

## MONEYLETTER HOTLINE 3/25/03

### Wait and See

As we have seen ever since this war began, emotion has taken over the market. The market is not operating on any principles to be found in an investment textbook. It is raw emotion, optimism or pessimism about the course of the war, moving the averages.

As such, this is now a very treacherous market. The market is now responding to day-by-day events, not to say hourly, as we saw today. Moreover, the daily moves we are now seeing are large, with funds moving up and down by 2-3% in a day. This movement of funds is affecting our fund rankings, with funds jumping rapidly up and down the ranks. There is a probability of rapid whipsaws. Consequently, we have decided not to offer any new buy, hold, or sell advice for this week for the asset allocation portfolios. There are some fund switches for the Select model portfolio to be recommended later in this Hotline.

As this market whips around this week, keep in mind that this is quarter end, and war or no war, we will see some window dressing occur by the funds, which will give the market an upward tilt. In the end, the progress of the war will determine the short-term outlook for the market. We remain of the mind that once the Iraq uncertainty is behind us (including the course of the war) the economy's recovery will be recognized by the market. There is a very good chance the bear market is finally over.

There is no change in our recommended allocations.

**New Fund Recommendations** – There are no new fund recommendations this week.

**The Economy** – The only pre-war numbers we have so far this week come from the weekly retail store sales surveys. They show sales picked up somewhat last week. Keep in mind that Easter is very late this year. Existing home sales dropped last month, but they were still very strong. Consumer confidence also dropped, but this is a prewar number. We look for a good second half.

**The Stock Market** – Trading volume in yesterday's huge selloff fell considerably from last week's volume. Volume picked up in today's advance. This is some indication that the market now has a positive bias. But in the end the progress of the war will determine the market results in the short-run. We still see higher prices over the rest of this year.

**The Select Portfolio** – For this portfolio, we recommend the sale of Fidelity Select Gold to be switched into TCW Galileo Aggressive Growth. We also recommend the sale of \$5,000 of American Century International Bond, with the proceeds to be switched into TCW Galileo Aggressive Growth as well.

## MONEYLETTER HOTLINE 3/21/03

### Up Shot

What a week! As we said many weeks ago when Iraq took over the market: forget the fundamentals, forget the technicals. A nonrational element took over the market at that time. We can say that again in spades about what happened this week. What we have seen now that the war has begun, and is apparently going well, is the mirror image of what we have seen since the beginning of this year – gold down, oil down, the dollar up, bonds down and, of course, stocks up. What all this proves is the role Iraq has played in the market.

There was an Iraq premium in the market, and as we now see, the premium was steep. We believe the Iraq run has somewhat farther to go. But then we will go back to the fundamentals. The problem here is that we don't know how much of an Iraq premium there has been in the economy. There is one positive in these mind-bending developments, and that is the decline in the price of oil. This is very important. The rise in oil prices was one of the major ways Iraq was directly affecting the economy. There is every reason to believe that is now behind us. Obviously, we are due for some profit-taking before too long. There is a very good chance the bear market is finally over.

There is no change in our recommended allocations.

**New Fund Recommendations** – For domestic stock funds, there are three new buys: Fidelity Capital Appreciation, Scudder Development and Salomon Brothers Capital (closed). There are two new holds: Royce Total Return and Legg Mason Value. There is one new sell: Oakmark Select (closed). For international stock funds, there is one new buy: Scudder Global Discovery (closed). There is one new hold: Matthews Pacific Tiger.

**The Economy** – The economic numbers continue to reflect February and Iraq. The Philadelphia Fed survey, which is a good indicator of manufacturing activity, showed a large decline in new orders. But we expect we'll see orders rise over the next 2-3 months. We expect to see the economy moving out of its funk by the summer. We look for a good second half.

**The Stock Market** – Many of the Wall Street pros are stunned by this rally. Many were leaning the wrong way. There has been a fair amount of short-covering by the hedge funds. We expect to see the market settle down soon. But this powerful rally has changed the technical picture. The indexes are looking much, much better. We still see higher prices over the rest of this year.

**The Bond Market** – There has been a great deal of switching from bonds to stocks. We believe the selling is overdone. We expect yields to retreat somewhat over the intermediate-term, but the bond bull market is over.

**The Select Portfolio** – There are no trades recommended.

## Domestic Stock Funds — data as of 3/21/03

Fund	Advice	1 month	6 month	1 year		Advice	1 month	6 month	1 year
1 TCW Galileo Aggressive Growth	B	11.4%	31.1%	-23.6%	51 T. Rowe Price S-C Value	H	3.6	4.9	-11.8
2 Legg Mason Opportunity Trust	B	6.1	21.6	-16.9	52 Vanguard Windsor	S	5.8	7.8	-22.5
3 Fidelity Capital Appreciation	B	6.7	14.5	-17.2	53 Vanguard Growth Equity	S	7.0	8.0	-25.0
4 Yacktman Fund	B	3.2	7.3	4.5	54 Janus Growth & Income	H	6.1	6.2	-19.2
5 Legg Mason Special Investment	B	4.1	13.1	-11.9	55 Salomon Brothers Investors	S	4.6	8.2	-22.1
6 Vanguard Convertible Securities	B	2.5	9.0	-2.2	56 <b>Vanguard 500 Index</b>	<b>S</b>	<b>5.8</b>	<b>6.9</b>	<b>-21.0</b>
7 Fidelity Export & Multinat'l(.75%	H	6.1	12.4	-16.7	57 Fidelity Spartan 500 Index	S	5.8	6.9	-21.1
8 RS Partners	B	1.0	9.5	-3.1	58 Fidelity Blue Chip Growth	S	6.3	7.1	-22.3
9 Legg Mason Value	H	5.2	11.2	-15.2	59 Fidelity Magellan (3%)	S	6.2	6.6	-21.0
10 Fidelity Growth Company	H	7.7	14.0	-26.0	60 Schwab 1000 Fund (.75%	S	5.8	6.7	-20.5
11 Scudder Development	B	5.2	15.2	-26.0	61 Vanguard Strategic Equity	H	4.2	5.3	-14.9
12 Fidelity Aggressive Growth(0.75%	H	4.6	18.3	-33.2	62 Fidelity Dividend Growth	S	4.9	7.2	-20.8
13 Longleaf Partners	H	5.6	8.5	-10.5	63 Scudder Growth & Income	S	6.3	6.3	-21.1
14 Strong Advisor Common Stock	B	5.0	12.2	-19.2	64 Artisan Midcap(closed)	S	4.7	7.4	-21.4
15 Fidelity Convertible Securities	B	2.2	9.4	-10.5	65 Scudder Large Company Growth	S	6.2	7.8	-24.9
16 Neuberger Berman Focus	S	9.9	15.0	-36.1	66 Vanguard Total Stk Mkt	S	5.5	6.4	-20.7
17 Fidelity Growth & Income II	H	7.1	7.9	-14.3	67 Fidelity Contrafund II (3%)	B	2.1	6.5	-15.8
18 Oakmark Select(closed) (2%)	S	5.1	8.1	-12.3	68 Fidelity Value	S	3.8	5.5	-16.2
19 T. Rowe Price New America	H	6.4	11.6	-23.0	69 CS Warburg Pincus Emerging	H	4.7	8.2	-24.5
20 Fidelity Fifty (.75%r<30d)	B	2.9	7.7	-8.5	70 Oakmark Equity&Income	B	0.9	3.4	-6.9
21 Salomon Brothers Capital(closed)	B	3.5	12.6	-22.7	71 MSI Midcap Growth	H	6.1	7.3	-24.6
22 Vanguard PRIMECAP	H	6.8	10.3	-22.8	72 INVESCO Value Equity	S	5.3	6.4	-21.6
23 American Century Equity Income	B	4.2	6.0	-8.3	73 Montgomery Growth	S	6.0	6.3	-22.3
24 Strong Discovery	B	5.6	6.9	-13.8	74 Meridian Fund	S	6.6	3.9	-17.3
25 Fidelity Stock Selector	H	6.2	8.4	-18.7	75 Dreyfus Growth Opportunity (2%	S	6.0	5.7	-20.8
26 Weitz Value Fund	H	5.9	8.1	-17.7	76 Strong Growth	H	5.6	5.6	-20.0
27 Fidelity Fund	H	6.9	8.0	-19.2	77 American Century Income &	S	4.8	5.8	-19.7
28 Pin Oak Aggressive Stock	S	5.1	18.5	-42.9	78 Fidelity Growth & Income(3%)	S	5.7	4.3	-17.4
29 Fidelity Equity-Income II	H	5.5	7.9	-17.1	79 Columbia Common Stock	S	5.8	6.1	-22.6
30 Royce Special Equity (1%r<180d)	B	3.6	2.5	-0.8	80 American Century Select	S	6.2	5.1	-20.9
31 T. Rowe Price Growth Stock	H	6.1	8.4	-19.7	81 Janus Mercury	S	5.9	6.4	-23.6
32 Vanguard Cap Opp (\$25,000&1%	H	4.4	11.6	-25.8	82 INVESCO Core Equity	S	5.1	5.7	-21.0
33 INVESCO Dynamics	H	5.2	12.1	-28.5	83 Northeast Investors Growth	S	6.4	5.3	-22.1
34 Janus Enterprise	H	6.6	6.8	-17.9	84 Vanguard U.S. Growth	S	7.7	6.6	-27.2
35 Vanguard Growth Index	S	6.9	7.5	-20.0	85 Thompson Plumb Growth	S	4.1	7.5	-24.4
36 RS MidCap Opportunities	H	6.2	8.3	-21.1	86 Fidelity Disciplined Equity	S	5.4	3.9	-17.3
37 Fidelity Trend	H	5.2	7.9	-18.8	87 Selected American Shares	S	4.1	4.5	-16.9
38 T. Rowe Price New Horizons	H	6.0	9.5	-24.0	88 American Century Growth	S	5.7	6.1	-23.1
39 WPG Large Cap Growth	H	6.2	9.6	-24.5	89 Vanguard Value Index	S	4.7	6.3	-22.4
40 Turner Midcap Growth	H	6.0	10.5	-26.9	90 Nicholas II	S	4.9	4.4	-18.0
41 American Century Equity Growth	S	5.5	7.2	-18.0	91 Selected Special Shares	S	4.5	6.1	-21.5
42 Babson Growth	S	5.7	9.7	-24.5	92 Strong Large Cap Growth	S	6.0	6.1	-23.9
43 Fidelity New Millennium (3%)	H	6.2	6.9	-18.8	93 T. Rowe Price Equity-Income	S	4.7	4.5	-18.0
44 T. Rowe Price Cap Appreciation	B	2.5	3.9	-6.0	94 American Century Ultra	S	7.2	3.8	-20.1
45 WmBlair S-C Growth N (1%r<60d)	H	4.1	7.7	-18.2	95 Baron Small Cap	H	5.9	2.0	-14.0
46 T.Rowe Price Mid Cap Growth	H	4.9	7.9	-20.9	96 Fidelity Independence(ret.only)	S	4.0	5.4	-19.6
47 Vanguard/Morgan Growth	S	5.9	7.0	-20.1	97 Strong Advisor Midcap Growth	S	5.6	9.3	-31.7
48 Oberweis Emerging Growth	H	3.2	8.9	-20.9	98 Liberty Asset Allocation CIZ	H	2.6	3.8	-13.6
49 Domini Social Equity Fund	S	5.4	7.0	-19.6	99 Fidelity Large Cap Stock	S	5.8	5.2	-22.0
50 TCW Galileo Value Opportunities	S	5.0	10.8	-28.5	100 SIT Large Cap Growth	S	5.4	6.5	-24.8

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 3/21/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
101 Scudder Capital Growth AARP	S	6.1	6.4	-25.8	151 Columbia Growth	S	6.2	4.8	-27.4
102 Vanguard Growth & Income	S	5.3	4.7	-20.3	152 Harbor Value	S	4.3	4.2	-23.3
103 Dreyfus Appreciation	S	5.9	3.8	-19.1	153 Berwyn Fund (1%r<180d)	H	4.3	1.5	-16.6
104 Safeco Equity	S	5.1	6.4	-24.5	154 INVESCO Blue Chip Growth	S	6.0	6.7	-32.2
105 Janus Twenty(closed)	H	5.1	3.7	-17.9	155 T.Rowe Price Mid Cap Value	S	2.4	2.7	-17.3
106 T. Rowe Price Dividend Growth	S	5.3	4.5	-20.3	156 Harbor Capital Appreciation	S	6.5	3.8	-26.6
107 Fidelity OTC Portfolio	H	4.6	6.1	-23.1	157 T. Rowe Price Small Cap Stock	S	2.6	3.5	-19.9
108 Royce Total Return (1%r<180d)	H	2.9	2.2	-11.0	158 MSI Value Portfolio	S	3.4	5.5	-26.1
109 American Century Value	S	4.4	3.4	-16.5	159 CRM Mid Cap Value Ins	S	4.6	2.2	-20.0
110 USAA Growth & Income	S	5.1	4.7	-21.0	160 USAA Growth	S	6.3	4.1	-27.4
111 Scudder Large Co Value	S	4.1	5.1	-20.4	161 Vanguard Windsor II	S	3.5	2.7	-20.1
112 Needham Growth Fund (.75%	H	1.2	10.2	-28.8	162 Tweedy, Browne American	S	3.6	2.1	-18.8
113 Dreyfus Growth & Income	S	5.8	5.7	-24.6	163 Mutual Shares(1%)CIZ	B	1.6	0.9	-13.1
114 RS Value+Growth	S	6.8	4.3	-22.7	164 Marsico Focus	S	6.7	-0.6	-17.0
115 Vanguard Capital Value	S	5.8	6.6	-27.0	165 Baron Growth	S	5.1	-0.5	-14.9
116 Liberty Equity Growth CIZ	S	6.0	5.5	-24.6	166 CRM Mid Cap Value Inv	S	4.6	2.0	-20.2
117 T. Rowe Price Growth & Income	S	4.4	6.0	-23.4	167 Berger Large Cap Growth	S	7.0	4.0	-29.2
118 Boston Partners Mid Cap Value	S	4.2	4.8	-20.9	168 Value Line Special Situations	S	4.4	-0.2	-14.8
119 Gintel Fund (2%r<45d)	B	1.4	6.4	-20.5	169 Vanguard Mid-Cap Index	S	3.6	2.7	-20.8
120 Dodge & Cox Stock	S	3.5	3.1	-15.3	170 Vontobel U.S. Value (2%r<360d)	S	4.6	-1.8	-11.2
121 Berger Mid Cap Value	H	2.6	4.5	-17.6	171 USAA Aggressive Growth	S	7.3	1.6	-23.9
122 Strong Mid Cap Disciplined	S	3.5	4.5	-19.2	172 Strong Opportunity	S	3.4	5.5	-27.8
123 Gabelli Asset	S	4.0	3.7	-18.1	173 Dreyfus Premier Aggressive	S	4.9	2.8	-23.3
124 Hussman Strategic Growth (1.5%	B	0.1	-3.2	4.9	174 Berger Growth	S	8.3	3.9	-31.5
125 Fidelity Mid-Cap Stock (.75%	S	3.6	7.4	-27.1	175 Dreyfus Mid Cap Index	S	3.5	2.5	-21.1
126 UMB Scout Stock	S	4.2	4.4	-20.4	176 Marsico Growth & Income	S	5.8	-0.3	-17.6
127 Fidelity Equity-Income	S	4.0	4.7	-21.1	177 Preferred Value	S	3.6	2.0	-20.3
128 Janus Fund	S	7.3	4.2	-24.9	178 INVESCO Small Company	S	3.0	4.8	-27.0
129 T. Rowe Price New Era	B	1.5	3.8	-15.3	179 SIT Small Cap Growth	S	2.8	3.2	-22.7
130 CS Warburg Pincus Capital Ap-	S	5.4	5.7	-25.8	180 Montgomery Small Cap	S	4.6	2.8	-24.7
131 Dreyfus Premier Third Century	S	6.2	5.2	-25.9	181 Muhlenkamp Fund	S	3.7	3.4	-24.9
132 Vanguard Small Cap Growth In-	S	3.5	3.9	-18.8	182 Mutual Beacon(1%)CIZ	H	1.8	0.3	-14.3
133 Neuberger Berman Partners	S	4.8	5.5	-24.7	183 Vanguard SmallCap Index	S	3.4	3.2	-24.1
134 Neuberger Berman Genesis	B	1.6	2.1	-11.6	184 Janus Venture (closed)	S	6.5	2.7	-27.7
135 Vanguard Extended Market Index	S	4.0	4.0	-20.0	185 Loomis Sayles Small Cap Value	S	2.6	1.6	-19.7
136 MSI Small Cap Value(closed)	S	3.7	3.8	-19.0	186 Royce Premier (1%r<180d)	H	1.2	0.7	-15.3
137 Wasatch Small Cap Grth	S	5.5	4.2	-22.7	187 Third Avenue Value	S	1.2	3.1	-21.5
138 Fidelity Contrafund	H	4.3	0.4	-11.5	188 Sound Shore	S	2.2	2.4	-21.5
139 Oakmark Fund	S	4.3	2.7	-17.8	189 Fidelity L P Stock (3%&1.5%	S	1.8	0.0	-14.8
140 Dreyfus New Leaders	H	3.2	2.5	-15.8	190 RS Emerging Growth(closed)	S	5.8	5.7	-35.2
141 Dreyfus Fund	S	5.0	4.4	-23.1	191 Eclipse Small Cap Value	H	1.4	-1.4	-10.9
142 Loomis Sayles Value	S	3.4	4.1	-20.1	192 Fidelity Small Cap Stock (2%	S	2.7	1.6	-20.6
143 Neuberger Berman Guardian	S	5.8	4.7	-25.3	193 Ariel Appreciation	S	6.2	-1.1	-19.3
144 C&B Mid Cap Value	S	5.3	1.4	-16.5	194 Aegis Value Fund	H	0.6	-2.0	-8.5
145 Preferred Growth	S	6.8	4.4	-26.5	195 American Century Heritage	S	3.8	0.9	-20.8
146 Longleaf Partners Smallcap	S	3.6	2.2	-16.1	196 Vanguard Explorer	S	3.7	3.3	-26.6
147 Third Avenue Small-Cap Value	H	2.0	3.8	-17.6	197 Vanguard U.S. Value	S	2.5	1.7	-21.2
148 Vanguard Equity-Income	S	3.7	3.6	-19.8	198 William Blair Growth (1%r<60d)	S	3.3	4.1	-28.4
149 SIT Mid Cap Growth	S	4.5	6.2	-28.2	199 Homestead Value	S	3.9	-0.4	-18.1
150 CS Warburg Pincus Value	S	4.3	3.6	-21.4	200 Neuberger Berman Manhattan	S	4.7	3.1	-28.2

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 3/21/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
201 Mutual Qualified(1%)CIZ	H	1.5	-0.1	-16.0	251 ICM/Isabelle Small Cap Value	S	-1.2	-14.7	-35.6
202 Royce Opportunity (1%r<180d)	S	0.9	4.2	-26.3					
203 Ariel Fund	S	5.0	-3.5	-13.4					
204 Strong Growth 20	S	4.6	0.1	-21.8					
205 WPG Tudor	S	0.6	3.5	-24.3					
206 Westport Small Cap R	S	1.5	1.3	-20.6					
207 Columbia Special	S	3.7	0.3	-22.0					
208 Clipper Fund	S	3.0	-2.3	-16.0					
209 Wasatch Small Cap Value (2%	S	3.8	2.5	-29.4					
210 PBHG Emerging Growth(closed)	S	2.6	7.7	-41.2					
211 Value Line Leveraged Growth	S	5.5	-0.3	-25.6					
212 Value Line Fund	S	4.6	-0.5	-23.9					
213 PBHG Growth	S	3.1	0.2	-23.9					
214 Nicholas Fund	S	5.2	-1.9	-21.9					
215 American Century Vista	S	5.3	-3.0	-19.4					
216 MSI Mid Cap Value	S	2.7	3.3	-31.3					
217 Janus Special Equity	S	3.6	0.5	-26.2					
218 Liberty Equity Value CIZ	S	4.2	1.8	-30.4					
219 Gabelli Growth	S	5.4	1.9	-32.5					
220 Liberty Small Company Equity CIZ	S	3.6	2.8	-32.4					
221 TCW Galileo Small Cap Growth	S	4.5	5.1	-39.7					
222 Heartland Value (1%r<90d)	S	-0.7	-0.2	-20.0					
223 Royce Penn Mutual(1%r<180d)	S	0.0	-0.9	-20.1					
224 Bogle Small Cap Growth(closed)	S	1.4	-0.9	-22.6					
225 Fidelity Focused Stock (.75%	S	4.8	2.7	-38.0					
226 Buffalo Small Cap	S	3.9	0.2	-31.3					
227 State Street Mid-Cap Value	S	3.8	-0.8	-28.6					
228 CRM Small Cap Value Inv	S	4.9	-2.9	-25.3					
229 Oakmark Small Cap (2%r<90d)	S	0.0	0.3	-26.4					
230 Dreyfus-Founders Discovery	S	5.7	-1.1	-32.5					
231 Vanguard Small-Cap Value Index	S	1.9	-1.9	-26.1					
232 Babson Value	S	4.1	-5.0	-22.5					
233 Federated Kaufmann Fund(0.2%)	S	2.8	-4.0	-23.2					
234 Boston Ptnrs Smlcap Val	S	2.6	-3.8	-23.7					
235 Royce Low Priced Stock (1%	S	0.7	-1.4	-27.0					
236 Neuberger Berman Fasciano Inv	S	2.3	-4.7	-21.9					
237 Salomon Brothers Opportunity	S	1.2	-4.6	-21.4					
238 PBHG Small Cap Value	S	4.4	-1.9	-33.8					
239 Wasatch Core Growth(closed,2%	S	4.4	-2.2	-34.5					
240 RS Smaller Company Growth	S	3.0	-0.3	-37.2					
241 Baron Asset	S	5.3	-6.7	-27.0					
242 Van Wagoner Mid-Cap	S	-2.0	3.7	-42.6					
243 Strong Multi-Cap Value	S	-0.8	-2.6	-30.5					
244 Bonnel Growth Fund (.25%r<30d)	B	-3.7	-3.7	-23.4					
245 RS Diversified Growth	S	2.8	-2.1	-39.3					
246 Fidelity Small Cap Ind.(1.5%	S	1.1	-7.1	-24.5					
247 Harbor Growth	S	0.0	-0.9	-43.2					
248 Safeco Growth Opportunities	S	2.1	-4.3	-38.0					
249 Van Wagoner Emerging Growth	S	-4.6	1.7	-55.2					
250 CGM Focus	S	0.4	-12.2	-28.3					

### MONEY MANAGEMENT & FINANCIAL PLANNING SERVICES

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**INTERNATIONAL STOCK FUNDS**  
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## International Stock Funds — data as of 3/21/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Fidelity Latin Amer.(1.5%<90d)	H	7.9%	11.3%	-26.7%	51 Vanguard Pacific Stock Index	H	-3.2	-7.6	-16.2
2 Scudder Latin America	H	7.2	10.7	-24.5	52 Janus Overseas(closed)	S	0.1	-4.7	-28.6
3 T.Rowe Price Latin America (2%	H	7.5	7.0	-26.2	53 Longleaf Partners International	S	-0.2	-5.8	-26.3
4 Investec China & Hong Kong	B	0.3	4.5	-9.2	54 Fidelity Pacific Basin (1.5%	S	-2.3	-7.7	-19.2
5 Matthews Asia Growth&Income	B	-0.9	0.1	0.7	55 Babson-Stewart Ivory Intl	S	-1.6	-6.0	-27.6
6 Oakmark Global (2%r<90d)	H	1.1	4.2	-16.1	56 Artisan International	S	0.0	-8.5	-27.4
7 Harbor International	B	0.7	2.9	-15.8	57 Japan Fund (Scudder) (2%	H	-4.9	-9.9	-19.1
8 Vanguard Emerging Mkts Stk	B	0.3	3.5	-16.9	58 Fidelity SE Asia (1.5%r<90d)	H	-2.5	-9.1	-24.7
9 USAA World Growth	H	3.4	1.6	-20.0	59 Oakmark Intl Small Cap	S	-4.8	-8.2	-23.6
10 Fidelity Worldwide (1%r<30d)	S	3.3	2.0	-21.7	60 Matthews Japan Fund (2%	S	-5.5	-16.2	-20.3
11 USAA International	B	1.4	0.8	-16.3	61 CS Warburg Pincus Japan Grth	S	-5.0	-11.6	-35.8
12 T. Rowe Price European	H	1.3	3.3	-22.5	62 T. Rowe Price Japan	S	-4.6	-16.5	-25.7
13 Vanguard European Stock Index	S	1.1	2.9	-21.3					
14 Fidelity Diversified Intl (1%r<30d)	B	0.2	0.7	-14.8					
15 Scudder Global Discovery(closed)	B	1.3	2.6	-21.7					
16 Julius Baer International Equity A	B	-0.7	-0.7	-12.0					
17 Scudder Greater Europe (2%	S	2.1	2.1	-24.5					
18 Montgomery Emerging Mkts	B	-0.9	1.3	-18.4					
19 Dreyfus Emerging Market(1%r)	B	-1.7	0.0	-15.0					
20 Vontobel International Equity (2%	H	1.4	-3.5	-11.2					
21 Fidelity International G & I	H	0.4	-0.5	-17.6					
22 Vanguard International Growth	H	0.3	0.6	-21.0					
23 Schwab International Index (1.5%	H	-0.2	0.3	-20.0					
24 Matthews Pacific Tiger (2%r<90d)	H	-2.2	0.0	-17.0					
25 Loomis Sayles International Eq-	H	1.2	-0.5	-20.9					
26 Liberty Intl Equity CIZ	H	1.9	-0.2	-23.6					
27 T. Rowe Price Intl Stock	S	0.5	0.4	-23.3					
28 Columbia International Stock	H	1.2	-1.7	-19.4					
29 T.Rowe Price Intl Disc.	B	-1.5	-0.7	-18.5					
30 Fidelity Aggressive Intl. (1%r<30d)	S	0.5	-0.9	-22.1					
31 Payden European Aggr Grth (1%	H	0.0	4.7	-35.9					
32 Strong International Stock	S	0.6	-1.3	-22.2					
33 Fidelity Emerging Mkts (1.5%	B	-1.7	-1.0	-19.6					
34 Scudder Global	H	-0.8	-1.1	-21.2					
35 Vanguard International Value	S	-0.5	-1.4	-21.5					
36 American Century Global Growth	S	2.5	-3.3	-21.7					
37 INVESCO European (2%r<90d)	S	1.1	1.4	-32.0					
38 Fidelity Europe (1%r<90d)	S	0.2	2.1	-32.5					
39 Scudder International (2%r<180d)	S	0.1	-2.7	-21.2					
40 SIT International Growth	S	1.2	0.0	-29.6					
41 Oakmark International (2%r<90d)	S	0.7	-3.8	-23.1					
42 Fidelity Overseas (1%r<30d)	S	-0.7	-2.1	-25.5					
43 Scudder Pacific Opportunity (2%	S	-1.6	-4.2	-19.0					
44 Preferred International	S	-1.0	-4.9	-18.6					
45 Tweedy, Browne Global Value	S	0.8	-4.7	-22.1					
46 Janus Worldwide(closed)	S	2.0	-3.1	-28.6					
47 Gabelli Intl. Growth	S	-2.2	-3.8	-21.7					
48 American Century Intl Growth	S	-0.2	-4.8	-23.1					
49 T. Rowe Price New Asia	S	-2.2	-5.4	-18.9					
50 Fidelity Japan(1.5%<90d)	H	-2.7	-6.8	-14.7					

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

**Wednesday  
April 2, 2003  
by Midnight (ET)**

### Total Return % - 2/28/03

1mo	Model Portfolio	6 mo	1 yr	3yr	YTD
-1.5	ML Conservative	-2.7%	-6.0%	-14.5%	-3.1%
-0.6	Fidelity Conservative	-3.9	-8.4	-26.2	-1.7
-0.1	Vanguard Conservative	-1.3	-11.0	-21.4	-0.6
-1.7	ML Moderate	-3.1	-5.7	-30.1	-3.3
-1.2	Fidelity Moderate	-5.2	-8.6	-21.6	-2.1
-0.9	Vanguard Moderate	-1.9	-13.9	-25.1	-1.2
-1.3	ML Venturesome	-5.0	-10.3	-25.8	-4.0
-1.3	Fidelity Venturesome	-6.6	-11.1	-20.8	-2.8
-1.5	Vanguard Venturesome	-4.0	-16.8	-28.8	-2.1
-2.8	ML Select	n/a	n/a	n/a	-8.0
	<b>Benchmarks</b>				
-2.0	S&P 500	-7.8	-23.0	-35.3	-4.5
-0.9	Asset Allocation Funds Avg (45)	-3.9	-12.6	-18.2	-2.2

**SPECIALTY FUNDS  
On Next Page**

## Specialty Funds — data as of 3/21/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Fidelity Software (3%&.75%	*	4.0%	29.4%	-16.2%	51 INVESCO Financial Serv Inv	*	4.3	4.7	-18.1
2 Fidelity Telecomm (3%&.75%	*	7.9	24.8	-19.2	52 Rydex Energy Services	*	-4.1	11.5	-22.6
3 Rydex Internet	*	5.4	27.9	-30.6	53 Fidelity Energy (3%&.75%r<30d)	*	-0.5	6.4	-18.1
4 Fidelity Multimedia (3%&.75%	*	6.1	19.3	-13.6	54 Fidelity Natural Gas (3%&.75%	*	-2.7	6.1	-14.3
5 Fidelity Technology (3%	*	5.8	24.0	-27.4	55 Fidelity Natrl Resources (3%	*	-0.5	5.9	-18.8
6 Fidelity Medical Equip (3%&.75%	*	4.4	12.0	0.1	56 Rydex Energy	*	-0.8	6.8	-21.7
7 RS Contrarian	*	1.5	10.5	6.7	57 Fidelity Const & Housing (3%	*	4.4	0.9	-14.9
8 Rydex Telecommunications	*	2.9	24.7	-31.3	58 Fidelity Banking (3%&.75%	*	0.8	2.1	-14.0
9 Rydex Technology	*	5.4	22.3	-31.3	59 INVESCO Health Sciences Inv	*	7.1	0.2	-19.0
10 Fidelity Developing Comm (3%	*	8.0	20.2	-31.7	60 AXARosenberg Value L/S (2%	*	-2.7	-8.2	16.4
11 Rydex Electronics	*	10.5	23.1	-46.1	61 INVESCO Telecommunications	*	4.1	7.7	-34.0
12 Fidelity Biotechnology (3%&.75%	*	7.7	16.8	-28.0	62 Rydex Consumer Products	*	3.1	-1.1	-11.9
13 Gateway Fund	B	4.0	9.4	-4.3	63 Rydex Financial Services	*	2.6	2.7	-21.5
14 Fidelity Electronics (3%&.75%	*	11.0	21.4	-45.9	64 Fidelity Consumer Ind (3%	*	6.3	-0.5	-19.3
15 Fidelity Computers (3%&.75%	*	6.4	18.3	-33.6	65 Rydex Ursa	*	-5.8	-9.0	19.7
16 CGM Realty	*	5.5	5.5	-0.9	66 Fidelity Wireless	*	5.3	7.1	-37.2
17 Fidelity Pharmaceuticals (3%	*	5.7	12.1	-19.4	67 Rydex Transportation	*	6.4	0.4	-22.2
18 Fidelity Leisure (3%&.75%r<30d)	*	8.9	9.8	-18.9	68 Rydex Leisure	*	8.9	-2.0	-22.0
19 Fidelity Real Estate (.75%r<90d)	*	5.1	3.6	2.1	69 Rydex Utilities	*	5.1	4.5	-33.3
20 Fidelity Networking	*	3.2	21.2	-41.2	70 ProFunds Bear Inv	*	-6.0	-9.7	18.4
21 Prudent Bear	*	-6.7	-9.3	48.3	71 Scudder Gold (closed)	*	-13.6	-5.8	19.3
22 Fidelity Environmental Ser (3%	*	6.5	6.9	-12.6	72 Fidelity Cyclical Ind (3%&.75%	*	3.4	-0.4	-22.9
23 INVESCO Real Estate Inv	*	5.2	2.2	1.0	73 Fidelity Bus Services (3%&.75%	*	4.0	3.4	-33.8
24 Vanguard Energy (1%r<1yr)	*	0.5	8.7	-10.9	74 Fidelity Food & Agr (3%&.75%	*	2.1	-3.9	-16.6
25 Fidelity Energy Services (3%	*	-3.9	13.7	-16.8	75 Rydex Basic Materials	*	3.9	-2.4	-23.6
26 Vanguard REIT Index (1%r<1yr)	*	4.9	1.6	-0.7	76 Vanguard Precious Metals	*	-9.3	-4.9	0.5
27 Cohen & Steers Realty Shares	*	5.5	1.0	-0.4	77 Fidelity Automotive (3%&.75%	*	1.7	-3.9	-19.1
28 Fidelity Health Care (3%&.75%	*	5.1	6.3	-13.2	78 Fidelity Industrial Equip (3%	*	1.9	0.4	-30.6
29 Fidelity Balanced	B	2.9	6.2	-9.7	79 Fidelity Air Transport (3%&.75%	*	6.5	-2.1	-35.0
30 Fidelity Paper & Forest (3%&.75%	*	4.1	6.3	-12.2	80 Fidelity Retailing (3%&.75%	*	7.4	-7.4	-23.2
31 Fidelity Home Finance (3%&.75%	*	2.4	5.5	-8.0	81 U.S.Global Gold Shares (.25%	*	-14.0	-9.2	12.7
32 Cohen & Steers Equity Income	*	4.7	0.8	0.1	82 Rydex Retailing	*	6.4	-7.2	-25.4
33 Fidelity Brokerage (3%&.75%	*	6.5	8.4	-22.0	83 INVESCO Gold Inv	*	-13.3	-12.3	8.5
34 Fidelity Fin'l Serv (3%&.75%	*	4.7	6.5	-14.8	84 Fidelity Gold (3%&.75%r<30d)	*	-16.0	-12.3	6.4
35 Stratton Mthly Div REIT (1.5%	*	4.5	0.2	0.1	85 Amer. Cent. Global Gold (1%	*	-15.2	-14.5	10.1
36 Vanguard Balanced Index	B	3.0	4.7	-9.2	86 Fidelity Defense & Aero (3%	*	-1.2	-11.4	-22.3
37 Fidelity Chemicals (3%&.75%	*	7.7	2.5	-11.0	87 Rydex Precious Metals	*	-13.0	-14.7	-1.5
38 Fidelity Indust Matrls (3%&.75%	*	-1.3	7.5	-10.3	88 Fidelity Med Del (3%&.75%	*	1.3	-20.6	-18.6
39 INVESCO Leisure Inv	*	7.9	4.7	-17.4					
40 INVESCO Energy Inv	*	-1.2	8.3	-12.7					
41 INVESCO Technology Inv	*	4.5	15.4	-39.9					
42 Fidelity Transportation (3%&.75%	*	7.4	5.8	-20.8					
43 Rydex Biotechnology	*	7.8	11.4	-36.6					
44 Fidelity Insurance (3%&.75%	*	5.7	2.2	-11.0					
45 Vanguard Health Care (\$25k&1%	*	3.7	4.6	-14.4					
46 Merger Fund	*	-0.3	3.1	-4.9					
47 Rydex Banking	*	0.7	3.9	-9.3					
48 Rydex Health Care	*	4.4	5.1	-18.4					
49 Fidelity Utilities Growth (3%&.75%	*	4.8	7.7	-25.8					
50 INVESCO Utilities Inv	*	3.4	6.1	-19.8					

**BOND FUNDS**  
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## Bond Funds — data as of 3/21/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Fidelity New Markets Income	*	1.8%	15.1%	5.0%	51 Northeast Investors Trust	B	1.5	3.1	0.4
2 Fidelity High Income (1%r<270d)	B	2.9	11.8	6.6	52 Dreyfus GNMA	*	-0.8	1.4	7.3
3 INVESCO High Yield	*	1.1	12.3	7.8	53 PIMCO Low Duration	*	-0.2	1.6	5.8
4 Amer. Cent. Int'l Bond	Select	-3.5	7.8	25.1	54 Fidelity Intermediate Govt	B	-0.6	0.4	9.3
5 T. Rowe Price Int'l Bond	*	-3.2	6.6	20.7	55 Janus Flexible Income	*	-0.6	1.1	7.3
6 Buffalo High-Yield(2%r<180d)	B	2.1	6.9	6.1	56 Vanguard Intermediate Treas.	B	-1.1	-0.8	12.5
7 Vanguard High Yield Corporate	B	1.5	7.8	3.7	57 Mercury Low Duration	*	-0.1	1.5	4.7
8 Scudder Global Bond S-T (closed)	*	-1.8	4.8	13.6	58 Scudder Short-Term Bond	*	-0.3	1.4	5.2
9 INVESCO Select Income	*	0.0	5.6	8.7	59 Strong S-T High Yield	*	0.5	3.0	-0.1
10 Amer. Cent. Target 2015	*	-1.4	0.3	23.7	60 T. Rowe Price New Income	*	-0.9	1.6	5.5
11 Amer. Cent. Target 2010	*	-1.2	1.1	19.6	61 Managers Short Duration Govt	*	0.1	1.6	3.9
12 Managers Bond	*	-0.5	3.5	12.3	62 Fidelity Intermediate Bond	B	-0.8	1.2	6.0
13 Strong High Yield Bond(1%r)	*	1.8	9.0	-5.0	63 Fidelity Short-Term Bond	*	-0.4	1.1	5.6
14 BBH Inflation Indexed Sec	B/Select	-2.0	2.3	17.0	64 Strong Govt Securities	B	-1.2	-0.1	9.5
15 T. Rowe Price High Yield	B	1.6	5.9	2.1	65 Schwab S-T Bond Mkt Index	*	-0.6	0.8	6.2
16 Value Line Aggressive Inc	B	1.8	6.9	-0.8	66 T. Rowe Price U.S. Treas. L-T	*	-1.8	-0.9	12.4
17 Columbia High Yield	B	1.8	5.3	3.3	67 Vanguard Short-Term Corporate	*	-0.4	1.3	4.7
18 Vanguard Inflation Protected Sec	B	-2.2	2.1	16.4	68 Vanguard Bond Market	B	-0.6	0.6	6.5
19 TCW Galileo High Yield Bond	B	2.2	5.6	0.4	69 Vanguard S-T Treasury	*	-0.6	0.4	6.9
20 Dodge & Cox Income	B	-0.5	2.8	10.0	70 Federated Total Return Govt	B	-1.4	-0.4	9.9
21 Dreyfus A Bonds Plus	*	-0.2	3.0	8.9	71 T. Rowe Price S-T Bond	*	-0.4	1.4	3.5
22 PIMCO Real Return	B	-2.5	1.7	15.9	72 Vanguard L-T Treasury	B	-2.1	-2.1	14.6
23 Liberty Income	B	-0.3	3.5	7.4	73 Vanguard Long-Term Corporate	*	-1.8	-0.9	11.2
24 T. Rowe Price Spectrum Income	*	0.3	4.3	4.2	74 Safeco I-T U.S. Treasury	*	-1.4	-0.5	9.5
25 Amer. Cent. Target 2020	*	-2.5	-1.7	23.1	75 T. Rowe Price GNMA	*	-0.8	0.6	5.9
26 Janus High Yield	B	1.6	4.2	2.0	76 Vanguard S-T Federal	*	-0.6	0.2	6.4
27 Strong Corporate Bond	*	-0.8	4.6	4.3	77 Amer. Cent. Target 2025	*	-3.0	-4.3	21.3
28 Eclipse Indexed Bond	B	-0.5	1.9	10.4	78 Montgomery Sht Duration Govt	*	-0.5	0.5	5.4
29 Eclipse Bond	*	-0.5	2.8	7.9	79 Safeco U.S. Government	B	-1.2	-0.2	7.6
30 FifthThird Bond	*	-0.7	1.8	10.5	80 Columbia S-T Bond	*	-0.5	0.3	5.0
31 Fremont Bond	B	-0.6	2.3	9.0	81 Janus S-T Bond	*	-0.3	0.8	3.1
32 TCW Galileo Total Return Bond	B	-0.4	1.8	9.9	82 Amer. Cent. Ginnie Mae	*	-0.9	0.6	4.4
33 Amer. Cent. Inflation Adj	B	-2.7	1.4	14.1	83 Dreyfus 100 Treasury L-T	*	-0.9	-0.6	7.4
34 Scudder Income (closed)	B	-0.6	2.1	9.0	84 Columbia Fixed Income Sec	*	-0.8	-0.5	6.7
35 Mercury Total Return	*	0.0	1.5	9.2	85 Dreyfus Strategic Income	*	-0.2	1.0	2.1
36 Liberty Intermediate Bond	B	-0.1	3.6	3.8	86 Fidelity GNMA	*	-0.5	0.3	3.9
37 USAA Income	B	-0.8	1.7	9.4	87 Federated U.S. Govt Sec. 1-3	*	-0.3	0.3	3.5
38 American Government Bond	B	-0.7	0.9	11.1	88 Strong S-T Bond	*	-0.6	0.8	2.1
39 WPG Core Bond	B	-1.0	1.7	9.3	89 Fidelity Government Income	*	-1.2	-1.0	7.1
40 Fidelity Investment Grade	B	-0.5	2.0	7.9	90 MetroWest Low Duration	*	-0.5	1.8	-1.4
41 Managers Int. Duration Govt	B	-0.3	1.7	8.2	91 MetroWest Total Return	*	-1.0	2.2	-2.3
42 T. Rowe Price Corporate Inc	*	-0.5	3.1	4.7	92 Babson Bond Trust	*	-1.3	0.2	2.4
43 Value Line U.S. Govt Sec	B	-0.7	1.0	10.2	93 Dreyfus Short-Term Income	*	-0.1	-1.5	0.8
44 Payden Global Fixed Income	*	-1.0	1.8	8.5	94 Managers Intermediate Bond	*	-1.0	-0.8	-3.1
45 PIMCO Total Return Mortgage	B	-0.3	1.3	8.6					
46 Montgomery Total Return	B	-0.8	1.2	9.3					
47 Westcore Plus Bond	*	-0.3	1.6	7.3					
48 INVESCO U.S. Govt Sec	*	-0.6	0.6	10.1					
49 Vanguard GNMA	*	-0.9	0.0	11.9					
50 PIMCO Total Return	B	-0.6	1.3	8.1					

**PORTFOLIO HOLDINGS**  
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## Weekly Performance of ML Model Holdings — data as of 3/21/03

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	-3.09%	VCVLX Vanguard Capital Value	8.25%
BEGBX Amer.Cent. Int'l Bond	-3.18	VCVSX Vanguard Convertible Sec.	2.57
BBHIX BBH Inflation Indexed	-2.74	VEIEX Vanguard Emerg. Mkts. Stock	3.58
BUFHX Buffalo High Yield	0.91	VEIPX Vanguard Equity-Income	6.71
CMHYX Columbia High Yield	0.12	VEXMX Vanguard Extended Market	6.08
DODIX Dodge & Cox Income	-0.85	VWEHX Vanguard High Yield Corp.	-0.17
FBALX Fidelity Balanced	4.38	VIPSX Van. Inflation Protected Bond	-3.01
FDCAX Fidelity Capital Appreciation	8.04	VISGX Vanguard Small Cap Growth	6.08
FCVSX Fidelity Convertible Sec.	2.58	VSEQX Vanguard Strategic Equity	6.72
FCONX Fidelity Contrafund II (3%)	5.21	VBMFX Vanguard Total Bond	-1.34
FFTYX Fidelity Fifty	6.28	YACKX Yacktman Fund	8.79
SPHIX Fidelity High Income	0.64		
FSTGX Fidelity Intermediate Gov't	-1.25		
FBNDX Fidelity Inv Grade Bond	-1.18		
FGRTX Fidelity Growth & Inc II	6.92		
FSEAX Fidelity SE Asia	4.26		
FSAGX Fidelity Gold (3%)	-4.53		
GATEX Gateway Fund	5.48		
MAPTX Matthews Pacific Tiger	4.30		
NBGNX Neuberger Berman Genesis	4.62		
BEARX Prudent Bear	-5.40		
RSPFX RS Partners	2.02		
RYPRX Royce Premier	5.08		
TASCX Third Ave SC Value	4.34		
VBINX Vanguard Balanced	3.73		
		<b>Indices</b>	
		DOW JONES INDUSTRIALS	8.43%
		S&P 500	7.50
		NASDAQ	6.08

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