

## MONEYLETTER HOTLINE 6/17/03

### Stocks & Bonds Break

The market had a sort of buying panic on Monday and held its own today. The rally is giving signs of overheating, which suggests that a correction is not far off. We've been expecting one for some time, and the time appears to be soon. The bond market is helping out in that regard as we have had two days of selling in that market.

It appears that the whiff of better economic news is finally waking the sleeping bond vigilantes. For a while we have had both bond prices and stock prices rising. Since they usually move in opposite directions, this was a bit of a puzzle. This week the puzzle dissolved, the bond market is becoming uneasy as the economic news has a positive tinge. We say tinge, because actually the indications we are getting are from lesser indicators.

Yesterday's powerful rally was sparked by the new NY Fed Business index. The index rose sharply, but how useful the N.Y. index is remains to be seen. It is too new. But the markets seized on it. We do expect more significant positive economic news over the next 3-4 months. It will justify higher prices than we have now. This bull market has legs.

There is no change in our recommended allocations.

**New Fund Recommendations** – For domestic stock funds, there are six new buys: Undiscovered Managers Small Cap Growth, Undiscovered Managers Behavioral Growth, T. Rowe Price New Horizons, Fidelity Capital Appreciation, Marsico 21<sup>st</sup> Century, and Royce Opportunity. There are two new holds: Vanguard Convertible Securities and Aegis Value Fund. There are two new sells: Royce Premier and Berwyn Fund. For international stock funds, there are two new buys: Vanguard European Stock Index and Fidelity Aggressive International. There is one new hold: Julius Baer International Equity A. There are two new sells: USAA World Growth and Vontobel International Equitty.

Royce Premier is in the *MONEYLETTER* Venturesome and Moderate portfolios. We will sell the fund and switch into Heartland Value in both portfolios.

**The Economy** – Consumer prices adjusted for food and energy rose 0.3% last month and this put a dent in the bond market's deflation expectations. Manufacturing industrial production showed a slight gain last month, the first time since January. The weekly retail sales surveys are showing a good gain for June so far over May. This we find encouraging. The economy will continue to improve.

**The Stock Market** – As we mentioned in the last Hotline, we are in the warnings season for this quarter's profits. So far, the warnings have been few and mild. Quarter's end also means fund window-dressing and we may be seeing that hit the market now. We look for higher prices over the intermediate-term.

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

## MONEYLETTER HOTLINE 6/13/03

### Profit-Taking Overdue

The market's overbought condition caught up with it today and we had a bout of well-deserved profit-taking. We will probably see more. There is nothing wrong with that. The market has come a long way, deservedly so, in our opinion, but a period of profit-taking is a pause that could refresh. The ostensible reason for the profit-taking was the release of the Michigan Consumer Confidence Index which declined unexpectedly.

We find it hard to believe that institutional investors, who are the market nowadays, take the Confidence Index that seriously. The index has been a pretty poor indicator of spending in recent years. We think the index was just an excuse for the profit-taking that was due, if not today then soon.

The economy still could use brighter economic news. We believe we will see it over the course of the next 4-6 weeks. We did get better news in yesterday's retail sales report for May. After accounting for lower gas prices and auto sales, retail sales last month rose by 0.6%, a solid increase. The consumer continues to prop up the economy.

There is no change in our 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** – Two forces are now combining to pump up the economy. First, we have the tax cut coming on stream beginning next month. Second, the money supply is growing rapidly. It rose a hefty 19% last month. Firms are finding it easier to raise money. This is very important to get business investment back to life. The economy will continue to improve.

**The Stock Market** – This week saw a successful new issue come to market. This is an important development. It signifies to us that we are in a new market. Still the new, positive market is fragile. And we are in the warnings season for this quarter's profits. We may find the short-run choppy. But stocks are headed up over the intermediate-term.

**The Select Portfolio** – No changes.

## Domestic Stock Funds — data as of 6/13/03

Fund	Advice	1 month	6 month	1 year		Advice	1 month	6 month	1 year
1 Legg Mason Opportunity Trust	B	12.4%	40.8%	32.9%	51 Aegis Value Fund	H	6.8	13.7	10.5
2 Undiscovered Small Cap Growth	B	10.7	29.1	19.4	52 Janus Enterprise	H	6.3	17.2	2.2
3 RS Partners	B	7.8	29.0	20.0	53 MSI Mid Cap Value	H	8.6	17.3	-1.6
4 FBR Small Cap Value A (1%	B	4.1	24.6	35.8	54 RS Smaller Company Growth	H	10.4	18.2	-6.9
5 Legg Mason Special Investment	B	9.7	25.3	21.0	55 Strong Advisor Midcap Growth	H	7.1	18.4	-2.7
6 Oberweis Emerging Growth	B	11.8	25.0	14.5	56 Needham Growth Fund (.75%	H	6.9	17.0	0.5
7 Heartland Value (1%r<90d)	B	12.8	26.1	9.9	57 Selected Special Shares	H	7.2	16.5	0.9
8 Undiscovered Behavioral Growth	B	8.0	25.7	14.1	58 Fidelity Equity-Income II	H	7.1	14.7	5.4
9 TCW Galileo Aggressive Growth	B	3.9	26.3	14.3	59 Vanguard Growth Equity	H	6.0	16.9	1.3
10 Neuberger Berman Focus	H	9.8	27.6	-3.1	60 Vanguard Windsor	H	6.4	16.5	1.8
11 Legg Mason Value	B	7.1	21.2	14.9	61 Fidelity Export & Multinat'l(.75%	H	5.4	15.0	6.8
12 WmBlair S-C Growth N (1%r<60d)	B	8.5	21.6	7.5	62 American Century Vista	S	8.1	16.7	-1.6
13 RS MidCap Opportunities	H	8.6	21.4	6.9	63 TCW Galileo Value Opportuni-	H	6.3	18.1	-2.7
14 CGM Focus	H	11.7	23.3	-2.6	64 Wasatch Small Cap Grth	S	7.1	15.2	3.2
15 Muhlenkamp Fund	B	9.0	22.0	3.7	65 PBHG Emerging Growth(closed)	S	7.6	17.5	-3.5
16 T. Rowe Price New Horizons	B	7.8	21.6	6.1	66 T. Rowe Price New America	S	5.4	16.3	2.5
17 Fidelity Capital Appreciation	B	6.6	21.6	6.5	67 Vanguard Explorer	H	7.3	15.8	1.0
18 Vanguard Cap Opp (\$25,000&1%	B	8.2	19.3	8.7	68 Vanguard Value Index	S	8.1	15.4	0.4
19 Marsico 21st Century	B	6.8	20.1	7.8	69 Neuberger Berman Guardian	S	5.3	18.4	-2.9
20 Yacktman Fund	B	7.3	15.3	17.6	70 WPG Tudor	H	9.0	13.3	4.3
21 Royce Opportunity (1%r<180d)	B	9.9	21.2	-1.2	71 Eclipse Small Cap Value	S	5.9	16.2	1.6
22 Boston Ptnrs Smlcap Val	B	9.2	20.3	0.6	72 MSI Midcap Growth	S	6.4	17.1	-1.4
23 Montgomery Small Cap	H	7.6	19.7	4.6	73 Royce Low Priced Stock (1%	H	8.7	15.1	-0.1
24 Turner Midcap Growth	H	8.7	20.0	2.2	74 Wasatch Small Cap Value (2%	S	8.8	18.7	-9.2
25 CS Warburg Pincus Emerging	H	7.6	20.6	0.4	75 Sound Shore	S	8.3	15.0	0.5
26 Janus Special Equity	H	7.8	20.3	0.3	76 Wasatch Core Growth	S	9.5	19.1	-11.5
27 RS Value+Growth	H	8.6	18.7	2.3	77 Artisan Small Cap	H	5.9	17.7	-2.4
28 Salomon Brothers Capital(closed)	B	7.6	18.6	3.7	78 Vanguard Small Cap Growth	H	7.8	14.3	3.1
29 Weitz Value Fund	H	6.3	18.0	6.9	79 Safeco Growth Opportunities	S	11.4	17.2	-9.8
30 Pin Oak Aggressive Stock	H	5.7	23.6	-6.3	80 MSI Small Cap Value(closed)	H	7.0	14.2	4.2
31 Federated Kaufmann Fund(0.2%)	H	8.9	18.5	1.7	81 Strong Opportunity	S	8.1	15.9	-1.9
32 Vanguard Capital Value	H	6.5	18.4	5.5	82 T.Rowe Price Mid Cap Value	H	8.7	14.3	1.1
33 Artisan Mid Cap Value	H	7.1	16.6	8.6	83 Van Wagoner Emerging Growth	H	9.6	19.1	-12.4
34 C&B Mid Cap Value	H	8.8	19.0	-0.1	84 CRM Mid Cap Value Ins	S	7.5	16.1	-1.9
35 Longleaf Partners	H	5.6	18.0	6.4	85 Vanguard Windsor II	S	8.1	15.0	-0.2
36 Longleaf Partners Smallcap	H	8.9	16.6	4.5	86 Meridian Fund	S	5.7	16.9	-1.4
37 Vanguard Strategic Equity	B	7.2	17.7	4.4	87 Salomon Brothers Investors	S	7.8	14.4	1.5
38 Neuberger Berman Partners	H	6.9	19.4	-0.7	88 CRM Mid Cap Value Inv	S	7.4	16.0	-2.2
39 Bogle Small Cap Growth(closed)	H	7.6	18.8	-0.5	89 Boston Partners Mid Cap Value	H	6.6	15.9	-0.8
40 Strong Advisor Common Stock	H	7.0	16.3	6.7	90 USAA Aggressive Growth	S	7.5	15.9	-2.5
41 RS Diversified Growth	H	9.9	17.9	-1.8	91 Vanguard SmallCap Index	S	6.6	15.6	-0.5
42 Vanguard Extended Market Index	H	7.3	16.9	4.1	92 Buffalo Small Cap	S	7.0	16.3	-2.8
43 T.Rowe Price Mid Cap Growth	H	7.5	17.6	1.9	93 CRM Small Cap Value Inv	S	6.7	16.8	-3.8
44 Janus Venture (closed)	H	7.8	19.0	-3.5	94 INVESCO Dynamics	S	6.2	15.7	-0.6
45 Oakmark Select(closed) (2%	H	7.1	15.8	5.4	95 Royce Premier (1%r<180d)	S	5.9	12.0	7.9
46 Fidelity Growth Company	H	5.8	17.2	3.7	96 RS Emerging Growth(closed)	S	7.1	15.8	-3.5
47 Vanguard Convertible Securities	H	4.2	14.8	11.9	97 T. Rowe Price Growth Stock	S	5.2	14.3	3.0
48 SIT Mid Cap Growth	H	5.8	18.6	-0.2	98 Vanguard/Morgan Growth	S	5.3	14.4	2.0
49 Fidelity Convertible Securities	H	4.0	16.3	8.3	99 Royce Penn Mutual(1%r<180d)	S	7.1	13.4	1.5
50 Strong Mid Cap Disciplined	H	7.4	16.0	4.0	100 Fidelity L P Stock (3%&1.5%	S	6.4	14.1	0.6

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 6/13/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
101 Fidelity Growth & Income II	H	4.2	12.8	7.0	151 Fidelity Dividend Growth	S	5.8	10.6	1.6
102 Baron Small Cap	S	5.1	16.9	-4.5	152 T. Rowe Price Equity-Income	S	6.1	11.3	-1.1
103 Fidelity Aggressive Growth(0.75%	H	5.7	14.2	1.1	153 SIT Large Cap Growth	S	4.3	11.9	0.3
104 SIT Small Cap Growth	S	5.5	14.3	0.9	154 Nicholas Fund	S	5.6	12.1	-2.4
105 Marsico Growth & Income	S	8.0	14.5	-3.8	155 Fidelity Fifty (.75%r<30d)	S	4.8	10.1	3.8
106 Dodge & Cox Stock	S	7.4	12.6	1.9	156 Strong Multi-Cap Value	S	8.1	13.1	-8.8
107 Fidelity New Millennium (3%)	S	5.1	14.1	1.3	157 Dreyfus Growth Opportunity (2%	S	4.7	12.4	-2.0
108 MSI Value Portfolio	S	7.8	14.8	-4.7	158 Fidelity Mid-Cap Stock (.75%	S	5.6	12.4	-3.4
109 Hussman Strategic Growth (1.5%	H	5.5	10.1	10.3	159 Fidelity Disciplined Equity	S	5.1	12.0	-1.8
110 Columbia Special	S	7.7	14.2	-3.3	<b>160</b> Strong Large Cap Growth	S	4.4	13.1	-3.7
111 Vanguard PRIMECAP	S	4.4	14.5	0.7	161 American Century Select	S	4.5	12.0	-1.4
112 Oakmark Equity&Income	S	4.4	11.8	7.3	162 INVESCO Value Equity	S	5.0	12.0	-2.3
113 Dreyfus New Leaders	S	6.8	13.1	0.3	163 Montgomery Growth	S	3.8	12.3	-1.3
114 Gabelli Asset	S	5.9	13.0	1.8	164 INVESCO Blue Chip Growth	S	5.4	13.6	-6.9
115 Marsico Focus	S	7.8	14.6	-5.5	165 Harbor Value	S	6.1	12.5	-5.6
116 Selected American Shares	S	6.5	12.6	1.5	166 Artisan Midcap(closed)	S	5.2	11.6	-2.1
117 Janus Mercury	S	5.4	13.0	2.0	167 Neuberger Berman Genesis	S	4.3	9.8	3.6
118 T. Rowe Price S-C Value	S	5.0	12.7	3.0	168 INVESCO Core Equity	S	4.7	11.9	-2.3
119 Nicholas II	S	5.9	12.6	1.9	169 Homestead Value	S	6.4	10.5	-1.5
120 American Century Equity Income	S	5.1	11.1	6.2	170 Liberty Asset Allocation CIZ	S	4.4	9.7	3.5
<b>121</b> Liberty Small Company Equity CIZ	S	7.1	13.5	-2.7	171 Mutual Qualified(1%)CIZ	S	4.6	12.1	-2.7
122 Vanguard Total Stk Mkt	S	5.5	13.1	0.5	172 Neuberger Berman Manhattan	S	4.6	13.0	-5.3
123 Oakmark Fund	S	6.2	12.8	-0.3	173 Mutual Beacon(1%)CIZ	S	4.6	11.6	-1.8
124 Janus Twenty(closed)	S	6.0	11.6	2.8	174 Fidelity Fund	S	4.5	11.5	-1.6
125 Scudder Development (closed)	S	4.1	13.5	0.7	175 Safeco Equity	S	4.4	11.4	-1.5
126 Baron Growth	S	6.3	13.1	-1.6	176 Westport Small Cap R	S	6.1	10.6	-2.1
127 Strong Growth	S	5.4	13.3	-0.9	177 Vanguard Equity-Income	H	5.6	10.8	-1.9
128 Fidelity Trend	S	4.8	12.5	1.9	178 UMB Scout Stock	S	5.1	11.2	-2.3
129 American Century Income &	S	6.2	12.3	0.2	179 Vanguard Growth & Income	S	5.6	10.7	-2.1
130 Thompson Plumb Growth	S	5.7	12.2	1.3	180 Domini Social Equity Fund	S	4.4	10.7	-0.7
131 Ariel Appreciation	S	8.1	11.8	-1.3	181 Third Avenue Value	S	6.0	11.4	-4.8
132 American Century Equity Growth	S	5.3	12.8	0.4	182 Mutual Shares(1%)CIZ	S	4.3	10.9	-1.1
133 Royce Total Return (1%r<180d)	S	4.6	11.3	4.7	183 Third Avenue Small-Cap Value	S	4.9	10.9	-2.1
134 Strong Discovery	S	3.8	12.4	3.1	184 INVESCO Small Company	S	5.9	11.8	-5.9
135 Fidelity Value	H	5.2	13.1	-1.0	185 Loomis Sayles Small Cap Value	S	3.9	11.8	-3.0
136 Berwyn Fund (1%r<180d)	S	3.6	14.1	-0.9	186 T. Rowe Price Dividend Growth	S	4.6	10.9	-2.0
137 Dreyfus Mid Cap Index	S	6.3	12.3	-1.3	187 Fidelity Magellan (3%)	S	4.4	10.8	-1.4
138 Vanguard U.S. Value	S	7.1	12.1	-2.2	188 Ariel Fund	S	5.4	10.3	-1.6
139 TCW Galileo Small Cap Growth	S	6.3	15.3	-9.3	189 Northeast Investors Growth	S	5.3	9.9	-0.4
140 Fidelity Stock Selector	S	4.8	11.7	1.6	190 Fidelity Contrafund	S	4.7	10.4	-1.0
141 Schwab 1000 Fund (.75%r<180d)	S	5.1	12.2	-0.2	191 Preferred Growth	S	4.6	11.7	-4.2
142 Fidelity Equity-Income	S	6.3	12.0	-1.6	192 Scudder Growth & Income	S	4.1	11.2	-2.3
143 CS Warburg Pincus Capital Ap-	S	5.3	12.4	-1.2	193 T. Rowe Price Growth & Income	S	4.7	10.9	-2.7
144 T. Rowe Price Cap Appreciation	S	5.1	9.7	5.8	194 Harbor Capital Appreciation	S	4.7	11.6	-4.4
145 USAA Growth & Income	S	5.8	11.8	-0.4	195 Fidelity Blue Chip Growth	S	4.1	10.9	-2.0
<b>146 Vanguard 500 Index</b>	<b>S</b>	<b>5.1</b>	<b>12.1</b>	<b>-0.3</b>	196 Janus Fund	S	3.3	12.5	-4.8
147 American Century Value	S	5.1	11.6	1.0	197 Scudder Large Co Value	S	4.3	11.2	-3.1
148 Fidelity Spartan 500 Index	S	5.1	12.1	-0.3	198 T. Rowe Price Small Cap Stock	S	4.5	10.1	-1.0
149 Loomis Sayles Value	S	6.0	12.2	-1.8	199 USAA Growth	S	4.5	11.3	-3.9
150 Vanguard Mid-Cap Index	S	5.7	11.9	-1.4	200 Fidelity OTC Portfolio	S	5.1	9.2	0.2

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 6/13/03

Fund	Advice	1 month	6 month	1 year					
201 American Century Ultra	S	3.7	11.4	-3.7	250 Bonnel Growth Fund (.25%)	S	5.4	2.0	-16.1
202 Liberty Equity Value CIZ	S	6.4	12.0	-9.4	251 Van Wagoner Mid-Cap	S	2.6	-1.4	-25.1
203 Fidelity Contrafund II (3%)	S	4.2	9.4	0.3					
204 Scudder Capital Growth AARP	S	3.6	10.5	-2.1					
205 WPG Large Cap Growth	S	2.2	11.9	-3.4					
206 Liberty Equity Growth CIZ	S	3.7	11.0	-3.4					
207 Dreyfus Fund	S	4.7	10.3	-3.5					
208 Neuberger Berman Fasciano Inv	S	5.3	10.3	-4.3					
209 Janus Olympus	S	4.1	11.4	-5.5					
210 T. Rowe Price New Era	S	5.1	9.6	-2.4					
211 Dreyfus Growth & Income	S	4.6	10.4	-3.7					
212 Columbia Growth	S	3.3	11.6	-5.1					
213 Royce Special Equity (1%r<180d)	S	3.9	7.1	5.3					
214 Fidelity Independence(ret.only)	S	5.7	10.3	-6.2					
215 William Blair Growth (1%r<60d)	S	5.5	9.8	-4.8					
216 Value Line Special Situations	S	3.8	10.1	-3.2					
217 Fidelity Small Cap Stock (2%	S	5.3	9.6	-4.4					
218 Vanguard U.S. Growth	S	3.4	10.4	-3.6					
219 Tweedy, Browne American Value	S	3.3	11.2	-5.4					
220 ICM/Isabelle Small Cap Value	S	12.0	9.4	-14.6					
221 State Street Mid-Cap Value	S	7.1	10.8	-11.0					
222 Vanguard Growth Index	S	2.6	9.4	-0.9					
223 American Century Growth	S	3.5	9.8	-3.2					
224 Fidelity Growth & Income(3%)	S	3.9	9.1	-2.4					
225 Columbia Common Stock	S	3.6	9.9	-4.1					
226 Janus Growth & Income	S	3.4	9.9	-3.9					
227 Baron Asset	S	7.3	10.5	-11.2					
228 PBHG Growth	S	4.0	10.7	-7.3					
229 Fidelity Large Cap Stock	S	3.7	9.7	-4.6					
230 Dreyfus Appreciation	S	4.3	8.5	-2.9					
231 Dreyfus Premier Third Century	S	3.8	10.3	-7.0					
232 Scudder Large Company Growth	S	2.1	9.8	-3.7					
233 Strong Growth 20	S	4.5	9.8	-7.7					
234 Gabelli Growth	S	4.4	8.9	-5.4					
235 Preferred Value	S	5.7	7.2	-3.2					
236 Clipper Fund	S	6.2	5.9	-1.0					
237 Babson Value	S	4.4	10.5	-10.0					
238 Value Line Fund	S	4.2	9.5	-7.4					
239 PBHG Small Cap Value	S	4.1	10.8	-10.8					
240 Vanguard Small-Cap Value Index	S	4.6	8.8	-8.0					
241 Fidelity Small Cap Ind.(1.5%	S	4.6	9.5	-10.3					
242 Vontobel U.S. Value (2%r<360d)	S	1.4	7.6	-1.3					
243 Salomon Brothers Opportunity	S	4.0	7.7	-7.0					
244 Oakmark Small Cap (2%r<90d)	S	6.5	6.9	-9.1					
245 Dreyfus-Founders Discovery	S	4.4	8.7	-11.0					
246 Value Line Leveraged Growth	S	3.4	8.1	-9.3					
247 American Century Heritage	S	5.1	6.4	-7.8					
248 Babson Growth	S	2.1	5.8	-7.1					
249 Fidelity Focused Stock (.75%	S	4.3	7.8	-17.2					
250 Gintel Fund (2%r<45d)	S	0.0	5.5	-13.4					

### MONEY MANAGEMENT & FINANCIAL PLANNING SERVICES

#### Investment Management

*"The "MONEYLETTER Managed Account Program"<sup>1</sup>  
Customized Portfolio Management*

#### Financial Planning Services

*Tax, Estate, Cashflow, and Retirement Planning*

For more information, contact us:

- **Toll-Free:** (800) 707-2060
- **Fax:** (508) 429-0940
- **E-mail:** [info@priadvisors.com](mailto:info@priadvisors.com)
- **Website:** [www.priadvisors.com](http://www.priadvisors.com)
- **Write:** PRI Financial Advisors  
360 Woodland St  
Holliston, MA 01746

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**INTERNATIONAL STOCK FUNDS**  
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## International Stock Funds — data as of 6/13/03

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	6.5%	25.1%	13.3%	51 T. Rowe Price New Asia	S	11.6	6.0	-10.2
2 Oakmark Global (2%r<90d)	B	9.7	22.9	11.6	52 Babson-Stewart Ivory Intl	S	7.1	8.5	-10.3
3 Fidelity Latin Amer.(1.5%<90d)	H	3.4	27.1	4.6	53 Vanguard Pacific Stock Index	S	6.6	8.6	-10.4
4 Scudder Global Discovery(closed)	B	9.8	22.6	2.3	54 Fidelity Pacific Basin (1.5%	S	7.8	7.1	-9.5
5 T.Rowe Price Intl Disc. (2%r<1yr)	B	8.0	22.1	3.5	55 American Century Intl Growth	S	6.9	7.5	-9.3
6 Scudder Latin America	H	1.6	25.0	4.6	56 Janus Worldwide	S	6.4	7.4	-8.9
7 T.Rowe Price Latin America (2%	H	2.8	22.9	3.6	57 Tweedy, Browne Global Value	S	5.0	8.3	-10.0
8 Investec China & Hong Kong	B	14.5	14.8	-0.7	58 Scudder Pacific Opportunity (2%	S	11.0	4.3	-9.2
9 Fidelity Europe (1%r<90d)	B	9.7	17.2	-2.3	59 Fidelity SE Asia (1.5%r<90d)	S	11.0	5.1	-12.2
10 T. Rowe Price European	H	8.0	16.2	1.3	60 Fidelity Japan(1.5%<90d)	S	4.0	3.9	-12.5
11 Oakmark Intl Small Cap	B	8.4	17.9	-3.8	61 CS Warburg Pincus Japan Grth	S	8.5	4.5	-23.6
12 Vanguard European Stock Index	B	7.9	16.3	0.3	62 T. Rowe Price Japan	S	3.0	5.5	-18.5
13 Fidelity Diversified Intl (1%r<30d)	B	8.3	15.5	1.1					
14 Fidelity Aggressive Intl. (1%r<30d)	B	8.4	15.7	-2.1					
15 Harbor International	H	9.1	14.1	-0.1					
16 Fidelity Worldwide (1%r<30d)	H	8.1	14.3	-1.1					
17 Fidelity International G & I	H	8.5	13.8	-2.2					
18 Dreyfus Emerging Market(1%r)	B	7.4	13.6	-0.3					
19 Matthews Pacific Tiger (2%r<90d)	H	12.3	12.4	-4.9					
20 Scudder Greater Europe (2%	H	7.6	14.2	-3.2					
21 Schwab International Index (1.5%	H	7.8	13.6	-2.4					
22 Vanguard Emerging Mkts Stk	H	7.9	12.6	-0.5					
23 Oakmark International (2%r<90d)	H	9.3	13.8	-6.1					
24 USAA International	H	6.4	12.2	-0.1					
25 Fidelity Overseas (1%r<30d)	H	10.3	12.3	-6.3					
26 Loomis Sayles International Eq-	H	7.0	13.3	-4.1					
27 Julius Baer International Equity A	H	5.5	12.2	0.9					
28 Vanguard International Value	S	9.0	12.8	-5.9					
29 T. Rowe Price Intl Stock	S	8.1	12.5	-3.9					
30 Longleaf Partners International	S	9.3	13.1	-8.1					
31 Wm. Blair Intl. Growth Stock N	H	7.9	12.3	-5.4					
32 Matthews Asia Growth&Income	H	6.0	9.0	4.9					
33 Columbia International Stock	S	7.2	11.9	-4.8					
34 USAA World Growth	S	6.2	11.1	-1.7					
35 Vanguard International Growth	S	6.5	11.8	-4.2					
36 Liberty Intl Equity CIZ	S	7.4	12.3	-7.1					
37 Gabelli Intl. Growth	S	7.5	10.9	-4.9					
38 Preferred International	S	8.3	10.7	-6.2					
39 Scudder Global	S	6.9	10.5	-4.5					
40 Vontobel International Equity (2%	S	5.9	9.7	-1.6					
41 Fidelity Emerging Mkts (1.5%	S	7.4	9.9	-5.0					
42 SIT International Growth	S	7.2	11.1	-8.6					
43 Scudder International (2%r<180d)	S	7.0	9.4	-6.0					
44 Artisan International	S	9.0	9.7	-10.0					
45 Montgomery Emerging Mkts	H	3.3	10.5	-4.0					
46 INVESCO European (2%r<90d)	S	5.6	10.9	-9.1					
47 American Century Global Growth	S	5.9	10.2	-9.1					
48 Janus Overseas(closed)	S	8.5	7.9	-7.7					
49 Japan Fund (Scudder) (2%	S	9.5	8.2	-11.3					
50 Matthews Japan Fund (2%r<90d)	S	6.7	10.5	-13.8					

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

**Wednesday  
June 25, 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
<b>Benchmarks</b>					
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  
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## Specialty Funds — data as of 6/13/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 CGM Realty	*	16.8%	53.2%	30.8%	51 Vanguard Precious Metals	*	7.0	9.4	4.4
2 Rydex Biotechnology	*	19.6	34.3	44.9	52 Rydex Financial Services	*	5.8	12.9	-3.0
3 Fidelity Biotechnology (3%&.75%	*	12.6	25.1	32.9	53 Vanguard Balanced Index	B	4.1	10.5	5.1
4 Rydex Internet	*	10.1	25.5	19.8	54 Fidelity Cyclical Ind (3%&.75%	*	5.3	13.0	-3.8
5 RS Contrarian	Select	8.4	27.5	14.9	55 INVESCO Gold Inv	*	9.5	5.3	8.2
6 Fidelity Medical Equip (3%&.75%	*	6.9	23.0	23.1	56 Fidelity Energy (3%&.75%r<30d)	*	6.2	10.5	-0.3
7 Fidelity Multimedia (3%&.75%	*	8.5	18.9	27.9	57 Fidelity Electronics (3%&.75%	*	4.4	17.8	-16.6
8 Fidelity Developing Comm (3%	*	8.3	25.4	9.6	58 Fidelity Natrl Resources (3%	*	6.4	10.3	-1.1
9 Fidelity Networking	*	6.6	27.0	2.7	59 Fidelity Defense & Aero (3%	*	5.4	14.4	-10.2
10 Fidelity Brokerage (3%&.75%	*	13.3	17.3	11.0	60 Fidelity Environmental Ser (3%	*	5.3	9.8	0.7
11 Fidelity Leisure (3%&.75%r<30d)	*	7.7	21.2	9.5	61 Fidelity Indust MatrIs (3%&.75%	*	9.0	9.4	-4.6
12 Fidelity Technology (3%	*	4.9	22.3	9.4	62 INVESCO Technology Inv	*	3.6	14.7	-10.6
13 Rydex Technology	*	6.6	20.9	6.7	63 Amer. Cent. Global Gold (1%	*	8.3	3.7	9.8
14 Fidelity Telecomm (3%&.75%	*	6.3	14.3	23.0	64 Fidelity Bus Services (3%&.75%	*	5.6	10.4	-6.8
15 Fidelity Utilities Growth (3%&.75%	*	8.7	18.6	8.1	65 Fidelity Gold (3%&.75%r<30d)	*	8.3	2.6	8.7
16 Rydex Health Care	*	7.5	18.3	10.5	66 Rydex Consumer Products	*	6.6	8.3	-3.6
17 Fidelity Computers (3%&.75%	*	5.5	23.3	0.4	67 Rydex Leisure	*	5.9	11.1	-10.6
18 Fidelity Wireless	*	8.8	21.2	0.3	68 Fidelity Industrial Equip (3%	*	5.8	9.6	-7.1
19 Fidelity Pharmaceuticals (3%	*	6.2	18.1	8.8	69 Fidelity Retailing (3%&.75%	*	6.0	10.3	-9.9
20 Fidelity Software (3%&.75%	*	4.4	16.6	14.6	70 Fidelity Energy Services (3%	*	2.1	8.4	0.4
21 Rydex Utilities	*	10.0	20.5	-6.2	71 Fidelity Consumer Ind (3%	*	5.1	9.6	-7.3
22 Vanguard Energy (1%r<1yr)	*	7.4	15.8	8.9	72 Rydex Energy Services	*	3.4	8.0	-1.1
23 Fidelity Const & Housing (3%	*	9.2	18.0	0.0	73 Rydex Electronics	*	2.8	14.9	-18.8
24 Fidelity Transportation (3%&.75%	*	4.0	19.9	1.3	74 Gateway Fund	*	1.2	5.9	5.8
25 INVESCO Health Sciences Inv	*	8.0	16.6	1.8	75 Rydex Retailing	*	3.5	10.1	-8.9
26 Scudder Gold (closed)	*	7.5	10.7	15.3	76 Merger Fund	*	2.2	5.1	2.8
27 Cohen & Steers Realty Shares	*	3.4	16.3	7.1	77 U.S.Global Gold Shares (.25%	*	7.7	4.7	-7.2
28 Vanguard Health Care (\$25k&1%	*	7.0	13.7	7.0	78 Rydex Precious Metals	*	9.2	-1.0	3.2
29 Fidelity Natural Gas (3%&.75%	*	6.0	14.4	6.7	79 Fidelity Chemicals (3%&.75%	*	1.2	6.5	-3.9
30 Cohen & Steers Equity Income	*	3.4	15.3	7.6	80 Fidelity Food & Agr (3%&.75%	*	6.8	4.3	-10.9
31 INVESCO Real Estate Inv	*	3.7	14.9	7.8	81 Rydex Basic Materials	*	4.0	4.5	-12.8
32 Fidelity Air Transport (3%&.75%	*	7.3	20.1	-10.8	82 Fidelity Med Del (3%&.75%	*	7.2	3.2	-24.8
33 Fidelity Balanced	B	5.2	14.2	7.2	83 Rydex Transportation	*	0.1	1.0	-11.0
34 INVESCO Leisure Inv	*	5.6	15.1	3.7	84 Fidelity Paper & Forest (3%	*	2.3	-1.0	-16.2
35 Fidelity Banking (3%&.75%r<30d)	*	6.8	14.2	3.0	85 AXARosenberg Value L/S (2%	*	-2.3	-4.6	-1.5
36 Fidelity Finl Serv (3%&.75%	*	5.8	13.1	4.9	86 Prudent Bear	*	-1.7	-11.7	-1.5
37 Fidelity Health Care (3%&.75%	*	5.2	12.3	7.6	87 Rydex Ursa	*	-4.9	-12.5	-5.3
38 Rydex Banking	*	5.2	13.8	2.7	88 ProFunds Bear Inv	*	-5.0	-12.7	-6.3
39 INVESCO Financial Serv Inv	*	6.4	13.1	2.5					
40 Vanguard REIT Index (1%r<1yr)	*	2.3	14.1	5.9					
41 INVESCO Energy Inv	*	5.5	12.9	3.9					
42 INVESCO Utilities Inv	*	7.8	11.9	1.3					
43 Stratton Mthly Div REIT (1.5%	*	2.9	12.6	6.6					
44 Rydex Telecommunications	*	5.4	10.5	8.2					
45 Fidelity Real Estate (.75%r<90d)	*	2.3	13.0	5.7					
46 Fidelity Automotive (3%&.75%	*	7.9	13.8	-5.0					
47 Rydex Energy	*	6.5	11.4	2.2					
48 Fidelity Home Finance (3%&.75%	*	3.7	13.2	2.1					
49 Fidelity Insurance (3%&.75%	*	5.1	11.1	4.1					
50 INVESCO Telecommunications	*	6.3	12.3	-1.6					

**BOND FUNDS**  
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## Bond Funds — data as of 6/13/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Amer. Cent. Target 2025	*	11.0%	25.0%	42.0%	51 Dreyfus Strategic Income	*	2.0	7.5	6.7
2 Amer. Cent. Target 2020	*	9.5	23.2	39.4	52 Fidelity Government Income	*	2.5	5.4	10.2
3 Fidelity New Markets Income	*	3.7	24.1	27.4	53 Value Line U.S. Govt Sec	B	1.9	5.3	11.1
4 Amer. Cent. Target 2015	*	6.9	18.5	33.7	54 PIMCO Total Return	*	1.6	6.0	9.5
5 Amer. Cent. Int'l Bond	Select	4.8	19.0	34.0	55 Safeco I-T U.S. Treasury	B	2.1	5.1	10.9
6 T. Rowe Price Int'l Bond	*	3.4	15.2	27.4	56 Janus High Yield	B	1.0	7.4	6.7
7 INVESCO High Yield	*	3.1	16.2	23.9	57 Vanguard Bond Market	*	2.0	6.0	8.6
8 Fidelity High Income (1%r<270d)	B	2.7	17.3	20.1	58 Montgomery Total Return	B	1.6	5.1	10.7
9 Vanguard Long-Term Corporate	*	5.1	14.1	19.6	59 Fidelity Intermediate Bond	*	1.8	5.5	9.1
10 PIMCO High Yield	B	2.1	16.6	15.5	60 Strong Govt Securities	B	1.7	4.7	10.5
11 Vanguard L-T Treasury	*	5.3	11.8	21.7	61 Fidelity Intermediate Govt	B	1.8	4.4	9.9
12 Amer. Cent. Target 2010	*	4.5	11.5	23.2	62 Columbia Fixed Income Sec	*	1.5	4.8	8.0
13 Amer. Cent. Inflation Adj	B	5.0	12.2	19.2	63 American Government Bond	B	1.3	3.9	10.2
14 Managers Bond	B	3.9	13.1	17.6	64 INVESCO U.S. Govt Sec	*	1.5	3.9	9.4
15 BBH Inflation Indexed Sec	B	4.1	11.8	20.4	65 Babson Bond Trust	*	1.3	4.7	5.9
16 Vanguard Inflation Protected Sec	*	4.0	11.8	19.7	66 Strong S-T High Yield	*	0.6	5.0	5.4
17 Buffalo High-Yield(2%r<180d)	B	3.0	13.0	16.6	67 Northeast Investors Trust	B	0.9	6.3	1.6
18 Strong Corporate Bond	*	3.3	12.7	14.5	68 Safeco U.S. Government	B	1.3	3.4	7.9
19 Scudder Global Bond S-T (closed)	*	3.2	10.7	19.3	69 Schwab S-T Bond Mkt Index	*	1.1	3.6	7.0
20 T. Rowe Price U.S. Treas. L-T	*	4.5	10.0	18.7	70 TCW Galileo Total Return Bond	B	0.5	2.9	8.6
21 T. Rowe Price Corporate Inc	*	3.1	12.9	12.9	71 T. Rowe Price S-T Bond	*	0.8	3.5	5.4
22 PIMCO Real Return	*	3.5	10.5	18.0	72 Scudder Short-Term Bond	*	0.9	3.0	6.1
23 Value Line Aggressive Inc	B	2.8	14.0	9.4	73 Vanguard Short-Term Corporate	*	0.7	3.3	5.1
24 TCW Galileo High Yield Bond	B	1.8	13.5	10.5	74 Fidelity Short-Term Bond	*	0.8	3.0	5.9
25 Liberty Income CIZ	*	2.9	11.1	14.0	75 Vanguard S-T Treasury	*	0.9	2.4	6.4
26 Dreyfus 100 Treasury L-T	B	3.4	9.8	12.4	76 Vanguard GNMA	*	0.1	1.5	9.9
27 INVESCO Select Income	*	2.2	9.4	15.1	77 Dreyfus GNMA	*	0.5	2.4	6.3
28 T. Rowe Price Spectrum Income	B	2.6	10.0	12.2	78 Janus S-T Bond	*	0.7	3.1	4.3
29 Strong High Yield Bond(1%r)	*	1.5	12.7	7.0	79 Mercury Low Duration	*	0.6	2.6	5.1
30 Vanguard High Yield Corporate	B	1.3	11.2	10.7	80 PIMCO Low Duration	*	0.6	2.4	5.3
31 Westcore Plus Bond	*	2.4	8.9	11.6	81 Managers Int. Duration Govt	*	0.1	2.3	6.2
32 T. Rowe Price High Yield	B	1.0	10.4	9.8	82 Columbia S-T Bond	*	0.6	2.5	4.6
33 Liberty Intermediate Bond CIZ	B	2.4	9.4	10.0	83 Strong S-T Bond	*	0.7	2.7	3.5
34 Dreyfus A Bonds Plus	*	2.5	8.4	11.6	84 Vanguard S-T Federal	*	0.6	1.8	5.5
35 Payden Global Fixed Income	*	2.4	7.1	12.5	85 PIMCO Total Return Mortgage	B	0.1	1.8	6.2
36 USAA Income	B	2.4	7.2	11.9	86 T. Rowe Price GNMA	*	0.2	1.6	5.2
37 Janus Flexible Income	B	2.3	7.2	11.5	87 MetroWest Low Duration	*	1.2	2.9	0.4
38 Dodge & Cox Income	B	1.7	7.0	12.1	88 Managers Intermediate Bond	*	1.6	3.1	-1.9
39 Scudder Income (closed)	B	2.1	6.8	11.3	89 Montgomery Sht Duration Govt	*	0.3	1.2	4.3
40 Eclipse Bond	B	1.9	6.7	11.7	90 Managers Short Duration Govt	*	0.2	1.7	3.2
41 Vanguard Intermediate Treas.	*	2.3	5.6	13.2	91 Dreyfus Short-Term Income	*	0.8	2.0	0.8
42 Eclipse Indexed Bond	*	2.0	6.0	11.8	92 Amer. Cent. Ginnie Mae	*	0.2	0.9	3.4
43 Fremont Bond	B	1.7	6.4	11.3	93 Federated U.S. Govt Sec. 1-3	*	0.4	0.8	2.7
44 FifthThird Bond	*	1.9	6.3	11.0	94 Fidelity GNMA	*	-0.1	0.7	3.0
45 Fidelity Investment Grade	*	1.9	6.3	10.6					
46 T. Rowe Price New Income	*	2.0	6.8	9.4					
47 WPG Core Bond	*	1.8	6.1	11.4					
48 Columbia High Yield	B	0.8	7.8	8.3					
49 MetroWest Total Return	*	2.8	8.3	3.8					
50 Federated Total Return Govt	B	2.4	5.5	11.3					

**PORTFOLIO HOLDINGS**  
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## Weekly Performance of ML Model Holdings — data as of 6/13/03

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	1.97%	VBINX Vanguard Balanced	0.35%
BEGBX Amer.Cent. Int'l Bond	2.26	VCVLX Vanguard Capital Value	0.46
BUFHX Buffalo High Yield	0.28	VCSVX Vanguard Convertible Sec.	0.51
DODIX Dodge & Cox Income	0.83	VEIEX Vanguard Emerg. Mkts. Stock	2.10
FBRVX FBR Small Cap Value	1.42	VEIPX Vanguard Equity-Income	0.05
FBALX Fidelity Balanced	0.07	VEXMX Vanguard Extended Market	-0.14
FDCAX Fidelity Capital Appreciation	0.30	VWEHX Vanguard High Yield Corp.	0.81
FCV SX Fidelity Convertible Sec.	0.33	VIPSX Van. Inflation Protected Bond	1.90
FDEGX Fidelity Aggr. Growth	0.00	VISGX Vanguard Small Cap Growth	-1.03
FDGRX Fidelity Growth Company	-1.39	VSEQX Vanguard Strategic Equity	-0.64
SPHIX Fidelity High Income	0.82	VBMFX Vanguard Total Bond	0.85
FSTGX Fidelity Intermediate Gov't	0.76	YACKX Yacktman Fund	-0.56
FBNDX Fidelity Inv Grade Bond	0.78		
FGRTX Fidelity Growth & Inc II	0.47		
FIVFX Fidelity Aggr. Int'l	1.21		
FEXPX Fidelity Export & MultiNat'l	0.32		
GATEX Gateway Fund	0.00		
LMASX Legg Mason Special	0.59		
LMOPX Legg Mason Opportunity Tr	1.55		
MAPTX Matthews Pacific Tiger	3.03		
PHYDX Pimco High Yield D	0.96		
RSCOX RS Contrarian	2.97		
RSPFX RS Partners	1.44		
RYPRX Royce Premier	-0.28		
TGANX TCW Galileo Aggr. Growth	-1.36		
		<b>Indices</b>	
		DOW JONES INDUSTRIALS	0.60%
		S&P 500	0.09
		NASDAQ	-0.06

### Editorial Questions?

Phone: 800-890-9670

### Contact Us!

Address: 360 Woodland Street  
P.O. Box 6020

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