

## MONEYLETTER HOTLINE 2/24/04

### Ready to Move On (and Up!)

This grinder of a correction continues. The real focus of the correction has been the Nasdaq, for the obvious reason that the Nasdaq is where the gains of the bull market are concentrated. Corrections are profit-taking events, and the Nasdaq is the target. We wondered last week whether option settlements explained the Nasdaq's decline, and we now have the answer. No options interference yesterday, but a very sharp decline for the Nasdaq. Today was different. While the Dow was sold, both the S&P 500 and the Nasdaq were virtually unchanged. It suggests to us that we are coming close to the end of the correction. Still we make no claim to be short-term predictors.

Looking out over the intermediate-term we see the market moving to new highs for this bull market later as this year progresses. In the short-run, we believe the economy will get a boost from business inventory spending. Clearly many segments of technology are doing well as we see from the earnings reports and the accompanying guidance. We also expect to see gains in business capital spending. And the cheaper dollar will continue to help exports. A correction was inevitable. We are almost through it.

There is no change in our recommended allocations.

**New Fund Recommendations** – For domestic stock funds there are three new holds: USAA Capital Growth, Oberweis Emerging Growth and TCW Galileo Small Cap Growth. There is one new sell: PBHG Emerging Growth. For international stock funds, there is one new hold: T. Rowe Price New Asia. There is one new sell: Scudder Japan.

**The Economy** – The Consumer Confidence index for this month dropped more than expected. As we have said more than once before, we don't put much weight on these surveys. If the index continued to drop noticeably, we would become concerned. Meanwhile the weekly retail store sales surveys indicate good February results through the third week of this month. The economy will perform well this year.

**The Stock Market** – The correction is taking its toll on the better performing small-cap stock funds. This is to be expected. Longer lasting corrections have in the past induced many changes in our fund advice. This is just to alert you to the possibility. We remain positive on the global stock market outlook.

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

## MONEYLETTER HOTLINE 2/20/04

### Making Corrections

This has been a peculiar week. After Tuesday's rally, the overall market sagged, while the Nasdaq took it on the chin. The news has not been great, but it hasn't been awful either. What we are seeing in the news is that the red-hot economy of early winter has cooled somewhat, but the recovery is still intact as we view the data. Of course, this was an options expiration week, which distorts the markets movements. How big a role options played in the action is unknown.

We have talked in recent weeks about a tired market, and the market needing a jolt. More and more market commentators are now saying similar things. This is a sign that caution, if not pessimism, is catching on. It was inevitable after the run the market had. The market is not overvalued, by our lights, but it is not cheap. It could not continue galloping.

As we have been saying, the bull market is moving to a more mature phase. As it does, we will see portfolio adjustments. Our allocation shift to international funds is one such adjustment. But if the bull market is maturing, it has not ended. We do not believe that the profit gains ahead are all already in stock prices of the U.S. market.

There is no change in our recommended allocation.

**New Fund Recommendations** – For domestic stock funds there is one new buy: TCW Galileo Value Opportunities. There is one new sell: Needham Growth Fund For international stock funds, there is one new buy: Vanguard International Explorer. Fidelity Europe, a buy last week, has moved into the hold category. Matthews Japan is another new hold. There is one new sell: T. Rowe Price Japan.

**The Economy** – The Philadelphia Fed February survey was somewhat weaker than expected, but still fairly strong. The manufacturing sector is moving ahead briskly. Semiconductor equipment ordering continues robust. The weekly retail sales surveys show retail sales were strong the second week of February. We look for the economy to pick up speed as we move into the spring.

**The Stock Market** – With options out of the way, we'll have a clearer view of the market next week. Technically, the market has not acted well this week. But according to the technicians neither has there been a breakdown. We cannot dismiss the notion that a correction has begun here. We are positive on global stock markets.

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

## Domestic Stock Funds — data as of 2/20/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
1	Fidelity Leveraged Company	B	-0.3%	34.7%	112.0%	51	USAA Capital Growth	H	-4.6	18.8	65.2
2	Heartland Value (closed,1%	S	-1.4	30.5	91.6	52	Fidelity Capital Appreciation	H	-0.7	19.7	57.0
3	Royce Opportunity (1%<180d)	B	-2.9	30.1	92.9	53	Vanguard Extended Market	H	-1.0	19.4	58.2
4	Undiscovered Small Cap Growth	B	-6.0	25.6	94.8	54	Matrix Advisors Value	H	-0.5	19.6	55.7
5	Neuberger Berman Focus	B	-0.9	25.0	88.5	55	Columbia Small Company Equity	H	-4.0	19.2	61.6
6	Berwyn Fund (1%<180d)	B	0.6	30.6	68.4	56	Oberweis Emerging Growth (1%	H	-8.2	12.2	85.2
7	Wasatch Small Cap Value	B	0.7	25.7	79.8	57	TCW Galileo Dividend Focused	H	2.3	21.1	47.3
8	Eclipse Small Cap Value	B	-1.6	31.6	66.6	58	Montgomery Small Cap	H	-3.7	18.1	62.9
9	Henlopen Fund (1%<30d)	B	-2.4	26.3	81.1	59	RS MidCap Opportunities	H	-2.9	19.2	58.7
10	Buffalo Small Cap(closed)	B	2.2	23.6	79.8	60	PBHG Small Cap Value	H	-1.3	19.0	56.5
11	RS Partners	B	1.6	24.5	74.0	61	Vanguard Strategic Equity	H	-1.5	19.6	54.4
12	Vanguard Cap Opp (\$25,000,1%	B	0.6	27.1	68.1	62	RS Emerging Growth(closed)	H	-5.1	17.2	65.3
13	RS Smaller Company Growth	B	-2.8	22.2	84.9	63	CS Warburg Pincus Emerging	H	-2.4	18.9	56.8
14	ICM/Isabelle Small Cap Value	B	-0.1	25.7	70.1	64	Artisan Small Cap	H	-1.3	16.3	61.5
15	WmBlair S-C Growth N	B	-2.8	22.2	82.4	65	MSI Value Portfolio	S	2.1	18.6	50.5
16	Boston Ptrns Smlcap Val	B	0.4	22.5	75.6	66	American Century Vista	S	-1.7	18.5	56.2
17	Bogle Small Cap Growth(closed)	B	-4.0	25.2	73.6	67	Dodge & Cox Stock (closed)	S	1.6	19.9	47.6
18	CGM Focus	H	-0.3	21.0	76.3	68	Vanguard PRIMECAP	S	0.9	18.8	51.2
19	Needham Small Cap Growth	B	-4.1	22.4	76.5	69	Vanguard Small Cap Growth	H	-3.9	18.8	58.3
20	RS Diversified Growth	B	-6.3	19.4	84.5	70	Strong Multi-Cap Value	H	-2.9	20.2	53.2
21	CRM Small Cap Value Inv	H	1.1	20.2	70.9	71	Vanguard Explorer	H	-3.6	18.1	59.3
22	Legg Mason Opportunity Trust	H	-3.8	21.3	75.2	72	Artisan Mid Cap Value	S	2.2	19.4	46.5
23	Muhlenkamp Fund	H	1.3	22.8	62.6	73	Selected American Shares	S	2.4	20.2	44.0
24	Janus Venture (closed)	B	-2.7	19.6	76.4	74	MSI Mid Cap Value	S	-0.1	16.9	55.4
25	Fidelity Small Cap Stock (2%	B	-0.7	23.8	61.3	75	Vanguard Windsor	S	-0.5	19.4	49.5
26	WPG Tudor	H	0.8	21.5	63.1	76	T. Rowe Price New Era	S	1.3	21.0	42.9
27	TCW Galileo Value Opportunities	B	-1.2	22.3	63.7	77	RS Value+Growth	S	-2.7	18.4	55.3
28	Meridian Fund	B	-1.2	20.7	65.3	78	Boston Partners Mid Cap Value	S	0.9	18.0	51.0
29	CRM Mid Cap Value Ins	H	0.8	23.0	55.3	79	TCW Galileo Small Cap Growth	H	-6.4	16.6	64.5
30	CRM Mid Cap Value Inv	H	0.7	22.9	54.9	80	Third Avenue Value	S	-0.3	18.9	49.0
31	T.Rowe Price Mid Cap Value	H	1.1	22.6	55.0	81	Salomon Brothers Investors	S	1.2	19.0	46.4
32	Century Select Small Cap	B	-1.6	22.1	59.8	82	Federated Kaufmann Fund	S	-0.2	14.1	60.5
33	T. Rowe Price New Horizons	H	-1.0	18.3	66.5	83	MSI Small Cap Value(closed)	S	-0.1	16.4	53.6
34	Pin Oak Aggressive Stock	B	-7.4	21.6	67.3	84	FBR Small Cap Value A (1%	S	0.5	14.7	56.8
35	Legg Mason Special Investment	H	-2.9	19.7	64.9	85	Fidelity Value	S	0.3	18.3	48.2
36	Janus Special Equity	H	-0.8	19.2	62.7	86	Dreyfus-Founders Discovery	H	-2.3	17.0	55.1
37	Wasatch Core Growth(closed,2%	S	0.7	17.8	64.0	87	Thompson Plumb Growth	S	2.2	17.8	46.3
38	TCW Galileo Diversified Value N	S	1.7	21.5	53.2	88	Aegis Value Fund	S	0.4	17.0	50.9
39	Vanguard Small-Cap Value Index	H	-0.2	21.6	55.1	89	Strong Opportunity	S	-0.5	17.2	51.6
40	Strong Mid Cap Disciplined	S	2.6	18.7	58.2	90	Undiscovered Behavioral Growth	H	-5.3	13.6	67.5
41	TCW Galileo Opportunity N	H	-2.7	19.3	64.6	91	Nicholas II	S	1.2	17.7	47.6
42	Vanguard SmallCap Index	H	-2.0	20.1	61.4	92	Vanguard Mid-Cap Index	S	-0.5	18.5	48.0
43	Selected Special Shares	H	1.0	19.5	58.5	93	Dreyfus Mid Cap Index	S	-0.3	17.9	48.8
44	Royce Low Priced Stock (1%	H	-2.2	19.4	61.7	94	Marsico 21st Century	S	-1.6	15.6	56.4
45	Vanguard Capital Value	H	-0.2	20.7	55.3	95	Vanguard Windsor II	S	2.1	19.0	42.1
46	Safeco Growth Opportunities	H	-0.4	16.7	65.3	96	T. Rowe Price S-C Value	S	-1.0	17.4	50.8
47	Longleaf Partners Smallcap	H	-1.2	19.7	58.6	97	Vanguard U.S. Value	S	-0.1	19.6	43.7
48	Fidelity L P Stock (closed,1.5%	H	0.1	19.9	56.0	98	Royce Penn Mutual(1%<180d)	S	-2.2	17.2	53.1
49	Cambiar Opportunity	H	1.5	21.6	49.5	99	Bridgeway Aggressive Investors	H	-4.7	16.3	58.8
50	Third Avenue Small-Cap Value	H	-1.7	21.4	54.8	100	Neuberger Berman Partners	S	2.1	16.6	47.5

**DOMESTIC STOCK FUNDS**  
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Advice **B = Buy, H = Hold, S = Sell**

## Domestic Stock Funds continued — data as of 2/20/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
101	Westport Small Cap R	S	0.4	17.5	47.4	151	Oakmark Select(closed) (2%	S	2.4	14.7	38.8
102	C&B Mid Cap Value	S	-1.2	15.5	54.7	152	T. Rowe Price Small Cap Stock	S	-1.5	14.4	45.5
103	Needham Growth Fund (.75%	S	-4.9	16.6	57.4	153	Janus Enterprise	S	-0.7	14.2	44.8
104	Sound Shore	S	0.6	16.8	48.5	154	Royce Special Equity (1%	S	2.2	14.5	39.5
105	Turner Mid Cap Growth	S	-3.8	16.1	56.4	155	USAA Growth & Income	S	0.1	15.5	40.1
106	Artisan Midcap(closed)	S	-0.8	17.8	46.6	156	TCW Galileo Select Equity	S	-2.7	12.2	52.3
107	MSI Mid Cap Growth	S	-0.7	15.5	51.8	157	SIT Mid Cap Growth	S	-1.5	14.3	45.1
108	American Century Value	S	1.8	17.4	43.1	158	T. Rowe Price Growth Stock	S	0.8	14.7	40.6
109	Dreyfus New Leaders	S	0.1	17.8	44.7	159	Gabelli Asset	S	0.3	14.5	41.6
110	Vanguard Value Index	S	0.8	17.2	44.7	160	Wasatch Small Cap Grth	S	-3.0	10.5	56.4
111	Fidelity New Millennium (closed)	S	-4.1	17.8	49.9	161	<b>Vanguard 500 Index</b>	<b>S</b>	<b>0.6</b>	<b>15.3</b>	<b>38.9</b>
112	TCW Galileo Aggressive Growth	H	-3.9	14.6	57.2	162	Fidelity Spartan 500 Index	S	0.6	15.3	38.9
113	Strong Advisor Common Stock	S	-0.6	16.1	47.6	163	Northeast Investors Growth	S	0.3	15.2	39.4
114	Fidelity Export & Multinat'l(.75%	S	0.1	16.8	44.2	164	Schwab 1000 Fund (.75%	S	0.5	15.1	39.1
115	Fidelity Small Cap Ind.(1.5%	H	-2.1	17.2	46.1	165	Fidelity Mid-Cap Stock (.75%	S	-1.6	15.0	42.5
116	Baron Asset	S	0.9	14.1	48.8	166	Mutual Shares(1%)CIZ	S	2.1	15.9	34.4
117	Fidelity Equity-Income	S	0.8	16.7	42.3	167	Loomis Sayles Value	S	1.0	15.0	38.0
118	Scudder Large Co Value	S	1.0	16.7	41.3	168	Harbor Value	S	0.7	14.8	38.5
119	Mutual Beacon(1%)CIZ	S	2.3	17.0	38.6	169	Columbia Disciplined Value CIZ	S	-0.2	14.7	39.7
120	Mutual Qualified(1%)CIZ	S	1.6	17.3	39.0	170	Yacktman Fund	S	0.8	14.9	37.2
121	Fidelity OTC Portfolio	H	-3.4	16.3	49.1	171	Neuberger Berman Fasciano Inv	S	-2.3	13.8	44.4
122	Neuberger Berman Guardian	S	0.2	15.4	45.4	172	Tweedy, Browne American	S	1.1	15.4	35.3
123	Nicholas Fund	S	2.1	15.1	43.3	173	Babson Value	S	2.2	13.9	37.1
124	Ariel Appreciation	S	0.2	13.9	48.9	174	Preferred Value	S	-0.2	15.3	37.0
125	Strong Discovery	S	-3.6	15.4	50.5	175	Homestead Value	S	-1.0	14.8	39.3
126	Ariel Fund	S	1.3	14.0	46.6	176	Fidelity Contrafund	S	0.6	14.5	37.4
127	Royce Premier (1%r<180d)	S	-1.1	14.1	49.9	177	Columbia Common Stock	S	0.8	14.5	37.1
128	Vanguard Convertible Securities	S	-1.0	19.3	36.6	178	Gabelli Growth	S	-0.3	13.1	42.3
129	Legg Mason Value	S	-2.8	14.4	51.2	179	Fidelity Equity-Income II	S	-1.6	13.3	43.3
130	Fidelity Growth Company	S	-2.2	14.5	50.2	180	INVESCO Small Company	S	-3.7	13.3	46.3
131	T. Rowe Price Growth & Income	S	1.2	16.7	39.5	181	Dreyfus Appreciation	S	2.8	15.1	32.1
132	Vanguard Total Stk Mkt	S	0.3	16.1	42.6	182	Oakmark Fund	S	1.9	14.1	36.0
133	T.Rowe Price Mid Cap Growth	S	-1.2	14.1	49.4	183	Fidelity Disciplined Equity	S	0.3	14.9	35.6
134	American Century Income &	S	0.0	16.9	40.3	184	T. Rowe Price Dividend Growth	S	1.1	14.0	36.5
135	Vanguard Growth Equity	S	-1.7	15.1	46.9	185	Scudder Growth & Income	S	0.6	14.2	36.7
136	Weitz Value Fund	S	0.2	15.6	43.1	186	Fidelity Fund	S	0.6	14.0	37.1
137	Baron Growth	S	1.3	13.0	47.6	187	PBHG Emerging Growth	S	-9.2	10.1	61.0
138	Vanguard Growth & Income	S	0.9	16.4	39.5	188	Domini Social Equity Fund	S	0.0	14.0	37.2
139	Loomis Sayles Small Cap Value	S	-1.1	15.2	45.6	189	Fidelity Trend	S	0.2	14.0	36.9
140	Vanguard/Morgan Growth	S	-0.7	15.6	43.6	190	Fidelity Stock Selector	S	-0.1	13.9	37.4
141	INVESCO Dynamics	S	-2.8	15.6	46.2	191	T. Rowe Price Cap Appreciation	S	0.5	15.4	32.6
142	Neuberger Berman Genesis	S	0.5	15.1	42.4	192	Harbor Capital Appreciation	S	-0.3	12.8	39.1
143	Baron Small Cap	S	-0.2	11.1	53.1	193	SIT Large Cap Growth	S	0.6	13.3	36.5
144	T. Rowe Price New America	S	0.1	13.9	45.5	194	Fidelity Dividend Growth	S	1.3	13.5	34.5
145	Value Line Special Situations	S	0.2	15.6	41.2	195	Salomon Brothers Opportunity	S	0.2	14.6	33.2
146	American Century Equity Growth	S	0.2	16.1	39.6	196	Janus Twenty(closed)	S	1.6	13.6	33.6
147	Longleaf Partners	S	-1.4	16.4	41.1	197	Dreyfus Growth & Income	S	-0.7	13.8	36.4
148	Janus Mercury	S	-2.1	16.4	42.0	198	Royce Total Return (1%r<180d)	S	-0.4	12.2	39.6
149	T. Rowe Price Equity-Income	S	0.8	15.8	39.0	199	Dreyfus Premier Third Century	S	-0.2	13.8	35.2
150	Fidelity Aggressive Growth(0.75%	H	-1.0	15.4	42.2	200	Vanguard Growth Index	S	0.2	13.6	34.6

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 2/20/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
201	Oakmark Small Cap (2%r<90d)	S	-2.0	12.0	41.7	251	Bonnel Growth Fund (.25%)	S	-5.2	14.5	23.0
202	Preferred Growth	S	-0.5	12.4	38.5	252	Fidelity Fifty (.75%r<30d)	S	-2.7	8.3	26.9
203	Vanguard U.S. Growth	S	-0.9	13.7	35.6	253	Strong Growth 20	S	-5.7	9.2	28.4
204	Vanguard Equity-Income	S	0.8	13.5	33.3	254	Value Line Leveraged Growth	S	-2.4	5.6	21.8
205	American Century Ultra	S	1.0	12.1	36.6	255	Value Line Fund	S	-2.5	5.7	21.2
206	WPG Large Cap Growth	S	0.0	12.7	36.5						
207	Van Wagoner Emerging Growth	S	-12.8	15.3	49.0						
208	Neuberger Berman Manhattan	S	-1.9	12.5	39.7						
209	Fidelity Magellan (closed)	S	0.8	12.8	34.6						
210	Dreyfus Fund	S	-0.1	13.4	34.4						
211	Fidelity Large Cap Stock	S	-0.8	13.8	34.4						
212	American Century Equity Income	S	0.9	13.1	33.3						
213	Dreyfus Growth Opportunity (2%	S	-0.5	13.1	35.4						
214	Marsico Growth & Income	S	-0.8	11.5	39.3						
215	Safeco Equity	S	1.1	12.2	33.9						
216	Strong Growth	S	-1.1	11.2	39.5						
217	Fidelity Blue Chip Growth	S	0.2	12.6	34.0						
218	Babson Growth	S	1.7	12.6	31.0						
219	Scudder Capital Growth AARP	S	0.7	11.9	33.9						
220	SIT Small Cap Growth	S	-4.4	11.0	44.0						
221	Scudder Development (closed)	S	-3.3	12.4	38.8						
222	Janus Olympus	S	-3.4	12.9	37.4						
223	American Century Select	S	0.7	11.2	35.7						
224	Columbia Growth	S	0.0	11.7	34.5						
225	Janus Growth & Income	S	-0.9	13.1	32.3						
226	American Century Growth	S	-1.6	13.0	32.8						
227	Fidelity Convertible Securities	S	-1.4	13.7	30.1						
228	Oakmark Equity&Income	S	0.7	12.1	30.3						
229	CS Warburg Pincus Capital Ap-	S	-1.6	11.9	33.9						
230	Strong Advisor Midcap Growth	S	-2.6	10.8	37.8						
231	Columbia Large Cap Growth CIZ	S	0.0	11.5	31.7						
232	Janus Fund	S	-3.6	11.3	37.2						
233	Fidelity Focused Stock (.75%	S	-1.9	12.7	31.1						
234	USAA Aggressive Growth	S	-0.7	9.5	36.6						
235	USAA Growth	S	-0.2	10.9	32.2						
236	Fidelity Growth & Income(3%)	S	1.2	11.7	28.1						
237	Marsico Focus	S	-1.2	9.2	36.7						
238	Columbia Special	S	-4.0	10.5	37.7						
239	Strong Large Cap Growth	S	-0.6	10.6	32.1						
240	Hussman Strategic Growth (1.5%	S	1.7	10.9	27.5						
241	INVESCO Core Equity	S	-0.3	10.2	32.2						
242	Scudder Large Company Growth	S	-0.2	10.6	31.0						
243	UMB Scout Stock	S	-0.5	9.9	31.6						
244	American Century Heritage	S	-2.4	10.8	32.3						
245	Fidelity Independence(ret.only)	S	-2.3	11.2	31.1						
246	Columbia Asset Allocation CIZ	S	0.1	11.3	26.8						
247	Clipper Fund	S	-1.6	10.5	31.3						
248	Fidelity Growth & Income II	S	0.4	8.8	31.0						
249	PBHG Growth	S	-3.2	9.7	34.0						
250	William Blair Growth (1%r<60d)	S	-1.3	8.1	33.6						

### PRI Financial Advisors Inc.

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Holliston, MA 01746

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## International Stock Funds — data as of 2/20/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
1	Fidelity Intl Small Cap (2%r<90d)	B	2.8%	36.1%	90.8%	51	Columbia Intl Equity CIZ	S	-1.0	21.2	45.6
2	Amer.Cent.Intl Opportunity (2%	B	1.7	33.2	87.5	52	USAA World Growth	S	1.9	20.5	42.4
3	Guinness China & Hong Kong	B	3.8	36.1	71.6	53	American Century Global	S	-0.6	19.4	46.1
4	T.Rowe Price Intl Disc. (2%r<1yr)	B	2.3	34.1	78.8	54	SIT International Growth	S	0.1	20.9	41.3
5	Oakmark Intl Small Cap	B	2.1	35.5	75.5	55	Longleaf Partners International	S	1.9	13.4	56.0
6	Fidelity Latin Amer.(1.5%<90d)	H	-4.1	34.1	85.2	56	Babson-Stewart Ivory Intl	S	0.4	20.5	39.7
7	Vanguard Intl Explorer	B	3.4	32.6	74.2	57	Japan Fund (Scudder) (2%	S	-6.8	19.3	53.0
8	Driehaus Emerging Mkts Gr	B	0.2	33.9	74.7	58	Scudder International (2%	S	0.8	19.1	40.1
9	Artisan Intl Small Cap(closed,2%	B	1.6	31.8	75.5	59	American Century Intl Growth	S	0.2	19.7	38.8
10	T.Rowe Price Latin America (2%	H	-2.9	32.7	79.2	60	Fidelity Pacific Basin (1.5%	S	-1.6	18.3	44.0
11	Matthews Pacific Tiger (2%r<90d)	B	1.1	32.5	72.8	61	Scudder Global	S	0.3	17.9	38.9
12	Vanguard Emerging Mkts Stk	B	1.3	31.5	72.4	62	Vanguard Pacific Stock Index	S	-2.1	18.6	40.6
13	Fidelity Europe Capital App.	H	3.3	34.1	61.4	63	T. Rowe Price Japan	S	-4.3	17.6	44.9
14	Fidelity SE Asia (1.5%r<90d)	B	2.1	31.1	68.6	64	Janus Worldwide	S	-0.8	17.1	37.3
15	Dreyfus Emerging Market(1%r)	H	1.5	31.2	66.2	65	Fidelity Global Balanced	S	-0.7	17.3	36.3
16	Fidelity Europe (1%r<90d)	H	1.0	30.5	68.1	66	Fidelity Japan(1.5%<90d)	S	-5.1	11.2	32.5
17	Dodge&Cox Intl. Stock	H	1.7	29.3	69.1	67	CS Warburg Pincus Japan Grth	S	-5.5	10.3	34.1
18	Scudder Pacific Opportunity (2%	H	3.2	31.6	60.7						
19	T. Rowe Price New Asia	H	1.7	29.9	65.0						
20	Fidelity Emerging Mkts (1.5%	H	1.1	29.6	63.3						
21	Scudder Latin America	H	-3.9	27.5	70.8						
22	Driehaus Int'l Discovery	H	-0.7	25.5	69.6						
23	Vanguard European Stock Index	H	2.6	28.0	56.2						
24	T. Rowe Price European	H	2.9	28.0	54.6						
25	Fidelity International G & I	H	0.8	28.0	57.6						
26	Oakmark Global (2%r<90d)	H	0.8	23.1	67.9						
27	Vanguard International Value	H	1.6	26.0	56.6						
28	Oakmark International (2%r<90d)	S	2.0	25.3	56.6						
29	Harbor International	S	0.7	24.8	56.1						
30	Janus Overseas(closed)	H	-0.6	26.1	54.7						
31	Fidelity Diversified Intl (1%r<30d)	S	1.0	25.3	54.1						
32	Scudder Global Discovery(closed)	H	-1.7	23.6	61.0						
33	Artisan International	S	1.4	24.4	52.1						
34	Fidelity Overseas (1%r<30d)	S	-1.2	24.5	55.5						
35	Julius Baer International Equity A	S	1.0	26.0	48.7						
36	Preferred International	S	0.2	25.0	51.9						
37	Gabelli Intl. Growth	S	0.6	25.9	48.3						
38	Matthews Asia G & I (closed,2%	S	2.7	25.6	44.1						
39	Matthews Japan Fund (2%r<90d)	H	-3.9	23.7	58.7						
40	Scudder Greater Europe (2%	S	1.1	24.2	49.5						
41	Wm. Blair Intl Growth Stock N	S	-0.3	23.5	52.4						
42	USAA International	S	1.6	24.7	46.7						
43	Vanguard International Growth	S	1.4	23.4	47.9						
44	Loomis Sayles International Eq-	S	-0.4	24.1	48.5						
45	Tweedy, Browne Global Value	S	3.6	22.2	44.7						
46	Schwab International Index (1.5%	S	1.0	22.5	46.5						
47	Fidelity Aggressive Intl. (1%r<30d)	S	-0.5	19.9	53.5						
48	T. Rowe Price Intl Stock	S	1.3	22.0	45.6						
49	Fidelity Worldwide (1%r<30d)	S	-0.5	19.9	50.9						
50	Columbia International Stock	S	-0.9	21.6	44.6						

**Next Issue of**  
***MONEYLETTER Plus***  
**Will Be Available:**  
  
**Wednesday**  
**March 3, 2004**  
**by Midnight**

### Total Return % - 1/31/04

1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
1.9	ML Conservative	14.4	24.1	31.5	1.9
1.4	Fidelity Conservative	11.5	20.5	3.6	1.4
2.3	Vanguard Conservative	13.3	23.9	-0.5	2.3
3.7	ML Moderate	24.2	49.3	36.7	3.7
2.7	Fidelity Moderate	18.8	34.2	28.3	2.7
3.2	Vanguard Moderate	19.4	38.8	8.3	3.2
4.3	ML Venturesome	27.3	56.1	41.9	4.3
3.2	Fidelity Venturesome	20.2	37.0	28.9	3.2
3.3	Vanguard Venturesome	21.5	42.6	8.3	3.3
5.8	ML Select	21.6	37.0	n/a	5.8
<b>Benchmarks</b>					
1.9	S&P 500	15.2	34.4	-13.2	1.9
1.5	Asset Allocation Funds Avg (36)	13.4	28.1	-1.1	1.5

**SPECIALTY FUNDS**  
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# Specialty Funds — data as of 2/20/04

Rank	Fund	Conservative	1 month	6 month	1 year	Rank	Fund	Conservative	1 month	6 month	1 year
1	Fidelity Developing Comm (.75%)	*	-1.4%	42.7%	102.3%	51	Fidelity Retailing (.75%r<30d)	*	3.9	10.1	52.9
2	Fidelity Wireless	*	1.1	39.2	97.9	52	INVESCO Health Sciences Inv	*	1.6	17.0	38.6
3	Scudder Gold (closed)	*	-1.2	41.4	86.8	53	T.Rowe Price Science & Tech	*	-5.3	16.1	50.3
4	CGM Realty	*	4.4	31.1	86.2	54	Rydex Health Care	*	1.3	14.8	43.1
5	Alpine U.S. Real Estate Equity	*	3.0	29.6	87.9	55	Fidelity Automotive (.75%r<30d)	*	-2.5	13.5	51.7
6	RS Internet Age	*	-7.7	24.8	110.2	56	Fidelity Chemicals (.75%r<30d)	*	-0.9	16.9	40.7
7	RS Information Age	*	-7.8	23.5	103.7	57	Rydex Energy	*	-0.3	18.7	34.4
8	T.Rowe Price Media & Telecom-	*	0.7	28.8	73.0	58	Rydex Retailing	*	4.1	9.8	49.6
9	Rydex Internet	*	-7.5	27.7	75.1	59	Fidelity Natrl Resources (.75%	*	0.3	17.6	34.9
10	Fidelity Electronics (.75%r<30d)	*	-5.9	24.4	80.5	60	Fidelity Banking (.75%r<30d)	*	1.5	15.3	38.8
11	RS Contrarian	*	1.7	23.2	69.0	61	INVESCO Leisure Inv	*	-0.4	14.2	41.9
12	Royce Technology Value	*	-8.9	17.8	93.6	62	Fidelity Medical Equip (.75%	*	0.8	14.2	39.8
13	Cohen & Steers Realty Shares	*	5.2	24.6	55.4	63	Fidelity Software (.75%r<30d)	*	-2.0	14.9	40.6
14	Fidelity Networking	*	-5.0	23.8	72.1	64	Fidelity Natural Gas (.75%r<30d)	*	-1.4	17.8	32.2
15	U.S.Global Gold Shares (.25%	*	-4.2	29.7	54.5	65	Fidelity Food & Agr (.75%r<30d)	*	4.6	15.5	28.5
16	Fidelity Home Finance (.75%	*	5.1	25.3	49.3	66	Fidelity Air Transport (.75%	*	-1.1	9.3	52.3
17	Fidelity Indust Matrls (.75%r<30d)	*	0.7	26.8	50.7	67	INVESCO Technology Inv	*	-7.1	15.6	44.8
18	Rydex Telecommunications	*	-2.8	26.8	54.6	68	Fidelity Multimedia (.75%r<30d)	*	-3.1	10.1	51.8
19	Cohen & Steers Equity Income	*	6.0	21.7	48.5	69	Fidelity Balanced	B	-0.2	14.5	36.4
20	Fidelity Const & Housing (.75%	*	2.8	19.9	57.5	70	Fidelity Utilities Growth (.75%	*	-0.9	13.8	39.2
21	Fidelity Brokerage (.75%r<30d)	*	0.8	18.5	63.1	71	Amer. Cent. Global Gold (1%	*	-3.1	15.0	39.2
22	Vanguard Precious Metals	*	-1.9	23.7	51.5	72	Fidelity Energy (.75%r<30d)	*	0.3	16.6	29.7
23	Rydex Leisure	*	2.2	19.1	57.1	73	Rydex Energy Services	*	4.4	16.0	24.5
24	Fidelity Computers (.75%r<30d)	*	-7.6	20.4	67.7	74	INVESCO Energy Inv	*	0.1	16.9	28.5
25	Fidelity Telecomm (.75%r<30d)	*	-1.4	23.1	51.1	75	Fidelity Biotechnology (.75%	*	1.7	8.8	43.0
26	Fidelity Med Del (.75%r<30d)	*	-3.0	27.3	42.5	76	Rydex Utilities	*	-0.4	12.6	35.7
27	Fidelity Insurance (.75%r<30d)	*	3.2	19.9	49.1	77	Fidelity Consumer Ind (.75%	*	2.1	11.7	34.1
28	Fidelity Industrial Equip (.75%	*	-2.2	20.1	56.1	78	Rydex Precious Metals	*	-2.4	13.3	36.6
29	Vanguard REIT Index (1%r<1yr)	*	5.1	19.5	46.0	79	Fidelity Paper & Forest (.75%	*	-0.3	15.3	28.4
30	Fidelity Real Estate (.75%r<90d)	*	5.3	19.7	43.6	80	Fidelity Energy Services (.75%	*	4.2	14.7	22.6
31	T.Rowe Price Financial Services	*	1.1	18.1	52.5	81	INVESCO Utilities Inv	*	1.0	13.7	28.4
32	Fidelity Defense & Aero (.75%	*	-2.6	20.9	49.8	82	Fidelity Environmental Ser (3%	*	-2.4	11.1	37.1
33	T.Rowe Price Real Estate	*	5.3	18.1	44.4	83	Fidelity Transportation (.75%	*	-2.9	7.2	43.7
34	Stratton Mthly Div REIT (1.5%	*	4.4	18.9	43.4	84	Fidelity Bus Services (.75%	*	-2.9	8.7	40.0
35	Rydex Electronics	*	-10.4	16.7	70.8	85	Fidelity Health Care (.75%r<30d)	*	2.3	11.2	25.0
36	Fidelity Technology (.75%r<30d)	*	-7.6	18.9	60.9	86	Vanguard Balanced Index	B	0.3	11.3	26.1
37	Fidelity Leisure (.75%r<30d)	*	0.7	16.1	54.9	87	Fidelity Pharmaceuticals (.75%	*	-0.6	11.2	27.6
38	Fidelity Finl Serv (.75%r<30d)	*	2.6	18.5	45.1	88	Fidelity Gold (.75%r<30d)	*	-4.0	11.2	24.1
39	Vanguard Energy (1%r<1yr)	*	0.7	21.0	41.3	89	Rydex Transportation	*	-3.9	4.0	25.6
40	Rydex Financial Services	*	2.4	18.4	44.7	90	Gateway Fund	B	0.4	4.1	16.1
41	Fidelity Cyclical Ind (.75%r<30d)	*	-0.8	18.3	49.7	91	Merger Fund	*	0.5	5.2	12.3
42	T.Rowe Price Health Sciences	*	1.6	16.3	50.8	92	AXARosenberg Value L/S (2%	*	1.5	1.6	-7.9
43	INVESCO Gold Inv	*	-1.9	21.5	42.4	93	Prudent Bear	*	-0.5	-2.0	-16.3
44	INVESCO Financial Serv Inv	*	2.2	18.0	44.4	94	Rydex Juno	*	-0.2	-7.9	-4.1
45	Rydex Basic Materials	*	0.0	18.2	45.5	95	Rydex Ursa	*	-0.8	-13.8	-29.4
46	Rydex Technology	*	-7.5	16.2	61.6	96	ProFunds Bear Inv	*	-0.7	-13.9	-29.7
47	Rydex Consumer Products	*	4.7	17.5	36.5						
48	Vanguard Health Care (\$25k&1%	*	2.2	18.5	37.7						
49	Rydex Banking	*	2.0	17.6	39.4						
50	Rydex Biotechnology	*	-1.1	11.4	59.2						

**BOND FUNDS  
On Next Page**

Advice **B = Buy, H = Hold, S = Sell**

\* = **Not Recommended**

## Bond Funds — data as of 2/20/04

Fund	Conservative	1 month	6 month	1 year	Fund	Conservative	1 month	6 month	1 year
Amer. Cent. Target 2015	*	0.1%	9.2%	5.3%	PIMCO Real Return	H	0.5	5.7	4.5
American Century Ginnie Mae	*	0.3	1.6	0.4	PIMCO Total Return	H	0.1	3.4	3.2
American Century Inflation Adj	B	0.6	6.4	6.1	PIMCO Total Return Mortgage	H	0.1	2.4	2.3
American Century Intl Bond	*	-0.2	14.0	16.0	Safeco U.S. Government	H	-0.1	1.5	-0.4
American Century Target 2010	*	0.3	5.3	3.9	Schwab S-T Bond Mkt Index	B	0.0	1.5	1.9
American Century Target 2020	*	0.1	11.5	5.6	Scudder Global Bond S-T	*	0.3	7.5	8.2
American Century Target 2025	*	0.5	13.4	5.8	Scudder Income (closed)	H	0.1	5.0	5.5
American Government Bond	H	0.2	1.6	0.9	Scudder Short-Term Bond	B	0.1	1.8	3.0
Babson Bond Trust	*	0.0	2.0	0.8	Strong Corporate Bond	*	-0.5	5.9	8.6
BBH Inflation Indexed Sec	B	0.5	5.9	5.6	Strong Govt Securities	H	0.1	2.9	1.9
Buffalo High-Yield(2%r<180d)	B	0.1	8.3	20.4	Strong High Yield Bond(1%r)	*	-1.9	8.6	18.1
Columbia Fixed Income Sec	H	0.1	3.0	2.2	Strong S-T Bond	B	0.0	1.5	2.0
Columbia High Yield	B	-0.4	5.9	8.7	Strong S-T High Yield	*	-0.5	2.7	5.8
Columbia Income CIZ	H	-0.6	5.5	9.4	T. Rowe Price Corporate Inc	*	-0.2	7.0	9.6
Columbia Intermediate Bond CIZ	H	-0.2	4.3	7.9	T. Rowe Price GNMA	*	-0.1	1.7	0.5
Columbia S-T Bond	B	0.1	1.1	1.0	T. Rowe Price High Yield	B	-1.5	8.0	16.3
Dodge & Cox Income	H	0.2	4.7	6.3	T. Rowe Price Int'l Bond	*	-0.6	12.1	13.7
Dreyfus 100 Treasury L-T	*	-2.0	-0.8	-0.8	T. Rowe Price New Income	*	-0.1	3.2	3.4
Dreyfus A Bonds Plus	*	-0.8	2.6	3.9	T. Rowe Price Spectrum Income	*	-0.4	7.4	12.8
Dreyfus GNMA	*	0.8	4.4	3.0	T. Rowe Price S-T Bond	B	0.0	0.9	1.8
Dreyfus Short-Term Income	B	-0.4	-0.6	-0.2	T. Rowe Price U.S. Treas. L-T	*	-0.2	4.4	0.9
Dreyfus Strategic Income	*	-0.9	1.9	3.8	TCW Galileo High Yield Bond	B	-1.6	11.6	21.8
Federated Total Return Govt	H	-0.2	2.6	0.7	TCW Galileo Total Return Bond	H	0.6	3.4	3.5
Federated U.S. Govt Sec. 1-3	B	-0.1	0.4	0.2	USAA Income	H	0.3	4.8	5.1
Fidelity Capital & Income	*	-2.2	11.4	33.9	Value Line Aggressive Inc	*	-0.6	8.1	18.6
Fidelity Floating Rate High Inc(1%	B	-0.1	2.4	5.2	Value Line U.S. Govt Sec	H	0.3	2.9	2.2
Fidelity GNMA	*	0.2	1.8	1.1	Vanguard Bond Market	H	0.3	4.3	4.6
Fidelity Government Income	*	0.0	3.0	1.4	Vanguard GNMA	*	-0.2	1.5	-0.6
Fidelity High Income (1%r<90d)	B	-0.8	11.4	25.3	Vanguard High Yield Corporate	B	-0.6	9.7	16.3
Fidelity Inflation-Protected Bond	B	0.3	5.9	5.8	Vanguard Inflation Protected	B	0.6	6.5	6.7
Fidelity Intermediate Bond	H	-0.1	2.8	2.9	Vanguard Intermediate Treas.	H	-0.1	1.4	-0.2
Fidelity Intermediate Govt	H	0.2	2.9	2.5	Vanguard Long-Term Corporate	*	-0.4	5.9	3.2
Fidelity Investment Grade	H	0.2	4.4	5.0	Vanguard L-T Treasury	*	-0.3	4.4	0.5
Fidelity New Markets Income	*	-3.0	8.5	22.5	Vanguard Short-Term Corporate	B	0.0	1.0	1.7
Fidelity Short-Term Bond	B	0.0	1.5	2.1	Vanguard S-T Federal	*	0.0	0.7	0.4
FifthThird Bond	*	0.3	4.2	3.3	Vanguard S-T Treasury	B	0.0	0.7	0.9
Fremont Bond	H	0.1	4.4	4.0	Wells Fargo Montgomery Total	H	0.3	3.3	3.0
Janus Flexible Income	*	-0.4	3.2	3.7	Westcore Plus Bond	*	0.3	8.0	13.2
Janus High Yield	B	-1.8	6.5	10.5	WPG Core Bond	H	0.3	3.6	3.6
Janus S-T Bond	B	0.0	1.4	3.1					
Managers Bond	*	-0.1	7.7	10.5					
Managers Int. Duration Govt	*	0.4	3.4	3.6					
Managers Short Duration Govt	B	0.4	1.2	2.3					
MetroWest Low Duration	B	0.2	2.3	3.7					
MetroWest Total Return	*	0.2	6.5	10.7					
Montgomery Sht Duration Govt	B	0.2	1.3	1.0					
Northeast Investors Trust	*	0.8	12.2	18.4					
Payden Global Fixed Income	*	-0.2	2.5	2.6					
PIMCO High Yield	B	-1.6	9.8	20.0					
PIMCO Low Duration	B	0.0	0.8	0.7					

Advice **B = Buy, H = Hold, S = Sell**

\* = **Not Recommended**

**PORTFOLIO HOLDINGS**  
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## Weekly Performance of ML Model Holdings — data as of 2/20/04

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	-0.27%	USRLX Undiscovered Small Cap Gr	-0.98
AIOIX Amer. Cent Intl Opportunities	-1.04	VBINX Vanguard Balanced	-0.16
BUFHX Buffalo High Yield	0.00	VEIEX Vanguard Emerg. Mkts. Stock	-1.32
DODIX Dodge & Cox Income	-0.08	VEXPX Vanguard Explorer Index	-1.13
FDEGX Fidelity Aggr. Growth	-0.96	VEXMX Vanguard Extended Market	-0.75
FBALX Fidelity Balanced	-0.40	VWEHX Vanguard High Yield Corp.	0.00
FDCAX Fidelity Capital Appreciation	-0.71	VIPSX Van. Inflation Protected Bond	-0.24
SPHIX Fidelity High Income	-0.22	VISGX Vanguard Small Cap Growth	-1.51
FSTGX Fidelity Intermediate Gov't	-0.19	VSEQX Vanguard Strategic Equity	-1.07
FISMX Fidelity Intl Small Cap	0.05	VBMFX Vanguard Total Bond	-0.19
FBNDX Fidelity Inv Grade Bond	-0.26	VTRIX Vanguard Int'l Value	-0.36
FLVCX Fidelity Leveraged Company	-0.49		
FSEAX Fidelity SE Asia	-0.68		
FSLCX Fidelity Small Cap Stock	-0.83		
FDSCX Fidelity Small Cap Ind.	-1.23		
GATEX Gateway Fund	-0.04		
HENLX Henlopen Fund	-1.57		
ICLKX Guinness China & Hong Kong	1.62		
LMAXX Legg Mason Special	-0.82		
MAPTX Matthews Pacific Tiger	-0.77		
NESGX Needham Small Cap Growth	-1.41		
PHYDX Pimco High Yield D	-0.51		
RYPNX Royce Opportunity	-0.77		
RSPFX RS Partners	0.62		
RSSGX RS Smaller Co. Growth	-0.69		
		<b>Indices</b>	
		DOW JONES INDUSTRIALS	-0.08%
		NASDAQ	-0.76
		S&P 500	-0.15

### Editorial Questions?

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