



Fed Watching Returns

by Walter S. Frank, Chief Investment Officer

As everyone can see, up to now the markets have taken the Federal Reserve in stride. The Fed has been raising rates steadily, and only the dwindling Fed watching community (who cares what they say?) huffed and puffed about it. The markets just went right on, moving up (in the case of stocks) and doing nothing (in the case of longer-term bonds).

The nonchalance about the Fed is changing. It took a little longer than we expected, but Wall Street is paying attention to what the Fed is doing. Perhaps the tipping point was reached when the Fed raised rates in the teeth of Katrina. And the Fed commentary has toughened, being uniformly focused on one topic: inflation.

As clear an expression as any on that point came from San Francisco Fed President Janet Yellen as she concluded a speech to members of Parliament in London. President Yellen is not considered an inflation hawk. Yet in London, she said, "it [confidence] is also a plant that needs constant nurturing; in other words, to maintain its credibility, the Federal Reserve must deliver—again and again—on its commitment to price stability."

That we have a determined Fed on our hands should not come as a surprise. We have written recently that the Fed's goal is not a number (the "neutral rate") but a condition; an economy that was not growing too fast. We talked in terms of growth, the post-Katrina Fed in terms of inflation. It comes down to the same thing. The Fed will not shy away from restraint, if necessary.

As we said, Wall Street has noticed. The 10-year Treasury yield has been climbing slowly but steadily, reaching the 4.35% range. It has been here before, and then fallen back. This time we think the trend will continue as a few more Fed rate hikes are put in place. The rate "conundrum" is fading.

The economy

The recent economic news, a mix of pre- and post-Katrina reports, has been generally more positive than

expected. It may be that Katrina will actually stimulate manufacturing activity in the near-term as firms in energy and other affected industries begin ordering for reconstruction purposes. The relief effort may have played a part as well.

The center of weakness as we go forward is expected to be the consumer sector. The reason is obvious: energy prices. Here too a mild surprise. Yes, we did see car sales slump last month, but the drop was small and not pure Katrina. After the light truck-buying splurge in June and July (employee discounts) sales were expected to slip in subsequent months. After August's expected drop, the slippage last month was relatively minor. It is, of course, too early to pass any judgment on the consumer. The energy pressure is only beginning. We expect we will see weakness here (autos, retail, travel) and a stronger business sector than previously expected.

The markets

As everyone has commented the U.S. market eked out a gain in the treacherous month of September, Katrina and all. Our view has been that the U.S. market will be essentially flat for the rest of this year. We see no reason to change that view.

One hurdle for the U.S. market—looking ahead—will be short-term yields as they move into the 4% range, and maybe higher. We see money funds and their equivalents beginning to appeal again to the Conservative investor. Much depends on how far the Fed will feel it necessary to go.

Fund changes

The Hotline of Friday, September 16 detailed the changes we would be making to all three MONEYLETTER portfolios as a result of the closure of Artisan Mid Cap Value. In all three portfolios, we swapped the Artisan Fund for Bridgeway Small Cap Value. Her are the details as of Monday, September 19th with a price of \$19.61 for the Artisan fund and \$13.98 for the Bridgeway fund: **Venturesome**—Sold 1,186 shares of Artisan Mid Cap Value, purchased 1,664 shares of Bridgeway Small Cap Value, **Moderate**—Sold 681 shares of Artisan Mid Cap Value, purchased 956 shares of Bridgeway Small Cap Value, **Conservative**—Sold 613 shares of Artisan Mid Cap Value, purchased 859 shares of Bridgeway Small Cap Value. Please keep in mind, that we disposed of the Artisan fund *only* because it closed. The fund is rated Hold in this issue's fund list.

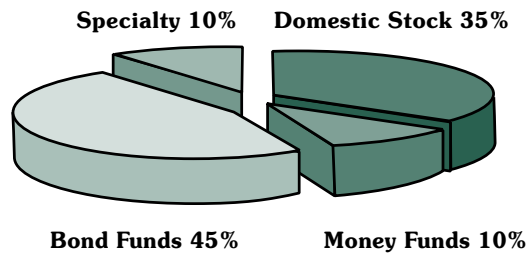
The Hotline of Tuesday, October 4 recommended that Vanguard European Stock Index, in the Vanguard Venturesome and Moderate portfolios, be sold and replaced with Vanguard Pacific Stock Index. The same Hotline also recommended the sale of Fidelity Value in all three Fidelity family portfolios. In the Venturesome and Moderate portfolios we will replace the fund with Fidelity Growth Company. In the Conservative model portfolio we will replace the fund with Fidelity Mid-Cap Stock. \$

Market Trends

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

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	1.7%	10,314	\$1.00	\$10,314
Gateway Fund	11/27/02	21.9	609	25.34	15,421
Loomis Sayles Bond Retail	03/17/04	12.7	1,214	13.78	16,730
RS Value	08/04/04	39.1	1,229	24.37	29,962
Bridgeway Small Cap Value	09/19/05	0.6	859	14.07	12,089
AmerCent Inflation Adj	02/12/03	16.4	1,685	11.24	18,943
Third Avenue Value	11/24/04	17.4	467	59.30	27,696
Dodge & Cox Income	02/19/03	10.8	1,044	12.62	13,169
TOTAL VALUE					\$144,324

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
1.7%	6.1%	14.9%	49.9%	7.6%

Fidelity Conservative

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Cash Reserves	Yield YTD	2.0%	8,905	\$1.00	\$8,905
Fidelity Balanced	11/27/02	48.4	832	18.44	15,345
Fidelity Strategic Income	03/17/04	10.3	1,824	10.56	19,257
Fidelity Value	04/21/04	26.5	352	78.16	27,505
Fidelity Export & Multi	09/08/04	21.0	826	21.32	17,616
Fidelity Inflation-Protected	09/15/04	5.6	1,087	11.44	12,441
Fidelity Investment Grade	02/19/03	10.9	1,801	7.42	13,364
TOTAL VALUE					\$114,433

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
0.3%	5.8%	12.1%	39.1%	5.3%

Vanguard Conservative

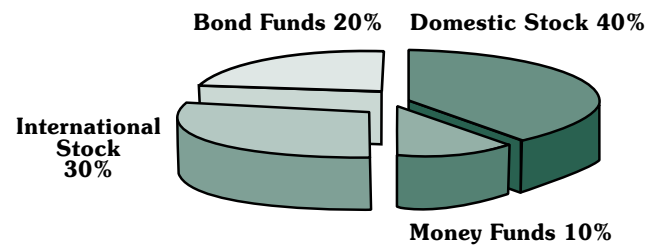
Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Prime Port MM	Yield YTD	2.0%	8,680	\$1.00	\$8,680
Vanguard Balanced Index	11/27/02	31.5	592	19.67	11,653
Vanguard Total Bond Index	02/19/03	9.8	765	10.11	7,737
Vanguard Inflation Protect	02/19/03	17.1	1,142	12.48	14,256
Vanguard Mid-Cap Index	07/20/05	1.4	1,071	17.29	18,525
Vanguard Strategic Equity	12/21/04	9.6	635	23.28	14,789
Vanguard Small Cap Value	03/24/04	28.0	1,381	14.78	20,410
Vanguard GNMA	03/17/04	4.8	1,760	10.31	18,142
TOTAL VALUE					\$114,192

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
0.3%	5.9%	11.0%	45.2%	4.6%

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	1.7%	11,754	\$1.00	\$11,754
T. Rowe Emerging Mkts	08/10/05	7.1	927	25.26	23,428
Baron Partners	06/09/04	30.1	881	17.71	15,604
Loomis Sayles Bond Retail	03/17/04	12.7	1,699	13.78	23,411
Bridgeway Small Cap Value	09/19/05	0.6	956	14.07	13,448
RS Value	08/04/04	39.1	755	24.37	18,391
Fidelity Leveraged Company	01/28/04	36.3	911	25.72	23,441
Forward Intl Small Companies	06/01/05	16.0	1,455	15.29	22,243
TOTAL VALUE					\$151,720

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
2.2%	9.1%	24.4%	91.2%	10.8%

Fidelity Moderate

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Cash Reserves	Yield YTD	2.0%	11,296	\$1.00	\$11,296
Fidelity Emerging Markets	05/11/05	26.0	1,476	16.69	24,640
Fidelity Europe	11/10/04	26.1	479	39.09	18,707
Fidelity Leveraged Company	12/10/03	56.1	810	25.72	20,826
Fidelity Strategic Income	03/17/04	10.3	2,660	10.56	28,088
Fidelity Mid-Cap Stock	08/03/05	0.9	534	25.91	13,835
Fidelity Value	04/21/04	26.5	272	78.16	21,280
TOTAL VALUE					\$138,672

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
2.2%	9.6%	21.9%	65.1%	10.7%

Vanguard Moderate

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Prime Port MM	Yield YTD	2.0%	10,044	\$1.00	\$10,044
Vanguard Intl Value	09/22/04	27.4	360	34.63	12,471
Vanguard European Stk Index	11/10/04	15.4	455	27.90	12,691
Vanguard Emg Mkts Stk Index	08/10/05	5.8	701	18.10	12,694
Vanguard FI Hi-Yld Corp	01/17/01	30.8	3,701	6.20	22,944
Vanguard Strategic Equity	12/21/04	9.6	868	23.28	20,212
Vanguard Mid-Cap Index	03/02/05	9.1	1,026	17.29	17,737
Vanguard Small Cap Value	03/24/04	28.0	1,282	14.78	18,941
TOTAL VALUE					\$127,734

TOTAL RETURNS (as of 09/30/05)

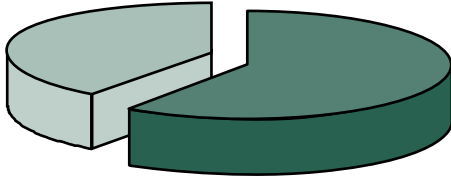
1-mo	6-mo	1-yr	3-yr	YTD
1.8%	8.4%	16.6%	67.5%	7.2%

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

International Stock 40% Domestic Stock 60%



MONEYLETTER Venturesome

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
T. Rowe Emg Europe & Med	02/16/05	33.5%	957	\$24.09	\$23,060
Driehaus Intl Discovery	09/07/05	3.3	487	39.74	19,360
T. Rowe New Asia	08/10/05	2.2	1,103	12.05	13,287
Bridgeway Small Cap Value	09/19/05	0.6	1,664	14.07	23,417
Kinetics Paradigm	09/07/05	1.7	509	20.72	10,543
Bridgeway Aggressive Inv 2	02/16/05	11.2	720	16.45	11,842
Fidelity Leveraged Company	01/28/04	36.3	978	25.72	25,166
RS Value	08/04/04	39.1	757	24.37	18,455
TOTAL VALUE					\$145,130

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
3.5%	14.7%	29.2%	95.1%	15.7%

Fidelity Venturesome

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Emerging Markets	05/11/05	26.0%	1,386	\$16.69	\$23,125
Fidelity Europe	11/10/04	26.1	387	39.09	15,127
Fidelity Southeast Asia	08/10/05	1.8	628	19.77	12,425
Fidelity Leveraged Company	12/10/03	56.1	922	25.72	23,701
Fidelity Focused Stock	10/06/04	25.7	2,330	11.77	27,428
Fidelity Value	04/21/04	26.5	276	78.16	21,547
Fidelity Mid-Cap Stock	08/03/05	0.9	930	25.91	24,095
TOTAL VALUE					\$147,448

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
3.3%	12.4%	25.0%	67.9%	13.3%

Vanguard Venturesome

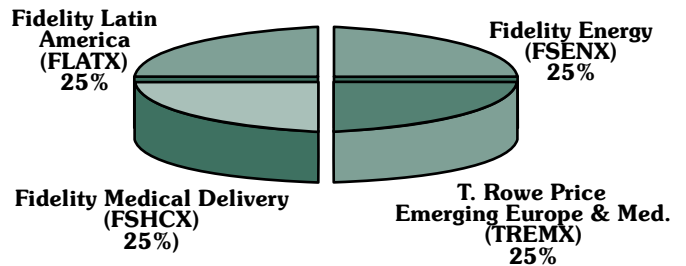
Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Emg Mkts Stk Index	02/16/05	18.6%	1,425	\$18.10	\$25,786
Vanguard European Stk Index	11/10/04	15.4	455	27.90	12,691
Vanguard Intl Value	08/10/05	3.6	359	34.63	12,434
Vanguard Mid-Cap Index	02/16/05	9.8	1,278	17.29	22,105
Vanguard Extended Market Index	06/15/05	5.9	495	33.72	16,677
Vanguard Strategic Equity	12/21/04	9.6	1,048	23.28	24,391
Vanguard Small Cap Value	03/24/04	28.0	1,027	14.78	15,177
TOTAL VALUE					\$129,261

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
2.9%	12.1%	20.5%	72.8%	10.2%

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 Medical Delivery	05/04/05	14.3%	724	\$53.31	\$38,607
T. Rowe Emg. Europe & Med	01/26/05	42.0	1,931	24.09	46,508
Fidelity Energy	08/17/05	14.9	896	49.92	44,719
Fidelity Latin America	12/29/04	45.1	1,546	30.66	47,411
TOTAL VALUE					\$177,245

TOTAL RETURNS (as of 09/30/05)

1-mo	6-mo	1-yr	3-yr	YTD
8.5%	27.9%	44.7%	77.2%	29.1%

MONEYLETTER Select Commentary

The Select Model has just marked its third anniversary. After a couple of hard fought years, the portfolio has hit its stride in the past 12 months. While the markets in general have enjoyed solid growth for an extended period, energy and the emerging markets segments have distinguished themselves.

During fluctuating markets, which categorized much of the period, technical fund switches indicated by the model offered modest returns. Recent switches, however, have enjoyed longer, more productive performance runs. While a couple of our Asset Allocation models have outperformed the Select model for the entire three-year period, the YTD results (29.1%) are difficult to match.

Our eyes will be focused on the Fed and on the economic effects resulting from the destruction caused by hurricanes Katrina and Rita. \$

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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—September 30, 2005

	1-mo	6-mo	1-yr	3-yr	YTD
S&P 500	0.7%	4.9%	12.1%	58.8%	2.7%
Asset Allocation	0.8	5.5	11.7	45.7	4.2
Funds (Avg) 152 Funds					

Domestic Stock Funds

RANK	09/30 2005	1 Mo Ago	6 Mo Ago	Ticker Symbol	FUND NAME (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	TOTAL RETURN			PRICE	RISK		NTF/wtf
										1 mo.	6 mo.	12 mo.	PER SHARE	Std. Dev.	Beta	
1	1	6	CGMFX	CGM Focus	SCVal	*	B	B	6.8%	21.0%	40.3%	\$39.60	37.9	1.03	sw	
2	3	212	SSMGX	SIF Small Cap Growth (2%r<30d)	MCGro	B	B	B	3.0	21.4	31.9	31.29	21.6	1.10	FSW	
3	—	—	BWAFX	Brandywine Advisors	MCGro	(B)	(B)	(B)	4.1	18.7	33.3	12.29	13.2	0.67	FSW	
4	11	23	JVAX	Janus Contrarian	MC	B	B	B	6.3	16.6	34.8	15.01	22.3	1.10	SW	
5	18	—	BRSGX	Bridgeway Small Cap Growth	ScGro	B	B	B	3.6	17.0	33.3	13.12	—	—	fsw	
6	2	—	WWNPX	Kinetics Paradigm (2%r<30d)	MC	B	B	B	3.1	16.6	34.6	20.72	11.7	0.63	Fsw	
7	4	62	BRAIX	Bridgeway Aggressive Investors 2	MCGro	*	B	B	1.5	15.7	38.9	16.45	—	—	fsw	
8	10	73	TWHIX	American Century Heritage	MCGro	B	B	B	4.4	16.1	31.8	14.01	15.4	0.76	fSW	
9	17	—	JORNIX	Janus Orion	MC	B	B	B	4.4	16.1	29.3	8.07	—	—	FSW	
10	13	161	NBNGX	SIF Mid Cap Growth (2%r<30d)	MCGro	*	B	B	3.1	17.0	28.2	12.37	23.5	1.23	FSW	
11	5	—	BRSVX	Bridgeway Small Cap Value	ScVal	B	B	B	1.7	14.5	35.7	14.07	—	—	fsw	
12	12	—	SSMVX	Wells Fargo Adv SC Value Z (closed)	SC	(B)	(B)	(B)	3.9	15.2	28.4	33.21	18.3	0.88	FSW	
13	19	—	BRWIX	Brandywine Fund	MC	B	B	B	3.4	14.7	30.2	31.50	13.7	0.69	fsw	
14	31	164	CLSPX	Columbia Mid Cap Growth Clz	MCGro	(B)	(B)	(B)	2.7	14.1	28.8	23.01	17.7	0.86	FSW	
15	20	109	MPEGX	MSI Mid Cap Growth	MCGro	*	B	B	2.6	14.8	27.1	23.54	22.2	1.17	fsw	
16	29	222	NEEGX	Needham Growth Fund (.75%r<30d)	SCGro	B	B	B	2.5	15.3	26.1	34.67	25.7	1.19	FSW	
17	8	34	NPRIX	Neuberger Berman Partners	LCVal	B	B	B	1.8	13.8	30.5	29.13	20.7	1.10	fsw	
18	14	138	JAVLX	Janus Twenty (closed)	LCGro	B	B	B	3.1	16.3	21.9	48.36	17.3	0.93	FSW	
19	55	166	LMOPX	Legg Mason Opportunity Trust (1%r<1yr)	MC	*	B	B	3.6	15.1	24.4	16.59	35.1	1.48	—	
20	7	20	RSPFX	RS Partners (closed)	SC	B	B	B	1.9	14.4	28.0	39.29	20.9	0.69	FSW	
21	16	29	NBGNX	Neuberger Berman Genesis (closed)	SC	B	B	B	2.6	13.9	28.2	34.93	15.5	0.63	fSw	
22	24	31	FTGGX	Fidelity Focused Stock (.75%r<30d)	LC	*	(B)	(B)	3.1	13.2	29.0	11.77	17.2	1.00	Fw	
23	42	253	TGSCX	TCW Galileo Small Cap Growth	MCGro	*	H	H	2.3	16.1	20.4	17.28	37.3	1.83	FSW	
24	34	225	STDIX	Wells Fargo Advantage Discovery	MCGro	H	H	H	2.9	14.5	23.4	22.01	19.1	0.86	FSW	
25	50	251	OBEGX	Oberweis Emerging Growth (1%r<180d)	SCGro	*	(B)	(B)	3.0	14.4	23.3	28.78	33.2	1.36	FSW	
26	38	96	BERWX	Berwyn Fund (1%r<180d)	SCVal	H	H	H	3.6	13.4	24.5	32.67	22.3	0.77	fsw	
27	22	230	FMCSX	Fidelity Mid-Cap Stock (.75%r<30d)	MCGro	B	B	B	1.3	14.8	23.1	25.91	20.9	1.05	Fsw	
28	28	236	BOGLX	Bogle Small Cap Growth (closed)	SCGro	H	H	H	2.3	14.4	22.4	29.30	22.3	0.88	w	
29	33	152	ACBGX	USGlobal Holmes Growth (.25%r<30d)	MCGro	H	H	H	2.6	13.1	24.6	17.51	15.3	0.57	FSW	
30	6	4	FLVCX	Fidelity Leveraged Co (\$10k,1.5%r<90d)	MC	*	B	B	0.8	10.2	33.5	25.72	36.3	1.39	Fw	
31	71	188	FDGRX	Fidelity Growth Company	LCGro	*	H	H	3.0	13.4	21.5	59.97	25.6	1.36	Fsw	
32	39	57	JAGIX	Janus Growth & Income	LCGro	H	H	H	3.2	12.0	24.4	35.43	15.1	0.87	FSW	
33	23	12	MOPIX	MainStay Small Cap Opportunity (closed)	SCVal	H	H	H	1.5	11.8	27.5	20.49	17.5	0.63	FSW	
34	—	—	BLUEX	Brandywine Blue	LCGro	H	H	H	1.2	13.1	24.3	31.34	12.7	0.67	fsw	
35	25	82	RPMGX	T. Rowe Price Mid Cap Growth	MCGro	(H)	(H)	(H)	2.2	12.6	23.7	54.92	22.1	1.11	fsw	
36	47	156	NMANX	Neuberger Berman Manhattan	MCGro	*	H	H	2.2	12.4	23.9	7.61	23.4	1.15	f	
37	43	143	FFSCX	Forward Hoover Small Cap	SCGro	H	H	H	1.6	12.9	23.2	19.96	20.1	0.85	FSW	
38	110	132	TMGFX	Turner Mid Cap Growth	MCGro	*	H	H	2.6	10.8	25.7	26.39	29.3	1.45	FSW	
39	27	32	VIMSX	Vanguard Mid-Cap Index	MC	H	H	H	1.4	11.1	27.0	17.29	20.1	0.97	fsw	
40	36	211	RYPRX	Royce Premier (1%r<180d)	SC	H	H	H	2.6	13.2	19.6	16.68	19.4	0.84	Fsw	
41	69	210	HACAX	Harbor Capital Appreciation	LCGro	H	H	H	1.8	13.8	19.1	30.85	19.0	1.10	Fsw	
42	76	218	PFGRX	Preferred Growth	LCGro	H	H	H	1.9	13.8	18.8	13.00	19.0	1.10	w	
43	150	244	VALLX	Value Line Leveraged Growth	LCGro	*	H	H	2.8	12.4	20.7	28.00	14.9	0.83	FSW	
44	26	2	TAVFX	Third Avenue Value (1%r<60d)	SC	H	H	H	2.8	9.1	28.8	59.30	17.2	0.79	FSW	
45	45	84	SCDVX	Scudder Development (closed)	MCGro	*	H	H	1.6	11.2	25.4	21.94	29.2	1.50	FSW	
46	63	190	ARTSX	Artisan Small Cap (closed)	SCGro	H	H	H	1.6	12.3	22.6	17.95	26.7	1.19	FSW	
47	41	69	FCNTX	Fidelity Contrafund	LC	H	H	H	2.9	11.6	22.1	63.53	11.4	0.54	Fsw	
48	9	3	RSVAX	RS Value	MC	(H)	(H)	(H)	0.4	9.9	30.1	24.37	18.6	0.60	FSW	
49	133	181	VLIFX	Value Line Fund	LCGro	H	H	H	2.5	11.1	23.6	15.16	13.1	0.73	FSW	
50	15	5	ARTQX	Artisan Mid Cap Value (closed)	MCVal	(H)	(H)	(H)	1.0	9.9	28.4	19.60	19.8	0.87	FSW	
51	37	88	PRNHX	T. Rowe Price New Horizons	SCGro	H	H	H	0.8	11.4	24.9	31.89	28.3	1.30	fsw	
52	35	123	JAOIX	Janus Olympus	LCGro	*	H	H	1.9	12.3	20.4	30.98	19.1	1.04	FSW	
53	30	78	FDSCX	Fidelity Small Cap Ind. (1.5%r<90d)	SC	H	H	H	0.7	11.1	24.4	21.65	16.7	0.58	Fsw	
54	89	252	FMLIX	Fidelity New Millennium (closed)	MCGro	H	H	H	2.9	12.2	18.1	33.82	27.3	1.27	Fsw	
55	84	238	RSSGX	RS Smaller Company Growth	SCGro	*	H	H	1.9	12.0	19.7	23.63	28.5	1.23	FSW	
56	52	54	VSEQX	Vanguard Strategic Equity	MCGro	H	H	H	1.0	10.7	24.3	23.28	17.8	0.83	fsw	
57	44	246	MNSCX	WellsFargo Montgomery Small Cap (closed)	SCGro	H	H	H	1.3	12.4	19.3	12.53	23.3	1.05	fS	
58	49	79	VEXMX	Vanguard Extended Market Index	MC	H	H	H	1.0	11.2	22.6	33.72	21.5	1.02	fsw	
59	60	58	JAENX	Janus Enterprise	MCGro	H	H	H	1.5	10.5	23.6	40.48	21.4	1.09	FSW	
60	100	21	MUHLX	Muhlenkamp Fund	MCVal	H	H	H	1.2	10.2	24.4	84.80	27.9	1.24	FSW	
61	79	107	PRSVX	T. Rowe Price S-C Value (closed,1%r<1yr)	SCVal	H	H	H	1.9	10.9	21.3	38.49	18.0	0.69	fsw	
62	83	121	VALSX	Value Line Special Situations	MCGro	H	H	H	2.0	10.7	21.5	26.39	15.4	0.71	FSW	
63	73	177	VISGX	Vanguard Small Cap Growth Index	SCGro	H	H	H	0.9	11.1	22.2	16.13	21.6	0.91	fsw	
64	68	241	FDEGX	Fidelity Aggressive Growth (1.5%r<90d)	MCGro	*	S	S	0.8	13.7	15.1	17.37	31.1	1.74	FSW	
65	93	141	KAUFEX	Federated Kaufmann Fund (0.2%)	MCGro	S	S	S	1.6	10.4	22.0	5.71	19.5	0.86	FSW	
66	40	126	BUFMX	Buffalo Mid Cap	MCGro	S	S	S	0.1	10.9	22.7	13.90	—	—	FSW	
67	114	189	USAAX	USAA Growth	LCGro	H	H	H	2.2	10.8	19.2	14.59	20.9	1.14	—	
68	106	184	RSMOX	RS MidCap Opportunities	MCGro	S	S	S	2.6	10.8	18.6	13.07	22.6	1.11	FSW	

Bold funds are currently held in **MONEYLETTER** model portfolios.
Advice: B=Buy, H=Hold, S=Sell, (B), (H), (S) = 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	09/30 2005	1 Mo Ago	6 Mo Ago	Ticker Symbol	FUND NAME (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	TOTAL RETURN			PRICE PER SHARE	RISK		NTF/wif
										1 mo.	6 mo.	12 mo.		Std. Dev.	Beta	
69	74	80	DNLDX	Dreyfus New Leaders	MCGro	S	S	S	1.7	9.9	21.6	46.80	18.6	0.90	FSW	
70	151	243	FFTYX	Fidelity Fifty (.75%r<30d)	LC	S	S	S	3.3	10.5	17.7	21.86	19.8	0.85	Fsw	
71	62	8	BARAX	Baron Asset	MCGro	S	S	S	1.0	8.3	26.8	56.52	21.2	0.94	FSW	
72	64	142	RSGRX	RS Growth	MCGro	H	H	H	2.0	10.0	20.8	18.19	18.2	0.97	FSW	
73	32	7	BPTRX	Baron Partners	MCGro	*	H	H	-0.2	8.5	27.7	17.71	28.6	1.26	FSW	
74	127	194	IZZFX	ICM/Isabelle Small Cap Value	SCVal	S	S	S	2.6	9.4	20.6	16.85	29.5	1.04	FSW	
75	152	198	PBEGX	PBHG Emerging Growth	SCGro	S	S	S	1.0	9.5	22.5	13.60	35.8	1.80	FSW	
76	82	130	NAESX	Vanguard SmallCap Index	SC	S	S	S	0.7	10.3	20.9	28.47	23.2	1.01	fsw	
77	149	187	PGIFX	Pioneer Growth Opp (Safeco) (closed)	SC	S	S	S	1.2	11.1	18.2	31.76	29.8	1.18	—	
78	186	150	TWCVX	American Century Vista	MCGro	S	S	S	4.1	7.9	21.6	15.74	15.8	0.68	fSW	
79	121	113	FEXPX	Fidelity Export & Multinat'l (.75%r<30d)	LC	H	S	S	1.8	10.2	19.2	21.32	20.3	1.07	Fsw	
80	147	203	NTHFX	Northeast Investors Growth	LCGro	*	S	S	2.5	11.0	16.1	17.82	16.8	0.96	fw	
81	117	98	SSHFX	Sound Shore	LCVal	S	S	S	3.2	10.0	17.2	39.18	17.3	0.79	sW	
82	129	214	FFDFX	Fidelity Independence	LCGro	S	S	S	2.4	9.9	18.4	18.97	21.4	1.11	Fsw	
83	102	233	FOCPX	Fidelity OTC Portfolio	LCGro	*	S	S	0.9	10.5	19.1	35.98	28.0	1.31	Fsw	
84	51	26	MPMVX	MSI Mid Cap Value	MCVal	S	S	S	1.2	9.2	21.9	25.65	23.1	1.18	fsw	
85	78	100	MFOCX	Marsico Focus (2%r<30d)	LCGro	H	H	H	3.0	9.8	17.7	17.45	15.3	0.74	FSW	
86	57	116	FIDYX	AIM Dynamics Inv (closed)	MCGro	S	S	S	0.2	9.5	22.2	17.76	28.2	1.48	FSw	
87	70	81	LMASX	Legg Mason Special Investment Trust	MC	*	S	S	0.9	10.3	19.0	47.64	30.9	1.33	—	
93	56	35	FDVLX	Fidelity Value	MCVal	S	S	S	0.6	8.8	22.1	78.16	19.0	0.89	Fsw	
97	96	86	VISVX	Vanguard Small-Cap Value Index	SCVal	(H)	(H)	(H)	0.5	9.5	19.6	14.78	22.4	0.90	fsw	
121	21	—	FAIRX	Fairholme Fund	MC	(H)	(H)	(H)	-0.6	7.6	22.7	24.94	10.5	0.48	fsw	

Dow Jones
NASDAQ
S&P 500

0.8%
0.0
0.7

0.6%
7.6
4.1

4.9%
13.4
10.3

indexes do not
include dividends

International Stock Funds

1	1	3	PRLAX	T. Rowe Price Latin America (2%r<90d)	LatinA	*	H	H	15.6%	46.7%	84.3%	\$24.26	29.7	—	fsw
2	4	19	SLAFX	Scudder Latin America (closed,2%r<30d)	LatinA	*	H	H	15.8	44.1	75.0	47.03	27.3	—	Sw
3	5	8	FLATX	Fidelity Latin America (1.5%r<90d)	LatinA	*	H	H	15.3	41.4	77.3	30.66	29.8	—	Fs
4	2	1	TREMX	T. Rowe Price Emg Europe & Med (2%r<90d)	Europe	*	B	B	9.4	36.7	77.7	24.09	29.2	—	fw
5	3	14	EUROX	US Global Eastern Europe (2%r<180d)	Europe	*	B	B	11.4	35.1	63.6	41.99	26.6	—	FSW
6	7	—	HLEMX	Harding Loevner Emerg Mkts (2%r<90d)	Int'l	*	B	B	10.6	29.9	52.7	32.75	15.5	—	FSW
7	9	—	PRMSX	T. Rowe Price Emerging Markets Stock	Int'l	*	B	B	9.0	28.0	55.0	25.26	18.8	—	fsw
8	10	24	FEMKX	Fidelity Emerging Mkts (1.5%r<90d)	Int'l	*	B	B	10.0	25.4	52.9	16.69	—	—	Fsw
9	18	32	DREGX	Driehaus Emerging Mkts Gr (2%r<60d)	Int'l	*	B	B	10.9	24.0	46.3	28.36	24.9	—	FSW
10	6	9	AIOIX	Amer.Cent.Int'l Opp. (closed,2%r<180d)	Int'l	*	B	B	4.5	22.0	52.0	12.37	20.4	—	—
11	16	25	VEIEX	Vanguard Emerging Mkts Stk Index (.5%r)	Int'l	*	B	B	8.6	21.6	46.4	18.10	22.6	—	fsw
12	26	62	JAO SX	Janus Overseas (closed,2%r<90d)	Int'l	*	(B)	(B)	8.8	20.7	40.4	29.41	16.5	—	FSW
13	8	38	DRIDX	Driehaus Intl Discovery (2%r<60d)	Int'l	*	B	B	5.8	21.8	42.2	39.74	21.1	—	FSW
14	27	35	DRFMX	Dreyfus Premier Emerging Market (1%r)	Int'l	*	(B)	(B)	8.5	20.8	40.4	23.33	21.6	—	fSw
15	38	73	FJPNX	Fidelity Japan (1.5%r<90d)	Japan	*	H	H	10.1	19.1	31.2	15.05	17.3	—	Fsw
16	21	21	PRASX	T. Rowe Price New Asia (2%r<90d)	Pacific	*	B	B	5.4	17.9	39.7	12.05	19.7	—	fs
17	39	70	PRJPX	T. Rowe Price Japan (2%r<90d)	Japan	*	H	H	9.2	19.5	30.0	10.10	14.4	—	s
18	12	6	ARTJX	Artisan Intl Small Cap (closed,2%r<90d)	Int'l	*	H	H	4.3	15.3	42.1	20.86	—	—	SW
19	40	33	FSEAX	Fidelity SE Asia (1.5%r<90d)	Pacific	*	H	H	7.2	16.2	35.3	19.77	21.1	—	Fsw
20	11	5	FISMX	Fidelity Intl Small Cap (closed,2%r<90d)	Int'l	*	(H)	(H)	4.0	15.0	42.7	28.30	—	—	Fw
21	41	63	FPBFX	Fidelity Pacific Basin (1.5%r<90d)	Pacific	*	H	H	7.2	16.6	32.9	23.02	14.7	—	Fsw
22	17	27	PRIDX	T. Rowe Price Intl Discovery (2%r<90d)	Int'l	*	(H)	(H)	5.8	16.4	35.5	38.86	16.0	—	fsw
23	35	26	MAPTX	Matthews Pacific Tiger (2%r<90d)	Pacific	*	H	H	5.9	16.1	34.8	18.44	23.6	—	FSW
24	15	11	NBISX	Neuberger Berman Intl (2%r<60d)	Int'l	*	(H)	(H)	4.0	15.6	38.0	21.84	16.3	—	fSw
25	23	59	SCOBX	Scudder Global (closed,2%r<30d)	Global	*	H	H	5.4	16.5	31.8	31.24	12.7	—	FSW
26	55	66	VPACX	Vanguard Pacific Stock Index (2%r<60d)	Pacific	*	H	H	8.7	15.4	29.0	10.63	13.7	—	fsw
27	13	2	PISRX	Forward Intl Small Companies (2%r<60d)	Int'l	*	H	H	4.2	13.3	38.9	15.29	—	—	FSW
28	22	28	BJBIX	Julius Baer Intl Equity A (2%r<90d)	Int'l	*	H	H	4.8	13.4	33.9	35.94	12.5	—	FS
29	—	—	ACINX	Columbia Acorn Intl Z (2%r<60d)	intl	*	H	H	3.9	12.9	36.1	33.36	13.3	—	FSW
30	24	40	WBI GX	Wm Blair Intl Growth N (closed,1%r<60d)	Int'l	*	H	H	4.4	14.1	31.5	25.13	14.6	—	FSW
31	20	13	ICEUX	ICAP Euro Select Equity (2%r<30d)	int'l	*	H	H	4.7	12.8	32.3	33.86	18.0	—	fSw
32	19	4	VINEX	Vanguard Intl Expl (closed,\$25k,2%r<60d)	Int'l	*	H	H	3.5	11.5	36.5	18.76	16.3	—	fsw
33	14	7	FEIUX	Fidelity Europe (1%r<30d)	Europe	*	H	H	2.4	12.2	36.3	39.09	22.5	—	Fsw
34	36	51	HAINX	Harbor International (2%r<60d)	Int'l	*	S	S	5.2	13.6	27.9	48.81	17.9	—	Fsw
35	32	34	FIGRX	Fidelity Intl Discovery (1%r<30d)	Int'l	*	S	S	4.3	12.7	31.3	31.68	15.2	—	Fsw
36	31	42	SCINX	Scudder International (2%r<180d)	Int'l	*	S	S	3.9	13.0	28.9	49.61	13.5	—	FSW
37	29	16	SGSCX	Scudder Gbl Discovery (closed,2%r<30d)	Int'l	*	H	H	1.9	11.3	33.9	39.13	20.1	—	FSW
38	56	57	SCOPX	Scudder Pacific Opp (closed,2%r<30d)	Pacific	*	S	S	4.0	13.1	26.0	14.99	19.0	—	FSW
39	52	47	MPACX	Matthews Asia Pacific (2%r<90d)	Pacific	*	S	S	4.2	11.5	28.6	14.00	—	—	FSW
40	73	75	SJPNX	Japan Fund (Scudder) (2%r<180d)	Japan	*	S	S	6.9	12.2	22.5	11.38	14.8	—	FSW
41	57	37	MACSX	Matthews Asia G & I (closed,2%r<90d)	Pacific	*	S	S	3.9	12.7	25.0	17.72	11.4	—	FSW
42	42	64	MNGRX	SIF International Growth (2%r<30d)	Int'l	*	S	S	4.3	12.1	24.9	13.82	14.9	—	FSW
43	37	49	WAIGX	Wasatch International Growth (2%r<60d)	int'l	*	S	S	3.1	12.0	26.0	18.50	—	—	FSW
44	48	39	VTRIX	Vanguard International Value (2%r<60d)	Int'l	*	S	H	4.2	11.0	26.8	34.63	16.8	—	fsw
70	47	22	VEURX	Vanguard European Stock Index (2%r<60d)	Europe	*	(S)	(S)	2.2	6.9	24.4	27.90	17.4	—	fsw

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

RANK	09/30 2005	1 Mo Ago	6 Mo Ago	Ticker Symbol	FUND NAME (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	TOTAL RETURN			PRICE PER SHARE	RISK		NTF/wf
										1 mo.	6 mo.	12 mo.		Std. Dev.	Beta	
1	3	7	FSNGX	Fidelity Natural Gas (.75%r<30d)	Utility	*	*	*	8.5%	33.6%	63.4%	\$42.54	19.10	0.53	Fsw	
2	1	5	FSENX	Fidelity Energy (.75%r<30d)	NatRes	*	*	*	6.1	33.0	66.6	49.92	18.50	0.64	Fsw	
3	2	6	VGENX	Vanguard Energy (1%r<1yr)	NatRes	*	*	*	5.4	30.7	60.6	59.71	16.50	0.61	fsw	
4	4	9	FSESX	Fidelity Energy Services (.75%r<30d)	NatRes	*	*	*	4.7	30.6	57.0	64.10	23.70	0.78	Fsw	
5	9	27	VGPMX	Vanguard Precious Metals (\$10k,1%r<1yr)	NatRes	*	*	*	12.5	29.0	49.2	22.47	27.50	0.81	fsw	
6	8	11	ICENX	ICON Energy	NatRes	*	*	*	7.1	29.7	54.8	33.76	20.80	0.70	FSW	
7	6	20	FNARX	Fidelity Natural Resources (.75%r<30d)	NatRes	*	*	*	6.4	29.3	53.2	25.01	17.80	0.70	Fw	
8	7	8	RYEIX	Rydex Energy (\$25k)	NatRes	*	*	*	5.8	26.5	53.3	21.65	19.50	0.76	FSW	
9	5	17	RYVIX	Rydex Energy Services (\$25k)	NatRes	*	*	*	3.9	28.8	50.4	38.78	24.10	0.90	FSW	
10	37	94	FSAGX	Fidelity Gold (.75%r<30d)	NatRes	*	*	*	19.4	22.5	20.7	30.41	33.80	0.49	FSW	
11	10	1	FSHCX	Fidelity Medical Delivery (.75%r<30d)	Health	*	*	*	2.7	16.2	60.7	53.31	20.50	0.02	Fsw	
12	15	48	FSLBX	Fidelity Brokerage (.75%r<30d)	FinServ	*	*	*	4.6	23.7	36.5	65.18	21.90	1.33	Fsw	
13	16	3	CGMRX	CGM Realty	RealEs	*	*	*	2.4	20.9	44.7	35.73	24.30	0.75	sw	
14	25	96	USERX	U.S.Global Gold Shares (.25%r<30d)	NatRes	*	*	*	14.3	21.2	19.3	9.43	44.60	0.72	fSw	
15	12	19	PRNEX	T. Rowe Price New Era	NatRes	*	*	*	3.7	18.4	36.4	42.91	17.10	0.75	fsw	
16	14	10	CSRSX	Cohen & Steers Realty (\$10k,1%r<180d)	RealEs	*	*	*	1.4	20.8	32.1	75.85	16.00	0.40	FSW	
17	11	38	FWRLX	Fidelity Wireless (.75%r<30d)	Tech	*	*	*	1.7	19.2	32.2	6.77	27.70	1.58	Fw	
18	57	95	BGEIX	Amer. Cent. Global Gold (1%r<60d)	NatRes	*	*	*	17.0	18.5	10.7	13.41	36.50	0.55	fSW	
19	13	30	PRMTX	T. Rowe Price Media & Telecommunications	Utility	*	*	*	2.3	17.6	33.2	32.00	22.00	1.37	fsw	
20	18	13	TRREX	T. Rowe Price Real Estate (1%r<180d)	RealEs	*	*	*	0.9	18.8	29.6	19.18	15.00	0.36	fsw	
21	21	21	VGSIX	Vanguard REIT Index (1%r<1yr)	RealEs	*	*	*	0.6	18.7	26.6	19.99	15.50	0.36	fsw	
22	19	12	FRESX	Fidelity Real Estate (.75%r<90d)	RealEs	*	*	*	0.6	17.4	29.3	31.32	15.00	0.36	Fsw	
23	26	57	PRHSX	T. Rowe Price Health Sciences	Health	*	*	*	2.9	20.3	18.3	25.12	14.90	0.71	fsw	
24	31	78	RIAFX	RS Internet Age	Tech	*	*	*	4.6	16.8	23.1	7.36	41.60	2.34	FSW	
25	27	35	ICTUX	ICON Telecommunications & Utilities	Utility	*	*	*	3.8	15.8	26.7	8.28	14.70	0.74	FSW	
26	20	74	RYOIX	Rydex Biotechnology (\$25k)	Health	*	*	*	0.4	23.0	13.2	21.64	23.80	1.10	FSW	
27	22	24	RYUIX	Rydex Utilities (\$25k)	Utility	*	*	*	3.1	15.4	27.7	27.25	17.50	0.83	FSW	
28	24	68	FSLEX	Fidelity Environmental Ser (.75%r<30d)	Cycs	*	*	*	0.6	18.2	22.1	15.72	15.30	0.85	Fsw	
29	17	73	FBIOX	Fidelity Biotechnology (.75%r<30d)	Health	*	*	*	-0.5	23.3	8.9	59.68	20.80	0.90	Fsw	
30	83	98	RYPMX	Rydex Precious Metals (\$25k)	NatRes	*	*	*	16.7	16.2	0.5	41.40	34.90	0.63	FSW	
31	34	34	CSEIX	Cohen & Steers Realty Income (1%r<180d)	RealEs	*	*	*	1.5	15.9	21.5	17.80	14.40	0.32	fsw	
32	38	87	FSDCX	Fidelity Developing Comm (.75%r<30d)	Tech	*	*	*	3.6	14.3	22.0	19.56	31.40	1.73	Fsw	
33	36	75	FSELX	Fidelity Electronics (.75%r<30d)	Tech	*	*	*	0.7	12.8	28.7	42.31	37.50	2.12	Fsw	
34	35	33	FPHAX	Fidelity Pharmaceuticals (.75%r<30d)	Health	*	*	*	2.9	16.1	17.1	9.75	15.70	0.83	Fw	
35	68	36	ICBMX	ICON Materials	Cycs	*	*	*	7.3	10.1	25.0	11.30	20.30	1.02	FSW	
36	78	97	SCGDIX	Scudder Gold (closed)	NatRes	*	*	*	14.6	13.6	4.2	18.27	35.90	0.66	Sw	
37	28	23	FSUTX	Fidelity Utilities Growth (.75%r<30d)	Utility	*	*	*	1.8	12.5	24.7	44.88	17.30	1.00	Fsw	
38	23	16	FSPHX	Fidelity Health Care (.75%r<30d)	Health	*	*	*	0.3	14.6	20.4	145.10	11.20	0.55	Fsw	
39	32	4	ICHCX	ICON Healthcare	Health	*	*	*	2.1	9.1	31.4	17.94	15.00	0.52	FSW	
40	45	88	RSIFX	RS Information Age	Tech	*	*	*	3.2	13.6	17.8	15.92	40.80	2.32	FSW	
41	29	15	FSDAX	Fidelity Defense & Aero (.75%r<30d)	Cycs	*	*	*	1.1	10.8	25.4	75.46	15.60	0.60	Fsw	
42	33	2	EUEYX	Alpine U.S. Real Estate Equity CIY	RealEs	*	*	*	-2.8	8.4	36.0	43.61	22.60	0.76	FSW	
43	39	29	FSHOX	Fidelity Const & Housing (.75%r<30d)	Cycs	*	*	*	-1.1	11.4	25.6	47.28	20.00	0.99	Fsw	
44	64	92	FNINX	Fidelity Networking (.75%r<30d)	Tech	*	*	*	3.2	11.8	18.1	2.28	36.60	2.04	Fw	
45	30	14	VGHCHX	Vanguard Health (closed,\$25k&1%r<1yr)	Health	*	*	*	0.9	12.2	20.5	140.30	11.20	0.63	fsw	
46	52	93	RYSIX	Rydex Electronics (\$25k)	Tech	*	*	*	-0.7	12.7	19.2	11.62	43.20	2.35	FSW	
47	63	44	FSPCX	Fidelity Insurance (.75%r<30d)	FinServ	*	*	*	3.3	11.4	16.4	66.39	14.30	0.79	Fsw	
48	44	79	FSCSX	Fidelity Software (.75%r<30d)	Tech	*	*	*	2.9	10.9	17.8	51.77	25.30	1.45	Fsw	
49	40	42	FSAIX	Fidelity Air Transport (.75%r<30d)	Cycs	*	*	*	2.1	9.6	22.1	37.21	20.20	1.07	Fsw	
50	48	83	RYMIX	Rydex Telecommunications (\$25k)	Utility	*	*	*	2.0	13.3	12.8	16.24	31.80	1.90	FSW	
51	41	39	STMDX	Stratton Mthly Div REIT (1.5%r<120d)	RealEs	*	*	*	0.2	12.7	15.7	36.40	14.60	0.32	fsw	
52	46	80	FSPTX	Fidelity Technology (.75%r<30d)	Tech	*	*	*	0.9	10.4	20.2	61.52	29.50	1.74	Fsw	
53	56	91	RYIIX	Rydex Internet (\$25k)	Tech	*	*	*	3.7	12.1	9.8	36.20	35.40	2.06	Fw	
54	50	72	FSTCX	Fidelity Telecomm (.75%r<30d)	Utility	*	*	*	1.3	11.2	14.7	37.93	31.30	1.79	Fsw	
55	49	52	FSRFX	Fidelity Transportation (.75%r<30d)	Cycs	*	*	*	3.8	6.6	22.3	44.10	17.80	0.98	Fsw	
56	62	86	RYTVX	Royce Technology Value (2%r<180d)	Tech	*	*	*	3.2	9.8	13.4	6.50	27.10	1.34	FSW	
57	53	47	ICTRX	ICON Industrials	Cycs	*	*	*	2.1	7.1	20.7	12.70	17.20	0.84	FSW	
58	60	84	RYTIX	Rydex Technology (\$25k)	Tech	*	*	*	1.3	9.8	15.0	11.36	32.00	1.90	FSW	
59	55	76	PRSCX	T. Rowe Price Science & Tech	Tech	*	*	*	1.4	8.8	16.8	19.47	27.50	1.69	fsw	
60	47	43	FBALX	Fidelity Balanced	Hybrid	B	*	*	1.0	8.6	16.6	18.44	11.30	0.71	Fsw	
61	51	37	FCYIX	Fidelity Cyclical Ind (.75%r<30d)	Cycs	*	*	*	1.0	6.7	19.2	19.65	16.50	0.97	Fw	
62	42	22	FSMEX	Fidelity Medical Equip (.75%r<30d)	Health	*	*	*	-0.3	9.1	15.1	25.04	10.80	0.46	Fsw	
63	43	25	RYHIX	Rydex Health Care (\$25k)	Health	*	*	*	-0.1	9.0	14.9	13.85	12.50	0.69	FSW	
64	58	81	FDCPX	Fidelity Computers (.75%r<30d)	Tech	*	*	*	-0.2	6.4	19.5	35.54	29.90	1.75	Fsw	
65	59	62	FBMPX	Fidelity Multimedia (.75%r<30d)	Consmr	*	*	*	1.3	5.9	14.8	45.94	22.90	1.21	Fsw	
66	72	61	FSDPX	Fidelity Indust Materials (.75%r<30d)	Cycs	*	*	*	4.6	4.2	13.7	41.28	20.70	0.94	Fsw	
67	73	85	ICTEX	ICON Information Technology	Tech	*	*	*	1.8	7.3	10.1	8.70	27.80	1.51	FSW	
68	54	70	FSAVX	Fidelity Automotive (.75%r<30d)	Cycs	*	*	*	-2.1	8.0	14.0	35.21	18.30	0.89	Fsw	
77	67	46	VBINX	Vanguard Balanced Index	Hybrid	B	*	*	0.1	4.8	9.8	19.67	8.50	0.55	fsw	
78	70	45	GATEX	Gateway Fund	Altern	B	*	*	0.8	3.5	8.1	25.34	8.40	0.52	Fsw	

Performance By Fund Type Part I

Most subscribers are familiar with the two major elements of *MONEYLETTER's* investment strategies: asset allocation and strategic fund selection. Much of the work we do with regard to fund selection is focused on individual funds: buys, sells, new funds, closed funds etc. In this two-part report, we will take a little different look, focusing on them collectively based on their fund type.

Below you'll find data taken over the last 12 months, broken into six-month intervals. The results are listed alphabetically by fund type, with the top- and bottom-performing groups for each time period (based on average rank and percentage of funds within that fund type which ranked among *MONEYLETTER's* top 65 funds) highlighted in bold type. Balanced, Convertible, and Growth & Income funds are excluded from consideration because we don't list enough of them to provide a useful reading. In Part II of this report, we'll dissect the data and attempt to draw some conclusions. \$

	Fund Type	# of Funds	Avg Rank	% in Top 65
9/24/04	Bal	1	105	0
	Conv	2	162	0
	G&I	2	147	0
	LC	41	152	12
	LC Gro	35	182	3
	LC Val	32	93	44
	MC	11	117	27
	MC Gro	42	150	12
	MC Val	28	88	43
	SC	13	54	62
	SC Gro	30	157	20
SC Val	21	77	52	
3/18/05	Bal	1	198	0
	Conv	3	210	0
	G&I	2	151	0
	LC	41	176	5
	LC Gro	35	196	3
	LC Val	30	124	13
	MC	11	73	45
	MC Gro	42	105	33
	MC Val	29	108	41
	SC	13	74	46
	SC Gro	31	133	29
SC Val	22	71	55	
9/23/05	Bal	1	112	0
	Conv	3	166	0
	G&I	2	168	0
	LC	39	177	5
	LC Gro	33	125	33
	LC Val	31	176	3
	MC	15	75	60
	MC Gro	43	80	49
	MC Val	28	170	7
	SC	15	105	40
	SC Gro	32	129	25
SC Val	23	122	22	

100% U.S. TREASURY FUNDS

	7-Day	30-Day	1-Year
Vanguard Treasury MMF	3.20%	3.16%	2.12%
Gabelli US Treasury MMF	3.09	3.08	2.03
Amer Century Capital Presv Fund/Inv	3.04	2.96	1.91
RMK Select Treas MMF/CI A	2.89	2.80	1.76
JPMorgan 100% US Treas MMF/Morgan	2.86	2.79	1.75
Schwab US Treasury Money Fund	2.82	2.76	1.69
T. Rowe Price US Treasury MF	2.82	2.85	1.80
US Treasury MF of America/CI A	2.78	2.76	1.74
CMA Treasury Fund RIC	2.76	2.69	1.70
DBAB Cash Reserve Treas/Inv	2.75	2.69	1.64

GENERAL PURPOSE TAXABLE FUNDS

	7-Day	30-Day	1-Year
PayPal Money Market Fund	3.78%	3.65%	2.57%
Scudder MM Series Premium/AARP	3.65	3.54	2.45
Scudder MM Series Prime Reserve/AARP	3.56	3.44	2.35
MFS Money Market Fund	3.53	3.45	2.16
TIAA-CREF Money Market Fund	3.49	3.42	2.29
Vanguard Prime MMF/Retail	3.49	3.40	2.31
Wells Fargo Adv Heritage MF/Admin	3.44	3.33	2.18
SSgA MMF/CI A	3.40	3.30	2.20
TCW Galileo Money Market Fund	3.38	3.28	2.19
BB&T Prime MMF/Instit	3.37	3.30	2.16
Marshall MMF/Investor Class	3.37	3.29	2.22
Scudder Money Market Fund	3.37	3.28	2.13

TAX-FREE GENERAL PURPOSE FUNDS

	7-Day	30-Day	1-Year
Alpine Municipal MMF/Investor	2.63%	2.51%	2.04%
Vanguard Tax-Exempt MMF	2.58	2.46	1.94
Fidelity AMT Tax-Free Money Fund	2.39	2.23	1.79
Scudder Tax-Exempt Money Fund	2.35	2.23	1.65
Fidelity Municipal MMF	2.32	2.17	1.66
Amer Century T-F MMF/Inv Class	2.29	2.16	1.64
Fidelity Tax Free Money Market	2.29	2.14	1.65
T. Rowe Price Summit Muni MMF	2.28	2.17	1.61
USAA Tax Exempt MMF	2.28	2.15	1.66
Dreyfus BASIC Muni MMF	2.25	2.14	1.64

TAX-FREE STATE-SPECIFIC FUNDS

	7-Day	30-Day	1-Year
Vanguard OH Tax-Exempt MMF	2.54%	2.41%	1.93%
Vanguard PA Tax-Exempt MMF	2.53	2.40	1.91
Vanguard NY Tax-Exempt MMF	2.52	2.40	1.89
Vanguard NJ Tax-Exempt MMF	2.51	2.39	1.89
Vanguard CA Tax-Exempt MMF	2.47	2.35	1.90
Fidelity CT Municipal MMF	2.26	2.07	1.61
Fidelity FL Municipal MMF	2.24	2.11	1.63
Fidelity AZ Municipal MMF	2.23	2.09	1.60
Fidelity PA Municipal MMF	2.20	2.09	1.61
Fidelity NY Municipal MMF	2.19	2.06	1.58

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 9/27/05. 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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Columbia Acorn International and International Select

Long-time subscribers to *MONEYLETTER* may remember when the Acorn funds were a part of our equity fund coverage. A change in fund ownership and the imposition of loads resulted in their removal from our database, as they no longer met our criteria. Eventually, Columbia Management recreated no-load classes of the Acorn funds, with so-called "Z" shares. In this issue, we will add the two Columbia Acorn International funds. In a future issue, we will add Columbia Acorn Select and Columbia Acorn USA.

Columbia Acorn International Z (ACINX)

Columbia Wanger Asset Management has long been recognized for its strength in smaller-cap research, and this international fund takes advantage of that strength. The management team of Zach Egan and Louis Mendes took over the fund in September 2003. They are supported by a team of six analysts, each of whom concentrates on certain sectors, and has responsibility for selecting stocks in the analyst's respective area.

The team looks for smaller firms with attractive growth rates. However, they don't throw valuation to the wind. They want reasonable valuations, and also stress strong balance sheets, good cash flow, and attractive dividend yields. They generally shun the smallest stocks, and won't load up on emerging markets issues. Stocks that make it into the portfolio tend to be proven, higher-quality issues. Recently, about 50% of the portfolio was in mid-cap names, 18% in large-caps, and the remainder in small-cap issues.

Top Five Countries & Sectors (% of Assets)

United Kingdom	13.3	Industrials	24.5
Japan	10.3	Consumer Discretionary	18.4
France	9.7	Financials	17.2
Germany	8.7	Health Care	8.0
Netherlands	8.5	Energy	8.0

As of August 31, 2005

What sets this fund apart, however, is its emphasis on diversification. The fund holds more than 150 names in its portfolio, and its largest holding (Anglo Irish Bank of Ireland) accounts for only 2% of assets. Indeed, its top ten holdings account for less than 14% of the portfolio. Egan and Mendes constantly monitor sector weightings to make sure the portfolio does not become too aggressive. And, it is worth noting that the managers recently have focused their attention on sectors that historically have been underrepresented in the fund, resulting in even better diversification.

Recently, the fund has enjoyed good performance from specialty steel makers Vailourec Group (France) and Tenaris SA (Argentina). The steel products are used by firms developing oil and gas fields. High oil prices, naturally, are driving energy firms to increase exploration and production, which translates into higher orders and good pricing for the steel producers. Both firms gained more than 30% in the second quarter.

Columbia Acorn International Select Z (ACFFX)

In the mutual fund business, tagging the word "select" onto a fund often denotes a concentrated portfolio. Columbia Acorn International Select is no exception. In contrast to its sibling with 150 holdings, above, this fund holds less than a third of that amount, focusing on mid-cap companies. It follows, then, that the fund is less diversified. Its top stock holding accounts for about 5.3% of assets, and the top ten constitute 35% of the portfolio.

Top Five Countries & Sectors (% of Assets)

Japan	17.6	Consumer Discretionary	20.0
Switzerland	12.4	Financials	20.0
France	12.0	Industrials	16.6
United Kingdom	11.5	Consumer Staples	11.3
Ireland	9.5	Energy	8.7

As of August 31, 2005

Still, this fund shares much in common with the International fund. Chris Olson and Todd Narter (managers here since September 2001) use a very similar investing technique. They look for growth companies with solid fundamentals and reasonable valuations.

Recently, this fund has benefited from the good performance of Tenaris, which was mentioned above, and is this fund's number one holding. Meanwhile, satellite service provider SES Global (fifth largest portfolio holding at 3.5% of assets), has also been a strong recent contributor. It is benefiting from the switch to HDTV, is launching two new satellites, and announced a 10% share buyback.

Note: These funds impose a 2% redemption fee on shares held for less than 60 days. \$

Columbia Acorn International Z (ACINX)
Columbia Acorn International Select Z (ACFFX)
Columbia Acorn Funds

227 W Monroe Street, Ste 3000, Chicago, IL 60606
(800) 345-6611 • Minimum Investment: \$1,000, \$1,000 IRA

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