

MONEYLETTER HOTLINE 1/7/03

President Presents Plan

The President's stimulus package lit a fire under the market yesterday, and today there was some minor profit-taking as Wall Street mulled over the package. From an economic perspective, the tax proposals are moderately stimulative for this year. The White House economic team estimates that it will provide a stimulus of \$98 billion over the next 16 months. In an economy of our size, the stimulus is not enormous. Keep in mind that state and local governments are estimated to be raising taxes or cutting spending by \$60 billion over the same time period. For the market, then, the important push will come from making dividends more attractive. Any effect that will have on stock prices will take time.

We have had little market moving economic news so far this week. On Friday we get the all important employment report for December. After that the earnings reports will take over. In fact, tomorrow we get the always early report from Alcoa. Last night, EMC surprised by raising its guidance and talking positively about the near-term outlook. Chuck Hill of First Call, the profit estimates collector, expects last quarter's profits to increase by 15% over 2001's fourth quarter. The profit news should provide a favorable background for stocks over much of this month. We look for higher prices over the next six months.

There is no change in our recommended allocations.

Recommendations – For domestic stock funds, there are two new holds: Strong Discovery and Longleaf Partners Smallcap. For international stock funds, there are two new holds: Scudder Pacific Opportunity and Matthews Pacific Tiger. There is one new sell: Fidelity Aggressive International.

The Economy – The Supply Managers service sector report shows that the service sector continues to grow. The weekly retail sales surveys show sales increased slightly in the first days of this month. We expect a steady pickup in activity over the rest of this year.

The Stock Market – Stocks are coming close to their December highs. If they can move through, it would give a psychological boost to the professional traders, and extend the rally. The earnings reports to come may well do the trick. In any case, higher prices are ahead over the next 6-9 months.

The Bond Market – High-yield bonds are attracting some buying as the market rallies. We remain positive on the sector.

The Select Portfolio – There are no trades recommended for this portfolio.

MONEYLETTER HOTLINE 1/3/03

Happy New Year!

Well the New Year has gotten off with a bang, thanks to a surprisingly good report on manufacturing activity in December.

Given all the gloom and some earlier reports touching on manufacturing, the market was taken completely by surprise. Then today, as the auto sales numbers trickled in, it became evident that December was a big month for sales. Given all the fuss about the fall in the Consumer Confidence Index, the sales too, were a surprise. The public may have held back at the malls, but it was buying vehicles. Still there is a cloud hanging over the markets, and that is the geopolitical concerns. Speaking to the troops, President Bush did nothing to lower the concern.

All in all, the market has acted well over the past two days. We could have seen profit-taking today after yesterday's rally, and there was some effort at that, but buying came in steadily and the market ended flat. The economic news of the past two days has been better than expected. We are in the warnings season and today we had some warnings, as well as some positive statements. We still think that the actual earning reports coming in a few weeks will be better than expected. We look for higher prices over the next six months.

There is no change in our recommended allocations.

Recommendations – For domestic stock funds, there are two new buys: Vontobel U.S. Value and T. Rowe Price New Era. There is one new hold: Fidelity Equity-Income II. There is one new sell: Oberweis Emerging Growth. For international stock funds, there are two new holds: USAA International and T. Rowe Price New Asia.

The Economy – The big item in the manufacturing report was a large increase in new orders. This came out of the blue, and raises the question of whether it just a fluke. It could be, but there has been stirring in other indicators that suggested manufacturing might be coming to life. Along these lines, auto sales were so good that Ford is increasing this quarter's production. We have worked through the soft spot. We expect a steady pickup in activity over the next year.

The Stock Market – Wall Street started the year extremely cautious about the market outlook. That is all to the good. We expect that there will be more upside surprises coming over the first half of this year, bringing in more buying as views are revised upward.

The Select Portfolio – There are no trades recommended for this portfolio.

Domestic Stock Funds — data as of 01/03/03

Fund	Advice	1 month	6 month	1 year		Advice	1 month	6 month	1 year
1 Yacktman Fund	B	1.7%	11.1%	12.9%	51 Vanguard U.S. Value	H	1.4	-4.1	-13.6
2 Hussman Strategic Growth (1.5%)	B	2.2	1.5	14.9	52 Neuberger Berman Fasciano Inv	H	0.3	-5.9	-7.8
3 Legg Mason Special Investment	B	-0.8	11.3	-7.4	53 Fidelity L P Stock (3%&1.5%)	H	-0.9	-6.5	-4.7
4 Royce Special Equity (1%r<180d)	B	-0.1	-0.2	14.1	54 Strong Advisor Common Stock	H	-3.1	-0.1	-17.6
5 T. Rowe Price Cap Appreciation	B	1.7	2.0	2.7	55 Oakmark Fund	H	0.2	-4.5	-12.4
6 RS Partners	B	3.8	1.3	1.2	56 American Century Heritage	H	0.3	-4.5	-12.9
7 Vanguard Convertible Securities	B	1.9	4.0	-8.4	57 Royce Penn Mutual(1%r<180d)	H	-0.4	-5.9	-8.3
8 Legg Mason Value	B	-0.8	8.4	-16.0	58 MSI Small Cap Value(closed)	H	-2.5	-2.4	-14.2
9 Fidelity Fifty (.75%r<30d)	B	-1.5	-0.6	5.0	59 Westport Small Cap R	H	-0.4	-3.9	-13.7
10 Clipper Fund	B	1.6	0.3	-2.9	60 Selected American Shares	H	-0.4	-3.0	-16.0
11 Legg Mason Opportunity Trust	B	-2.6	7.6	-16.4	61 Ariel Appreciation	H	-1.8	-5.3	-8.5
12 Neuberger Berman Genesis	B	-0.5	0.3	-1.4	62 Dreyfus Appreciation	S	0.2	-3.7	-15.9
13 Aegis Value Fund	B	-0.1	-1.3	1.5	63 Berger Mid Cap Value	H	-1.2	-4.6	-11.6
14 American Century Equity Income	B	0.2	0.6	-3.7	64 Fidelity Growth & Income(3%)	S	0.4	-3.7	-16.2
15 Royce Total Return (1%r<180d)	B	0.2	-1.7	-1.0	65 Baron Growth	H	-0.7	-5.4	-10.6
16 Longleaf Partners	B	0.3	0.0	-5.9	66 T. Rowe Price Growth Stock	S	-1.3	-1.0	-20.8
17 Fidelity Convertible Securities	B	1.1	1.9	-13.0	67 Vanguard Equity-Income	H	1.0	-5.1	-13.8
18 Vontobel U.S. Value (2%r<360d)	B	1.0	-2.1	-3.0	68 Loomis Sayles Value	S	0.2	-4.3	-14.9
19 Royce Premier (1%r<180d)	B	-1.7	-0.1	-7.1	69 Value Line Special Situations	S	0.4	-5.2	-13.3
20 Weitz Value Fund	H	1.1	1.9	-16.6	70 Vanguard Mid-Cap Index	S	-0.9	-4.5	-13.3
21 Sound Shore	H	1.9	-0.9	-12.2	71 Tweedy, Browne American	S	3.5	-7.4	-12.8
22 Thompson Plumb Growth	H	-1.0	3.1	-18.1	72 Mutual Qualified(1%)CIZ	H	0.9	-6.3	-11.6
23 Dodge & Cox Stock	B	0.7	-2.0	-8.0	73 Fidelity Trend	S	-1.2	-2.0	-19.4
24 Ariel Fund	B	-0.9	-2.9	-3.7	74 American Century Income &	S	-0.4	-3.2	-17.7
25 Oakmark Select(closed) (2%)	H	-0.5	-1.1	-8.9	75 Dreyfus Mid Cap Index	S	-0.8	-4.6	-13.6
26 T.Rowe Price Mid Cap Value	H	0.7	-3.1	-5.6	76 Berwyn Fund (1%r<180d)	S	1.2	-9.1	-5.7
27 Fidelity Contrafund (3%)	H	2.2	-3.9	-7.3	77 Fidelity Stock Selector	S	-1.6	-2.0	-19.7
28 T. Rowe Price S-C Value	B	0.3	-5.7	-1.5	78 Vanguard Extended Market	S	-1.2	-3.3	-17.1
29 Strong Mid Cap Disciplined	H	0.8	-2.3	-11.0	79 T. Rowe Price Small Cap Stock	S	-1.5	-4.7	-13.5
30 Gabelli Asset	H	-0.4	-1.6	-12.5	80 American Century Equity Growth	S	-0.8	-3.2	-18.6
31 Liberty Asset Allocation CIZ	H	-0.5	-0.9	-14.3	81 Royce Low Priced Stock (1%)	S	0.9	-5.6	-15.1
32 Vanguard Strategic Equity	H	0.6	-3.1	-11.0	82 T. Rowe Price Dividend Growth	S	-0.6	-4.1	-16.7
33 T. Rowe Price New Era	B	2.0	-7.0	-3.3	83 Vanguard/Morgan Growth	S	-1.7	-1.4	-21.9
34 Fidelity Dividend Growth	H	-1.3	1.0	-18.5	84 Fidelity OTC Portfolio	H	-2.6	0.2	-24.8
35 Strong Discovery	H	-1.5	-1.9	-10.9	85 Wasatch Small Cap Grth	S	-4.8	0.7	-22.8
36 T. Rowe Price Equity-Income	H	0.5	-3.2	-11.1	86 Fidelity Equity-Income	S	-0.2	-5.2	-15.3
37 Dreyfus New Leaders	H	-0.1	-3.4	-9.9	87 Selected Special Shares	S	-1.3	-4.2	-16.3
38 Mutual Shares(1%)CIZ	H	1.2	-4.3	-9.9	88 Vanguard Windsor II	S	0.5	-6.2	-14.4
39 Fidelity Equity-Income II	H	-1.6	-1.0	-13.9	89 C&B Mid Cap Value	S	-0.4	-8.1	-8.1
40 Fidelity Independence(ret.only)	H	0.3	-1.6	-15.4	90 T.Rowe Price Mid Cap Growth	S	-0.8	-3.9	-18.2
41 TCW Galileo Aggressive Growth	H	-2.4	7.5	-34.6	91 Domini Social Equity Fund	S	-1.4	-3.0	-19.7
42 Nicholas II	H	-0.8	-0.2	-18.0	92 Boston Partners Mid Cap Value	S	0.0	-6.5	-13.0
43 Mutual Beacon(1%)CIZ	H	1.5	-4.8	-10.1	93 Fidelity Disciplined Equity	S	-0.3	-5.1	-16.5
44 Preferred Value	H	-0.3	-2.4	-13.7	94 Scudder Large Co Value	S	0.4	-6.1	-15.5
45 American Century Value	H	-0.1	-3.5	-11.0	95 Vanguard Growth Index	H	-2.0	-1.7	-22.7
46 Vanguard Small Cap Growth In-	H	-1.2	-1.8	-14.2	96 Fidelity New Millennium (3%)	S	-2.9	-2.4	-20.1
47 Oberweis Emerging Growth	H	-2.9	2.8	-23.7	97 Schwab 1000 Fund (.75%)	S	-1.2	-3.5	-19.9
48 Homestead Value	H	-0.4	-4.8	-9.0	98 Third Avenue Small-Cap Value	H	-1.0	-7.5	-10.1
49 Fidelity Value	H	-0.2	-5.4	-7.6	99 Fidelity Capital Appreciation	S	-1.6	-3.7	-18.9
50 Longleaf Partners Smallcap	H	-3.3	-5.1	-3.8	100 Janus Mercury	S	-2.0	0.0	-27.5

DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 01/03/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
101 Loomis Sayles Small Cap Value	S	0.5	-7.7	-12.2	151 Fidelity Mid-Cap Stock (.75%)	S	-1.9	-4.3	-26.0
102 Vanguard Total Stk Mkt	S	-1.2	-3.7	-19.8	152 Strong Growth	S	-2.9	-4.9	-23.5
103 CRM Mid Cap Value Ins	S	0.6	-7.2	-14.1	153 Safeco Equity	S	-1.7	-4.9	-25.3
104 RS MidCap Opportunities	S	-2.5	-1.4	-24.2	154 Vanguard Explorer	S	-2.8	-5.1	-23.4
105 Vanguard Windsor	S	-0.2	-4.4	-20.4	155 SIT Small Cap Growth	S	-3.3	-3.9	-25.6
106 Nicholas Fund	S	-0.4	-4.4	-20.2	156 Dreyfus Growth Opportunity (2%)	S	-1.9	-6.3	-21.8
107 CRM Mid Cap Value Inv	S	0.6	-7.4	-14.4	157 American Century Growth	S	-2.1	-4.8	-25.4
108 Eclipse Small Cap Value	H	0.5	-11.9	-2.9	158 Dreyfus Growth & Income	S	-2.2	-5.5	-23.6
109 Vanguard Capital Value	S	-0.5	-2.0	-26.3	159 MSI Value Portfolio	S	-0.1	-8.0	-20.7
110 Vanguard 500 Index	S	-1.2	-3.9	-20.8	160 CS Warburg Pincus Capital	S	-1.9	-2.8	-31.2
111 Northeast Investors Growth	S	-2.5	-3.2	-20.5	161 Babson Value	S	0.8	-12.0	-12.6
112 Fidelity Spartan 500 Index	S	-1.2	-3.9	-20.8	162 Scudder Growth & Income	S	-2.0	-6.5	-22.3
113 INVESCO Value Equity	S	0.1	-5.9	-18.2	163 Scudder Large Company Growth	S	-2.5	-3.8	-28.4
114 WmBlair S-C Growth N (1%r<60d)	H	-0.4	-6.1	-17.1	164 Columbia Special	S	-0.8	-7.3	-22.3
115 Baron Small Cap	S	-0.7	-9.6	-8.1	165 Marsico Growth & Income	S	-1.0	-10.2	-14.9
116 Salomon Brothers Investors	S	-3.0	-3.5	-19.9	166 CS Warburg Pincus Value	S	-0.6	-8.8	-19.1
117 Vanguard Cap Opp (\$25,000&1%	S	-3.4	-0.3	-27.3	167 Montgomery Growth	S	-1.9	-5.5	-25.3
118 T. Rowe Price Growth & Income	S	-0.9	-4.0	-21.8	168 Liberty Equity Growth CIZ	S	-2.8	-5.2	-25.1
119 T. Rowe Price New America	S	-1.2	-2.2	-26.7	169 Bonnel Growth Fund (.25%)	S	-4.3	-8.6	-14.3
120 Janus Enterprise	S	0.1	-3.2	-26.1	170 RS Value+Growth	S	-2.7	-5.4	-25.2
121 Janus Twenty(closed)	S	-1.7	-3.7	-22.6	171 Oakmark Small Cap (2%r<90d)	S	-2.8	-10.3	-13.1
122 Fidelity Fund	S	-1.2	-4.8	-20.8	172 Bogle Small Cap Growth(closed)	S	-0.3	-10.5	-16.4
123 Vanguard Value Index	S	-0.2	-6.1	-19.2	173 INVESCO Dynamics	S	-2.6	-2.6	-33.0
124 USAA Growth & Income	S	-1.8	-4.6	-20.6	174 WPG Large Cap Growth	S	-4.2	-4.7	-25.6
125 UMB Scout Stock	S	-1.0	-6.0	-18.9	175 Janus Fund	S	-2.0	-6.1	-25.6
126 Salomon Brothers Capital(closed)	S	-3.0	-3.5	-22.0	176 Meridian Fund	S	-3.8	-9.0	-16.0
127 Third Avenue Value	S	-0.5	-8.1	-14.5	177 Scudder Development	S	-5.2	-1.3	-33.3
128 Fidelity Magellan (3%)	S	-2.0	-4.2	-22.0	178 USAA Growth	S	-1.3	-4.2	-32.0
129 Artisan Midcap(closed)	S	-2.6	-3.7	-22.5	179 Vanguard SmallCap Index	S	-2.4	-8.5	-19.7
130 Vanguard Growth & Income	S	-1.8	-5.0	-20.5	180 Turner Midcap Growth	S	-2.9	-3.3	-32.2
131 William Blair Growth (1%r<60d)	S	-1.1	-4.2	-23.8	181 MSI Mid Cap Value	S	-1.8	-6.3	-26.4
132 T. Rowe Price New Horizons	S	-2.4	-2.9	-25.0	182 TCW Galileo Value Opportunity	S	-3.1	-5.9	-25.8
133 Babson Growth	S	-0.6	-4.3	-24.5	183 Scudder Capital Growth AARP	S	-3.2	-4.8	-28.4
134 Heartland Value (1%r<90d)	S	-0.7	-9.4	-11.6	184 Value Line Fund	S	0.1	-8.8	-23.3
135 Vanguard PRIMECAP	S	-2.6	-3.4	-23.9	185 Vanguard Growth Equity	S	-2.8	-4.3	-30.3
136 Federated Kaufmann Fund(0.2%)	S	-1.4	-6.4	-18.5	186 Needham Growth Fund (.75%)	S	-4.1	-4.8	-27.3
137 Dreyfus Premier Aggressive	S	0.0	-5.5	-22.8	187 American Century Vista	S	-3.0	-9.1	-18.2
138 Fidelity Aggressive Growth(0.75%)	S	-3.0	2.9	-39.1	188 Fidelity Growth Company	S	-4.6	-2.5	-32.5
139 Harbor Value	S	-1.3	-6.6	-18.1	189 Strong Opportunity	S	-3.1	-6.3	-25.5
140 WPG Tudor	S	-3.1	-2.8	-25.0	190 Baron Asset	S	1.1	-12.1	-17.6
141 INVESCO Core Equity	S	-1.3	-6.5	-18.7	191 CS Warburg Pincus Emerging	S	-0.9	-6.4	-28.8
142 Fidelity Blue Chip Growth	S	-1.8	-4.0	-24.3	192 SIT Mid Cap Growth	S	-1.0	-4.8	-32.8
143 American Century Select	S	-1.6	-5.4	-21.8	193 Neuberger Berman Manhattan	S	-2.3	-5.8	-29.0
144 Columbia Common Stock	S	-1.9	-4.5	-23.6	194 Fidelity Small Cap Ind.(1.5%)	S	-1.5	-10.0	-19.6
145 SIT Large Cap Growth	S	-2.0	-2.3	-29.2	195 Gabelli Growth	S	-4.8	-2.8	-32.9
146 Dreyfus Fund	S	-1.8	-5.9	-20.6	196 Vanguard Small-Cap Value	S	-1.2	-12.3	-14.5
147 Janus Growth & Income	S	-1.4	-6.6	-19.6	197 Montgomery Small Cap	S	-3.5	-5.6	-28.2
148 Muhlenkamp Fund	S	-0.6	-8.2	-17.2	198 Boston Ptnrs Smlcap Val	S	-0.6	-12.5	-15.4
149 Salomon Brothers Opportunity	S	-0.8	-9.4	-14.4	199 State Street Mid-Cap Value	S	-1.1	-11.1	-18.4
150 American Century Ultra	S	-1.9	-6.3	-20.8	200 Marsico Focus	S	-2.3	-11.8	-14.8

DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 01/03/03

Fund	Advice	1 month	6 month	1 year
201 USAA Aggressive Growth	S	-0.5	-7.2	-29.1
202 Strong Multi-Cap Value	S	1.6	-12.2	-20.2
203 PBHG Growth	S	-0.4	-7.3	-29.6
204 Gintel Fund (2%r<45d)	S	-0.1	-10.3	-23.0
205 Value Line Leveraged Growth	S	-0.7	-9.3	-24.7
206 MSI Midcap Growth	S	-2.7	-6.8	-29.2
207 Janus Venture (closed)	S	-1.9	-8.6	-26.1
208 INVESCO Small Company	S	-2.4	-6.5	-30.7
209 Vanguard U.S. Growth	S	-2.5	-5.0	-34.7
210 RS Aggressive Growth	S	-4.3	-4.5	-33.7
211 Strong Large Cap Growth	S	-3.8	-6.9	-28.8
212 Berger Large Cap Growth	S	-2.0	-6.3	-33.1
213 Royce Opportunity (1%r<180d)	S	-2.7	-12.4	-17.1
214 Columbia Growth	S	-2.6	-6.3	-32.4
215 Buffalo Small Cap	S	-5.3	-8.4	-24.5
216 Neuberger Berman Partners	S	-3.5	-9.9	-23.7
217 Preferred Growth	S	-3.5	-8.1	-28.8
218 Dreyfus Premier Third Century	S	-2.4	-8.7	-29.0
219 Harbor Capital Appreciation	S	-3.6	-8.2	-29.2
220 Neuberger Berman Guardian	S	-1.8	-11.3	-24.9
221 Liberty Equity Value CIZ	S	-0.8	-11.1	-27.3
222 Liberty Small Company Equity CIZ	S	-4.2	-6.8	-33.7
223 Wasatch Core Growth(closed,2%	S	0.3	-14.9	-20.5
224 CRM Small Cap Value Inv	S	-5.7	-12.6	-17.5
225 Wasatch Small Cap Value (2%	S	-0.6	-16.4	-16.1
226 CGM Focus	S	-2.2	-17.0	-15.7
227 INVESCO Endeavor	S	-0.8	-5.2	-47.6
228 Strong Growth 20	S	-5.1	-10.0	-29.4
229 Janus Special Situation	S	-4.6	-11.2	-27.7
230 RS Emerging Growth(closed)	S	-5.5	-6.2	-39.8
231 Dreyfus-Founders Discovery	S	-4.3	-9.8	-32.9
232 Strong Advisor Midcap Growth	S	-3.2	-9.1	-36.8
233 RS Diversified Growth	S	-4.7	-8.8	-39.2
234 INVESCO Blue Chip Growth	S	-2.5	-8.6	-43.0
235 PBHG Small Cap Value	S	-4.0	-12.7	-30.6
236 Neuberger Berman Focus	S	-6.3	-12.3	-35.2
237 Berger Growth	S	-2.5	-13.3	-38.6
238 ICM/Isabelle Small Cap Value	S	-4.0	-21.8	-18.5
239 RS Smaller Company Growth	S	-4.1	-14.4	-39.0
240 Safeco Growth Opportunities	S	-3.8	-16.0	-37.4
241 Harbor Growth	S	0.0	-13.3	-50.4
242 PBHG Emerging Growth(closed)	S	-8.7	-9.3	-48.0
243 TCW Galileo Small Cap Growth	S	-6.6	-11.2	-46.7
244 Pin Oak Aggressive Stock	S	-5.9	-11.3	-51.8
245 Van Wagoner Mid-Cap	S	-9.2	-12.4	-50.8
246 Van Wagoner Emerging Growth	S	-10.1	-13.7	-64.4

Managed Accounts

For information regarding
the "MONEYLETTER Managed
Account Program"¹ call
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INTERNATIONAL STOCK FUNDS
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International Stock Funds — data as of 01/03/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Matthews Asia Growth&Income	B	-1.8%	-2.3%	8.4%	51 Artisan International	S	-0.2	-13.2	-18.2
2 Oakmark Global (2%r<90d)	B	0.8	-0.2	-1.3	52 American Century Global	S	-1.9	-12.5	-18.4
3 Julius Baer International Equity A	B	2.1	-4.2	-3.3	53 Fidelity SE Asia (3%&1.5%	H	-5.4	-13.6	-10.5
4 Harbor International	B	2.7	-6.2	-4.7	54 INVESCO European (2%r<90d)	S	0.5	-9.5	-31.3
5 USAA International	H	2.0	-4.6	-9.2	55 Babson-Stewart Ivory Intl	S	-1.6	-12.5	-21.1
6 Dreyfus Emerging Market(1%r)	B	-1.1	-5.9	-1.6	56 Fidelity Overseas (1%r<30d)	S	-3.0	-12.6	-18.9
7 Scudder Latin America	H	5.2	-3.1	-18.7	57 Japan Fund (Scudder) (2%	S	-3.0	-17.6	-7.1
8 Vontobel International Equity (2%	B	2.2	-6.4	-7.2	58 SIT International Growth	S	-0.7	-11.6	-29.2
9 Vanguard Emerging Mkts Stk	B	-1.7	-4.6	-7.8	59 Matthews Japan Fund (2%	S	-3.1	-20.9	-13.5
10 Montgomery Emerging Mkts	B	-0.7	-5.1	-8.5	60 T. Rowe Price Japan	S	-1.2	-21.4	-16.9
11 Fidelity Emerging Mkts (3%&1.5%	B	-0.7	-6.6	-7.2	61 Payden European Aggr Grth	S	0.0	-21.7	-42.7
12 Fidelity Latin Amer.(3%&1.5%	H	5.0	-4.2	-21.8	62 CS Warburg Pincus Japan Grth	S	-8.9	-23.5	-27.6
13 T ROWE Price Latin America (2%	H	2.7	-4.5	-19.1					
14 Fidelity Diversified Intl (1%r<30d)	H	1.3	-7.8	-8.8					
15 USAA World Growth	H	0.9	-5.4	-15.7					
16 T. Rowe Price European	H	1.2	-5.6	-17.7					
17 Tweedy, Browne Global Value	H	2.2	-9.2	-10.4					
18 Gabelli Intl. Growth	H	1.4	-8.1	-13.2					
19 Vanguard European Stock Index	H	0.9	-6.6	-16.9					
20 Scudder Global	H	1.3	-8.0	-16.1					
21 Fidelity International G & I	H	0.1	-9.8	-9.9					
22 Oakmark International (2%r<90d)	H	0.7	-11.1	-7.9					
23 Preferred International	H	-0.7	-10.9	-7.4					
24 Schwab International Index (1.5%	H	0.4	-8.6	-14.9					
25 Oakmark Intl Small Cap	H	2.7	-13.9	-5.1					
26 Scudder Global Discovery(closed)	H	-0.2	-6.9	-18.8					
27 T. Rowe Price Intl Stock	H	0.2	-8.1	-17.4					
28 Fidelity Worldwide (1%r<30d)	H	-1.9	-7.2	-17.0					
29 Vanguard International Growth	H	-1.2	-7.7	-17.1					
30 Scudder Pacific Opportunity (2%	H	-3.8	-10.1	-7.6					
31 TR Price Intl Discovery	H	1.4	-10.0	-16.4					
32 Matthews Pacific Tiger (2%r<90d)	H	-3.3	-11.1	-6.6					
33 Vanguard International Value	S	0.0	-10.8	-12.8					
34 Scudder Greater Europe (2%	S	0.9	-8.7	-19.9					
35 Scudder International (2%r<180d)	S	0.2	-10.1	-15.6					
36 Fidelity Aggressive Intl. (1%r<30d)	S	-0.8	-11.6	-10.5					
37 Fidelity Pacific Basin (3%&1.5%	H	-1.1	-12.7	-7.8					
38 Fidelity Japan(3%&1.5%<90d)	H	0.0	-13.8	-7.4					
39 Investec China & Hong Kong	H	-3.5	-10.4	-10.8					
40 Columbia International Stock	S	0.7	-11.3	-15.3					
41 American Century Intl Growth	S	0.3	-10.7	-17.5					
42 Loomis Sayles International Eq-	S	-0.4	-10.4	-18.1					
43 Strong International Stock	S	1.4	-11.1	-19.4					
44 Vanguard Pacific Stock Index	S	-0.2	-14.5	-9.5					
45 Janus Worldwide(closed)	S	-0.9	-8.6	-24.1					
46 Longleaf Partners International	S	-4.7	-10.2	-15.0					
47 Liberty Intl Equity CIZ	S	0.2	-11.8	-19.3					
48 Janus Overseas(closed)	S	-1.5	-9.4	-22.7					
49 T. Rowe Price New Asia	H	-4.3	-13.7	-9.9					
50 Fidelity Europe (3%&1%r<90d)	S	-2.0	-9.1	-25.0					

Next Issue of
MONEYLETTER Plus
Will Be Up:
Wednesday
January 15, 2003
by Midnight (ET)

Total Return %		— 12/31			
1mo	Model Portfolio	6 mo	1 yr	3yr	YTD
-1.4	ML Conservative	-4.1%	-2.8%	0.7%	-2.8%
-2.7	Fidelity Conservative	-7.5	-8.3	-15.8	-8.3
-2.3	Vanguard Conservative	-6.9	-12.5	-17.9	-12.5
-1.9	ML Moderate	-4.4	-2.5	-16.9	-2.5
-4.0	Fidelity Moderate	-8.2	-6.4	-14.0	-6.4
-2.2	Vanguard Moderate	-8.1	-15.4	-20.8	-15.4
-2.2	ML Venturesome	-8.3	-6.4	-24.1	-6.4
-5.0	Fidelity Venturesome	-10.2	-9.1	-10.6	-9.1
-2.8	Vanguard Venturesome	-11.1	-17.0	-23.4	-17.0
1.2	ML Select	n/a	n/a	n/a	-7.2
Benchmarks					
-6.0	S&P 500	-11.1	-23.4	-40.1	-23.4
-3.3	Asset Allocation Funds Avg (45)	-6.5	-12.6	-18.3	-12.6

SPECIALTY FUNDS
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Specialty Funds — data as of 01/03/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 U.S.Global Gold Shares (.25%)	*	31.8%	12.7%	88.1%	51 Fidelity Paper & Forest (3%)	*	2.5	-8.1	-1.4
2 Amer. Cent. Global Gold (1%)	*	24.7	16.7	75.1	52 Fidelity Banking (3%&.75%)	*	-0.2	-5.1	-5.4
3 Fidelity Gold (3%&.75%r<30d)	*	25.2	18.4	67.8	53 Rydex Energy	*	1.9	-5.2	-10.0
4 Scudder Gold	*	21.4	17.6	69.0	54 Rydex Internet	*	-6.1	13.1	-44.2
5 INVESCO Gold Inv	*	20.3	13.0	61.3	55 Rydex Telecommunications	*	-5.7	12.1	-42.9
6 Rydex Precious Metals	*	20.1	13.7	50.0	56 Fidelity Natrl Resources (3%)	*	2.2	-7.0	-8.3
7 Prudent Bear	Select	4.9	4.4	66.3	57 Fidelity Energy (3%&.75%r<30d)	*	1.4	-6.8	-7.5
8 Vanguard Precious Metals	*	13.1	7.3	36.3	58 Fidelity Food & Agr (3%&.75%)	*	2.1	-9.0	-5.3
9 Fidelity Telecomm (3%&.75%)	*	-1.6	33.9	-28.1	59 INVESCO Financial Serv Inv	*	-0.9	-5.0	-12.9
10 Fidelity Multimedia (3%&.75%)	Select	-1.0	23.7	-9.1	60 Fidelity Automotive (3%&.75%)	*	-1.0	-8.5	-4.4
11 AXARosenberg Value L/S (2%)	*	5.6	-0.6	29.9	61 Fidelity Bus Services (3%&.75%)	*	1.0	-2.1	-24.2
12 Fidelity Medical Equip (3%&.75%)	*	4.0	11.8	-1.6	62 Fidelity Defense & Aero (3%)	*	3.4	-11.6	-5.0
13 Rydex Ursa	*	0.9	-0.2	20.0	63 INVESCO Health Sciences Inv	*	1.8	-4.6	-20.7
14 ProFunds Bear Inv	*	0.8	-0.7	18.9	64 Rydex Transportation	*	0.7	-7.5	-13.7
15 Gateway Fund	ML Con	0.8	4.9	-3.3	65 Fidelity Chemicals (3%&.75%)	*	-2.0	-9.2	-6.6
16 Fidelity Software (3%&.75%)	*	0.7	11.6	-21.5	66 Fidelity Cyclical Ind (3%&.75%)	*	1.1	-7.1	-17.9
17 Fidelity Health Care (3%&.75%)	*	2.6	6.6	-13.5	67 Fidelity Industrial Equip (3%)	*	-0.8	-5.1	-22.2
18 Merger Fund	*	1.0	3.0	-5.1	68 Rydex Financial Services	*	0.0	-9.5	-13.7
19 Stratton Mthly Div REIT (1.5%)	*	1.4	-3.0	9.5	69 Fidelity Const & Housing (3%)	*	1.0	-12.7	-7.2
20 RS Contrarian	*	2.3	-1.3	3.2	70 Fidelity Transportation (3%)	*	1.9	-9.5	-16.5
21 Fidelity Real Estate (.75%r<90d)	*	2.3	-2.9	6.5	71 Fidelity Consumer Ind (3%)	*	-2.7	-10.1	-15.3
22 Vanguard Health Care (\$25k&1%)	*	1.9	3.2	-8.2	72 Rydex Basic Materials	*	-0.2	-13.1	-13.3
23 Vanguard Energy (1%r<1yr)	*	3.3	-3.2	3.6	73 Fidelity Developing Comm (3%)	*	-4.9	3.0	-47.2
24 INVESCO Real Estate Inv	*	1.1	-2.8	5.6	74 Rydex Leisure	*	-2.0	-12.9	-13.8
25 Cohen & Steers Equity Income	*	1.7	-3.3	5.4	75 Rydex Utilities	*	5.9	-11.4	-30.2
26 Fidelity Energy Services (3%)	*	-1.3	-2.1	6.6	76 Fidelity Med Del (3%&.75%)	*	4.3	-19.1	-8.7
27 Fidelity Indust Matrls (3%&.75%)	*	6.6	-5.5	3.0	77 Fidelity Technology (3%)	*	-6.7	-1.1	-38.0
28 Cohen & Steers Realty Shares	*	1.9	-3.5	4.7	78 INVESCO Telecommunications	*	-3.3	1.2	-51.3
29 Fidelity Biotechnology (3%&.75%)	*	-2.3	15.2	-36.6	79 Rydex Technology	*	-8.9	-0.1	-41.1
30 Rydex Health Care	*	1.6	4.4	-16.5	80 Vanguard Utilities Income	*	-3.0	-12.9	-22.4
31 Vanguard REIT Index (1%r<1yr)	*	1.7	-4.2	4.1	81 Fidelity Air Transport (3%&.75%)	*	2.4	-15.0	-25.9
32 INVESCO Energy Inv	*	2.0	-2.8	-0.5	82 Rydex Retailing	*	-6.4	-14.1	-21.6
33 Fidelity Home Finance (3%&.75%)	*	3.0	-4.4	1.9	83 Fidelity Retailing (3%&.75%)	*	-6.0	-16.0	-17.6
34 Fidelity Environmental Ser (3%)	*	-1.9	3.8	-13.7	84 Fidelity Computers (3%&.75%)	*	-6.8	-8.2	-42.9
35 Fidelity Balanced	Fid Con	-0.3	-0.2	-7.4	85 Fidelity Networking	*	-5.4	-6.0	-51.4
36 Fidelity Insurance (3%&.75%)	*	-1.2	-2.2	-2.0	86 Fidelity Wireless	*	-8.7	-4.9	-55.1
37 Vanguard Balanced Index	Van Con	-0.1	-0.1	-8.9	87 INVESCO Technology Inv	*	-6.7	-11.1	-48.4
38 Fidelity Natural Gas (3%&.75%)	*	2.8	-3.8	-5.6	88 Fidelity Electronics (3%&.75%)	*	-12.7	-20.1	-52.3
39 Fidelity Pharmaceuticals (3%)	*	3.0	1.5	-20.1	89 Rydex Electronics	*	-14.4	-19.7	-51.0
40 CGM Realty	*	5.6	-10.7	6.5					
41 Rydex Banking	*	1.4	-6.0	-0.2					
42 INVESCO Leisure Inv	*	-0.5	0.5	-13.4					
43 Fidelity Leisure (3%&.75%r<30d)	*	0.2	1.9	-18.5					
44 Fidelity Fin'l Serv (3%&.75%)	*	0.0	-2.1	-8.6					
45 Rydex Biotechnology	*	-6.9	15.3	-42.3					
46 Rydex Consumer Products	*	0.5	-5.2	-2.0					
47 Rydex Energy Services	*	-2.1	-3.3	-3.6					
48 Fidelity Utilities Growth (3%&.75%)	*	2.8	4.1	-30.0					
49 INVESCO Utilities Inv	*	5.2	-1.0	-21.5					
50 Fidelity Brokerage (3%&.75%)	*	-3.3	1.1	-14.4					

BOND FUNDS
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Bond Funds — data as of 01/03/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Amer. Cent. Int'l Bond	Select	5.1%	9.9%	21.1%	51 Vanguard Bond Market	*	1.3	3.4	5.8
2 Amer. Cent. Target 2020	*	2.9	11.6	19.1	52 T. Rowe Price Spectrum Income	*	1.6	3.8	4.0
3 Amer. Cent. Target 2015	*	2.8	11.2	19.6	53 Strong Corporate Bond	*	2.3	4.9	0.0
4 Amer. Cent. Target 2025	*	2.4	11.9	17.6	54 Westcore Plus Bond	*	0.8	2.9	6.8
5 T. Rowe Price Int'l Bond	*	4.9	7.9	17.9	55 T. Rowe Price GNMA	*	0.8	3.0	6.4
6 Amer. Cent. Target 2010	*	2.1	9.1	17.2	56 Schwab S-T Bond Mkt Index	*	0.8	3.2	5.6
7 Vanguard Inflation Protected Sec	*	2.4	7.3	15.1	57 Vanguard S-T Federal	*	0.5	2.8	6.9
8 Vanguard L-T Treasury	*	1.7	7.4	13.6	58 T. Rowe Price New Income	*	1.3	3.3	4.5
9 Scudder Global Bond S-T	*	2.7	6.6	12.5	59 Columbia Fixed Income Sec	*	0.6	2.7	6.6
10 Amer. Cent. Inflation Adj	*	2.4	6.3	13.5	60 Fidelity Short-Term Bond	*	0.7	3.0	5.5
11 Fidelity New Markets Income	*	2.9	9.8	4.1	61 Amer. Cent. Ginnie Mae	*	1.0	2.9	5.3
12 INVESCO High Yield	*	1.1	13.8	-3.4	62 PIMCO Low Duration	*	0.6	2.7	5.8
13 T. Rowe Price U.S. Treas. L-T	*	1.8	7.1	11.3	63 Vanguard Short-Term Corporate	*	1.0	2.9	4.6
14 Vanguard Intermediate Treas.	*	1.2	6.0	11.7	64 T. Rowe Price Corporate Inc	*	1.9	2.7	2.7
15 DodgeCox Income	*	1.6	5.8	10.2	65 Scudder Short-Term Bond	*	0.6	2.7	4.7
16 Vanguard Long-Term Corporate	*	2.1	5.6	9.8	66 Montgomery Sht Duration Govt	*	0.2	2.5	5.7
17 Managers Bond	*	2.2	5.2	10.2	67 Mercury Low Duration	*	0.5	2.9	4.2
18 Fidelity High Income (1%r<270d)	B	1.1	9.4	1.0	68 Dreyfus 100 Treasury L-T	*	1.3	1.9	5.0
19 American Government Bond	*	1.4	5.4	10.4	69 Columbia High Yield	B	0.6	3.8	0.9
20 Fremont Bond	*	1.3	5.8	8.9	70 Vanguard High Yield Corporate	B	0.9	3.3	1.4
21 Eclipse Indexed Bond	*	1.3	5.2	9.6	71 Liberty Intermediate Bond	*	1.4	2.8	1.8
22 Value Line U.S. Govt Sec	*	1.3	4.8	9.8	72 Fidelity GNMA	**	0.5	2.1	4.9
23 Safeco I-T U.S. Treasury	*	1.3	5.0	9.3	73 Columbia S-T Bond	*	0.5	1.7	5.0
24 Federated Total Return Govt	*	1.2	4.6	10.3	74 T. Rowe Price S-T Bond	*	1.0	2.3	2.8
25 Montgomery Total Return	*	1.0	5.0	9.3	75 Babson Bond Trust	*	1.3	2.0	2.2
26 FifthThird Bond	*	1.5	4.8	8.6	76 T. Rowe Price High Yield	B	0.4	2.8	1.5
27 Eclipse Bond	*	1.3	5.8	6.2	77 Managers Short Duration Govt	*	0.4	1.5	3.9
28 Vanguard GNMA	*	1.1	3.3	12.7	78 Janus S-T Bond	*	0.6	1.4	2.9
29 Strong Govt Securities	*	1.0	4.7	9.4	79 Janus High Yield	B	0.3	2.0	1.9
30 INVESCO Select Income	*	1.4	7.5	1.7	80 Strong S-T High Yield	*	0.9	2.7	-0.7
31 INVESCO U.S. Govt Sec	*	0.9	4.7	9.3	81 Federated U.S. Govt Sec. 1-3	*	0.2	1.3	3.5
32 WPG Core Bond	*	1.2	4.7	8.6	82 MetroWest Total Return	*	1.6	1.9	-1.4
33 Dreyfus A Bonds Plus	*	1.7	4.8	7.1	83 Strong S-T Bond	*	1.2	1.3	0.1
34 Fidelity Intermediate Govt	*	0.9	4.3	9.0	84 Dreyfus Strategic Income	*	1.1	1.2	-0.2
35 Safeco U.S. Government	*	1.1	4.2	8.8	85 MetroWest Low Duration	*	0.7	1.4	-0.8
36 Payden Global Fixed Income	*	1.3	4.8	7.0	86 Strong High Yield Bond(1%r)	*	1.1	2.3	-8.3
37 Scudder Income	*	1.4	4.7	7.1	87 Dreyfus Short-Term Income	*	0.2	-1.0	0.8
38 USAA Income	*	1.4	4.3	8.0	88 Northeast Investors Trust	B	0.4	-2.7	3.3
39 Mercury Total Return	*	1.2	4.3	8.2	89 Value Line Aggressive Inc	B	0.9	-1.1	-3.1
40 Fidelity Investment Grade	*	0.9	4.6	6.7	90 Managers Intermediate Bond	*	-0.1	-1.6	-1.9
41 PIMCO Total Return	*	1.1	3.9	8.1					
42 Janus Flexible Income	*	1.4	4.7	5.5					
43 PIMCO Total Return Mortgage	*	0.6	3.7	9.1					
44 Dreyfus GNMA	*	0.8	3.5	8.7					
45 Liberty Income	*	1.5	3.8	6.2					
46 Fidelity Government Income	*	0.9	3.9	6.8					
47 Managers Int. Duration Govt	*	0.7	3.3	8.4					
48 Buffalo High-Yield(2%r<180d)	B	0.2	5.0	4.1					
49 Fidelity Intermediate Bond	*	1.1	3.9	5.2					
50 Vanguard S-T Treasury	*	0.7	3.3	7.2					

PORTFOLIO HOLDINGS
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Weekly Performance of ML Model Holdings — data as of 01/03/03

Fund	Last Week	Fund	Last Week
ARGFX Ariel Fund	2.29%	VCVSX Vanguard Convertible Sec.	1.73
BEGBX Amer.Cent. Int'l Bond	-0.51	VEIEX Vanguard Emerg. Mkts. Stock	2.48
BUFHX Buffalo High Yield	0.52	VEIPX Vanguard Equity-Income	3.72
CMHYX Columbia High Yield	0.81	VEXMX Vanguard Extended Market	2.41
FBALX Fidelity Balanced	2.12	VIGRX Vanguard Growth Index	3.62
FDCAX Fidelity Capital Appreciation	4.59	VWEHX Vanguard High Yield Corp.	0.71
FEQTX Fidelity Equity-Income II	4.04	VWIGX Vanguard Int'l Growth	4.69
FFTYX Fidelity Fifty	3.68	VSEQX Vanguard Strategic Equity	2.99
SPHIX Fidelity High Income	2.00	YACKX Yacktman Fund	3.73
FIGRX Fidelity Int'l Growth & Income	3.38		
FLPSX Fidelity Low Priced Stock (3%)	3.17		
FOCPX Fidelity OTC	2.99		
FSEAX Fidelity SE Asia (3%)	1.31		
FBMPX Fidelity Multimedia (3%)	5.81		
GATEX Gateway Fund	2.48		
MAPTX Matthews Pacific Tiger	0.84		
NBGNX Neuberger Berman Genesis	1.79		
OAKGX Oakmark Global	3.28		
BEARX Prudent Bear	-2.03		
RYPRX Royce Premier	1.60		
TASCX Third Ave SC Value	1.84		
VBINX Vanguard Balanced	1.86		
VHCOX Vanguard Cap Opportunity	3.42		
		Indices	
		DOW JONES INDUSTRIALS	3.59%
		S&P 500	3.79
		NASDAQ	2.88

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MONEYLETTER Plus is published weekly for \$135 per year (52 issues) by PRI Financial Publishing, Inc., 360 Woodland St., P.O. Box 6020, Holliston, MA 01746-6020. *Assistant Editor:* Christa Mohr. *Chief Investment Officer/Chief Economist:* Walter Frank. *Publisher:* Brian W. Kelly. Address all subscription and editorial inquiries to PRI Financial Publishing, Inc., 360 Woodland St., P.O. Box 6020, Holliston, MA 01746-6020, (800) 890-9670. Paid advertising which appears in or accompanies this publication does not constitute an endorsement of products or services offered. Employees and staff of **MONEYLETTER** may from time to time maintain positions in recommended securities. PRI Financial Publishing, Inc. is affiliated with Principal Resource, Inc., a registered investment advisor. Walter Frank also serves as an independent economic consultant to Principal Resource, Inc. **MONEYLETTER Plus** is not produced as a solicitation for Principal Resource, Inc. Views presented are the opinion of the Chief Investment Officer/Chief Economist and contributing editors, and should not be treated as fact. **MONEYLETTER Plus** does not purport to provide legal, tax or individual investment advice. While carefully screened, the accuracy of the statistical data in **MONEYLETTER** cannot be guaranteed. Readers should carefully review investment prospectuses before investing. Twice-weekly Hotline: call (410) 528-1804. Reproduction in whole or in part by any means is strictly forbidden without written permission. © Copyright 2003 PRI Financial Publishing, Inc.