

# MONEYLETTER *Plus*

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**MONEYLETTER HOTLINE 5/13/03**

**MONEYLETTER HOTLINE 5/9/03**

## **An (un)Familiar Refrain**

The markets continue to act well, even considering today's small decline. As a result of Monday's powerful market the technical followers of the market are becoming more positive on the market outlook. Some of these technical observers have only lately come to their more positive views. This is all well and good, and is telling us that some of the internals of this rally are holding up. Put another way, we are being told that the rally is still not looking tired.

It is difficult under the circumstances to refrain from becoming all-out bullish. But we need to keep in mind that the economic numbers have not confirmed what is clearly raised expectations about the outlook. We believe that those expectations will be realized sooner rather than later, but we would like to see some confirmation of that view.

Starting Wednesday the market will be inundated with new economic numbers reflecting both April and mid-May. The numbers may still not yet reflect the post-Iraq period. We may see some pullback. But this is a short-term consideration. We see higher prices as the year moves on.

There is no change in our recommended allocations.

**New Fund Recommendations** – For domestic stock funds, there are three new buys: Heartland Value, Berwyn, and Aegis Value. There is one new hold: Fidelity Fifty. There are two new sells: Scudder Development and Royce Special Equity. For international stock funds, there is one new buy: Fidelity Europe. There is one new hold: Vontobel International Equity.

We are making some portfolio changes. In the Moneyletter Conservative Portfolio we recommend the sale of Columbia High Yield to be replaced by Pimco High Yield D shares, ticker symbol PHYDX. The D class is no-load. In the Fidelity Moderate Portfolio we recommend the sale of Fidelity Southeast Asia to be replaced by Fidelity Aggressive International.

**The Economy** – The weekly retail store surveys reported slack sales last week. But it was a week of devastating tornadoes. The pace of economic releases speeds up later this week.

**The Stock Market** – We are witnessing a most powerful rally. Some on the Street still see the rally as a counter-rally in a bear market. We believe they are mistaken. The bear market is behind us. The issue to us is how far can this rally go? We believe that further good gains are ahead.

**The Select Portfolio** – No changes for this portfolio.

## **A New Market**

Today's rally was reassuring. For the moment, the best information on the short-run outlook for the market is coming from the market internals themselves. We are in limbo as far as the economic fundamentals are concerned. As the Fed said the economic numbers are still tainted by the uncertainty over the war. It will be another week or two before we leave the War behind. Moreover, the uncertainty-induced weakness will still affect activity for another month or two.

The economy doesn't turn around on a dime. So far, in this rally, the market has shaken off the numbers and plowed ahead. This means we have to look at the market itself for the moment for some clues about what comes next. That is why today's rally, after two days of moderate decline, was reassuring. We have to recognize that, in the short-run, the market is overbought and can easily move into a correction, especially if the economic news doesn't show some sign of improvement. We expect the news will be less gloomy. At the very least we are in a new market, and we need to think positively.

There is no change in our recommended allocations.

**New Fund Recommendations** – For domestic stock funds, there are two new buys: William Blair Small-Cap Growth N and Muhlenkamp Fund. For international stock funds, there is one new buy: Oakmark International Small Cap (the fund is closed).

**The Economy** – The House passed its version of a tax cut, and the Senate will pass its version shortly. Either version contains the short-term stimulus the economy can use. Don't ignore the stimulative effect of the declining dollar. It is estimated that the decline we have had (if sustained) is the equivalent of a 1/2% cut in rates by the Fed.

**The Stock Market** – The technicians tell us that the market remains just below an important resistance point. This is a short-term consideration, of course. But it does influence many trading decisions. Expect the bears to resist any further advance. Over the intermediate-term higher prices are ahead.

**The Bond Market** – The flow into the high-yield market continues huge. There is room for more gains, but they will be less than already seen. Yields are still attractive.

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

## Domestic Stock Funds — data as of 5/9/03

Fund	Advice	1 month	6 month	1 year		Advice	1 month	6 month	1 year
1 FBR Small Cap Value A (1%	B	12.7%	27.1%	15.0%	51 Baron Small Cap	H	8.2	10.5	-11.5
2 Legg Mason Opportunity Trust	B	15.9	28.4	1.0	52 Boston Partners Mid Cap Value	H	10.2	10.2	-13.9
3 TCW Galileo Aggressive Growth	B	13.9	23.2	-3.5	53 Fidelity Value	H	9.1	9.9	-11.6
4 RS Partners	B	11.8	18.9	4.1	54 T.Rowe Price Mid Cap Growth	H	9.7	9.6	-12.1
5 Legg Mason Special Investment	B	13.7	13.4	-0.2	55 Selected Special Shares	H	11.0	9.3	-13.3
6 Neuberger Berman Focus	B	17.4	18.3	-23.6	56 Neuberger Berman Partners	H	10.6	10.5	-15.7
7 Legg Mason Value	B	13.3	12.3	-3.8	57 Fidelity Growth Company	H	10.2	9.2	-12.0
8 Yacktman Fund	B	9.5	8.9	8.4	58 Royce Total Return (1%r<180d)	H	7.7	8.2	-6.4
9 Oberweis Emerging Growth	B	14.4	11.8	-6.3	59 Oakmark Equity&Income	H	6.7	6.7	-1.4
10 Heartland Value (1%r<90d)	B	14.8	11.4	-9.2	60 CS Warburg Pincus Emerging	S	10.5	9.9	-15.4
11 WmBlair S-C Growth N (1%r<60d)	B	12.0	12.6	-8.1	61 Bogle Small Cap Growth(closed)	S	11.1	9.7	-15.9
12 Vanguard Convertible Securities	B	5.3	11.9	3.4	62 Loomis Sayles Small Cap Value	S	9.4	9.5	-12.9
13 Fidelity Convertible Securities	B	6.0	13.5	-2.1	63 Vanguard SmallCap Index	S	11.0	9.6	-16.1
14 C&B Mid Cap Value	H	10.8	13.1	-9.6	64 Vanguard PRIMECAP	H	9.0	8.8	-10.9
15 T. Rowe Price New Horizons	H	12.8	12.8	-12.2	65 SIT Mid Cap Growth	S	9.8	10.3	-16.1
16 Muhlenkamp Fund	B	13.0	14.0	-15.9	66 Janus Enterprise	S	8.0	9.2	-10.8
17 Berwyn Fund (1%r<180d)	B	10.7	13.1	-11.5	67 Strong Discovery	S	7.7	7.4	-6.5
18 Salomon Brothers Capital(closed)	B	8.5	15.1	-13.5	68 Strong Advisor Midcap Growth	S	8.9	11.4	-18.6
19 Weitz Value Fund	B	9.0	12.1	-7.4	69 American Century Equity Income	H	6.6	6.3	-2.6
20 TCW Galileo Value Opportunities	H	14.0	13.6	-18.7	70 Fidelity L P Stock (3%&1.5%	S	10.2	7.1	-9.9
21 Aegis Value Fund	B	10.0	8.1	0.6	71 Vanguard Explorer	S	11.6	8.6	-16.0
22 Royce Opportunity (1%r<180d)	H	13.1	13.9	-19.0	72 Fidelity New Millennium (3%)	S	11.0	6.7	-10.4
23 Montgomery Small Cap	H	14.2	10.7	-13.0	73 MSI Small Cap Value(closed)	S	10.4	7.1	-10.6
24 Fidelity Capital Appreciation	H	9.5	11.3	-8.4	74 Fidelity Fifty (.75%r<30d)	H	9.8	5.9	-7.0
25 Vanguard Capital Value	H	12.5	10.1	-10.6	75 Federated Kaufmann Fund	S	11.9	6.8	-12.3
26 Longleaf Partners Smallcap	B	8.5	11.8	-9.2	76 SIT Small Cap Growth	S	11.2	7.9	-14.2
27 Boston Ptnrs Smlcap Val	H	12.1	12.2	-15.7	77 Royce Penn Mutual(1%r<180d)	S	10.7	7.4	-12.1
28 Vanguard Strategic Equity	H	9.1	11.1	-8.5	78 Neuberger Berman Guardian	H	9.0	9.7	-15.4
29 Meridian Fund	H	11.9	10.2	-11.0	79 MSI Mid Cap Value	S	11.6	9.2	-18.3
30 Pin Oak Aggressive Stock	H	16.2	14.6	-28.5	80 Turner Midcap Growth	S	9.0	9.8	-16.0
31 Vanguard Cap Opp (\$25,000&1%	B	11.4	10.0	-9.9	81 Fidelity Aggressive Growth	H	7.4	10.8	-16.1
32 Oakmark Select(closed) (2%)	H	8.5	10.7	-7.7	82 Fidelity Equity-Income II	H	8.9	6.4	-7.5
33 T. Rowe Price S-C Value	B	8.7	11.0	-9.2	83 Neuberger Berman Genesis	S	8.6	6.4	-7.3
34 Strong Mid Cap Disciplined	H	11.9	9.0	-9.5	84 Royce Low Priced Stock (1%	S	12.0	8.1	-16.9
35 Strong Advisor Common Stock	B	9.9	10.3	-9.8	85 American Century Value	S	8.7	6.8	-8.6
36 Janus Special Equity	H	11.8	11.6	-16.1	86 CGM Focus	S	15.2	9.5	-25.4
37 Longleaf Partners	B	6.4	10.5	-5.4	87 Thompson Plumb Growth	H	10.7	6.7	-11.8
38 RS MidCap Opportunities	H	9.3	10.6	-10.2	88 Wasatch Small Cap Grth	S	13.4	5.3	-12.7
39 Needham Growth Fund (.75%	H	11.4	12.0	-17.0	89 Third Avenue Small-Cap Value	S	8.7	7.6	-11.7
40 Royce Premier (1%r<180d)	H	9.9	8.1	-5.4	90 RS Emerging Growth(closed)	S	12.5	8.3	-19.3
41 Eclipse Small Cap Value	H	7.6	10.7	-8.8	91 T. Rowe Price Small Cap Stock	S	9.5	7.8	-13.6
42 Hussman Strategic Growth (1.5%	H	6.1	5.4	5.8	92 T. Rowe Price Growth Stock	S	8.3	6.6	-9.3
43 Wasatch Small Cap Value (2%	H	10.5	13.9	-22.2	93 T. Rowe Price Cap Appreciation	H	5.8	5.5	-2.9
44 Fidelity Export & Multinat!(.75%	H	8.7	8.7	-6.6	94 Ariel Fund	S	8.1	7.2	-11.1
45 Vanguard Extended Market Index	H	10.2	9.6	-11.0	95 Vanguard/Morgan Growth	S	9.0	6.2	-9.9
46 T. Rowe Price New America	H	10.0	9.2	-9.8	96 Scudder Development (closed)	S	7.3	8.5	-13.4
47 Janus Venture (closed)	H	14.5	10.1	-19.2	97 CRM Small Cap Value Inv	S	12.9	6.7	-17.2
48 Fidelity Growth & Income II	H	7.2	8.2	-3.3	98 Sound Shore	S	9.9	7.1	-13.9
49 Vanguard Windsor	H	10.1	9.8	-11.7	99 Royce Special Equity (1%	S	5.5	5.5	-3.6
50 Buffalo Small Cap	H	16.1	10.0	-21.5	100 Baron Growth	S	7.0	7.8	-11.6

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 5/9/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
101 Nicholas II	S	8.2	6.5	-10.7	151 Strong Multi-Cap Value	S	11.5	7.7	-23.9
102 WPG Large Cap Growth	S	10.0	6.7	-13.9	152 American Century Select	S	7.8	4.9	-11.6
103 Vanguard Growth Equity	S	9.5	6.6	-13.1	153 Liberty Asset Allocation CIZ	S	5.5	3.6	-5.0
104 Vanguard Small Cap Growth In-	H	9.7	6.4	-13.0	154 Domini Social Equity Fund	S	8.1	4.4	-11.4
105 MSI Value Portfolio	S	10.2	8.6	-19.4	155 Vanguard Growth Index	S	7.0	4.4	-9.7
106 CRM Mid Cap Value Ins	S	9.0	7.8	-15.9	156 Fidelity Small Cap Stock (2%	S	9.6	5.0	-15.5
107 Dodge & Cox Stock	S	7.8	6.0	-9.7	157 Janus Mercury	S	7.7	4.5	-11.1
108 Westport Small Cap R	S	10.0	5.7	-12.6	158 Dreyfus Growth Opportunity (2%	S	7.9	4.8	-12.2
109 WPG Tudor	S	10.4	6.4	-15.1	159 Safeco Equity	S	8.6	4.6	-13.2
110 Wasatch Core Growth(closed,2%	S	12.5	10.0	-27.3	160 Vanguard Equity-Income	H	7.7	5.0	-12.8
111 Fidelity Trend	S	7.6	5.6	-8.9	161 Nicholas Fund	S	8.6	5.0	-14.0
112 Vanguard Total Stk Mkt	S	8.4	6.1	-11.4	162 Selected American Shares	S	7.1	4.9	-11.6
113 Strong Opportunity	S	10.1	7.8	-18.3	163 Fidelity Contrafund II (3%)	S	7.5	3.6	-8.9
114 Gabelli Asset	S	8.7	5.9	-11.4	164 Artisan Midcap(closed)	S	8.5	5.0	-14.2
115 American Century Equity Growth	S	7.2	6.2	-10.2	165 INVESCO Value Equity	S	7.3	5.3	-13.0
116 CRM Mid Cap Value Inv	S	8.9	7.6	-16.1	166 Vanguard Small-Cap Value	S	10.9	6.3	-21.2
117 Vanguard Mid-Cap Index	S	9.4	6.6	-14.6	167 T. Rowe Price Dividend Growth	S	8.0	4.3	-12.1
118 Salomon Brothers Investors	S	8.6	7.0	-14.7	168 Homestead Value	S	8.8	4.2	-12.8
119 TCW Galileo Small Cap Growth	S	16.1	6.6	-24.9	169 USAA Growth & Income	S	8.1	4.4	-12.5
120 Neuberger Berman Fasciano Inv	S	10.4	6.1	-15.3	170 Vanguard Windsor II	S	7.3	5.5	-14.1
121 Dreyfus Mid Cap Index	S	9.4	6.5	-14.9	171 Fidelity Fund	S	6.3	4.7	-10.8
122 Dreyfus New Leaders	S	9.1	5.5	-12.0	172 T. Rowe Price Growth & Income	S	8.2	5.0	-14.3
123 Vanguard Value Index	S	8.8	6.2	-13.5	173 Fidelity Magellan (3%)	S	7.2	4.2	-11.4
124 Janus Fund	S	8.3	6.9	-14.6	174 Third Avenue Value	S	7.2	6.1	-16.2
125 INVESCO Dynamics	S	9.1	7.4	-17.1	175 American Century Vista	S	8.3	4.3	-13.4
126 Mutual Qualified(1%)CIZ	S	6.5	6.8	-11.6	176 UMB Scout Stock	S	7.1	4.3	-11.7
127 RS Value+Growth	S	8.9	6.0	-13.6	177 Fidelity Disciplined Equity	S	6.6	4.5	-11.6
128 SIT Large Cap Growth	S	7.9	5.8	-11.4	178 Vanguard U.S. Value	S	8.4	4.9	-15.8
129 MSI Midcap Growth	S	8.7	7.1	-16.3	179 Fidelity Blue Chip Growth	S	7.3	4.1	-12.3
130 T. Rowe Price New Era	S	6.4	6.5	-11.5	180 Fidelity Dividend Growth	S	7.7	3.0	-10.5
131 Oakmark Fund	S	7.7	6.2	-12.8	181 Scudder Large Company Growth	S	7.1	4.5	-13.7
132 T.Rowe Price Mid Cap Value	S	8.5	5.9	-13.3	182 Ariel Appreciation	S	9.8	3.0	-14.1
133 INVESCO Core Equity	S	8.2	5.7	-12.4	183 Strong Growth	S	7.7	3.6	-12.5
134 Schwab 1000 Fund (.75%r<180d)	S	7.9	5.4	-11.4	184 Janus Growth & Income	S	6.5	4.2	-12.4
135 Tweedy, Browne American Value	S	5.7	7.8	-14.2	185 CS Warburg Pincus Value	S	6.7	5.4	-16.0
136 RS Diversified Growth	S	16.0	5.4	-23.8	186 Safeco Growth Opportunities	S	13.3	6.8	-29.2
137 Mutual Beacon(1%)CIZ	S	6.1	6.0	-10.3	187 Columbia Growth	S	7.5	4.6	-15.3
138 Scudder Large Co Value	S	8.6	5.3	-12.5	188 Fidelity Contrafund	S	5.3	3.4	-9.1
139 American Century Income &	S	7.5	5.5	-11.4	189 Dreyfus Growth & Income	S	8.7	3.6	-14.4
140 T. Rowe Price Equity-Income	S	8.3	5.3	-12.1	190 Strong Large Cap Growth	S	8.3	3.4	-13.7
141 Liberty Small Company Equity CIZ	S	12.0	6.8	-21.3	191 State Street Mid-Cap Value	S	10.4	6.1	-23.4
142 <b>Vanguard 500 Index</b>	<b>S</b>	<b>7.9</b>	<b>5.3</b>	<b>-11.4</b>	192 PBHG Small Cap Value	S	11.2	5.6	-23.5
143 Loomis Sayles Value	S	9.1	5.3	-13.3	193 Liberty Equity Growth CIZ	S	7.5	4.5	-15.2
144 Fidelity Spartan 500 Index	S	7.9	5.2	-11.5	194 Fidelity OTC Portfolio	S	8.9	2.3	-12.0
145 Montgomery Growth	S	7.3	5.7	-11.8	195 Neuberger Berman Manhattan	S	9.6	4.5	-18.5
146 Mutual Shares(1%)CIZ	S	5.6	5.7	-9.3	196 Value Line Special Situations	S	5.9	4.2	-12.4
147 Fidelity Stock Selector	S	7.5	4.3	-9.1	197 Fidelity Independence(ret.only)	S	8.6	3.7	-15.5
148 PBHG Emerging Growth(closed)	S	15.6	5.7	-25.0	198 American Century Ultra	S	6.7	3.8	-12.9
149 Fidelity Mid-Cap Stock (.75%	S	8.8	6.8	-17.5	199 Scudder Capital Growth AARP	S	7.1	4.3	-14.7
150 Fidelity Equity-Income	S	8.4	5.3	-13.2	200 Fidelity Large Cap Stock	S	7.5	3.4	-13.3

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 5/9/03

Fund	Advice	1 month	6 month	1 year
201 Harbor Value	S	7.4	5.5	-18.3
202 Scudder Growth & Income	S	6.4	3.8	-12.6
203 Columbia Common Stock	S	7.4	3.5	-13.6
204 INVESCO Small Company	S	9.1	4.7	-19.1
205 Liberty Equity Value CIZ	S	9.2	5.7	-21.7
206 Dreyfus Fund	S	7.9	3.2	-13.7
207 Vontobel U.S. Value (2%r<360d)	S	7.7	1.2	-8.3
208 Babson Value	S	8.0	4.9	-18.3
209 Janus Olympus	S	6.3	5.1	-16.9
210 Vanguard Growth & Income	S	7.0	2.9	-13.0
211 William Blair Growth (1%r<60d)	S	9.2	3.9	-18.8
212 INVESCO Blue Chip Growth	S	7.8	5.1	-19.8
213 RS Smaller Company Growth	S	12.2	4.9	-26.1
214 Fidelity Growth & Income(3%)	S	5.2	2.8	-10.2
215 Clipper Fund	S	7.8	1.4	-11.1
216 Salomon Brothers Opportunity	S	6.9	3.6	-15.4
217 American Century Growth	S	6.9	3.0	-14.0
218 Preferred Growth	S	7.7	3.6	-16.8
219 Columbia Special	S	7.4	3.2	-15.5
220 Northeast Investors Growth	S	7.3	1.8	-12.4
221 Janus Twenty(closed)	S	3.9	1.8	-7.2
222 CS Warburg Pincus Capital Ap-	S	7.6	2.5	-14.6
223 Babson Growth	S	6.9	3.1	-15.3
224 Harbor Capital Appreciation	S	7.7	3.2	-16.8
225 Baron Asset	S	7.2	4.7	-20.2
226 Vanguard U.S. Growth	S	6.3	3.2	-15.3
227 Dreyfus Premier Third Century	S	7.7	3.4	-18.0
228 PBHG Growth	S	9.3	2.7	-18.8
229 USAA Growth	S	6.0	3.0	-16.0
230 Dreyfus Appreciation	S	6.2	0.8	-11.5
231 Dreyfus-Founders Discovery	S	10.2	3.2	-23.7
232 USAA Aggressive Growth	S	4.9	3.7	-17.5
233 Fidelity Small Cap Ind.(1.5%	S	8.1	2.8	-20.0
234 Marsico Growth & Income	S	5.3	2.1	-14.9
235 Preferred Value	S	7.4	0.1	-13.6
236 Marsico Focus	S	5.2	2.0	-15.3
237 Oakmark Small Cap (2%r<90d)	S	9.6	1.5	-20.8
238 Gabelli Growth	S	9.2	0.9	-19.3
239 Value Line Fund	S	4.6	3.0	-17.7
240 Gintel Fund (2%r<45d)	S	2.1	4.8	-21.5
241 Value Line Leveraged Growth	S	4.8	1.9	-19.4
242 American Century Heritage	S	6.5	0.2	-18.2
243 Van Wagoner Emerging Growth	S	14.6	1.1	-34.9
244 Strong Growth 20	S	5.0	-1.5	-17.1
245 Fidelity Focused Stock (.75%	S	5.9	0.8	-31.6
246 ICM/Isabelle Small Cap Value	S	10.3	-2.9	-29.5
247 Van Wagoner Mid-Cap	S	2.7	-0.3	-34.1
248 Bonnel Growth Fund (.25%r<30d)	S	1.5	-9.9	-25.3

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**INTERNATIONAL STOCK FUNDS**  
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## International Stock Funds — data as of 5/9/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Scudder Latin America	H	13.1%	25.6%	-7.5%	51 Janus Worldwide	S	6.5	-1.5	-20.2
2 Fidelity Latin Amer.(1.5%<90d)	H	12.8	25.4	-8.7	52 American Century Intl Growth	S	5.5	-1.4	-19.0
3 T.Rowe Price Latin America (2%	H	13.7	21.9	-9.5	53 Matthews Japan Fund (2%	S	8.1	-3.7	-17.5
4 Artisan Intl Small Cap (2%<90d)	H	13.4	17.5	1.4	54 Babson-Stewart Ivory Intl	S	7.3	-1.9	-21.4
5 Oakmark Global (2%<90d)	B	15.2	13.7	-4.5	55 Investec China & Hong Kong	S	2.9	-0.6	-19.4
6 T.Rowe Price Intl Disc.	B	11.2	12.5	-6.3	56 T. Rowe Price Japan	S	7.1	-2.7	-21.5
7 Scudder Global Discovery(closed)	B	10.6	10.8	-12.8	57 Fidelity Pacific Basin (1.5%	S	5.3	-3.4	-17.6
8 Oakmark Intl Small Cap	B	15.2	7.6	-13.3	58 Japan Fund (Scudder) (2%	S	5.1	-4.6	-19.7
9 Dreyfus Emerging Market(1%r)	B	7.7	8.9	-10.1	59 T. Rowe Price New Asia	S	4.6	-5.0	-19.9
10 Julius Baer International Equity A	B	7.3	6.1	-7.0	60 Fidelity SE Asia (1.5%<90d)	S	4.8	-5.3	-23.9
11 Montgomery Emerging Mkts	B	8.7	7.0	-11.7	61 Scudder Pacific Opportunity (2%	S	2.6	-5.6	-20.1
12 T. Rowe Price European	B	8.6	6.8	-13.6	62 CS Warburg Pincus Japan Grth	S	4.0	-4.0	-33.6
13 Matthews Asia Growth&Income	H	5.6	3.4	-0.7					
14 Fidelity Diversified Intl (1%r<30d)	B	7.7	5.5	-9.7					
15 Vanguard European Stock Index	B	9.0	6.0	-13.1					
16 Harbor International	B	8.1	5.5	-11.2					
17 Fidelity Aggressive Intl. (1%r<30d)	H	9.6	5.6	-14.0					
18 Oakmark International (2%<90d)	H	11.7	5.0	-17.2					
19 Fidelity Europe (1%<90d)	B	11.6	5.2	-19.4					
20 Vanguard Emerging Mkts Stk	B	6.8	4.8	-11.8					
21 USAA International	H	7.0	3.6	-9.8					
22 Fidelity Worldwide (1%r<30d)	H	8.8	3.9	-13.9					
23 Longleaf Partners International	H	11.5	3.4	-17.4					
24 Vanguard International Growth	H	8.7	4.0	-14.9					
25 Loomis Sayles International Eq-	H	6.9	4.3	-14.6					
26 USAA World Growth	H	6.4	3.6	-12.2					
27 Fidelity International G & I	H	7.5	3.1	-13.1					
28 Schwab International Index (1.5%	H	7.3	3.5	-14.2					
29 Vontobel International Equity (2%	H	5.0	2.4	-9.3					
30 Scudder Greater Europe (2%	H	7.2	4.1	-17.0					
31 Scudder Global	S	7.1	3.0	-15.3					
32 Matthews Pacific Tiger (2%<90d)	H	6.5	3.6	-16.2					
33 T. Rowe Price Intl Stock	S	7.8	2.7	-17.0					
34 Columbia International Stock	S	5.8	2.7	-14.7					
35 Fidelity Emerging Mkts (1.5%	H	6.5	2.5	-15.4					
36 Vanguard International Value	S	8.1	2.2	-17.3					
37 Preferred International	S	7.4	1.5	-14.8					
38 INVESCO European (2%<90d)	S	7.1	4.1	-21.6					
39 Wm. Blair Intl. Growth Stock N	S	6.4	1.7	-15.8					
40 Liberty Intl Equity CIZ	S	5.5	2.7	-18.1					
41 Gabelli Intl. Growth	S	7.5	0.9	-16.8					
42 Scudder International (2%<180d)	S	6.0	0.7	-16.2					
43 SIT International Growth	S	6.6	1.8	-21.5					
44 American Century Global Growth	S	6.7	0.4	-18.2					
45 Tweedy, Browne Global Value	S	5.1	1.3	-18.5					
46 Fidelity Overseas (1%r<30d)	S	8.1	-1.0	-19.9					
47 Janus Overseas(closed)	S	7.1	-0.3	-20.4					
48 Artisan International	S	9.1	-1.6	-21.5					
49 Fidelity Japan(1.5%<90d)	S	5.1	-1.3	-16.3					
50 Vanguard Pacific Stock Index	S	4.9	-1.4	-16.5					

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

**Wednesday  
May 21, 2003**

### Total Return % - 4/30/03

1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
4.7	ML Conservative	3.9	-7.6	3.6	1.4
4.2	Fidelity Conservative	3.5	-9.6	-14.7	2.9
4.0	Vanguard Conservative	5.5	-9.4	-18.9	3.9
7.6	ML Moderate	6.1	-5.2	-14.6	3.8
5.9	Fidelity Moderate	3.5	-10.4	-9.9	3.6
6.2	Vanguard Moderate	7.4	-10.7	-21.0	5.8
7.3	ML Venturesome	4.1	-11.7	-19.0	3.1
6.2	Fidelity Venturesome	2.1	-12.2	-6.3	3.0
5.5	Vanguard Venturesome	4.7	-14.6	-24.6	4.6
5.3	ML Select	-2.4	n/a	n/a	-0.9
<b>Benchmarks</b>					
8.3	S&P 500	4.5	-13.3	-34.1	4.9
6.6	Asset Allocation Funds Avg (45)	4.4	-9.4	-20.5	3.8

**SPECIALTY FUNDS  
On Next Page**

## Specialty Funds — data as of 5/9/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 CGM Realty	*	13.0%	28.4%	4.5%	51 Fidelity Banking (3%&.75%	*	8.4	6.3	-10.1
2 Fidelity Networking	*	18.0	22.1	-20.3	52 Fidelity Brokerage (3%&.75%	*	8.5	6.4	-10.6
3 RS Contrarian	Select	5.6	17.3	9.5	53 INVESCO Technology Inv	*	13.3	8.9	-25.0
4 Fidelity Software (3%&.75%	*	12.2	14.5	4.5	54 Vanguard Precious Metals	*	7.1	3.4	-2.8
5 Rydex Internet	*	16.1	15.3	-3.4	55 Rydex Financial Services	*	8.3	7.4	-15.6
6 Fidelity Technology (3%	*	15.1	16.2	-7.1	56 INVESCO Gold Inv	*	5.9	4.1	-3.8
7 Scudder Gold (closed)	*	8.6	11.9	9.6	57 Rydex Energy	*	6.7	7.0	-12.7
8 Fidelity Multimedia (3%&.75%	*	11.2	10.2	7.7	58 INVESCO Financial Serv Inv	*	7.3	6.1	-11.3
9 Fidelity Developing Comm (3%	*	10.7	18.1	-12.4	59 Fidelity Chemicals (3%&.75%	*	5.2	6.7	-10.3
10 Cohen & Steers Equity Income	*	5.7	13.2	6.2	60 Fidelity Cyclical Ind (3%&.75%	*	8.6	6.3	-16.1
11 Cohen & Steers Realty Shares	*	5.9	13.0	6.2	61 Merger Fund	*	2.0	4.6	-2.0
12 Vanguard REIT Index (1%r<1yr)	*	5.8	13.0	5.7	62 Vanguard Health Care	*	7.4	3.3	-7.1
13 Fidelity Transportation (3%&.75%	*	14.2	12.6	-6.4	63 INVESCO Utilities Inv	*	5.5	6.2	-12.3
14 Fidelity Real Estate (.75%r<90d)	*	4.6	12.5	6.5	64 Fidelity Natrl Resources (3%	*	5.8	6.5	-14.0
15 Fidelity Medical Equip (3%&.75%	*	5.4	12.3	5.8	65 Fidelity Health Care (3%&.75%	*	4.6	3.9	-5.6
16 Rydex Technology	*	16.4	12.3	-12.5	66 Fidelity Energy (3%&.75%r<30d)	*	5.7	6.3	-13.5
17 Stratton Mthly Div REIT (1.5%	*	6.3	11.1	5.6	67 Rydex Retailing	*	10.0	4.4	-16.8
18 INVESCO Real Estate Inv	*	5.3	11.1	6.0	68 Fidelity Automotive (3%&.75%	*	9.2	5.5	-19.8
19 Fidelity Utilities Growth (3%&.75%	*	10.0	13.2	-7.5	69 Rydex Basic Materials	*	10.2	4.6	-19.9
20 Fidelity Telecomm (3%&.75%	*	10.7	8.2	3.6	70 Fidelity Defense & Aero (3%	*	10.8	3.5	-18.7
21 Fidelity Computers (3%&.75%	*	16.5	12.7	-17.7	71 INVESCO Health Sciences Inv	*	4.6	3.5	-9.7
22 Rydex Biotechnology	*	13.1	9.1	-3.6	72 Fidelity Environmental Ser (3%	*	5.1	2.6	-10.3
23 Fidelity Natural Gas (3%&.75%	*	8.2	13.7	-8.4	73 Fidelity Retailing (3%&.75%	*	9.3	2.8	-17.6
24 Fidelity Home Finance (3%&.75%	*	8.7	12.0	-6.0	74 Fidelity Indust Matrls (3%&.75%	*	2.2	4.8	-12.6
25 Vanguard Energy (1%r<1yr)	*	5.9	12.0	-4.6	75 Rydex Precious Metals	*	6.0	0.9	-9.0
26 Fidelity Biotechnology (3%&.75%	*	6.7	9.3	-0.3	76 INVESCO Telecommunications	*	8.8	2.6	-17.5
27 Fidelity Balanced	B	8.0	9.2	-2.3	77 Rydex Transportation	*	10.0	-0.7	-12.0
28 Rydex Banking	*	9.0	10.5	-7.2	78 Rydex Leisure	*	8.6	2.8	-18.9
29 Fidelity Electronics (3%&.75%	*	18.3	14.6	-32.4	79 Rydex Consumer Products	*	5.9	0.8	-12.5
30 Fidelity Leisure (3%&.75%r<30d)	*	8.9	9.7	-7.6	80 Fidelity Industrial Equip (3%	*	9.0	2.4	-22.2
31 Amer. Cent. Global Gold (1%	*	8.5	6.4	0.3	81 AXARosenberg Value L/S (2%	*	-3.4	-1.5	5.7
32 Rydex Health Care	*	9.3	7.4	-4.7	82 Fidelity Consumer Ind (3%	*	6.1	1.6	-16.3
33 Fidelity Energy Services (3%	*	11.5	9.3	-13.0	83 Fidelity Paper & Forest (3%	*	3.9	1.7	-19.2
34 INVESCO Energy Inv	*	5.9	11.3	-10.5	84 Prudent Bear	*	-4.5	-9.0	14.4
35 Rydex Telecommunications	*	10.8	7.3	-9.0	85 Rydex Ursa	*	-7.6	-6.8	6.4
36 INVESCO Leisure Inv	*	9.6	7.9	-9.3	86 ProFunds Bear Inv	*	-7.7	-7.2	5.3
37 Rydex Utilities	*	7.9	14.7	-23.9	87 Fidelity Food & Agr (3%&.75%	*	3.5	-5.1	-18.6
38 Fidelity Wireless	*	12.5	11.2	-22.5	88 Fidelity Med Del (3%&.75%	*	1.9	-4.1	-27.4
39 Fidelity Pharmaceuticals (3%	*	7.9	7.6	-6.8					
40 Rydex Electronics	*	20.3	11.0	-34.5					
41 Fidelity Air Transport (3%&.75%	*	16.5	8.0	-22.2					
42 U.S.Global Gold Shares (.25%	*	3.2	10.8	-9.7					
43 Gateway Fund	B	4.1	5.4	1.3					
44 Fidelity Finl Serv (3%&.75%	*	7.8	6.6	-7.6					
45 Fidelity Insurance (3%&.75%	*	7.5	5.9	-5.4					
46 Rydex Energy Services	*	10.8	7.8	-15.5					
47 Fidelity Gold (3%&.75%r<30d)	*	6.9	4.0	-0.4					
48 Vanguard Balanced Index	B	5.6	5.6	-2.5					
49 Fidelity Const & Housing (3%	*	8.2	9.5	-16.6					
50 Fidelity Bus Services (3%&.75%	*	14.4	7.2	-20.6					

**BOND FUNDS**  
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## Bond Funds — data as of 5/9/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Fidelity New Markets Income	*	7.8%	22.3%	18.3%	51 Montgomery Total Return	B	1.8	3.5	10.6
2 Amer. Cent. Int'l Bond	Select	6.8	14.6	32.5	52 Vanguard Intermediate Treas.	B	1.5	2.0	12.9
3 T. Rowe Price Int'l Bond	*	6.8	12.1	27.6	53 Value Line U.S. Govt Sec	B	1.3	3.0	10.5
4 INVESCO High Yield	*	4.1	17.8	16.2	54 Northeast Investors Trust	B	2.7	6.6	-0.8
5 Fidelity High Income (1%r<270d)	B	4.4	17.9	13.1	55 Fidelity Intermediate Bond	*	1.4	3.7	8.2
6 Amer. Cent. Target 2025	*	8.0	8.1	29.5	56 Vanguard Bond Market	B	1.7	3.6	7.9
7 Amer. Cent. Target 2020	*	6.4	8.9	29.8	57 Strong S-T High Yield	*	1.5	5.0	4.1
8 Amer. Cent. Target 2015	*	4.6	7.6	27.8	58 Strong Govt Securities	B	1.3	2.2	10.1
9 TCW Galileo High Yield Bond	B	4.1	15.4	6.1	59 TCW Galileo Total Return Bond	B	0.6	2.8	9.2
10 Buffalo High-Yield(2%r<180d)	B	4.1	12.2	11.2	60 Federated Total Return Govt	B	1.7	1.7	10.3
11 Value Line Aggressive Inc	B	3.7	15.2	3.9	61 American Government Bond	B	0.8	2.2	10.6
12 Managers Bond	*	4.2	10.1	15.4	62 Columbia Fixed Income Sec	*	1.6	2.7	7.8
13 Strong High Yield Bond(1%r)	*	3.6	15.1	1.6	63 Safeco I-T U.S. Treasury	B	1.4	1.8	9.8
14 Strong Corporate Bond	*	4.1	10.8	11.5	64 Babson Bond Trust	*	1.7	3.1	5.9
15 Vanguard High Yield Corporate	B	3.1	12.4	7.8	65 Fidelity Intermediate Govt	B	1.0	2.1	9.3
16 Scudder Global Bond S-T (closed)	*	3.6	8.0	17.2	66 Vanguard GNMA	*	0.6	1.4	11.2
17 T. Rowe Price Corporate Inc	*	3.9	10.2	10.4	67 Fidelity Government Income	*	1.6	1.8	8.6
18 Vanguard Long-Term Corporate	*	4.6	7.3	16.4	68 INVESCO U.S. Govt Sec	*	0.7	1.8	9.4
19 T. Rowe Price High Yield	B	3.5	11.4	6.8	69 Schwab S-T Bond Mkt Index	*	1.0	2.4	7.1
20 Liberty Income CIZ	B	3.1	9.5	11.5	70 Managers Int. Duration Govt	*	0.6	2.4	7.5
21 BBH Inflation Indexed Sec	B	2.4	6.8	17.2	71 Vanguard Short-Term Corporate	*	0.9	2.7	5.4
22 Vanguard Inflation Protected Sec	B	2.7	6.8	16.7	72 Dreyfus GNMA	*	0.5	2.2	7.0
23 Amer. Cent. Target 2010	*	2.4	4.9	20.8	73 Fidelity Short-Term Bond	*	1.0	2.3	6.0
24 PIMCO Real Return	*	2.9	6.3	15.8	74 Scudder Short-Term Bond	*	0.7	2.3	6.0
25 T. Rowe Price Spectrum Income	*	4.2	7.8	8.9	75 T. Rowe Price S-T Bond	*	0.9	2.6	5.0
26 Amer. Cent. Inflation Adj	B	2.7	6.2	14.9	76 PIMCO Total Return Mortgage	B	0.6	1.9	7.2
27 INVESCO Select Income	*	2.1	7.7	12.1	77 Mercury Low Duration	*	0.7	2.5	5.4
28 Liberty Intermediate Bond CIZ	B	2.6	8.5	8.1	78 Safeco U.S. Government	B	1.1	1.2	7.7
29 Vanguard L-T Treasury	*	3.5	3.7	17.3	79 PIMCO Low Duration	*	0.7	2.1	5.6
30 Westcore Plus Bond	*	3.0	6.5	10.1	80 Columbia S-T Bond	*	0.8	1.8	5.1
31 Columbia High Yield	B	2.1	8.6	6.1	81 Vanguard S-T Treasury	*	0.7	1.2	6.5
32 Dodge & Cox Income	B	2.0	5.9	11.8	82 Strong S-T Bond	*	1.0	2.3	3.1
33 Dreyfus A Bonds Plus	*	1.8	6.4	10.0	83 Janus S-T Bond	*	0.9	2.1	3.6
34 T. Rowe Price U.S. Treas. L-T	*	2.8	3.3	15.1	84 T. Rowe Price GNMA	*	0.5	1.3	5.9
35 Eclipse Bond	B	1.6	5.2	10.8	85 Vanguard S-T Federal	*	0.5	1.1	5.9
36 Fremont Bond	B	2.2	4.7	10.9	86 Managers Short Duration Govt	*	0.4	1.9	3.2
37 Payden Global Fixed Income	*	2.2	4.7	10.9	87 Montgomery Sht Duration Govt	*	0.5	1.1	5.0
38 USAA Income	B	1.7	4.9	10.9	88 MetroWest Low Duration	*	0.9	2.8	0.1
39 Janus High Yield	B	2.2	7.1	4.6	89 Amer. Cent. Ginnie Mae	*	0.2	1.1	4.1
40 MetroWest Total Return	*	3.0	7.5	2.1	90 Fidelity GNMA	*	0.3	0.9	3.8
41 Scudder Income (closed)	B	1.8	4.9	10.5	91 Federated U.S. Govt Sec. 1-3	*	0.2	0.4	2.9
42 Dreyfus 100 Treasury L-T	*	2.7	4.6	9.3	92 Dreyfus Short-Term Income	*	0.5	0.8	0.4
43 WPG Core Bond	B	1.9	4.3	10.9	93 Managers Intermediate Bond	*	0.8	1.7	-2.5
44 Janus Flexible Income	*	2.2	4.5	10.1					
45 FifthThird Bond	*	1.3	4.2	10.9					
46 Fidelity Investment Grade	B	1.7	4.4	9.5					
47 Eclipse Indexed Bond	*	1.4	3.9	11.2					
48 Dreyfus Strategic Income	*	2.2	5.9	4.9					
49 T. Rowe Price New Income	*	2.1	4.6	8.3					
50 PIMCO Total Return	B	1.9	4.4	9.1					

**PORTFOLIO HOLDINGS**  
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## Weekly Performance of ML Model Holdings — data as of 5/9/03

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	2.05%	VBINX Vanguard Balanced	0.74%
BEGBX Amer.Cent. Int'l Bond	2.70	VCVLX Vanguard Capital Value	1.38
BUFHX Buffalo High Yield	0.58	VCSVX Vanguard Convertible Sec.	0.72
CMHYX Columbia High Yield	-0.12	VEIEX Vanguard Emerg. Mkts. Stock	2.29
DODIX Dodge & Cox Income	0.62	VEIPX Vanguard Equity-Income	0.10
FBALX Fidelity Balanced	1.14	VEXMX Vanguard Extended Market	1.20
FDCAX Fidelity Capital Appreciation	1.50	VWEHX Vanguard High Yield Corp.	0.00
FCVSX Fidelity Convertible Sec.	0.56	VIPSX Van. Inflation Protected Bond	2.24
FDEGX Fidelity Aggr. Growth	0.58	VISGX Vanguard Small Cap Growth	0.62
FFTYX Fidelity Fifty	-0.35	VSEQX Vanguard Strategic Equity	0.78
SPHIX Fidelity High Income	-0.12	VBMFX Vanguard Total Bond	0.86
FSTGX Fidelity Intermediate Gov't	0.77	YACKX Yacktman Fund	-0.31
FBNDX Fidelity Inv Grade Bond	0.65		
FGRTX Fidelity Growth & Inc II	0.49		
FSEAX Fidelity SE Asia	3.00		
FEXPX Fidelity Export & MultiNat'l	0.67		
GATEX Gateway Fund	0.14		
LMASX Legg Mason Special	-0.15		
LMOPX Legg Mason Opportunity Tr	1.00		
MAPTX Matthews Pacific Tiger	2.58		
RSCOX RS Contrarian	0.86		
RSPFX RS Partners	2.89		
RYPRX Royce Premier	1.21		
TGANX TCW Galileo Aggr. Growth	0.31		
		<b>Indices</b>	
		DOW JONES INDUSTRIALS	0.26%
		S&P 500	0.36
		NASDAQ	1.15

### Editorial Questions?

Phone: 800-890-9670  
 Fax: 508-429-0940  
 E-mail: [service@moneyletter.com](mailto:service@moneyletter.com)

### Contact Us!

Address: 360 Woodland Street  
 P.O. Box 6020  
 Holliston, MA 01746

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