

## Be More Venturesome

by Walter S. Frank, Chief Investment Officer

We are raising the domestic stock fund allocation for Venturesome investors to 50% from 40%. Simultaneously, we are lowering the money fund (cash) allocation from 10% to zero. We are making this change because we believe that the Federal Reserve is approaching the end of its rate-raising cycle. We also believe that the U. S. stock market represents good value. Please note that the increased allocation applies to Venturesome investors *only*. For Venturesome investors, the new allocations are: 50%—Domestic Stock, 40%—International Stock, and 10%—Specialty.

Here are the changes we will be making to the Venturesome model portfolios. **MONEYLETTER**—Sell all of Schwab Money Fund. Invest the proceeds in Janus Orion, already in the portfolio. **Fidelity**—Sell all of Fidelity Cash Reserves. Invest the proceeds in Fidelity Value Discovery. **Vanguard**—Sell all of Vanguard Prime Portfolio. Place \$4,000 in Vanguard Small Cap Growth Index. Invest the balance in Vanguard Growth Equity.

### Interest-rate jitters

The market lately has had a bad case of the interest-rate jitters. Central banks around the world, with the exception of the U.K., have either raised rates recently (European Bank, U.S. Federal Reserve) or threatened to raise rates (Japan). While the actions by the central banks are uncoordinated, there is a reason for higher global short-term rates, namely, the global economy is thriving. Growth is busting out all over.

Adding to the interest-rate jitters here in the U.S. is the fact that some on Wall Street have just upped the ante on further Fed action. Ethan Harris of Lehman Bros. has just forecast that the Fed will go to 5.5% this year. We believe they will stop at 5.0%. We take Harris seriously, though in this case we disagree.

The latest economic numbers have only deepened the bond market's concern. Whereas only one week ago the

stock market was worried that the economy was weakening, lately the bond market turned to worrying about the exact opposite. Consequently, we have seen long-term rates, the 10-year Treasury, climb from the mid-4.5 percents to the mid 4.7 percents. The stock market has noticed, and reacted accordingly (downward).

In the middle of all this concern about inflation and interest rates, soothing voices have been coming from the Federal Reserve, telling us that the outlook is pretty good. Of course, the markets, amidst the daily noise, have paid little attention.

For example, Anthony Santomero, the President of the Philadelphia Fed and a former academic, said in a speech on February 24, "The economy is performing well...The outlook is for real GDP growth to moderate a bit further over the course of this year and next, settling into that sustainable pace of 3 percent annual growth...I believe this rate of growth is consistent with the Fed maintaining a neutral monetary policy."

We point out the "neutral" is about where very short-term rates are now.

Then on March 3, Gary Stern, President of the Minneapolis Fed, told Market Watch that growth in 2006 should be similar to that of the past two years, with "respectable growth and the continuation of low inflation." He added, "I'm pretty positive about the outlook."

These Fed statements and Chairman Bernanke's earlier testimony to Congress do not, in our opinion, add up to a Fed chomping at the bit to raise rates beyond the neutral zone. A major reason we are increasing the Venturesome allocation is that we believe the Fed is close to being done. We also believe that the U.S. market represents good value at current prices, even if the 10-year Treasury were to settle at 5.0%. Inflation is always a threat, but the odds still favor a low inflation outlook.

### Fund changes

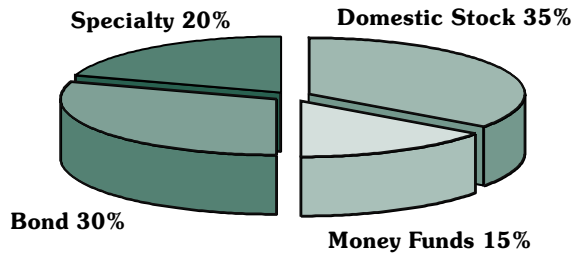
The Hotline of Tuesday, February 21, recommended the sale of Fidelity Export & Multinational in the **Fidelity Conservative** model portfolio, and the purchase of Fidelity Small Cap Stock as a replacement. Here are the details as of Wednesday, February 22: Sold 626 shares of Export & Multinational @ \$21.81 per share, purchased 691 shares of Small Cap Stock @ \$19.75 per share. The same Hotline recommended the sale of Vanguard U.S. Growth in the Vanguard Venturesome and Moderate portfolios to be replaced by Vanguard Small Cap Growth Index in both portfolios. Here are the details. **Vanguard Venturesome**—Sold 1,003 shares of U.S. Growth @ \$18.39 per share. Purchased 1,035 shares of Small Cap Growth @ \$17.82 per share. **Vanguard Moderate**—Sold 1,301 shares of U.S. Growth, purchased 1,343 shares of Small Cap Growth. \$

### Market Trends

	Trailing 12-Mo Trend	Forward 6-Mo Estimate
Economy	Higher	Higher
Interest Rates	Higher	Higher
Dollar	Higher	Flat/Lower
Inflation	Higher	Flat/Higher
Dow	Flat	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	0.6%	21,246	\$1.00	\$21,246
AmerCent Inflation Adj	02/12/03	16.5	2,297	10.98	25,224
Loomis Sayles Bond Retail	03/17/04	17.3	1,245	13.99	17,412
Gateway Fund	11/27/02	24.9	619	25.51	15,800
Marsico 21st Century	11/30/05	6.7	1,488	13.81	20,550
Bridgeway Small Cap Value	09/19/05	10.4	859	15.44	13,266
Fidelity Mid-Cap Stock	01/18/06	4.5	720	28.85	20,763
RS Global Natural Resources	01/11/06	-0.4	421	34.13	14,381
<b>TOTAL VALUE</b>					<b>\$148,642</b>

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-0.5%	4.8%	9.0%	52.4%	2.9%

**Fidelity Conservative**

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Cash Reserves	Yield YTD	0.7%	15,786	\$1.00	\$15,786
Fidelity Inflation-Protected	09/15/04	5.7	1,136	10.97	12,458
Fidelity Strategic Income	03/17/04	13.3	1,870	10.50	19,634
Fidelity Balanced	11/27/02	57.8	843	19.36	16,311
Fidelity Mid-Cap Stock	10/05/05	17.3	1,088	28.85	31,398
Fidelity Small Cap Stock	02/22/06	0.3	691	19.81	13,690
Fidelity Natural Resources	01/11/06	-1.5	447	25.87	11,559
<b>TOTAL VALUE</b>					<b>\$120,836</b>

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-1.1%	6.0%	10.1%	47.1%	3.0%

**Vanguard Conservative**

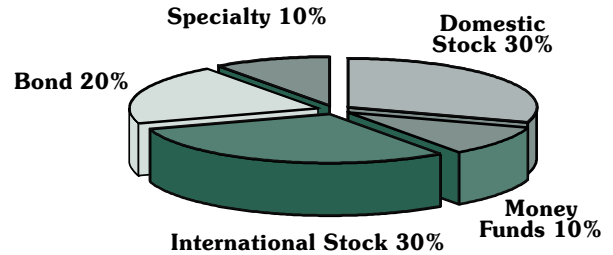
Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Prime Port MM	Yield YTD	0.7%	17,229	\$1.00	\$17,229
Vanguard Inflation Protect	02/19/03	17.4	1,172	12.16	14,253
Vanguard GNMA	03/17/04	6.5	1,796	10.27	18,440
Vanguard Balanced Index	11/27/02	36.6	597	20.06	12,099
Vanguard Mid-Cap Index	07/20/05	9.1	1,083	18.41	19,936
Vanguard Extended Market	11/16/05	9.2	436	36.24	15,797
Vanguard Small Cap Value	03/24/04	37.5	537	15.61	8,378
RS Global Natural Resources	01/18/06	-0.4	335	34.13	11,436
<b>TOTAL VALUE</b>					<b>\$117,568</b>

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-1.0%	3.3%	7.8%	44.6%	2.4%

**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	0.6%	11,827	\$1.00	\$11,827
Loomis Sayles Bond Retail	03/17/04	17.3	1,742	13.99	24,364
T. Rowe Emerging Mkts	08/10/05	26.2	973	28.36	27,589
Forward Intl Small Companies	06/01/05	34.0	1,568	16.38	25,689
Bridgeway Small Cap Value	09/19/05	10.4	956	15.59	14,757
Marsico 21st Century	11/30/05	6.7	1,408	13.81	19,438
Janus Orion	11/16/05	10.9	2,495	8.89	22,179
RS Global Natural Resources	01/11/06	-0.4	443	34.13	15,124
<b>TOTAL VALUE</b>					<b>\$160,967</b>

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-0.8%	8.4%	13.7%	100.4%	6.0%

**Fidelity Moderate**

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Cash Reserves	Yield YTD	0.7%	10,972	\$1.00	\$10,972
Fidelity Strategic Income	03/17/04	13.3	2,739	10.50	28,758
Fidelity Emerging Markets	05/11/05	57.2	1,499	20.58	30,859
Fidelity Japan	11/16/05	18.7	1,180	17.99	21,228
Fidelity Mid-Cap Stock	08/03/05	14.9	766	28.85	22,087
Fidelity Growth Company	10/05/05	14.1	355	66.58	23,621
Fidelity Natural Resources	01/11/06	-1.5	556	25.87	14,389
<b>TOTAL VALUE</b>					<b>\$151,914</b>

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-1.8%	12.0%	17.6%	81.8%	4.0%

**Vanguard Moderate**

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Prime Port MM	Yield YTD	0.7%	9,488	\$1.00	\$9,488
Vanguard FI Hi-Yld Corp	01/17/01	34.6	3,789	6.20	23,490
Vanguard Pacific Stk Index	10/05/05	14.6	1,835	11.73	21,530
Vanguard Emg Mkts SIK Index	08/10/05	24.5	1,047	20.95	21,941
Vanguard S-C Growth Index	02/22/06	-0.3	1,343	17.77	23,867
Vanguard Mid-Cap Index	03/02/05	17.4	1,217	18.41	22,396
RS Global Natural Resources	01/18/06	-0.4	373	34.13	12,747
<b>TOTAL VALUE</b>					<b>\$135,459</b>

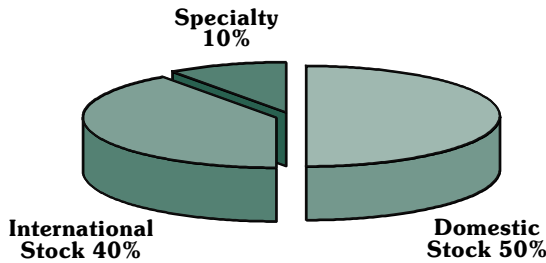
**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-1.5%	7.9%	12.7%	73.3%	5.8%

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
Schwab Money Market	Yield YTD	0.6%	13,368	\$1.00	\$13,368
T. Rowe Emg. Europe & Med	02/16/05	63.6	960	29.44	28,261
Driehaus Intl Discovery	09/07/05	24.8	539	43.39	23,393
Fidelity Japan	01/25/06	-0.7	813	17.99	14,624
Bridgeway Small Cap Value	09/19/05	10.4	1,664	15.44	25,697
Kinetics Paradigm	09/07/05	9.0	510	22.17	11,301
Janus Orion	11/16/05	10.9	820	8.89	7,288
Marsico 21st Century	11/30/05	6.7	1,412	13.81	19,505
RS Global Natural Resources	01/11/06	-0.4	431	34.13	14,715
<b>TOTAL VALUE</b>					<b>\$158,151</b>

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-1.4%	12.7%	21.5%	117.0%	7.0%

**Fidelity Venturesome**

Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Fidelity Cash Reserves	Yield YTD	0.7%	11,783	\$1.00	\$11,783
Fidelity Emerging Markets	05/11/05	57.2	1,407	20.58	28,961
Fidelity Japan	11/16/05	18.7	954	17.99	17,165
Fidelity Southeast Asia	08/10/05	20.8	650	22.69	14,745
Fidelity Contafund	02/08/06	0.5	431	65.20	28,074
Fidelity Growth Company	10/05/05	14.1	359	66.58	23,917
Fidelity Mid-Cap Stock	08/03/05	14.9	743	28.85	21,425
Fidelity Natural Resources	01/11/06	-1.5	589	25.87	15,247
<b>TOTAL VALUE</b>					<b>\$161,317</b>

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-2.4%	13.0%	19.9%	87.0%	4.3%

**Vanguard Venturesome**

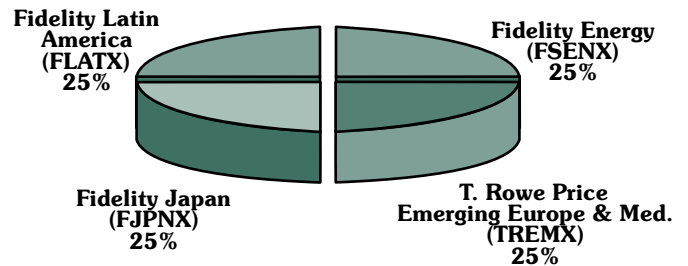
Fund Name	Buy Date	Return Since Buy	Shares	Share Price	Current Value
Vanguard Prime Port MM	Yield YTD	0.7%	11,437	\$1.00	\$11,437
Vanguard Emg Mkts Stk Index	02/16/05	39.6	1,448	20.95	30,340
Vanguard Pacific Stk Index	10/05/05	14.6	2,394	11.73	28,079
Vanguard Mid-Cap Index	02/16/05	18.1	1,292	18.41	23,788
Vanguard Growth Equity	01/11/06	-2.0	1,215	10.86	13,192
Vanguard S-C Growth Index	02/22/06	-0.3	1,035	17.77	18,394
RS Global Natural Resources	01/18/06	-0.4	388	34.13	13,244
<b>TOTAL VALUE</b>					<b>\$138,474</b>

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-1.9%	10.2%	16.6%	84.8%	4.1%

**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 Japan	12/21/05	0.9%	2,474	\$17.99	\$44,507
T. Rowe Emg. Europe & Med	01/26/05	74.0	1,861	29.44	54,802
Fidelity Air Transportation	02/22/06	-1.0	1,115	43.13	48,083
Fidelity Latin America	12/29/04	83.1	1,472	37.70	55,512
<b>TOTAL VALUE</b>					<b>\$202,904</b>

Inception: 9/30/02

**TOTAL RETURNS (as of 2/28/06)**

1-mo	6-mo	1-yr	3-yr	YTD
-2.8%	24.2%	38.7%	120.6%	10.1%

**MONEYLETTER Select Commentary**

The Hotline of Tuesday, February 21 recommended the sale of Fidelity Energy (FSENX) to be exchanged for shares of Fidelity Air Transportation (FSAIX). The recommended trades were executed at the market close February 22, 2006. Details: Sold 969 shares of Fidelity Energy @ \$50.11 per share. Purchased 1,115 shares of Fidelity Air Transportation @ \$43.56 per share.

Recent volatility has resulted in dramatic movement of funds within our "technical" ranking hierarchy. However, for the most part, declines have been offset by subsequent gains. Without "confirmation" as defined by concurrent weeks below our trading/exchange threshold, with the exception of Fidelity Energy the Model's positions have remained intact. \$

Please note: The recommendations presented for the Select Portfolio are based strictly upon "technical" data rather than fundamental analysis. 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, 2006**

	1-mo	6-mo	1-yr	3-yr	YTD
S&P 500	0.2%	5.9%	8.3%	60.5%	2.9%
Asset Allocation	0.0	4.8	8.1	45.2	2.5
Funds (Avg) 184 Funds					

## Domestic Stock Funds

RANK	3/6 2006	1 Mo Ago	6 Mo Ago	Ticker Symbol	FUND NAME (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	TOTAL RETURN			PRICE	RISK		NTF/ w/f
										1 mo.	6 mo.	12 mo.	PER SHARE	Std. Dev.	Beta	
1	1	—	—	HDPMX	Hodges Fund	MC	*	B	B	-1.5%	21.4%	32.3%	\$24.79	19.4	1.87	FSW
2	28	69	—	IZYX	ICM/Isabelle Small Cap Value	SCVal	B	B	B	4.4	17.1	21.6	16.38	29.5	1.04	FSW
3	12	28	—	FMCSX	<b>Fidelity Mid-Cap Stock (.75%r&lt;30d)</b>	<b>MCGro</b>	<b>B</b>	<b>B</b>	<b>B</b>	<b>2.1</b>	<b>16.0</b>	<b>27.4</b>	<b>29.14</b>	<b>20.9</b>	<b>1.05</b>	<b>Fsw</b>
4	19	9	—	JORNX	<b>Janus Orion</b>	<b>MC</b>	<b>B</b>	<b>B</b>	<b>B</b>	<b>2.5</b>	<b>15.2</b>	<b>26.4</b>	<b>9.01</b>	<b>14.3</b>	<b>1.16</b>	<b>FSW</b>
5	31	173	—	MXXIX	<b>Marsico 21st Century (2%r&lt;30d)</b>	<b>LC</b>	<b>B</b>	<b>B</b>	<b>B</b>	<b>2.9</b>	<b>17.4</b>	<b>18.5</b>	<b>13.88</b>	<b>21.1</b>	<b>0.95</b>	<b>fsw</b>
6	15	25	—	NEEGX	Needham Growth Fund (.75%r<30d)	SCGro	B	B	B	1.5	15.4	25.2	39.21	25.7	1.19	FSW
7	20	80	—	FMLX	Fidelity New Millennium (closed)	MCGro	B	B	B	2.8	15.6	21.9	37.59	27.3	1.27	Fsw
8	25	8	—	JSVAX	Janus Contrarian	MC	B	B	B	2.5	14.6	23.2	16.27	22.3	1.10	SW
9	34	31	—	MNSCX	WellsFargo Montgomery Small Cap (closed)	SCGro	B	B	B	2.6	13.7	24.2	13.24	23.3	1.05	fS
10	40	124	—	USRLX	Undiscovered Small Cap Growth (\$10,000)	SCGro	*	H	H	2.3	15.1	20.9	11.40	44.2	1.85	fw
11	7	107	—	RYLPX	Royce Low Priced Stock (closed, 1%r<180d)	SCVal	B	B	B	0.6	16.2	20.7	17.03	27.1	1.10	Fsw
12	16	18	—	TGSCX	TCW Galileo Small Cap Growth	MCGro	*	B	B	0.5	14.2	25.1	19.42	37.3	1.83	FSW
13	6	21	—	CLSPX	Columbia Mid Cap Growth ClZ	MCGro	B	B	B	-0.4	15.1	23.4	25.63	17.7	0.86	Sw
14	59	35	—	FDGRX	<b>Fidelity Growth Company</b>	<b>LCGro</b>	<b>*</b>	<b>H</b>	<b>H</b>	<b>2.0</b>	<b>13.6</b>	<b>23.6</b>	<b>66.96</b>	<b>25.6</b>	<b>1.36</b>	<b>Fsw</b>
15	4	19	—	BRSGX	Bridgeway Small Cap Growth	ScGro	B	B	B	-2.2	14.3	26.4	14.57	—	—	fsw
16	3	10	—	TWHIX	American Century Heritage	MCGro	B	B	B	-1.7	14.1	25.1	15.44	15.4	0.76	FSW
17	9	27	—	BOGLX	Bogle Small Cap Growth (closed)	SCGro	B	B	B	1.1	13.1	23.2	29.34	22.3	0.88	w
18	70	84	—	KAUFEX	Federated Kaufmann Fund (0.2%)	MCGro	H	H	H	2.9	13.2	19.8	6.03	19.5	0.86	FSW
19	110	43	—	BPTRX	Baron Partners	MCGro	*	H	H	4.3	13.0	18.0	19.82	28.6	1.26	FSW
20	10	37	—	RYPRX	Royce Premier (closed, 1%r<180d)	SC	B	B	B	-0.1	13.7	22.6	17.83	19.4	0.84	Fsw
21	41	33	—	RPMGX	T. Rowe Price Mid Cap Growth	MCGro	H	H	H	1.6	12.7	22.7	56.74	22.1	1.11	fsw
22	33	42	—	PRNHX	T. Rowe Price New Horizons	SCGro	*	B	B	1.4	13.1	21.8	34.21	28.3	1.30	fsw
23	8	—	—	RIMSX	Rainier Small/Mid Cap Port	MCGro	*	B	B	0.0	13.9	21.0	35.97	15.7	1.34	FSW
24	11	52	—	TMGFX	Turner Mid Cap Growth	MCGro	*	B	B	-0.9	14.5	19.8	29.63	29.3	1.45	FSW
25	14	34	—	MPEGX	MSI Mid Cap Growth Inst Cl	MCGro	*	B	B	-1.4	12.9	23.9	26.07	22.2	1.17	w
26	21	50	—	NMANX	Neuberger Berman Manhattan	MCGro	*	B	B	0.1	12.8	21.0	8.47	23.4	1.15	f
27	86	72	—	VHCOX	Vanguard Cap Opp (closed, \$25k, 1%r<1yr)	MCGro	*	H	H	2.6	11.3	20.2	35.52	25.3	1.28	fsw
28	—	—	—	ATASX	ABN AMRO/TAMRO Small Cap N	SC	*	H	H	1.6	12.5	17.5	18.30	15.6	1.52	FSW
29	30	238	—	HENLX	Hennessy Cornerstone Growth II (1%r<30d)	SCGro	H	H	H	0.9	14.6	13.1	32.12	30.9	1.19	FSW
30	44	132	—	GSETX	Columbia Small Company Equity ClZ	SCGro	H	H	H	1.5	12.3	17.4	20.25	24.9	1.14	fw
31	5	2	—	BRAIX	Bridgeway Aggressive Investors 2	MCGro	*	B	B	-1.9	12.7	21.2	17.99	18.8	1.21	fsw
32	89	70	—	JAVTX	Janus Venture (closed)	SCGro	*	H	H	3.0	11.4	16.8	63.70	29.0	1.25	FSW
33	65	54	—	JAENX	Janus Enterprise	MCGro	H	H	H	1.6	11.1	18.5	44.62	21.4	1.09	FSW
34	27	6	—	WWNPX	<b>Kinetics Paradigm (2%r&lt;30d)</b>	<b>MC</b>	<b>H</b>	<b>H</b>	<b>H</b>	<b>1.1</b>	<b>9.6</b>	<b>22.7</b>	<b>22.19</b>	<b>11.7</b>	<b>0.63</b>	<b>Fsw</b>
35	43	189	—	TGONX	TCW Galileo Opportunity N	SC	H	H	H	1.3	11.9	16.7	15.28	22.5	0.90	FSW
36	24	140	—	RYPNX	Royce Opportunity (1%r<180d)	SCVal	H	H	H	0.4	12.4	16.6	13.64	30.8	1.18	fsw
37	32	—	—	OBHGX	Old Mutual Growth	MCGro	*	H	H	-0.4	12.3	17.9	22.36	21.9	1.02	FSW
38	35	59	—	PRSVX	T. Rowe Price S-C Value (closed, 1%r<1yr)	SCVal	H	H	H	1.2	11.4	17.5	40.51	18.0	0.69	fsw
39	37	—	—	OBEHX	Old Mutual Emerging Growth	SCGro	H	H	H	-0.5	12.5	17.3	15.15	35.8	1.80	FSW
40	22	46	—	FFSCX	Forward Hoover Small Cap	SCGro	H	H	H	-0.3	11.6	19.3	21.22	20.1	0.85	FSW
41	46	127	—	SGROX	Wells Fargo Advantage Growth	LCGro	H	H	H	-0.6	12.3	17.4	22.18	17.7	0.97	FSW
42	84	120	—	FFTYX	Fidelity Fifty (.75%r<30d)	LC	H	H	H	0.5	11.6	16.6	23.67	19.8	0.85	Fsw
43	39	12	—	NBNGX	Sit Mid Cap Growth (2%r<30d)	MCGro	*	H	H	-0.8	9.9	22.6	13.25	23.5	1.23	FSW
44	42	62	—	VISGX	<b>Vanguard Small Cap Growth Index</b>	<b>SCGro</b>	<b>H</b>	<b>H</b>	<b>H</b>	<b>0.5</b>	<b>10.9</b>	<b>18.1</b>	<b>17.83</b>	<b>21.6</b>	<b>0.91</b>	<b>fsw</b>
45	62	99	—	FSLCX	<b>Fidelity Small Cap Stock (2%r&lt;90d)</b>	<b>SCGro</b>	<b>H</b>	<b>H</b>	<b>H</b>	<b>1.6</b>	<b>10.6</b>	<b>16.6</b>	<b>19.90</b>	<b>21.5</b>	<b>0.94</b>	<b>Fw</b>
46	50	113	—	OTCFX	T. Rowe Price Small Cap Stock Fund	SC	H	H	H	0.8	11.2	16.0	35.18	19.2	0.84	fsw
47	95	243	—	VCV SX	Vanguard Convertible Securities (closed)	Convt	H	H	H	1.6	11.2	14.6	14.24	11.6	0.51	fsw
48	23	5	—	BRSVX	<b>Bridgeway Small Cap Value</b>	<b>ScVal</b>	<b>(H)</b>	<b>(H)</b>	<b>(H)</b>	<b>0.0</b>	<b>10.5</b>	<b>18.8</b>	<b>15.50</b>	—	—	<b>fsw</b>
49	29	60	—	PENNX	Royce Penn Mutual (1%r<180d)	SCVal	H	H	H	-0.4	11.1	17.7	11.52	20.4	0.80	Fsw
50	—	—	—	FVDFX	<b>Fidelity Value Discovery</b>	<b>MC</b>	<b>H</b>	<b>H</b>	<b>H</b>	<b>-0.4</b>	<b>10.7</b>	<b>18.7</b>	<b>16.49</b>	<b>11.7</b>	<b>1.18</b>	<b>F</b>
51	51	98	—	VEXPX	Vanguard Explorer (closed)	SCGro	H	H	H	0.4	10.7	16.8	80.66	24.2	1.12	fsw
52	45	67	—	BR5IX	Bridgeway Ultra Small Co Mkt	Sc	*	H	H	-0.2	10.9	16.9	19.40	18.5	1.03	fsw
53	13	3	—	SSMGX	Sit Small Cap Growth (2%r<30d)	MCGro	(H)	(H)	(H)	-1.3	9.0	23.4	33.38	21.6	1.10	FSW
54	105	148	—	VPMCX	Vanguard PRIMECAP (closed, \$25k, 1%r<1yr)	LC	H	H	H	1.6	10.2	15.8	68.88	21.7	1.13	fsw
55	125	66	—	BUFMX	Buffalo Mid Cap	MCGro	*	H	H	1.8	8.8	18.6	14.96	17.6	1.34	FSW
56	81	38	—	JAOLX	Janus Olympus	LCGro	H	H	H	0.2	9.2	20.0	33.58	19.1	1.04	FSW
57	52	79	—	FIDYX	AIM Dynamics Inv (closed)	MCGro	H	H	H	0.9	10.0	16.9	19.61	28.2	1.48	FSW
58	48	51	—	FIGGX	INVESCO Small Company Growth	SCGro	*	H	H	0.4	9.6	18.3	14.46	24.2	1.15	FSW
59	79	126	—	FDFFX	Fidelity Independence	LCGro	H	H	H	0.2	10.6	15.7	20.61	21.4	1.11	Fsw
60	69	122	—	STCSX	Wells Fargo Adv Common Stock Z (closed)	MC	H	H	H	0.5	10.3	15.7	22.98	22.6	1.15	FSW
61	158	76	—	BARAX	Baron Asset	MCGro	H	H	H	2.9	9.0	15.0	58.56	21.2	0.94	FSW
62	161	74	—	FOCPX	Fidelity OTC Portfolio	LCGro	*	H	H	1.5	8.9	17.0	39.15	28.0	1.31	Fsw
63	71	87	—	VALSX	Value Line Special Situations	MCGro	H	H	H	0.8	9.8	15.6	27.13	15.4	0.71	FSW
64	101	75	—	LSGIX	Loomis Sayles Value	LCVal	S	S	S	1.8	9.3	15.3	19.30	16.4	0.89	fsw
65	159	144	—	WBG SX	William Blair Growth (1%r<60d)	LCGro	S	S	S	2.4	9.1	14.9	11.76	19.5	1.09	sW
66	66	55	—	VLI FX	Value Line Fund	LCGro	H	H	H	0.4	10.4	14.1	14.08	13.1	0.73	FSW
67	88	134	—	ARTMX	Artisan Midcap (closed)	MCGro	S	S	S	0.8	10.1	14.2	32.49	23.1	1.17	FSW
68	91	156	—	USCGX	USAA Capital Growth	MCGro	H	H	H	0.5	11.1	12.0	8.42	23.9	1.13	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	3/6	1 Mo	6 Mo	Ticker	Fund Name (Max. Load)	Fund Type	Conservative	Moderate	Venturesome	TOTAL RETURN			PRICE PER SHARE	RISK		NTF/wff
										1 mo.	6 mo.	12 mo.		Std. Dev.	Beta	
69	63	53	VALLX	Value Line Leveraged Growth	LCGro	*	H	H	0.3	10.1	14.4	23.82	14.9	0.83	FSW	
70	82	147	LSCRX	Loomis Sayles Small Cap Value Ret	SC	H	H	H	1.1	9.5	14.2	27.15	17.2	0.80	FSW	
71	106	71	MPMVX	MSI Mid Cap Value	MCVal	S	S	S	2.2	8.5	15.0	27.63	23.1	1.18	fsw	
<b>72</b>	<b>75</b>	<b>56</b>	<b>VEXMX</b>	<b>Vanguard Extended Market Index</b>	<b>MC</b>	<b>H</b>	<b>S</b>	<b>S</b>	<b>0.2</b>	<b>8.7</b>	<b>17.0</b>	<b>36.30</b>	<b>21.5</b>	<b>1.02</b>	<b>fsw</b>	
<b>73</b>	<b>90</b>	<b>111</b>	<b>VGEQX</b>	<b>Vanguard Growth Equity</b>	<b>LCGro</b>	<b>*</b>	<b>H</b>	<b>H</b>	<b>-0.2</b>	<b>9.7</b>	<b>15.0</b>	<b>10.89</b>	<b>22.2</b>	<b>1.22</b>	<b>fsw</b>	
74	17	65	RSMOX	RS MidCap Opportunities	MCGro	H	H	H	-2.4	10.5	16.2	14.21	22.6	1.11	FSW	
75	121	165	FDCAX	Fidelity Capital Appreciation	LCGro	S	S	S	1.5	8.8	14.4	26.67	26.0	1.28	Fsw	
76	114	101	WMCVX	Wasatch Small Cap Value (closed, 2%r<60d)	SCVal	S	S	S	1.5	8.8	14.2	5.39	26.6	0.96	FSW	
77	123	29	LMOPX	Legg Mason Opportunity Trust (1%r<1yr)	MC	*	S	S	0.9	7.9	17.3	17.55	35.1	1.48	—	
78	87	64	FDVLX	Fidelity Value	MCVal	S	S	S	0.4	8.9	15.5	79.47	19.0	0.89	Fsw	
79	185	193	FDSVX	Fidelity Discovery	LC	S	S	S	2.3	8.9	12.6	12.00	16.1	0.89	Fsw	
80	76	78	NAESX	Vanguard SmallCap Index	SC	S	S	S	0.6	8.6	15.5	30.74	23.2	1.01	fsw	
81	49	39	JAGIX	Janus Growth & Income	LCGro	S	S	S	-0.5	9.0	15.9	37.78	15.1	0.87	FSW	
82	47	23	FLVCX	Fidelity Leveraged Co (\$10k, 1.5%r<90d)	MC	*	S	S	0.1	9.0	15.0	27.72	36.3	1.39	Fw	
83	111	47	HACAX	Harbor Capital Appreciation	LCGro	S	S	S	-0.4	8.1	17.8	33.00	19.0	1.10	Fsw	
84	83	137	CRM SX	CRM Small Cap Value Inv (closed)	SCVal	S	S	S	0.2	9.2	14.0	26.72	23.8	0.93	FSW	
85	64	68	ARTSX	Artisan Small Cap (closed)	SCGro	S	S	S	-0.2	8.2	16.7	18.68	26.7	1.19	FSW	
<b>92</b>	<b>57</b>	<b>57</b>	<b>FCNTX</b>	<b>Fidelity Contrafund</b>	<b>LC</b>	<b>H</b>	<b>H</b>	<b>H</b>	<b>-0.8</b>	<b>8.6</b>	<b>15.9</b>	<b>65.28</b>	<b>11.4</b>	<b>0.54</b>	<b>Fsw</b>	
<b>93</b>	<b>74</b>	<b>41</b>	<b>VIMSX</b>	<b>Vanguard Mid-Cap Index</b>	<b>MC</b>	<b>H</b>	<b>H</b>	<b>H</b>	<b>-0.3</b>	<b>8.2</b>	<b>15.7</b>	<b>18.38</b>	<b>20.1</b>	<b>0.97</b>	<b>fsw</b>	
126	18	11	SSMVX	Wells Fargo Adv SC Value CIZ (closed)	SC	H	S	S	-2.7	8.2	14.3	31.56	18.3	0.88	FSW	
<b>135</b>	<b>115</b>	<b>95</b>	<b>VISVX</b>	<b>Vanguard Small-Cap Value Index</b>	<b>SCVal</b>	<b>H</b>	<b>H</b>	<b>H</b>	<b>0.7</b>	<b>6.4</b>	<b>12.7</b>	<b>15.58</b>	<b>22.4</b>	<b>0.90</b>	<b>fsw</b>	
159	2	1	CGMFX	CGM Focus	SCVal	S	S	S	-6.7	7.7	17.4	36.33	37.9	1.03	sw	

Dow Jones  
NASDAQ  
S&P 500

1.5%  
1.2  
1.1

3.5%  
5.5  
3.6

0.2%  
10.4  
4.6

indexes do not  
include dividends

International Stock Funds

1	1	1	PRLAX	T. Rowe Price Latin America (2%r<90d)	LatinA	*	H	H	1.4%	38.8%	67.5%	\$30.22	29.7	—	fsw
<b>2</b>	<b>2</b>	<b>3</b>	<b>FLATX</b>	<b>Fidelity Latin Amer. (1.5%r&lt;90d)</b>	<b>LatinA</b>	<b>*</b>	<b>H</b>	<b>H</b>	<b>2.3</b>	<b>39.4</b>	<b>62.1</b>	<b>37.89</b>	<b>29.8</b>	—	<b>Fs</b>
3	3	2	SLAFX	Scudder Latin America (closed, 2%r<30d)	LatinA	*	H	H	1.3	37.0	60.7	54.33	27.3	—	Sw
4	6	5	EUROX	US Global Eastern Europe (2%r<180d)	Europe	*	B	B	5.4	34.0	52.1	47.57	26.6	—	FSW
<b>5</b>	<b>5</b>	<b>4</b>	<b>TREMX</b>	<b>T. Rowe Price Emg Europe &amp; Med (2%r&lt;90d)</b>	<b>Europe</b>	<b>*</b>	<b>B</b>	<b>B</b>	<b>2.5</b>	<b>32.2</b>	<b>56.6</b>	<b>29.65</b>	<b>29.2</b>	—	<b>fw</b>
6	7	11	DREGX	Driehaus Emerging Mkts Gr (2%r<60d)	Int'l	*	B	B	0.7	37.1	44.3	31.93	24.9	—	FSW
<b>7</b>	<b>8</b>	<b>8</b>	<b>FEMKX</b>	<b>Fidelity Emerging Mkts (1.5%r&lt;90d)</b>	<b>Int'l</b>	<b>*</b>	<b>B</b>	<b>B</b>	<b>0.7</b>	<b>33.1</b>	<b>46.4</b>	<b>20.68</b>	—	—	<b>Fsw</b>
8	13	13	JAO SX	Janus Overseas (closed, 2%r<90d)	Int'l	*	B	B	1.8	32.5	43.1	36.40	16.5	—	FSW
9	15	7	HLEM X	Harding Loevner Emerg Mkt (2%r<90d)	Int'l	*	B	B	0.7	25.4	42.3	38.17	15.5	—	FSW
<b>10</b>	<b>14</b>	<b>6</b>	<b>PRMSX</b>	<b>T. Rowe Price Emerging Mkts Stk</b>	<b>Int'l</b>	<b>*</b>	<b>B</b>	<b>B</b>	<b>-0.8</b>	<b>24.3</b>	<b>39.6</b>	<b>28.40</b>	<b>18.8</b>	—	<b>fsw</b>
<b>11</b>	<b>9</b>	<b>10</b>	<b>DRIDX</b>	<b>Driehaus Intl Discovery (2%r&lt;60d)</b>	<b>Int'l</b>	<b>*</b>	<b>B</b>	<b>B</b>	<b>-3.4</b>	<b>25.2</b>	<b>41.2</b>	<b>43.61</b>	<b>21.1</b>	—	<b>FSW</b>
<b>12</b>	<b>24</b>	<b>33</b>	<b>FSEAX</b>	<b>Fidelity SE Asia (1.5%r&lt;90d)</b>	<b>Pacific</b>	<b>*</b>	<b>B</b>	<b>B</b>	<b>-0.1</b>	<b>23.5</b>	<b>33.2</b>	<b>22.77</b>	<b>21.1</b>	—	<b>Fsw</b>
13	18	12	VEIEX	Vanguard Emerging Mkts Stk Index (.5%r)	Int'l	*	B	B	-0.7	23.4	33.3	20.93	22.6	—	fsw
14	27	24	ARTJX	Artisan Intl Small Cap (closed, 2%r<90d)	Int'l	*	B	B	2.4	21.3	32.6	22.16	—	—	SW
15	19	—	SSEMX	SSGA Emerging Markets	Int'l	*	B	B	0.5	22.1	32.4	21.25	16.6	—	FW
16	25	16	DRFMX	Dreyfus Premier Emerging Market (1%r)	Int'l	*	B	B	0.9	21.7	30.7	23.74	21.6	—	fsw
17	36	43	SCOPX	Scudder Pacific Opp (closed, 2%r<30d)	Pacific	*	H	H	0.6	20.3	29.1	17.48	19.0	—	FSW
18	29	19	SCOBX	Scudder Global (closed, 2%r<30d)	Global	*	H	H	1.9	18.5	28.9	33.23	12.7	—	FSW
19	22	9	AIOIX	Amer.Cent.Intl Opp. (closed, 2%r<180d)	Int'l	*	H	H	0.1	16.4	34.9	11.25	20.4	—	—
<b>20</b>	<b>4</b>	<b>21</b>	<b>FJPNX</b>	<b>Fidelity Japan (1.5%r&lt;90d)</b>	<b>Japan</b>	<b>*</b>	<b>B</b>	<b>B</b>	<b>-8.8</b>	<b>23.3</b>	<b>31.1</b>	<b>17.20</b>	<b>17.3</b>	—	<b>Fw</b>
21	23	18	PRIDX	T. Rowe Price Intl Disc. (2%r<90d)	Int'l	*	H	H	-0.3	18.4	28.4	44.25	16.0	—	fsw
22	17	28	FPBFX	Fidelity Pacific Basin (1.5%r<90d)	Pacific	*	H	H	-3.3	20.3	28.2	25.98	14.7	—	Fsw
<b>23</b>	<b>28</b>	<b>23</b>	<b>PISR X</b>	<b>Forward Intl Small Companies (2%r&lt;180d)</b>	<b>Int'l</b>	<b>*</b>	<b>H</b>	<b>H</b>	<b>1.0</b>	<b>17.8</b>	<b>27.5</b>	<b>16.44</b>	—	—	<b>FSW</b>
24	30	37	HAINX	Harbor International (2%r<60d)	Int'l	*	H	H	1.3	17.9	25.1	53.71	17.9	—	Fsw
25	35	—	ACINX	Columbia Acorn Intl Z (2%r<60d)	Int'l	*	H	H	1.9	16.9	25.9	37.04	13.3	—	Sw
26	60	40	OAKEX	Oakmark Intl Small Cap (closed, 2%r<90d)	Int'l	*	H	H	4.3	16.2	22.6	21.93	20.4	—	FSW
27	31	—	PRGSX	T. Rowe Price Global Stock (2%r<90d)	Global	*	H	H	-0.6	16.5	28.9	20.46	11.6	—	fsw
28	34	41	WAIGX	Wasatch Intl Growth (closed, 2%r<60d)	Int'l	*	H	H	0.3	16.8	25.0	21.42	—	—	FSW
29	42	15	PRASX	T. Rowe Price New Asia (2%r<90d)	Pacific	*	H	H	0.2	15.5	27.1	12.64	19.7	—	fs
30	32	17	NBISX	Neuberger Berman Intl (2%r<60d)	Int'l	*	H	H	1.1	15.4	25.8	23.68	16.3	—	fsw
31	61	26	MAPTX	Matthews Pacific Tiger (2%r<90d)	Pacific	*	H	H	0.6	15.7	25.6	20.33	23.6	—	FSW
32	37	27	BJBIX	Julius Baer Intl Equity A (2%r<90d)	Int'l	*	H	H	2.1	15.5	22.1	39.14	12.5	—	FS
33	33	22	WBI GX	Wm. Blair Intl Growth N (closed, 1%r<60d)	Int'l	*	H	H	-0.3	15.3	24.7	26.77	14.6	—	FSW
34	45	55	ARTIX	Artisan International (2%r<90d)	Int'l	*	S	S	1.7	14.9	21.1	27.01	16.4	—	FSW
35	67	69	ARTKX	Artisan Intl Value (2%r<90d)	Int'l	*	S	S	4.6	14.8	16.4	24.37	—	—	FSW
36	43	29	VINEX	Vanguard Intl Expl (closed, \$25k, 2%r<60d)	Int'l	*	S	S	0.6	14.5	22.7	19.40	16.3	—	fsw
37	12	25	PRJPX	T. Rowe Price Japan (2%r<90d)	Japan	*	H	H	-7.7	17.4	27.5	11.08	14.4	—	s
38	10	59	WJG X	CS Warburg Pincus Japan Grp (2%r<30d)	Japan	*	H	H	-7.2	18.7	22.5	6.97	22.7	—	FSW
39	20	14	FISM X	Fidelity Intl Small Cap (closed, 2%r<90d)	Int'l	*	H	H	-1.9	14.7	24.7	28.74	—	—	Fw
40	55	65	QFVOX	Quant Foreign Value (1%r<30d)	Int'l	*	S	S	2.4	14.9	17.2	19.29	19.9	—	FSW
<b>41</b>	<b>21</b>	<b>44</b>	<b>VPACX</b>	<b>Vanguard Pacific Stock Index (2%r&lt;60d)</b>	<b>Pacific</b>	<b>*</b>	<b>H</b>	<b>H</b>	<b>-2.4</b>	<b>16.0</b>	<b>21.5</b>	<b>11.47</b>	<b>13.7</b>	—	<b>fsw</b>
42	39	49	VTRIX	Vanguard International Value (2%r<60d)	Int'l	*	S	S	0.5	14.6	19.9	37.32	16.8	—	fsw
43	56	32	FECA X	Fidelity Europe Capital App. (1%r<30d)	Europe	*	S	S	2.6	13.3	19.6	24.37	18.8	—	Fw
44	51	31	TWGGX	American Century Global Growth (2%r<60d)	Global	*	S	S	0.7	12.8	22.1	9.69	14.1	—	FSW
45	38	52	FOSFX	Fidelity Overseas (1%r<30d)	Int'l	*	S	S	-0.9	14.3	19.4	42.92	15.5	—	Fsw

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

RANK	3/6 2006	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	1	19	USERX	U.S. Global Gold Shares (.25%r<30d)	NatfRes	*	*	*	-0.8%	57.2%	59.2%	\$13.24	44.60	0.72	fSw	
2	2	15	FSAGX	Fidelity Gold (.75%r<30d)	NatfRes	*	*	*	-4.7	47.1	49.5	36.33	33.80	0.49	Fsw	
3	3	35	BGEIX	Amer. Cent. Global Gold (1%r<60d)	NatfRes	*	*	*	-7.4	43.6	40.9	16.99	36.50	0.55	FSW	
4	6	9	VGPMX	Vanguard Precious Metals (\$10k,1%r<1yr)	NatfRes	*	*	*	-3.7	30.9	48.8	26.08	27.50	0.81	fsw	
5	4	49	RYPMX	Rydex Precious Metals (\$25k)	NatfRes	*	*	*	-8.5	38.4	32.0	50.54	34.90	0.63	FSW	
6	5	55	SCGDG	Scudder Gold (closed)	NatfRes	*	*	*	-7.9	38.5	30.0	21.16	35.90	0.66	Sw	
7	16	14	FSLBX	Fidelity Brokerage (.75%r<30d)	FinServ	*	*	*	2.7	25.6	43.3	76.22	21.90	1.33	Fsw	
<b>8</b>	<b>22</b>	<b>56</b>	<b>FSAIX</b>	<b>Fidelity Air Transport (.75%r&lt;30d)</b>	<b>Cycs</b>	<b>*</b>	<b>*</b>	<b>*</b>	<b>2.3</b>	<b>21.2</b>	<b>28.4</b>	<b>43.21</b>	<b>20.20</b>	<b>1.07</b>	<b>Fsw</b>	
9	28	43	FNINX	Fidelity Networking (.75%r<30d)	Tech	*	*	*	3.9	20.1	25.7	2.69	36.60	2.04	Fw	
10	27	88	RYPIX	Rydex Transportation (\$25k)	Cycs	*	*	*	2.6	23.4	17.4	27.40	17.00	0.86	FSW	
11	30	32	FSDCX	Fidelity Developing Comm (.75%r<30d)	Tech	*	*	*	4.0	17.5	27.3	22.45	31.40	1.73	Fsw	
12	59	51	FSTCX	Fidelity Telecomm (.75%r<30d)	Utility	*	*	*	7.2	15.8	25.1	43.41	31.30	1.79	Fsw	
13	9	—	PSPFX	U.S. Global Inv Global Res (.25%r<30d)	NatfRes	B	B	B	-3.4	19.2	32.7	15.83	22.90	1.00	FSW	
14	49	25	FBIOX	Fidelity Biotechnology (.75%r<30d)	Health	*	*	*	4.5	11.2	40.5	67.67	20.80	0.90	Fsw	
15	25	63	FSRFX	Fidelity Transportation (.75%r<30d)	Cycs	*	*	*	2.9	20.0	20.7	50.49	17.80	0.98	Fsw	
16	29	17	CSRSX	Cohen & Steers Realty (\$10k,1%r<180d)	RealEs	*	*	*	4.8	13.6	32.7	80.74	16.00	0.40	FSW	
17	24	11	CGMRX	CGM Realty	RealEs	*	*	*	2.0	17.6	25.8	30.09	24.30	0.75	sw	
18	31	21	TRREX	T. Rowe Price Real Estate (1%r<180d)	RealEs	*	*	*	4.8	13.7	30.8	21.71	15.00	0.36	fsw	
19	26	65	ICTRX	ICON Industrials	Cycs	*	*	*	3.6	18.2	19.6	14.36	17.20	0.84	FSW	
20	35	26	PRHSX	T. Rowe Price Health Sciences	Health	*	*	*	2.4	12.3	30.6	26.70	14.90	0.71	fsw	
21	39	22	FRESX	Fidelity Real Estate (.75%r<90d)	RealEs	*	*	*	4.5	11.8	28.7	34.23	15.00	0.36	Fsw	
22	23	40	RYSIX	Rydex Electronics (\$25k)	Tech	*	*	*	-0.4	16.0	24.5	13.60	43.20	2.35	FSW	
23	37	23	VGSIX	Vanguard REIT Index (1%r<1yr)	RealEs	*	*	*	4.4	11.0	28.4	22.03	15.50	0.36	fsw	
24	46	18	RYOIX	Rydex Biotechnology (\$25k)	Health	*	*	*	4.0	9.3	33.0	23.99	23.80	1.10	FSW	
25	17	52	ICBMX	ICON Materials	Cycs	*	*	*	-2.9	20.1	16.5	12.00	20.30	1.02	FSW	
26	33	16	PRMTX	T. Rowe Price Media & Telecommunications	Utility	*	*	*	1.9	12.4	26.9	35.62	22.00	1.37	fsw	
27	21	72	FSDPX	Fidelity Indust Matrfs (.75%r<30d)	Cycs	*	*	*	-1.3	18.9	15.2	46.73	20.70	0.94	Fsw	
<b>28</b>	<b>11</b>	<b>5</b>	<b>FNARX</b>	<b>Fidelity Natrl Resources (.75%r&lt;30d)</b>	<b>NatfRes</b>	<b>B</b>	<b>B</b>	<b>B</b>	<b>-6.0</b>	<b>13.9</b>	<b>32.9</b>	<b>26.22</b>	<b>17.80</b>	<b>0.70</b>	<b>Fw</b>	
29	34	50	RYTVX	Royce Technology Value (2%r<180d)	Tech	*	*	*	2.0	14.2	18.8	6.79	27.10	1.34	FSW	
30	45	12	FWRLX	Fidelity Wireless (.75%r<30d)	Tech	*	*	*	3.2	9.5	28.4	7.37	27.70	1.58	Fw	
31	42	20	RIAFX	RS Internet Age	Tech	*	*	*	0.5	12.0	22.8	8.04	41.60	2.34	FSW	
32	36	27	FSLEX	Fidelity Environmental Ser (.75%r<30d)	Cycs	*	*	*	3.0	9.4	25.4	17.42	15.30	0.85	Fsw	
33	65	46	RYMIX	Rydex Telecommunications (\$25k)	Utility	*	*	*	6.0	10.1	19.0	17.27	31.80	1.90	FSW	
34	40	34	RSIFX	RS Information Age	Tech	*	*	*	0.5	12.7	20.2	17.70	40.80	2.32	FSW	
35	44	41	FSDAX	Fidelity Defense & Aero (.75%r<30d)	Cycs	*	*	*	3.5	10.8	20.6	79.35	15.60	0.60	FSW	
<b>36</b>	<b>10</b>	<b>—</b>	<b>RSNRX</b>	<b>RS Global Natural Resources (\$5k)</b>	<b>NatfRes</b>	<b>B</b>	<b>B</b>	<b>B</b>	<b>-7.6</b>	<b>12.6</b>	<b>32.1</b>	<b>34.52</b>	<b>17.30</b>	<b>0.44</b>	<b>FSW</b>	
37	51	67	FBSOX	Fidelity Bus Services (.75%r<30d)	Tech	*	*	*	2.4	12.0	16.5	17.45	20.20	1.25	Fsw	
38	64	59	RYIIX	Rydex Internet (\$25k)	Tech	*	*	*	2.3	10.7	19.9	39.15	35.40	2.06	Fw	
39	48	39	CSEIX	Cohen & Steers Realty Income (1%r<180d)	RealEs	*	*	*	3.8	8.9	21.9	16.79	14.40	0.32	fsw	
40	41	66	FCYIX	Fidelity Cyclical Ind (.75%r<30d)	Cycs	*	*	*	1.9	12.8	14.8	21.04	16.50	0.97	Fw	
41	43	62	FSCGX	Fidelity Industrial Equip (.75%r<30d)	Cycs	*	*	*	2.4	12.6	14.0	29.18	19.40	1.14	Fsw	
42	7	4	FSESX	Fidelity Energy Services (.75%r<30d)	NatfRes	*	*	*	-11.7	11.7	34.2	68.37	23.70	0.78	Fsw	
43	8	6	RYVIX	Rydex Energy Services (\$25k)	NatfRes	*	*	*	-11.1	12.0	32.3	41.69	24.10	0.90	FSW	
44	32	29	FSELX	Fidelity Electronics (.75%r<30d)	Tech	*	*	*	-1.1	10.3	20.3	46.86	37.50	2.12	Fsw	
45	56	71	FIDSX	Fidelity Finl Serv (.75%r<30d)	FinServ	*	*	*	2.0	11.4	12.6	119.60	15.10	0.92	FSW	
46	47	36	FPHAX	Fidelity Pharmaceuticals (.75%r<30d)	Health	*	*	*	1.2	7.6	21.3	10.40	15.70	0.83	Fw	
<b>47</b>	<b>15</b>	<b>3</b>	<b>VGENX</b>	<b>Vanguard Energy (\$25k,1%r&lt;1yr)</b>	<b>NatfRes</b>	<b>B</b>	<b>B</b>	<b>B</b>	<b>-5.6</b>	<b>7.7</b>	<b>30.2</b>	<b>60.09</b>	<b>16.50</b>	<b>0.61</b>	<b>fsw</b>	
48	13	2	FSENX	Fidelity Energy (.75%r<30d)	NatfRes	*	*	*	-7.8	8.4	31.7	49.59	18.50	0.64	Fsw	
49	53	47	STMDX	Stratton Mthly Div REIT (1.5%r<120d)	RealEs	*	*	*	3.5	6.8	17.7	37.36	14.60	0.32	fsw	
50	62	33	FSUTX	Fidelity Utilities Growth (.75%r<30d)	Utility	*	*	*	4.1	6.6	17.2	46.76	17.30	1.00	Fsw	
51	70	77	FDSLX	Fidelity Leisure (.75%r<30d)	Consmr	*	*	*	2.6	10.1	10.1	80.80	16.00	0.94	Fsw	
52	38	90	RYBIX	Rydex Basic Materials (\$25k)	Cycs	*	*	*	-1.1	14.6	4.1	33.74	20.20	1.13	FSW	
53	63	80	PRISX	T. Rowe Price Financial Services	FinServ	*	*	*	2.6	9.7	9.8	21.99	16.40	1.00	fsw	
54	66	54	RYTIX	Rydex Technology (\$25k)	Tech	*	*	*	1.8	8.1	14.3	12.16	32.00	1.90	FSW	
55	18	13	PRNEX	T. Rowe Price New Era	NatfRes	B	B	B	-5.6	10.0	19.9	43.14	17.10	0.75	fsw	
56	54	76	ICFSX	ICON Financial	FinSer	*	*	*	0.8	10.3	9.0	13.67	17.30	1.02	FSW	
57	50	10	FSHCX	Fidelity Med Del (.75%r<30d)	Health	*	*	*	0.6	5.3	19.7	54.43	20.50	0.02	Fsw	
58	67	42	FSPTX	Fidelity Technology (.75%r<30d)	Tech	*	*	*	1.3	6.7	14.0	65.95	29.50	1.74	Fsw	
59	68	61	FSPCX	Fidelity Insurance (.75%r<30d)	FinServ	*	*	*	1.2	7.6	11.6	68.25	14.30	0.79	Fsw	
60	71	74	RYFIX	Rydex Financial Services (\$25k)	FinServ	*	*	*	2.7	7.6	9.5	13.04	15.70	0.94	FSW	
61	12	8	ICENX	ICON Energy	NatfRes	*	*	*	-10.8	8.4	25.3	33.31	20.80	0.70	FSW	
62	60	28	ICTUX	ICON Telecommunications & Utilities	Utility	*	*	*	2.2	4.5	14.5	7.31	14.70	0.74	FSW	
63	91	95	RYJUX	Rydex Juno (\$25k)	Altern	*	*	*	3.7	8.1	2.6	19.16	13.00	0.28	FSW	
64	74	45	FSCSX	Fidelity Software (.75%r<30d)	Tech	*	*	*	0.1	5.5	13.7	54.10	25.30	1.45	Fsw	
65	61	31	FSPHX	Fidelity Health Care (.75%r<30d)	Health	*	*	*	1.0	3.2	18.1	137.90	11.20	0.55	FSW	
<b>66</b>	<b>52</b>	<b>60</b>	<b>FBALX</b>	<b>Fidelity Balanced</b>	<b>Hybrid</b>	<b>B</b>	<b>*</b>	<b>*</b>	<b>-0.6</b>	<b>6.4</b>	<b>11.2</b>	<b>19.31</b>	<b>11.30</b>	<b>0.71</b>	<b>Fsw</b>	
67	80	79	FSRPX	Fidelity Retailing (.75%r<30d)	Consmr	*	*	*	1.1	5.9	8.8	50.49	16.90	0.90	Fsw	
<b>84</b>	<b>77</b>	<b>75</b>	<b>GATEX</b>	<b>Gateway Fund</b>	<b>Altern</b>	<b>B</b>	<b>*</b>	<b>*</b>	<b>0.9</b>	<b>3.0</b>	<b>5.4</b>	<b>25.53</b>	<b>8.40</b>	<b>0.52</b>	<b>70</b>	
<b>85</b>	<b>19</b>	<b>—</b>	<b>VDE</b>	<b>Vanguard Energy VIPER</b>	<b>NatfRes</b>	<b>B</b>	<b>B</b>	<b>B</b>	<b>-7.1</b>	<b>3.1</b>	<b>17.0</b>	<b>75.02</b>	<b>—</b>	<b>—</b>	<b>—</b>	
<b>86</b>	<b>75</b>	<b>73</b>	<b>VBINX</b>	<b>Vanguard Balanced Index</b>	<b>Hybrid</b>	<b>B</b>	<b>*</b>	<b>*</b>	<b>0.4</b>	<b>3.0</b>	<b>5.9</b>	<b>20.18</b>	<b>8.50</b>	<b>0.55</b>	<b>fsw</b>	

## Nearing the End?

The last time we took a close look at our money market funds (*MONEYLETTER*—May 20, 2005 issue) the Federal Reserve had hiked short-term rates eight times since the end of June 2004. The Fed's "measured" increases had taken the Fed funds rate from 1.00% to 3.00%. Since that time, Fed policy has remained steady with another six increases of 25 basis points (one quarter of one percent) each, bringing the Fed's target rate to 4.5%. Recent comments have us looking at 5% as the rate at which the Fed stops.

Money fund yields have increased accordingly. Money fund assets—combined taxable and tax-free—have increased by \$188 billion (a gain of 10.3%) since our last review, according to data from iMoneyNet's Money Fund Report. By comparison, assets of all other types of mutual funds increased by \$1.076 trillion over the same period\* according to the Investment Company Institute, a gain of 17.7%. The S&P 500 increased by about 7.5% over the May '05–February '06 period.

Taxable money funds have rebounded and now offer a 1.35% yield advantage over tax-free funds, on average. As a result, you should calculate the taxable equivalent yield for tax-free funds based on your personal tax bracket. When evaluating money funds, always remember:

- 1) if you shop, you can find above average funds—see the accompanying table of top-yielding funds;
- 2) double and triple tax-free funds (i.e. exempt from federal, plus state and/or local taxes) can provide an additional edge for investors in certain states or municipalities.

To calculate the taxable equivalent yield of a tax-free fund for comparison purposes, take the tax-free yield and divide it by (1 minus your total effective tax bracket). Be sure to include state and local taxes. For example, if your total effective tax rate is 37%, the taxable equivalent yield of a tax-free fund yielding 2.60% is: 2.60 divided by .63 (same as 1 minus .37) = 4.13%. \$

### Money Fund Yields & Assets

	5/3/05	2/28/06	Change
7-Day All Taxable MFA	2.31%	3.95%	+1.64%
7-Day All Tax-Free MFA	2.19%	2.60%	+0.41%
Taxable Money Fund Assets	\$1.516T	\$1.659T	+\$143B
T-F Money Fund Assets	\$312B	\$355B	+\$43B
Total Money Fund Assets	\$1.827T	\$2.015T	+\$188B
All Other Mutual Funds*	\$6.076T	\$7.152T	+1,076B

\* "All Other Mutual Funds" assets through month-end January '06; February '06 month-end data not available at press time. Sources: iMoneyNet's Money Fund Report, (800) 343-5413; Investment Company Institute.

### 100% U.S. TREASURY FUNDS

	7-Day	30-Day	1-Year
Gabelli US Treasury MMF	4.25%	4.17%	2.89%
Vanguard Treasury MMF	4.12	4.03	2.94
Amer Century Capital Presv Fund/Inv	3.83	3.81	2.74
T. Rowe Price US Treasury MF	3.83	3.70	2.62
RMK Select Treas MMF/CI A	3.75	3.64	2.58
JPMorgan 100% US Treas MMF/Morgan	3.74	3.72	2.57
Schwab US Treasury Money Fund	3.70	3.61	2.53
HSBC Investor US Treas MM/CI D	3.67	3.56	2.51
US Treasury MF of America/CI A	3.66	3.58	2.55
Wells Fargo Adv 100% Treas MMF/CI A	3.65	3.57	2.51

### GENERAL PURPOSE TAXABLE FUNDS

	7-Day	30-Day	1-Year
PayPal Money Market Fund	4.60%	4.56%	3.44%
DWS MM Series Premium/AARP	4.44	4.39	3.32
TIAA-CREF Money Market Fund	4.39	4.33	3.19
Vanguard Prime MMF/Retail	4.37	4.33	3.19
DWS MM Series Prime Reserve/AARP	4.35	4.29	3.23
Harbor Money Market Fund	4.35	4.30	3.09
PIMCO MMF/CI A	4.31	4.03	2.86
PIMCO MMF/CI C	4.31	4.03	2.87
MFS Money Market Fund	4.30	4.20	3.09
TCW Galileo Money Market Fund	4.30	4.27	3.08
UMB Scout MMF Prime	4.30	4.09	2.90

### TAX-FREE GENERAL PURPOSE FUNDS

	7-Day	30-Day	1-Year
Alpine Municipal MMF/Investor	3.19%	3.10%	2.56%
Vanguard Tax-Exempt MMF	3.10	3.02	2.46
Fidelity AMT Tax-Free Money Fund	2.89	2.84	2.29
DWS Tax-Exempt Money Fund	2.83	2.76	2.20
Fidelity Tax Free Money Market	2.82	2.76	2.17
Amer Century T-F MMF/Inv Class	2.81	2.74	2.16
Dreyfus BASIC Muni MMF	2.81	2.74	2.16
Fidelity Municipal MMF	2.81	2.74	2.18
T-E Portfolio/Managed Shares	2.79	2.71	2.13
USAA Tax Exempt MMF	2.79	2.71	2.17

### TAX-FREE STATE-SPECIFIC FUNDS

	7-Day	30-Day	1-Year
Vanguard OH Tax-Exempt MMF	3.09%	3.01%	2.43%
Vanguard PA Tax-Exempt MMF	3.09	3.01	2.43
Vanguard CA Tax-Exempt MMF	3.04	2.97	2.39
Vanguard NY Tax-Exempt MMF	3.04	2.98	2.40
Vanguard NJ Tax-Exempt MMF	3.02	2.96	2.40
Fidelity FL Municipal MMF	2.85	2.80	2.14
USAA Tax Exempt VA MMF	2.80	2.71	2.09
Fidelity AZ Municipal MMF	2.78	2.67	2.13
Fidelity PA Municipal MMF	2.77	2.67	2.13
USAA Tax Exempt CA MMF	2.75	2.66	2.08

**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 2/28/06. 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

## ATTENTION SUBSCRIBERS

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## ABN AMRO/TAMRO Small Cap

It's been quite a turnaround for ABN AMRO/TAMRO Small Cap. In 2005, the fund returned a scant 2.3%, falling into the bottom 20% of Morningstar's small blend fund category. Thus far in 2006, however, the fund is near the top of its category with a 12.3% return through February.

What happened? A number of stocks which had losing performances in 2005 did an about face, gaining more than 20% in the first two months of 2006. That group included investment services firm Knight Capital (up 31%) and electric equipment maker Baldor Electric (up 24%). Meanwhile, a number of the fund's other top holdings are also firing on all cylinders this year. Six Flags, an operator of theme parks worldwide, and General Cable Corporation (wire and cable products) are both ahead by more than 40%.

### Portfolio construction

Philip Tasho has managed this fund since its November 2000 inception, and was also founder of TAMRO Capital, now a part of ABN AMRO. To start the investment process, Tasho performs a quantitative screening of publicly traded companies with market capitalizations between \$200 million and \$2.2 billion. That screening primarily considers valuation—with respect to earnings growth and company history, and takes into account changing earnings estimates. Companies then are ranked from highest to lowest, with the top third considered potential buys.

#### Top Five Holdings & Sectors (% of Assets)

Helmerich & Payne	3.2	Industrials	20.6
Hain Celestial Group	3.0	Information Technology	16.7
General Cable Corp.	2.7	Consumer Discretionary	16.6
Tidewater	2.6	Financials	13.3
Steelcase	2.5	Energy	12.4

As of January 31, 2006

The next step, performed on about 1,000 companies, is a fundamental analysis. That includes financial statement analysis, an assessment of management quality, and an examination to confirm that a catalyst exists for price appreciation. That catalyst will fall into three themes: consolidation, restructuring, and new products. Consolidation often implies increasing market share, perhaps by being a low cost producer or the "best in class." Restructuring would pull in laggard firms poised to rebound via management change, asset sales, or a new focus on core operations. New products would encompass firms poised to gain from innovative R&D or new growth opportunities.

This is a somewhat concentrated portfolio, which contributed to the volatility in the fund's total return performance. The portfolio typically constitutes 40 to 60 companies (currently about 50). Individual holdings can range up to 5% of assets. Sector weightings, which derive from the bottom-up fundamental analysis, can range from 25% of the weighting in the Russell 2000 to 200% of the index. Currently, the fund is most overweighted, relative to the index, in software, consumer goods, and energy.

ABN AMRO/TAMRO Small Cap N  
161 North Clark Street, Chicago, IL 60601  
(800) 992-8151 • Minimum Investment: \$2,500, \$500 IRA

## Marsico 21st Century Fund: It's Back

Marsico 21st Century was on a tear in each of the calendar years 2002–2004, never placing below the top 3% of its Morningstar category, large cap growth. The 2005 year saw a halt to that level of outperformance, when a 7.8% total return place it "only" in the top third. The fund is back near the top of our domestic fund rankings, and again rated a Buy. For the year-to-date through March 3, a 7.6% return places it in the top 2% of its category.

In contrast to the fund above, which employs solely a bottom-up approach, the Marsico fund uses both top-down and bottom-up techniques. Fund manager Cory Gilchrist determines the portfolio's broad positioning via an assessment of the macroeconomic environment. The macroeconomic outlook allows Gilchrist and his team to assess the sustainability of trends, as well as the dominance or positioning of a firm within its industry. Stocks are selected without regard to market capitalization.

Gilchrist says the portfolio is split among three different types of stocks. Typically, about 50%–60% of the portfolio is devoted to core growth stocks, such as Apple Computer, UnitedHealth Group, and Motorola. Another 15%–30% of the fund is invested in companies undergoing a product or management change. A good example is Chicago Mercantile Exchange, which Gilchrist began buying in mid-2004. When he began buying, Gilchrist contended that investors did not appreciate the potential growth of the futures markets. The final 15%–30% of the fund goes into aggressive growth stocks—those with great price and earnings strength. \$

Marsico 21st Century (MXXIX)  
1200 17th Street, Ste. 1600, Denver, CO 80202  
(888) 860-8686 • Minimum investment: \$2,500, \$1,000 IRA

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