

# MONEYLETTER *Plus*

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## MONEYLETTER HOTLINE 3/4/03

### Looking for Traction

Just when the news about the economy seemed to be breaking investors way, the early February numbers started to appear and they quickly changed the mood. Add in the ongoing concern about Iraq, and the scene is set for a sagging market, and that is what we have.

The economy last month was hampered by sharply rising oil prices and the weather. We saw vehicle sales looking particularly weak — weak enough that auto production schedules for next quarter are being cut. But we wonder how much the weather had to do with the sales slump. High oil prices are now taking their toll on consumers' incomes. Along with the weather, they may be dampening consumers' willingness to spend. We'll have a better feel about the consumer this month as the weather lets up.

The market primarily needs the Iraq crisis resolved. But it also could use some better economic news than it has been getting. It needs to see the economy gaining some traction. That may take a little time. Meanwhile stocks continue undervalued. We believe the intermediate-term outlook is favorable both for the economy and the stock market.

There is no change in our recommended allocations.

**New Fund Recommendations** – For domestic stock funds, there are two new holds: Aegis Value Fund and Mutual Beacon. Once again, there are no changes for international stock funds. There are no other changes.

**The Economy** – The Supply Managers index while still positive came in less than expected. New orders grew last month but not at the robust rate of the prior two months. It is disappointing, but manufacturing is still expanding. We believe that uncertainty over Iraq played a part. The weekly retail store surveys show unsurprisingly that the snows of February hampered retail sales. This month's numbers will give us a better reading. We see growth picking up later this year

**The Stock Market** – The market is dropping this week on extremely light volume. There are just no buyers. The technicians are talking again of a test of the October lows. It may happen. But we see stocks as deeply undervalued on an intermediate-term basis.

**The Bond Market** – Bond yields are moving lower than anyone expected. The 10-year Treasury yield is now approaching 3.5%. We don't see yields moving much lower.

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

## MONEYLETTER HOTLINE 2/28/03

### Economy Slowly Improving

The market rose the last two days on the back of generally positive economic news. Still, the gains were relatively small when normally they would have been large, considering the generally favorable economic news of the past two days. Iraq was the cause. Whenever the tape carried any news suggesting war was closer, the market fell. In the end, there was basically a stalemate between the positive tug from the economy and the negative tug from Iraq.

The economic news carried just the message that the market has been waiting for: business is beginning to spend. New orders for capital spending were stronger than expected in January. Not only that, but overall investment spending continues to improve. Underneath all the uncertainty and the discouraging market, the underlying trend of the economy also continues to improve, and that, we believe, is beginning to penetrate a battered and discouraged Wall Street. Still technicians remain negative. They need to see stronger upside volume, and that is unlikely until Iraq is no longer a factor. We see higher prices over the year ahead.

**New Fund Recommendations** – For domestic stock funds, there are six new buys: T. Rowe Price New Era, Bonnel Growth Fund, Strong Advisor Common Stock (the fund is closed), Fidelity Contrafund II, Mutual Beacon and Gintel Fund (a very volatile fund). There is one new hold: Weitz Value Fund. There are two new sells: Strong Midcap Disciplined and Thompson Plumb Growth. There are no changes for international stock funds. There are no other changes.

**The Economy** – The latest numbers show that inventory spending turned up last quarter. We expect the economy to receive a good six-month boost from stronger inventory spending. Next week we get the important early numbers on snowy February activity. We see faster growth later this year

**The Stock Market** – We remain in a trading market. The daily activity we are seeing has nothing to do with investing. Until the Iraq uncertainty is removed, hedge fund activity will continue to dominate the market.

**The Select Portfolio** – There are two trades recommended for this portfolio. Yacktman is to be sold and switched into BBH Inflation Indexed Securities Fund. Fidelity Select Multimedia is also to be sold and switched into Fidelity Select Gold. Please note these buy and sell recommendations apply to the Select Portfolio only.

## Domestic Stock Funds — data as of 2/28/03

Fund	Advice	1 month	6 month	1 year		Advice	1 month	6 month	1 year
1 RS Partners	B	0.8%	4.8%	5.9%	51 WmBlair S-C Growth N (1%	H	-4.1	-3.9	-16.4
2 Vanguard Convertible Securities	B	-0.2	5.7	-1.8	52 T.Rowe Price Mid Cap Growth	H	-1.9	-4.2	-19.2
3 TCW Galileo Aggressive Growth	B	-0.4	12.9	-23.9	53 Strong Advisor Midcap Growth	H	0.7	-2.6	-26.9
4 Fidelity Convertible Securities	B	0.5	4.6	-7.7	54 Turner Midcap Growth	H	-1.4	-2.1	-25.2
5 Hussman Strategic Growth (1.5%	B	-1.4	-3.0	6.9	55 Mutual Beacon(1%)CIZ	H	-2.2	-6.1	-14.2
6 Oakmark Equity&Income	B	-1.0	-0.1	-4.6	56 Oakmark Select(closed) (2%	H	-0.6	-7.0	-14.2
7 Gintel Fund (2%r<45d)	B	0.6	4.4	-20.1	57 T. Rowe Price New Horizons	H	-2.0	-2.9	-22.5
8 Yacktman Fund	B	-4.0	-2.7	3.3	58 Fidelity Contrafund	H	-1.3	-7.1	-13.1
9 Royce Special Equity (1%r<180d)	B	-2.1	-3.5	2.1	59 Third Avenue Value	H	-1.4	-5.4	-17.3
10 Legg Mason Opportunity Trust	B	-2.8	0.6	-10.6	60 Vanguard Cap Opp	S	-2.0	-1.5	-26.4
11 T. Rowe Price Cap Appreciation	B	-1.7	-2.4	-5.4	61 Royce Penn Mutual(1%r<180d)	H	-2.8	-5.3	-15.5
12 Legg Mason Special Investment	B	-4.4	-1.2	-6.3	62 Dreyfus New Leaders	H	-1.5	-6.5	-14.5
13 Fidelity Capital Appreciation	H	0.4	0.4	-18.2	63 Artisan Midcap(closed)	H	-1.3	-4.2	-20.8
14 Fidelity Fifty (.75%r<30d)	B	-1.9	-3.2	-6.8	64 Fidelity Value	H	-1.5	-6.3	-15.4
15 Scudder Development	H	1.3	0.9	-22.3	65 Westport Small Cap R	S	-3.8	-4.5	-16.5
16 T. Rowe Price New Era	B	1.4	-3.9	-11.1	66 Fidelity Growth Company	S	0.3	-2.7	-27.2
17 Strong Advisor Common Stock	B	-0.4	-0.8	-17.0	67 Fidelity Growth & Income II	H	-1.5	-5.6	-18.0
18 Neuberger Berman Genesis	B	-1.0	-3.8	-9.0	68 Montgomery Small Cap	S	-0.7	-4.9	-21.0
19 Bonnel Growth Fund (.25%r<30d)	B	-1.1	-1.0	-18.0	69 Strong Growth	S	-0.6	-5.0	-21.0
20 Strong Discovery	H	-0.1	-3.8	-12.8	70 Heartland Value (1%r<90d)	H	-4.8	-4.8	-15.2
21 American Century Equity Income	B	-2.2	-4.1	-9.9	71 Fidelity Mid-Cap Stock (.75%	S	-1.6	-2.9	-25.6
22 Salomon Brothers Capital(closed)	H	-2.1	0.4	-21.9	72 T. Rowe Price New America	S	-1.4	-4.0	-23.4
23 Fidelity Contrafund II (3%)	B	-0.8	-2.5	-16.5	73 Weitz Value Fund	H	-3.3	-4.4	-19.4
24 Royce Total Return (1%r<180d)	B	-1.6	-5.1	-9.1	74 Nicholas II	S	-1.2	-6.6	-17.2
25 RS MidCap Opportunities	H	0.1	-1.8	-20.4	75 Vanguard Small Cap Growth	H	-2.8	-5.6	-17.4
26 Royce Premier (1%r<180d)	B	-1.9	-4.6	-10.9	76 Selected Special Shares	H	-2.5	-4.5	-20.7
27 Needham Growth Fund (.75%	H	-0.5	0.3	-25.7	77 Mutual Qualified(1%)CIZ	H	-2.1	-6.9	-15.3
28 Liberty Asset Allocation CIZ	H	-1.1	-4.3	-13.5	78 Oberweis Emerging Growth	H	-4.3	-3.8	-20.0
29 Legg Mason Value	B	-3.0	-3.4	-13.1	79 MSI Small Cap Value(closed)	S	-2.5	-5.8	-18.0
30 Fidelity Export & MultinatI(.75%	H	-1.8	-2.4	-18.3	80 MSI Midcap Growth	S	-0.8	-4.0	-25.3
31 Longleaf Partners	B	-2.2	-4.8	-12.1	81 Vanguard/Morgan Growth	S	-1.6	-5.0	-21.6
32 Fidelity Aggressive Growth(0.75%	H	-1.4	2.2	-31.2	82 Boston Partners Mid Cap Value	S	-1.2	-6.2	-19.4
33 Mutual Shares(1%)CIZ	B	-1.6	-5.1	-12.7	83 Janus Mercury	S	-1.7	-4.1	-24.0
34 T. Rowe Price S-C Value	H	-2.7	-5.0	-11.6	84 Value Line Special Situations	S	-1.5	-7.4	-15.9
35 Janus Enterprise	H	-0.9	-3.4	-18.6	85 Fidelity Stock Selector	S	-1.1	-5.8	-20.8
36 Berger Mid Cap Value	H	-1.3	-4.8	-15.7	86 Fidelity Trend	S	-1.3	-5.8	-20.7
37 CS Warburg Pincus Emerging	H	-1.3	-1.9	-23.1	87 American Century Equity Growth	S	-1.1	-6.4	-19.4
38 Aegis Value Fund	H	-5.0	-6.1	-7.1	88 Vanguard Extended Market	H	-2.6	-6.1	-18.2
39 Baron Small Cap	H	-2.2	-5.6	-13.5	89 Vanguard PRIMECAP	S	-1.0	-4.4	-24.8
40 Vanguard Strategic Equity	H	-1.9	-5.5	-14.2	90 Janus Twenty(closed)	S	-1.3	-6.1	-20.6
41 Fidelity New Millennium (3%)	H	-0.7	-4.6	-18.4	91 T. Rowe Price Growth Stock	S	-1.5	-5.9	-20.9
42 INVESCO Dynamics	H	-1.5	-1.1	-25.9	92 Dodge & Cox Stock	H	-2.4	-7.5	-15.7
43 Berwyn Fund (1%r<180d)	H	-0.8	-7.0	-12.6	93 Fidelity L P Stock (3%&1.5%	H	-3.5	-8.4	-12.4
44 TCW Galileo Value Opportunity	H	0.3	-2.1	-26.3	94 Columbia Special	S	-2.2	-6.2	-20.1
45 Third Avenue Small-Cap Value	H	-1.5	-5.8	-14.5	95 T.Rowe Price Mid Cap Value	H	-4.2	-7.0	-15.3
46 Eclipse Small Cap Value	H	-0.8	-9.0	-8.0	96 Selected American Shares	S	-2.0	-7.7	-17.0
47 Fidelity OTC Portfolio	H	-1.6	-3.5	-20.5	97 SIT Mid Cap Growth	S	-0.3	-4.8	-26.9
48 RS Aggressive Growth	H	-0.5	-0.7	-29.4	98 Fidelity Fund	S	-0.7	-6.4	-22.3
49 T. Rowe Price Small Cap Stock	H	-2.0	-4.8	-17.2	99 Meridian Fund	S	-0.6	-8.2	-17.9
50 Fidelity Equity-Income II	H	-0.5	-5.4	-18.0	100 SIT Small Cap Growth	S	-2.3	-5.2	-23.1

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 2/28/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
101 Gabelli Asset	S	-3.4	-6.4	-18.7	151 Strong Growth 20	S	-0.4	-8.4	-23.3
102 RS Value+Growth	S	-0.5	-6.5	-23.0	152 Scudder Large Co Value	S	-3.1	-8.1	-19.9
103 Fidelity Disciplined Equity	S	-1.1	-7.6	-19.4	153 Vanguard Growth & Income	S	-1.2	-8.5	-22.1
104 Domini Social Equity Fund	S	-1.7	-6.6	-21.2	154 USAA Growth & Income	S	-1.7	-7.9	-22.8
105 Royce Opportunity (1%r<180d)	S	-3.6	-5.7	-20.7	155 CRM Mid Cap Value Inv	S	-2.5	-8.7	-19.8
106 Loomis Sayles Small Cap Value	S	-2.2	-7.7	-17.9	156 USAA Aggressive Growth	S	-0.9	-7.7	-24.9
107 Baron Growth	S	-2.3	-8.8	-14.9	157 T. Rowe Price Equity-Income	S	-3.4	-8.3	-19.6
108 Strong Mid Cap Disciplined	S	-5.3	-6.2	-17.2	158 Pin Oak Aggressive Stock	S	0.9	-3.9	-37.0
109 WPG Large Cap Growth	S	-0.1	-5.9	-25.9	159 Scudder Growth & Income	S	-0.7	-8.4	-23.4
110 INVESCO Small Company	S	-1.9	-5.4	-24.6	160 PBHG Growth	S	-1.9	-8.0	-22.6
111 Neuberger Berman Manhattan	S	-1.3	-5.3	-25.6	161 Dreyfus Growth Opportunity (2%	S	-1.5	-8.3	-22.6
112 Vanguard Growth Index	S	-0.3	-6.8	-23.5	162 T. Rowe Price Growth & Income	S	-2.0	-7.8	-23.3
113 Fidelity Dividend Growth	S	-1.7	-6.6	-22.1	163 Thompson Plumb Growth	S	-4.5	-6.1	-23.7
114 Janus Growth & Income	S	-1.5	-7.2	-20.8	164 CS Warburg Pincus Value	S	-1.5	-8.3	-23.0
115 WPG Tudor	S	-3.6	-6.9	-18.7	165 INVESCO Blue Chip Growth	S	0.0	-6.8	-28.9
116 Vanguard Growth Equity	S	-1.4	-5.3	-26.2	166 Longleaf Partners Smallcap	S	-2.6	-11.2	-14.3
117 Scudder Large Company Growth	S	0.0	-6.3	-25.9	167 Vanguard Windsor	S	-2.6	-7.4	-23.9
118 Babson Growth	S	-1.4	-5.5	-25.8	168 Wasatch Small Cap Grth	S	-4.7	-6.8	-22.3
119 Strong Opportunity	S	-0.6	-5.8	-26.5	169 Montgomery Growth	S	-1.5	-7.8	-24.8
120 Fidelity Blue Chip Growth	S	-0.5	-6.9	-24.1	170 Vanguard Value Index	S	-2.7	-8.1	-22.4
121 Vanguard Total Stk Mkt	S	-1.7	-7.1	-21.7	171 INVESCO Value Equity	S	-2.6	-8.2	-22.3
122 CS Warburg Pincus Capital Ap-	S	-0.8	-5.6	-26.9	172 Columbia Common Stock	S	-1.9	-7.8	-24.5
123 Vanguard Mid-Cap Index	S	-2.4	-7.9	-18.8	173 Vanguard Windsor II	S	-2.4	-9.8	-18.8
124 Ariel Fund	S	-2.9	-9.6	-14.1	174 Oakmark Fund	S	-1.7	-10.4	-18.2
125 American Century Income &	S	-1.6	-7.8	-20.6	175 Neuberger Berman Partners	S	-1.0	-8.4	-24.4
126 Fidelity Growth & Income(3%)	S	-1.6	-8.1	-20.1	176 Sound Shore	S	-4.2	-8.7	-19.5
127 Dreyfus Mid Cap Index	S	-2.4	-8.0	-19.0	177 T. Rowe Price Dividend Growth	S	-2.3	-8.9	-21.7
128 Schwab 1000 Fund (.75%r<180d)	S	-1.7	-7.3	-22.0	178 Fidelity Equity-Income	S	-2.4	-9.0	-21.4
129 Fidelity Large Cap Stock	S	-0.4	-7.7	-23.1	179 Vanguard Equity-Income	H	-3.0	-9.0	-20.6
130 Strong Large Cap Growth	S	-0.1	-6.7	-26.4	180 Janus Special Equity	H	-1.3	-9.1	-22.9
131 Dreyfus Premier Aggressive	S	-2.9	-7.0	-21.3	181 Scudder Capital Growth AARP	S	-0.6	-7.7	-27.5
132 Fidelity Spartan 500 Index	S	-1.5	-7.4	-22.8	182 Liberty Equity Growth CIZ	S	-1.0	-8.9	-24.3
133 Marsico Focus	S	-1.0	-9.3	-18.6	183 C&B Mid Cap Value	S	-4.0	-9.9	-17.2
134 <b>Vanguard 500 Index</b>	<b>S</b>	<b>-1.5</b>	<b>-7.4</b>	<b>-22.7</b>	184 Neuberger Berman Fasciano Inv	S	-3.4	-9.8	-18.3
135 Fidelity Small Cap Stock (2%	S	-4.6	-6.8	-19.6	185 Janus Fund	S	-0.9	-8.5	-26.1
136 Fidelity Independence(ret.only)	S	-2.1	-8.4	-19.4	186 Vanguard U.S. Value	S	-3.1	-9.5	-20.9
137 SIT Large Cap Growth	S	-0.7	-6.9	-25.4	187 Loomis Sayles Value	S	-3.9	-9.1	-20.7
138 American Century Value	S	-3.3	-8.4	-18.1	188 USAA Growth	S	-0.9	-8.1	-27.8
139 Vanguard SmallCap Index	S	-3.0	-7.1	-21.6	189 Muhlenkamp Fund	S	-2.7	-8.9	-23.2
140 UMB Scout Stock	S	-1.6	-7.9	-21.9	190 Federated Kaufmann Fund	S	-3.0	-10.0	-20.2
141 Marsico Growth & Income	S	-1.3	-8.8	-20.1	191 Dreyfus Growth & Income	S	-1.5	-8.9	-25.3
142 American Century Growth	S	-0.8	-7.1	-25.3	192 Northeast Investors Growth	S	-2.0	-9.1	-24.1
143 Tweedy, Browne American Value	S	-1.8	-9.3	-18.2	193 Bogle Small Cap Growth(closed)	S	-2.7	-10.1	-20.6
144 Fidelity Magellan (3%)	S	-1.2	-7.8	-23.0	194 Dreyfus Fund	S	-2.0	-9.0	-24.6
145 American Century Select	S	-1.7	-7.4	-23.3	195 Dreyfus Premier Third Century	S	-0.7	-9.1	-26.4
146 CRM Mid Cap Value Ins	S	-2.5	-8.5	-19.6	196 American Century Ultra	S	-0.9	-10.0	-23.8
147 Vanguard Explorer	S	-2.9	-6.5	-24.2	197 Vanguard Capital Value	H	-2.5	-7.6	-27.7
148 INVESCO Core Equity	S	-2.0	-7.7	-22.4	198 Value Line Fund	S	-1.0	-9.6	-24.7
149 American Century Heritage	S	-3.1	-8.2	-19.7	199 William Blair Growth (1%r<60d)	S	-3.0	-7.7	-26.8
150 Salomon Brothers Investors	S	-2.8	-7.6	-21.7	200 Columbia Growth	S	-0.6	-8.3	-28.8

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 2/28/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
201 Dreyfus Appreciation	S	-2.2	-10.2	-21.7	251 Van Wagoner Emerging Growth	S	-8.0	-8.8	-54.0
202 Safeco Equity	S	-1.9	-8.6	-26.4	252 ICM/Isabelle Small Cap Value	S	-9.0	-21.9	-28.0
203 Royce Low Priced Stock (1%	S	-5.3	-8.3	-22.2					
204 American Century Vista	S	-1.7	-10.7	-21.8					
205 Liberty Small Company Equity CIZ	S	-2.8	-6.5	-30.6					
206 Janus Venture (closed)	S	-4.8	-7.4	-26.2					
207 Preferred Value	S	-4.5	-10.2	-20.0					
208 Harbor Value	S	-2.8	-10.1	-22.9					
209 Homestead Value	S	-4.0	-11.2	-19.4					
210 Strong Multi-Cap Value	S	-1.8	-10.0	-25.9					
211 Vanguard Small-Cap Value Index	S	-3.7	-10.5	-22.0					
212 Neuberger Berman Guardian	S	-1.0	-10.5	-26.3					
213 Vontobel U.S. Value (2%r<360d)	S	-4.0	-13.2	-15.1					
214 MSI Value Portfolio	S	-2.9	-9.6	-26.1					
215 Vanguard U.S. Growth	S	-0.9	-9.5	-29.4					
216 Boston Ptnrs Smlcap Val	S	-3.8	-11.6	-19.6					
217 MSI Mid Cap Value	S	-3.5	-8.4	-28.3					
218 Fidelity Small Cap Ind.(1.5%	S	-3.7	-11.2	-21.7					
219 Value Line Leveraged Growth	S	-1.0	-11.0	-26.9					
220 Preferred Growth	S	-1.3	-9.7	-29.6					
221 Harbor Growth	S	0.0	-7.7	-37.0					
222 PBHG Emerging Growth(closed)	S	-2.6	-6.2	-37.5					
223 Berger Large Cap Growth	S	-1.3	-10.0	-30.2					
224 Nicholas Fund	S	-3.5	-12.2	-21.8					
225 Harbor Capital Appreciation	S	-1.5	-10.2	-29.8					
226 Berger Growth	S	1.2	-10.5	-33.5					
227 Oakmark Small Cap (2%r<90d)	S	-4.8	-11.7	-21.7					
228 Salomon Brothers Opportunity	S	-3.9	-12.9	-20.2					
229 RS Emerging Growth(closed)	S	-4.3	-7.2	-34.1					
230 Wasatch Small Cap Value (2%	S	-4.5	-11.2	-23.9					
231 Gabelli Growth	S	-2.0	-9.8	-31.9					
232 TCW Galileo Small Cap Growth	S	-3.1	-7.1	-37.4					
233 Ariel Appreciation	S	-4.5	-12.5	-22.4					
234 Van Wagoner Mid-Cap	S	-3.4	-6.4	-39.4					
235 Clipper Fund	S	-5.7	-14.9	-15.4					
236 Neuberger Berman Focus	S	-2.7	-10.1	-34.8					
237 Dreyfus-Founders Discovery	S	-4.0	-11.3	-30.1					
238 Liberty Equity Value CIZ	S	-3.7	-12.6	-28.6					
239 Fidelity Focused Stock (.75%	S	-1.0	-11.0	-36.7					
240 Buffalo Small Cap	S	-3.3	-11.9	-31.3					
241 State Street Mid-Cap Value	S	-4.0	-13.0	-27.7					
242 PBHG Small Cap Value	S	-3.3	-12.0	-31.7					
243 Baron Asset	S	-2.6	-15.2	-25.1					
244 Babson Value	S	-3.6	-16.1	-23.0					
245 CRM Small Cap Value Inv	S	-6.6	-13.4	-25.5					
246 RS Diversified Growth	S	-2.8	-12.4	-36.9					
247 RS Smaller Company Growth	S	-4.8	-11.4	-36.4					
248 CGM Focus	S	-4.8	-15.1	-32.7					
249 Safeco Growth Opportunities	S	-8.1	-14.3	-35.2					
250 Wasatch Core Growth(closed,2%	S	-6.2	-17.9	-29.7					

### MONEY MANAGEMENT & FINANCIAL PLANNING SERVICES

PRI Financial Advisors Inc.  
(formerly Principal Resource Inc.) is the  
exclusive provider of the  
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with more complex needs.

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- **E-mail:** [info@priadvisors.com](mailto:info@priadvisors.com)
- **Write:** PRI Financial Advisors  
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*Minimum investment is \$100,000.*

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**INTERNATIONAL STOCK FUNDS**  
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## International Stock Funds — data as of 2/28/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Matthews Asia Growth&Income	B	0.5%	-0.8%	3.7%	51 Oakmark Intl Small Cap	S	-7.5	-13.9	-16.8
2 Investec China & Hong Kong	B	-0.3	-1.1	-5.2	52 CS Warburg Pincus Japan Grth	S	-1.1	-14.3	-25.8
3 Julius Baer International Equity A	B	-2.1	-6.2	-7.6	53 Fidelity SE Asia (1.5%<90d)	H	-4.6	-15.2	-19.6
4 Fidelity Japan(1.5%<90d)	H	0.9	-9.8	-6.2	54 Janus Overseas(closed)	S	-3.1	-13.7	-26.3
5 Dreyfus Emerging Market(1%r)	B	-2.7	-6.3	-10.8	55 Janus Worldwide(closed)	S	-2.6	-13.8	-27.2
6 Matthews Pacific Tiger (2%r<90d)	B	-2.7	-6.4	-12.2	56 Scudder Greater Europe (2%	S	-4.3	-13.8	-25.2
7 Montgomery Emerging Mkts	B	-3.2	-5.1	-15.5	57 SIT International Growth	S	-2.9	-13.4	-28.6
8 Fidelity Diversified Intl (1%r<30d)	B	-2.1	-7.4	-12.0	58 INVESCO European (2%r<90d)	S	-2.7	-13.1	-30.2
9 Japan Fund (Scudder) (2%	H	0.7	-10.3	-9.2	59 Fidelity Europe (1%r<90d)	S	-5.0	-12.9	-30.6
10 Vanguard Emerging Mkts Stk	B	-3.8	-5.0	-15.6	60 Longleaf Partners International	S	-7.3	-14.8	-24.3
11 Harbor International	B	-1.3	-7.8	-12.9	61 Babson-Stewart Ivory Intl	S	-5.1	-15.7	-25.3
12 T.Rowe Price Intl Disc.	B	-2.7	-6.3	-15.0	62 Artisan International	S	-4.8	-19.2	-25.9
13 Vanguard Pacific Stock Index	H	0.2	-10.6	-8.7					
14 USAA International	B	-2.4	-7.6	-13.6					
15 Vontobel International Equity (2%	H	-1.3	-10.7	-8.4					
16 Scudder Global Discovery(closed)	H	-2.2	-7.5	-17.7					
17 Fidelity Emerging Mkts (1.5%	H	-3.8	-7.9	-15.7					
18 Scudder Global	H	-2.6	-8.0	-18.4					
19 Oakmark Global (2%r<90d)	B	-6.2	-8.1	-13.2					
20 Loomis Sayles International Eq-	H	-0.4	-9.8	-18.9					
21 Fidelity Pacific Basin (1.5%r<90d)	H	-1.9	-11.5	-12.8					
22 USAA World Growth	H	-2.9	-8.5	-19.1					
23 Fidelity International G & I	H	-3.2	-11.0	-14.0					
24 Schwab International Index (1.5%	H	-2.0	-10.6	-17.2					
25 Preferred International	H	-2.7	-11.7	-14.3					
26 Columbia International Stock	H	-1.5	-11.5	-17.2					
27 Scudder Latin America	H	-2.8	-7.2	-26.2					
28 Liberty Intl Equity CIZ	S	-1.2	-9.9	-21.7					
29 Fidelity Worldwide (1%r<30d)	S	-2.5	-9.8	-21.1					
30 Strong International Stock	S	-1.3	-11.0	-19.9					
31 T. Rowe Price New Asia	S	-5.1	-10.8	-15.0					
32 Scudder Pacific Opportunity (2%	S	-4.9	-10.6	-15.8					
33 Gabelli Intl. Growth	H	-3.4	-10.9	-17.6					
34 Vanguard International Value	S	-2.6	-11.6	-18.4					
35 Vanguard International Growth	S	-3.2	-11.0	-19.5					
36 Fidelity Aggressive Intl. (1%r<30d)	H	-2.7	-11.8	-18.5					
37 T. Rowe Price European	S	-3.7	-10.2	-21.6					
38 Fidelity Latin Amer.(1.5%<90d)	S	-3.1	-7.4	-29.6					
39 Vanguard European Stock Index	S	-3.3	-11.3	-20.3					
40 American Century Global Growth	S	-1.8	-12.2	-20.5					
41 American Century Intl Growth	S	-2.3	-12.2	-19.9					
42 Tweedy, Browne Global Value	S	-2.9	-12.1	-20.2					
43 Matthews Japan Fund (2%r<90d)	H	-1.9	-17.5	-8.4					
44 Scudder International (2%r<180d)	S	-2.7	-12.6	-20.0					
45 T. Rowe Price Intl Stock	S	-3.7	-11.7	-21.6					
46 Payden European Aggr Grth (1%	S	0.0	-10.0	-33.9					
47 T. Rowe Price Japan	S	0.0	-18.1	-15.2					
48 Fidelity Overseas (1%r<30d)	S	-3.0	-13.4	-22.4					
49 Oakmark International (2%r<90d)	S	-6.3	-13.2	-18.6					
50 T.Rowe Price Latin America (2%	S	-4.3	-10.5	-28.5					

**Next Issue of  
MONEYLETTER Plus  
Will Be Up:**

**Wednesday  
March 12, 2003  
by Midnight (ET)**

### Total Return % - 1/31/03

1mo	Model Portfolio	6 mo	1 yr	3yr	YTD
-1.6	ML Conservative	0.2%	-4.2%	0.1%	-1.6%
-1.1	Fidelity Conservative	-2.5	-8.7	-16.9	-1.1
-0.6	Vanguard Conservative	-0.3	-12.2	-16.7	-0.6
-1.6	ML Moderate	0.0	-3.1	-17.9	-1.6
-0.9	Fidelity Moderate	-3.1	-8.0	-12.9	-0.9
-0.3	Vanguard Moderate	0.2	-14.7	-19.0	-0.3
-2.7	ML Venturesome	-3.0	-8.2	-24.8	-2.7
-1.5	Fidelity Venturesome	-5.1	-10.2	-10.5	-1.5
-0.7	Vanguard Venturesome	-2.6	-17.0	-22.1	-0.7
1.9	ML Select	n/a	n/a	n/a	1.9
<b>Benchmarks</b>					
-2.6	S&P 500	-5.3	-23.1	-36.1	-2.6
-1.7	Asset Allocation Funds Avg (45)	-2.3	-12.9	-17.3	-1.7

**SPECIALTY FUNDS  
On Next Page**

## Specialty Funds — data as of 2/28/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Scudder Gold (closed)	*	-4.9%	13.0%	38.0%	51 Fidelity Environmental Ser (3%	*	-3.0	-5.7	-16.2
2 Prudent Bear	*	-0.7	5.7	42.8	52 Rydex Health Care	*	-2.2	-4.7	-20.2
3 U.S.Global Gold Shares (.25%	*	-6.3	12.0	30.5	53 Fidelity Home Finance (3%	*	-1.7	-10.4	-8.3
4 Fidelity Gold (3%&.75%r<30d)	*	-5.1	8.2	26.7	54 Fidelity Networking	*	1.3	-1.3	-36.1
5 Rydex Ursa	*	1.2	4.9	22.8	55 Fidelity Banking (3%&.75%	*	-1.6	-10.4	-9.3
6 ProFunds Bear Inv	*	1.3	4.3	21.5	56 Vanguard Utilities Income	*	0.0	-8.0	-19.0
7 Amer. Cent. Global Gold (1%	*	-7.6	6.7	27.3	57 INVESCO Leisure Inv	*	-3.5	-6.7	-20.5
8 INVESCO Gold Inv	*	-5.8	4.8	24.4	58 Fidelity Fin'l Serv (3%&.75%	*	-3.2	-9.3	-15.1
9 Fidelity Energy Services (3%	*	6.4	7.3	-3.3	59 INVESCO Health Sciences Inv	*	-1.8	-7.8	-21.4
10 Vanguard Precious Metals	*	-5.2	6.8	11.5	60 Rydex Consumer Products	*	-2.8	-10.5	-13.6
11 RS Contrarian	*	-0.1	3.9	9.1	61 INVESCO Telecommunications	*	-3.4	-3.2	-33.7
12 Fidelity Software (3%&.75%	*	-1.9	14.1	-15.2	62 Rydex Biotechnology	*	-1.6	-3.5	-35.6
13 AXARosenberg Value L/S (2%	*	2.1	-2.0	18.9	63 Fidelity Consumer Ind (3%	*	-1.6	-9.0	-22.0
14 Fidelity Medical Equip (3%&.75%	*	1.6	5.8	-1.8	64 INVESCO Technology Inv	*	1.0	-4.5	-37.3
15 INVESCO Energy Inv	*	4.0	3.7	-0.5	65 Fidelity Automotive (3%&.75%	*	-1.9	-10.7	-18.0
16 Rydex Energy Services	*	5.2	4.5	-10.3	66 Fidelity Utilities Growth (3%	*	-4.7	-5.4	-27.6
17 Fidelity Natural Gas (3%&.75%	*	4.8	1.3	-2.2	67 INVESCO Financial Serv Inv	*	-3.3	-10.5	-17.7
18 Rydex Precious Metals	*	-6.6	2.1	11.5	68 Fidelity Wireless	*	0.4	-6.6	-34.2
19 Merger Fund	*	-0.1	4.1	-3.9	69 Fidelity Insurance (3%&.75%	*	-5.5	-10.2	-16.4
20 Vanguard Energy (1%r<1yr)	*	2.5	1.3	-3.0	70 Fidelity Chemicals (3%&.75%	*	-3.9	-12.5	-13.5
21 Fidelity Multimedia (3%&.75%	*	-8.3	11.9	-14.1	71 Fidelity Const & Housing (3%	*	-0.5	-11.7	-20.7
22 Fidelity Real Estate (.75%r<90d)	*	2.1	-3.1	3.1	72 Fidelity Electronics (3%&.75%	*	6.7	-7.1	-43.8
23 Rydex Internet	*	-1.7	10.9	-27.4	73 Fidelity Transportation (3%	*	-2.1	-9.1	-26.3
24 Cohen & Steers Equity Income	*	2.1	-3.9	1.5	74 Rydex Electronics	*	7.5	-8.1	-43.4
25 Fidelity Indust Matrls (3%&.75%	*	-1.0	0.7	-6.2	75 Fidelity Brokerage (3%&.75%	*	-5.0	-10.2	-21.0
26 INVESCO Real Estate Inv	*	1.4	-4.7	2.2	76 Fidelity Food & Agr (3%&.75%	*	-4.0	-12.7	-17.9
27 Vanguard REIT Index (1%r<1yr)	*	1.7	-4.4	1.0	77 Rydex Financial Services	*	-2.9	-13.0	-19.1
28 Fidelity Energy (3%&.75%r<30d)	*	3.8	-0.7	-11.5	78 Fidelity Cyclical Ind (3%&.75%	*	-3.2	-10.9	-24.9
29 Cohen & Steers Realty Shares	*	1.7	-4.4	0.4	79 Fidelity Industrial Equip (3%	*	-1.4	-10.7	-29.0
30 Gateway Fund	B	-1.4	0.1	-6.8	80 Rydex Transportation	*	-5.2	-10.8	-28.3
31 Fidelity Telecomm (3%&.75%	*	-7.3	9.9	-22.6	81 Rydex Basic Materials	*	-3.6	-14.6	-25.5
32 CGM Realty	*	1.0	-2.2	-5.6	82 Fidelity Defense & Aero (3%	*	-6.9	-14.5	-21.1
33 Stratton Mthly Div REIT (1.5%	*	0.6	-5.2	1.8	83 Fidelity Retailing (3%&.75%	*	-3.2	-15.2	-26.3
34 Fidelity Technology (3%	*	2.9	4.6	-26.2	84 Rydex Retailing	*	-2.9	-14.7	-29.7
35 Fidelity Natrl Resources (3%	*	2.7	-1.3	-13.6	85 Rydex Utilities	*	-4.6	-14.3	-29.9
36 Rydex Energy	*	1.4	-0.6	-13.7	86 Fidelity Bus Services (3%&.75%	*	-4.6	-13.7	-32.9
37 Fidelity Balanced	B	-0.6	-2.2	-10.2	87 Rydex Leisure	*	-4.0	-17.8	-24.5
38 Vanguard Balanced Index	B	-0.4	-2.4	-10.0	88 Fidelity Med Del (3%&.75%	*	-5.9	-21.4	-13.8
39 Fidelity Biotechnology (3%&.75%	*	-1.4	4.2	-28.2	89 Fidelity Air Transport (3%&.75%	*	-5.2	-16.9	-40.2
40 Rydex Telecommunications	*	-4.5	7.9	-33.2					
41 Fidelity Developing Comm (3%	*	-0.5	3.4	-33.0					
42 Fidelity Computers (3%&.75%	*	3.8	0.3	-31.7					
43 Rydex Technology	*	1.6	0.8	-30.8					
44 Fidelity Health Care (3%&.75%	*	-2.3	-2.7	-16.1					
45 Rydex Banking	*	-1.1	-9.7	-4.5					
46 Fidelity Leisure (3%&.75%r<30d)	*	-3.7	-1.9	-21.1					
47 Vanguard Health Care (\$25k&1%	*	-2.8	-5.7	-15.0					
48 Fidelity Pharmaceuticals (3%	*	-2.6	-2.1	-24.2					
49 Fidelity Paper & Forest (3%&.75%	*	-2.0	-5.9	-16.4					
50 INVESCO Utilities Inv	*	-2.9	-5.2	-17.2					

**BOND FUNDS**  
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## Bond Funds — data as of 2/28/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Amer. Cent. Int'l Bond	*	1.0%	12.7%	30.9%	51 Fidelity Intermediate Bond	B	1.1	3.5	6.1
2 T. Rowe Price Int'l Bond	*	1.1	9.8	26.0	52 T. Rowe Price High Yield	B	0.6	4.9	2.9
3 Amer. Cent. Target 2020	*	4.7	8.9	21.8	53 Dreyfus GNMA	*	0.6	3.0	7.5
4 Amer. Cent. Target 2015	*	4.4	8.8	21.9	54 Strong High Yield Bond(1%r)	*	1.2	7.8	-5.3
5 Amer. Cent. Target 2025	*	5.3	8.2	20.7	55 Vanguard Bond Market	B	1.0	3.2	6.3
6 INVESCO High Yield	*	2.3	12.3	12.4	56 Safeco U.S. Government	B	0.9	2.6	7.7
7 BBH Inflation Indexed Sec	*	3.7	7.9	19.4	57 Fidelity Government Income	*	1.3	2.5	7.2
8 Vanguard Inflation Protected Sec	B	3.7	7.5	19.1	58 Mercury Total Return	*	0.5	2.8	7.6
9 Amer. Cent. Target 2010	*	3.1	7.3	17.8	59 TCW Galileo High Yield Bond	B	1.4	4.3	2.0
10 Amer. Cent. Inflation Adj	B	3.5	7.0	17.0	60 Managers Int. Duration Govt	*	0.6	2.5	7.1
11 Scudder Global Bond S-T (closed)	*	1.5	8.0	15.7	61 Value Line Aggressive Inc	*	0.9	5.3	-0.5
12 Fidelity New Markets Income	*	3.0	11.1	4.4	62 T. Rowe Price Spectrum Income	*	0.5	3.6	4.3
13 Fidelity High Income (1%r<270d)	B	0.5	9.8	7.4	63 PIMCO Total Return Mortgage	B	0.5	2.2	7.6
14 Vanguard L-T Treasury	*	2.7	5.2	15.0	64 Columbia High Yield	B	0.2	4.2	2.7
15 Vanguard Long-Term Corporate	*	2.5	5.5	12.1	65 Columbia Fixed Income Sec	B	1.1	1.9	6.3
16 INVESCO Select Income	*	1.8	7.7	7.8	66 Fidelity Short-Term Bond	*	0.6	2.5	5.7
17 Managers Bond	*	1.6	5.9	11.7	67 Schwab S-T Bond Mkt Index	*	0.7	2.3	5.8
18 T. Rowe Price U.S. Treas. L-T	*	2.3	5.1	11.5	68 Vanguard S-T Treasury	*	0.6	2.0	6.8
19 Strong Corporate Bond	*	2.0	7.7	4.0	69 T. Rowe Price S-T Bond	*	1.0	2.9	3.5
20 Liberty Income	B	1.8	6.1	8.2	70 Vanguard Short-Term Corporate	*	0.4	2.8	4.6
21 Dodge & Cox Income	B	1.0	5.6	10.5	71 PIMCO Low Duration	*	0.6	2.4	5.0
22 Dreyfus A Bonds Plus	*	1.7	5.5	8.7	72 Scudder Short-Term Bond	*	0.5	2.3	5.0
23 Eclipse Indexed Bond	B	1.5	4.6	9.7	73 Mercury Low Duration	*	0.7	2.3	4.6
24 FifthThird Bond	*	1.5	4.5	9.6	74 Babson Bond Trust	*	1.3	2.8	2.4
25 Vanguard Intermediate Treas.	B	1.5	3.4	12.0	75 T. Rowe Price GNMA	*	0.5	2.2	5.0
26 Eclipse Bond	*	1.4	5.4	7.1	76 Vanguard S-T Federal	*	0.5	1.7	6.2
27 Scudder Income (closed)	B	1.5	4.7	8.6	77 Janus High Yield	B	0.6	3.1	2.1
28 USAA Income	B	1.4	4.6	8.8	78 Dreyfus Strategic Income	*	1.0	2.4	1.6
29 Vanguard High Yield Corporate	B	0.7	6.6	4.7	79 Montgomery Sht Duration Govt	*	0.4	1.5	4.9
30 Dreyfus 100 Treasury L-T	*	3.2	4.0	7.1	80 Columbia S-T Bond	*	0.6	1.4	4.7
31 WPG Core Bond	B	1.3	4.4	8.8	81 Amer. Cent. Ginnie Mae	*	0.1	1.8	3.8
32 Payden Global Fixed Income	*	1.2	4.5	8.8	82 Strong S-T High Yield	*	0.1	3.4	-0.3
33 Fremont Bond	B	1.3	4.6	7.9	83 Janus S-T Bond	*	0.7	1.5	3.1
34 Value Line U.S. Govt Sec	B	1.4	3.7	9.8	84 MetroWest Total Return	*	0.3	3.8	-2.3
35 Buffalo High-Yield(2%r<180d)	B	0.8	5.4	5.6	85 Managers Short Duration Govt	*	0.2	1.6	3.6
36 Federated Total Return Govt	B	1.4	3.3	9.7	86 Fidelity GNMA	*	0.2	1.4	3.6
37 American Government Bond	B	1.1	3.4	9.5	87 Strong S-T Bond	*	0.5	1.8	2.0
38 Safeco I-T U.S. Treasury	B	1.5	3.1	9.4	88 Federated U.S. Govt Sec. 1-3	*	0.2	0.8	3.0
39 Montgomery Total Return	B	1.1	3.7	8.4	89 MetroWest Low Duration	*	-0.1	2.4	-1.8
40 Fidelity Investment Grade	B	1.2	4.1	7.4	90 Managers Intermediate Bond	*	0.7	1.6	-2.7
41 TCW Galileo Total Return Bond	B	0.7	3.4	9.6	91 Northeast Investors Trust	*	-0.1	-1.1	2.0
42 Liberty Intermediate Bond	B	1.5	5.1	4.1	92 Dreyfus Short-Term Income	*	0.4	-0.9	0.4
43 Janus Flexible Income	*	1.4	4.0	6.7	93 Northeast Investors Trust	*	-1.3	-1.0	2.5
44 Westcore Plus Bond	*	1.0	3.9	7.5					
45 Strong Govt Securities	B	1.1	2.9	9.1					
46 INVESCO U.S. Govt Sec	*	1.1	3.0	8.5					
47 Vanguard GNMA	*	0.4	2.2	11.7					
48 Fidelity Intermediate Govt	B	1.1	2.7	9.0					
49 PIMCO Total Return	B	1.1	3.4	6.9					
50 T. Rowe Price New Income	*	1.2	3.9	5.3					

**PORTFOLIO HOLDINGS**  
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## Weekly Performance of ML Model Holdings — data as of 2/28/03

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	1.21%	VCVLX Vanguard Capital Value	0.00
BEGBX Amer.Cent. Int'l Bond	0.48	VCVSX Vanguard Convertible Sec.	0.00
BBHIX BBH Inflation Indexed	1.34	VEIEX Vanguard Emerg. Mkts. Stock	-2.00
BUFHX Buffalo High Yield	0.31	VEIPX Vanguard Equity-Income	-1.01
CMHYX Columbia High Yield	0.48	VEXMX Vanguard Extended Market	-0.67
DODIX Dodge & Cox Income	0.78	VWEHX Vanguard High Yield Corp.	1.47
FBALX Fidelity Balanced	0.00	VIPSX Van. Inflation Protected Bond	1.31
FDCAX Fidelity Capital Appreciation	-0.12	VISGX Vanguard Small Cap Growth	-1.03
FCVSX Fidelity Convertible Sec.	0.48	VSEQX Vanguard Strategic Equity	-0.39
FCONX Fidelity Contrafund II (3%)	-0.82	VBMFX Vanguard Total Bond	1.08
FFTYX Fidelity Fifty	0.06	YACKX Yacktman Fund	-0.51
SPHIX Fidelity High Income	1.46		
FSTGX Fidelity Intermediate Gov't	0.82		
FBNDX Fidelity Inv Grade Bond	0.92		
FLPSX Fidelity L P Stock (3%)	-0.88		
FSEAX Fidelity SE Asia	-2.83		
FBMPX Fidelity Gold (3%)	-2.66		
GATEX Gateway Fund	-0.64		
MAPTX Matthews Pacific Tiger	-2.32		
NBGNX Neuberger Berman Genesis	-0.32		
BEARX Prudent Bear	-0.27		
RSPFX RS Partners	0.89		
RYPRX Royce Premier	-0.78		
TASCX Third Ave SC Value	-0.31		
VBINX Vanguard Balanced	-0.13		
		<b>Indices</b>	
		DOW JONES INDUSTRIALS	-1.58%
		S&P 500	-0.83
		NASDAQ	-0.85

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