

MONEYLETTER *Plus*

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MONEYLETTER HOTLINE 6/10/03

Low Yields Help Stocks

The market action over the last two days has to be looked at positively. Yesterday's selling occurred with very little volume, and today's attempt to drive the market down was met by buyers buying the dip.

We are seeing the reverse of the action we saw during the bear market. Perhaps, more important than the stock market action was what was occurring in the bond market. Long-term yields dropped again. The 10-year yield is now at an incredibly low 3.2%. We never imagined that long-term yields would drop as low as that.

For stocks, this recent move in yields is very powerful. As the stock market has advanced, the argument about stock market valuation is brought up again and again. Because of the rally, it is argued, stocks are expensive on an historical basis. The trouble with this argument is that it fails to account for today's interest rates. At today's rates stocks valuations deserve to be high, and higher than they are now. The earnings warning season has begun and the market held up well despite a mixed message from Nokia.

There is no change in our new recommended allocations.

New Fund Recommendations – For domestic stock funds, there are two new buys: Vanguard Strategic Equity and Boston Partners Smallcap Value (the fund is closed). There are two new holds: Janus Special Equity and Fidelity Convertible Securities. There are two new sells: T. Rowe Price Capital Appreciation and Fidelity Fifty. For international stock funds, there is one new buy: Investec China & Hong Kong. There is one new hold: Matthews Asia Growth & Income.

Fidelity Fifty is in both the Fidelity Venturesome and Moderate portfolios. We will switch the fund into Fidelity Value in both portfolios.

The Economy – This week's economic reports all come out later this week. There was much talk from Fed Governors today and the talk contributed to today's bond market rally. The weekly retail sales surveys were mixed. We continue look for good growth over the year ahead.

The Stock Market – Many Wall Street pros continue skeptical of this market rally. From a short-term perspective, stocks are overbought and sentiment in general has turned too bullish. A correction is possible at any time after such a strong run. But we believe that profits and low interest rates will provide a solid foundation for the rally over the next four quarters.

The Bond Market – The bond market was full of rumors about a rate cut today. We are becoming less skeptical that a cut is in the offing later this month..

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

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Allocation Change

We are recommending the elimination of the money fund reserve for Venturesome and Moderate investors. In the case of the Venturesome portfolios we recommend that all the proceeds be invested in domestic stock funds. In the case of the Moderate portfolios we recommend that half the proceeds go to domestic stock funds with the other half going to high-yield bond funds.

There is no change recommended right now for Conservative investors. The new allocations are **Venturesome**: 100% domestic equity funds; **Moderate**: 70% domestic equity funds, 10% international stock funds, 20% high-yield bond funds. Here are the changes we will make in the model portfolios. **MONEYLETTER Venturesome**: Sell Schwab Money Market Fund, buy FBR Small Cap Value A with the proceeds. **Fidelity Venturesome**: Sell Fidelity Cash Reserves, buy Fidelity Growth Co. with the proceeds. Fidelity Growth Company is a recent new sell, we know, but it has moved back up smartly. **Vanguard Venturesome**: Sell Vanguard Prime Portfolio Money Market Fund, buy Vanguard Capital Value with the proceeds. **MONEYLETTER Moderate**: Sell Schwab Money Market Fund, buy \$4,000 of Buffalo High Yield and purchase RS Partners with the remaining proceeds. **Fidelity Moderate**: Sell Cash Reserves. Purchase \$6,000 of High Income and also purchase Fidelity Convertible Securities with the remainder of the proceeds. **Vanguard Moderate**: Sell Prime Portfolio. Buy \$4,000 of High-Yield Corporate Bond and purchase Extended Market Index with the remainder.

New Fund Recommendations – For domestic stock funds, there are four new holds: Longleaf Partners Smallcap, Weitz Value Fund, Berwyn Fund, and Vanguard Capital Value. There are no changes for international funds. .

The Economy – Today's employment report, though weak, was consistent with the economic reports issued earlier this week. The weakness in the economy is ebbing. The uncertainty over Iraq is gone and the market rally has lifted spirits. We see growth picking up shortly as the tax cut kicks in. With the cut, growth should pick up close to 4% later this year.

The Stock Market – We know that we are recommending increased exposure to domestic stock funds when the market is clearly overbought. In fact, today's sharp reversal may be the beginning of an overdue correction. But that is a short-term consideration. We are looking 6-9 months ahead and we see higher prices ahead over that period.

The Bond Market – Bond traders are looking for the Fed to cut rates this month. We're not so sure, and give a rate cut a 50/50 chance at best. We still think long-term rates have hit bottom.

Domestic Stock Funds — data as of 6/6/03

Fund	Advice	1 month	6 month	1 year		Advice	1 month	6 month	1 year
1 Legg Mason Opportunity Trust	B	13.2%	36.4%	25.8%	51 WPG Tudor	H	12.4	11.0	3.9
2 RS Partners	B	9.0	26.5	17.6	52 Weitz Value Fund	H	6.5	15.0	2.6
3 Undiscovered Small Cap Growth	H	15.4	22.7	17.2	53 MSI Mid Cap Value	H	10.6	15.1	-3.8
4 FBR Small Cap Value A (1%	B	4.2	22.4	31.8	54 RS Smaller Company Growth	H	13.4	15.6	-9.4
5 Heartland Value (1%r<90d)	B	15.3	22.5	8.4	55 Vanguard Explorer	H	10.0	14.1	-0.9
6 Legg Mason Special Investment	B	10.2	21.6	17.3	56 Royce Low Priced Stock (1%	H	10.7	14.3	-3.0
7 Undiscovered Behavioral Growth	H	9.8	22.9	11.6	57 T.Rowe Price Mid Cap Value	H	10.7	13.4	-1.1
8 Oberweis Emerging Growth	B	12.0	20.8	11.0	58 Vanguard Small Cap Growth	H	9.1	12.9	2.5
9 TCW Galileo Aggressive Growth	B	6.0	22.7	11.0	59 Pin Oak Aggressive Stock	H	9.7	18.0	-11.4
10 WmBlair S-C Growth N (1%r<60d)	B	11.8	20.1	6.0	60 Boston Partners Mid Cap Value	H	9.2	14.8	-2.8
11 Yacktman Fund	B	9.1	15.3	19.8	61 SIT Mid Cap Growth	H	7.9	15.9	-3.6
12 Neuberger Berman Focus	H	12.4	23.7	-7.2	62 RS Emerging Growth(closed)	H	11.1	14.1	-3.8
13 Royce Opportunity (1%r<180d)	H	12.7	19.7	-2.8	63 Buffalo Small Cap	S	10.3	14.8	-5.3
14 Vanguard Cap Opp (\$25,000&1%	B	10.8	16.6	6.9	64 T.Rowe Price Mid Cap Growth	H	8.3	14.2	-1.0
15 Legg Mason Value	B	7.3	17.0	10.9	65 Royce Premier (1%r<180d)	H	8.0	11.6	5.9
16 Muhlenkamp Fund	B	10.9	19.3	-0.5	66 Vanguard SmallCap Index	S	9.1	14.0	-1.7
17 RS MidCap Opportunities	H	9.5	18.0	3.7	67 Meridian Fund	H	8.1	14.6	-1.7
18 CGM Focus	H	16.4	18.5	-7.8	68 Neuberger Berman Partners	H	8.6	15.2	-4.1
19 Fidelity Capital Appreciation	H	8.8	18.2	3.4	69 Selected Special Shares	S	8.0	14.0	-0.8
20 CS Warburg Pincus Emerging	H	10.3	18.8	-0.7	70 Fidelity Equity-Income II	S	8.0	12.0	3.6
21 T. Rowe Price New Horizons	H	10.0	17.5	2.7	71 Neuberger Berman Guardian	H	7.8	15.3	-4.6
22 Marsico 21st Century	H	8.2	16.0	6.8	72 Fidelity Export & Multinat'l(.75%	H	6.4	12.6	4.0
23 Bogle Small Cap Growth(closed)	H	10.1	17.4	-0.5	73 Wasatch Small Cap Value (2%	S	10.0	16.6	-11.3
24 Vanguard Strategic Equity	B	9.1	16.3	3.8	74 PBHG Emerging Growth(closed)	S	11.6	13.6	-6.3
25 Boston Ptnrs Smlcap Val	B	11.1	17.2	-2.4	75 Vanguard Windsor II	S	9.1	13.1	-1.3
26 Turner Midcap Growth	S	10.4	16.9	-0.7	76 Janus Enterprise	H	6.5	14.1	-0.1
27 TCW Galileo Value Opportunities	H	10.3	18.4	-6.0	77 MSI Midcap Growth	S	8.1	14.5	-3.3
28 C&B Mid Cap Value	H	8.6	17.1	-0.2	78 Strong Opportunity	S	10.5	13.2	-4.0
29 Aegis Value Fund	B	9.2	12.7	9.3	79 Vanguard Value Index	S	9.1	12.9	-1.4
30 Salomon Brothers Capital(closed)	B	10.2	15.5	-0.3	80 Vanguard Windsor	S	7.3	13.7	-0.7
31 Strong Mid Cap Disciplined	H	9.9	14.1	3.0	81 Eclipse Small Cap Value	H	5.7	14.2	0.4
32 Montgomery Small Cap	H	7.6	15.9	1.7	82 Sound Shore	H	10.0	12.8	-3.1
33 Federated Kaufmann Fund(0.2%)	H	10.7	15.0	-0.7	83 Royce Penn Mutual(1%r<180d)	S	8.7	12.4	-0.2
34 Vanguard Extended Market Index	H	8.9	14.9	2.0	84 Vanguard Growth Equity	S	7.4	13.3	-1.4
35 Hussman Strategic Growth (1.5%	H	7.7	12.2	10.5	85 Dreyfus New Leaders	S	9.5	11.6	-0.4
36 Fidelity Growth Company	H	9.1	14.5	2.4	86 Oakmark Equity&Income	H	5.9	11.1	6.0
37 MSI Small Cap Value(closed)	H	10.4	13.0	3.8	87 T. Rowe Price New America	S	6.0	13.3	0.4
38 Vanguard Convertible Securities	B	4.6	13.8	10.5	88 Strong Advisor Midcap Growth	S	8.1	14.4	-5.9
39 Vanguard Capital Value	H	7.3	15.4	2.1	89 Salomon Brothers Investors	S	9.8	11.4	-1.4
40 Strong Advisor Common Stock	H	8.9	13.5	4.3	90 SIT Small Cap Growth	S	7.6	12.4	-0.8
41 Janus Special Equity	H	8.8	16.6	-3.4	91 CRM Mid Cap Value Ins	S	7.8	13.9	-5.0
42 Longleaf Partners	H	6.8	14.3	5.4	92 Fidelity Value	H	7.8	12.6	-1.8
43 Oakmark Select(closed) (2%	H	8.6	14.2	2.8	93 TCW Galileo Small Cap Growth	S	11.5	13.5	-9.8
44 Fidelity Convertible Securities	H	4.9	15.2	5.9	94 CRM Mid Cap Value Inv	S	7.8	13.8	-5.2
45 RS Diversified Growth	H	12.4	14.7	-4.2	95 Dodge & Cox Stock	S	8.6	10.9	0.6
46 Janus Venture (closed)	H	10.4	16.1	-4.7	96 Liberty Small Company Equity	S	10.8	11.4	-4.4
47 Longleaf Partners Smallcap	H	9.3	13.9	2.4	97 T. Rowe Price S-C Value	H	6.0	11.7	2.1
48 Needham Growth Fund (.75%	H	10.9	14.4	-1.5	98 Vanguard PRIMECAP	S	6.6	12.3	-0.7
49 Van Wagoner Emerging Growth	H	17.6	15.4	-14.1	99 American Century Equity Income	H	6.4	9.8	5.8
50 RS Value+Growth	H	9.4	15.0	-1.0	100 Wasatch Small Cap Grth	S	7.9	10.7	0.9

DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 6/6/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
101 Berwyn Fund (1%r<180d)	H	5.1	13.2	-1.6	151 Royce Special Equity (1%	S	4.5	7.5	5.5
102 Strong Discovery	S	5.9	11.1	2.6	152 Homestead Value	S	7.7	8.4	-1.8
103 Oakmark Fund	S	8.2	11.7	-2.6	153 Fidelity Stock Selector	S	5.6	9.0	-0.1
104 Fidelity L P Stock (3%&1.5%	S	7.7	11.3	-0.7	154 Mutual Beacon(1%)CIZ	S	5.2	10.7	-4.0
105 Fidelity New Millennium (3%)	S	7.5	11.1	0.1	155 Strong Large Cap Growth	S	6.4	10.0	-4.0
106 MSI Value Portfolio	S	9.2	12.8	-6.9	156 T. Rowe Price New Era	S	7.5	9.2	-3.9
107 Baron Small Cap	H	5.9	13.8	-4.8	157 INVESCO Value Equity	S	6.5	9.7	-3.6
108 American Century Value	S	7.4	10.8	0.6	158 Dreyfus Growth Opportunity (2%	S	6.0	9.8	-3.3
109 CRM Small Cap Value Inv	S	8.7	12.3	-6.2	159 Mutual Qualified(1%)CIZ	S	5.4	10.8	-4.9
110 Royce Total Return (1%r<180d)	S	5.9	10.1	3.5	160 Schwab 1000 Fund (.75%	S	5.9	9.4	-2.2
111 Strong Multi-Cap Value	H	11.7	12.3	-10.9	161 Nicholas II	S	5.5	9.3	-1.6
112 T. Rowe Price Growth Stock	S	5.9	11.1	0.7	162 T. Rowe Price Small Cap Stock	S	6.3	8.9	-2.1
113 Fidelity Growth & Income II	H	4.1	10.6	4.6	163 Vanguard 500 Index	S	5.9	9.2	-2.3
114 Westport Small Cap R	S	8.3	10.4	-2.3	164 Vanguard Equity-Income	H	6.6	9.1	-3.1
115 Safeco Growth Opportunities	S	13.4	12.2	-14.6	165 Baron Growth	S	5.9	9.5	-3.0
116 INVESCO Dynamics	S	6.7	12.1	-4.3	166 Liberty Asset Allocation CIZ	S	5.1	7.8	2.4
117 Columbia Special	S	8.8	10.8	-4.5	167 Fidelity Spartan 500 Index	S	5.9	9.2	-2.4
118 Vanguard/Morgan Growth	S	6.2	10.6	-0.3	168 INVESCO Core Equity	S	6.4	9.3	-3.5
119 T. Rowe Price Cap Appreciation	S	5.7	8.8	4.5	169 Mutual Shares(1%)CIZ	S	4.9	10.0	-3.2
120 Gabelli Asset	S	7.2	10.0	-0.7	170 USAA Growth & Income	S	6.7	8.5	-2.5
121 Vanguard U.S. Value	S	8.6	10.5	-4.3	171 T. Rowe Price Dividend Growth	S	6.3	8.9	-3.1
122 American Century Income &	S	7.2	10.2	-1.6	172 Third Avenue Value	S	7.0	9.9	-7.0
123 Wasatch Core Growth(closed,2%	S	9.8	14.4	-16.0	173 Marsico Focus	S	7.4	9.3	-6.1
124 American Century Equity Growth	S	6.4	10.4	-1.1	174 SIT Large Cap Growth	S	5.3	8.8	-1.8
125 Dreyfus Mid Cap Index	S	7.8	10.4	-3.4	175 Scudder Development (closed)	S	5.1	9.5	-3.2
126 Fidelity Aggressive Growth(0.75%	H	6.9	10.8	-3.0	176 T. Rowe Price Growth & Income	S	6.3	9.0	-4.1
127 USAA Aggressive Growth	S	7.2	11.5	-5.2	177 Fidelity Small Cap Stock (2%	S	7.2	9.1	-5.8
128 Vanguard Total Stk Mkt	S	6.5	10.4	-1.5	178 Tweedy, Browne American	S	5.2	10.5	-6.8
129 American Century Vista	S	7.6	10.8	-4.2	179 Nicholas Fund	S	6.5	9.1	-5.7
130 Janus Mercury	S	6.4	9.8	0.1	180 CS Warburg Pincus Value	S	6.1	9.5	-6.3
131 Ariel Appreciation	S	9.4	9.5	-4.0	181 American Century Select	S	5.4	8.7	-3.6
132 T. Rowe Price Equity-Income	S	7.4	9.8	-2.0	182 Montgomery Growth	S	4.5	9.2	-3.6
133 Thompson Plumb Growth	S	7.1	9.7	-1.4	183 Fidelity Fund	S	4.9	8.7	-3.0
134 Selected American Shares	S	6.8	10.1	-1.8	184 Janus Twenty(closed)	S	5.1	7.0	0.9
135 Clipper Fund	S	9.4	7.9	-0.5	185 Vanguard Growth & Income	S	6.3	8.0	-3.8
136 Vanguard Mid-Cap Index	S	7.5	10.2	-3.4	186 UMB Scout Stock	S	5.8	8.4	-4.1
137 Loomis Sayles Value	S	7.7	10.1	-3.5	187 Fidelity Disciplined Equity	S	5.2	8.6	-3.8
138 Fidelity Fifty (.75%r<30d)	H	6.2	9.1	1.3	188 Harbor Value	S	7.1	9.3	-8.3
139 Fidelity Dividend Growth	S	7.3	8.7	0.4	189 Fidelity Magellan (3%)	S	5.5	8.1	-3.0
140 Scudder Large Co Value	S	7.0	10.3	-3.2	190 Fidelity Contrafund	S	4.4	8.6	-2.8
141 Fidelity Mid-Cap Stock (.75%	S	8.0	10.6	-6.2	191 Neuberger Berman Manhattan	S	5.9	9.4	-7.4
142 Loomis Sayles Small Cap Value	S	5.7	10.9	-3.8	192 Safeco Equity	S	5.1	8.4	-4.0
143 Neuberger Berman Genesis	S	5.9	8.7	1.5	193 Preferred Value	S	8.2	6.3	-3.5
144 Marsico Growth & Income	S	7.9	10.1	-5.2	194 Domini Social Equity Fund	S	5.3	7.9	-3.2
145 Fidelity Equity-Income	S	7.4	9.7	-3.6	195 State Street Mid-Cap Value	S	9.9	9.0	-12.9
146 Strong Growth	S	6.1	9.7	-2.1	196 INVESCO Blue Chip Growth	S	6.0	10.0	-9.7
147 Third Avenue Small-Cap Value	S	6.6	9.6	-2.9	197 Fidelity Independence(ret.only)	S	6.4	9.1	-8.0
148 Fidelity Trend	S	5.4	9.2	0.1	198 Liberty Equity Value CIZ	S	7.7	9.9	-12.2
149 INVESCO Small Company	S	8.6	9.9	-6.7	199 WPG Large Cap Growth	S	4.3	9.0	-4.7
150 Artisan Midcap(closed)	S	7.5	9.3	-3.7	200 Neuberger Berman Fasciano Inv	S	6.3	8.5	-6.7

DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 6/6/03

Fund	Advice	1 month	6 month	1 year					
201 Ariel Fund	S	5.6	7.8	-4.1	250 Bonnel Growth Fund (.25%)	S	4.6	-2.1	-18.1
202 Dreyfus Growth & Income	S	6.0	7.8	-5.4	251 Van Wagoner Mid-Cap	S	2.6	-5.9	-27.5
203 Fidelity Blue Chip Growth	S	4.9	7.9	-4.1					
204 Dreyfus Fund	S	6.0	7.6	-5.1					
205 CS Warburg Pincus Capital Ap-	S	5.2	8.0	-5.1					
206 Fidelity Contrafund II (3%)	S	4.4	6.8	-1.3					
207 PBHG Growth	S	5.7	9.0	-8.9					
208 Preferred Growth	S	5.5	8.3	-6.8					
209 Vanguard Small-Cap Value Index	S	6.7	8.4	-9.3					
210 Vontobel U.S. Value (2%r<360d)	S	2.8	8.2	-3.0					
211 Liberty Equity Growth CIZ	S	5.1	7.8	-5.6					
212 Scudder Growth & Income	S	4.6	7.6	-4.6					
213 Harbor Capital Appreciation	S	5.6	8.0	-7.2					
214 PBHG Small Cap Value	S	6.9	9.2	-12.1					
215 ICM/Isabelle Small Cap Value	S	14.1	5.6	-13.9					
216 Columbia Growth	S	4.8	8.5	-7.4					
217 Dreyfus Appreciation	S	5.5	7.0	-4.7					
218 Fidelity Growth & Income(3%)	S	4.1	7.2	-3.4					
219 Janus Olympus	S	4.2	8.9	-8.5					
220 USAA Growth	S	4.9	8.1	-7.6					
221 Northeast Investors Growth	S	5.0	6.2	-3.1					
222 Columbia Common Stock	S	5.2	7.0	-5.6					
223 American Century Ultra	S	3.8	7.8	-5.7					
224 Value Line Special Situations	S	3.5	7.6	-4.8					
225 Scudder Capital Growth AARP	S	4.7	7.1	-5.4					
226 Oakmark Small Cap (2%r<90d)	S	8.0	6.5	-9.5					
227 Janus Fund	S	3.5	8.1	-7.4					
228 Fidelity OTC Portfolio	S	5.1	5.0	-2.0					
229 Vanguard Growth Index	S	3.3	6.3	-3.0					
230 Scudder Large Company Growth	S	3.7	7.1	-5.9					
231 American Century Growth	S	4.2	6.5	-5.3					
232 Janus Growth & Income	S	3.6	6.9	-5.7					
233 Fidelity Large Cap Stock	S	4.5	6.6	-6.4					
234 Babson Value	S	5.3	8.2	-11.8					
235 Vanguard U.S. Growth	S	3.6	6.7	-6.2					
236 William Blair Growth (1%r<60d)	S	5.8	6.5	-9.5					
237 Strong Growth 20	S	6.2	6.0	-8.9					
238 Fidelity Small Cap Ind.(1.5%)	S	5.2	7.1	-11.9					
239 Dreyfus Premier Third Century	S	4.3	6.7	-10.1					
240 Baron Asset	S	6.3	6.3	-12.3					
241 Value Line Fund	S	4.0	6.9	-10.4					
242 Gabelli Growth	S	6.0	4.8	-9.6					
243 Salomon Brothers Opportunity	S	4.0	5.5	-9.0					
244 Dreyfus-Founders Discovery	S	6.2	5.0	-12.6					
245 Babson Growth	S	3.4	4.7	-8.4					
246 American Century Heritage	S	5.1	3.8	-10.1					
247 Value Line Leveraged Growth	S	3.5	5.3	-12.2					
248 Fidelity Focused Stock (.75%)	S	5.7	5.6	-21.4					
249 Gintel Fund (2%r<45d)	S	0.1	2.5	-16.3					

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INTERNATIONAL STOCK FUNDS
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International Stock Funds — data as of 6/6/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Artisan Intl Small Cap (2%r<90d)	B	6.8%	22.9%	8.8%	51 T. Rowe Price New Asia	S	10.1	2.2	-12.3
2 Fidelity Latin Amer.(1.5%<90d)	H	5.5	25.7	1.0	52 Matthews Japan Fund (2%	S	6.4	7.0	-18.8
3 Oakmark Global (2%r<90d)	B	9.5	19.5	8.0	53 American Century Intl Growth	S	5.1	4.7	-12.5
4 Scudder Latin America	H	3.3	24.4	1.7	54 Babson-Stewart Ivory Intl	S	5.9	5.0	-14.4
5 T.Rowe Price Latin America (2%	H	4.8	22.4	0.4	55 Vanguard Pacific Stock Index	S	6.1	5.1	-15.3
6 T.Rowe Price Intl Disc. (2%r<1yr)	B	8.0	19.5	-0.6	56 Fidelity Pacific Basin (1.5%	S	6.2	3.4	-13.9
7 Scudder Global Discovery(closed)	B	9.4	18.2	-1.7	57 Fidelity SE Asia (1.5%r<90d)	S	10.0	0.6	-14.7
8 Oakmark Intl Small Cap	B	9.3	16.9	-7.5	58 Scudder Pacific Opportunity (2%	S	9.0	0.0	-12.2
9 Fidelity Diversified Intl (1%r<30d)	B	6.7	13.2	-2.6	59 Japan Fund (Scudder) (2%	S	7.6	3.1	-17.9
10 T. Rowe Price European	H	6.3	13.2	-3.3	60 T. Rowe Price Japan	S	2.6	3.3	-23.0
11 Vanguard European Stock Index	H	6.2	12.9	-3.7	61 Fidelity Japan(1.5%<90d)	S	1.9	1.4	-17.7
12 Dreyfus Emerging Market(1%r)	B	7.2	11.2	-2.6	62 CS Warburg Pincus Japan Grth	S	5.4	-2.3	-27.8
13 Julius Baer International Equity A	B	5.4	11.2	-1.4					
14 Fidelity Aggressive Intl. (1%r<30d)	H	5.8	12.4	-5.1					
15 Fidelity Europe (1%r<90d)	B	6.6	12.6	-7.6					
16 Investec China & Hong Kong	B	12.6	8.4	-6.1					
17 Harbor International	H	6.6	10.9	-4.8					
18 Fidelity Worldwide (1%r<30d)	H	7.6	10.1	-4.4					
19 Vanguard Emerging Mkts Stk	H	7.9	9.7	-4.0					
20 Matthews Pacific Tiger (2%r<90d)	H	11.5	8.7	-7.3					
21 Oakmark International (2%r<90d)	H	7.4	11.4	-8.9					
22 USAA International	H	4.9	10.4	-3.5					
23 Matthews Asia Growth&Income	H	5.4	7.1	3.1					
24 Fidelity International G & I	H	6.5	10.1	-6.5					
25 Schwab International Index (1.5%	H	6.1	10.4	-6.9					
26 Montgomery Emerging Mkts	H	5.8	10.0	-5.7					
27 Wm. Blair Intl. Growth Stock N	H	7.2	10.3	-9.1					
28 Scudder Greater Europe (2%	S	5.1	10.7	-7.6					
29 Longleaf Partners International	S	10.7	8.2	-10.0					
30 USAA World Growth	H	5.3	9.1	-4.8					
31 T. Rowe Price Intl Stock	S	6.4	9.4	-8.3					
32 Loomis Sayles International Eq-	S	5.8	9.6	-8.3					
33 Scudder Global	H	6.9	8.7	-7.9					
34 Vanguard International Value	S	7.3	9.3	-10.0					
35 Columbia International Stock	S	5.9	9.2	-8.5					
36 Gabelli Intl. Growth	H	7.1	8.6	-9.2					
37 Fidelity Emerging Mkts (1.5%	S	7.4	7.7	-7.5					
38 Vontobel International Equity (2%	H	4.8	8.1	-4.9					
39 Vanguard International Growth	S	5.6	8.5	-7.8					
40 Liberty Intl Equity CIZ	S	5.9	9.7	-11.2					
41 Fidelity Overseas (1%r<30d)	S	8.3	7.3	-11.8					
42 Preferred International	S	6.2	7.3	-9.8					
43 Janus Overseas(closed)	S	7.4	6.4	-10.5					
44 SIT International Growth	S	5.9	8.1	-12.9					
45 American Century Global Growth	S	5.7	6.7	-11.2					
46 INVESCO European (2%r<90d)	S	4.9	7.9	-13.0					
47 Scudder International (2%r<180d)	S	4.5	6.5	-10.1					
48 Artisan International	S	6.1	6.0	-14.0					
49 Tweedy, Browne Global Value	S	4.7	6.0	-11.9					
50 Janus Worldwide	S	6.2	4.5	-12.1					

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

**Wednesday
June 18 2003
by Midnight**

Total Return % - 5/31/03

1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
4.2	ML Conservative	4.1	-3.4	16.6	5.6
3.1	Fidelity Conservative	3.3	-5.9	-8.1	6.1
4.0	Vanguard Conservative	5.6	-4.2	-13.7	8.1
7.7	ML Moderate	9.6	2.1	-0.5	11.8
5.0	Fidelity Moderate	4.4	-5.1	1.9	8.8
5.2	Vanguard Moderate	8.9	-3.9	-14.7	11.3
7.7	ML Venturesome	9.7	-2.8	-5.8	11.1
5.1	Fidelity Venturesome	2.9	-7.5	5.8	8.3
6.3	Vanguard Venturesome	8.0	-6.6	-17.4	11.1
9.6	ML Select	9.9	n/a	n/a	8.6
Benchmarks					
5.3	S&P 500	3.9	-8.0	-29.2	10.4
4.8	Asset Allocation Funds Avg (45)	4.9	-4.6	-14.7	8.9

**SPECIALTY FUNDS
On Next Page**

Specialty Funds — data as of 6/6/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 CGM Realty	*	20.0%	47.9%	24.4%	51 Fidelity Energy (3%&.75%r<30d)	*	9.0	9.7	-1.5
2 Rydex Biotechnology	*	21.9	28.9	36.3	52 Fidelity Gold (3%&.75%r<30d)	*	7.2	11.3	-2.8
3 Fidelity Biotechnology (3%&.75%	*	13.7	21.6	24.2	53 INVESCO Gold Inv	*	8.3	11.4	-4.9
4 Rydex Internet	*	13.0	19.8	16.1	54 INVESCO Leisure Inv	*	6.1	11.0	-1.7
5 RS Contrarian	Select	6.7	22.9	11.9	55 Fidelity Health Care (3%&.75%	*	5.1	8.8	4.4
6 Fidelity Networking	*	12.5	23.8	0.5	56 Rydex Financial Services	*	6.6	11.8	-5.6
7 Fidelity Multimedia (3%&.75%	*	12.5	13.7	21.6	57 Rydex Energy Services	*	10.7	8.1	-2.7
8 Rydex Utilities	*	10.9	25.2	-5.7	58 Vanguard Balanced Index	B	4.6	8.7	3.8
9 Fidelity Medical Equip (3%&.75%	*	5.9	18.5	16.7	59 Fidelity Insurance (3%&.75%	*	4.1	9.4	1.0
10 Fidelity Developing Comm (3%	*	9.1	20.9	5.0	60 Fidelity Indust MatrIs (3%&.75%	*	8.5	10.4	-8.6
11 Fidelity Natural Gas (3%&.75%	*	12.1	16.9	6.7	61 Rydex Telecommunications	*	6.7	4.7	6.8
12 Fidelity Technology (3%	*	9.4	18.6	6.4	62 U.S.Global Gold Shares (.25%	*	7.6	14.1	-18.6
13 Fidelity Utilities Growth (3%&.75%	*	9.2	18.7	5.8	63 INVESCO Technology Inv	*	7.3	11.7	-12.5
14 Fidelity Computers (3%&.75%	*	11.0	20.6	-2.5	64 Fidelity Cyclical Ind (3%&.75%	*	5.3	9.0	-5.6
15 Fidelity Pharmaceuticals (3%	*	7.9	17.9	8.7	65 Fidelity Automotive (3%&.75%	*	7.7	7.7	-6.7
16 Rydex Technology	*	11.7	17.5	3.6	66 INVESCO Telecommunications	*	6.0	7.6	-5.5
17 Fidelity Brokerage (3%&.75%	*	13.8	14.3	6.4	67 Fidelity Environmental Ser (3%	*	5.2	5.8	-0.5
18 Rydex Health Care	*	8.3	16.1	8.9	68 Rydex Consumer Products	*	7.3	6.3	-5.0
19 Cohen & Steers Realty Shares	*	6.3	16.8	8.7	69 Fidelity Bus Services (3%&.75%	*	7.0	9.0	-12.1
20 Fidelity Telecomm (3%&.75%	*	8.3	10.2	20.8	70 Gateway Fund	B	1.6	5.0	4.7
21 Vanguard Energy (1%r<1yr)	*	8.8	15.2	7.2	71 Rydex Retailing	*	6.3	7.3	-8.1
22 Fidelity Leisure (3%&.75%r<30d)	*	8.7	16.3	3.7	72 Fidelity Defense & Aero (3%	*	6.1	8.5	-12.0
23 Cohen & Steers Equity Income	*	5.9	15.6	8.7	73 Fidelity Retailing (3%&.75%	*	7.4	6.8	-10.3
24 INVESCO Real Estate Inv	*	5.6	14.9	8.7	74 Merger Fund	*	2.3	4.8	1.1
25 Vanguard REIT Index (1%r<1yr)	*	5.0	15.1	7.8	75 Rydex Leisure	*	6.4	7.6	-12.3
26 Stratton Mthly Div REIT (1.5%	*	5.5	13.8	8.4	76 Fidelity Consumer Ind (3%	*	6.3	6.2	-9.1
27 Vanguard Precious Metals	*	11.2	15.0	-3.3	77 Rydex Precious Metals	*	6.8	5.4	-10.1
28 INVESCO Utilities Inv	*	8.9	13.9	2.2	78 Fidelity Industrial Equip (3%	*	5.4	4.6	-10.7
29 Scudder Gold (closed)	*	4.7	15.8	2.7	79 Fidelity Food & Agr (3%&.75%	*	7.6	2.6	-12.0
30 Fidelity Transportation (3%&.75%	*	4.0	16.8	1.3	80 Fidelity Chemicals (3%&.75%	*	0.5	3.6	-4.6
31 Fidelity Software (3%&.75%	*	3.7	12.4	11.9	81 Rydex Basic Materials	*	5.3	3.0	-13.8
32 Fidelity Wireless	*	9.6	15.3	-4.3	82 Fidelity Paper & Forest (3%	*	4.3	-1.3	-15.4
33 Fidelity Balanced	B	6.6	12.9	6.1	83 Rydex Transportation	*	-0.1	-1.2	-9.8
34 Fidelity Real Estate (.75%r<90d)	*	3.9	13.9	7.4	84 Fidelity Med Del (3%&.75%	*	6.7	-0.3	-23.5
35 INVESCO Energy Inv	*	9.4	12.4	2.5	85 AXARosenberg Value L/S (2%	*	-4.2	-3.3	-1.7
36 Fidelity Const & Housing (3%	*	10.3	14.3	-4.7	86 Prudent Bear	*	-3.1	-10.1	-1.3
37 Rydex Banking	*	6.4	13.7	2.0	87 Rydex Ursa	*	-5.6	-10.0	-3.4
38 Fidelity Home Finance (3%&.75%	*	5.4	14.5	0.8	88 ProFunds Bear Inv	*	-5.7	-10.4	-4.3
39 Fidelity Banking (3%&.75%r<30d)	*	7.8	12.6	1.9	89 Rydex Electronics	*	-14.4	-19.7	-51.0
40 Vanguard Health Care (\$25k&1%	*	7.1	11.7	4.3					
41 Fidelity Finl Serv (3%&.75%	*	5.8	12.2	2.3					
42 Fidelity Electronics (3%&.75%	*	11.6	16.8	-18.1					
43 Rydex Energy	*	9.5	10.4	0.9					
44 Fidelity Energy Services (3%	*	10.1	10.1	-0.2					
45 INVESCO Health Sciences Inv	*	6.3	12.2	-0.7					
46 Amer. Cent. Global Gold (1%	*	8.5	12.4	-4.6					
47 Rydex Electronics	*	12.6	14.8	-18.0					
48 Fidelity Air Transport (3%&.75%	*	7.1	15.7	-12.3					
49 Fidelity Natrl Resources (3%	*	9.1	10.2	-2.5					
50 INVESCO Financial Serv Inv	*	6.3	11.2	-0.7					

BOND FUNDS
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Bond Funds — data as of 6/6/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Amer. Cent. Target 2025	*	9.9%	20.6%	38.2%	51 MetroWest Total Return	*	1.8	7.5	2.7
2 Amer. Cent. Target 2020	*	8.2	19.2	35.6	52 Columbia High Yield	B	0.0	6.9	6.7
3 Fidelity New Markets Income	*	5.2	23.9	25.1	53 Vanguard Bond Market	*	1.5	5.3	8.0
4 Amer. Cent. Int'l Bond	Select	4.6	18.5	31.9	54 Fidelity Government Income	*	2.1	4.3	9.5
5 Amer. Cent. Target 2015	*	7.1	16.0	31.7	55 Montgomery Total Return	B	1.3	4.4	10.2
6 T. Rowe Price Int'l Bond	*	3.4	15.5	25.2	56 Safeco I-T U.S. Treasury	B	1.6	4.2	9.9
7 INVESCO High Yield	*	1.9	15.6	21.4	57 Fidelity Intermediate Bond	*	1.5	4.9	8.4
8 Fidelity High Income (1%r<270d)	B	1.5	16.5	17.1	58 Janus High Yield	B	0.2	6.7	5.5
9 Vanguard Long-Term Corporate	*	4.1	11.7	17.8	59 Strong Govt Securities	B	1.3	4.0	9.9
10 Buffalo High-Yield(2%r<180d)	B	3.5	12.8	15.8	60 Fidelity Intermediate Govt	B	1.4	3.8	9.5
11 Amer. Cent. Target 2010	*	4.1	9.9	22.0	61 American Government Bond	B	0.9	3.5	10.0
12 Managers Bond	B	3.3	11.9	16.3	62 INVESCO U.S. Govt Sec	*	1.3	3.4	9.3
13 Vanguard L-T Treasury	*	4.7	9.5	19.9	63 Columbia Fixed Income Sec	*	1.0	3.9	7.2
14 Amer. Cent. Inflation Adj	B	4.6	10.5	17.0	64 Babson Bond Trust	*	1.3	4.0	5.2
15 BBH Inflation Indexed Sec	B	3.7	10.1	18.3	65 TCW Galileo Total Return Bond	B	0.5	3.0	8.9
16 Vanguard Inflation Protected Sec	*	3.8	10.3	17.8	66 Northeast Investors Trust	B	0.7	5.9	1.0
17 Scudder Global Bond S-T (closed)	*	2.9	10.3	17.8	67 Strong S-T High Yield	*	0.1	4.7	4.5
18 Value Line Aggressive Inc	B	2.4	13.8	7.8	68 Safeco U.S. Government	B	1.0	2.8	7.5
19 T. Rowe Price Corporate Inc	*	2.5	11.7	11.4	69 Schwab S-T Bond Mkt Index	*	0.7	3.1	6.6
20 Strong Corporate Bond	*	2.3	11.4	12.1	70 Vanguard GNMA	*	0.0	1.6	10.1
21 PIMCO Real Return	*	3.2	8.9	16.1	71 Scudder Short-Term Bond	*	0.6	2.7	5.9
22 T. Rowe Price U.S. Treas. L-T	*	3.6	8.1	17.2	72 T. Rowe Price S-T Bond	*	0.6	3.1	4.9
23 Liberty Income CIZ		2.4	10.0	12.5	73 Managers Int. Duration Govt	*	0.3	2.5	6.6
24 T. Rowe Price Spectrum Income	B	2.6	9.5	11.2	74 Vanguard Short-Term Corporate	*	0.5	3.0	4.8
25 INVESCO Select Income	*	1.5	8.8	13.8	75 Fidelity Short-Term Bond	*	0.4	2.6	5.5
26 TCW Galileo High Yield Bond	B	0.2	12.0	7.7	76 Janus S-T Bond	*	0.7	3.1	3.9
27 Dreyfus 100 Treasury L-T	B	3.3	8.2	11.2	77 Mercury Low Duration	*	0.5	2.6	5.2
28 Vanguard High Yield Corporate	B	0.3	10.3	8.6	78 Vanguard S-T Treasury	*	0.7	2.1	6.1
29 T. Rowe Price High Yield	B	0.5	10.0	8.3	79 Dreyfus GNMA	*	0.2	2.2	6.2
30 Liberty Intermediate Bond CIZ	B	2.0	8.6	8.9	80 PIMCO Low Duration	*	0.2	2.3	5.1
31 Strong High Yield Bond(1%r)	*	0.1	11.6	4.0	81 PIMCO Total Return Mortgage	B	-0.1	1.8	6.3
32 Dreyfus A Bonds Plus	*	2.2	7.5	10.7	82 Columbia S-T Bond	*	0.3	2.2	4.3
33 Westcore Plus Bond	*	2.1	7.4	10.7	83 Vanguard S-T Federal	*	0.4	1.6	5.3
34 Payden Global Fixed Income	*	2.2	6.5	11.8	84 Strong S-T Bond	*	0.3	2.5	2.9
35 USAA Income	B	2.0	6.6	11.3	85 T. Rowe Price GNMA	*	-0.1	1.5	5.2
36 Janus Flexible Income	B	1.8	6.3	10.7	86 MetroWest Low Duration	*	1.1	2.7	-0.1
37 Dodge & Cox Income	B	1.1	6.3	11.4	87 Managers Short Duration Govt	*	-0.1	1.7	3.2
38 Scudder Income (closed)	B	1.6	6.0	10.5	88 Montgomery Sht Duration Govt	*	0.1	1.0	4.4
39 Eclipse Bond	B	1.5	6.0	10.8	89 Amer. Cent. Ginnie Mae	*	0.1	1.1	3.8
40 Vanguard Intermediate Treas.	*	2.1	4.7	12.6	90 Managers Intermediate Bond	*	1.3	2.7	-2.4
41 Fremont Bond	B	1.3	5.9	10.6	91 Dreyfus Short-Term Income	*	0.4	1.6	0.2
42 Fidelity Investment Grade	*	1.6	5.8	10.1	92 Fidelity GNMA	*	-0.3	0.8	3.2
43 Eclipse Indexed Bond	*	1.6	5.3	11.2	93 Federated U.S. Govt Sec. 1-3	*	0.1	0.6	2.6
44 WPG Core Bond	*	1.3	5.5	10.9	94 PIMCO High Yield	B	1.1	15.9	0.0
45 FifthThird Bond	*	1.4	5.5	10.6					
46 T. Rowe Price New Income	*	1.7	6.0	8.6					
47 Dreyfus Strategic Income	*	1.8	6.8	5.8					
48 Value Line U.S. Govt Sec	B	1.7	4.8	10.7					
49 Federated Total Return Govt	B	2.1	4.5	10.5					
50 PIMCO Total Return	*	1.2	5.5	8.9					

PORTFOLIO HOLDINGS
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Weekly Performance of ML Model Holdings — data as of 6/6/03

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	0.09%	VBINX Vanguard Balanced	1.66%
BEGBX Amer.Cent. Int'l Bond	0.22	VCVLX Vanguard Capital Value	2.73
BUFHX Buffalo High Yield	1.13	VCSVX Vanguard Convertible Sec.	1.21
DODIX Dodge & Cox Income	0.15	VEIEX Vanguard Emerg. Mkts. Stock	3.12
FBRVX FBR Small Cap Value	1.48	VEIPX Vanguard Equity-Income	2.70
FBALX Fidelity Balanced	1.49	VEXMX Vanguard Extended Market	2.56
FDCAX Fidelity Capital Appreciation	2.16	VWEHX Vanguard High Yield Corp.	0.65
FCVSX Fidelity Convertible Sec.	0.33	VIPSX Van. Inflation Protected Bond	0.08
FDEGX Fidelity Aggr. Growth	2.14	VISGX Vanguard Small Cap Growth	3.60
FDGRX Fidelity Growth Co.	3.22	VSEQX Vanguard Strategic Equity	2.51
FFTYX Fidelity Fifty	1.85	VBMFX Vanguard Total Bond	0.09
SPHIX Fidelity High Income	1.07	YACKX Yacktman Fund	2.82
FSTGX Fidelity Intermediate Gov't	0.00		
FBNDX Fidelity Inv Grade Bond	0.13		
FGRTX Fidelity Growth & Inc II	2.27		
FIVFX Fidelity Aggr. Int'l	3.52		
FEXPX Fidelity Export & MultiNat'l	2.45		
GATEX Gateway Fund	0.32		
LMASX Legg Mason Special	1.34		
LMOPX Legg Mason Opportunity Tr	1.70		
MAPTX Matthews Pacific Tiger	2.44		
PHYDX Pimco High Yield D	0.97		
RSCOX RS Contrarian	1.80		
RSPFX RS Partners	2.81		
RYPRX Royce Premier	2.77		
TGANX TCW Galileo Aggr. Growth	1.38		
		Indices	
		DOW JONES INDUSTRIALS	2.40%
		S&P 500	2.51
		NASDAQ	1.97

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