

MONEYLETTER HOTLINE 2/26/02

MONEYLETTER HOTLINE 2/22/02

Waiting for Greenspan

The market has acted well the past three trading sessions including today. Yes, stocks were down today but the losses were minor as stocks came back in the afternoon. We think this has been a very constructive two days for the market.

Behind it all, in our opinion, was GM's bullish report on earnings and the outlook for this year. As we have been saying, what the market needed was some hard evidence, not forecasts alone, that earnings were making a turn. The GM news was exactly that. GM was the first blue chip company to come to the market and say things are getting better and that they are getting better right now. GM's announcement needs to be followed up by one or two other companies. We think it will be over the next 2-3 months.

The economic news today was dominated by a small decline in the Consumer Confidence Index. As we have said before we don't put much weight on this index. Remember this index slid all last year, while consumer spending held up. As a forecast tool it has its deficiencies. We see higher prices ahead.

There is no change in our recommended allocations.

Fund Recommendations – For domestic stock funds, there is one new sell: Safeco Growth Opportunities. There are no changes for international stock funds.

Safeco Growth Opportunities is in the Signal Portfolio. We will switch the fund into Fidelity Fifty.

The Economy – New forecasts for this quarter have growth running as high as 2.5%, and picking up steam later. These growth rates should result in sizeable profit gains. We may not see the gains until next quarter but they are on the way. The weekly store sales surveys show sales slipping but still running ahead of a good January. We agree with the latest growth forecasts.

The Bond Market – Bonds have remained in a narrow trading range recently, close to 5%. Where yields go in the short-term will depend on Greenspan's testimony to Congress scheduled for tomorrow, Wednesday.

The Stock Market – The technicians still want this market to break out in heavy volume. They may not get it immediately. Even so, we expect to see modest gains over the short-run. The breakout will come later. We see higher prices ahead this year.

Due to Walter Frank's sessions at the Florida Money

Show, there was no Hotline message for Friday,

February 22, 2002

Domestic Stock Funds — data as of 02/22/02

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Yacktman Fund	B	3.0%	9.0%	15.2%	51 Vanguard Windsor	H	-2.5	-3.2	0.6
2 Fidelity Low Priced Stock(3%)	B	-0.8	7.6	19.8	52 RS Partners	H	-3.5	-3.2	1.4
3 Aegis Value Fund	B	-1.4	7.3	19.4	53 Westport Small Cap R	H	-3.7	-1.6	-5.1
4 Berwyn Fund	B	2.1	4.6	20.4	54 Mutual Qualified(1%)CIZ	H	-0.7	-5.9	0.6
5 T. Rowe Price Small-Cap Value	B	1.9	6.2	16.7	55 T. Rowe Price Dividend Growth	H	-1.7	-2.9	-5.9
6 Buffalo Small Cap (closed)	B	-2.5	7.6	18.6	56 Fidelity Contrafund(3%)	H	0.3	-3.0	-9.3
7 Ariel Appreciation	B	3.0	5.4	14.3	57 Mutual Shares(1%)CIZ	H	-0.5	-5.8	-1.9
8 Oakmark Small Cap	H	3.8	4.6	14.4	58 Mutual Beacon(1%)CIZ	H	-0.4	-6.0	-1.7
9 T.Rowe Price Mid Cap Value	B	1.7	6.6	11.3	59 Strong Discovery+	H	-3.1	-2.7	-6.6
10 Ariel Fund	B	1.6	6.2	10.8	60 Vanguard SmallCap Index+	H	-2.5	-2.9	-6.8
11 Clipper Fund	B	0.2	6.0	9.9	61 Salomon Brothers Opportunity	H	-1.0	-4.2	-6.2
12 Fidelity Small Cap Ind.(1.5%	B	-1.1	7.3	5.1	62 Harbor Value	S	-2.1	-5.1	-2.6
13 Heartland Value	B	-2.2	3.4	16.5	63 Federated Kaufmann Fund+	H	-3.8	-4.6	-2.1
14 Neuberger Berman Genesis	B	2.7	3.9	7.7	64 UMB Scout Stock	S	-0.5	-3.1	-11.3
15 T. Rowe Price Cap Appreciation	B	2.3	2.9	9.8	65 Sound Shore	S	-0.9	-6.3	-3.3
16 Royce Total Return	B	1.5	2.8	9.0	66 Muhlenkamp Fund	S	-2.0	-5.7	-3.4
17 Boston Ptrns Smlcap Val	B	-2.1	-0.4	21.8	67 Fidelity Equity-Income	S	-1.2	-5.2	-6.1
18 Vontobel U.S. Value	B	1.6	3.0	7.6	68 Bonnel Growth Fund	S	0.2	0.9	-23.7
19 Pennsylvania Mutual+(1%)	B	1.0	2.7	8.8	69 T.Rowe Price Mid Cap Growth	H	-3.0	-2.6	-10.5
20 Wasatch Small Cap Value(closed)	B	-1.2	-0.5	19.1	70 MSI Value Portfolio	S	-1.0	-6.5	-3.8
21 TCW Galileo Value Opportunity	B	-3.1	3.6	11.3	71 Tweedy, Browne American	S	-2.1	-6.1	-3.3
22 Loomis Sayles Small Cap Value	B	0.2	2.4	8.1	72 Dreyfus Appreciation	S	-1.5	-3.6	-10.9
23 Royce Low Priced Stock	B	-1.6	3.5	7.1	73 ICM/Isabelle Small Cap Value	S	-3.1	-5.9	-3.3
24 Berger Mid Cap Value	B	-0.5	2.4	7.7	74 Marsico Growth & Income	S	-0.5	-2.3	-16.0
25 Vanguard Small-Cap Value Index	H	-0.1	1.9	8.3	75 CS Warburg Pincus Value	S	0.1	-6.2	-7.2
26 American Century Equity Income	B	0.6	1.6	7.9	76 Fidelity Dividend Growth	S	-3.8	-4.8	-4.9
27 Thompson Plumb Growth	B	-3.1	2.7	9.6	77 Gabelli Asset	S	-0.5	-5.9	-7.2
28 American Century Value	B	0.6	1.3	6.9	78 Fidelity Equity-Income II	S	-1.4	-4.6	-9.4
29 Fidelity Value	H	1.4	-0.1	8.0	79 Marsico Focus	S	-1.2	-2.3	-16.0
30 Eclipse Small Cap Value	B	0.5	0.8	6.2	80 Needham Growth Fund	S	-4.0	-2.6	-11.1
31 Meridian Fund	B	-3.0	1.4	7.5	81 Liberty-SteinRoe Balanced	S	-2.0	-4.8	-8.9
32 T. Rowe Price Small Cap Stock	H	-1.3	1.8	2.6	82 Baron Asset	S	1.2	-3.6	-16.7
33 Fidelity Fifty+	H	6.5	-1.2	-2.4	83 Fidelity Growth & Income(3%)	S	-2.0	-4.4	-9.9
34 Wasatch Core Growth+(closed)	H	-1.7	-3.7	15.2	84 Strong Multicap Value	S	0.5	-6.6	-8.3
35 Oakmark Select(closed)	B	-1.7	-2.4	10.9	85 Fidelity Convertible Securities	S	-3.5	-4.2	-9.0
36 Homestead Value	H	1.6	-1.0	1.3	86 Vanguard Explorer+	H	-4.4	-3.0	-10.9
37 Wasatch Small Cap Growth+	B	-6.6	2.4	5.1	87 Fidelity Independence(ret.only)	S	-1.9	0.1	-23.0
38 Longleaf Partners	H	0.3	-2.2	5.7	88 INVESCO Value Equity	S	-1.7	-5.7	-9.8
39 T. Rowe Price New Era	H	6.5	-2.7	-2.8	89 Dreyfus Fund	S	-1.8	-3.8	-14.3
40 Royce Premier	H	0.0	-0.1	0.1	90 Vanguard Windsor II	S	-1.9	-7.3	-5.8
41 Dodge & Cox Stock	H	0.5	-2.0	3.4	91 Vanguard Growth Index +	S	-2.8	-3.1	-15.2
42 T. Rowe Price Equity-Income	H	1.2	-2.1	-0.5	92 Neuberger Berman Partners	S	-3.0	-4.7	-11.4
43 Longleaf Partners Smallcap	H	1.6	-3.2	-0.4	93 T. Rowe Price Growth & Income	S	-4.0	-4.8	-9.6
44 Oakmark Fund	H	-1.6	-3.3	4.2	94 MSI Small Cap Value(closed)	S	-2.0	-6.6	-9.1
45 Vanguard Equity-Income	H	0.1	-2.6	-1.0	95 INVESCO Equity Income	S	-1.2	-5.6	-13.6
46 Bogle Small Cap Growth	H	-1.4	-1.9	-0.5	96 Strong Advisor Common Stock	S	-4.0	-4.4	-12.5
47 Vanguard Mid-Cap Index+	H	-0.9	-0.7	-4.8	97 PBHG Small Cap Value	S	-4.4	-5.8	-8.8
48 Royce Opportunity+	H	-2.3	-1.9	-0.6	98 Vanguard Convertible Securities	S	-3.5	-5.2	-11.6
49 Dreyfus Mid Cap Index	H	-0.9	-1.1	-5.4	99 Salomon Brothers Capital	S	-3.4	-6.6	-8.4
50 Babson Value	H	1.7	-4.5	-2.1	100 Dreyfus New Leaders	S	-0.5	-7.3	-11.3

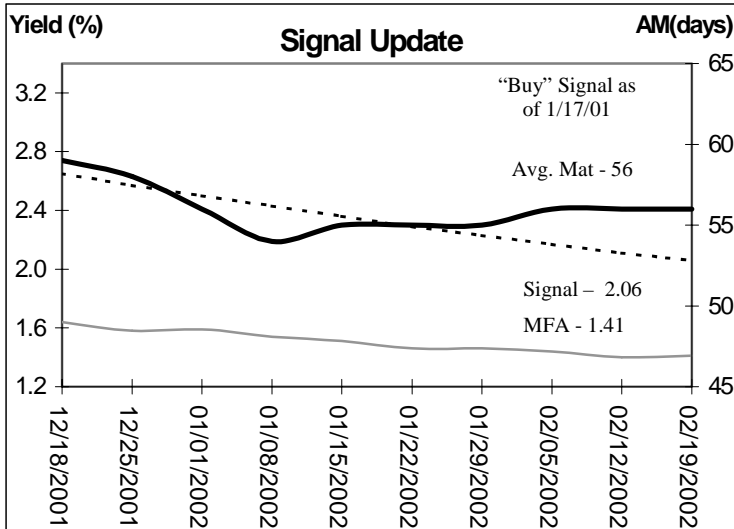
DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 02/22/02

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
101 Nicholas II	S	-4.8	-3.5	-14.7	151 Fidelity Blue Chip Growth	S	-4.3	-7.5	-20.6
102 Neuberger Berman Guardian	S	-3.0	-6.1	-11.1	152 Domini Social Equity Fund +	S	-4.2	-8.6	-18.1
103 Loomis Sayles Value	S	-2.6	-7.2	-10.3	153 Galaxy Equity Value(3.75%)	S	-7.2	-9.5	-12.4
104 Vanguard Extended Market Index	S	-3.5	-4.6	-16.0	154 American Century Select+	S	-3.3	-8.7	-20.8
105 Fidelity New Millennium(3%)	S	-5.8	-2.2	-18.9	155 Scudder Capital Growth AARP	S	-4.2	-8.1	-23.5
106 Strong Opportunity+	S	-3.0	-6.2	-13.2	156 Vanguard/Morgan Growth+	S	-5.4	-8.1	-22.3
107 Fidelity Disciplined Equity	S	-2.6	-5.3	-16.1	157 Columbia Special+	S	-5.1	-8.0	-24.6
108 William Blair Growth	S	-3.5	-4.9	-16.4	158 American Century Heritage	S	-1.2	-10.8	-24.2
109 T. Rowe Price Growth Stock	S	-4.9	-4.6	-15.6	159 T. Rowe Price New America	S	-6.7	-8.2	-22.6
110 Scudder Growth & Income	S	-2.9	-7.2	-12.5	160 Columbia Common Stock	S	-4.5	-9.9	-22.0
111 American Century Income &	S	-3.3	-6.7	-13.3	161 Liberty-SteinRoe Growth Stock	S	-6.1	-10.9	-17.2
112 USAA Growth & Income	S	-2.5	-7.6	-12.5	162 Vanguard Value Index	S	-3.9	-11.6	-19.2
113 Safeco Growth Opportunities+	S	-13.4	-4.3	-4.5	163 Babson Growth+	S	-5.9	-8.2	-24.6
114 WPG Large Cap Growth	S	-2.6	-4.8	-20.2	164 Galaxy Small Co. Equity(3.75%)	S	-7.6	-11.5	-16.5
115 Selected Special Shares	S	-2.0	-5.8	-19.0	165 Galaxy Equity Growth(3.75%)	S	-4.7	-10.1	-24.7
116 Weitz Value Fund	S	-4.8	-9.0	-7.1	166 Oberweis Emerging Growth+	S	-10.8	-8.6	-19.4
117 T. Rowe Price New Horizons	S	-5.5	-5.1	-16.5	167 RS Value+Growth+	S	-4.3	-8.8	-29.2
118 Schwab 1000 Fund	S	-3.1	-6.5	-16.7	168 Montgomery Growth	S	-5.0	-10.5	-24.2
119 American Century Ultra+	S	-2.5	-6.0	-19.3	169 CS Warburg Pincus Emerging	S	-6.5	-8.6	-27.3
120 Northeast Investors Growth	S	-2.7	-6.4	-18.5	170 RS Diversified Growth	S	-13.2	-8.4	-19.3
121 Fidelity Stock Selector	S	-4.1	-6.7	-15.7	171 Strong Large Cap Growth	S	-4.1	-10.3	-28.1
122 Vanguard PRIMECAP(\$25,000)	S	-2.4	-7.3	-17.1	172 Scudder Large Company Growth	S	-5.4	-10.8	-25.2
123 Dreyfus Growth Opportunity	S	-3.5	-6.6	-17.3	173 Dreyfus-Founders Discovery	S	-9.0	-9.1	-24.3
124 Legg Mason Special Investment	S	-7.6	-6.3	-12.4	174 Dreyfus Premier Aggressive	S	-6.5	-10.3	-27.1
125 MSI Mid Cap Value	S	-4.5	-8.0	-12.8	175 WPG Tudor	S	-7.8	-10.1	-26.1
126 Fidelity Spartan 500 Index	S	-3.3	-7.2	-16.9	176 Janus Special Situation	S	-4.1	-11.2	-29.9
127 Vanguard 500 Index	S	-3.3	-7.2	-16.9	177 Janus Twenty(closed)	S	-4.5	-10.2	-32.4
128 Vanguard Growth & Income	S	-4.2	-7.1	-15.8	178 RS Aggressive Growth+	S	-7.4	-9.5	-31.3
129 Artisan Midcap+	S	-4.8	-5.8	-18.3	179 USAA Growth	S	-6.9	-10.4	-30.1
130 Fidelity Trend	S	-3.7	-7.2	-16.4	180 Fidelity OTC Portfolio+	S	-8.4	-10.8	-27.7
131 Liberty-SteinRoe Capital Opportu-	S	-2.6	-4.8	-24.3	181 Janus Fund	S	-3.2	-12.4	-32.4
132 Safeco Equity	S	-4.1	-7.6	-15.4	182 Columbia Growth+	S	-7.3	-11.1	-29.8
133 Fidelity Fund	S	-3.8	-7.4	-16.6	183 Gabelli Growth	S	-6.7	-11.3	-30.3
134 American Century Growth+	S	-4.1	-6.4	-18.8	184 Neuberger Berman Manhattan	S	-5.7	-10.8	-33.2
135 Selected American Shares	S	-4.1	-7.2	-16.8	185 INVESCO Small Company	S	-7.6	-11.8	-27.9
136 Scudder Large Co Value	S	-2.6	-9.2	-14.4	186 Dreyfus Premier Third Century	S	-5.6	-12.8	-30.4
137 Nicholas Fund	S	-4.6	-6.5	-18.0	187 Vanguard Growth Equity	S	-6.8	-11.7	-31.5
138 Janus Venture (closed)	S	-3.8	-6.4	-19.5	188 MSI Midcap Growth	S	-5.1	-11.6	-35.1
139 Preferred Value	S	-3.2	-9.8	-12.2	189 Legg Mason Opportunity Trust	S	-7.9	-16.5	-19.0
140 Dreyfus Growth & Income	S	-3.9	-8.6	-15.2	190 Fidelity Growth Company+	S	-7.8	-12.9	-28.5
141 Fidelity Mid-Cap Stock+	S	-4.8	-8.3	-14.6	191 SIT Small Cap Growth+	S	-5.6	-12.6	-32.7
142 American Century Vista	S	-1.2	-7.8	-21.3	192 CS Warburg Pincus Capital	S	-6.6	-13.4	-29.5
143 Janus Growth & Income	S	-2.9	-7.9	-19.3	193 Neuberger Berman Focus+	S	-12.3	-12.8	-24.6
144 Fidelity Magellan(3%)	S	-3.8	-8.1	-17.4	194 SIT Large Cap Growth	S	-7.3	-12.5	-33.2
145 Salomon Brothers Investors	S	-4.8	-8.7	-14.9	195 Berger Large Cap Growth	S	-7.9	-12.5	-33.1
146 Fidelity Capital Appreciation	S	-4.3	-8.6	-15.9	196 Strong Growth	S	-6.3	-13.5	-33.1
147 Harbor Capital Appreciation+	S	-3.9	-6.2	-22.7	197 Gintel Fund	S	0.5	-19.0	-30.9
148 Preferred Growth	S	-3.6	-6.6	-22.8	198 Berger Growth	S	-8.5	-10.8	-38.0
149 American Century Equity Growth	S	-4.4	-8.4	-17.0	199 USAA Aggressive Growth	S	-6.0	-13.6	-35.9
150 Vanguard Capital Opportunity	S	-5.9	-8.9	-14.2	200 SIT Mid Cap Growth+	S	-8.4	-11.6	-39.2

International Stock Funds — data as of 02/22/02

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Fidelity SE Asia(3%&1.5%r<90d)	B	1.2%	11.7%	-8.8%	36 Columbia International Stock	S	-2.7	-11.7	-20.4
2 Oakmark Intl Small Cap	B	0.9	4.9	5.9	37 Janus Overseas(closed)	S	-3.6	-9.0	-28.4
3 Oakmark Global (2%r)	H	-2.0	4.8	9.0	38 T. Rowe Price Intl Stock	S	-2.9	-11.7	-24.1
4 Matthews Pacific Tiger	B	1.0	8.0	-4.8	39 Galaxy International Equity	S	-0.8	-12.1	-26.7
5 Fidelity Emerging Mkts(3%&1.5%	B	-0.1	9.2	-9.6	40 Schwab International Index	S	-2.4	-12.4	-24.4
6 T. Rowe Price New Asia	B	1.8	9.2	-13.6	41 CS Warburg Pincus Japan	S	-0.2	-10.6	-32.3
7 Scudder Pacific Opportunity	B	0.9	7.9	-12.6	42 Janus Worldwide(closed)	S	-3.8	-10.5	-27.5
8 Vanguard Emerging Mkts Stock	B	0.4	6.3	-8.9	43 Loomis Sayles International	S	-2.9	-12.9	-24.0
9 Montgomery Emerging Mkts	B	-0.7	6.8	-12.0	44 Strong International Stock	S	-3.4	-13.9	-24.9
10 Lingleaf Partners International	B	1.0	-4.9	0.0	45 American Century Intl Growth	S	-3.2	-13.4	-28.4
11 T. Rowe Price Latin America	H	-1.5	-1.6	-10.1	46 Scudder Greater Europe	S	-3.8	-14.3	-25.7
12 Tweedy, Browne Global Value	B	-0.7	-4.2	-5.6	47 Scudder International	S	-2.0	-15.3	-26.3
13 Scudder Latin America	H	-1.3	-2.1	-10.3	48 T. Rowe Price Intl Discovery	S	-2.0	-15.5	-29.0
14 Fidelity Latin Amer.(3%&1.5%	H	-1.3	-1.1	-13.7	49 Babson-Stewart Ivory Intl	S	-3.6	-13.9	-31.8
15 Oakmark International	B	-1.7	-3.9	-6.6	50 Vontobel International Equity	S	-2.9	-15.2	-29.7
16 Harbor International	B	0.6	-4.0	-12.7	51 Vanguard Pacific Stock Index	S	0.0	-19.6	-27.6
17 Fidelity Diversified International	H	-1.1	-5.8	-10.9	52 Aetna Intl Growth(Advisor1%)	S	-7.0	-14.5	-32.1
18 Julius Baer Intl. Equity A	H	-1.6	-4.5	-15.6	53 Japan Fund (Scudder)	S	3.4	-24.5	-31.6
19 Fidelity Worldwide	H	-3.5	-5.8	-11.0	54 SIT International Growth	S	-6.6	-18.2	-36.8
20 Fidelity Europe(3%&1%r<90d)	H	-4.1	-3.9	-19.2	55 Payden European Aggressive	S	-9.1	-14.3	-44.6
21 USAA International	H	-1.5	-8.0	-16.4	56 INVESCO European	S	-6.4	-20.0	-38.4
22 Fidelity Pacific Basin(3%&1.5%	H	1.6	-8.6	-19.6	57 Fidelity Japan(3%&1.5%<90d)	S	-0.2	-26.2	-36.7
23 Preferred International	H	-0.7	-10.6	-12.8	58 T. Rowe Price Japan	S	-1.4	-26.7	-36.0
24 Scudder Global	H	-1.2	-8.8	-16.9	60 Matthews Japan Fund	S	-4.2	-27.9	-35.7
25 Fidelity International G & I	H	-2.2	-7.6	-18.6	Domestic Stock Funds (cont.)				
26 USAA World Growth	H	-2.7	-8.1	-19.6	201 Turner Midcap Growth+	S	-10.5	-13.0	-33.0
27 Investec China & Hong Kong	S	-0.1	-7.4	-28.0	202 Montgomery Small Cap	S	-8.2	-17.7	-25.6
28 Artisan International	S	-2.9	-10.4	-17.8	203 INVESCO Dynamics+	S	-9.3	-12.3	-38.4
29 Vanguard International Growth	S	-3.0	-9.6	-21.4	204 Janus Mercury+	S	-8.5	-15.3	-36.2
30 CS Warburg, Pincus Intl Equity	S	-3.0	-9.5	-22.1	205 Vanguard U.S. Growth	S	-10.3	-13.4	-38.2
31 Vanguard European Stock Index	S	-3.9	-10.7	-18.6	206 RS Emerging Growth(closed)	S	-12.2	-14.4	-33.9
32 Fidelity Overseas	S	-1.6	-10.6	-22.9	207 Scudder Development+	S	-10.9	-12.9	-40.7
33 Scudder Global Discovery(closed)	S	-3.9	-8.0	-26.9	208 Legg Mason Value	S	-9.7	-20.4	-24.3
34 T. Rowe Price European	S	-4.0	-10.2	-21.7	209 PBHG Growth+	S	-7.3	-16.3	-41.8
35 American Century Global Growth	S	-3.1	-9.3	-25.7	210 TCW Galileo Aggressive	S	-11.3	-13.8	-41.9



The Signal - For the week ended February 19 iMoneyNet Inc.'s Money Fund Report Averages/All Taxable 7-day yield (MFA) increased by one basis point to 1.41% and the MONEYLETTER Signal dipped by five basis points to 2.06%. The average maturity remained at 56 days.

The MFA is below the Signal number and the current status is “in” the market. Signal investors should be 100% in aggressive domestic stock funds.

Safeco Growth Opportunities was sold on yesterday's Hotline. We will switch the proceeds to Fidelity Fifty.

Next Issue will be Wednesday, March 6, 2002 by Midnight (ET).