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The Economy Performs

by Walter S. Frank, Chief Investment Officer

We rarely spend much time on the quarterly GDP reports in these pages, because the reports look backward. They tell us how the economy did over the past three months, but shed little light on the months ahead. Every now and then, though, a report comes along that does point the way ahead. Such is the case with the recent report on the last quarter of last year.

It told us two important things. First, and more important, business has stepped up to the plate and is doing the job-investing that it needed to do if the economy were to maintain momentum. The latest numbers show that overall business investment increased by 14% last quarter, and spending for equipment & software jumped by an even bigger 18.0%. All this on top of good increases much of last year.

Remember the scenario that was widespread at the beginning of this year. Consumer spending was expected to slow as the Fed raised rates (and for other reasons as well). It was the turn of business to keep things going, otherwise trouble. Well, business is doing just that. The last durable goods new orders report suggests that the investment surge is continuing. And it is continuing even though an important temporary investment tax break ran out on December 31.

The message from the revised version of last quarter's GDP report was reassuring. So far it does not look as if the Fed's positive expectations for the economy were wildly optimistic as the Fed-bashing crowd on Wall Street maintains. At the same time, of course, we must recognize that the Fed will continue on the path of raising rates until the Fed is satisfied that it has arrived at the shadowy "neutral" rate. Still, there was nothing in the GDP report to suggest that the rate of increase will be anything but measured.

The markets

The markets of late have paid little attention to the overall economy. It is the nuts and bolts of earnings and the movement of the dollar that has occupied Wall Street lately. The Street is about to turn its attention to this quarter's earnings, and we will then see that the earnings gains this year will be much more modest than were last year's. Some hint of that has come from the Thomson First Call report on this quarter's earnings showing that negative warnings are ahead of their average pace.

This comes as no surprise to anyone. The Street's earnings expectations for this year have been uniformly modest. If there is any surprise, it will be on the upside, but we do not suggest holding your breath for that.

The better market news is coming from abroad, and, surprisingly, includes France and Germany. The European funds have been acting well and maybe that is the reason. (Of course, a strong euro helps.) Economic reform is being pushed in both France and Germany. Their markets approve. As for the U.S. market, there is nothing like good old economic growth to make room for further gains.

Market Trends

	Trailing 12-Mo Trend	Forward 6-Mo Estimate
Economy	Higher	Higher
Interest Rates	Flat	Higher
Dollar	Lower	Lower
Inflation	Flat	Flat/Higher
Dow	Flat	Higher
NASDAQ	Flat	Higher
Europe	Higher	Flat/Higher
Japan (Nikkei)	Higher	Higher
Hong Kong (Hang Seng)	Higher	Higher

Fund changes

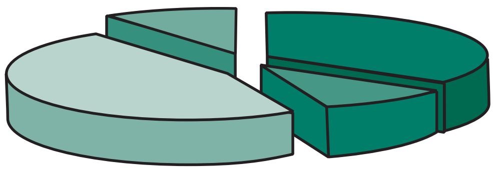
The Hotline of Tuesday, February 15 recommended that the money fund allocation of the Venturesome portfolios be reduced to zero and invested in both domestic and international funds. Here are the changes made to the model portfolios. ***MONEYLETTER* Venturesome**—Sold 20,647 shares of Schwab Money Market Fund. Sold 570 shares of Artisan International Value @$21.53 per share. Purchased 680 shares of T. Rowe Price Emerging Europe and Mediterranean @$18.05 with the proceeds. Purchased 158 shares of Dodge & Cox International Stock @$31.58 per share. Also purchased 720 shares of Bridgeway Aggressive Investors 2 @$14.79 per share. **Fidelity Venturesome**—Sell 18,502 shares of Fidelity Cash Reserves. Purchase 286 shares of Fidelity International Small Cap @$24.48 per share. Also purchase 576 shares of Fidelity Small Cap Independence @$19.96 per share. **Vanguard Venturesome**—Sell 20,413 shares of Vanguard Prime Portfolio. Also sell 373 shares of Vanguard International Value @$31.44 per share and purchase 769 shares of Vanguard Emerging Market Stock Index @$15.26 per share with the proceeds. Also purchase another 656 shares of Emerging Market Index. Purchase 661 shares of Vanguard Mid-Cap Index @$15.75 per share.

New fund recommendations

The Hotline of Friday, February 25th recommended the sale of Weitz Hickory in the *MONEYLETTER* Venturesome Portfolio to be replaced by Muhlenkamp Fund. The Hotline of Tuesday, March 1st recommended the sale of Vanguard Windsor II in both the Vanguard Venturesome and Moderate Portfolios. In the Venturesome Portfolio, the recommended replacement is Vanguard Explorer. In the Moderate Portfolio, the recommended replacement is Vanguard Mid-Cap Index. The same Hotline also recommended the sale of Cohen & Steers Realty in the Select Portfolio to be replaced by Alpine U.S. Real Estate. $

CONSERVATIVE

Seeks steady long-term growth of capital with limited short-term volatility



MONEYLETTER Conservative

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Schwab Money Market	Yield YTD	0.3%	10,168	$1.00	$10,168
Gateway Fund	11/27/02	18.6	609	24.64	14,995
Loomis Sayles Bond Retail	03/17/04	9.5	1,173	13.86	16,260
RS Value (Contrarian)	08/04/04	28.0	1,229	22.42	27,564
Artisan Mid Cap Value	08/04/04	21.9	613	17.78	10,891
AmerCent Inflation Adj.	02/12/03	13.2	1,639	11.25	18,443
Third Avenue Value	11/24/04	6.0	467	53.56	25,015
Dodge & Cox Income	02/19/03	9.6	1,011	12.88	13,025
TOTAL VALUE					$136,361

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
2.4%	10.8%	9.7%	31.4%	1.6%

Fidelity Conservative

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Cash Reserves	Yield YTD	0.3%	8,760	$1.00	$8,760
Fidelity Balanced	11/27/02	39.8	801	18.04	14,457
Fidelity Strategic Income	03/17/04	8.3	1,773	10.70	18,975
Fidelity Value	04/21/04	17.8	352	72.78	25,612
Fidelity Export & Multi	09/08/04	13.3	826	19.97	16,501
Fidelity Inflation-Protected	09/15/04	2.7	1,080	11.32	12,225
Fidelity Investment Grade	02/19/03	8.6	1,762	7.50	13,215
TOTAL VALUE					$109,745

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
1.6%	9.7%	8.7%	20.8%	1.0%

Vanguard Conservative

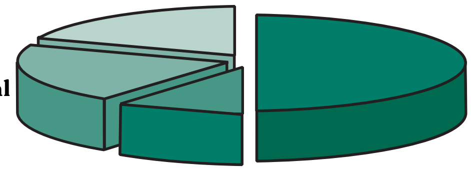
Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Prime Port MM	Yield YTD	0.3%	8,536	$1.00	$8,536
Vanguard Balanced Index	11/27/02	27.1	581	19.38	11,264
Vanguard Total Bond Index	02/19/03	7.6	746	10.20	7,607
Vanguard Inflation Protect	02/19/03	13.6	1,105	12.51	13,827
Vanguard US Value	05/19/04	17.5	1,250	13.92	17,405
Vanguard Strategic Equity	12/21/04	0.9	635	21.42	13,607
Vanguard Small Cap Value	03/24/04	19.1	1,381	13.76	18,999
Vanguard GNMA	03/17/04	2.5	1,713	10.40	17,814
TOTAL VALUE					$109,059

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
1.3%	7.2%	7.0%	17.7%	-0.1%

MODERATE

Seeks greater long-term growth than the Conservative Portfolio by taking prudent risks



MONEYLETTER Moderate

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Schwab Money Market	Yield YTD	0.3%	11,587	$1.00	$11,587
Dodge & Cox International	09/22/04	23.8	442	32.22	14,256
Baron Partners	06/09/04	24.0	860	17.31	14,882
Loomis Sayles Bond Retail	03/17/04	9.5	1,642	13.86	22,753
Artisan Mid Cap Value	08/11/04	24.7	681	17.78	12,115
RS Value (Contrarian)	08/04/04	28.0	1,005	22.42	22,534
Fidelity Leveraged Company	01/28/04	26.3	1,210	24.25	29,340
Artisan International Value	11/10/04	13.6	643	21.91	14,085
TOTAL VALUE					$141,552

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
4.1%	20.8%	13.7%	65.0%	3.4%

Fidelity Moderate

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Cash Reserves	Yield YTD	0.3%	11,112	$1.00	$11,112
Fidelity Int'l Small Cap	09/22/04	29.8	565	25.30	14,298
Fidelity Europe	11/10/04	16.1	322	36.00	11,609
Fidelity Leveraged Company	12/10/03	44.7	796	24.25	19,308
Fidelity Strategic Income	03/17/04	8.3	2,587	10.70	27,677
Fidelity Value Strategy	12/15/04	-2.7	364	36.38	13,238
Fidelity Value	04/21/04	17.8	272	72.78	19,815
Fidelity Focused Stock	10/06/04	14.1	1,135	10.68	12,124
TOTAL VALUE					$129,181

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
3.7%	16.7%	11.5%	41.1%	3.1%

Vanguard Moderate

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Prime Port MM	Yield YTD	0.3%	9,876	$1.00	$9,876
Vanguard Int'l Value	09/22/04	18.6	360	32.23	11,607
Vanguard European Stk Index	11/10/04	10.6	455	26.75	12,168
Vanguard FI Hi-Yld Corp	01/17/01	29.5	3,554	6.43	22,852
Vanguard Strategic Equity	12/21/04	0.9	868	21.42	18,597
Vanguard Windsor II	05/12/04	17.9	700	31.09	21,755
Vanguard Small Cap Value	03/24/04	19.1	1,693	13.76	23,301
TOTAL VALUE					$120,156

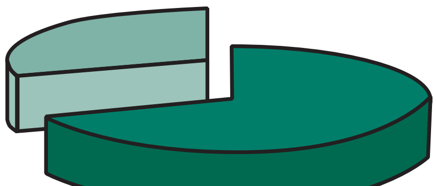
TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
2.7%	11.3%	8.2%	32.0%	0.8%

Note: Asset Allocation Portfolios were indexed to $100,000 on January 1, 2000. Pie charts show allocations at press time.

VENTURESOME

Seeks maximum long-term growth by accepting greater short-term volatility



MONEYLETTER Venturesome

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
T. Rowe Emg. Europe & Med	02/16/05	5.6%	957	$19.06	$18,245
Dodge & Cox International	09/22/04	23.8	554	32.22	17,837
Artisan Mid Cap Value	07/26/04	24.0	1,186	17.78	21,096
Muhlenkamp Fund	02/28/05	0.0	122	80.64	9,832
Bridgeway Aggressive Inv 2	02/16/05	0.5	720	14.87	10,705
Fidelity Leveraged Company	01/28/04	26.3	962	24.25	23,331
RS Value (Contrarian)	08/04/04	28.0	1,300	22.42	29,143
TOTAL VALUE					$130,189

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
4.9%	19.8%	10.2%	60.2%	3.8%

Fidelity Venturesome

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Small Cap Ind	02/16/05	-0.9%	576	$19.79	$11,404
Fidelity Int'l Small Cap	09/22/04	29.8	758	25.30	19,177
Fidelity Europe	11/10/04	16.1	387	36.00	13,931
Fidelity Leveraged Company	12/10/03	44.7	906	24.25	21,973
Fidelity Focused Stock	10/06/04	14.1	2,330	10.68	24,888
Fidelity Value	04/21/04	17.8	276	72.78	20,063
Fidelity Value Strategy	12/15/04	-2.7	634	36.38	23,055
TOTAL VALUE					$134,491

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
4.3%	17.4%	10.2%	38.4%	3.3%

Vanguard Venturesome

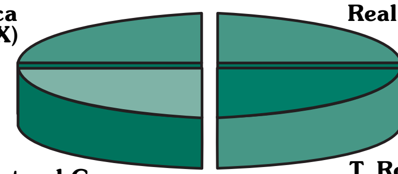
Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Emerging Mkts Stk Index	02/16/05	4.6%	1,425	$15.96	$22,737
Vanguard European Stk Index	11/10/04	10.6	455	26.75	12,168
Vanguard Mid-Cap Index	02/16/05	0.0	661	15.75	10,413
Vanguard Windsor II	05/12/04	17.9	820	31.09	25,508
Vanguard Strategic Equity	12/21/04	0.9	1,048	21.42	22,442
Vanguard Small Cap Value	03/24/04	19.1	1,851	13.76	25,467
TOTAL VALUE					$118,735

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	3-yr	YTD
3.4%	12.5%	7.7%	31.8%	1.2%

SELECT

Seeks maximum long-term growth by assertively upgrading fund positions



MONEYLETTER Select

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Natural Gas	08/11/04	43.2%	1,199	$34.40	$41,239
T. Rowe Emg. Europe & Med	01/26/05	12.3	1,931	19.06	36,797
Cohen & Steers Realty	08/25/04	12.5	560	65.47	36,645
Fidelity Latin America	12/29/04	12.1	1,333	23.68	31,569
TOTAL VALUE					$146,250

TOTAL RETURNS (as of 02/28/05)

1-mo	6-mo	1-yr	Incep. (9/30/02)	YTD
8.9%	23.9%	10.7%	46.3%	6.6%

MONEYLETTER Select Commentary

The Hotline of Tuesday, March 1 recommended all shares of Cohen & Steers Realty (CSRSX) should be exchanged for Alpine U.S. Real Estate Equity (EUEYX). This recommended trade will be executed at the market close March 2, which is after the press date for this issue. Details will be provided in the next issue. Note that the model details reflect positions as of month-end on Feb. 28, 2005, while the Pie Chart has presented positions reflecting changes indicated in the Hotline of March 1st.

Due to significant appreciation, specifically in the Fidelity Natural Gas position, it is necessary to "re-balance" the portfolio. In addition to the activity outlined in the Hotline, $5,000 should be sold from the Fidelity Natural Gas (FSNGX) position and reinvested in Fidelity Latin America (FLATX).

The model remains fully invested in equity funds.

* * *

Please note: The recommendations presented for the Select Portfolio are based strictly upon "technical" data. As such, these exchanges should NOT be considered for investors following our Asset Allocation Portfolios (i.e. Conservative, Moderate or Venturesome).

Total Returns—February 28, 2005

	1-mo	6-mo	1-yr	3-yr	YTD
S&P 500	2.0%	9.9%	6.9%	14.5%	-0.4%
Asset Allocation Funds (Avg) 80 Funds	1.6	8.7	6.5	19.6	0.3

Domestic Stock Funds

RANK 02/25 2005	1 Mo Ago	6 Mo Ago	Ticker Symbol	FUND NAME (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	TOTAL RETURN 1 mo.	6 mo.	12 mo.	PRICE PER SHARE	RISK Std. Dev.	Beta	NTF/ wtf
1	10	12	CGMFX	CGM Focus	SCVal	*	B	B	17.5%	35.3%	31.8%	$34.09	37.9	1.03	fsw
2	**9**	**26**	**FLVCX**	**Fidelity Leveraged Co ($10k,1.5%r<90d)**	**MC**	*****	**B**	**B**	**12.7**	**33.4**	**27.4**	**24.54**	**36.3**	**1.39**	**Fw**
3	**1**	**2**	**BPTRX**	**Baron Partners**	**MCGro**	*****	**B**	**B**	**5.7**	**33.8**	**36.4**	**17.41**	**28.6**	**1.26**	**FSW**
4	**16**	**233**	**BRAIX**	**Bridgeway Aggressive Investors 2**	**MCGro**	*****	**B**	**B**	**11.6**	**33.2**	**20.1**	**14.98**	**-**	**-**	**fsw**
5	19	179	SMDCX	Strong Advisor Midcap Growth (closed)	MCGro	B	B	B	9.8	28.8	21.7	14.55	26.2	1.35	FSW
6	4	86	BGRFX	Baron Growth (closed)	SCGro	B	B	B	6.2	27.1	25.5	46.28	18.4	0.72	FSW
7	**23**	**7**	**ARTQX**	**Artisan Mid Cap Value**	**MCVal**	**B**	**B**	**B**	**10.0**	**23.0**	**27.4**	**17.87**	**19.8**	**0.87**	**FSW**
8	14	-	MOPIX	MainStay Small Cap Opportunity (closed)	SCVal	B	B	B	7.9	25.1	25.0	18.92	17.5	0.63	FSW
9	29	127	SMTVX	Strong Multi-Cap Value	MCVal	Ⓑ	Ⓑ	Ⓑ	9.3	27.2	17.6	67.24	22.4	1.01	FSW
10	71	184	HENLX	Henlopen Fund (1%r<30d)	SCGro	Ⓑ	Ⓑ	Ⓑ	9.7	26.6	15.9	31.56	30.9	1.19	FSW
11	5	50	BARAX	Baron Asset	MCGro	B	B	B	5.4	25.4	25.1	53.18	21.2	0.94	FSW
12	**2**	**23**	**RSCOX**	**RS Value (Contrarian)**	**MC**	**B**	**B**	**B**	**3.7**	**25.8**	**26.4**	**22.38**	**18.6**	**0.60**	**FSW**
13	**6**	**21**	**MUHLX**	**Muhlenkamp Fund**	**MCVal**	**B**	**B**	**B**	**6.2**	**25.2**	**24.1**	**81.51**	**27.9**	**1.24**	**FSW**
14	8	79	NPRTX	Neuberger Berman Partners	LCVal	B	B	B	7.8	24.4	20.2	26.53	20.7	1.10	fSw
15	3	3	RSPFX	RS Partners (closed)	SC	B	B	B	3.6	24.0	26.5	35.07	20.9	0.69	FSW
16	**27**	**109**	**FTQGX**	**Fidelity Focused Stock (.75%r<30d)**	**LC**	*****	**B**	**B**	**8.9**	**22.8**	**21.0**	**10.70**	**17.2**	**1.00**	**Fw**
17	11	46	LLSCX	Longleaf Partners Smallcap (closed)	SCVal	B	B	B	3.5	24.7	22.4	30.02	19.2	0.80	fw
18	20	32	WBSNX	WmBlair S-C Growth N (closed,1%r<60d)	SCGro	B	B	B	4.6	24.9	19.0	25.35	30.1	1.12	FSW
19	**18**	**4**	**TAVFX**	**Third Avenue Value (1%r<60d)**	**SC**	**B**	**B**	**B**	**6.7**	**19.4**	**26.4**	**53.74**	**17.2**	**0.79**	**FSW**
20	45	133	USCGX	USAA Capital Growth	MCGro	*	H	H	7.4	23.6	14.7	7.59	23.9	1.13	fsW
21	24	195	JAVTX	Janus Venture (closed)	SCGro	*	B	B	5.2	24.9	13.0	57.42	29.0	1.25	FSW
22	80	162	TWCVX	American Century Vista	MCGro	H	H	H	8.9	21.6	15.4	15.04	15.8	0.68	fSW
23	105	175	VLIFX	Value Line Fund	LCGro	H	H	H	8.7	21.9	14.3	14.22	13.1	0.73	FSW
24	13	134	BSCFX	Baron Small Cap	SCGro	B	B	B	4.6	21.8	19.7	22.33	21.5	0.79	FSW
25	12	130	JSVAX	Janus Contrarian	MC	B	B	B	3.9	22.6	19.0	13.16	22.3	1.10	SW
26	7	13	FBRVX	FBR Small Cap (closed,1%r<90d)	SCGro	B	B	B	3.7	19.5	26.3	41.86	23.4	0.82	FSW
27	98	-	FFSCX	Forward Hoover Small Cap	SCGro	H	H	H	6.8	20.8	18.5	18.22	20.1	0.85	FSW
28	-	-	SCOVX	Strong Small Company Value	SCVal	H	H	H	5.5	19.6	22.5	17.02	-	-	FSW
29	**28**	**65**	**VIMSX**	**Vanguard Mid-Cap Index**	**MC**	**B**	**B**	**B**	**6.4**	**21.0**	**17.7**	**15.84**	**20.1**	**0.97**	**fsw**
30	83	135	SGRTX	Strong Growth 20	LCGro	*	H	H	7.4	20.7	15.4	14.73	17.6	0.92	FSW
31	**37**	**69**	**VSEQX**	**Vanguard Strategic Equity**	**MCGro**	**H**	**H**	**H**	**6.7**	**20.3**	**17.4**	**21.54**	**17.8**	**0.83**	**fsw**
32	21	70	MPEGX	MSI Mid Cap Growth	MCGro	*	B	B	4.7	20.5	19.4	21.05	22.2	1.17	fsw
33	22	44	FLPSX	Fidelity L P Stock (closed,1.5%r<90d)	SCVal	H	H	H	5.4	20.2	18.5	40.81	18.0	0.75	Fsw
34	85	88	ACBGX	USGlobal Holmes Growth (.25%r<30d)	MCGro	H	H	H	7.3	20.0	15.8	15.99	15.3	0.57	FSW
35	**31**	**17**	**FDVLX**	**Fidelity Value**	**MCVal**	**H**	**H**	**H**	**6.6**	**19.1**	**19.0**	**73.14**	**19.0**	**0.89**	**Fsw**
36	34	1	BERWX	Berwyn Fund (1%r<180d)	SCVal	H	H	H	7.4	17.7	20.4	29.68	22.3	0.77	fsw
37	114	234	TWHIX	American Century Heritage	MCGro	H	H	H	8.3	21.1	10.3	12.34	15.4	0.76	FSW
38	38	237	TMGFX	Turner Mid Cap Growth	MCGro	*	H	H	6.2	22.6	9.5	24.68	29.3	1.45	FSW
39	130	250	UBRRX	Undiscovered Behavioral Growth ($10,000)	MCGro	*	H	H	7.9	22.2	7.4	21.27	28.2	1.15	fW
40	88	189	IZZYX	ICM/Isabelle Small Cap Value	SCVal	H	H	H	6.1	21.7	11.4	16.09	29.5	1.04	FSW
41	43	143	PRNHX	T. Rowe Price New Horizons	SCGro	*	H	H	5.4	21.4	13.0	29.42	28.3	1.30	fsw
42	32	6	PRSVX	T. Rowe Price S-C Value (closed,1%r<1yr)	SCVal	Ⓗ	Ⓗ	Ⓗ	5.1	18.4	21.0	35.74	18.0	0.69	fsw
43	15	121	MXXIX	Marsico 21st Century (2%r<30d)	LC	Ⓗ	Ⓗ	Ⓗ	4.1	20.7	16.4	11.67	21.1	0.95	fSW
44	17	14	CRMMX	CRM Mid Cap Value Inv	MCVal	Ⓗ	Ⓗ	Ⓗ	4.4	18.6	20.4	25.82	18.9	0.78	FSw
45	36	132	NBNGX	SIT Mid Cap Growth (2%r<30d)	MCGro	*	H	H	5.4	20.2	14.0	11.14	23.5	1.23	FSW
46	69	30	NBGNX	Neuberger Berman Genesis (closed)	SC	H	H	H	7.3	17.2	18.3	30.72	15.5	0.63	fSw
47	25	62	JAENX	Janus Enterprise	MCGro	H	H	H	4.7	18.8	17.4	37.57	21.4	1.09	FSW
48	46	248	CLSPX	Columbia Special	MCGro	*	H	H	6.1	21.4	8.2	20.97	17.7	0.86	FSW
49	53	40	PENNX	Royce Penn Mutual (1%r<180d)	SCVal	H	H	H	5.5	18.0	17.6	10.24	20.4	0.80	Fsw
50	73	105	NMANX	Neuberger Berman Manhattan	MCGro	*	H	H	5.6	18.9	14.6	6.98	23.4	1.15	f
51	33	211	PBSVX	PBHG Small Cap Value	SC	H	H	H	4.7	20.7	10.7	22.27	23.8	1.11	FSW
52	60	75	VALSX	Value Line Special Situations	MCGro	H	H	H	5.9	18.0	15.4	24.52	15.4	0.71	FSW
53	106	221	WAAEX	Wasatch Small Cap Grth (closed,2%r<60d)	SCGro	H	H	H	5.4	20.0	10.8	39.20	27.1	1.17	FSW
54	26	42	BUFSX	Buffalo Small Cap (closed)	SCGro	*	Ⓗ	Ⓗ	4.6	18.8	14.7	27.06	31.2	1.25	SW
55	97	157	MPMVX	MSI Mid Cap Value	MCVal	H	H	H	6.4	17.9	13.4	23.92	23.1	1.18	fsw
56	100	218	STDIX	Strong Discovery	MCGro	H	H	H	4.9	20.2	9.6	21.05	19.1	0.86	FSW
57	74	55	MPSCX	MSI Small Cap Value (closed)	SCVal	H	H	H	5.7	17.2	15.7	22.81	20.7	0.98	fsw
58	197	220	VALLX	Value Line Leveraged Growth	LCGro	*	H	H	9.0	17.4	10.4	26.02	14.9	0.83	FSW
59	49	77	TUDRX	WPG Tudor	SC	*	H	H	5.3	17.9	14.3	17.67	27.0	1.22	FsW
60	57	58	BPMCX	Boston Partners Mid Cap Value	MCVal	H	H	H	4.6	17.8	15.0	12.89	20.1	0.93	FSW
61	94	163	VISGX	Vanguard Small Cap Growth Index	SCGro	H	H	H	5.9	18.8	10.5	15.01	21.6	0.91	fsw
62	82	244	CUEGX	CS Warburg Pincus Emerging Growth	MCGro	*	H	H	5.8	19.5	8.5	31.38	24.3	1.18	FSW
63	64	49	NAESX	Vanguard SmallCap Index	SC	H	H	H	5.6	17.3	14.1	26.56	23.2	1.01	fsw
64	**70**	**170**	**FDSCX**	**Fidelity Small Cap Ind. (1.5%r<90d)**	**SC**	**H**	**H**	**H**	**4.7**	**18.3**	**12.8**	**19.86**	**16.7**	**0.58**	**Fsw**
65	87	187	VEXPX	Vanguard Explorer	SCGro	S	S	S	5.9	18.7	9.9	74.33	24.2	1.12	fsw
66	35	87	CAMOX	Cambiar Opportunity	LC	H	H	H	4.2	18.2	13.5	17.04	18.4	0.94	FSW
67	30	149	WGROX	Wasatch Core Growth (closed,2%r<60d)	SCGro	H	H	H	4.5	17.8	14.0	42.93	28.5	1.10	FSW
68	96	57	OTCFX	T. Rowe Price Small Cap Stock Fund	SC	S	S	S	5.2	17.2	14.2	31.54	19.2	0.84	fsw

Bold funds are currently held in *MONEYLETTER* model portfolios.
Advice: B=Buy, H=Hold, S=Sell, Ⓑ, Ⓗ, Ⓢ= advice new this issue, *=not for this portfolio.
Std. Dev.: Standard Deviation based on trailing 3-yr. returns.

Beta: fund's correlation to the market (S&P 500 = 1.0). A fund with a beta greater than 1.0 is more volatile than the S&P 500.
NTF/wtf: NO TRANSACTION FEE/with transaction fee (F/f) for Fidelity, (S/s) for Schwab and (W/w) for TD Waterhouse.

Domestic Stock Funds *(continued)*

RANK 02/25 2005	1 Mo Ago	6 Mo Ago	Ticker Symbol	FUND NAME (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	TOTAL RETURN 1 mo.	6 mo.	12 mo.	PRICE PER SHARE	RISK Std. Dev.	Beta	NTF/ wtf
69	99	104	PESPX	Dreyfus Mid Cap Index	MCGro	S	S	S	6.3	16.8	13.6	26.49	20.2	0.97	FSW
70	50	72	FCNTX	Fidelity Contrafund	LC	S	S	S	6.0	16.2	15.4	58.05	11.4	0.54	Fsw
71	**44**	**8**	**VISVX**	**Vanguard Small-Cap Value Index**	**SCVal**	**H**	**H**	**H**	**5.2**	**15.9**	**17.4**	**13.82**	**22.4**	**0.90**	**fsw**
72	142	96	RYPNX	Royce Opportunity (1%r<180d)	SCVal	S	S	S	6.4	17.9	10.3	13.09	30.8	1.18	fsw
73	62	92	DNLDX	Dreyfus New Leaders	MCGro	S	S	S	6.5	16.7	13.1	45.13	18.6	0.90	FSW
74	42	78	DODGX	Dodge & Cox Stock (closed)	LCVal	S	S	S	4.5	17.4	14.2	131.60	17.6	0.85	sw
75	84	124	RSVPX	RS Value+Growth	MCGro	S	S	S	6.1	17.7	10.9	16.89	18.2	0.97	FSW
76	56	-	BPAVX	Boston Prtrs All Cap Value	MCVal	S	S	S	4.9	16.2	16.6	14.63	-	-	F
77	39	192	RSSGX	RS Smaller Company Growth	SCGro	*	H	H	4.1	19.7	8.2	22.01	28.5	1.23	FSW
78	75	16	RYPRX	Royce Premier (1%r<180d)	SC	H	H	H	4.8	14.9	19.3	15.17	19.4	0.84	FsW
79	79	67	ARTSX	Artisan Small Cap (closed)	SCGro	S	S	S	5.7	16.6	13.3	16.42	26.7	1.19	FSW
80	65	200	FIDYX	INVESCO Dynamics	MCGro	S	S	S	4.4	18.6	9.9	16.60	28.2	1.48	FSW
81	47	94	VEXMX	Vanguard Extended Market Index	MC	S	S	S	4.7	17.3	12.7	31.01	21.5	1.02	fsw
82	174	56	VHCOX	Vanguard Cap Opp (closed,$25k,1%r<5yr)	MCGro	*	S	S	6.4	17.0	10.9	30.31	25.3	1.28	fsw
83	86	245	SSMGX	SIT Small Cap Growth (2%r<30d)	MCGro	*	S	S	6.2	19.1	5.5	26.88	21.6	1.10	FSW
84	127	255	PBEGX	PBHG Emerging Growth	SCGro	H	H	H	5.7	21.5	-0.5	12.90	35.8	1.80	FSW
85	51	9	TASCX	Third Avenue Small-Cap Value (1%r<1yr)	SCVal	S	S	S	4.6	15.2	16.9	22.84	19.9	0.85	FSW
86	40	-	LSCRX	Loomis Sayles Small Cap Value Ret	SC	H	H	H	4.7	15.3	16.3	25.66	17.2	0.80	FSW
87	61	47	RPMGX	T. Rowe Price Mid Cap Growth	MCGro	S	S	S	4.7	16.2	14.1	49.38	22.1	1.11	fsw
88	95	122	FDEQX	Fidelity Disciplined Equity	LC	S	S	S	5.9	16.0	12.2	26.03	14.3	0.81	Fsw
89	232	191	BOGLX	Bogle Small Cap Growth (closed)	SCGro	S	S	S	7.7	17.0	6.4	26.45	22.3	0.88	w
90	48	120	GABAX	Gabelli Asset	MC	S	S	S	4.0	16.4	13.3	41.61	17.8	0.91	FSW
91	101	223	SLSSX	Selected Special Shares	MCGro	S	S	S	5.6	17.7	7.4	12.62	21.3	1.09	sW
92	119	208	STCSX	Strong Advisor Common Stock (closed)	MC	S	S	S	5.5	17.5	7.9	22.83	22.6	1.15	FSW
93	**63**	**53**	**FEXPX**	**Fidelity Export & Multinat'l (.75%r<30d)**	**LC**	**H**	**H**	**H**	**5.5**	**15.5**	**12.8**	**20.13**	**20.3**	**1.07**	**Fsw**
94	68	22	TGDVX	TCW Galileo Diversified Value N	LCVal	S	S	S	4.6	15.1	14.7	13.46	19.8	1.03	FW
95	110	52	NGUAX	Neuberger Berman Guardian	LCVal	S	S	S	5.1	15.1	13.3	16.55	18.0	0.99	f
98	**157**	**-**	**FSLSX**	**Fidelity Value Strategies**	**SC**	*****	**H**	**H**	**5.4**	**17.5**	**6.4**	**36.42**	**29.4**	**1.41**	**F**
105	**54**	**27**	**VWNFX**	**Vanguard Windsor II**	**LCVal**	**S**	**S**	**S**	**4.6**	**14.2**	**15.0**	**31.27**	**16.2**	**0.82**	**fsw**
113	59	165	WMCVX	Wasatch Small Cap Value (closed,2%r<60d)	SCVal	S	S	S	2.7	16.7	10.2	5.37	26.6	0.96	FSW
130	**148**	**45**	**VUVLX**	**Vanguard U.S. Value**	**LCVal**	**H**	**S**	**S**	**5.6**	**13.0**	**11.8**	**14.00**	**17.3**	**0.87**	**fsw**
199	52	-	WEHIX	Weitz Hickory	SC	*	S	S	0.3	9.0	13.9	31.71	29.1	1.38	fSW

	1 mo.	6 mo.	12 mo.	
Dow Jones	**3.6%**	**6.5%**	**2.3%**	*indexes do not include dividends*
NASDAQ	**2.3**	**11.0**	**2.1**	
S&P 500	**3.7**	**9.6**	**5.9**	

International Stock Funds

RANK 02/25 2005	1 Mo Ago	6 Mo Ago	Ticker Symbol	FUND NAME (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	1 mo.	6 mo.	12 mo.	PRICE PER SHARE	Std. Dev.	Beta	NTF/ wtf
1	**2**	**4**	**FLATX**	**Fidelity Latin Amer. (1.5%<90d)**	**LatinA**	*****	**H**	**H**	**16.5%**	**48.2%**	**52.0%**	**$23.77**	**29.8**	**-**	**Fs**
2	-	-	EUROX	US Global Eastern Europe (2%r<180d)	Europe	*	H	H	14.5	49.4	49.0	34.36	26.6	-	FSW
3	3	9	PRLAX	T. Rowe Price Latin America (2%r<1yr)	LatinA	*	H	H	17.3	47.9	48.4	18.01	29.7	-	fsw
4	**1**	**-**	**TREMX**	**T. Rowe Price Emg Europe & Med (2%r<90d)**	**Europe**	*****	**B**	**B**	**11.0**	**51.1**	**39.0**	**18.74**	**29.2**	**-**	**fw**
5	6	16	SLAFX	Scudder Latin America	LatinA	*	H	H	16.8	44.9	43.2	35.92	27.3	-	FSW
6	4	57	FEMKX	Fidelity Emerging Mkts (1.5%r<90d)	Int'l	*	B	B	11.2	40.0	27.0	14.18	-	-	Fsw
7	8	35	DREGX	Driehaus Emerging Mkts Gr (2%r<60d)	Int'l	*	B	B	10.5	38.9	28.3	24.75	24.9	-	FSW
8	**7**	**36**	**VEIEX**	**Vanguard Emerging Mkts Stk Index (.5%r)**	**Int'l**	*****	**B**	**B**	**11.4**	**36.8**	**28.8**	**15.88**	**22.6**	**-**	**fsw**
9	**10**	**13**	**FIEUX**	**Fidelity Europe (1%r<30d)**	**Europe**	*****	**B**	**B**	**7.1**	**35.7**	**27.9**	**35.85**	**22.5**	**-**	**Fsw**
10	**5**	**10**	**FISMX**	**Fidelity Intl Small Cap (2%r<90d)**	**Int'l**	*****	**B**	**B**	**7.0**	**33.6**	**31.2**	**25.13**	**-**	**-**	**Fw**
11	12	31	DRFMX	Dreyfus Emerging Market (1%r)	Int'l	*	B	B	9.2	31.9	26.3	20.64	21.6	-	FSW
12	9	37	ARTJX	Artisan Intl Small Cap (closed,2%r<90d)	Int'l	*	B	B	5.9	31.7	25.8	18.52	-	-	SW
13	**14**	**1**	**DODFX**	**Dodge & Cox Intl Stock**	**Int'l**	*****	**B**	**B**	**7.3**	**27.5**	**31.2**	**32.14**	**23.4**	**-**	**fsw**
14	20	27	SGSCX	Scudder Global Discovery (closed)	Int'l	*	B	B	6.9	30.3	24.5	36.21	20.1	-	FSW
15	13	-	PISRX	Forward Intl. Small Cos.	Int'l	*	B	B	6.4	31.6	21.8	13.66	-	-	FSW
16	16	5	NBISX	Neuberger Berman Intl (2%r<180d)	Int'l	*	H	H	6.2	27.5	29.7	19.30	16.3	-	fSw
17	15	25	AIOIX	Amer. Cent. Intl Opp. (closed,2%r<180d)	Int'l	*	B	B	7.0	27.8	26.2	10.37	20.4	-	-
18	11	11	VINEX	Vanguard Intl Expl (closed,$25k,2%r<60d)	Int'l	*	B	B	5.2	28.1	27.6	17.04	16.3	-	fsw
19	19	70	JVEIX	Janus Intl Equity (1%r<90d)	Int'l	*	B	B	5.2	28.5	25.5	18.95	13.9	-	FSW
20	18	3	OAKEX	Oakmark Intl Small Cap (closed,2%r<90d)	Int'l	*	H	H	6.4	26.1	28.4	21.42	20.4	-	FSW
21	25	32	BJBIX	Julius Baer Intl Equity A (2%r<90d)	Int'l	*	H	H	7.0	27.8	22.9	32.93	12.5	-	FS
22	21	44	PRASX	T. Rowe Price New Asia	Pacific	*	H	H	7.6	28.7	18.3	10.59	19.7	-	fsw
23	**23**	**2**	**ARTKX**	**Artisan Intl Value (2%r<90d)**	**Int'l**	*****	**H**	**H**	**5.9**	**26.4**	**26.5**	**21.85**	**-**	**-**	**FSW**
24	26	-	QFVOX	Quant Foreign Value (1%r)	Int'l	*	H	H	7.1	24.5	27.2	16.40	19.9	-	FSW
25	22	64	FSEAX	Fidelity SE Asia (1.5%r<90d)	Pacific	*	H	H	7.7	29.0	13.5	17.65	21.1	-	Fsw
26	36	63	FECAX	Fidelity Europe Capital App. (1%r<30d)	Europe	*	H	H	8.3	28.7	13.1	22.81	18.8	-	Fw
27	32	48	JAOSX	Janus Overseas (closed,2%r<90d)	Int'l	*	H	H	8.1	25.6	18.4	25.42	16.5	-	FSW
28	24	14	PRIDX	T. Rowe Price Intl Disc. (2%r<1yr)	Int'l	*	H	H	5.9	24.9	22.8	34.15	16.0	-	fsw
29	17	15	MAPTX	Matthews Pacific Tiger (2%r<90d)	Pacific	*	H	H	5.4	26.2	18.9	16.28	23.6	-	FSW
30	31	45	SCGEX	Scudder Greater Europe (2%r<180d)	Europe	*	S	S	6.5	26.2	16.5	28.15	16.8	-	FSW
31	39	68	DRIDX	Driehaus Int'l Discovery (2%r<60d)	Int'l	*	S	S	7.2	26.8	13.3	33.33	21.1	-	FSW
32	**33**	**20**	**VEURX**	**Vanguard European Stock Index (2%r<60d)**	**Europe**	*****	**H**	**H**	**6.3**	**25.1**	**18.4**	**26.73**	**17.4**	**-**	**fsw**
33	42	50	SCOBX	Scudder Global	Global	*	S	S	7.6	23.4	16.8	27.80	12.7	-	FSW
34	35	41	FIGRX	Fidelity Intl Discovery (2%<30d)	Int'l	*	S	S	6.1	23.6	17.4	29.03	15.2	-	Fsw
35	**38**	**18**	**VTRIX**	**Vanguard International Value (2%r<60d)**	**Int'l**	*****	**H**	**H**	**6.9**	**22.2**	**18.7**	**32.08**	**16.8**	**-**	**fsw**

Specialty Funds *(next issue on page 6: Bond Funds)*

RANK 02/25 2005	1 Mo Ago	6 Mo Ago	Ticker Symbol	FUND NAME (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	TOTAL RETURN 1 mo.	6 mo.	12 mo.	PRICE PER SHARE	RISK Std. Dev.	Beta	NTF/ wtf
1	**5**	**1**	**FSNGX**	**Fidelity Natural Gas (.75%r<30d)**	**Utility**	*****	*****	*****	**15.6%**	**43.0%**	**56.1%**	**$34.75**	**27.7**	**0.61**	**Fsw**
2	8	13	FSENX	Fidelity Energy (.75%r<30d)	NatRes	*	*	*	17.6	42.3	50.6	38.96	22.1	0.70	Fsw
3	10	3	ICENX	ICON Energy	NatRes	*	*	*	18.3	39.4	53.8	27.00	24.6	0.67	FSW
4	6	5	VGENX	Vanguard Energy (1%r<1yr)	NatRes	*	*	*	16.1	39.8	51.8	46.62	24.5	0.64	fsw
5	13	6	RYEIX	Rydex Energy	NatRes	*	*	*	17.1	39.7	48.5	17.52	21.3	0.66	fsw
6	1	15	CGMRX	CGM Realty	RealEs	*	*	*	11.2	42.5	50.0	32.75	17.5	0.21	sw
7	**2**	**16**	**EUEYX**	**Alpine U.S. Real Estate Equity CIY**	**RealEs**	*****	*****	*****	**10.6**	**41.7**	**50.4**	**42.88**	**32.7**	**0.87**	**fSW**
8	3	27	FSHCX	Fidelity Med Del (.75%r<30d)	Health	*	*	*	5.5	43.0	45.9	47.03	23.1	0.07	Fsw
9	9	11	FSESX	Fidelity Energy Services (.75%r<30d)	NatRes	*	*	*	12.9	39.1	39.8	49.74	46.4	1.18	Fsw
10	12	10	RYVIX	Rydex Energy Services	NatRes	*	*	*	13.9	37.0	38.9	30.90	37.9	1.15	fsw
11	17	18	FNARX	Fidelity Natrl Resources (.75%r<30d)	NatRes	*	*	*	16.5	34.7	39.6	20.16	21.9	0.78	Fsw
12	11	8	PRNEX	T. Rowe Price New Era	NatRes	*	*	*	13.4	33.1	40.8	37.66	18.8	0.55	fsw
13	7	4	FSCHX	Fidelity Chemicals (.75%r<30d)	Cycls	*	*	*	10.3	29.6	41.3	72.02	21.6	0.82	Fsw
14	15	2	ICBMX	ICON Materials	Cycls	*	*	*	11.7	28.7	39.4	10.86	22.3	0.94	FSW
15	4	20	FSHOX	Fidelity Const & Housing (.75%r<30d)	Cycls	*	*	*	8.3	28.6	34.7	46.26	24.4	0.80	Fsw
16	14	67	VGPMX	Vanguard Precious Metals (closed,1%r<1yr)	NatRes	*	*	*	10.8	31.5	23.1	18.03	32.7	0.56	fsw
17	31	19	RYBIX	Rydex Basic Materials	Cycls	*	*	*	10.6	22.4	25.9	31.93	23.4	0.90	fsw
18	23	25	FSRFX	Fidelity Transportation (.75%r<30d)	Cycls	*	*	*	6.8	22.9	30.1	42.14	23.0	0.88	Fsw
19	24	12	FCYIX	Fidelity Cyclical Ind (.75%r<30d)	Cycls	*	*	*	7.5	19.5	26.7	19.31	22.0	0.98	Fsw
20	16	62	ICHCX	ICON Healthcare	Health	*	*	*	5.1	24.6	17.0	16.53	16.0	0.49	FSW
21	40	33	ICTRX	ICON Industrials	Cycls	*	*	*	6.5	20.7	22.1	12.08	19.3	0.88	FSW
22	33	28	FSDPX	Fidelity Indust Matrls (.75%r<30d)	Cycls	*	*	*	8.8	20.9	17.8	40.93	23.0	0.87	Fsw
23	28	35	PRMTX	T. Rowe Price Media & Telecommunications	Utility	*	*	*	3.5	21.3	17.1	27.80	30.0	1.53	fsw
24	39	7	FSDAX	Fidelity Defense & Aero (.75%r<30d)	Cycls	*	*	*	8.4	15.5	24.2	67.47	19.5	0.76	Fsw
25	41	24	RYPIX	Rydex Transportation	Cycls	*	*	*	4.1	16.2	23.3	22.95	20.8	0.76	fsw
26	91	97	FSELX	Fidelity Electronics (.75%r<30d)	Tech	*	*	*	13.8	23.0	-9.4	39.37	51.2	2.32	Fsw
27	18	51	RYLIX	Rydex Leisure	Consmr	*	*	*	1.9	20.8	13.6	30.51	22.0	1.10	fsw
28	19	14	FWRLX	Fidelity Wireless (.75%r<30d)	Tech	*	*	*	3.8	16.7	20.4	5.72	33.9	1.65	Fsw
29	25	23	FSUTX	Fidelity Utilities Growth (.75%r<30d)	Utility	*	*	*	3.4	16.1	21.8	40.27	17.5	0.95	Fsw
30	27	92	USERX	U.S.Global Gold Shares (.25%r<30d)	NatRes	*	*	*	7.5	19.7	4.1	8.20	42.4	0.41	fsw
31	35	48	ICTUX	ICON Telecommunications & Utilities	Utility	*	*	*	6.1	16.4	12.7	7.31	15.3	0.68	FSW
32	20	9	CSRSX	Cohen & Steers Realty Shares (1%r<180d)	RealEs	*	*	*	3.1	13.3	23.5	65.97	14.6	0.23	FSW
33	21	21	FRESX	Fidelity Real Estate (.75%r<90d)	RealEs	*	*	*	3.4	13.9	21.3	28.36	13.9	0.20	Fsw
34	22	17	TRREX	T. Rowe Price Real Estate (1%r<180d)	RealEs	*	*	*	2.8	13.1	22.7	17.01	13.7	0.16	fsw
35	36	58	ICLEX	ICON Leisure & Consumer Staples	Consumr	*	*	*	4.4	15.8	13.1	12.93	21.2	0.88	FSW
36	56	34	FSCGX	Fidelity Industrial Equip (.75%r<30d)	Cycls	*	*	*	6.0	14.4	14.0	26.99	22.9	1.11	Fsw
37	32	37	RYUIX	Rydex Utilities	Utility	*	*	*	5.3	13.6	16.8	23.68	20.8	0.60	fsw
38	38	41	FSMEX	Fidelity Medical Equip (.75%r<30d)	Health	*	*	*	4.7	14.7	15.0	23.94	15.5	0.29	Fsw
39	58	36	FSAIX	Fidelity Air Transport (.75%r<30d)	Cycls	*	*	*	7.5	12.5	14.4	33.73	28.5	1.14	Fsw
40	29	64	FDFAX	Fidelity Food & Agr (.75%r<30d)	Consmr	*	*	*	3.0	15.2	12.6	51.48	15.5	0.21	Fsw
41	82	94	FDCPX	Fidelity Computers (.75%r<30d)	Tech	*	*	*	8.5	19.1	-6.4	34.86	41.2	2.09	Fsw
42	26	69	FSLBX	Fidelity Brokerage (.75%r<30d)	FinServ	*	*	*	4.0	16.8	3.7	55.36	30.8	1.47	Fsw
43	**47**	**54**	**FBALX**	**Fidelity Balanced**	**Hybrid**	**B**	*****	*****	**4.6**	**13.2**	**9.4**	**18.15**	**10.5**	**0.54**	**Fsw**
44	34	22	VGSIX	Vanguard REIT Index (1%r<1yr)	RealEs	*	*	*	2.9	10.9	17.0	17.83	13.7	0.14	fsw
45	55	90	FSAGX	Fidelity Gold (.75%r<30d)	NatRes	*	*	*	7.5	14.0	0.9	27.50	34.1	0.36	Fsw
46	46	30	FBSOX	Fidelity Bus Services (.75%r<30d)	Tech	*	*	*	2.0	11.4	12.5	15.49	22.6	1.03	Fsw
47	51	86	RSIFX	RS Information Age	Tech	*	*	*	2.6	17.6	-5.4	14.61	48.3	2.33	FSW
48	75	74	ICCCX	ICON Consumer Discretionary	Consumr	*	*	*	4.5	12.9	2.6	14.06	27.7	1.13	FSW
49	63	52	FSPCX	Fidelity Insurance (.75%r<30d)	FinServ	*	*	*	3.5	11.7	7.2	62.70	27.7	0.56	Fsw
50	42	72	FSCPX	Fidelity Consumer Ind (.75%r<30d)	Consmr	*	*	*	2.3	13.1	5.3	24.29	14.0	0.66	Fsw
51	50	83	RIAFX	RS Internet Age	Tech	*	*	*	1.4	17.7	-5.4	6.44	59.3	2.65	FSW
52	49	47	PRHSX	T. Rowe Price Health Sciences	Health	*	*	*	3.9	11.3	6.1	22.65	22.6	0.84	fsw
53	84	91	FSPTX	Fidelity Technology (.75%r<30d)	Tech	*	*	*	5.7	14.9	-5.6	57.84	46.6	2.14	Fsw
54	44	45	FSRPX	Fidelity Retailing (.75%r<30d)	Consmr	*	*	*	3.0	10.5	9.1	50.92	19.8	0.89	Fsw
55	37	49	RYCIX	Rydex Consumer Products	Consmr	*	*	*	2.4	10.5	9.6	30.95	15.9	0.52	fsw
56	45	38	ICFSX	ICON Financial	FinSer	*	*	*	2.5	10.8	8.0	13.35	19.7	1.00	FSW
57	30	61	FDLSX	Fidelity Leisure (.75%r<30d)	Consmr	*	*	*	-0.8	12.5	8.4	74.92	21.2	1.10	Fsw
58	43	26	CSEIX	Cohen & Steers Equity Income (1%r<180d)	RealEs	*	*	*	2.1	8.9	12.7	16.44	13.1	0.13	FSW
59	65	55	VGHCX	Vanguard Health Care ($25k&1%r<5yr)	Health	*	*	*	5.2	9.5	6.4	128.60	15.0	0.37	fsw
60	70	68	FSAVX	Fidelity Automotive (.75%r<30d)	Cycls	*	*	*	2.3	11.6	4.9	33.98	25.1	0.93	Fsw
61	48	44	PRISX	T. Rowe Price Financial Services	FinServ	*	*	*	2.4	11.0	5.8	23.05	20.0	0.80	fsw
62	81	78	PRSCX	T. Rowe Price Science & Tech	Tech	*	*	*	4.2	12.5	-1.7	18.40	39.2	2.41	fsw
63	74	81	SCGDX	Scudder Gold (closed)	NatRes	*	*	*	6.4	10.5	-0.6	17.20	31.9	0.28	FSW
64	61	71	RYRIX	Rydex Retailing	Consmr	*	*	*	3.5	10.7	3.4	12.01	20.5	0.95	fsw
65	97	98	RYSIX	Rydex Electronics	Tech	*	*	*	14.2	13.5	-20.5	11.12	50.3	2.33	fsw
66	72	84	BGEIX	Amer. Cent. Global Gold (1%r<60d)	NatRes	*	*	*	7.2	8.9	0.6	11.94	36.9	0.15	fSW
67	53	29	STMDX	Stratton Mthly Div REIT (1.5%r<120d)	RealEs	*	*	*	2.6	7.7	9.8	34.76	13.2	0.17	fsw
68	76	63	RYHIX	Rydex Health Care	Health	*	*	*	4.7	8.8	2.8	13.03	15.5	0.31	fsw
71	**60**	**53**	**VBINX**	**Vanguard Balanced Index**	**Hybrid**	**B**	*****	*****	**2.4**	**8.1**	**6.6**	**19.47**	**10.7**	**0.57**	**fsw**
77	**68**	**50**	**GATEX**	**Gateway Fund**	**Altern**	**B**	*****	*****	**2.7**	**6.1**	**7.5**	**24.67**	**7.8**	**0.40**	**FSW**

MONEYLETTER'S Top 10 Funds for 2004—Part II

Idle thought ... now that the Academy Awards are over, what would the one-and-only Bob Hope have thought of Chris Rock as host? Anyway, below are funds six through 10 of MONEYLETTER's Top 10 Funds for 2004, chosen by Chief Economist Walter Frank. Will any of these be 2005's "Million Dollar Baby"?

#6 FBR Small Cap (FBRVX)

Fund Type: Small Cap Growth
Manager: Charles T. Akre, Jr. (since 12/96)
2004 Return: +30.7%
ML Rank as of 12/31/04: #4 out of 259
Best Quarter (last five years, since 1/00): +30.9% (2Q 2001)
Worst Quarter (since 1/00): -13.4% (3Q 2001)
What $10,000 grew to in five years (1/00 - 12/04): $23,644
Minimum Investment: closed

#7 Neuberger Berman International (NBISX)

Fund Type: International
Managers: Benjamin E. Segal (since 12/00)
2004 Return: +30.3%
ML Rank 12/31/04: #14 of 73
Best Quarter (since inception 1/00): +20.5% (2Q 2003)
Worst Quarter (since 1/00): 17.9% (3Q 2002)
What $10,000 grew to in five years (1/00 - 12/04): $10,059
Minimum Investment: $1,000

#8 T. Rowe Price Emerging Europe & Mediterranean (TREMX)

Fund Type: Europe
Manager: Christopher D. Alderson (since 9/00)
2004 Return: +30.0%
ML Rank 12/31/04: #21 of 73
Best Quarter (since inception 9/00): +36.3% (4Q 2001)
Worst Quarter (since 9/00): -22.7% (3Q 2001)
What $10,000 grew to in five years: n/a
Minimum Investment: $2,500

#9 Fidelity Europe (FIEUX)

Fund Type: Europe
Manager: David Baverez (since 1/03)
2004 Return: +29.0%
ML Rank 12/31/04: #7 of 73
Best Quarter (since 1/00): +29.4% (2Q 2003)
Worst Quarter (since 1/00): -28.0 (3Q 2002)
What $10,000 grew to in five years (1/00 - 12/04): $10,780
Minimum Investment: $2,500

#10 Buffalo Small Cap (BUFSX)

Fund Type: Small Cap Growth
Managers: Kent Gasaway (4/98), Bob Male (4/98), Grant P. Sarris (11/03)
2004 Return: +28.8%
ML Rank 12/31/04: #17 of 259
Best Quarter (since 1/00): +30.4% (2Q 2003)
Worst Quarter (since 1/00): -23.0 (3Q 2002)
What $10,000 grew to in five years (1/00 - 12/04): $25,348
Minimum Investment: closed

100% U.S. TREASURY FUNDS

	7-Day	30-Day	1-Year
Vanguard Treasury MMF	2.09%	2.00%	1.10%
Gabelli US Treasury MMF	1.99	1.93	1.04
Fidelity Spartan US Treas MMF	1.89	1.86	1.01
Amer Century Capital Presv Fund/Inv	1.84	1.77	0.91
HSBC Investor US Treas MM/Cl D	1.74	1.63	0.79
RMK Select Treas MMF/Cl A	1.74	1.66	0.73
T Rowe Price US Treasury MF	1.68	1.60	0.82
Schwab US Treasury Money Fund	1.64	1.55	0.71
CMA Treasury Fund RIC	1.62	1.57	0.73
US Treasury MF of America/Cl A	1.62	1.56	0.71

GENERAL PURPOSE TAXABLE FUNDS

	7-Day	30-Day	1-Year
PayPal Money Market Fund	2.54%	2.49%	1.47%
Scudder MM Series Premium/AARP	2.49	2.37	1.32
Scudder MM Series Premium/Cl S	2.48	2.36	1.30
Scudder MM Series Prime Reserve/AARP	2.40	2.26	1.21
Vanguard Prime MMF/Retail	2.28	2.20	1.21
Harbor Money Market Fund	2.24	2.13	1.20
TIAA-CREF Money Market Fund	2.23	2.18	1.22
SSgA MMF/Cl A	2.17	2.09	1.11
AIG Money Market Fund/Cl B	2.16	2.09	1.18
GE Money Market Fund	2.16	2.08	1.16

TAX-FREE GENERAL PURPOSE FUNDS

	7-Day	30-Day	1-Year
Alpine Municipal MMF/Investor	1.97%	1.92%	1.26%
Vanguard Tax-Exempt MMF	1.83	1.78	1.20
Strong Tax-Free Money Fund	1.64	1.62	1.12
Scudder Tax-Exempt Money Fund	1.56	1.50	0.91
USAA Tax Exempt MMF	1.56	1.50	0.92
Fidelity Tax Free Money Market	1.54	1.47	0.89
Dreyfus BASIC Muni MMF	1.52	1.49	0.91
Scudder T-E Cash Managed Shares/TEP	1.52	1.47	0.93
Amer Century T-F MMF/Inv Class	1.50	1.45	0.93
T Rowe Price Summit Muni MMF	1.50	1.46	0.88

TAX-FREE STATE-SPECIFIC FUNDS

	7-Day	30-Day	1-Year
Vanguard OH Tax-Exempt MMF	1.82%	1.75%	1.18%
Vanguard CA Tax-Exempt MMF	1.81	1.75	1.17
Vanguard NJ Tax-Exempt MMF	1.78	1.71	1.15
Vanguard NY Tax-Exempt MMF	1.78	1.72	1.16
Vanguard PA Tax-Exempt MMF	1.78	1.75	1.17
Fidelity FL Municipal MMF	1.50	1.46	0.86
USAA Tax Exempt CA MMF	1.49	1.44	0.84
Fidelity CT Municipal MMF	1.47	1.41	0.84
Fidelity OH Municipal MMF	1.47	1.42	0.83
Fidelity MI Municipal MMF	1.46	1.39	0.79

Taxable equivalent yield = yield / (1—total effective tax bracket). Funds are ranked by 7-day yields; 7-day and 30-day yields are compound yields as of 2/22/05. Third column refers to 1-year total return. Criteria for inclusion include: top-yielding unrestricted retail funds only, with minimum initial investment <$25,000 and assets >$100 million.

Source: iMoneynet's Money Fund Report (800) 343-5413

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TCW Galileo Large Cap Value I

Tom McKissick, co-portfolio manager of the TCW Galileo Large Cap Value fund says that the fund's investment philosophy is clearly based on the legendary value tenets of Graham & Dodd and Warren Buffett. Many people may believe that Buffett focuses on the price-to-book value ratio in analyzing investments, but in reality, McKissick says, Buffett emphasizes return on invested capital. The reason for this emphasis? Return on invested capital represents economic value added. In other words, the value of a business is based on the cash flow it generates.

McKissick looks for companies where return on invested capital is improving because if it is, so is the cash generation of the company. If that is true, then the value of the business will be worth more tomorrow, as will the price of the equity. He and co-manager John Snider scrutinize a firm's cash flow statement and income statement to make sure they accurately reflect each other. If they do not, it may be a sign that company management is manipulating the income statement—a red flag for investing. The managers might also be termed contrarian investors, as they like to buy when investor sentiment is unusually negative. They are attracted to situations where returns to shareholders have been poor for quite some time. They also look at firms that have mismanaged their businesses. In these cases, there may be a catalyst for positive change and the stock's valuation does not reflect that potential. The fund's third largest holding, Tyco International, is a prime example of this strategy.

The benchmark index for this fund is the S&P 500/Barra Value index. And McKissick does say that he pays attention to what is in the index. For example, the fund's number four holding, ExxonMobil, is the biggest name in the benchmark index. McKissick likes the stock, saying it is the "best allocator of capital in the energy industry." Historically, he says, the energy firm's returns on capital have been well above its cost of capital. Meanwhile, the fund will not short stocks in the index that the managers feel are overvalued, but they do make a conscious decision not to own certain names.

Top Five Holdings & Industries (% of Assets)

Citigroup	5.0	Industrial Materials	31.0
American Int'l Group	4.3	Financial Services	25.2
Tyco International	4.2	Energy	15.4
ExxonMobil	4.1	Consumer Services	10.3
Kohl's	3.4	Hardware	7.2

As of January 31, 2005

Fallen growth stocks

The managers' attraction to companies that are out of favor has led to a number of holdings in fallen growth stocks. General Electric is a prime example (3.4% of assets, the sixth largest holding). GE, he says, was always a well-run company, but previously was too highly valued to be of interest to this fund. He notes that return on capital peaked at around 24% in 2000, and subsequently fell to about 14% two years later. He sees returns moving up over the next few years. Department store firm Kohl's is another example. The firm suffered from some inventory management problems, which McKissick terms "typical growing pains." He sees management focusing on the problem, and the potential for rising returns.

Meanwhile, the managers sold insurance broker Marsh & McLennan (MMC) during the fourth quarter of 2004, having lost confidence in management. They used the proceeds to increase the fund's investment in MMC's competitor Aon Corporation. Aon's stock declined in the wake of the investigation into MMC's insurance business, but has since recovered significantly from its lows.

An attraction to commodities

McKissick has stated that the managers believe that there is a major structural change occurring in the commodities market that will be sustainable for a long period. He anticipates that we could be in a long-term bull market for commodities prices. Hence, the firm has stakes in metals giants including Alcoa, Barrick Gold, and Rio Tinto (at 3.1% of assets, the fund's seventh largest holding). Regarding Alcoa, McKissick acknowledges that the aluminum industry has had difficult dynamics. But he says Alcoa has managed to generate consistently rising returns on capital thanks to the way it has operated its business.

Outlook

The managers note several factors supporting a strong long-term outlook for the fund. Large-cap value stocks have been lagging the performance of small-cap value stocks for some time, but this trend is likely to change. Also, looking at the characteristics of the fund, its return on capital is expected to rise more than that of the stock market overall, while its free cash yield exceeds the market as well. Finally, McKissick cites a background of sound economic and stock market fundamentals.

TCW Galileo Large Cap Value I (TGLVX)
TCW Galileo Funds
8655 South Figueroa Street Ste. 1800 Los Angeles, CA 90017
(800) 386-3829 • Minimum investment: $2,000, $500 IRA

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