Investors were also betting against long-term Treasuries and commercial real estate, as UltraShort 20+ Year Treasury ProShares TBT and UltraShort Real Estate ProShares SRS saw \$157 million and \$80 million in net inflows, respectively.

Fund Flows

Monthly Market Summary: US Open-end ex MM ex FoF

Effective Date
2009-10-31

Morningstar Categories Ranked by Current TNA (\$Mil)

Rank	Name	Estimated Net Flow (\$mil)				Total Net Assets (\$bil)				Total Return	
		1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %	1-Mo	YTD
1	Large Blend	(894)	(894)	6,610	9,809	855	13.18	742	13.94	(2.18)	18.65
2	Intermediate-Term Bond	14,672	14,672	109,361	102,509	689	10.61	497	9.34	0.89	13.54
3	Large Growth	(3,809)	(3,809)	(16,266)	(23,923)	686	10.57	622	11.68	(2.25)	24.15
4	Large Value	(2,787)	(2,787)	(12,884)	(15,845)	479	7.38	450	8.46	(2.21)	15.79
5	Moderate Allocation	(1,945)	(1,945)	(16,066)	(20,377)	352	5.43	329	6.18	(1.24)	18.16
6	Foreign Large Blend	1,244	1,244	8,981	4,113	337	5.20	265	4.99	(2.54)	24.47
7	World Stock	(158)	(158)	(9,299)	(16,933)	249	3.84	220	4.13	(2.31)	25.91
8	World Allocation	1,377	1,377	5,469	738	165	2.54	142	2.68	(1.18)	19.81
9	Mid-Cap Growth	(979)	(979)	(1,297)	(3,875)	151	2.32	125	2.35	(4.37)	25.80
10	High Yield Bond	833	833	17,610	20,555	148	2.28	92	1.72	1.53	40.95
11	Foreign Large Value	(232)	(232)	(3,670)	(7,890)	139	2.14	116	2.19	(2.81)	24.78
12	Mid-Cap Blend	427	427	4,811	4,108	132	2.04	107	2.01	(4.12)	25.56
13	Short-Term Bond	6,234	6,234	40,117	39,535	132	2.03	83	1.56	0.68	9.09
14	Diversified Emerging Mkts	1,860	1,860	14,598	12,626	128	1.97	75	1.41	(1.32)	59.14
15	Intermediate Government	539	539	3,475	6,092	126	1.94	109	2.04	0.57	5.18
16	Small Blend	(695)	(695)	177	(891)	111	1.71	100	1.87	(5.65)	19.13
17	Multisector Bond	778	778	11,737	10,356	100	1.54	69	1.30	1.05	24.90
18	Muni National Interm	983	983	14,928	14,152	100	1.54	77	1.45	(1.98)	9.93
19	Foreign Large Growth	82	82	591	(1,492)	98	1.51	76	1.43	(2.08)	29.71
20	Small Growth	91	91	3,138	2,354	89	1.36	67	1.26	(5.90)	21.65
21	Conservative Allocation	348	348	3,057	1,190	88	1.36	73	1.37	(0.33)	16.51
22	World Bond	5,715	5,715	14,425	10,921	84	1.30	62	1.17	0.74	14.19
23	Mid-Cap Value	(117)	(117)	(1,141)	(2,866)	82	1.26	70	1.31	(3.83)	23.00
24	Muni National Long	(125)	(125)	4,715	4,189	81	1.25	63	1.19	(2.45)	16.19
25	Inflation-Protected Bond	2,150	2,150	15,052	13,151	63	0.97	42	0.79	1.31	10.39
26	Muni National Short	3,559	3,559	29,747	31,801	62	0.96	29	0.54	(0.61)	4.80
27	Small Value	(528)	(528)	2,829	2,856	56	0.86	47	0.88	(5.16)	19.19
28	High Yield Muni	1,541	1,541	8,391	6,442	47	0.72	36	0.68	(2.20)	29.48
29	Natural Res	1,651	1,651	10,938	10,341	43	0.66	26	0.48	(0.56)	30.53
30	Muni California Long	(95)	(95)	(414)	(1,541)	36	0.55	33	0.62	(2.81)	16.73
31	Health	(487)	(487)	(3,803)	(4,765)	34	0.53	35	0.66	(4.79)	10.05
32	Short Government	1,432	1,432	3,141	3,759	32	0.50	26	0.50	0.37	3.42
33	Real Estate	(244)	(244)	175	387	31	0.48	33	0.62	(4.31)	15.25
34	Long-Short	891	891	7,815	7,791	30	0.47	23	0.44	(0.77)	7.62
35	Foreign Small/Mid Value	159	159	805	15	29	0.45	22	0.41	(2.03)	38.96

Fund Flows

Monthly Market Summary: US Open-end ex MM ex FoF

Effective Date
2009-10-31

Morningstar Categories Ranked by Current TNA (\$Mil)

Rank	Name	Estimated Net Flow (\$mil)				Total Net Assets (\$bil)				Total Return	
		1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %	1-Mo	YTD
36	Muni New York Long	(173)	(173)	640	(91)	29	0.44	25	0.47	(2.45)	16.79
37	Ultrashort Bond	1,574	1,574	10,957	9,789	28	0.43	17	0.33	0.61	7.47
38	Bank Loan	118	118	3,585	2,462	25	0.38	19	0.35	0.70	38.37
39	Pacific/Asia ex-Japan Stk	467	467	5,456	4,530	24	0.37	12	0.23	(0.01)	56.85
40	Muni Single State Long	99	99	1,181	715	24	0.36	20	0.38	(2.09)	17.75
41	Technology	54	54	1,264	814	22	0.34	16	0.30	(3.44)	44.15
42	Foreign Small/Mid Growth	104	104	573	(161)	22	0.34	16	0.30	(1.70)	41.20
43	Europe Stock	1,115	1,115	120	(654)	21	0.33	26	0.49	(1.29)	39.98
44	Equity Energy	317	317	1,419	1,230	21	0.32	16	0.30	(1.43)	34.80
45	Equity Precious Metals	307	307	1,952	2,082	20	0.31	9	0.17	(3.99)	36.95
46	Long-Term Bond	503	503	4,476	4,492	20	0.30	11	0.21	0.24	15.40
47	Emerging Markets Bond	952	952	64	(1,126)	18	0.27	14	0.27	0.37	30.28
48	Muni Single State Intern	50	50	544	199	15	0.23	13	0.25	(1.87)	10.18
49	Muni California Int/Sh	180	180	819	255	13	0.20	12	0.22	(1.71)	9.58
50	Global Real Estate	(51)	(51)	(678)	(1,337)	13	0.19	13	0.25	(1.74)	29.96
51	Utilities	(76)	(76)	(825)	(893)	11	0.17	11	0.22	(3.51)	7.34
52	Long Government	136	136	(283)	(218)	11	0.17	10	0.18	(1.87)	(11.78)
53	Muni Pennsylvania	26	26	382	133	10	0.15	9	0.16	(2.07)	15.32
54	Muni New York Int/Sh	103	103	554	199	9	0.14	8	0.15	(1.98)	9.62
55	Latin America Stock	214	214	796	630	9	0.13	5	0.09	1.36	89.17
56	Convertibles	4	4	1,326	1,918	8	0.12	6	0.12	(1.69)	33.01
57	Muni New Jersey	10	10	289	130	8	0.12	7	0.12	(2.20)	16.37
58	Muni Massachusetts	23	23	532	364	7	0.11	6	0.11	(2.35)	15.29
59	Diversified Pacific/Asia	16	16	(2,122)	(2,138)	7	0.11	9	0.18	(2.67)	27.23
60	Financial	(86)	(86)	140	(22)	6	0.09	6	0.11	(4.96)	20.35
61	Muni Ohio	30	30	240	93	5	0.08	5	0.09	(2.03)	11.63
62	Bear Market	482	482	2,135	1,482	4	0.07	4	0.07	2.62	(28.87)
63	Muni Minnesota	18	18	239	196	4	0.06	3	0.06	(1.68)	14.41
64	Communications	(33)	(33)	116	93	3	0.04	2	0.03	(5.86)	27.48
65	Japan Stock	325	325	(12)	(73)	3	0.04	2	0.04	(4.24)	4.63
66	Currency	14	14	34	(83)	1	0.02	1	0.03	(0.49)	(1.36)
67	Consumer Staples	138	138	100	240	1	0.02	1	0.02	0.09	18.69
68	Industrials	(38)	(38)	(70)	(103)	1	0.02	1	0.03	(5.97)	11.57
69	Consumer Discretionary	10	10	56	67	1	0.01	1	0.01	(3.46)	25.56
70	Miscellaneous Sector	(37)	(37)	83	91	1	0.01	0	0.01	(2.24)	28.80
71	Muni Single State Short	13	13	158	183	1	0.01	0	0.01	(1.39)	4.95
Top 10		7,555	7,555	92,220	56,773	4,111	63.35	3,483	65.46	---	---
All		40,382	40,382	314,091	244,880	6,489	100.00	5,321	100.00	---	---

Fund Flows

Monthly Market Summary: US Open-end ex MM ex FoF

Effective Date
2009-10-31

Top Fund Families Ranked by Current TNA (\$Mil)

Rank	Name	Estimated Net Flow (\$mil)				Assets Under Management (\$bil)			
		1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %
1	Vanguard	7,373	7,373	81,958	88,222	1,002	15.44	804	15.11
2	American Funds	(1,918)	(1,918)	(21,280)	(31,261)	866	13.35	765	14.38
3	Fidelity Investments	(19)	(19)	17,081	12,846	692	10.67	579	10.88
4	PIMCO Funds	10,532	10,532	66,145	62,821	308	4.75	205	3.85
5	Franklin Templeton Investments	3,075	3,075	14,375	9,415	268	4.13	219	4.11
6	T. Rowe Price	1,181	1,181	11,469	10,578	200	3.08	154	2.90
7	OppenheimerFunds	622	622	(3,140)	(6,277)	117	1.80	103	1.94
8	Dodge & Cox	(667)	(667)	(1,249)	(5,673)	107	1.64	94	1.77
9	John Hancock	834	834	4,829	7,793	103	1.58	78	1.46
10	BlackRock	1,423	1,423	8,036	7,503	99	1.52	79	1.48
11	Columbia	252	252	(75)	(2,781)	97	1.50	87	1.64
12	Dimensional Fund Advisors	646	646	5,872	5,591	96	1.48	74	1.39
13	Janus	941	941	3,446	2,478	86	1.33	62	1.16
14	JPMorgan	3,738	3,738	20,574	19,666	83	1.27	53	0.99
15	Hartford Mutual Funds	366	366	25	(562)	82	1.26	70	1.32
16	MFS	645	645	3,066	2,341	64	0.98	52	0.98
17	Legg Mason/Western	(427)	(427)	(5,280)	(9,941)	60	0.92	61	1.14
18	American Century Investments	409	409	3,278	3,264	59	0.92	50	0.94
19	ING Retirement Funds	(411)	(411)	3,177	3,859	57	0.88	44	0.82
20	Van Kampen	(318)	(318)	(3,897)	(5,387)	52	0.79	50	0.94
21	GMO	(141)	(141)	(380)	(829)	51	0.79	43	0.81
22	AllianceBernstein	58	58	(2,768)	(4,582)	49	0.75	45	0.85
23	Eaton Vance	(27)	(27)	3,606	4,590	47	0.73	37	0.69
24	Lord Abbett	802	802	5,053	4,424	47	0.72	37	0.70
25	Putnam	(98)	(98)	(3,536)	(6,214)	47	0.72	46	0.86
26	Goldman Sachs	2,371	2,371	7,172	5,356	46	0.71	37	0.69
27	Principal Funds	(12)	(12)	3,409	3,693	46	0.71	35	0.65
28	Federated	707	707	6,418	5,857	43	0.66	32	0.61
29	Harbor	455	455	3,472	3,319	42	0.65	31	0.59
30	DWS Investments	(588)	(588)	(1,615)	(2,569)	42	0.65	39	0.74
31	Invesco Aim	227	227	536	(240)	41	0.63	35	0.66
32	Wells Fargo Advantage	(106)	(106)	6,628	6,501	40	0.62	29	0.55
33	Dreyfus	222	222	1,118	598	37	0.58	32	0.60
34	RiverSource	(212)	(212)	(861)	(1,439)	37	0.56	31	0.58
35	Davis Funds	(326)	(326)	(2,786)	(3,357)	33	0.51	34	0.63

Fund Flows

Monthly Market Summary: US Open-end ex MM ex FoF

Effective Date
2009-10-31

Top Fund Families Ranked by Current TNA (\$Mil)

Rank	Name	Estimated Net Flow (\$mil)				Assets Under Management (\$bil)			
		1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %
36	Ivy Funds	827	827	7,368	6,560	31	0.48	20	0.38
37	Natixis Funds	34	34	4,431	4,607	31	0.48	20	0.38
38	Morgan Stanley	(202)	(202)	(2,506)	(4,643)	31	0.48	31	0.58
39	Thornburg	799	799	3,483	3,207	30	0.46	22	0.41
40	First Eagle	192	192	133	(817)	30	0.46	25	0.48
41	USAA	65	65	1,579	1,474	29	0.45	24	0.44
42	JennisonDryden	550	550	2,424	2,119	28	0.44	22	0.41
43	Russell	(61)	(61)	(788)	(1,584)	28	0.43	26	0.49
44	Schwab Funds	(161)	(161)	1,401	1,020	28	0.43	16	0.30
45	Oakmark	262	262	1,093	769	28	0.43	23	0.43
46	Pioneer Investments	104	104	840	451	28	0.43	23	0.42
47	Northern Funds	1,278	1,278	5,939	6,000	26	0.40	16	0.30
48	Royce	207	207	1,563	1,343	24	0.37	19	0.35
49	Loomis Sayles Funds	(440)	(440)	2,350	2,185	23	0.36	15	0.28
50	MainStay	540	540	2,883	2,982	23	0.36	16	0.31
Top 10		22,436	22,436	178,223	155,967	3,761	57.97	3,079	57.87
Top 50		35,601	35,601	266,067	215,278	5,565	85.77	4,544	85.39
Other		4,782	4,782	45,099	27,218	923	14.23	754	14.18
All		40,382	40,382	311,166	242,495	6,489	100.00	5,298	99.57

Asset Classes

Name	Estimated Net Flow (\$mil)				Assets Under Management (\$bil)			
	1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %
U.S. Stock	(8,120)	(8,120)	(4,434)	(20,798)	2,816	43.39	2,477	46.56
International Stock	5,146	5,146	16,139	(8,764)	1,078	16.61	858	16.12
Balanced	(216)	(216)	(6,214)	(16,531)	614	9.46	550	10.34
Taxable Bond	35,637	35,637	233,717	222,277	1,476	22.75	1,051	19.76
Municipal Bond	6,242	6,242	62,944	57,420	449	6.92	347	6.52
Alternative	1,694	1,694	11,935	11,272	57	0.87	38	0.71
All Long Term	40,382	40,382	314,088	244,876	6,489	100.00	5,321	100.00

Fund Flows

Monthly Market Summary: US Open-end ex MM ex FoF

Effective Date
2009-10-31

Morningstar Stewardship Grades

Stewardship Grade	Funds Graded	Estimated Net Flow (\$mil)				Total Net Assets (\$bil)			
		10-2009	10-2008	YTD 2009	YTD 2008	10-2009	Mkt Sh %	10-2008	Mkt Sh %
A	64	(1,022)	(1,022)	(1,357)	(11,254)	773	11.91	671	12.61
B	196	8,410	8,410	63,237	48,984	1,558	24.02	1,318	24.77
C	399	4,727	4,727	16,686	232	948	14.62	812	15.26
D	127	155	155	2,104	(1,731)	108	1.67	94	1.76
F	29	286	286	3,386	2,530	32	0.49	26	0.48
Not Rated	5024	27,826	27,826	230,031	206,114	3,068	47.29	2,401	45.12

Investment Company Institute Methods of Sale

Name	Estimated Net Flow (\$mil)				Total Net Assets (\$bil)			
	1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %
Non-Proprietary	5,050	5,050	28,523	(7,258)	2,127	32.78	1,844	34.65
Direct Market	4,421	4,421	73,884	52,696	2,051	31.61	1,721	32.35
Institutional	22,280	22,280	153,677	145,068	1,662	25.61	1,286	24.16
Proprietary Non-Bank	412	412	(18)	(5,933)	242	3.72	211	3.97
Variable Annuity	(3,473)	(3,473)	(4,520)	(4,487)	152	2.35	132	2.48
Unclassified	8,223	8,223	43,723	47,359	137	2.11	39	0.73
Proprietary Bank	3,469	3,469	18,819	17,432	118	1.82	87	1.64
Total	40,382	40,382	314,088	244,876	6,489	100.00	5,321	100.00

Morningstar Ratings

Name	Estimated Net Flow (\$mil)				Total Net Assets (\$bil)			
	1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %
★★★★★	21,422	21,422	164,390	161,393	1,153	17.76	826	15.53
★★★★	14,669	14,669	112,553	92,203	2,190	33.75	1,785	33.54
★★★	(954)	(954)	4,410	(23,687)	2,154	33.20	1,881	35.35
★★	(3,210)	(3,210)	(31,658)	(50,699)	634	9.77	600	11.28
★	(1,882)	(1,882)	(10,903)	(18,546)	168	2.58	166	3.12
Not Rated	10,338	10,338	75,295	84,212	190	2.93	63	1.18
Total	40,382	40,382	314,088	244,876	6,489	100.00	5,321	100.00

Fund Flows

Monthly Market Summary: US ETF

Effective Date
2009-10-31

Morningstar Categories Ranked by Current TNA (\$Mil)

Rank	Name	Estimated Net Flow (\$mil)				Total Net Assets (\$bil)				Total Return	
		1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %	1-Mo	YTD
1	Large Blend	(2,370)	(2,370)	(37,491)	(7,898)	121	17.35	121	25.07	(2.18)	18.65
2	Diversified Emerging Mkts	4,220	4,220	13,194	15,735	57	8.13	24	4.91	(1.32)	59.14
3	Commodities Precious Metals	715	715	11,691	12,767	46	6.55	21	4.43	—	—
4	Foreign Large Blend	343	343	(2,634)	4,551	45	6.38	31	6.35	(2.54)	24.47
5	Large Growth	(1,032)	(1,032)	(4,176)	(2,526)	37	5.28	33	6.87	(2.25)	24.15
6	Pacific/Asia ex-Japan Stk	548	548	5,922	6,791	30	4.34	13	2.75	(0.01)	56.85
7	Large Value	275	275	(3,483)	421	29	4.14	28	5.77	(2.21)	15.79
8	Intermediate-Term Bond	625	625	6,184	6,809	22	3.13	13	2.67	0.89	13.54
9	Mid-Cap Blend	(50)	(50)	684	2,729	21	3.02	15	3.14	(4.12)	25.56
10	Bear Market	1,127	1,127	18,817	20,771	21	2.96	10	2.12	2.62	(28.87)
11	Small Blend	(778)	(778)	610	3,044	20	2.80	15	3.18	(5.65)	19.13
12	Inflation-Protected Bond	673	673	7,343	8,060	17	2.50	8	1.58	1.31	10.39
13	Latin America Stock	214	214	2,964	2,774	14	2.04	6	1.18	1.36	89.17
14	Financial	(33)	(33)	(2,248)	(931)	14	1.99	16	3.33	(4.96)	20.35
15	US Long-Term Bond	(252)	(252)	4,663	6,929	13	1.90	4	0.84	0.24	15.40
16	Equity Energy	191	191	1,086	1,286	13	1.85	10	2.08	(1.43)	34.80
17	Europe Stock	773	773	1,740	1,205	10	1.46	7	1.45	(1.29)	39.98
18	Real Estate	743	743	2,750	3,288	10	1.45	6	1.31	(4.31)	15.25
19	Natural Res	434	434	2,564	2,834	9	1.34	5	0.97	(0.56)	30.53
20	US Short Government	(102)	(102)	(98)	(587)	9	1.33	10	1.99	0.37	3.42
21	US Technology	(89)	(89)	2,065	1,687	8	1.18	5	1.01	(3.44)	44.15
22	Commodities Broad Basket	303	303	4,002	4,220	8	1.18	4	0.80	—	—
23	Commodities Energy	(589)	(589)	4,195	6,862	8	1.10	2	0.39	—	—
24	US Short-Term Bond	895	895	5,089	5,320	7	1.05	2	0.34	0.68	9.09
25	High Yield Bond	90	90	3,101	4,218	7	1.01	1	0.27	1.53	40.95
26	Miscellaneous Sector	134	134	3,042	3,705	7	0.95	2	0.44	(2.24)	28.80
27	Small Value	(290)	(290)	7	597	6	0.93	6	1.18	(5.16)	19.19
28	US Health	(201)	(201)	(1,196)	(1,513)	6	0.91	8	1.56	(4.79)	10.05
29	Small Growth	(190)	(190)	442	255	6	0.82	5	1.03	(5.90)	21.65
30	Mid-Cap Growth	49	49	(126)	(236)	6	0.79	5	1.02	(4.37)	25.80
31	Japan Stock	(230)	(230)	(810)	(1,172)	5	0.78	6	1.23	(4.24)	4.63
32	Mid-Cap Value	(193)	(193)	50	294	5	0.77	5	0.94	(3.83)	23.00
33	US Long Government	(10)	(10)	527	(155)	5	0.76	5	1.02	(1.87)	(11.78)
34	Equity Precious Metals	75	75	1,229	1,751	5	0.71	1	0.26	(3.99)	36.95
35	Industrials	(208)	(208)	665	322	5	0.70	4	0.88	(5.97)	11.57

Fund Flows

Monthly Market Summary: US ETF

Effective Date
2009-10-31

Morningstar Categories Ranked by Current TNA (\$Mil)

Rank	Name	Estimated Net Flow (\$mil)				Total Net Assets (\$bil)				Total Return	
		1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %	1-Mo	YTD
36	Foreign Large Value	320	320	1,372	1,733	5	0.67	2	0.45	(2.81)	24.78
37	Currency	509	509	967	397	5	0.67	4	0.79	(0.49)	(1.36)
38	Utilities	(73)	(73)	431	618	4	0.59	3	0.70	(3.51)	7.34
39	Consumer Staples	349	349	(367)	(484)	4	0.51	4	0.78	0.09	18.69
40	Commodities Agriculture	81	81	1,606	1,467	3	0.43	2	0.32	—	—
41	Muni National Long	109	109	1,132	1,386	3	0.40	1	0.24	(2.45)	16.19
42	US World Bond	363	363	1,257	1,325	3	0.36	1	0.19	0.74	14.19
43	World Stock	163	163	389	915	2	0.34	1	0.25	(2.31)	25.91
44	Muni National Short	152	152	1,585	1,680	2	0.30	0	0.07	(0.61)	4.80
45	Consumer Discretionary	(505)	(505)	70	(177)	2	0.27	2	0.32	(3.46)	25.56
46	Global Real Estate	57	57	419	433	2	0.24	1	0.18	(1.74)	29.96
47	Diversified Pacific/Asia	(1)	(1)	(109)	(98)	1	0.21	1	0.26	(2.67)	27.23
48	Foreign Large Growth	0	0	(10)	153	1	0.18	1	0.18	(2.08)	29.71
49	US Intermediate Government	48	48	148	104	1	0.18	1	0.23	0.57	5.18
50	US Emerging Markets Bond	372	372	943	969	1	0.18	0	0.03	0.37	30.28
51	Foreign Small/Mid Value	97	97	221	277	1	0.16	1	0.12	(2.03)	38.96
52	Communications	(5)	(5)	15	144	1	0.14	1	0.15	(5.86)	27.48
53	Foreign Small/Mid Growth	82	82	318	362	1	0.12	0	0.07	(1.70)	41.20
54	US Ultrashort Bond	(55)	(55)	27	80	1	0.11	1	0.14	0.61	7.47
55	US Multisector Bond	19	19	156	235	1	0.11	0	0.09	1.05	24.90
56	Commodities Industrial Metals	57	57	457	453	1	0.10	0	0.01	—	—
57	Muni California Long	0	0	74	94	0	0.04	0	0.03	(2.81)	16.73
58	World Allocation	21	21	89	109	0	0.02	0	0.00	(1.18)	19.81
59	Convertibles	18	18	121	121	0	0.02	—	—	(1.69)	33.01
60	US Long-Short	7	7	55	66	0	0.02	0	0.01	(0.77)	7.62
61	Muni National Interm	13	13	77	81	0	0.02	0	0.01	(1.98)	9.93
62	Muni New York Long	6	6	32	37	0	0.02	0	0.01	(2.45)	16.79
63	High Yield Muni	0	0	(4)	(4)	0	0.01	—	—	(2.20)	29.48
64	Commodities Miscellaneous	0	0	25	25	0	0.01	0	0.00	—	—
65	US Conservative Allocation	5	5	13	12	0	0.01	0	0.01	(0.33)	16.51
66	US Moderate Allocation	5	5	0	22	0	0.01	0	0.00	(1.24)	18.16
Top 10		4,401	4,401	8,709	60,152	428	61.28	311	64.08	—	—
All		8,022	8,022	63,874	126,744	699	100.00	485	100.00	—	—

Fund Flows

Monthly Market Summary: US ETF

Effective Date
2009-10-31

Top Fund Families Ranked by Current TNA (\$Mil)

Rank	Name	Estimated Net Flow (\$mil)				Assets Under Management (\$bil)			
		1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %
1	iShares	4,176	4,176	29,222	54,773	344	49.25	231	47.64
2	State Street Global Advisors	(2,183)	(2,183)	(28,329)	(7,568)	123	17.56	125	25.86
3	Vanguard	2,534	2,534	20,297	26,333	79	11.24	41	8.38
4	PowerShares	384	384	6,890	6,555	38	5.48	27	5.51
5	World Gold Trust Services, LLC	285	285	9,968	10,830	37	5.28	18	3.63
6	ProShares	647	647	7,947	13,297	25	3.60	19	3.93
7	Van Eck	707	707	3,111	3,591	10	1.43	3	0.68
8	PDR Services LLC	(121)	(121)	(648)	436	7	1.07	6	1.23
9	Victoria Bay Asset Management	(348)	(348)	3,535	5,784	6	0.86	2	0.33
10	Rydex/SGL	100	100	800	969	6	0.80	4	0.83
11	WisdomTree	317	317	1,417	1,341	6	0.80	3	0.68
12	iPath	361	361	2,140	2,270	5	0.75	3	0.57
13	Direxion Funds	448	448	4,495	4,940	5	0.69	—	—
14	Claymore Securities	98	98	869	846	2	0.32	1	0.20
15	First Trust	132	132	605	615	2	0.22	1	0.16
16	Deutsche Bank AG	70	70	141	165	1	0.12	0	0.09
17	BLDRS	(28)	(28)	45	33	1	0.11	1	0.11
18	Swedish Export Credit Corporation	0	0	373	406	1	0.10	0	0.05
19	JPMorgan	132	132	321	321	0	0.06	0	0.00
20	ETF Securities Ltd	112	112	143	143	0	0.05	—	—
21	VTL Associates, LLC	31	31	166	192	0	0.04	0	0.01
22	GreenHaven	15	15	186	187	0	0.03	0	0.00
23	PIMCO	71	71	111	111	0	0.03	—	—
24	Fidelity Investments	0	0	15	15	0	0.02	0	0.02
25	UBS AG	15	15	59	64	0	0.02	0	0.01
26	HSBC	0	0	51	68	0	0.01	0	0.00
27	ALPS ETF	46	46	55	56	0	0.01	0	0.00
28	IndexIQ	11	11	62	62	0	0.01	—	—
29	Goldman Sachs	0	0	(64)	5	0	0.01	0	0.01
30	Morgan Stanley Funds (UK)	0	0	(128)	(31)	0	0.01	0	0.02
31	ALPS	5	5	11	11	0	0.00	—	—
32	XShares	0	0	0	(1)	0	0.00	0	0.01
33	AdvisorShares	6	6	6	6	0	0.00	—	—
34	MacroShares	(3)	(3)	2	2	0	0.00	—	—
35	Barclays Global Investors Limited	0	0	(5)	(85)	0	0.00	0	0.02

Fund Flows

Monthly Market Summary: US ETF

Effective Date
2009-10-31

Top Fund Families Ranked by Current TNA (\$Mil)

Rank	Name	Estimated Net Flow (\$mil)				Assets Under Management (\$bil)			
		1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %
36	Global X Funds	3	3	5	5	0	0.00	—	—
37	JETS	0	0	0	0	0	0.00	—	—
38	Grail Advisors	0	0	0	0	0	0.00	—	—
39	Credit Suisse	0	0	0	0	0	0.00	0	0.00
40	Top10	6,180	6,180	52,793	114,999	675	96.58	475	98.03
41	Top50	8,022	8,022	63,874	126,744	699	100.00	485	100.00
42	Other	—	—	—	—	—	—	—	—
43	All	8,022	8,022	63,874	126,744	699	100.00	485	100.00
44		—	—	—	—	—	—	—	—
45		—	—	—	—	—	—	—	—
46		—	—	—	—	—	—	—	—
47		—	—	—	—	—	—	—	—
48		—	—	—	—	—	—	—	—
49		—	—	—	—	—	—	—	—
50		—	—	—	—	—	—	—	—
Top 10		6,180	6,180	52,793	114,999	675	96.58	475	98.03
Top 50		8,022	8,022	63,874	126,744	699	100.00	485	100.00
Other		—	—	—	—	—	—	—	—
All		8,022	8,022	63,874	126,744	699	100.00	485	100.00

Asset Classes

Name	Estimated Net Flow (\$mil)				Assets Under Management (\$bil)			
	1-Mo	QTD	YTD	1-Yr	10-2009	Mkt Sh %	10-2008	Mkt Sh %
U.S. Stock	(3,842)	(3,842)	(34,607)	7,458	334	47.77	299	61.71
International Stock	6,585	6,585	22,977	33,659	175	25.05	94	19.39
Balanced	49	49	224	265	0	0.06	0	0.01
Taxable Bond	2,665	2,665	29,340	33,308	88	12.62	46	9.39
Municipal Bond	279	279	2,896	3,275	5	0.78	2	0.36
Alternative	1,718	1,718	21,068	22,985	30	4.36	15	3.18
Commodities	567	567	21,976	25,794	65	9.36	29	5.95
All Long Term	8,022	8,022	63,874	126,744	699	100.00	485	100.00

Morningstar Stewardship Grades

Stewardship Grade	Funds Graded	Estimated Net Flow (\$mil)				Total Net Assets (\$bil)			
		10-2009	10-2008	YTD 2009	YTD 2008	10-2009	Mkt Sh %	10-2008	Mkt Sh %
B	14	1,013	1,013	10,184	14,105	42	6.06	24	4.86
Not Rated	827	7,009	7,009	53,691	112,639	657	93.94	461	95.14