

BOND FUNDS

HOW TO TELL WHERE A FUND RANKED

The circles indicate the quartile in which the fund finished among competitors with similar investment styles.



Below are the latest results for 275 of the most important bond funds, including how the funds have performed against their peers (see page 79 for peer-group abbreviations). Each fund is available for a minimum investment of \$25,000 or less, has assets of at least \$780 million (as of Nov. 30) and has been operating since at least Jan. 1, 2006.

- **YIELD** The average over the past 12 months
- **EXPENSES** The percentage of fund assets that go toward annual operating expenses, including management fees, 12b-1 fees and other asset-based costs

COMPANY/FUND NAME (TICKER)	PEER GROUP	% 2006 RETURN ¹	% ANNUALIZED RETURN ¹			PEER-GROUP RANK				% YIELD	% SALES LOAD	EXPENSES (% OF ASSETS)	TOTAL ASSETS (\$ MIL.)	TELEPHONE
			THREE YEARS	FIVE YEARS	10 YEARS	'06	'05	'04	'03					
→ AIM High Yield A (AMHYX)	HY	11.0	8.1	8.1	1.7	●	○	●	●	6.41	4.75	1.15	876	800-959-4246
→ AllianceBernstein Bernstein California Muni (SNCA)	CAT	3.3	2.5	3.4	4.1	○	○	○	○	3.17	None	0.65	1,304	212-486-5800
Bernstein Diversified Municipal (SNDPX)	IMD	3.2	2.4	3.6	4.3	○	○	○	○	3.25	None	0.61	3,998	
Bernstein Intermediate Duration (SNIDX)	IID	4.5	3.6	4.7	5.3	●	●	●	●	4.62	None	0.60	4,300	
Bernstein New York Municipal (SNNYX)	NYT	3.2	2.5	3.7	4.3	○	○	○	○	3.35	None	0.63	1,623	
Global Government Income Trust A (ANAGX)	GLI	6.5	7.7	9.8	9.6	○	○	○	○	5.59	4.25	1.05	1,473	800-221-5672
→ American Century Ginnie Mae Inv. (BGNMX)	GNM	4.0	3.3	4.1	5.4	●	●	●	●	4.74	None	0.57	1,349	800-345-2021
Inflation-Adjusted Bond Inv. (ACTX)	IUT	0.1	3.4	6.5	-	○	○	○	○	3.97	None	0.49	1,245	
International Bond Inv. (BEGBX)	INI	7.9	4.0	10.7	5.0	○	○	○	○	2.87	None	0.83	1,477	
Short-Term Government Inv. (TWUSX)	SUS	4.0	2.1	2.6	4.1	○	○	○	○	4.38	None	0.57	938	
→ American Funds American H/I Muni Bond A (AMHIX)	HM	6.3	5.6	5.9	5.5	○	○	○	○	3.78	3.75	0.64	2,069	800-421-0180
American High-Income Trust A (AHITX)	HY	11.9	8.4	9.6	7.3	○	○	○	○	6.78	3.75	0.65	11,996	
Bond Fund of America A (ABNDX)	A	5.6	4.5	6.3	6.1	○	○	○	○	4.80	3.75	0.62	27,615	
Capital World Bond A (CWBFX)	GLI	7.5	5.3	10.1	5.9	○	○	○	○	3.80	3.75	0.93	3,728	
Intermediate Bond Fund of America A (AIBAX)	SI	4.1	2.6	3.5	4.9	○	○	○	○	4.45	2.50	0.68	5,031	
Limited Term Tax-Ex. Bond Fund of America A (LTEBX)	IMD	3.6	2.6	4.0	4.5	○	○	○	○	3.17	2.50	0.63	994	
Tax-Exempt Bond Fund of America A (AFTEX)	GM	4.7	4.1	5.2	5.4	○	○	○	○	3.39	3.75	0.55	5,600	
Tax-Exempt Fund of California A (TAFTX)	CA	4.9	4.4	5.3	5.4	○	○	○	○	3.42	3.75	0.60	1,465	
U.S. Government Securities A (AMUSX)	GUS	3.1	2.7	3.9	5.2	○	○	○	○	4.21	3.75	0.74	2,381	
→ BlackRock Bond Inv. A (MDHQX)	IID	4.0	3.2	4.8	5.2	○	○	○	○	4.79	4.00	0.85	2,483	800-882-0052
Government Income Inv. A (CCGAX)	GUS	3.2	3.0	5.2	6.3	○	○	○	○	3.78	4.00	0.86	1,847	
High Income A (MDHIX)	HY	12.3	8.3	10.3	5.2	○	○	○	○	6.88	4.00	0.85	1,467	
High Yield Bond Inv. A (BHYAX)	HY	11.0	8.9	10.6	-	○	○	○	○	6.53	4.00	0.96	1,482	
Intermediate Bond II Inv. A (CCIA)	SI	3.3	2.4	4.2	5.3	○	○	○	○	4.13	4.00	0.86	921	
Low Duration Bond Inv. A (BLDAX)	SID	3.6	2.0	2.6	4.3	○	○	○	○	3.67	3.00	0.81	1,244	
Municipal Insured A (MDMIX)	MDI	4.4	4.1	5.4	5.1	○	○	○	○	3.30	4.25	0.71	937	
National Municipal A (MDNLX)	GM	5.2	5.0	6.1	5.5	○	○	○	○	3.52	4.25	0.97	1,548	
Total Return II Inv. A (CBAX)	IID	3.8	3.3	4.7	5.7	○	○	○	○	4.05	4.00	0.81	2,995	
→ Calvert Income A (CFICX)	BBB	4.8	4.5	6.5	7.9	○	○	○	○	4.45	3.75	1.19	4,921	800-368-2748
→ Columbia Conservative High Yield Z (CMHYX)	HY	6.1	5.4	5.7	6.1	○	○	○	○	6.38	None	0.71	1,035	800-322-2847
Core Bond Z (GHQTX)	A	3.9	3.1	4.8	5.8	○	○	○	○	4.85	None	0.66	1,774	
High Income Z (NYPAX)	HY	12.0	8.7	11.5	-	○	○	○	○	6.29	None	0.84	981	
Intermediate Bond Z (SRBFX)	IID	4.6	3.9	5.5	6.4	○	○	○	○	4.95	None	0.64	2,043	
Intermediate Municipal Bond Z (SETMX)	IMD	3.8	2.8	4.2	4.8	○	○	○	○	3.59	None	0.61	2,468	
Short Term Bond Z (NSTMX)	SID	4.6	2.6	3.1	4.6	○	○	○	○	4.60	None	0.47	1,027	
Strategic Income A (COSIX)	MSI	6.8	6.1	9.0	6.2	○	○	○	○	5.08	4.75	0.99	1,650	
Tax-Exempt A (COLTX)	GM	5.5	4.7	6.0	5.5	○	○	○	○	3.47	4.75	0.82	2,597	
Total Return Bond Z (NSFIX)	IID	4.9	3.9	4.9	5.6	○	○	○	○	4.66	None	0.54	1,936	
→ Delaware Diversified Income A (DPDFX)	MSI	7.9	5.5	8.3	-	○	○	○	○	4.82	4.50	0.99	1,427	800-523-1918
→ Dodge & Cox Income (DODIX)	A	5.3	3.6	5.6	6.5	○	○	○	○	4.78	None	0.44	11,709	800-621-3979
→ Dreyfus Mellon Bond Inv. (MIBDX)	IID	3.6	2.8	3.9	-	○	○	○	○	4.29	None	0.81	902	888-281-7350
Mellon National Int. Municipal Bond Inv. (NINMX)	IMD	3.9	3.1	4.4	-	○	○	○	○	2.95	None	0.76	851	
Municipal Bond (DRTAX)	GM	5.2	4.4	5.1	4.7	○	○	○	○	3.54	None	0.72	1,984	800-373-9387
New York Tax Exempt Bond (DRNYX)	NY	4.7	3.7	4.8	5.1	○	○	○	○	3.23	None	0.65	1,263	
Premier California Tax Exempt Bond Z (DRCAX) ⁴	CA	4.8	4.5	5.3	5.4	○	○	○	○	3.32	None	0.71	1,257	
→ DWS Scudder DWS California Tax-Fr. Income A (KCTAX)	CA	4.4	3.8	5.2	5.2	○	○	○	○	3.40	4.50	0.82	871	800-621-1048
DWS Core Fixed Income A (SFXAX)	IID	4.0	3.7	-	-	○	○	○	○	4.46	4.50	0.80	1,436	
DWS GNMA S (SGINX)	GNM	4.0	3.5	4.3	-	○	○	○	○	4.91	None	0.60	2,616	800-728-3337
DWS High Income A (KHAYX)	HY	10.3	8.9	9.8	5.7	○	○	○	○	7.04	4.50	0.95	2,184	800-621-1048
DWS High Yield Tax Free S (SHYTX)	HM	6.0	5.5	6.4	6.2	○	○	○	○	3.92	None	0.81	876	800-728-3337

NOTES: Peer-group abbreviations on page 79. Boldface figures indicate fund beat benchmark index. ¹Through Dec. 28. ²Closed to new investors. ³Maximum deferred sales charge. ⁴Closed to new investors, other classes open. A dash indicates not available or not applicable. **PEER-GROUP RANK:** ● = fund finished in top quartile of peer group; ○ = second quartile; ○ = third quartile; ○ = bottom quartile. **SOURCE:** Lipper, New York; 877-955-4773.

COMPANY/FUND NAME (TICKER)	PEER GROUP	% 2006 RETURN ¹	% ANNUALIZED RETURN ¹			PEER-GROUP RANK				% SALES LOAD	% EXPENSES (% OF ASSETS)	TOTAL ASSETS (\$ MIL.)	TELEPHONE	
			THREE YEARS	FIVE YEARS	10 YEARS	'06	'05	'04	'03					
➔ DWS Scudder DWS Managed Muni Bond S (SCMBX)	GM	5.1	4.0	5.5	5.6	●	●	●	●	3.77	None	0.50	4,046	800-728-3337
DWS U.S. Government Securities A (KUSAX)	GNM	3.9	3.3	4.1	5.3	○	○	●	○	4.35	4.50	0.81	2,378	800-621-1048
➔ Eaton Vance Floating-Rate & High Income Adv. (EAFHX)	LP	6.9	5.3	5.2	-	●	●	●	●	6.71	None	1.05	1,882	800-225-6265
Floating-Rate A (EVBLX)	LP	6.2	4.7	-	-	○	○	○	○	6.65	2.25	1.03	4,950	
High Yield Municipals A (ETHYX)	HM	10.6	7.6	8.5	6.3	●	●	○	●	3.83	4.75	0.93	1,206	
Income Fund of Boston A (EVIIX)	HY	11.2	8.6	10.5	7.4	●	●	○	●	5.70	4.75	1.06	1,802	
National Municipals A (EANAX)	GM	10.1	8.2	8.9	7.0	●	●	●	●	3.80	4.75	0.71	4,762	
➔ Elfun Tax-Exempt Income (ELFTX) ²	GM	4.8	4.3	5.5	5.7	○	●	●	○	4.43	None	0.13	1,781	800-242-0134
➔ Evergreen Adjustable Rate C (ESACX)	ARM	3.7	2.0	2.1	-	○	○	○	○	3.38	1.00	1.44	3,074	800-343-2898
Core Bond A (ESBAX)	IID	4.2	3.4	4.9	-	○	○	○	○	4.30	4.75	0.74	4,205	
International Bond A (ESIYX)	INI	3.7	3.0	-	-	○	○	○	○	3.31	4.75	1.10	1,105	
Municipal Bond A (EKEAX)	GM	4.9	4.4	5.6	-	○	○	○	○	3.72	4.75	0.80	893	
Pennsylvania Municipal Bond A (EKVAX)	PA	4.1	3.4	4.6	4.8	○	○	○	○	3.84	4.75	0.67	860	
Short Intermediate Bond A (EFAX)	SIH	4.1	2.9	-	-	○	○	○	○	4.23	3.25	0.77	1,035	
➔ Federated Bond A (FDBAX)	BBB	5.9	4.8	6.9	6.0	●	○	●	●	5.39	4.50	1.05	1,038	800-341-7400
Fund for U.S. Government Securities A (FUSGX)	USM	4.6	3.6	4.5	5.4	○	○	○	○	4.89	4.50	0.86	886	
High Income Bond A (FHIX)	HY	10.5	7.8	9.5	5.4	●	○	○	○	6.36	4.50	1.19	1,302	
Strategic Income A (STIAX)	MSI	8.7	7.0	9.5	6.6	●	○	○	○	5.18	4.50	1.26	1,094	
Total Return Bond SS (FTRFX)	IID	4.7	3.8	5.1	6.1	●	○	○	○	4.76	None	0.64	1,718	
➔ Fidelity Advisor High Income Advantage T (FAHYX)	HY	14.5	11.4	13.7	7.6	●	○	○	○	6.07	3.50	1.05	2,808	877-208-0098
Advisor Intermediate Bond T (FTBRX)	SIH	3.8	2.8	4.7	5.4	○	○	○	○	4.19	2.75	0.91	1,541	
Advisor Short Fixed-Income T (FASFX)	SID	4.3	2.6	3.5	4.7	○	○	○	○	4.57	1.50	0.81	1,314	
Advisor Strategic Income T (FSIAX)	MSI	7.3	6.5	9.4	7.4	○	○	○	○	4.86	3.50	1.05	4,570	
California Municipal Income (FCTFX)	CA	4.6	4.4	5.3	5.7	○	○	○	○	3.53	None	0.44	1,617	800-343-3548
Capital & Income (FAGIX)	HY	12.7	10.2	13.1	8.2	●	○	○	○	5.88	None	0.76	7,203	
Floating Rate High Income (FFRHX)	LP	6.2	5.0	-	-	○	○	○	○	6.50	None	0.82	4,614	
Ginnie Mae (FGMNX)	GNM	4.1	3.6	4.5	5.6	○	○	○	○	4.95	None	0.45	3,373	
Government Income (FGOVX)	GUS	3.5	3.1	4.6	5.6	○	○	○	○	4.35	None	0.44	5,952	
High Income (SPHIX)	HY	10.4	7.9	10.2	5.8	○	○	○	○	6.87	None	0.76	4,428	
Inflation-Protected Bond (FINPX)	IUT	0.2	3.4	-	-	○	○	○	○	2.55	None	0.45	1,394	
Intermediate Bond (FTHR)	SIH	4.2	3.0	4.7	5.7	○	○	○	○	4.65	None	0.46	7,766	
Intermediate Municipal Income (FLTMX)	IMD	3.9	3.4	4.9	5.2	○	○	○	○	3.49	None	0.36	2,103	
Investment Grade Bond (FBNDX)	IID	4.6	3.9	5.3	6.0	○	○	○	○	4.78	None	0.46	10,879	
Massachusetts Municipal Income (FDMMX)	MA	4.7	4.3	5.6	5.6	○	○	○	○	3.54	None	0.43	1,854	
Mortgage Securities (FMSFX)	USM	4.8	3.9	4.9	6.0	○	○	○	○	5.02	None	0.55	1,873	
Municipal Income (FHIGX)	GM	4.7	4.4	5.9	5.9	○	○	○	○	3.54	None	0.45	4,653	
New Markets Income (FNMX)	EMD	11.8	11.8	15.7	12.1	○	○	○	○	5.94	None	0.93	2,186	
New York Municipal Income (FTFMX)	NY	4.5	4.0	5.7	5.8	○	○	○	○	3.44	None	0.45	1,447	
Short-Intermediate Municipal Income (FSTFX)	SIM	2.9	1.9	3.1	3.9	○	○	○	○	3.19	None	0.42	1,494	
Short-Term Bond (FSHBX)	SID	4.5	2.9	3.8	5.0	○	○	○	○	4.91	None	0.46	6,897	
Strategic Income (FSICX)	MSI	7.9	6.8	9.6	-	○	○	○	○	5.34	None	0.75	4,110	
Total Bond (FTBFX)	IID	5.1	4.3	-	-	○	○	○	○	4.94	None	0.45	2,915	
Ultra-Short Bond (FUSFX)	USO	4.8	3.0	-	-	○	○	○	○	5.22	None	0.45	924	
➔ First American Core Bond A (FAFIX)	A	3.6	3.1	4.3	5.3	○	○	○	○	4.21	4.25	0.95	1,838	800-677-3863
Intermediate Term Bond A (FAIIX)	SIH	3.6	2.7	4.0	5.2	○	○	○	○	4.09	2.25	0.75	882	
➔ FPA New Income (FPNIX)	A	4.8	3.0	4.4	5.9	○	○	○	○	5.21	3.50	0.60	1,850	800-982-4372
➔ Franklin Arizona Tax-Free Income A (FTAZX)	AZ	5.0	4.8	5.7	5.1	○	○	○	○	3.32	4.25	0.63	997	800-342-5236
California High Yield Municipal A (FCAMX)	CA	6.3	6.7	6.5	6.1	○	○	○	○	3.84	4.25	0.62	1,497	
California Insured Tax-Free Income A (FRCIAX)	CAI	4.6	4.5	5.3	5.4	○	○	○	○	3.27	4.25	0.61	2,022	
California Tax-Free Income A (FKTFX)	CA	5.4	5.3	5.5	5.6	○	○	○	○	3.52	4.25	0.57	13,814	
Federal Tax-Free Income A (FKTIX)	GM	5.1	4.9	5.6	5.4	○	○	○	○	3.39	4.25	0.62	7,326	
Floating Rate Daily Access A (FAFRX)	LP	6.0	4.6	4.5	-	○	○	○	○	6.27	2.25	0.89	2,194	
Florida Tax-Free Income A (FRFLX)	FL	4.7	4.4	5.5	5.4	○	○	○	○	3.38	4.25	0.62	1,717	
High Income A (AGEFX)	HY	9.2	8.3	10.6	6.2	○	○	○	○	6.62	4.25	0.75	2,820	
High Yield Tax-Free Income A (FRHIX)	HM	7.4	6.6	6.6	5.6	○	○	○	○	3.83	4.25	0.62	6,263	
Insured Tax-Free Income A (FTFIX)	MDI	4.4	4.1	5.3	5.3	○	○	○	○	3.27	4.25	0.64	2,030	
Michigan Insured Tax-Free Income A (FTTMX)	MI	4.2	3.9	5.2	5.4	○	○	○	○	3.22	4.25	0.64	1,436	
New Jersey Tax-Free Income A (FRNJX)	NJ	4.7	4.8	5.6	5.5	○	○	○	○	3.28	4.25	0.65	1,211	
New York Tax-Free Income A (FNYTX)	NY	4.3	4.1	5.2	5.5	○	○	○	○	3.17	4.25	0.61	4,940	
Ohio Insured Tax-Free Income A (FTOIX)	OH	4.7	4.3	5.2	5.3	○	○	○	○	3.16	4.25	0.65	1,153	
Pennsylvania Tax-Free Income A (FRPAX)	PA	4.8	4.3	5.3	5.3	○	○	○	○	3.28	4.25	0.67	884	
Strategic Income A (FRSTX)	MSI	8.1	6.5	9.1	7.0	○	○	○	○	4.87	4.25	0.90	1,783	
Templeton Global Bond A (TPINX)	GLI	13.3	8.3	13.0	7.3	○	○	○	○	4.63	4.25	1.03	3,346	
U.S. Government Securities A (FKUSX)	GNM	3.7	3.4	4.2	5.5	○	○	○	○	4.57	4.25	0.73	6,544	
➔ Gartmore Bond Index A (GBIAX)	IID	3.7	3.1	4.4	-	○	○	○	○	4.32	5.75	0.72	2,138	800-848-0920
➔ Goldman Sachs Core Fixed Income A (GCFIX)	IID	3.7	3.5	5.1	-	○	○	○	○	3.97	4.50	0.86	2,345	800-526-7384
Global Income A (GSGIX)	GLI	1.6	3.3	3.9	5.0	○	○	○	○	2.31	4.50	1.08	911	
High Yield A (GSHAX)	HY	11.4	9.3	10.7	-	○	○	○	○	6.57	4.50	1.15	2,958	
High Yield Municipal A (GHYAX)	HM	7.8	7.2	7.6	-	○	○	○	○	4.29	4.50	0.96	7,493	
Short Duration Government A (GSSDX)	SUS	3.9	2.1	3.0	-	○	○	○	○	3.40	2.00	0.93	882	
➔ Harbor Bond Instl. (HABDX)	IID	4.0	4.0	5.7	6.6	○	○	○	○	4.40	None	0.58	2,405	800-422-1050
➔ Hartford Floating Rate A (HFLAX)	LP	6.7	-	-	-	○	○	○	○	6.38	3.00	0.29	2,613	888-843-7824
Total Return Bond A (ITBAX)	IID	4.0	3.2	5.3	6.0	○	○	○	○	4.34	4.50	1.20	891	
➔ ING Intermediate Bond A (IIBAX)	IID	3.8	3.6	5.4	-	○	○	○	○	4.44	2.50	0.93	1,072	800-992-0180
➔ iShares Lehman 1-3 Year Treasury Bond (SHY)	SUT	3.8	2.0	-	-	○	○	○	○	4.66	None	0.15	5,589	800-474-2737

NOTES: Peer-group abbreviations on page 79. Boldface indicates fund beat benchmark index. ¹Through Dec. 28. ²Closed to new investors. ³Maximum deferred sales charge. ⁴Closed to new investors, other classes open. ⁵Open to GE employees only. A dash indicates not available or not applicable. PEER-GROUP RANK: ● = fund finished in top quartile of peer group; ○ = second quartile; ○ = third quartile; ○ = bottom quartile. SOURCE: Lipper.

COMPANY/FUND NAME (TICKER)	PEER GROUP	% 2006 RETURN ¹	% ANNUALIZED RETURN ¹			PEER-GROUP RANK				% YIELD	% SALES LOAD	EXPENSES (% OF ASSETS)	TOTAL ASSETS (\$ MIL.)	TELEPHONE
			THREE YEARS	FIVE YEARS	10 YEARS	'06	'05	'04	'03					
→ iShares Lehman Aggregate Bond (AGG)	IID	4.2	3.4	-	-	●	●	●	-	5.01	None	0.20	4,666	800-474-2737
Lehman U.S. TIPS Bond (TIP)	IUT	0.3	3.6	-	-	●	●	●	-	2.24	None	0.20	4,056	
→ J.P. Morgan Bond A (JBDAX)	IID	4.4	3.9	5.1	-	●	●	●	●	4.66	3.75	0.75	2,014	800-480-4111
Core Bond A (PGBOX)	IUG	4.0	3.4	4.8	6.0	●	●	●	●	4.27	3.75	0.75	3,524	
Core Plus Bond A (ONIA)	IID	4.0	3.5	4.9	5.5	●	●	●	●	4.65	3.75	0.90	979	
Government Bond A (OGGAX)	GUS	3.1	3.5	4.9	5.7	●	●	●	●	4.47	3.75	0.75	1,121	
High Yield Bond A (OHYAX)	HY	12.5	8.7	9.8	-	●	●	●	●	7.38	3.75	1.11	1,192	
Intermediate Bond A (OGBAX)	SIU	3.8	3.0	4.4	5.5	●	●	●	●	4.61	3.75	0.83	1,121	
Intermediate Tax Free Bond A (JITAX)	IMD	3.4	-	-	-	●	●	●	●	3.62	3.75	0.75	2,863	
Mortgage-Backed Securities A (OMBAX)	USM	4.3	3.7	4.9	-	●	●	●	●	4.33	3.75	0.65	1,426	
Municipal Income A (OTBAX)	IMD	3.6	2.7	3.9	4.4	●	●	●	●	3.41	3.75	0.84	1,480	
Short Duration Bond A (OGLVX)	SUS	4.0	2.2	3.0	4.5	●	●	●	●	3.52	2.25	0.80	781	
Short Term Bond A (JSTAX)	SID	4.6	2.3	2.8	-	●	●	●	●	4.71	2.25	0.75	1,319	
Tax Free Bond A (PMBAX)	GM	4.0	3.3	4.8	5.0	●	●	●	●	4.00	3.75	0.75	1,063	
Ultra Short Duration Bond C (OGUCX)	USO	4.0	2.5	2.5	-	●	●	●	●	4.11	None	1.20	1,438	
→ JennisonDryden Dryden Gov. Income A (PGVAX)	GUS	3.2	2.6	4.1	5.3	●	●	●	●	3.55	4.50	0.97	935	800-225-1852
Dryden High Yield A (PBHAX)	HY	10.2	7.8	9.1	5.3	●	●	●	●	6.43	4.50	0.90	1,489	
→ John Hancock Bond A (JHNBX)	A	4.4	3.7	5.3	5.9	●	●	●	●	4.71	4.50	1.07	1,001	800-225-5291
High Yield A (JHHBX)	HY	20.1	11.0	13.8	7.5	●	●	●	●	5.81	4.50	1.00	1,013	
Strategic Income A (JHFIX)	MSI	4.3	5.3	7.8	6.6	●	●	●	●	4.16	4.50	0.89	1,388	
→ Legg Mason Western Part. Core Plus Bond A (SHMGX)	IID	4.4	3.0	3.8	4.9	●	●	●	●	4.82	4.25	1.02	865	800-451-2010
Partners Global High Yield Bond A (SAHYX)	HY	9.8	8.4	10.9	6.6	●	●	●	●	6.79	4.50	1.20	973	800-446-1013
Partners Managed Municipals A (SHMMX)	GM	6.4	4.0	5.0	5.2	●	●	●	●	4.38	4.25	0.71	2,477	800-451-2010
→ Loomis Sayles Bond Retail (LSBRX)	BBB	11.1	8.8	13.4	-	●	●	●	●	5.08	None	0.99	8,306	800-633-3330
Global Bond Retail (LSGLX)	GLI	7.8	4.2	10.5	-	●	●	●	●	4.10	None	1.00	1,289	
Strategic Income A (NEFZX)	MSI	11.8	9.7	15.5	9.5	●	●	●	●	4.94	4.50	1.18	6,080	800-225-5478
→ Lord Abbett Bond Debenture A (LBNDX)	HY	9.9	6.7	7.6	6.3	●	●	●	●	6.49	4.75	0.99	7,763	800-821-5129
High Yield Municipal Bond A (HYMAX)	HM	9.3	-	-	-	●	●	●	●	4.92	3.25	0.00	1,244	
→ MainStay Floating Rate A (MXFAX)	LP	5.8	-	-	-	●	●	●	●	6.56	3.00	1.05	1,050	800-624-6782
High Yield Corporate Bond A (MHCA)	HY	11.7	9.3	12.2	8.0	●	●	●	●	6.35	4.50	1.02	4,491	
→ Managers Fremont Bond (MBDFX)	IID	3.5	3.9	5.5	6.7	●	●	●	●	4.67	None	0.60	1,172	800-548-4539
→ MassMutual Premier Core Bond N (MCBNX)	IID	3.2	3.0	-	-	●	●	●	●	4.00	1.00	1.28	1,734	888-309-3539
→ Metropolitan West Low Duration Bond M (MWLDX)	SID	6.1	4.0	3.6	-	●	●	●	●	4.64	None	0.58	1,375	800-241-4671
Total Return Bond M (MWTRX)	IID	6.9	5.1	5.6	-	●	●	●	●	4.94	None	0.65	2,054	
→ MFS Bond A (MFBFX)	BBB	5.0	4.2	6.2	6.0	●	●	●	●	4.99	4.75	0.87	1,298	800-225-2606
Government Securities A (MFGSX)	GUS	3.6	3.0	4.1	5.3	●	●	●	●	4.16	4.75	0.80	1,345	
High Income A (MHITX)	HY	10.3	7.4	8.9	5.8	●	●	●	●	6.90	4.75	1.00	1,232	
Municipal Bond A (MMBFX)	GM	4.5	3.9	5.4	5.3	●	●	●	●	4.16	4.75	0.48	1,053	
Municipal High Income A (MMHYX)	HM	6.7	6.8	6.7	5.7	●	●	●	●	4.90	4.75	0.71	1,618	
Research Bond A (MRBFX)	A	4.1	3.6	5.7	-	●	●	●	●	4.50	4.75	0.69	2,085	
→ Morgan Stanley Tax-Exempt Securities Trust A (TAXAX)	GM	5.1	4.1	5.4	-	●	●	●	●	3.30	4.25	0.69	1,111	800-869-6397
U.S. Government Securities Trust A (USGAX)	GUS	3.0	3.2	4.3	-	●	●	●	●	4.72	4.25	0.87	2,363	
→ Northeast Investors Trust (NTHX)	FLX	12.1	9.6	9.2	5.7	●	●	●	●	7.50	None	0.62	1,382	800-225-6704
→ Northern Fixed Income (NOFIX)	BBB	4.2	3.4	4.6	5.3	●	●	●	●	4.56	None	0.90	961	800-595-9111
High Yield Fixed Income (NHFIX)	HY	10.0	6.8	8.8	-	●	●	●	●	7.13	None	0.90	1,666	
→ Nuveen High Yield Municipal Bond A (NHMAX)	HM	8.4	9.2	9.2	-	●	●	●	●	4.44	4.20	0.88	4,470	800-257-8787
Intermediate Duration Municipal Bond A (NMBAX)	GM	3.9	3.8	4.4	4.8	●	●	●	●	3.24	3.00	0.74	2,499	
→ Oppenheimer AMT-Free Municipals A (OPTAX)	GM	7.4	7.9	8.0	6.0	●	●	●	●	4.15	4.75	0.76	2,115	800-225-5677
AMT-Free New York Municipals A (OPNYX)	NY	8.7	7.0	6.9	6.0	●	●	●	●	3.75	4.75	0.84	1,243	
California Municipal A (OPCAX)	CA	7.7	9.0	8.2	6.5	●	●	●	●	3.96	4.75	0.78	1,885	
Champion Income A (OPCHX)	HY	9.1	7.1	8.2	5.7	●	●	●	●	6.92	4.75	1.08	2,618	
Core Bond A (OPIGX)	IID	4.6	3.9	5.7	5.4	●	●	●	●	4.57	4.75	0.90	1,391	
International Bond A (OIBAX)	INI	8.4	9.4	14.6	8.9	●	●	●	●	5.34	4.75	1.02	5,861	
Limited Term Government A (OPGVX)	SUS	3.9	2.4	2.9	4.5	●	●	●	●	4.25	3.50	0.70	1,831	
Limited Term Municipal A (OPITX)	SIM	5.4	6.5	7.1	5.8	●	●	●	●	3.63	3.50	0.78	1,941	
Limited Term New York Municipal A (LTNYX)	OSS	5.3	5.0	5.3	5.1	●	●	●	●	3.56	3.50	0.74	4,220	
Pennsylvania Municipal A (OPATX)	PA	7.6	7.8	8.9	6.4	●	●	●	●	3.90	4.75	0.72	1,166	
Rochester Fund Municipals A (RMUNX)	NY	8.3	8.1	7.6	6.6	●	●	●	●	4.09	4.75	0.70	10,001	
Rochester National Municipal A (ORNAX)	HM	10.4	10.3	10.3	7.7	●	●	●	●	5.15	4.75	0.60	6,589	
Strategic Income A (OPSIX)	MSI	7.6	7.2	9.5	6.7	●	●	●	●	3.91	4.75	0.94	7,188	
U.S. Government Trust A (OUSGX)	GUS	3.6	3.4	4.6	5.5	●	●	●	●	4.34	4.75	0.90	911	
→ Payden & Rygel Payden Core Bond (PYCBX)	IID	2.3	2.9	4.9	5.8	●	●	●	●	4.80	None	0.45	893	800-572-9336
→ Phoenix Multi-Sector Short Term Bond A (NARAX)	SII	5.7	4.0	5.7	5.8	●	●	●	●	4.81	2.25	1.01	1,461	800-243-4361
→ Pimco Developing Local Markets D (PLMDX)	INI	11.1	-	-	-	●	●	●	●	4.00	None	1.24	3,616	800-426-0107
Diversified Income C (PDICX)	MSI	6.4	6.4	-	-	●	●	●	●	4.29	1.00 ³	1.90	1,732	
Emerging Markets Bond A (PAEMX)	EMD	9.4	10.9	15.2	-	●	●	●	●	4.41	3.75	1.25	2,580	
Floating Income A (PFIAX)	LP	8.6	-	-	-	●	●	●	●	4.48	2.25	0.95	3,950	
Foreign Bond Fund (U.S. Dollar-Hedged) A (PFOAX)	INI	2.5	4.5	4.8	-	●	●	●	●	3.02	3.75	0.95	2,469	
Foreign Bond Fund (Unhedged) A (PFUAX)	INI	5.9	-	-	-	●	●	●	●	3.21	3.75	0.95	2,198	
High Yield A (PHDAX)	HY	9.0	7.5	8.6	-	●	●	●	●	6.24	3.75	0.90	7,322	
Long-Term U.S. Government A (PFGAX)	GUS	0.9	3.9	6.7	-	●	●	●	●	4.22	3.75	0.88	1,295	
Low Duration A (PTLAX)	SID	3.4	2.1	3.3	-	●	●	●	●	4.07	2.25	0.88	10,716	
Real Return A (PRTNX)	IUT	-0.2	3.5	6.9	-	●	●	●	●	3.28	3.00	0.90	13,149	
Short-Term A (PSHAX)	USO	4.2	2.6	2.5	-	●	●	●	●	4.41	2.25	0.75	3,371	
Total Return A (PTTAX)	IID	3.6	3.5	5.2	-	●	●	●	●	4.16	3.75	0.90	100,110	

NOTES: Peer-group abbreviations on page 79. Boldface figures indicate fund beat benchmark index. ¹Through Dec. 28. ²Closed to new investors. ³Maximum deferred sales charge. ⁴Closed to new investors, other classes open. A dash indicates not available or not applicable. PEER-GROUP RANK: ● = fund finished in top quartile of peer group; ● = second quartile; ● = third quartile; ○ = bottom quartile. SOURCE: Lipper.

COMPANY/FUND NAME (TICKER)	PEER GROUP	% 2006 RETURN ¹	% ANNUALIZED RETURN ¹			PEER-GROUP RANK				% YIELD	% SALES LOAD	EXPENSES (% OF ASSETS)	TOTAL ASSETS (\$ MIL.)	TELEPHONE
			THREE YEARS	FIVE YEARS	10 YEARS	'06	'05	'04	'03					
▶ Pioneer Bond A (PIOBX)	A	3.4	3.8	5.9	5.8	●	●	●	●	3.93	4.50	0.99	879	800-225-6292
Global High Yield A (PGHYX)	HY	12.4	11.1	15.3	-	●	●	●	●	7.03	4.50	1.04	1,269	
High Yield A (TAHYX)	HY	10.8	6.7	9.3	-	●	●	○	●	4.97	4.50	1.06	4,840	
Strategic Income A (PSRAX)	MSI	6.1	6.4	9.8	-	●	●	●	●	5.40	4.50	1.09	1,196	
▶ Principal Investors Bond & Mortgage Sec. J (PBMX)	IID	3.8	3.2	4.3	-	○	○	○	○	4.13	5.40	1.13	2,079	800-247-4123
▶ Putnam California Tax Exempt Income A (PCTEX)	CA	4.4	4.0	4.9	5.1	○	○	○	○	3.35	3.75	0.72	2,102	800-225-1581
Diversified Income Trust A (PDINX)	MSI	6.7	6.4	8.9	5.6	●	●	●	●	5.18	3.75	0.89	2,807	
High Yield Trust A (PHIGX)	HY	9.9	8.2	9.9	5.4	●	●	●	●	7.24	3.75	1.00	2,360	
Income A (PINCX)	A	4.2	3.5	4.8	4.9	●	●	○	○	4.78	3.75	0.96	2,506	
New York Tax Exempt Income A (PTEIX)	NY	4.6	3.7	5.0	5.1	○	○	○	○	3.30	3.75	0.75	1,170	
Tax Exempt Income A (PTAEX)	GM	4.2	4.0	5.0	5.0	○	○	○	○	3.37	3.75	0.78	1,217	
Tax-Free High Yield A (PTHAX)	HM	6.1	6.3	5.7	4.8	○	○	○	○	3.69	3.75	0.81	1,479	
U.S. Government Income Trust A (PGSIX)	GNM	4.1	3.2	3.9	5.1	○	○	○	○	4.46	3.75	0.91	1,230	
▶ Regions Morgan Keegan Select High Inc. A (MKHIX) ²	HY	11.1	11.6	12.3	-	●	●	●	○	9.50	2.50	1.09	1,234	800-564-2188
▶ RiverSource Diversified Bond A (INBNX)	IID	5.3	3.9	4.5	5.1	●	●	●	○	4.17	4.75	0.94	2,767	888-791-3380
High Yield Bond A (INEAX)	HY	10.7	8.9	8.7	5.1	●	●	●	○	6.20	4.75	1.07	2,004	
Short Duration U.S. Government A (FINX)	SUS	3.9	2.0	2.7	4.1	○	○	○	○	3.09	4.75	0.88	914	
Tax-Exempt High Income A (INHIX)	GM	4.4	3.7	4.8	4.9	○	○	○	○	2.97	4.75	0.80	3,187	
▶ Russell Diversified Bond C (RDBCX)	IID	2.9	2.2	3.6	-	○	○	○	○	3.77	None	1.65	2,200	800-787-7354
Multistrategy Bond C (RMSCX)	BBB	3.0	2.6	4.3	-	○	○	○	○	4.14	None	1.87	2,692	
Short Duration Bond C (RSBCX)	SID	2.8	1.1	2.1	-	○	○	○	○	3.21	None	1.65	1,167	
▶ Schwab California Tax-Free YieldPlus Inv. (SWYXX)	CA	3.2	-	-	-	○	○	-	-	3.15	None	0.40	888	800-308-1486
Total Bond Market (SWLBX)	IID	4.6	3.9	5.1	6.0	●	●	●	○	4.89	None	0.54	1,284	
YieldPlus Inv. (SWYXX)	USO	5.4	3.7	3.3	-	○	○	○	○	4.94	None	0.58	9,540	
▶ STI Classic Seix High Yield A (HYPSX)	HY	6.8	5.9	7.7	-	○	○	○	○	6.45	4.75	0.74	1,286	888-784-3863
▶ T. Rowe Price GNMA (PRGMX)	GNM	3.8	3.5	4.4	5.6	○	○	○	○	4.82	None	0.66	1,261	800-638-5660
High Yield (PRHYX) ²	HY	9.7	7.9	9.6	7.3	●	●	○	○	6.99	None	0.77	4,751	
International Bond (RPBIX)	INI	7.3	3.3	9.8	4.4	○	○	○	○	3.55	None	0.86	2,164	
Maryland Tax-Free Bond (MDXBX)	MD	4.5	3.8	5.1	5.3	●	●	○	○	3.67	None	0.48	1,440	
New Income (PRCIX)	A	4.1	3.8	5.0	5.6	●	●	○	○	4.59	None	0.67	4,401	
Short-Term Bond (PRWBX)	SID	4.3	2.5	3.4	4.8	○	○	○	○	4.50	None	0.55	1,382	
Spectrum Income (RPSIX)	GB	8.2	6.3	8.0	7.0	●	○	○	○	4.38	None	0.00	4,279	
Tax-Free High Yield (PRFHIX)	HM	6.8	6.6	6.7	5.6	○	○	○	○	4.04	None	0.70	1,573	
Tax-Free Income (PRTAX)	GM	5.1	4.4	5.5	5.5	○	○	○	○	3.58	None	0.53	1,833	
▶ Thornburg Limited Term Municipal A (LTMFX)	SIM	3.0	2.0	3.3	3.9	○	○	○	○	2.90	1.50	0.90	1,200	800-847-0200
▶ Thrivent Municipal Bond A (AAMBX)	GM	4.4	3.9	4.9	5.3	○	○	○	○	3.21	4.50	0.78	1,236	800-847-4836
▶ USAA Income (USAIX)	A	4.2	3.8	5.1	6.1	●	●	○	○	4.94	None	0.59	1,814	800-531-8181
Tax Exempt Intermediate-Term (USATX)	IMD	4.5	4.0	5.0	5.3	○	○	○	○	3.58	None	0.55	2,792	
Tax Exempt Long-Term (USTEX)	GM	4.8	4.7	6.2	5.8	○	○	○	○	3.60	None	0.55	2,436	
Tax Exempt Short-Term (USSTX)	SMD	3.5	2.3	3.0	3.8	○	○	○	○	3.44	None	0.55	1,096	
▶ Van Kampen Government Securities A (ACGVX)	GUS	2.6	3.0	4.1	5.2	○	○	○	○	4.77	4.75	1.02	1,113	800-847-2424
High Yield Municipal A (ACTHX) ²	HM	8.1	7.8	7.4	6.2	●	●	●	○	5.28	4.75	0.85	4,494	
Insured Tax Free Income A (VKMTX)	MDI	4.6	4.0	5.4	5.2	●	●	○	○	3.78	4.75	0.88	1,137	
Strategic Municipal Income A (VKMHX) ²	HM	8.7	7.5	6.9	5.2	●	●	○	○	5.20	4.75	0.85	1,686	
U.S. Mortgage A (VKMGX)	USM	3.4	3.2	3.9	5.1	○	○	○	○	5.62	4.75	0.90	1,032	
▶ Vanguard CA Intm.-Term Tax-Exempt Inv. (VCAIX)	CAT	4.2	3.0	4.5	5.1	○	○	○	○	3.67	None	0.16	3,457	800-851-4999
CA Long-Term Tax-Exempt Inv. (VCITX)	CA	5.2	4.4	5.5	5.8	○	○	○	○	3.88	None	0.16	2,650	
Florida Long-Term Tax-Exempt Inv. (VFLT)	FL	4.5	3.7	5.5	5.8	○	○	○	○	3.83	None	0.16	1,203	
GNMA Inv. (VFIX)	GNM	4.3	3.9	4.9	6.0	○	○	○	○	5.20	None	0.21	23,165	
High-Yield Corporate Inv. (VWEHX)	HY	8.2	6.5	7.6	6.0	○	○	○	○	7.10	None	0.25	9,319	
High-Yield Tax-Exempt Inv. (VWAHX)	GM	5.5	4.9	5.7	5.7	○	○	○	○	4.00	None	0.16	5,674	
Inflation-Protected Securities Inv. (VIPSX)	IUT	0.4	3.7	7.0	-	○	○	○	○	2.33	None	0.20	9,865	
Insured Long-Term Tax-Exempt Inv. (VILPX)	MDI	4.9	4.0	5.6	5.7	○	○	○	○	3.83	None	0.15	3,222	
Intermediate-Term Bond Index Inv. (VBIX)	IID	3.9	3.5	5.5	6.4	○	○	○	○	4.97	None	0.18	6,301	
Intermediate-Term Investment-Grade Inv. (VFICX)	IID	4.5	3.7	5.6	6.3	○	○	○	○	5.19	None	0.21	5,189	
Intermediate-Term Tax-Exempt Inv. (VWITX)	IMD	4.4	3.3	4.5	4.9	○	○	○	○	3.70	None	0.16	14,551	
Intermediate-Term Treasury Inv. (VFITX)	GUT	3.2	2.9	5.1	6.1	○	○	○	○	4.48	None	0.26	4,012	
Limited-Term Tax-Exempt Inv. (VMLTX)	SIM	3.3	2.0	3.0	3.9	○	○	○	○	3.52	None	0.16	6,670	
Long-Term Bond Index Inv. (VBLTX)	A	2.6	5.2	7.3	7.7	○	○	○	○	5.17	None	0.18	2,181	
Long-Term Investment-Grade Inv. (VWESX)	A	2.7	5.3	7.3	7.2	○	○	○	○	5.50	None	0.25	5,859	
Long-Term Tax-Exempt Inv. (VWLT)	GM	5.1	4.1	5.5	5.7	○	○	○	○	3.83	None	0.15	2,356	
Long-Term Treasury Inv. (VUSTX)	GUT	1.7	4.9	6.9	7.4	○	○	○	○	4.52	None	0.26	2,247	
New Jersey Long-Term Tax-Exempt Inv. (VNJTX)	NJ	5.2	4.0	5.4	5.6	○	○	○	○	3.80	None	0.16	1,718	
New York Long-Term Tax-Exempt Inv. (VNYTX)	NY	4.8	3.8	5.6	5.7	○	○	○	○	3.69	None	0.15	2,470	
Pennsylvania Long-Term Tax-Exempt Inv. (VPAIX)	PA	4.8	3.8	5.4	5.6	○	○	○	○	3.84	None	0.16	2,390	
Short-Term Bond Index Inv. (VBISX)	SID	4.1	2.4	3.4	5.1	○	○	○	○	4.81	None	0.18	5,294	
Short-Term Federal Inv. (VSGBX)	SUS	4.3	2.5	3.5	5.0	○	○	○	○	4.79	None	0.20	2,588	
Short-Term Investment-Grade Inv. (VFSTX)	SID	4.9	3.1	3.8	5.2	○	○	○	○	5.03	None	0.21	17,677	
Short-Term Tax-Exempt Inv. (VWSTX)	SMD	3.2	2.0	2.2	3.2	○	○	○	○	3.43	None	0.16	4,083	
Short-Term Treasury Inv. (VFISX)	SUT	3.7	2.2	3.4	4.9	○	○	○	○	4.59	None	0.26	3,475	
Total Bond Market Index Inv. (VBMFX)	IID	4.2	3.6	4.7	5.9	○	○	○	○	5.00	None	0.20	39,397	
▶ Waddell & Reed Advisors High Income A (UNHIX)	HY	8.3	6.4	7.2	5.6	○	○	○	○	6.96	5.75	1.14	948	888-923-3355
▶ Wells Fargo Advantage Government Sec. Inv. (STVSX)	GUS	3.6	3.0	4.5	5.8	○	○	○	○	4.56	None	1.02	1,072	800-222-8222
Total Return Bond A (MBFAX)	IID	3.9	3.2	4.8	-	○	○	○	○	4.26	4.50	0.89	1,281	
Ultra Short-Term Income Inv. (STADX)	USO	4.7	3.4	2.7	4.1	○	○	○	○	5.06	None	0.84	879	

NOTES: Peer-group abbreviations on page 79. Boldface figures indicate fund beat benchmark index. Through Dec. 28. ¹Closed to new investors. ²Maximum deferred sales charge. ³Closed to new investors, other classes open. A dash indicates not available or not applicable. PEER-GROUP RANK: ● = fund finished in top quartile of peer group; ○ = second quartile; ○ = third quartile; ○ = bottom quartile. SOURCE: Lipper.

