

MONEYLETTER *Plus*

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MONEYLETTER HOTLINE 3/23/04

A Little Perspective Helps

The correction rolls on, abetted on Monday by the terrorist concerns after the killing of the Hamas founder by Israel. Today the market attempted a long overdue rally, but the rally was snuffed out in the last thirty minutes, and the day ended in a draw between the bulls and the bears. There is no question that the bears are back now as this nasty correction continues.

The bears argument is the usual one, stocks are too expensive. The bears are also looking ahead, and they see inflation and higher interest rates as they do so. We agree that conditions are going to change. Prices are beginning to move at the producer level, and not just for energy. Still, a little perspective helps. Inflation right now is very low. A modest rise from here will still leave inflation low and contained. A modest rise is all we should expect.

As for valuations, analyst estimates for this quarter are being raised. The analysts are still calling for a 15% profit increase, but those who collect the numbers, First Call, are now looking for a 19% increase when all the numbers are in. The economy continues to generate strong profit increases. The market is not too rich, as we see it.

There is no change in our recommended allocations.

New Fund Ratings – For domestic stock funds, two funds are now rated buys: Safeco Growth Opportunities and Royce Low Priced Stock. Three funds are now holds: Needham Small Cap Growth, RS Diversified Growth, and Janus Venture. Three funds have been lowered to sell, Oberweis Emerging Growth, RS Emerging Growth, and Vanguard Small Cap Growth Index. For international stock funds, Dodge & Cox International Stock is now a hold.

Vanguard Small Cap Growth Index is in all three Vanguard family portfolios. We will switch the fund into Vanguard Small Cap Value Index in all three portfolios.

Some subscribers are being told that Loomis Sayles Bond Fund – Retail and Fidelity Strategic Income are closed. The funds are not closed. They are simply not available at Schwab. They are both available at Fidelity and T.D. Waterhouse. The confusion caused by the misinformation is to be deplored.

The Economy – The economic news this week only starts tomorrow with durable goods new orders. The reports from the retail sector remain upbeat. The weekly store surveys showed sales rising the past week. We see growth continuing.

The Stock Market – What we saw on Monday was a mini-Sep. 11 in terms of the market's behavior. Nerves are now somewhat shaken. We believe that this quarter's earnings due next month, will settle the market down. The earnings outlook looks very good. We remain positive on the intermediate-term outlook.

MONEYLETTER HOTLINE 3/19/04

Bond Fund Flexibility

We are making some changes in our bond fund advice for Moderate and Conservative investors. We are recommending exiting the pure high-yield bond funds and replacing them with the more flexible and diversified multisector bond funds where possible. We believe that as high-yield bond yields have come down the bonds no longer offer opportunities for capital gains. All the bonds offer now is their yield itself which is not that much greater than other yields available. We are not concerned about the risk of high-yield bond funds, especially those at the higher end of the risk spectrum. But we prefer the flexibility and diversification of multisector bond funds.

Here are the switches we are making in the model portfolios. MONEYLETTER Moderate–Sell Buffalo High Yield; purchase Loomis Sayles Bond Fund Retail. MONEYLETTER Conservative–Sell PIMCO High Yield; purchase Loomis Sayles Bond Fund Retail. Fidelity Moderate and Conservative–Sell Fidelity High Income; purchased Fidelity Strategic Income. The fund is not available at Schwab but it is no-transaction fee at Fidelity and at T.D. Waterhouse. The fund is not closed. There is no change for Vanguard Moderate. Vanguard Conservative–Sell Vanguard High Yield; purchase Vanguard GNMA. This is not a change of allocations.

There is no change in our recommended allocations.

New Fund Ratings – For domestic stock funds, TCW Galileo Opportunity N has been raised to buy. Meridian Fund is now rated a Hold. Two funds have been dropped to a sell: Pin Oak Aggressive Stock and RS Midcap Opportunities. For international stock funds, Artisan International Value is now rated a buy.

The Economy – We are in this strange world where the economy is doing well but not as well as was for part of last year. There is a sense of disappointment about perfectly good numbers. Yesterday's Philadelphia Fed report on manufacturing is an example. The economy is growing at a 4-5% rate. This is a rate that will generate good profits. We see growth continuing.

The Stock Market – Emotion continues to rule the market. That plus internal market factors, such as this week's option expirations. The market is deeply oversold. Earnings continue to come through. The market will notice in time. We remain positive on the intermediate-term outlook.

The Select Portfolio – Undiscovered Small Cap Growth is to be sold and switched into Alpine U.S. Real Estate Equity.

Domestic Stock Funds — data as of 3/19/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
1	Fidelity Leveraged Company	B	-3.0%	21.8%	97.4%	51	Needham Small Cap Growth	H	-6.0	7.6	69.2
2	CGM Focus	B	3.2	18.4	88.7	52	RS Diversified Growth	H	-4.0	4.6	73.6
3	RS Partners	B	1.3	21.9	74.7	53	CS Warburg Pincus Emerging	H	-1.1	11.9	51.0
4	Wasatch Small Cap Value	B	0.7	20.4	77.2	54	T. Rowe Price S-C Value	H	-0.4	13.0	46.7
5	Buffalo Small Cap(closed)	B	0.4	18.3	79.4	55	American Century Vista	H	-0.8	12.0	49.4
6	Royce Opportunity (1%r<180d)	B	-3.6	15.7	87.6	56	Janus Venture (closed)	H	-3.8	8.1	63.6
7	Henlopen Fund (1%r<30d)	B	-1.8	16.4	81.3	57	Longleaf Partners Smallcap	H	-3.2	12.5	51.1
8	Boston Ptnrs Smlcap Val	B	0.0	16.7	73.0	58	Third Avenue Small-Cap Value	H	-1.8	12.1	49.5
9	RS Contrarian Value	H	-1.0	19.6	66.8	59	TCW Galileo Value Opportuni-	H	-3.1	10.7	54.2
10	Berwyn Fund (1%r<180d)	B	-2.4	22.7	59.2	60	C&B Mid Cap Value	H	-0.9	11.5	48.7
11	WmBlair S-C Growth N	B	-1.3	14.8	75.3	61	Vanguard Strategic Equity	H	-1.4	11.5	49.2
12	CRM Small Cap Value Inv	B	0.6	15.5	66.4	62	Cambiar Opportunity	H	-2.9	14.9	42.8
13	WPG Tudor	B	-0.8	17.5	62.5	63	Fidelity Value	H	-1.6	14.0	43.0
14	Muhlenkamp Fund	B	-0.5	17.1	61.2	64	Boston Partners Mid Cap Value	H	-1.7	13.2	44.9
15	Strong Mid Cap Disciplined	H	1.2	17.0	58.1	65	Marsico 21st Century	H	0.2	9.6	50.5
16	ICM/Isabelle Small Cap Value	B	-2.2	14.9	68.2	66	PBHG Small Cap Value	H	-2.0	11.7	48.2
17	Legg Mason Opportunity Trust	B	-0.6	13.9	67.0	67	Artisan Small Cap	H	-2.8	10.2	53.3
18	RS Smaller Company Growth	B	-2.2	10.3	76.9	68	TCW Galileo Dividend Focused	S	-2.5	14.7	41.1
19	Vanguard Small-Cap Value Index	H	0.0	16.4	54.3	69	Weitz Value Fund	S	0.4	14.0	38.0
20	Safeco Growth Opportunities	B	0.4	10.4	68.6	70	Selected American Shares	S	-1.6	15.0	38.0
21	Wasatch Core Growth(closed,2%	H	1.1	13.3	60.2	71	Dodge & Cox Stock (closed)	S	-2.5	14.1	41.9
22	Neuberger Berman Focus	B	-3.4	10.3	73.5	72	Fidelity Capital Appreciation	H	-1.6	10.8	48.6
23	Royce Low Priced Stock (1%	B	-0.5	12.9	62.4	73	Neuberger Berman Genesis	S	0.2	12.3	41.5
24	Artisan Mid Cap Value	H	1.1	18.3	46.4	74	Loomis Sayles Small Cap Value	S	-0.5	11.9	43.6
25	Undiscovered Small Cap Growth	B	-5.2	7.5	81.5	75	Vanguard Windsor II	S	-1.2	14.7	37.6
26	Bogle Small Cap Growth(closed)	B	-3.8	11.9	67.0	76	Selected Special Shares	H	-3.3	11.2	49.3
27	CRM Mid Cap Value Inv	H	-0.9	17.1	49.4	77	Fidelity Small Cap Ind.(1.5%	S	-1.3	12.2	43.4
28	TCW Galileo Opportunity N	B	-0.8	12.8	60.0	78	Neuberger Berman Partners	S	-1.7	13.0	41.3
29	FBR Small Cap Value A (1%	S	1.8	14.3	50.8	79	MSI Value Portfolio	S	-3.1	12.3	44.0
30	Janus Special Equity	H	-1.5	13.0	58.7	80	Vanguard Mid-Cap Index	S	-1.9	11.9	43.0
31	Fidelity Small Cap Stock (2%	B	-2.7	14.7	55.6	81	Mutual Beacon(1%)CIZ	S	-0.6	13.7	36.1
32	Vanguard Cap Opp (closed,	B	-4.3	14.5	58.4	82	USAA Capital Growth	H	-2.7	6.7	56.6
33	Strong Multi-Cap Value	H	-1.1	14.5	53.0	83	Vanguard U.S. Value	S	-2.0	13.0	39.9
34	Columbia Small Company Equity	H	-0.8	12.7	56.9	84	Dreyfus Mid Cap Index	S	-1.7	11.2	44.0
35	Royce Penn Mutual(1%r<180d)	H	-0.1	13.1	54.1	85	Vanguard Capital Value	S	-3.4	11.1	46.3
36	Aegis Value Fund	H	1.2	13.1	51.8	86	Vanguard Explorer	H	-2.8	8.3	52.3
37	Third Avenue Value	H	1.5	12.9	51.6	87	Ariel Fund	S	0.1	10.9	41.2
38	Fidelity L P Stock (closed,1.5%	H	-1.2	13.7	53.7	88	Mutual Qualified(1%)CIZ	S	-1.2	13.5	36.5
39	T. Rowe Price New Horizons	H	-1.4	12.3	57.1	89	Royce Special Equity (1%	S	0.2	12.7	36.3
40	Vanguard SmallCap Index	H	-1.4	12.4	56.1	90	Baron Growth	S	-0.9	10.8	42.5
41	T.Rowe Price Mid Cap Value	H	-2.2	15.5	49.4	91	Vanguard Small Cap Growth	S	-2.8	8.5	51.1
42	Baron Asset	H	0.7	15.1	45.9	92	Sound Shore	S	-2.7	11.3	43.3
43	Montgomery Small Cap	H	-1.1	10.8	57.1	93	Federated Kaufmann Fund	S	-2.1	5.7	56.0
44	Meridian Fund	H	-3.1	13.1	53.3	94	Dreyfus New Leaders	S	-1.8	11.9	39.6
45	MSI Small Cap Value(closed)	H	0.6	11.7	51.0	95	Ariel Appreciation	S	-1.4	10.1	42.3
46	Royce Premier (1%r<180d)	H	0.2	12.4	50.0	96	Strong Opportunity	S	-3.1	10.3	44.3
47	Century Select Small Cap (1%	H	-3.3	13.9	51.2	97	Vanguard Windsor	S	-2.7	11.5	40.7
48	Legg Mason Special Investment	H	-2.4	10.5	58.2	98	MSI Mid Cap Value	S	-3.3	8.4	49.0
49	TCW Galileo Diversified Value N	H	-2.2	14.9	46.4	99	RS MidCap Opportunities	S	-3.3	9.1	47.1
50	Vanguard Extended Market Index	H	-1.6	12.2	52.2	100	Oakmark Small Cap (2%r<90d)	S	-1.1	9.2	42.3

DOMESTIC STOCK FUNDS
Continued on Next Page

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

Domestic Stock Funds continued — data as of 3/19/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
101	American Century Value	S	-2.0	12.1	35.9	151	Fidelity Export & Multinat'l(.75%	S	-3.1	9.3	33.4
102	Mutual Shares(1%)CIZ	S	-0.8	12.9	32.1	152	Tweedy, Browne American	S	-1.7	9.6	30.1
103	MSI Mid Cap Growth	S	-1.7	8.9	43.4	153	T. Rowe Price New America	S	-2.5	7.8	35.4
104	Matrix Advisors Value	S	-4.9	10.2	44.8	154	Vanguard Total Stk Mkt	S	-2.8	8.8	33.4
105	Vanguard Value Index	S	-2.2	11.4	37.5	155	Legg Mason Value	S	-4.1	6.4	40.8
106	T. Rowe Price Small Cap Stock	S	-1.8	9.6	40.9	156	Janus Mercury	S	-3.3	9.5	31.3
107	Value Line Special Situations	S	-0.6	10.6	36.3	157	INVESCO Dynamics	S	-3.6	7.7	36.0
108	Neuberger Berman Fasciano Inv	S	-1.3	9.8	39.5	158	T. Rowe Price Growth & Income	S	-3.6	9.8	30.7
109	Nicholas II	S	-2.8	10.6	39.6	159	Fidelity Mid-Cap Stock (.75%	S	-3.0	7.3	35.7
110	Strong Advisor Common Stock	S	-2.5	9.9	40.1	160	American Century Equity Income	S	-1.3	9.5	27.5
111	Loomis Sayles Value	S	-1.2	11.5	33.8	161	Vanguard/Morgan Growth	S	-3.1	7.6	33.9
112	T.Rowe Price Mid Cap Growth	S	-2.3	8.9	41.5	162	Oakmark Fund	S	-2.7	8.8	29.2
113	Vanguard Convertible Securities	S	-1.2	11.8	32.4	163	Marsico Growth & Income	S	-0.8	6.6	31.8
114	Vanguard PRIMECAP(closed,	S	-3.2	9.9	40.2	164	Fidelity Equity-Income II	S	-3.0	6.9	34.0
115	Salomon Brothers Investors	S	-3.8	11.4	36.9	165	Fidelity Convertible Securities	S	-1.6	9.1	26.4
116	Homestead Value	S	-1.5	10.6	34.9	166	Needham Growth Fund (.75%	S	-5.8	2.6	48.6
117	Nicholas Fund	S	-2.6	10.7	36.2	167	Fidelity New Millennium (closed)	S	-4.4	6.0	38.0
118	Janus Enterprise	S	-0.9	9.1	37.7	168	Vanguard Equity-Income	S	-2.4	8.9	27.5
119	Fidelity Equity-Income	S	-2.6	10.9	35.3	169	Salomon Brothers Opportunity	S	-3.1	8.7	28.9
120	Pin Oak Aggressive Stock	S	-6.3	7.0	50.6	170	Schwab 1000 Fund (.75%	S	-2.9	8.0	29.6
121	TCW Galileo Small Cap Growth	S	-4.3	3.8	55.2	171	T. Rowe Price Growth Stock	S	-3.0	7.4	30.9
122	Royce Total Return (1%r<180d)	S	-0.7	9.0	36.9	172	Fidelity Disciplined Equity	S	-2.3	8.4	27.3
123	T. Rowe Price Cap Appreciation	S	-1.2	11.7	29.7	173	Hussman Strategic Growth	S	-0.9	7.5	27.5
124	Columbia Disciplined Value CIZ	S	-1.7	10.3	33.9	174	Strong Discovery	S	-4.3	5.3	38.2
125	Westport Small Cap R	S	-4.4	9.1	40.6	175	Fidelity Spartan 500 Index	S	-3.1	8.0	29.0
126	Longleaf Partners	S	-2.7	10.4	34.2	176	Vanguard 500 Index	S	-3.1	8.0	29.0
127	RS Value+Growth	S	-4.2	8.2	41.9	177	T. Rowe Price Dividend Growth	S	-2.9	7.9	28.4
128	Oberweis Emerging Growth (1%	S	-6.4	-2.9	72.6	178	USAA Growth & Income	S	-3.6	7.4	30.6
129	Scudder Large Co Value	S	-3.0	10.6	33.7	179	Preferred Value	S	-3.6	7.6	29.8
130	Bridgeway Aggressive Investors 2	S	-4.1	2.5	55.7	180	Wasatch Small Cap Grth	S	-4.3	2.4	43.6
131	Neuberger Berman Guardian	S	-2.2	9.4	35.3	181	Yacktman Fund	S	-2.8	5.8	32.8
132	Oakmark Equity&Income	S	-0.1	10.1	29.9	182	Neuberger Berman Manhattan	S	-2.9	5.6	31.7
133	Baron Small Cap	S	-2.2	5.8	43.8	183	SIT Large Cap Growth	S	-2.3	6.8	27.6
134	Thompson Plumb Growth	S	-3.5	9.0	37.9	184	Domini Social Equity Fund	S	-2.9	6.9	27.9
135	American Century Income &	S	-2.2	10.1	32.9	185	Northeast Investors Growth	S	-3.5	7.2	27.9
136	Artisan Midcap(closed)	S	-4.0	9.2	37.3	186	Fidelity Fund	S	-3.1	7.5	26.2
137	SIT Mid Cap Growth	S	-1.9	7.7	37.9	187	Undiscovered Behavioral Growth	S	-6.0	-1.3	52.5
138	RS Emerging Growth(closed)	S	-4.7	3.2	53.1	188	Gabelli Growth	S	-3.6	5.8	31.0
139	Harbor Value	S	-2.3	10.5	31.4	189	Janus Growth & Income	S	-2.6	7.9	23.9
140	Fidelity Contrafund	S	-1.4	9.7	31.9	190	Fidelity Trend	S	-3.2	6.7	27.7
141	Janus Twenty(closed)	S	0.0	10.5	27.9	191	Columbia Asset Allocation CIZ	S	-1.3	7.3	23.3
142	Dreyfus-Founders Discovery	S	-4.9	7.0	43.6	192	Fidelity Growth Company	S	-3.4	2.9	37.0
143	Turner Mid Cap Growth	S	-3.7	5.6	45.3	193	Fidelity Focused Stock (.75%	S	-1.7	6.6	25.1
144	Oakmark Select(closed) (2%	S	-3.2	11.1	30.7	194	Bonnel Growth Fund (.25%	S	-2.4	6.6	25.7
145	Gabelli Asset	S	-2.9	9.1	35.0	195	SIT Small Cap Growth	S	-3.3	1.9	38.7
146	Babson Value	S	-2.0	10.0	30.8	196	Fidelity Dividend Growth	S	-3.1	6.6	26.5
147	Fidelity Aggressive Growth(0.75%	H	-1.9	8.1	35.0	197	INVESCO Small Company	S	-4.4	2.6	38.5
148	Vanguard Growth & Income	S	-2.3	9.7	31.3	198	TCW Galileo Aggressive Growth	S	-5.7	4.4	35.8
149	T. Rowe Price Equity-Income	S	-2.8	9.9	31.4	199	Fidelity Stock Selector	S	-3.2	6.5	26.7
150	American Century Equity Growth	S	-2.0	9.2	31.9	200	Vanguard Growth Equity	S	-4.4	4.3	33.8

DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 3/19/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
201	Janus Olympus	S	-3.2	6.3	27.1	251	Van Wagoner Emerging Growth	S	-10.1	-8.6	45.6
202	TCW Galileo Select Equity	S	-3.3	3.0	35.2	252	Value Line Fund	S	-4.4	-1.2	12.4
203	Marsico Focus	S	-1.1	4.5	27.9						
204	USAA Aggressive Growth	S	-1.1	4.7	27.2						
205	Dreyfus Growth & Income	S	-3.3	6.1	26.7						
206	Columbia Common Stock	S	-3.7	6.3	26.8						
207	Fidelity Magellan (closed)	S	-2.9	6.6	24.9						
208	American Century Ultra	S	-2.6	5.5	26.3						
209	American Century Select	S	-2.7	5.5	26.3						
210	Dreyfus Growth Opportunity (2%)	S	-3.1	5.8	25.7						
211	Scudder Growth & Income	S	-3.8	6.6	24.9						
212	Harbor Capital Appreciation	S	-3.5	5.0	28.1						
213	Dreyfus Appreciation	S	-3.3	7.2	22.0						
214	Strong Growth 20	S	0.0	4.6	23.4						
215	American Century Heritage	S	-2.7	5.0	26.3						
216	Strong Advisor Midcap Growth	S	-2.2	3.6	28.7						
217	Dreyfus Premier Third Century	S	-3.6	6.2	24.1						
218	Safeco Equity	S	-3.1	5.4	25.3						
219	Dreyfus Fund	S	-3.6	5.6	25.4						
220	Preferred Growth	S	-3.4	4.7	27.3						
221	Fidelity OTC Portfolio	H	-5.4	2.0	36.5						
222	Fidelity Large Cap Stock	S	-3.8	5.7	23.9						
223	Fidelity Independence(ret.only)	S	-2.7	4.0	26.0						
224	UMB Scout Stock	S	-2.2	4.4	24.0						
225	Vanguard U.S. Growth	S	-3.7	5.3	23.1						
226	Fidelity Growth & Income(3%)	S	-2.6	5.9	19.6						
227	American Century Growth	S	-3.7	5.2	22.9						
228	Columbia Special	S	-4.5	3.4	28.6						
229	Babson Growth	S	-3.8	6.0	20.8						
230	Scudder Capital Growth AARP	S	-3.3	4.7	23.2						
231	Vanguard Growth Index	S	-3.8	5.0	22.6						
232	WPG Large Cap Growth	S	-3.8	3.8	25.7						
233	Fidelity Blue Chip Growth	S	-3.9	4.2	22.7						
234	Columbia Growth	S	-3.6	3.5	23.7						
235	William Blair Growth (1%r<60d)	S	-3.4	1.9	26.9						
236	Janus Fund	S	-4.8	3.7	24.2						
237	Clipper Fund	S	-3.7	2.6	25.3						
238	CS Warburg Pincus Capital Ap-	S	-4.2	3.6	23.2						
239	USAA Growth	S	-3.3	3.4	21.5						
240	Fidelity Growth & Income II	S	-2.5	3.0	20.7						
241	Strong Growth	S	-4.6	1.2	27.5						
242	Columbia Large Cap Growth CIZ	S	-3.9	3.3	21.0						
243	INVESCO Core Equity	S	-4.6	3.1	21.3						
244	Fidelity Fifty (.75%r<30d)	S	-3.1	1.8	22.1						
245	PBHG Growth	S	-4.1	0.1	26.5						
246	Strong Large Cap Growth	S	-4.0	2.2	20.9						
247	PBHG Emerging Growth	S	-7.9	-6.9	49.5						
248	Scudder Large Company Growth	S	-4.2	2.2	19.2						
249	Scudder Development (closed)	S	-6.3	0.1	26.3						
250	Value Line Leveraged Growth	S	-2.8	0.3	14.2						

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INTERNATIONAL STOCK FUNDS
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International Stock Funds — data as of 3/19/04

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	-1.1%	24.6%	100.0%	51	Loomis Sayles International	S	-3.6	14.9	45.8
2	Amer.Cent.Intl Opportunity (2%	B	-1.5	25.2	95.7	52	Schwab International Index	S	-3.6	14.1	45.6
3	Driehaus Emerging Mkts Gr	B	-0.4	27.1	81.9	53	USAA International	S	-4.2	15.4	43.2
4	Fidelity Latin Amer.(1.5%r<90d)	H	1.8	26.0	78.7	54	T. Rowe Price European	S	-7.2	15.4	45.9
5	Vanguard Intl Explorer	B	-0.5	24.4	84.6	55	Columbia International Stock	S	-3.6	13.5	43.2
6	Matthews Japan Fund (2%r<90d)	H	8.4	17.8	87.1	56	Columbia Intl Equity ClZ	S	-3.6	13.4	42.9
7	Guinness China & Hong Kong	B	-3.3	29.5	68.7	57	Fidelity Worldwide (1%r<30d)	S	-3.1	11.1	45.5
8	Japan Fund (Scudder) (2%	H	8.1	15.4	86.3	58	T. Rowe Price Intl Stock	S	-4.7	12.5	43.3
9	T.Rowe Price Intl Disc. (2%r<1yr)	B	-2.3	22.5	84.0	59	Scudder Global	S	-2.2	12.1	39.9
10	Vanguard Emerging Mkts Stk	B	-1.3	24.8	75.0	60	Janus Worldwide	S	-1.4	12.2	36.5
11	Fidelity Emerging Mkts (1.5%	H	0.0	25.6	70.5	61	American Century Global	S	-3.5	10.9	42.5
12	Fidelity SE Asia (1.5%r<90d)	H	-2.5	25.0	75.4	62	USAA World Growth	S	-3.4	13.1	36.9
13	Oakmark Intl Small Cap	B	-4.2	22.4	83.0	63	SIT International Growth	S	-3.3	12.2	38.8
14	Artisan Intl Value	B	-1.9	23.9	75.5	64	American Century Intl Growth	S	-4.6	12.2	39.5
15	Dreyfus Emerging Market(1%r)	B	-0.7	24.1	71.6	65	Scudder International (2%	S	-4.6	11.5	39.6
16	T.Rowe Price Latin America (2%	H	-0.1	23.1	70.9	66	Scudder Greater Europe (2%	S	-8.3	13.0	41.2
17	Artisan Intl Small Cap(closed,2%	B	-1.7	20.4	78.9	67	Fidelity Global Balanced	S	-1.8	11.0	35.5
18	T. Rowe Price New Asia	H	-2.8	22.6	71.0	68	Babson-Stewart Ivory Intl	S	-5.0	11.0	39.9
19	Matthews Pacific Tiger (2%r<90d)	H	-3.6	21.0	75.7						
20	T. Rowe Price Japan	H	6.6	17.0	70.2						
21	Driehaus Int'l Discovery	H	-2.7	19.6	73.5						
22	Dodge&Cox Intl. Stock	H	-2.5	18.6	74.1						
23	Scudder Pacific Opportunity (2%	H	-3.5	23.2	63.2						
24	Scudder Latin America	H	0.5	20.4	63.3						
25	Janus Overseas(closed)	H	0.3	21.0	59.8						
26	Fidelity Japan(1.5%r<90d)	H	8.5	14.0	57.7						
27	Fidelity Europe (1%r<90d)	H	-5.5	18.4	66.3						
28	Vanguard Pacific Stock Index	S	4.1	15.0	58.1						
29	Fidelity Pacific Basin (1.5%r<90d)	S	2.6	14.8	59.0						
30	Fidelity Overseas (1%r<30d)	S	-2.0	16.6	60.1						
31	Fidelity Diversified Intl (1%r<30d)	S	-1.8	17.9	56.0						
32	Longleaf Partners International	S	1.9	11.4	65.5						
33	Matthews Asia G & I (closed,2%	S	-0.8	19.8	46.2						
34	Fidelity International G & I	S	-3.7	17.1	56.9						
35	Julius Baer International Equity A	S	-2.1	18.0	50.6						
36	CS Warburg Pincus Japan Grth	S	6.1	9.9	57.5						
37	Vanguard International Value	H	-4.2	16.1	56.9						
38	Oakmark Global (2%r<90d)	S	-3.4	12.0	64.5						
39	Fidelity Europe Capital App.	H	-7.7	18.2	55.3						
40	Wm. Blair Intl Growth Stock N	S	-2.2	15.7	51.9						
41	Vanguard International Growth	S	-2.4	16.2	49.2						
42	Scudder Global Discovery(closed)	S	-3.5	12.6	58.5						
43	Harbor International	S	-4.4	15.2	52.6						
44	Tweedy, Browne Global Value	S	-0.6	15.7	45.0						
45	Gabelli Intl. Growth	S	-3.2	15.5	49.4						
46	Vanguard European Stock Index	S	-6.1	17.2	49.4						
47	Artisan International	H	-4.5	15.8	50.3						
48	Preferred International	S	-4.7	14.9	52.6						
49	Oakmark International (2%r<90d)	S	-4.7	14.2	54.3						
50	Fidelity Aggressive Intl. (1%r<30d)	S	-2.5	12.5	54.3						

Next Issue of
MONEYLETTER Plus
Will Be Available:

Wednesday
March 31, 2004
by Midnight

Total Return % - 2/29/04					
1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
1.3	ML Conservative	12.7	27.5	33.0	3.2
1.3	Fidelity Conservative	10.2	22.9	7.7	2.7
1.0	Vanguard Conservative	11.6	25.3	6.2	3.4
2.1	ML Moderate	21.0	55.0	50.1	5.8
2.0	Fidelity Moderate	16.8	38.6	32.9	4.8
1.4	Vanguard Moderate	16.7	42.1	17.3	4.6
2.5	ML Venturesome	23.6	62.1	60.6	6.9
1.9	Fidelity Venturesome	16.9	41.5	33.5	5.2
1.7	Vanguard Venturesome	18.0	47.2	19.1	5.1
2.0	ML Select	19.0	45.4	n/a	8.0
Benchmarks					
1.5	S&P 500	14.6	38.6	-3.1	3.3
1.4	Asset Allocation Funds Avg (36)	12.9	31.4	6.3	3.0

SPECIALTY FUNDS
On Next Page

Specialty Funds — data as of 3/19/04

Rank	Fund	Conservative	1 month	6 month	1 year	Rank	Fund	Conservative	1 month	6 month	1 year
1	CGM Realty	*	8.9%	34.0%	99.5%	51	Fidelity Automotive (.75%r<30d)	*	-3.5	7.0	49.7
2	Alpine U.S. Real Estate Equity	*	8.2	32.8	100.2	52	Fidelity Utilities Growth (.75%	*	0.2	11.0	33.8
3	Scudder Gold (closed)	*	-1.1	22.0	109.9	53	Rydex Consumer Products	*	-1.1	11.8	32.0
4	Fidelity Wireless	*	-3.3	28.2	86.5	54	INVESCO Leisure Inv	*	-1.5	10.4	34.5
5	U.S.Global Gold Shares (.25%	*	1.6	24.5	82.4	55	Fidelity Retailing (.75%r<30d)	*	-1.2	6.9	42.3
6	Cohen & Steers Realty Shares	*	4.4	26.6	57.4	56	Rydex Utilities	*	0.7	8.8	33.4
7	Fidelity Const & Housing (.75%	*	2.8	21.7	61.0	57	Fidelity Food & Agr (.75%r<30d)	*	0.6	11.3	27.4
8	Cohen & Steers Equity Income	*	4.3	23.1	50.3	58	Fidelity Defense & Aero (.75%	*	-6.8	10.5	39.6
9	Vanguard REIT Index (1%r<1yr)	*	4.6	21.4	48.0	59	Fidelity Gold (.75%r<30d)	*	-2.6	5.9	44.0
10	T.Rowe Price Media & Telecom-	*	-3.4	19.1	64.6	60	Fidelity Biotechnology (.75%	*	2.3	5.4	35.9
11	Fidelity Real Estate (.75%r<90d)	*	4.4	21.5	45.5	61	Fidelity Balanced	B	-1.6	9.2	31.7
12	Vanguard Energy (1%r<1yr)	*	2.5	24.2	41.7	62	INVESCO Health Sciences Inv	*	-2.5	10.9	28.3
13	Fidelity Developing Comm (.75%	*	-10.6	18.9	74.1	63	INVESCO Utilities Inv	*	-0.8	10.9	25.5
14	Vanguard Precious Metals	*	-1.1	17.0	63.7	64	Rydex Retailing	*	-1.7	5.2	40.4
15	T.Rowe Price Real Estate	*	4.7	20.6	45.9	65	Fidelity Bus Services (.75%	*	-0.6	5.0	38.3
16	Fidelity Natural Gas (.75%r<30d)	*	4.0	24.0	36.5	66	Fidelity Electronics (.75%r<30d)	*	-9.3	4.3	52.2
17	INVESCO Gold Inv	*	-0.5	16.4	62.0	67	Vanguard Health Care	*	-3.7	9.0	30.5
18	Stratton Mthly Div REIT (1.5%	*	4.3	19.7	45.1	68	Fidelity Medical Equip (.75%	*	-2.2	6.6	32.5
19	Fidelity Med Del (.75%r<30d)	*	1.3	23.1	40.5	69	Fidelity Multimedia (.75%r<30d)	*	-4.7	2.8	43.7
20	Rydex Precious Metals	*	1.4	14.5	60.9	70	Rydex Biotechnology	*	-1.4	-0.4	45.9
21	INVESCO Energy Inv	*	3.8	24.0	31.7	71	Rydex Health Care	*	-3.1	5.0	34.5
22	T. Rowe Price New Era	*	1.1	21.3	40.9	72	Royce Technology Value	*	-9.3	-5.2	69.3
23	Rydex Energy	*	2.2	22.4	35.1	73	Fidelity Consumer Ind (.75%	*	-1.8	7.0	26.7
24	Fidelity Home Finance (.75%	*	-1.7	18.4	45.6	74	Fidelity Paper & Forest (.75%	*	-2.0	8.7	21.9
25	Amer. Cent. Global Gold (1%	*	-0.4	10.4	62.9	75	Vanguard Balanced Index	B	-1.2	7.0	22.0
26	Rydex Leisure	*	0.0	15.3	48.3	76	Rydex Technology	*	-6.8	0.3	47.0
27	Fidelity Indust MatrIs (.75%r<30d)	*	-3.8	17.1	48.9	77	Fidelity Software (.75%r<30d)	*	-2.7	3.0	33.3
28	Fidelity Energy (.75%r<30d)	*	2.5	20.6	30.2	78	Fidelity Computers (.75%r<30d)	*	-8.5	0.2	47.0
29	Fidelity Natrl Resources (.75%	*	1.1	19.1	34.5	79	Fidelity Technology (.75%r<30d)	*	-7.6	0.0	43.8
30	RS Internet Age	*	-7.9	3.7	83.9	80	Fidelity Environmental Ser (3%	*	-2.9	3.4	27.3
31	Rydex Energy Services	*	0.3	22.0	25.3	81	Fidelity Networking	*	-11.6	-0.8	50.0
32	Fidelity Insurance (.75%r<30d)	*	-1.8	16.7	40.9	82	T.Rowe Price Science & Tech	*	-6.6	1.5	34.5
33	Rydex Internet	*	-4.9	11.1	58.3	83	Fidelity Pharmaceuticals (.75%	*	-1.9	2.2	23.0
34	Rydex Financial Services	*	-1.1	14.2	41.7	84	Fidelity Health Care (.75%r<30d)	*	-3.3	4.3	16.7
35	Fidelity Industrial Equip (.75%	*	-5.0	13.6	48.4	85	Merger Fund	*	-0.1	3.8	12.3
36	RS Information Age	*	-8.0	3.1	77.5	86	Rydex Electronics	*	-11.1	-3.8	44.2
37	Fidelity Energy Services (.75%	*	0.5	20.0	22.2	87	Gateway Fund	B	-0.5	2.7	11.5
38	Rydex Banking	*	-1.3	14.0	38.5	88	Fidelity Transportation (.75%	*	-5.2	-3.1	32.0
39	Fidelity Brokerage (.75%r<30d)	*	-3.3	9.3	53.0	89	Fidelity Air Transport (.75%	*	-8.6	-4.8	36.2
40	Rydex Basic Materials	*	-2.7	13.6	40.1	90	AXARosenberg Value L/S (2%	*	1.4	4.9	-4.8
41	T.Rowe Price Financial Services	*	-2.9	11.7	44.9	91	Rydex Transportation	*	-3.9	-4.2	18.8
42	Fidelity Finl Serv (.75%r<30d)	*	-1.6	13.2	38.7	92	Prudent Bear	*	1.2	-2.5	-10.7
43	Fidelity Leisure (.75%r<30d)	*	-1.3	10.3	44.4	93	Rydex Juno	*	-3.3	-8.4	-9.2
44	Fidelity Banking (.75%r<30d)	*	-0.7	12.1	38.4	94	Rydex Ursa	*	3.1	-7.9	-23.6
45	Rydex Telecommunications	*	-5.6	12.8	43.8	95	ProFunds Bear Inv	*	3.1	-8.0	-24.0
46	INVESCO Financial Serv Inv	*	-1.9	12.6	38.3						-31.0
47	T.Rowe Price Health Sciences	*	-0.6	10.6	41.2						
48	Fidelity Telecomm (.75%r<30d)	*	-4.2	14.8	35.7						
49	Fidelity Cyclical Ind (.75%r<30d)	*	-4.7	11.4	40.9						
50	Fidelity Chemicals (.75%r<30d)	*	-4.0	15.5	29.6						

**BOND FUNDS
On Next Page**

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

* = **Not Recommended**

Bond Funds — data as of 3/19/04

Fund	Conservative	1 month	6 month	1 year	Fund	Conservative	1 month	6 month	1 year
American Century Ginnie Mae	*	0.0%	0.8%	1.2%	PIMCO High Yield	S	0.2	6.5	17.6
American Century Inflation Adj	B	2.5	8.0	11.0	PIMCO Low Duration	B	0.3	0.7	1.2
American Century Intl Bond	*	-1.5	10.6	20.6	PIMCO Real Return	H	2.8	7.5	9.5
American Century Target 2010	*	2.3	5.4	7.3	PIMCO Total Return	H	1.0	3.2	4.8
American Century Target 2015	*	3.9	9.3	10.5	PIMCO Total Return Mortgage	H	0.6	2.1	3.2
American Century Target 2020	*	5.0	12.3	13.1	Safeco U.S. Government	H	0.4	1.3	1.3
American Century Target 2025	*	5.1	14.0	13.8	Schwab S-T Bond Mkt Index	B	0.4	1.2	2.7
American Government Bond	H	0.6	1.5	2.3	Scudder Global Bond S-T	*	-0.4	5.0	9.5
Babson Bond Trust	*	1.0	1.6	2.4	Scudder Income (closed)	H	1.2	4.5	7.3
BBH Inflation Indexed Sec	B	3.0	7.9	10.4	Scudder Short-Term Bond	B	0.5	1.9	3.8
Buffalo High-Yield(2%r<180d)	S	0.0	5.5	18.5	Strong Corporate Bond	*	0.8	4.5	10.3
Columbia Fixed Income Sec	H	0.6	2.4	3.6	Strong Govt Securities	H	1.0	2.7	3.6
Columbia High Yield	S	0.3	3.8	7.3	Strong High Yield Bond(1%r)	*	-0.1	5.4	16.2
Columbia Income CIZ	*	0.7	4.3	10.4	Strong S-T Bond	B	0.5	1.6	3.1
Columbia Intermediate Bond CIZ	H	0.7	3.5	8.7	Strong S-T High Yield	*	0.2	1.7	5.8
Columbia S-T Bond	B	0.2	1.1	1.9	T. Rowe Price Corporate Inc	*	0.9	5.6	11.2
Dodge & Cox Income	H	0.7	3.8	7.5	T. Rowe Price GNMA	*	0.2	1.4	1.4
Dreyfus 100 Treasury L-T	*	1.4	-1.4	1.6	T. Rowe Price High Yield	S	-0.4	4.9	14.4
Dreyfus A Bonds Plus	*	0.9	2.0	5.1	T. Rowe Price Int'l Bond	*	-1.4	8.7	17.1
Dreyfus GNMA	*	0.6	3.4	4.3	T. Rowe Price New Income	*	0.9	3.0	5.2
Dreyfus Short-Term Income	B	0.0	-1.0	0.0	T. Rowe Price Spectrum Income	*	-0.3	5.2	12.9
Dreyfus Strategic Income	*	0.8	1.3	5.3	T. Rowe Price S-T Bond	B	0.2	1.1	2.4
Federated Total Return Govt	H	1.0	2.6	2.8	T. Rowe Price U.S. Treas. L-T	*	2.0	4.6	4.5
Federated U.S. Govt Sec. 1-3	B	0.2	0.5	0.8	TCW Galileo High Yield Bond	S	0.3	7.9	20.0
Fidelity Capital & Income	*	-1.0	6.0	27.2	TCW Galileo Total Return Bond	H	1.0	4.0	4.8
Fidelity Floating Rate High Inc(1%	B	0.0	1.7	5.0	USAA Income	H	1.2	4.3	7.0
Fidelity GNMA	*	0.1	1.0	1.7	Value Line Aggressive Inc	*	-0.2	5.0	16.4
Fidelity Government Income	*	1.2	3.0	3.6	Value Line U.S. Govt Sec	H	0.9	2.8	3.8
Fidelity High Income (1%r<90d)	S	-0.2	7.1	22.0	Vanguard Bond Market	H	1.2	4.0	6.4
Fidelity Inflation-Protected Bond	B	2.8	7.8	10.7	Vanguard GNMA	B	0.3	0.9	0.4
Fidelity Intermediate Bond	H	0.7	2.5	4.5	Vanguard High Yield Corporate	S	0.7	7.1	15.9
Fidelity Intermediate Govt	H	1.1	3.0	4.1	Vanguard Inflation Protected	B	2.9	8.4	11.5
Fidelity Investment Grade	H	1.2	4.0	6.8	Vanguard Intermediate Treas.	H	1.1	1.6	1.9
Fidelity New Markets Income	*	2.9	7.5	24.1	Vanguard Long-Term Corporate	*	2.1	5.4	7.1
Fidelity Short-Term Bond	B	0.3	1.4	3.0	Vanguard L-T Treasury	*	2.5	4.7	4.7
Fidelity Strategic Income	B	0.5	6.6	16.6	Vanguard Short-Term Corporate	B	0.4	1.0	2.3
FifthThird Bond	*	1.0	3.6	5.0	Vanguard S-T Federal	*	0.3	0.7	1.1
Fremont Bond	H	1.2	4.3	5.7	Vanguard S-T Treasury	B	0.3	0.7	1.6
Janus Flexible Income	*	1.0	3.0	5.5	Wells Fargo Montgomery Total	*	1.2	3.1	5.0
Janus High Yield	*	0.0	3.9	9.3	Westcore Plus Bond	*	1.0	6.8	14.7
Janus S-T Bond	B	0.3	1.4	3.8	WPG Core Bond	H	1.1	3.5	5.6
Loomis Sayles Bond Retail	B	0.2	10.1	25.1					
Managers Bond	*	1.0	6.3	12.2					
Managers Int. Duration Govt	*	0.6	3.0	4.7					
Managers Short Duration Govt	B	-0.1	1.0	2.1					
MetroWest Low Duration	B	0.0	1.5	4.4					
MetroWest Total Return	*	0.4	4.4	12.1					
Montgomery Sht Duration Govt	B	0.5	1.3	2.0					
Northeast Investors Trust	*	0.7	10.0	17.5					
Payden Global Fixed Income	*	1.2	2.9	4.9					

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

* = **Not Recommended**

PORTFOLIO HOLDINGS
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Weekly Performance of ML Model Holdings — data as of 3/19/04

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	0.44%	VBINX Vanguard Balanced	-0.64
AIOIX Amer. Cent Intl Opportunities	0.36	VEIEX Vanguard Emerg. Mkts. Stock	-1.85
DODIX Dodge & Cox Income	-0.08	VEXPX Vanguard Explorer Index	-1.86
EVEYX Alpine US Real Estate	-1.52	VEXMX Vanguard Extended Market	-1.33
FDEGX Fidelity Aggr. Growth	-0.84	VWEHX Vanguard High Yield Corp.	-0.31
FBALX Fidelity Balanced	-0.70	VIPSX Van. Inflation Protected Bond	0.55
FDCAX Fidelity Capital Appreciation	-0.36	VISGX Vanguard Small Cap Growth	-2.05
FSICX Fidelity Strategic Income	0.00	VSEQX Vanguard Strategic Equity	-0.93
FSTGX Fidelity Intermediate Gov't	-0.10	VBMFX Vanguard Total Bond	-0.10
FISMX Fidelity Intl Small Cap	1.31	VTRIX Vanguard Int'l Value	1.09
FBNDX Fidelity Inv Grade Bond	0.00		
FLVCX Fidelity Leveraged Company	-0.99		
FSEAX Fidelity SE Asia	2.35		
FSLCX Fidelity Small Cap Stock	-0.96		
FDSCX Fidelity Small Cap Ind.	-1.51		
GATEX Gateway Fund	-0.30		
HENLX Henlopen Fund	-0.65		
ICHKX Guinness China & Hong Kong	0.69		
LMAXX Legg Mason Special	-1.32		
LSBRX Loomis Sayles Bond	0.37		
MAPTX Matthews Pacific Tiger	0.89		
NESGX Needham Small Cap Growth	-3.42		
RYPNX Royce Opportunity	-1.96		
RSPFX RS Partners	-0.50		
RSSGX RS Smaller Co. Growth	-2.57		
		Indices	
		DOW JONES INDUSTRIALS	-0.52%
		NASDAQ	-2.23
		S&P 500	-0.96

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