

# MONEYLETTER *Plus*

October 2, 2003

Volume 7, Issue 40

Hotline # (410) 528-1804

**MONEYLETTER HOTLINE 9/30/03**

**MONEYLETTER HOTLINE 9/26/03**

## **Correction, But No Bear**

The correction continues, interrupted only by Monday's quarter-end window dressing buying. As we said in last Friday's Hotline, corrections can be wearing, and with the bear market only months behind us, they naturally raise the issue of whether this is the opening stage of another bear market. The possibility cannot be ruled out, but the probability of the renewal of the bear is extremely—and we mean extremely—remote. Still, as one wise observer put it today, with corrections we won't know that it is only a correction until it is over.

The economic news the past week has not helped. Today's numbers concerned two minor series, Consumer Confidence and the Chicago region manufacturing activity. Both came in noticeably less than expected. Along with last week's numbers this suggests that activity is slowing after the high summer's dash. Some slowing is to be expected, it is the extent that is now at issue. We'll know more by the end of this week, as the first big September numbers roll in. We continue to counsel patience, which is the answer to a correction.

There is no change in our recommended allocations.

**New Fund Recommendations** – For domestic stock funds, there are two new buys: Bogle Small Cap Growth (closed) and Bridgeway Aggressive Investors 2. There is one new hold: Montgomery Small Cap. For international stock funds, there are two new buys: Vanguard International Explorer and Fidelity Europe. There is one new hold: Scudder Global Discovery (closed).

**The Economy** – The weekly retail store sales surveys also say sales dipped this month. The dollar's decline is spooking some on the Street. The talk about the dollar is way overdone. Fundamentally it is a positive for the economy. Inflation is not around the corner. The economy has hit a temporary speed bump. Economic growth will strengthen.

**The Stock Market** – The market continues oversold. The one bright spot is that the profit news remains positive. We expect the profit reports to make good reading. We expect further gains once the correction ends.

**The Bond Market** – Treasury yields continue to fall as the correction continues. The 10-year yield dropped below 4.0% today, an ultimate positive for the stock market.

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

**Due to a computer error, the text  
of last Friday's Hotline is not available.  
We regret the inconvenience.**

## Domestic Stock Funds — data as of 9/26/03

Fund	Advice	1 month	6 month	1 year		Advice	1 month	6 month	1 year	
1 Oberweis Emerging Growth	B	1.4%	60.2%	74.4%	51	Third Avenue Value	H	2.7	28.3	30.7
2 Legg Mason Opportunity Trust	B	6.0	44.4	74.4	52	Strong Mid Cap Disciplined	H	-0.1	29.6	31.8
3 Undiscovered Small Cap Growth	B	1.8	51.9	58.5	53	Montgomery Small Cap	H	-0.6	30.7	29.4
4 RS Smaller Company Growth	B	3.9	52.9	50.7	54	TCW Galileo Select Equity	H	-0.8	25.1	43.0
5 Heartland Value (1%r<90d)	B	3.3	52.4	50.9	55	Fidelity L P Stock(1.5%r<90d)	H	1.1	30.3	27.3
6 Royce Opportunity (1%r<180d)	B	1.4	50.9	54.9	56	Legg Mason Value	H	0.5	26.2	38.3
7 Henlopen Fund (1%r<30d)	B	2.3	47.2	60.3	57	Royce Penn Mutual(1%r<180d)	H	0.3	30.3	27.9
8 RS Diversified Growth	B	1.9	51.8	46.3	58	Selected Special Shares	H	0.3	28.7	31.4
9 PBHG Emerging Growth(closed)	B	1.4	47.2	54.4	59	Artisan Small Cap	H	-2.8	29.3	34.2
10 Neuberger Berman Focus	B	1.4	44.9	60.1	60	Vanguard Extended Market	H	0.5	28.6	29.7
11 WmBlair S-C Growth N (1%r<60d)	B	1.5	44.7	52.4	61	RS MidCap Opportunities	H	1.4	26.3	34.1
12 Van Wagoner Emerging Growth	B	3.6	40.7	50.9	62	Fidelity Growth Company	H	1.1	24.9	37.5
13 Needham Growth Fund (.75%)	B	2.4	39.4	51.0	63	Fidelity Small Cap Stock (2%)	H	0.9	28.6	28.5
14 Undiscovered Behavioral Growth	B	1.9	39.5	48.8	64	Vanguard Small Cap Growth	H	-0.2	28.9	29.1
15 CGM Focus	B	2.0	47.4	26.3	65	MSI Mid Cap Value	H	-0.9	29.3	29.1
16 Buffalo Small Cap(closed)	B	0.5	42.2	38.6	66	Liberty Small Company Equity	H	-1.1	29.3	28.2
17 Wasatch Small Cap Value	B	1.8	40.4	40.4	67	Vanguard Strategic Equity	H	2.0	26.5	29.7
18 Safeco Growth Opportunities	B	1.8	43.1	31.5	68	Vanguard Capital Value	S	2.1	25.8	30.8
19 RS Partners	B	0.4	37.0	48.5	69	Meridian Fund	H	-0.7	28.0	28.0
20 Legg Mason Special Investment	B	1.8	34.7	50.7	70	Fidelity OTC Portfolio	H	1.8	25.6	29.9
21 Federated Kaufmann Fund(0.2%)	B	2.0	41.2	31.9	71	CS Warburg Pincus Emerging	H	-0.9	26.1	32.6
22 Boston Ptnrs Smlcap Val	B	0.6	40.4	33.7	72	Strong Multi-Cap Value	S	0.1	28.7	24.5
23 Janus Venture (closed)	B	0.4	38.4	37.5	73	TCW Galileo Aggressive Growth	H	-3.4	20.4	50.0
24 RS Emerging Growth(closed)	B	1.4	35.3	40.8	74	Baron Small Cap	S	-0.6	27.8	26.5
25 Pin Oak Aggressive Stock	B	-1.4	31.4	54.3	75	Royce Premier (1%r<180d)	S	-1.0	27.9	26.9
26 Bogle Small Cap Growth(closed)	B	0.7	37.8	33.1	76	Eclipse Small Cap Value	S	2.5	27.1	22.9
27 TCW Galileo Value Opportunities	H	1.9	32.5	42.8	77	MSI Small Cap Value(closed)	H	-1.0	26.5	26.7
28 TCW Galileo Small Cap Growth	B	-0.8	36.1	37.5	78	Strong Opportunity	S	-0.3	25.3	28.5
29 Bridgeway Aggressive Investors 2	B	3.0	37.2	27.7	79	C&B Mid Cap Value	S	-1.0	26.4	26.0
30 ICM/Isabelle Small Cap Value	H	1.2	42.3	16.5	80	Vanguard Small-Cap Value	S	0.5	27.1	19.5
31 USAA Capital Growth	B	1.1	34.4	36.3	81	MSI Mid Cap Growth	S	-0.3	23.5	28.5
32 FBR Small Cap Value A (1%)	H	0.8	29.1	47.1	82	Berwyn Fund (1%r<180d)	S	2.0	25.1	21.4
33 Royce Low Priced Stock (1%)	H	0.0	35.3	32.0	83	Strong Advisor Common Stock	S	-0.2	21.7	33.0
34 Fidelity Capital Appreciation	H	2.9	28.8	42.5	84	INVESCO Small Company	H	-0.8	24.9	25.4
35 Vanguard Cap Opp (\$25,000&1%	H	1.0	30.5	41.1	85	RS Value+Growth	S	1.0	23.7	25.5
36 Wasatch Core Growth(closed,2%	H	1.1	34.2	28.5	86	T. Rowe Price S-C Value	S	-0.1	24.0	26.0
37 Longleaf Partners Smallcap	H	3.2	31.3	32.7	87	Fidelity New Millennium (closed)	S	0.8	23.2	26.4
38 Aegis Value Fund	H	2.0	33.3	28.9	88	Boston Partners Mid Cap Value	S	0.4	23.9	25.2
39 WPG Tudor	H	-0.5	32.5	34.0	89	Fidelity Aggressive Growth	H	0.5	18.5	38.4
40 Janus Special Equity	H	-0.4	33.1	31.5	90	SIT Small Cap Growth	H	-1.2	24.6	25.6
41 T. Rowe Price New Horizons	B	-1.4	30.6	38.3	91	CRM Mid Cap Value Ins	S	1.7	23.7	22.4
42 Muhlenkamp Fund	H	1.4	31.0	32.1	92	Thompson Plumb Growth	S	0.6	22.1	27.8
43 Century Select Small Cap	H	2.4	28.1	37.6	93	MSI Value Portfolio	S	-0.3	23.8	24.9
44 Vanguard Explorer	H	0.7	31.3	31.8	94	T.Rowe Price Mid Cap Value	S	-0.1	23.9	24.1
45 CRM Small Cap Value Inv	H	-1.2	34.4	26.7	95	CRM Mid Cap Value Inv	S	1.8	23.5	22.1
46 Wasatch Small Cap Grth	H	-1.6	30.7	33.6	96	Artisan Mid Cap Value	S	1.3	21.1	28.8
47 Vanguard SmallCap Index	H	0.2	30.8	30.7	97	Scudder Development (closed)	S	1.1	18.9	34.4
48 Third Avenue Small-Cap Value	H	2.6	28.8	32.1	98	Vanguard Windsor	S	1.4	21.3	27.1
49 Turner Mid Cap Growth	H	0.0	27.7	37.7	99	Vanguard PRIMECAP	S	0.0	21.4	28.7
50 Marsico 21st Century	H	0.7	30.5	29.2	100	T.Rowe Price Mid Cap Growth	S	-1.5	22.3	28.6

**DOMESTIC STOCK FUNDS**  
Continued on Next Page

## Domestic Stock Funds continued — data as of 9/26/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
101 Dreyfus-Founders Discovery	S	-0.7	25.4	19.4	151 American Century Equity Growth	S	1.3	16.5	20.1
102 Vanguard Growth Equity	S	0.6	21.8	26.6	152 INVESCO Blue Chip Growth	S	0.0	17.4	19.7
103 Sound Shore	S	-0.2	23.2	24.0	153 T. Rowe Price Growth Stock	S	0.3	16.6	21.3
104 Strong Discovery	S	-1.1	22.8	26.3	154 Marsico Growth & Income	S	0.3	18.9	14.6
105 Yacktman Fund	S	1.9	20.5	27.6	155 Clipper Fund	S	1.2	18.7	13.6
106 Dreyfus Mid Cap Index	S	0.4	23.3	21.4	156 Mutual Beacon(1%)CIZ	S	0.9	17.9	15.9
107 PBHG Small Cap Value	S	-0.8	25.2	18.7	157 American Century Value	S	-0.1	17.8	17.4
108 Ariel Appreciation	S	0.2	23.8	19.1	158 Mutual Qualified(1%)CIZ	S	0.7	17.9	15.8
109 American Century Vista	S	0.6	24.7	16.4	159 Selected American Shares	S	0.8	17.4	16.8
110 Fidelity Equity-Income II	S	0.2	20.8	24.7	160 Gabelli Growth	S	-1.8	19.3	15.4
111 State Street Mid-Cap Value	S	-1.9	24.6	18.4	161 American Century Income &	S	0.9	16.3	18.4
112 Westport Small Cap R	S	-0.7	22.8	20.5	162 Vanguard Windsor II	S	1.0	17.0	16.3
113 Fidelity Value	S	-0.4	21.2	23.5	163 Domini Social Equity Fund	S	0.2	16.1	19.4
114 SIT Mid Cap Growth	S	-0.8	20.9	24.7	164 Scudder Large Co Value	S	-0.4	17.2	17.6
115 T. Rowe Price New America	S	-0.9	19.3	28.4	165 PBHG Growth	S	-0.1	18.1	14.8
116 Vanguard Mid-Cap Index	S	0.4	21.8	20.1	166 Fidelity Convertible Securities	S	1.5	13.7	22.9
117 Baron Growth	S	-0.6	23.0	18.4	167 USAA Growth & Income	S	-0.2	16.6	18.0
118 INVESCO Dynamics	S	-1.6	19.1	28.6	168 Royce Special Equity (1%	S	-0.7	17.3	16.9
119 Longleaf Partners	S	2.6	18.6	22.8	169 Fidelity Trend	S	0.1	15.6	19.8
120 Loomis Sayles Small Cap Value	S	-1.4	22.2	19.7	170 Loomis Sayles Value	S	-0.2	16.6	17.6
121 Fidelity Mid-Cap Stock (.75%	S	-0.6	19.6	24.4	171 Schwab 1000 Fund (.75%	S	0.1	15.8	18.7
122 T. Rowe Price Small Cap Stock	S	-2.0	21.2	22.2	172 Preferred Value	S	0.8	16.9	14.8
123 Vanguard Value Index	S	0.6	19.6	22.1	173 Fidelity Contrafund II	S	2.5	14.7	17.6
124 Salomon Brothers Investors	S	0.4	18.7	24.8	174 Liberty Equity Value CIZ	S	0.0	17.2	14.8
125 Janus Enterprise	S	-0.5	19.8	22.6	175 Fidelity Stock Selector	S	0.5	15.2	19.3
126 Royce Total Return (1%r<180d)	S	-0.3	20.5	20.4	176 <b>Vanguard 500 Index</b>	<b>S</b>	<b>0.2</b>	<b>15.5</b>	<b>18.6</b>
127 Fidelity Export & Multinat'l(.75%	S	0.3	17.4	26.3	177 Fidelity Spartan 500 Index	S	0.2	15.5	18.6
128 Vanguard/Morgan Growth	S	0.4	18.7	22.8	178 Harbor Value	S	-0.5	16.3	17.4
129 Dodge & Cox Stock	S	0.1	20.0	20.1	179 WPG Large Cap Growth	S	-1.4	15.6	20.3
130 Vontobel U.S. Value (2%r<360d)	S	2.9	20.8	13.5	180 Vanguard Growth & Income	S	0.7	15.8	16.6
131 Artisan Midcap(closed)	S	-0.8	19.1	22.8	181 Safeco Equity	S	0.1	15.3	18.2
132 Oakmark Small Cap (2%r<90d)	S	-3.5	22.2	19.0	182 Value Line Special Situations	S	0.6	16.8	13.6
133 Baron Asset	S	0.1	23.0	11.6	183 Oakmark Select(closed) (2%	S	-0.9	14.1	22.6
134 Vanguard Convertible Securities	S	3.5	15.8	24.2	184 T. Rowe Price Equity-Income	S	0.1	15.9	16.3
135 Weitz Value Fund	S	-0.3	18.0	24.2	185 UMB Scout Stock	S	0.1	15.7	16.5
136 Neuberger Berman Guardian	S	0.0	19.0	21.2	186 Homestead Value	S	0.0	17.5	11.9
137 William Blair Growth (1%r<60d)	S	-1.0	20.0	19.5	187 Northeast Investors Growth	S	0.5	15.6	15.8
138 Neuberger Berman Fasciano Inv	S	-1.0	22.5	13.2	188 Harbor Capital Appreciation	S	-0.9	16.6	15.5
139 Ariel Fund	S	-0.9	21.9	14.4	189 Fidelity Contrafund	S	0.8	16.2	13.7
140 Nicholas II	S	-0.5	19.4	20.0	190 Nicholas Fund	S	-1.6	18.1	12.1
141 Dreyfus New Leaders	S	0.0	19.7	17.8	191 SIT Large Cap Growth	S	-0.3	14.9	17.8
142 Strong Advisor Midcap Growth	S	-0.6	17.1	24.9	192 Preferred Growth	S	-1.1	16.0	15.6
143 Neuberger Berman Genesis	S	-1.1	20.0	18.1	193 USAA Aggressive Growth	S	-0.4	16.2	13.9
144 Strong Growth	S	-0.9	18.6	20.8	194 Janus Mercury	S	-1.6	15.0	18.6
145 Neuberger Berman Partners	S	-2.2	18.8	21.5	195 Columbia Common Stock	S	-0.1	14.8	16.7
146 Vanguard U.S. Value	S	0.7	18.8	16.4	196 Oakmark Fund	S	-0.1	15.1	15.9
147 Vanguard Total Stk Mkt	S	-0.1	17.6	20.3	197 T. Rowe Price Growth & Income	S	-0.3	14.9	16.3
148 Gabelli Asset	S	-0.9	18.4	19.2	198 American Century Select	S	-0.6	15.2	16.1
149 Fidelity Small Cap Ind.(1.5%	S	-0.7	21.3	11.5	199 Fidelity Independence(ret.only)	S	-0.1	14.4	17.3
150 Fidelity Equity-Income	S	0.0	18.1	18.3	200 Mutual Shares(1%)CIZ	S	0.5	15.2	14.2

**DOMESTIC STOCK FUNDS**  
Continued on Next Page

## Domestic Stock Funds continued — data as of 9/26/03

Fund	Advice	1 month	6 month	1 year					
201 T. Rowe Price New Era	S	0.3	14.3	16.1	251 Fidelity Growth & Income(3%)	S	0.2	9.5	10.1
202 T. Rowe Price Cap Appreciation	S	1.0	13.8	16.1	252 Strong Growth 20	S	-1.9	10.5	7.6
203 T. Rowe Price Dividend Growth	S	0.2	14.9	14.6	253 Value Line Fund	S	-0.2	9.2	5.2
204 Oakmark Equity&Income	S	-0.9	14.6	17.0	254 Value Line Leveraged Growth	S	-0.4	9.1	4.6
205 Dreyfus Growth & Income	S	-0.2	14.5	15.8	255 Gintel Fund (2%r<45d)	S	-0.2	1.3	7.1
206 Marsico Focus	S	-0.8	16.4	11.8	256 Van Wagoner Mid-Cap	S	-0.6	1.2	5.5
207 Fidelity Dividend Growth	S	-0.1	14.2	16.3					
208 Hussman Strategic Growth (1.5%)	S	-0.4	15.9	12.1					
209 Dreyfus Fund	S	0.0	14.5	14.9					
210 American Century Equity Income	S	0.3	13.7	16.1					
211 Montgomery Growth	S	0.0	13.9	16.0					
212 Tweedy, Browne American Value	S	0.8	14.5	13.2					
213 Dreyfus Growth Opportunity (2%)	S	-0.1	14.1	15.5					
214 Scudder Capital Growth AARP	S	-0.5	14.1	16.2					
215 Janus Olympus	S	-1.0	14.3	16.3					
216 Fidelity Growth & Income II	S	-0.4	13.2	18.0					
217 Janus Fund	S	-1.7	15.3	14.2					
218 American Century Ultra	S	-0.4	14.4	14.6					
219 Fidelity Fifty (.75%r<30d)	S	-1.6	13.1	19.6					
220 Fidelity Blue Chip Growth	S	0.1	13.5	16.3					
221 Neuberger Berman Manhattan	S	-2.4	15.5	14.7					
222 Columbia Growth	S	-0.8	14.1	15.2					
223 Fidelity Fund	S	-0.4	13.0	16.8					
224 Fidelity Disciplined Equity	S	0.7	13.5	14.0					
225 Strong Large Cap Growth	S	-0.6	13.4	16.1					
226 INVESCO Core Equity	S	-1.3	14.0	15.5					
227 Fidelity Large Cap Stock	S	0.3	13.4	14.3					
228 Scudder Growth & Income	S	-0.4	13.5	15.2					
229 CS Warburg Pincus Capital Ap-	S	-0.8	13.7	14.6					
230 Fidelity Magellan (closed)	S	-0.3	13.2	15.1					
231 Vanguard Equity-Income	S	-0.1	13.6	13.4					
232 Columbia Special	S	-3.6	15.9	13.0					
233 Vanguard Growth Index	S	-0.2	12.5	16.1					
234 USAA Growth	S	0.4	13.3	13.3					
235 Scudder Large Company Growth	S	-0.7	12.6	16.2					
236 Vanguard U.S. Growth	S	0.1	12.5	14.5					
237 Fidelity Focused Stock (.75%)	S	1.3	13.1	11.2					
238 Liberty Asset Allocation CIZ	S	0.9	12.1	14.3					
239 Dreyfus Premier Third Century	S	0.0	13.0	13.2					
240 Babson Value	S	-0.4	15.6	6.9					
241 INVESCO Value Equity	S	-0.9	12.6	14.4					
242 Janus Twenty(closed)	S	0.3	12.1	13.8					
243 American Century Growth	S	-0.7	12.4	14.2					
244 Salomon Brothers Opportunity	S	-0.5	14.9	7.2					
245 Liberty Equity Growth CIZ	S	-0.8	12.3	14.1					
246 Bonnel Growth Fund (.25%r<30d)	S	0.8	12.4	7.7					
247 Babson Growth	S	-1.4	10.6	15.4					
248 American Century Heritage	S	-1.6	13.2	8.9					
249 Dreyfus Appreciation	S	1.0	10.9	10.1					
250 Janus Growth & Income	S	-1.2	10.6	12.8					

### PRI Financial Advisors Inc.

#### 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

Ask about PRI's free, no-obligation portfolio review.

*Minimum investment is \$100,000  
for all managed accounts.*

<sup>1</sup> As an independent Registered Investment Advisor PRI Financial Advisors Inc. will exercise discretion with regard to asset allocation and fund selection, and may make investment decisions for client accounts that differ from recommendations found in *MONEYLETTER* and *MONEYLETTER Plus*.

**INTERNATIONAL STOCK FUNDS**  
On Next Page

## International Stock Funds — data as of 9/26/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Matthews Japan Fund (2%r<90d)	H	13.6%	54.4%	31.6%	51 Babson-Stewart Ivory Intl	S	4.5	22.0	15.0
2 Japan Fund (Scudder) (2%	H	8.1	50.4	36.7	52 USAA International	S	4.1	20.1	19.9
3 Artisan Intl Small Cap (2%r<90d)	B	6.9	44.7	51.9	53 Scudder Global	S	2.3	21.2	19.7
4 T.Rowe Price Intl Disc. (2%r<1yr)	B	6.8	45.3	49.5	54 Tweedy, Browne Global Value	S	2.5	22.1	16.2
5 Matthews Pacific Tiger (2%r<90d)	B	5.5	45.6	47.5	55 American Century Global	S	1.9	22.5	16.1
6 Vanguard Intl. Explorer	B	6.7	44.5	41.0	56 Scudder Greater Europe (2%	S	2.6	19.9	18.9
7 Oakmark Intl Small Cap	B	6.1	45.8	37.8	57 INVESCO European (2%r<90d)	S	6.3	17.1	16.8
8 Oakmark Global (2%r<90d)	B	2.5	41.6	45.4	58 SIT International Growth	S	3.1	18.8	17.0
9 Fidelity Latin Amer.(1.5%r<90d)	H	3.7	34.9	52.2	59 Scudder International (2%	S	2.9	19.5	15.5
10 Vanguard Emerging Mkts Stk	B	2.4	37.2	43.4	60 USAA World Growth	S	2.5	17.1	16.5
11 Investec China & Hong Kong	H	5.6	35.4	40.2	61 American Century Intl Growth	S	2.0	18.3	12.4
12 Fidelity Europe (1%r<90d)	B	6.1	35.8	37.9	62 Montgomery Emerging Mkts	S	0.0	16.1	19.9
13 T. Rowe Price New Asia	H	2.2	39.0	34.9	63 Janus Worldwide	S	1.0	16.2	10.3
14 Longleaf Partners International	B	1.2	40.3	32.1					
15 Dreyfus Emerging Market(1%r)	H	2.6	36.1	38.3					
16 T.Rowe Price Latin America (2%	H	4.0	31.9	41.6					
17 Fidelity SE Asia (1.5%r<90d)	H	0.6	37.0	30.4					
18 Scudder Global Discovery(closed)	H	3.7	32.7	35.7					
19 T. Rowe Price Japan	H	7.1	37.5	18.2					
20 Fidelity Aggressive Intl. (1%r<30d)	H	3.4	33.7	30.9					
21 CS Warburg Pincus Japan Grth	H	4.9	35.6	22.8					
22 Scudder Latin America	H	2.8	28.1	43.1					
23 Fidelity Emerging Mkts (1.5%	H	1.1	32.2	32.9					
24 Fidelity Overseas (1%r<30d)	H	3.8	32.6	26.6					
25 Scudder Pacific Opportunity (2%	H	2.1	31.6	30.5					
26 Oakmark International (2%r<90d)	H	4.2	31.7	26.6					
27 Fidelity Pacific Basin (1.5%r<90d)	H	4.5	31.7	23.2					
28 Fidelity Diversified Intl (1%r<30d)	S	4.5	28.6	29.1					
29 Harbor International	H	3.6	28.2	31.4					
30 Fidelity International G & I	H	4.5	29.1	27.2					
31 Vanguard International Value	H	3.6	29.8	26.5					
32 Preferred International	S	4.4	29.7	24.7					
33 Wm. Blair Intl. Growth Stock N	S	4.9	28.0	26.6					
34 Vanguard Pacific Stock Index	H	5.6	29.1	22.1					
35 Fidelity Japan(1.5%r<90d)	H	4.1	29.1	21.4					
36 Gabelli Intl. Growth	S	6.0	26.4	21.5					
37 Fidelity Worldwide (1%r<30d)	S	2.1	26.0	24.5					
38 Matthews Asia Growth&Income	S	4.7	23.9	24.7					
39 Janus Overseas(closed)	S	2.8	26.7	19.9					
40 Vanguard European Stock Index	S	4.1	23.6	24.5					
41 Vanguard International Growth	S	3.8	23.8	24.3					
42 T. Rowe Price European	S	3.6	22.9	24.1					
43 Schwab International Index (1.5%	S	4.3	23.1	22.3					
44 Julius Baer International Equity A	S	4.1	23.1	22.1					
45 T. Rowe Price Intl Stock	S	3.5	23.4	21.9					
46 Artisan International	S	3.2	26.4	14.7					
47 Vontobel International Equity (2%	S	6.6	22.0	19.0					
48 Loomis Sayles International Eq-	S	3.7	22.2	22.0					
49 Columbia International Stock	S	4.3	21.5	20.6					
50 Liberty Intl Equity CIZ	S	3.9	21.4	21.1					

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

**Wednesday  
October 8, 2003  
by Midnight**

### Total Return % - 8/31/03

1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
2.8	ML Conservative	13.1	10.0	8.6	9.6
2.5	Fidelity Conservative	11.5	7.2	-13.3	9.6
2.5	Vanguard Conservative	12.3	10.8	-16.0	11.5
4.7	ML Moderate	28.1	24.2	-2.7	24.0
3.7	Fidelity Moderate	18.7	12.5	-1.4	16.1
3.8	Vanguard Moderate	21.8	19.5	-13.8	20.3
5.6	ML Venturesome	31.2	25.8	-5.0	25.9
4.8	Fidelity Venturesome	21.0	13.0	3.2	17.6
4.7	Vanguard Venturesome	24.8	19.7	-15.3	22.1
4.3	ML Select	20.7	n/a	n/a	19.6
<b>Benchmarks</b>					
1.9	S&P 500	20.8	12.0	-30.6	15.9
1.9	Asset Allocation Funds Avg (45)	16.8	10.5	-17.9	13.4

**SPECIALTY FUNDS  
On Next Page**

## Specialty Funds — data as of 9/26/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Scudder Gold (closed)	*	14.0%	72.0%	73.1%	51 Stratton Mthly Div REIT (1.5%)	*	3.5	18.7	17.7
2 Fidelity Networking	*	0.9	40.4	72.4	52 Fidelity Finl Serv (3%&.75%)	*	1.0	19.1	20.4
3 U.S.Global Gold Shares (.25%)	*	9.6	44.3	43.9	53 Fidelity Telecomm (3%&.75%)	*	-2.1	12.9	40.2
4 Vanguard Precious Metals	*	8.6	44.9	43.0	54 Rydex Financial Services	*	1.0	20.1	17.2
5 Fidelity Computers (3%&.75%)	*	1.9	39.0	61.1	55 Rydex Leisure	*	0.4	22.8	11.3
6 CGM Realty	*	4.2	42.8	46.6	56 Fidelity Environmental Ser (3%)	*	0.6	17.7	23.1
7 Amer. Cent. Global Gold (1%)	*	4.9	46.3	36.3	57 Fidelity Banking (3%&.75%)	*	0.7	20.3	16.2
8 Fidelity Technology (3%)	*	2.5	36.1	65.0	58 Fidelity Balanced	B	1.1	17.3	21.7
9 Fidelity Developing Comm (3%)	*	2.6	37.2	61.9	59 Fidelity Utilities Growth (3%)	*	1.0	17.0	22.4
10 Fidelity Electronics (3%&.75%)	*	-0.1	38.0	61.6	60 INVESCO Financial Serv Inv	*	1.1	18.7	17.7
11 Rydex Internet	*	0.7	32.9	72.7	61 Rydex Banking	*	0.9	18.5	17.1
12 Rydex Technology	*	-0.2	36.5	64.5	62 Fidelity Pharmaceuticals (3%)	*	5.2	14.1	21.1
13 Rydex Electronics	*	-3.6	37.6	63.0	63 Fidelity Cyclical Ind (3%&.75%)	*	-2.9	20.7	15.8
14 INVESCO Gold Inv	*	4.6	39.3	29.2	64 Fidelity Insurance (3%&.75%)	*	-0.5	18.0	14.8
15 Fidelity Wireless	*	-0.6	36.7	42.9	65 INVESCO Leisure Inv	*	-0.2	16.5	16.3
16 Fidelity Gold (3%&.75%r<30d)	*	4.4	38.2	27.5	66 Rydex Basic Materials	*	-2.2	18.8	12.8
17 RS Contrarian	*	0.1	32.5	46.3	67 Vanguard Health Care	*	2.9	14.7	15.3
18 Rydex Biotechnology	*	1.9	33.2	41.1	68 Rydex Consumer Products	*	2.0	16.1	11.8
19 T.Rowe Price Media & Telecom-	*	1.5	31.0	45.5	69 Vanguard Energy (1%r<1yr)	*	0.4	13.5	19.9
20 Rydex Precious Metals	*	0.8	36.2	25.9	70 Fidelity Defense & Aero (3%)	*	-4.1	21.5	5.1
21 Fidelity Brokerage (3%&.75%)	*	1.9	31.4	35.4	71 Rydex Transportation	*	0.8	16.3	10.5
22 T.Rowe Price Science & Tech	*	-0.1	25.5	51.1	72 INVESCO Utilities Inv	*	2.3	12.3	15.2
23 Fidelity Multimedia (3%&.75%)	*	-3.8	28.8	44.4	73 Vanguard Balanced Index	B	1.2	11.7	14.6
24 Fidelity Air Transport (3%&.75%)	*	0.2	34.0	25.3	74 Fidelity Natrl Resources (3%)	*	-0.3	12.1	14.9
25 Fidelity Indust Matrls (3%&.75%)	*	3.5	27.1	35.3	75 Fidelity Consumer Ind (3%)	*	-0.6	14.2	8.8
26 Fidelity Software (3%&.75%)	*	0.1	20.9	55.5	76 Fidelity Food & Agr (3%&.75%)	*	3.0	13.2	5.0
27 Rydex Telecommunications	*	1.5	22.2	49.8	77 Fidelity Paper & Forest (3%)	*	0.6	10.7	10.9
28 INVESCO Technology Inv	*	-1.0	23.2	40.3	78 Fidelity Natural Gas (3%&.75%)	*	-1.4	10.4	13.6
29 Fidelity Transportation (3%&.75%)	*	0.5	26.9	28.7	79 INVESCO Health Sciences Inv	*	0.5	10.7	6.4
30 Fidelity Automotive (3%&.75%)	*	-1.9	31.0	20.5	80 Merger Fund	*	0.9	8.2	11.4
31 Fidelity Const & Housing (3%)	*	-0.7	28.3	24.8	81 Rydex Energy	*	-1.2	8.9	12.1
32 Fidelity Leisure (3%&.75%r<30d)	*	0.1	24.0	28.0	82 Gateway Fund	B	-0.2	7.0	14.5
33 T.Rowe Price Financial Services	*	0.7	24.2	24.9	83 Fidelity Energy (3%&.75%r<30d)	*	-0.7	7.5	10.3
34 Fidelity Biotechnology (3%&.75%)	*	-0.8	20.1	35.2	84 Fidelity Health Care (3%&.75%)	*	0.6	7.2	8.5
35 INVESCO Real Estate Inv	*	3.4	21.5	23.5	85 INVESCO Energy Inv	*	-1.6	6.5	11.9
36 Fidelity Retailing (3%&.75%r<30d)	*	-1.7	27.8	14.5	86 Fidelity Chemicals (3%&.75%)	*	-4.1	7.6	8.0
37 Cohen & Steers Realty Shares	*	3.3	21.7	22.2	87 Fidelity Med Del (3%&.75%)	*	1.3	9.5	-14.3
38 Rydex Utilities	*	4.0	20.0	22.7	88 Fidelity Energy Services (3%)	*	-4.3	2.9	8.2
39 Rydex Retailing	*	-2.1	26.3	15.1	89 Rydex Energy Services	*	-5.0	2.9	6.2
40 Fidelity Industrial Equip (3%)	*	-3.5	24.9	18.3	90 Prudent Bear	*	4.8	-4.1	-10.1
41 T.Rowe Price Real Estate	*	3.4	19.0	22.7	91 Rydex Juno	*	-5.4	-3.0	-2.7
42 Vanguard REIT Index (1%r<1yr)	*	3.4	19.6	20.9	92 AXARosenberg Value L/S (2%)	*	-0.9	-8.1	-15.1
43 Cohen & Steers Equity Income	*	3.3	19.5	20.1	93 Rydex Ursa	*	-0.3	-14.1	-18.4
44 Fidelity Bus Services (3%&.75%)	*	-1.2	21.2	22.0	94 ProFunds Bear Inv	*	-0.4	-14.6	-19.5
45 Fidelity Medical Equip (3%&.75%)	*	0.5	17.7	26.9					
46 Rydex Health Care	*	0.9	20.1	19.9					
47 Fidelity Home Finance (3%&.75%)	*	1.5	19.2	21.4					
48 T.Rowe Price Health Sciences	*	-0.7	19.3	23.7					
49 INVESCO Telecommunications	*	0.2	18.3	24.7					
50 Fidelity Real Estate (.75%r<90d)	*	3.5	17.7	21.1					

**BOND FUNDS**  
On Next Page

## Bond Funds — data as of 9/26/03

Fund	Advice	1 month	6 month	1 year	Fund	Advice	1 month	6 month	1 year
1 Amer. Cent. Ginnie Mae	*	1.5	0.6	1.7	51 Montgomery Total Return	H	2.4	2.3	4.3
2 Amer. Cent. Inflation Adj	B	3.1	4.4	6.9	52 Northeast Investors Trust	*	1.9	6.6	9.7
3 Amer. Cent. Int'l Bond	*	6.1	9.3	19.9	53 Payden Global Fixed Income	*	1.4	2.4	4.7
4 Amer. Cent. Target 2010	*	4.0	2.6	5.0	54 PIMCO High Yield	B	2.8	9.7	25.4
5 Amer. Cent. Target 2015	*	6.1	2.9	5.0	55 PIMCO Low Duration	B	1.0	0.5	2.7
6 Amer. Cent. Target 2020	*	7.2	3.5	4.4	56 PIMCO Real Return	H	3.3	3.6	6.5
7 Amer. Cent. Target 2025	*	8.1	3.4	1.8	57 PIMCO Total Return	H	2.5	2.0	4.3
8 American Government Bond	H	1.7	1.1	2.6	58 PIMCO Total Return Mortgage	H	1.5	1.2	2.8
9 Babson Bond Trust	*	2.6	1.4	2.3	59 Safeco I-T U.S. Treasury	H	2.0	1.0	1.5
10 BBH Inflation Indexed Sec	B	3.1	3.8	7.0	60 Safeco U.S. Government	H	1.6	0.3	0.8
11 Buffalo High-Yield(2%r<180d)	B	1.9	11.2	19.7	61 Schwab S-T Bond Mkt Index	B	1.3	1.7	3.2
12 Columbia Fixed Income Sec	H	2.2	1.6	2.1	62 Scudder Global Bond S-T	*	3.5	4.8	10.8
13 Columbia High Yield	B	2.0	3.0	9.6	63 Scudder Income (closed)	H	2.6	2.9	5.9
14 Columbia S-T Bond	B	0.8	0.8	1.5	64 Scudder Short-Term Bond	B	0.9	1.9	3.7
15 Dodge & Cox Income	H	2.3	3.9	7.6	65 Strong Corporate Bond	*	3.5	5.8	12.4
16 Dreyfus 100 Treasury L-T	*	4.0	3.5	4.0	66 Strong Govt Securities	H	2.2	1.4	2.3
17 Dreyfus A Bonds Plus	*	3.1	3.6	7.6	67 Strong High Yield Bond(1%r)	*	2.5	9.8	21.4
18 Dreyfus GNMA	*	2.1	1.0	3.1	68 Strong S-T Bond	B	0.8	1.5	2.6
19 Dreyfus Short-Term Income	B	1.0	1.0	0.1	69 Strong S-T High Yield	*	1.1	3.8	7.4
20 Dreyfus Strategic Income	*	2.8	4.3	6.3	70 T. Rowe Price Corporate Inc	*	3.0	5.5	10.9
21 Eclipse Bond	*	2.8	2.5	6.2	71 T. Rowe Price GNMA	*	1.4	0.3	1.6
22 Eclipse Indexed Bond	H	2.5	2.1	4.8	72 T. Rowe Price High Yield	B	2.1	8.7	16.5
23 Federated Total Return Govt	H	2.4	0.9	1.5	73 T. Rowe Price Int'l Bond	*	5.8	8.9	18.0
24 Federated U.S. Govt Sec. 1-3	B	0.4	0.3	0.8	74 T. Rowe Price New Income	*	2.0	2.5	5.0
25 Fidelity GNMA	*	1.7	0.9	1.7	75 T. Rowe Price Spectrum Income	*	2.2	7.0	12.0
26 Fidelity Government Income	*	2.4	1.4	1.1	76 T. Rowe Price S-T Bond	B	0.6	1.5	3.4
27 Fidelity High Income (1%r<90d)	B	3.2	13.1	27.7	77 T. Rowe Price U.S. Treas. L-T	*	3.4	1.2	1.4
28 Fidelity Inflation-Protected Bond	B	3.0	4.1	7.0	78 TCW Galileo High Yield Bond	B	2.9	10.3	18.2
29 Fidelity Intermediate Bond	H	2.0	2.2	4.3	79 TCW Galileo Total Return Bond	H	1.4	1.0	3.3
30 Fidelity Intermediate Govt	H	2.0	1.5	2.6	80 USAA Income	H	2.6	2.9	5.5
31 Fidelity Investment Grade	H	2.7	2.9	6.0	81 Value Line Aggressive Inc	*	2.3	10.2	19.2
32 Fidelity New Markets Income	*	2.7	14.0	32.2	82 Value Line U.S. Govt Sec	H	2.1	1.5	3.2
33 Fidelity Short-Term Bond	B	0.9	1.5	3.1	83 Vanguard Bond Market	H	2.5	2.8	4.2
34 FifthThird Bond	*	2.6	1.6	4.3	84 Vanguard GNMA	*	1.8	-0.1	0.5
35 Fremont Bond	H	2.4	1.7	5.2	85 Vanguard High Yield Corporate	B	2.8	7.6	17.7
36 INVESCO High Yield	*	2.3	14.1	30.2	86 Vanguard Inflation Protected	B	3.2	4.4	7.5
37 INVESCO Select Income	*	2.8	4.3	10.9	87 Vanguard Intermediate Treas.	H	2.3	1.0	1.0
38 INVESCO U.S. Govt Sec	*	1.8	0.2	1.3	88 Vanguard Long-Term Corporate	*	4.3	2.8	3.9
39 Janus Flexible Income	*	2.2	2.8	4.8	89 Vanguard L-T Treasury	*	4.2	1.6	0.8
40 Janus High Yield	B	2.1	4.8	10.1	90 Vanguard Short-Term Corporate	B	0.7	1.4	3.1
41 Janus S-T Bond	B	1.0	2.8	4.3	91 Vanguard S-T Federal	*	0.8	0.6	1.2
42 Liberty Income CIZ	H	2.7	6.4	11.2	92 Vanguard S-T Treasury	B	0.8	1.1	1.9
43 Liberty Intermediate Bond CIZ	H	2.4	5.2	10.1	93 Westcore Plus Bond	*	2.9	7.7	10.4
44 Managers Bond	*	4.1	6.3	11.0	94 WPG Core Bond	H	2.3	2.4	5.1
45 Managers Int. Duration Govt	*	1.8	1.7	4.1					
46 Managers Intermediate Bond	*	0.0	-0.5	-0.5					
47 Managers Short Duration Govt	B	0.4	1.1	2.8					
48 MetroWest Low Duration	B	0.9	2.6	5.0					
49 MetroWest Total Return	*	2.7	7.1	11.4					
50 Montgomery Sht Duration Govt	B	0.8	0.7	1.5					

**PORTFOLIO HOLDINGS**  
On Next Page

## Weekly Performance of ML Model Holdings — data as of 9/26/03

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	1.48%	VBINX Vanguard Balanced	-2.16%
BUFHX Buffalo High Yield	-0.56	VCVLX Vanguard Capital Value	-4.06
DODIX Dodge & Cox Income	0.54	VEIEX Vanguard Emerg. Mkts. Stock	-1.65
FBRVX FBR Small Cap Value	-1.79	VEXPX Vanguard Explorer Index	-6.18
FBALX Fidelity Balanced	-2.93	VEXMX Vanguard Extended Market	-4.93
FDCAX Fidelity Capital Appreciation	-3.33	VWEHX Vanguard High Yield Corp.	0.00
FSLCX Fidelity Small Cap Stock	-4.97	VIPSX Van. Inflation Protected Bond	1.57
FDEGX Fidelity Aggr. Growth	-4.95	VISGX Vanguard Small Cap Growth	-7.20
FDGRX Fidelity Growth Company	-5.99	VSEQX Vanguard Strategic Equity	-4.61
SPHIX Fidelity High Income	-0.12	VBMFX Vanguard Total Bond	0.58
FOCPX Fidelity OTC	-5.90	WBSNX WmBlair Small Cap N	-4.99
FSTGX Fidelity Intermediate Gov't	0.49		
FBNDX Fidelity Inv Grade Bond	0.53		
FIVFX Fidelity Aggr. Int'l	-2.09		
GATEX Gateway Fund	-1.10		
HRTVX Heartland Value	-4.35		
LMASX Legg Mason Special	-3.58		
LMOPX Legg Mason Opportunity Tr	0.40		
MAPTX Matthews Pacific Tiger	1.32		
OBEGX Oberweis Emerging Growth	-7.86		
PHYDX Pimco High Yield D	-0.11		
RYPNX Royce Opportunity	-6.80		
RSPFX RS Partners	-3.33		
RSDGX RS Diversified Growth	-7.97		
USRLX Undiscovered Small Cap Gr	-9.09		
		<b>Indices</b>	
		DOW JONES INDUSTRIALS	-3.44%
		S&P 500	-3.81
		NASDAQ	-5.96

### Editorial Questions?

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

### Contact Us!

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

**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.