



Forté Capital's Selected Statistics

U.S. Equity Indexes	02/28/07	YTD Return
S&P 500	1407	-0.80%
Dow Jones Industrials	12269	-1.60%
NASDAQ Composite	2416	0.30%
NYSE Composite	9125	-0.20%
Wilshire 5000	14272	0.10%
Dow Jones Transports	4864	6.70%
Dow Jones Utilities	479	4.90%

Selected Interest Rates	02/28/07	01/31/07
Fed Funds Rate	5.25%	5.25%
3-Month Libor	5.35%	5.36%
Prime Rate	8.25%	8.25%
15-Year Mortgage	5.45%	5.65%
30-Year Mortgage	5.70%	5.90%
1-Year ARM	5.33%	5.41%
3-Month Treasury Bill	5.01%	4.99%
5-Year Treasury Note	4.52%	4.82%
10-Year Treasury Bond	4.56%	4.83%
10-Year Inflation Indexed Treas.	2.20%	2.40%

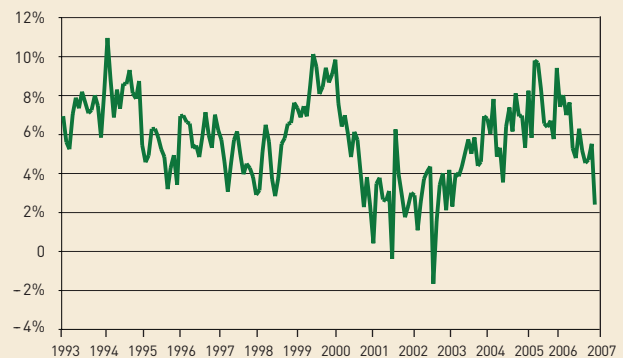
Key Economic Statistics	Most Recent	Prior Month
National		
Producer Price Index (monthly chg)	-0.60%	0.90%
Consumer Price Index (monthly chg)	0.20%	0.40%
Unemployment Rate	4.50%	4.60%
ISM Manufacturing Index	52.30	49.30
ISM Services Index	54.30	59.00
Change in Non-Farm Payroll Emp.	97,000	146,000
New York State		
Value of Construction Projects in 000's	1,407,116	1,522,314
Consumer Price Index-NY, NJ, CT	2.70%	3.30%
Unemployment Rate	4.90%	3.80%
NYS Index of Coincident Indicators	0.40%	0.50%

Forté Capital's Proprietary Market Risk Barometer	Bullish	Neutral	Bearish
	10	9	8
	7	6	5
	4	3	2
	1		
Market Valuation	5		
Monetary Environment	4		
Investor Psychology	5		
Internal Market Technicals	5		
Overall Short-Term Outlook	5.07		
Overall Long-Term Outlook	5.18		
	As of 02/28/07		

Equity Market Statistics	02/28/07	01/31/2007
Dow Jones Industrials		
Dividend Yield	2.31%	2.23%
Price-to-Earnings Ratio (12-Mth Trailing)	16.11	16.77
Price-to-Book Value	3.30	3.25
S&P 500 Index		
Earnings Yield	5.58%	5.46%
Dividend Yield	1.88%	1.81%
Price/Earnings (12-Mth Trailing as Rpt)	17.11	18.31
Price/Earnings (2006 EPS Est as Rpt)	16.09	17.68

Chart of the Month

Retail Sales, Year-over-Year percentage Change



Source: Federal Reserve (www.federalreserve.gov)

Commentary on Significant Economic Data This Month

Durable goods orders declined 7.8% in January 2007. Core capital goods orders experienced the largest percentage decline since early 2004, while transportation orders were down by 18%. On the positive side, inventories were unchanged for the month.

According to the New York Empire State Manufacturing Survey, manufacturing activity in New York improved significantly in February, as the General Business Conditions Index increased from 9.1 to 24.4 the prior month. Both new orders and shipments were solid. The decline in the prices paid-and-received indexes suggests that pricing pressures are beginning to recede.

New-home sales fell by nearly 17% compared to the prior month. Months of inventory increased to 6.8 months, and the median home price declined by 2% compared to last year. The West and Northeast were especially hard hit, with sales declines of 37% and 19%, respectively. Potential problems in the sub-prime market are likely to continue, negatively impacting the housing market as lenders tighten standards and marginal home-buyers are sidelined.

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