

MONEYLETTER *hotline*

Welcome to the Hotline for Wednesday, March 29, 2017

US stocks rallied over the last two days as investors seem to have shaken off the health care disappointment and re-focused on growth prospects. Global stocks are on pace for their fifth straight month of gains. Oil surged on news of lower inventories.

Since the last Hotline on March 22nd the S&P 500 is up by 0.5%, the Euro STOXX 50 is up 1.6% and the Nikkei 225 is 0.9% higher.

We see the mid-March action as nothing more than the profit taking we've been predicting. There are no changes in our asset allocation advice.

New Fund Changes – For domestic stock funds, there are three new Buys this week: Royce Special Equity Investor (ticker: RYSEX), William Blair Small Cap Growth N (WBSNX) and Guggenheim S&P Small Cap 600 Pure Growth ETF (RZG). There are two new Holds: Hodges Retail (HDPMX) and iShares S&P SmallCap 600 Value (IJS). There are four new Sells this week: PowerShares Russell Mid Cap Pure Value ETF (PXMV), Bogle Small Cap Growth Investor (BOGLX), Kinetics Small Cap Opportunity No Load (KSCOX) and Guggenheim S&P Small Cap 600 Pure Value ETF (RZV).

For international stock funds, there is one new Buy this week: Fidelity EMEA (FEMEX). There is one new Hold: Guggenheim BRIC ETF (EEB). There are two new Sells this week: BLDRs Emerging Markets 50 ADR ETF (ADRE) and T. Rowe Price Emerging Europe (TREM).

Thank you for visiting the MONEYLETTER Hotline. The next Hotline will be available on our website in the Member Area at 11pm (EST) on Wednesday, April 5th and it will be emailed on Thursday morning April 6th.