

**Courtesy of: James O. Davis The Financial Advisory Group**

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<b>Bear Market History of the S&amp;P 500 Index*</b> September 1929 through December 2003		
<b>Bear Market Period</b>	<b>Duration (Months)</b>	<b>Percentage Decline</b>
Sep '29 - Jun '32	33 months	-86.70%
Jul '33 - Mar '35	20 months	-33.90%
Mar '37 - Mar '38	12 months	-54.50%
Nov '38 - Apr '42	41 months	-45.80%
May '46 - Mar '48	22 months	-28.10%
Aug '56 - Oct '57	14 months	-21.60%
Dec '61 - Jun '62	6 months	-28.00%
Feb '66 - Oct '66	8 months	-22.20%
Nov '68 - May '70	18 months	-36.10%
Jan '73 - Oct '74	21 months	-48.20%
Nov '80 - Aug '82	21 months	-27.10%
Aug '87 - Dec '87	4 months	-33.50%
Jul '90 - Oct '90	3 months	-19.90%
Jul '98 - Aug '98	1 months	-19.34%
Mar '00 - Oct '02	31 months	-49.15%
<b>Averages</b>	<b>17 months</b>	<b>-36.94%</b>
<b><i>Average Annual Return 76 Years: Jan 1, 1928 - Dec 31, 2003: +10.06%</i></b>		

Sources: Potomac Fund Management & Towers Data

\*The S&P 500 Index is an unmanaged group of securities considered to be representative of the stock market in general.

*For Illustrative Purposes Only. Past performance is not a guarantee of future results.*