

MONEYLETTER *Plus*

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MONEYLETTER HOTLINE 7/30/02

MONEYLETTER HOTLINE 7/26/02

Rally Sticks, For Now

The market action the past two days has been very encouraging. We had a huge rally yesterday, and instead of the one-day reversal we have experienced so often, the market held its gains today.

There has been a change in behavior over the past week. It is not clear to us what is the nature of this rally. It is clearly a rally from a deeply oversold condition. As such it is the market still acting on its own dynamic without much reference to the fundamentals. For example, the economic news in recent days, including today, has been quite mixed. It appears the huge decline in the market over the past 2½ months is taking its toll on consumer and business willingness to spend.

Nevertheless, the market has been rallying. We believe the rally will need the support of more favorable economic news in order to turn into the recovery rally that will lead to meaningful gains. We expect to see more favorable news as the market stabilizes, which we believe it is in the process of doing. Although the market is acting much better, we feel it is still too early to commit our reserves. The short-term may well be very choppy.

There is no change in our recommended allocations.

Fund Recommendations – For domestic stock funds there are two new buys: Longleaf Partners and Third Avenue Small Cap Value. There is one new hold: Loomis Sayles Small Cap Value.

The Economy – The consumer confidence numbers dropped sharply, which is no surprise. The drop reflects the effect of the market plunge on confidence. The weekly store surveys show sales this month so far down slightly from June. The market effect again. The economy is in a very temporary stall. We expect activity to revive over the next two months.

The Stock Market – The technicians warn us now that once this rebound peaks we should expect some decline as the market makes some form of a test of the lows. Such a pattern would not surprise us. None of this alters the fact that stocks are deeply undervalued.

T.G.I.F.

The latter part of this week has been more encouraging, particularly today. What made today different is that it is Friday, and instead of the selling that might be expected on a Friday afternoon, stocks rose sharply in the last hour. Traders went home having bought rather than sold. This has been rare lately. We would not read too much into the late week action. But it does look as if the deadly mutual fund selling has dried up following the Wednesday rally. Maybe some of the anxiety building up in the public was drained by the rally.

Today was interesting for a number of developments. Gold collapsed and the dollar was strong. These are not random developments. The network of assets now rides on the U.S. market. The strength in these other assets does not come from their attraction, but from investors fleeing the U.S. market. When that stops these other assets lose their newly won attraction.

The economic news since the last Hotline has been very mixed. The durable goods new orders report out yesterday was ugly. The question is whether it is an anomaly, as we and others think, or a true reading. If the latter, then the recovery this year will be very slow. We need another reading, at least, to get a clue.

There is no change in our recommended allocations.

Fund Recommendations – For domestic stock funds there is one new buy: Clipper Fund. There are three new holds: Wasatch Small Cap Value, Ariel Appreciation and CGM Focus. There is one new sell: Wasatch Core Growth. For international stock funds, there is one new buy: Vanguard Pacific Stock Index.

The Economy – What is puzzling is that the labor market weekly numbers continue to improve. Business must be getting better. Also help-wanted advertising has increased. New home sales, much more important than existing home sales, have been and are very strong. In light of this business investment should not suddenly slump. We'll learn more next week. We look for the recovery to continue as expected.

The Stock Market – The S&P 500 is now selling at 14.5 times estimated earnings over the year to August 2003. Given the 10-year yield, the index has become extremely cheap. The market is cheap. We can't say that too often. We expect higher prices ahead.

Domestic Stock Funds — data as of 7/26/02

| Fund | Advice | 1 month | 6 month | 1 year | Fund | Advice | 1 month | 6 month | 1 year |
|------------------------------------|--------|---------|---------|--------|-------------------------------------|--------|---------|---------|--------|
| 1 Aegis Value Fund | B | -5.0% | -3.3% | 5.6% | 51 Oakmark Select(closed) (2% | H | -11.0 | -15.6 | -14.9 |
| 2 Longleaf Partners Smallcap | B | -5.2 | -0.9 | -2.8 | 52 Vanguard Small-Cap Value | H | -16.1 | -14.0 | -11.1 |
| 3 Eclipse Small Cap Value | B | -11.1 | -0.6 | 0.4 | 53 Heartland Value (1%r<90d) | H | -15.1 | -15.4 | -10.4 |
| 4 Yacktman Fund | B | -8.3 | -4.2 | 5.3 | 54 Strong Discovery+ | H | -11.0 | -15.9 | -15.7 |
| 5 Fidelity L P Stock (closed,3% | B | -10.2 | -6.4 | 2.0 | 55 Dreyfus New Leaders | H | -12.1 | -13.9 | -19.2 |
| 6 Clipper Fund | B | -5.8 | -8.0 | -1.3 | 56 Third Avenue Value | H | -13.0 | -14.7 | -16.0 |
| 7 Vontobel U.S. Value (2%r<90d) | B | -7.3 | -7.0 | -2.1 | 57 Meridian Fund | H | -13.5 | -16.3 | -11.9 |
| 8 T. Rowe Price Cap Appreciation | B | -8.4 | -7.1 | -4.4 | 58 CRM Small Cap Value Inv | H | -15.5 | -14.6 | -13.5 |
| 9 T. Rowe Price S-C Value | B | -12.5 | -5.9 | -1.4 | 59 Bogle Small Cap Growth(closed) | H | -14.0 | -15.4 | -14.9 |
| 10 Royce Total Return (1%r<180d) | B | -10.0 | -6.7 | -4.1 | 60 Selected American Shares | S | -8.4 | -17.5 | -19.8 |
| 11 Ariel Fund | B | -11.0 | -7.4 | -1.2 | 61 Bonnel Growth Fund (.25% | S | -13.6 | -15.8 | -16.4 |
| 12 Berwyn Fund (1%r<180d) | B | -14.1 | -7.1 | -4.2 | 62 T. Rowe Price Small Cap Stock | S | -13.6 | -16.8 | -14.2 |
| 13 Baron Small Cap | B | -13.0 | -7.7 | -5.4 | 63 Marsico Focus | S | -14.2 | -14.8 | -18.6 |
| 14 Longleaf Partners | B | -7.2 | -9.5 | -11.3 | 64 Fidelity Independence(ret.only) | S | -8.3 | -18.8 | -18.8 |
| 15 Neuberger Berman Genesis | B | -11.5 | -9.6 | -5.3 | 65 Marsico Growth & Income | S | -13.1 | -15.7 | -19.8 |
| 16 American Century Equity Income | H | -9.3 | -10.6 | -7.7 | 66 Dreyfus Appreciation | S | -9.4 | -18.3 | -19.8 |
| 17 RS Partners | B | -13.7 | -8.8 | -5.9 | 67 Strong Mid Cap Disciplined | H | -15.1 | -18.4 | -11.0 |
| 18 Neuberger Berman Fasciano Inv | B | -12.5 | -9.2 | -8.7 | 68 Vanguard Mid-Cap Index+ | H | -13.1 | -17.6 | -17.1 |
| 19 Fidelity Fifty+ (.75%r<30d) | B | -14.6 | -7.6 | -9.8 | 69 Fidelity Convertible Securities | H | -10.2 | -18.6 | -19.5 |
| 20 Royce Premier (1%r<180d) | H | -10.6 | -10.8 | -9.5 | 70 Dreyfus Mid Cap Index | S | -13.2 | -17.7 | -17.5 |
| 21 Third Avenue Small-Cap Value | B | -11.5 | -10.0 | -10.0 | 71 Legg Mason Special Investment | H | -7.6 | -20.8 | -18.5 |
| 22 Baron Growth | B | -11.2 | -10.8 | -9.3 | 72 Vanguard Equity-Income | S | -12.6 | -17.8 | -19.0 |
| 23 Fidelity Contrafund (3%) | H | -9.9 | -10.8 | -13.1 | 73 T. Rowe Price Equity-Income | S | -13.3 | -17.6 | -18.7 |
| 24 Oakmark Small Cap (2%r<90d) | B | -12.1 | -11.6 | -7.9 | 74 Nicholas Fund | S | -8.4 | -19.5 | -22.4 |
| 25 Mutual Shares(1%)CIZ | H | -8.0 | -11.7 | -15.8 | 75 Royce Opportunity+ (1%r<180d) | H | -17.2 | -16.9 | -15.9 |
| 26 Royce Penn Mutual+(1%r<180d) | B | -12.9 | -11.6 | -9.3 | 76 American Century Vista | S | -11.3 | -17.3 | -24.3 |
| 27 ICM/Isabelle Small Cap Value | B | -16.5 | -7.7 | -14.3 | 77 Gabelli Asset | S | -12.0 | -17.9 | -22.3 |
| 28 Mutual Beacon(1%)CIZ | H | -8.4 | -12.0 | -15.8 | 78 Fidelity Growth & Income(3%) | S | -10.3 | -19.3 | -21.7 |
| 29 Babson Value | H | -11.5 | -10.7 | -14.6 | 79 Boston Partners Mid Cap Value | S | -15.6 | -19.3 | -14.9 |
| 30 T.Rowe Price Mid Cap Value | B | -13.7 | -13.4 | -6.4 | 80 UMB Scout Stock | S | -11.2 | -19.4 | -21.4 |
| 31 Mutual Qualified(1%)CIZ | H | -9.0 | -12.7 | -15.9 | 81 CS Warburg Pincus Value | S | -11.9 | -18.5 | -22.6 |
| 32 Ariel Appreciation | H | -12.7 | -13.2 | -9.3 | 82 Preferred Value | S | -11.1 | -18.6 | -24.2 |
| 33 T. Rowe Price New Era | B | -16.4 | -9.5 | -14.0 | 83 Wasatch Core Growth+ | S | -17.1 | -16.8 | -20.3 |
| 34 Fidelity Value | B | -13.3 | -12.3 | -12.1 | 84 Vanguard Windsor II | S | -13.4 | -18.0 | -23.0 |
| 35 Salomon Brothers Opportunity | H | -10.5 | -13.6 | -14.7 | 85 Westport Small Cap R | S | -14.3 | -19.8 | -17.4 |
| 36 Baron Asset | H | -12.8 | -11.4 | -16.9 | 86 Fidelity Equity-Income | S | -12.5 | -19.1 | -22.2 |
| 37 Liberty-SteinRoe Balanced | H | -7.7 | -14.5 | -17.5 | 87 MSI Small Cap Value(closed) | S | -12.8 | -19.0 | -22.2 |
| 38 Wasatch Small Cap Value | H | -16.0 | -12.3 | -10.8 | 88 Vanguard Extended Market | S | -12.1 | -19.8 | -21.6 |
| 39 CRM Mid Cap Value Ins | H | -12.6 | -16.0 | -7.5 | 89 Harbor Value | S | -12.3 | -20.0 | -21.1 |
| 40 Loomis Sayles Small Cap Value | H | -13.6 | -14.1 | -10.8 | 90 Nicholas II | S | -10.1 | -21.2 | -21.6 |
| 41 American Century Value | H | -11.3 | -14.9 | -12.3 | 91 Fidelity Disciplined Equity | S | -11.9 | -19.8 | -22.9 |
| 42 Vanguard Convertible Securities | H | -8.7 | -14.7 | -16.8 | 92 Royce Low Priced Stock (1% | H | -16.2 | -20.0 | -15.9 |
| 43 Boston Ptnrs Smlcap Val | B | -15.3 | -13.4 | -10.5 | 93 T. Rowe Price Dividend Growth | S | -12.2 | -20.6 | -20.7 |
| 44 CRM Mid Cap Value Inv | H | -12.6 | -16.1 | -7.7 | 94 WmBlair S-C Growth N (1% | S | -15.6 | -19.7 | -17.8 |
| 45 Homestead Value | H | -13.1 | -13.2 | -14.3 | 95 Vanguard SmallCap Index+ | S | -15.2 | -19.2 | -19.8 |
| 46 Tweedy, Browne American Value | H | -11.1 | -14.1 | -16.3 | 96 Scudder Large Co Value | S | -12.7 | -19.3 | -24.8 |
| 47 Fidelity Small Cap Ind.(1.5% | H | -13.4 | -16.6 | -7.5 | 97 Federated Kaufmann Fund+ | S | -14.0 | -19.8 | -21.6 |
| 48 Dodge & Cox Stock | H | -12.3 | -15.0 | -14.4 | 98 Fidelity Equity-Income II | S | -12.4 | -20.6 | -23.2 |
| 49 Oakmark Fund | H | -10.7 | -15.3 | -16.0 | 99 INVESCO Core Equity | S | -11.7 | -20.7 | -24.2 |
| 50 Berger Mid Cap Value | H | -12.7 | -15.9 | -11.4 | 100 Liberty-SteinRoe Capital Oppor- | S | -14.2 | -19.5 | -23.7 |

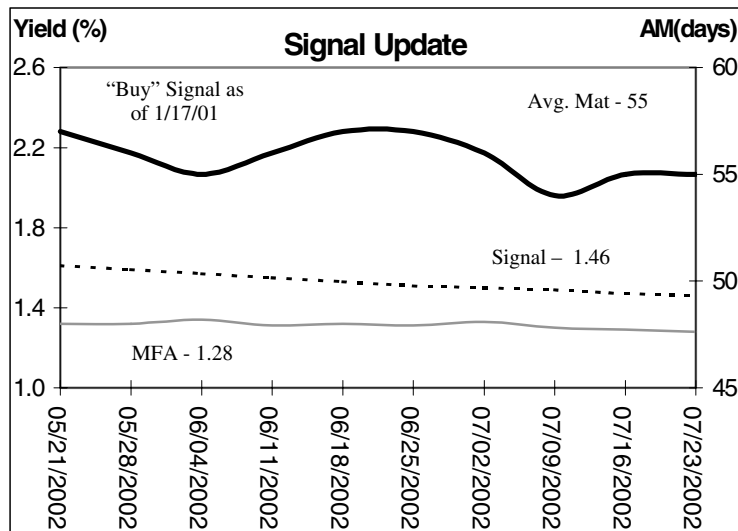
DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 7/26/02

| Fund | Advice | 1 month | 6 month | 1 year | Fund | Advice | 1 month | 6 month | 1 year |
|------------------------------------|----------|--------------|--------------|--------------|-----------------------------------|--------|---------|---------|--------|
| 101 Loomis Sayles Value | S | -13.1 | -20.3 | -23.6 | 151 Dreyfus Premier Aggressive | S | -13.1 | -24.0 | -31.5 |
| 102 Fidelity New Millennium (3%) | S | -11.1 | -22.5 | -21.3 | 152 Vanguard Value Index | S | -14.4 | -23.6 | -30.5 |
| 103 State Street Mid-Cap Value | S | -17.4 | -20.3 | -17.3 | 153 WPG Large Cap Growth | S | -11.2 | -26.5 | -29.5 |
| 104 CGM Focus | H | -20.3 | -22.5 | -7.6 | 154 Artisan Midcap+(closed) | S | -15.4 | -25.4 | -26.6 |
| 105 American Century Heritage | S | -13.8 | -18.3 | -28.5 | 155 Vanguard/Morgan Growth+ | S | -12.1 | -26.0 | -29.9 |
| 106 Columbia Special+ | S | -11.7 | -21.1 | -25.2 | 156 Salomon Brothers Capital | S | -12.9 | -26.3 | -28.0 |
| 107 Wasatch Small Cap Grth+ | S | -12.0 | -23.9 | -18.2 | 157 Fidelity Blue Chip Growth | S | -11.6 | -26.3 | -30.0 |
| 108 INVESCO Value Equity | S | -12.5 | -21.3 | -24.4 | 158 Strong Growth 20+ | S | -10.4 | -25.4 | -34.3 |
| 109 Sound Shore | S | -14.7 | -20.8 | -23.4 | 159 American Century Growth+ | S | -11.4 | -26.7 | -29.5 |
| 110 Janus Growth & Income | S | -12.5 | -21.3 | -25.5 | 160 Strong Multi-Cap Value | S | -19.7 | -22.9 | -26.8 |
| 111 American Century Income & | S | -12.2 | -21.9 | -24.9 | 161 Fidelity Dividend Growth | S | -13.3 | -26.7 | -28.4 |
| 112 American Century Ultra+ | S | -11.7 | -21.9 | -25.8 | 162 Galaxy Equity Growth (3.75%) | S | -12.5 | -26.3 | -31.6 |
| 113 American Century Equity Growth | S | -12.0 | -22.0 | -26.4 | 163 SIT Small Cap Growth+ | S | -12.7 | -25.5 | -33.5 |
| 114 T.Rowe Price Mid Cap Growth | S | -13.9 | -22.3 | -22.9 | 164 Safeco Equity | S | -11.9 | -27.2 | -30.5 |
| 115 USAA Growth & Income | S | -11.3 | -22.4 | -26.8 | 165 Montgomery Growth | S | -11.9 | -26.5 | -32.3 |
| 116 Scudder Growth & Income | S | -11.1 | -22.6 | -27.0 | 166 Columbia Common Stock | S | -13.2 | -26.3 | -31.4 |
| 117 Dreyfus Fund | S | -11.9 | -22.8 | -25.2 | 167 WPG Tudor | S | -15.5 | -26.1 | -28.7 |
| 118 Dreyfus Growth Opportunity (2% | S | -12.1 | -22.6 | -25.7 | 168 Thompson Plumb Growth | S | -14.5 | -29.0 | -23.1 |
| 119 Gintel Fund (2%r<45d) | S | -9.8 | -18.6 | -39.3 | 169 Buffalo Small Cap | S | -18.4 | -28.5 | -20.4 |
| 120 Janus Twenty(closed) | S | -9.4 | -22.6 | -30.1 | 170 Oberweis Emerging Growth+ | S | -14.0 | -27.2 | -30.3 |
| 121 Selected Special Shares | S | -14.7 | -21.4 | -25.3 | 171 Galaxy Equity Value (3.75%) | S | -14.1 | -27.6 | -29.6 |
| 122 Vanguard Growth & Income | S | -11.8 | -23.2 | -26.2 | 172 Legg Mason Value | S | -11.5 | -26.9 | -35.7 |
| 123 Schwab 1000 Fund (.75%r<180d) | S | -12.0 | -23.4 | -27.0 | 173 Strong Large Cap Growth | S | -11.9 | -27.5 | -33.6 |
| 124 Vanguard Growth Index + | S | -10.1 | -25.1 | -26.3 | 174 Fidelity OTC Portfolio+ | S | -12.4 | -28.2 | -31.1 |
| 125 Muhlenkamp Fund | S | -16.8 | -21.5 | -25.5 | 175 Harbor Capital Appreciation+ | S | -12.5 | -28.1 | -31.5 |
| 126 Domini Social Equity Fund + | S | -12.0 | -23.6 | -27.5 | 176 PBHG Growth+ | S | -12.8 | -25.2 | -38.7 |
| 127 Fidelity Stock Selector | S | -11.6 | -24.3 | -27.0 | 177 Preferred Growth | S | -12.6 | -28.1 | -32.0 |
| 128 Vanguard Windsor | S | -12.8 | -24.5 | -24.7 | 178 RS Value+Growth+ | S | -14.2 | -27.4 | -32.4 |
| 129 Neuberger Berman Partners | S | -14.1 | -23.8 | -25.2 | 179 T. Rowe Price New Horizons | S | -15.6 | -28.0 | -29.1 |
| 130 American Century Select+ | S | -11.9 | -23.7 | -28.9 | 180 Janus Enterprise+ | S | -13.3 | -25.4 | -39.5 |
| 131 Fidelity Fund | S | -12.5 | -24.1 | -27.4 | 181 Janus Fund | S | -13.0 | -27.2 | -35.6 |
| 132 T. Rowe Price Growth Stock | S | -11.4 | -25.2 | -26.4 | 182 Liberty-SteinRoe Growth Stock | S | -13.0 | -28.0 | -33.8 |
| 133 Fidelity Trend | S | -12.3 | -24.1 | -27.9 | 183 Scudder Capital Growth AARP | S | -11.4 | -29.3 | -33.7 |
| 134 Strong Advisor Common Stock | S | -13.1 | -24.7 | -25.2 | 184 USAA Aggressive Growth | S | -13.0 | -27.4 | -36.2 |
| 135 Legg Mason Opportunity Trust | S | -8.3 | -25.2 | -31.2 | 185 TCW Galileo Value Opportunity | S | -18.7 | -29.5 | -22.7 |
| 136 Vanguard 500 Index | S | -12.3 | -24.2 | -28.1 | 186 Strong Opportunity+ | S | -14.9 | -28.7 | -31.0 |
| 137 Fidelity Spartan 500 Index | S | -12.3 | -24.2 | -28.2 | 187 Janus Venture (closed) | S | -18.2 | -27.2 | -30.5 |
| 138 Northeast Investors Growth | S | -11.8 | -24.8 | -27.4 | 188 Fidelity Mid-Cap Stock+ (.75% | S | -13.8 | -29.2 | -33.3 |
| 139 Fidelity Capital Appreciation | S | -13.0 | -24.1 | -28.2 | 189 Dreyfus Premier Third Century | S | -13.8 | -28.5 | -35.2 |
| 140 Vanguard Explorer+ | S | -14.3 | -24.8 | -24.6 | 190 Scudder Large Company Growth | S | -11.8 | -29.9 | -35.0 |
| 141 William Blair Growth (1%r<60d) | S | -12.0 | -25.2 | -27.2 | 191 MSI Midcap Growth | S | -14.1 | -27.8 | -36.6 |
| 142 Vanguard PRIMECAP | S | -10.1 | -25.6 | -30.1 | 192 MSI Mid Cap Value | S | -14.8 | -29.2 | -32.3 |
| 143 Salomon Brothers Investors | S | -12.6 | -25.0 | -27.9 | 193 Babson Growth+ | S | -13.3 | -29.7 | -33.6 |
| 144 MSI Value Portfolio | S | -15.9 | -23.9 | -26.2 | 194 Neuberger Berman Manhattan | S | -13.5 | -28.6 | -36.2 |
| 145 Fidelity Magellan (3%) | S | -12.2 | -24.9 | -29.2 | 195 T. Rowe Price New America | S | -13.2 | -29.9 | -33.4 |
| 146 T. Rowe Price Growth & Income | S | -13.1 | -25.7 | -25.9 | 196 Needham Growth Fund (.75% | S | -14.0 | -30.8 | -30.0 |
| 147 Dreyfus Growth & Income | S | -12.3 | -25.0 | -29.3 | 197 SIT Large Cap Growth | S | -11.1 | -30.5 | -36.7 |
| 148 Strong Growth | S | -11.7 | -24.0 | -33.0 | 198 Vanguard Cap Opp | S | -10.9 | -31.7 | -36.1 |
| 149 Weitz Value Fund | S | -11.8 | -25.7 | -28.7 | 199 PBHG Small Cap Value | S | -19.3 | -29.2 | -30.2 |
| 150 Neuberger Berman Guardian | S | -14.5 | -24.8 | -27.3 | 200 USAA Growth | S | -11.7 | -31.3 | -36.6 |

International Stock Funds — data as of 7/26/02

| Fund | Advice | 1 month | 6 month | 1 year | Fund | Advice | 1 month | 6 month | 1 year |
|--|--------|---------|---------|--------|---|--------|---------|---------|--------|
| 1 Matthews Asia Growth&Income | B | -1.9% | 6.1% | 19.1% | 36 TR Price Intl Discovery | S | -9.5 | -12.3 | -22.9 |
| 2 Matthews Japan Fund (2%r<90d) | H | -3.4 | 10.1 | -17.4 | 37 American Century Intl Growth | S | -11.3 | -12.6 | -20.8 |
| 3 Oakmark Intl Small Cap | B | -9.4 | 1.3 | 8.0 | 38 Loomis Sayles International | S | -9.7 | -13.7 | -20.9 |
| 4 Fidelity SE Asia (3%&1.5%r<90d) | B | -2.0 | -5.8 | 8.8 | 39 CS Warburg Pincus Japan Grth | S | -7.1 | -13.7 | -25.9 |
| 5 T. Rowe Price New Asia | B | -4.5 | -4.5 | 7.7 | 40 Vanguard International Growth | S | -10.9 | -14.6 | -17.9 |
| 6 Japan Fund (Scudder) (2%) | H | -5.3 | 6.6 | -19.0 | 41 Vanguard European Stock Index | S | -11.7 | -15.0 | -18.9 |
| 7 Fidelity Japan(3%&1.5%r<90d) | H | -4.4 | 6.2 | -21.8 | 42 Strong International Stock | S | -10.4 | -14.4 | -22.5 |
| 8 Dreyfus Emerging Market(1%r) | H | -4.8 | -5.2 | 5.9 | 43 T. Rowe Price Intl Stock | S | -11.3 | -15.0 | -19.7 |
| 9 Vanguard Pacific Stock Index | B | -5.1 | 3.4 | -15.5 | 44 American Century Global | S | -11.6 | -14.5 | -20.8 |
| 10 Scudder Pacific Opportunity (2%) | B | -3.4 | -7.1 | 4.1 | 45 Babson-Stewart Ivory Intl | S | -10.8 | -14.6 | -22.8 |
| 11 Matthews Pacific Tiger (2%r<90d) | B | -7.6 | -5.8 | 6.7 | 46 Scudder Global | S | -11.7 | -15.3 | -20.8 |
| 12 Fidelity Pacific Basin (3%&1.5%) | B | -5.3 | -1.8 | -9.5 | 47 Galaxy International Equity | S | -12.3 | -14.5 | -23.5 |
| 13 T. Rowe Price Japan | H | -5.1 | 2.9 | -21.3 | 48 Fidelity Worldwide (1%r<30d) | S | -11.2 | -18.1 | -19.4 |
| 14 Fidelity Emerging Mkts (3%&1.5%) | B | -4.8 | -9.2 | 0.9 | 49 Scudder Greater Europe (2%) | S | -11.3 | -16.6 | -23.3 |
| 15 Julius Baer Intl. Equity A | B | -8.9 | -4.8 | -5.8 | 50 T. Rowe Price European | S | -12.8 | -17.3 | -20.2 |
| 16 Vontobel International Equity (2%) | H | -7.6 | -3.2 | -13.8 | 51 USAA World Growth | S | -11.8 | -17.8 | -21.3 |
| 17 Preferred International | B | -9.0 | -4.2 | -9.4 | 52 Janus Overseas(closed) | S | -10.3 | -19.2 | -23.6 |
| 18 Fidelity International G & I | H | -8.6 | -6.5 | -9.7 | 53 Scudder Latin America | S | -7.9 | -21.4 | -21.8 |
| 19 Vanguard Emerging Mkts Stk | H | -6.5 | -11.4 | -2.9 | 54 Scudder Global Discovery | S | -11.4 | -19.0 | -23.9 |
| 20 Oakmark Global (2%r<90d) | H | -8.5 | -10.7 | -2.2 | 55 T ROWE Price Latin America | S | -9.2 | -22.1 | -22.9 |
| 21 Montgomery Emerging Mkts | H | -6.8 | -12.0 | -3.4 | 56 Fidelity Europe (3%&1%r<90d) | S | -11.7 | -22.9 | -22.3 |
| 22 Fidelity Aggressive Intl. (1%r<30d) | H | -11.2 | -8.9 | -5.3 | 57 Janus Worldwide(closed) | S | -11.5 | -22.5 | -28.5 |
| 23 Investec China & Hong Kong | H | -6.9 | -7.3 | -16.1 | 58 Fidelity Latin Amer.(3%&1.5%) | S | -10.8 | -25.7 | -25.2 |
| 24 Fidelity Diversified Interl (1%) | H | -10.1 | -7.9 | -10.7 | 59 SIT International Growth | S | -12.4 | -24.4 | -32.9 |
| 25 Oakmark International (2%r<90d) | H | -12.1 | -7.3 | -9.4 | 60 INVESCO European (2%r<90d) | S | -12.4 | -25.3 | -34.4 |
| 26 Longleaf Partners International | H | -7.0 | -9.0 | -14.5 | 61 Payden European Aggr Grth | S | -12.8 | -31.6 | -33.8 |
| 27 Harbor International | H | -12.9 | -8.7 | -10.6 | —————Domestic Stock Funds (Cont.) ————— | | | | |
| 28 Columbia International Stock | H | -8.8 | -9.5 | -15.7 | 201 CS Warburg Pincus Emerging | S | -17.5 | -30.0 | -32.5 |
| 29 Tweedy, Browne Global Value | H | -9.0 | -10.4 | -13.6 | 202 Montgomery Small Cap | S | -16.8 | -28.1 | -38.1 |
| 30 USAA International | H | -10.8 | -10.0 | -13.2 | 203 Vanguard Growth Equity | S | -13.4 | -31.2 | -37.0 |
| 31 Gabelli Intl. Growth | S | -11.5 | -9.2 | -18.9 | 204 Janus Special Situation | S | -17.5 | -29.4 | -35.6 |
| 32 Artisan International | S | -10.1 | -11.8 | -16.4 | 205 INVESCO Small Company | S | -15.6 | -30.4 | -36.3 |
| 33 Schwab International Index (1.5%) | S | -10.2 | -11.2 | -18.7 | 206 Dreyfus-Founders Discovery | S | -15.4 | -31.0 | -35.3 |
| 34 Scudder International (2%r<180d) | S | -9.7 | -11.2 | -21.0 | 207 Berger Large Cap Growth | S | -11.7 | -32.4 | -37.6 |
| 35 Fidelity Overseas (1%r<30d) | S | -9.7 | -12.7 | -19.2 | 208 Janus Mercury+ | S | -11.6 | -31.8 | -39.3 |



The Signal - For the week ended July 23 iMoneyNet Inc.'s Money Fund Report Averages/All Taxable 7-day yield (MFA) decreased by one basis point to 1.28% and the MONEYLETTER Signal dipped by one basis point to 1.46%. The average maturity remained at 55 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.

Signal Portfolio Funds: Royce Penn Mutual, Fidelity Fifty, Royce Opportunity, Potomac Small Cap Plus.

Next Issue will be up by Wednesday, August 7 by Midnight (ET).