

# MONEYLETTER *Plus*

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## MONEYLETTER HOTLINE 3/30/04

### Mixed Feelings

Last Friday we asked if the correction were over. We replied that it was too soon to tell. Today we can say that it looks as if the correction were probably over, but don't hang out the flags just yet.

We have had two good days for the market. We have even had some good news from the corporate front. But we haven't had anything to say to us that investors were back in force with enthusiasm. We're left with mixed feelings about the good market so far this week.

Our difficulty is that this is the quarter end and it is usual at this time to get funds buying stock to make their portfolios look a bit better. It's called window-dressing, and it is hard to disentangle window-dressing buying from investment buying. We won't know until the end of the week. And then, of course, we get the all-important employment report on Friday. We'll know then whether the correction is over, but not until then.

Meanwhile, we're grateful for what the market gives. On the corporate front, GM told us today that sales went well this month. Industry sources say that sales were good in general for the auto industry. We look for strong first quarter profits and further market gains.

There is no change in our recommended allocations.

**New Fund Ratings** – For domestic stock funds, three funds are now rated buys: RS Contrarian Value, Vanguard Small Cap Value Index, and Strong Mid Cap Disciplined. Legg Mason Opportunity Trust is now rated a Hold. For international stock funds, five funds are now rated Holds: Artisan International Small Cap, Artisan International Value, Vanguard Emerging Markets Stock Index, Dreyfus Emerging Market, and Guinness China & Hong Kong.

Fidelity OTC Portfolio, in the Fidelity Venturesome Portfolio, is rated a sell and is deep in the rankings. We will sell the fund and buy Fidelity Small Cap Independence with the proceeds.

**The Economy** – There is little economic news until the end of the week. The weekly retail store sales surveys were mixed, but the survey we prefer shows sales picking up as the month proceeds. We look for good economic growth over the year ahead.

**The Stock Market** – Money managers are finding this a challenging year. The easy pickings of last year are gone. As for the market, the S&P is now at a critical level. Some advance from here should bring in more buying. Friday's employment report will determine the short-run path of the market. We remain positive on the intermediate-term outlook.

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

## MONEYLETTER HOTLINE 3/26/04

### Pump Up the Volume

Is the correction over? It's too early to tell. Yesterday's blockbuster rally was welcome, but it did have some of the earmarks of the one-day wonder rallies we saw during the bear market.

Today's action was encouraging, in that the market was able to hold its own for most of the day. But the volume was light. One positive sign was that the advance/decline numbers for the Big Board were positive. Another good sign was that the Russell 2000 (a small cap index) ended the day in the green. But these are small positives. What we need to see is another strong market day with some volume.

It may be hard to get that next week, since the March data begins to roll out at the end of the week. We expect investors will be reluctant to make big commitments next week. But it is also quarter end and we should see window dressing in force early in the week.

We could use good economic numbers. The latest numbers, such as durable goods new orders, have been good but they do not convey a sense of any acceleration, and that is what investors need now.

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 preliminary indications are that we should see firm numbers regarding consumer spending in March. That would help. With the correction, there is Street talk about a flagging economy. We see it as just uninformed talk. The economy has much going for it. We see growth continuing.

**The Stock Market** – Skepticism is back in vogue for the moment as the bears emerge. Meanwhile, the Asian markets, especially Japan, have held up well. We believe that the outlook for international funds this year is very bright. We remain positive on the intermediate-term outlook.

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

## Domestic Stock Funds — data as of 3/26/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
1	Fidelity Leveraged Co	B	-3.8%	26.6%	93.7%	51	FBR Small Cap Value A (1%	H	2.2	16.4	50.3
2	Buffalo Small Cap(closed)	B	1.7	26.2	79.4	52	Vanguard Extended Market	H	-1.7	18.0	51.7
3	Royce Opportunity (1%r<180d)	B	-2.3	24.6	88.0	53	Needham Small Cap Growth	H	-4.6	11.7	71.8
4	CGM Focus	B	1.4	24.2	83.1	54	Legg Mason Opportunity Trust	H	-0.8	12.7	62.7
5	MainStay Small Cap Opportunity	B	-0.3	29.7	64.8	55	Vanguard Small Cap Growth	H	-1.9	17.7	51.7
6	Wasatch Small Cap Value	B	-0.2	24.7	75.0	56	Aegis Value Fund	H	0.9	15.1	53.4
7	RS Partners	B	0.0	25.4	71.7	57	USAA Capital Growth	H	-2.5	15.8	55.6
8	Henlopen Fund (1%r<30d)	B	-1.2	22.5	80.3	58	TCW Galileo Diversified Value N	H	-2.3	19.1	46.5
9	Undiscovered Small Cap Growth	B	-3.1	20.1	82.5	59	C&B Mid Cap Value	H	-0.5	17.3	48.2
10	CRM Small Cap Value Inv	B	0.5	23.6	66.2	60	Third Avenue Small-Cap Value	H	-1.7	17.0	50.6
11	WmBlair S-C Growth N	B	-1.6	21.0	75.1	61	Vanguard Strategic Equity	H	-0.9	17.2	48.3
12	Neuberger Berman Focus	B	-1.5	20.4	74.4	62	Vanguard Explorer	H	-2.1	16.1	52.5
13	Boston Ptnrs Smlcap Val	B	-1.0	21.4	70.4	63	Pin Oak Aggressive Stock	H	-4.0	16.8	53.5
14	Berwyn Fund (1%r<180d)	B	-3.3	26.3	57.9	64	TCW Galileo Small Cap Growth	H	-2.1	14.4	55.8
15	ICM/Isabelle Small Cap Value	B	-3.4	20.7	71.7	65	Legg Mason Special Investment	H	-1.5	14.6	54.4
16	RS Contrarian Value	B	-1.2	22.4	62.1	66	Baron Asset	H	1.0	17.0	43.9
17	RS Smaller Company Growth	B	-1.6	16.3	77.8	67	PBHG Small Cap Value	H	-2.7	17.7	47.3
18	WPG Tudor	B	-1.0	22.2	62.0	68	Cambiar Opportunity	H	-2.5	19.0	43.3
19	Royce Low Priced Stock (1%	B	-0.1	20.7	63.3	69	Loomis Sayles Small Cap Value	S	-0.7	17.6	43.7
20	Bogle Small Cap Growth(closed)	B	-3.3	20.7	66.3	70	Century Select Small Cap (1%	H	-3.0	16.2	48.9
21	Montgomery Small Cap	H	0.6	21.3	58.5	71	Marsico 21st Century	H	-0.8	14.6	49.6
22	Muhlenkamp Fund	B	-1.3	21.1	58.6	72	TCW Galileo Dividend Focused	S	-2.5	18.9	41.3
23	Columbia Small Company Equity	H	-0.6	21.3	56.9	73	Neuberger Berman Partners	S	-1.5	18.5	40.7
24	Vanguard Small-Cap Value Index	B	-0.7	21.6	54.5	74	Boston Partners Mid Cap Value	H	-1.7	16.9	44.9
25	TCW Galileo Opportunity N	B	-2.4	20.0	60.7	75	Fidelity Value	H	-2.5	17.8	42.7
26	T. Rowe Price New Horizons	H	-1.0	20.5	57.3	76	RS Emerging Growth(closed)	S	-2.3	13.3	53.3
27	Strong Mid Cap Disciplined	B	-0.1	20.2	55.8	77	Fidelity Capital Appreciation	H	-1.1	14.8	47.8
28	Vanguard Cap Opp (closed,	B	-3.4	21.2	58.2	78	Dodge & Cox Stock (closed)	S	-2.3	18.0	41.5
29	Royce Penn Mutual(1%r<180d)	H	0.3	19.3	55.5	79	Fidelity Small Cap Ind.(1.5%	H	-2.3	17.4	42.4
30	Safeco Growth Opportunities	B	-0.3	15.6	65.4	80	Vanguard Mid-Cap Index	S	-1.9	16.9	42.4
31	Vanguard SmallCap Index	H	-1.3	19.7	56.6	81	RS MidCap Opportunities	S	-2.3	15.6	46.0
32	Fidelity Small Cap Stock (2%	B	-2.1	20.7	55.2	82	Dreyfus Mid Cap Index	S	-1.6	16.2	43.4
33	Wasatch Core Growth(closed,2%	H	-0.1	18.0	58.4	83	Oakmark Small Cap (2%r<90d)	S	-1.1	16.3	42.2
34	RS Diversified Growth	H	-2.8	13.8	72.8	84	Neuberger Berman Genesis	S	-1.4	17.1	40.5
35	Third Avenue Value	H	2.7	18.6	52.2	85	Selected Special Shares	S	-3.9	15.3	48.4
36	American Century Vista	H	1.0	20.3	50.0	86	Vanguard Capital Value	S	-3.0	15.7	45.5
37	CS Warburg Pincus Emerging	H	-0.2	20.1	51.5	87	Longleaf Partners Smallcap	H	-2.7	13.9	49.6
38	Meridian Fund	H	-1.9	20.0	53.6	88	Dreyfus New Leaders	S	-1.9	17.1	40.2
39	Janus Special Equity	H	-1.0	18.0	57.1	89	Ariel Fund	S	-0.8	15.9	41.3
40	CRM Mid Cap Value Inv	H	-0.8	21.0	49.4	90	MSI Mid Cap Growth	S	-0.7	15.3	42.5
41	Janus Venture (closed)	H	-2.5	16.9	61.8	91	Oberweis Emerging Growth (1%	S	-3.9	6.2	70.0
42	Artisan Small Cap	H	-1.7	19.0	53.9	92	Vanguard U.S. Value	S	-2.4	17.4	39.5
43	MSI Small Cap Value(closed)	H	-0.4	19.1	50.7	93	T. Rowe Price Small Cap Stock	S	-1.8	16.4	41.1
44	Royce Premier (1%r<180d)	H	0.7	18.2	51.2	94	Federated Kaufmann Fund	S	-1.6	10.3	55.7
45	Fidelity L P Stock (closed,1.5%	H	-1.4	18.3	54.1	95	Weitz Value Fund	S	-0.3	16.5	37.5
46	Artisan Mid Cap Value	H	0.1	20.4	45.8	96	Strong Opportunity	S	-2.7	15.0	44.1
47	Strong Multi-Cap Value	H	-2.0	18.6	52.6	97	MSI Mid Cap Value	S	-3.4	14.1	47.5
48	T. Rowe Price S-C Value	H	-0.5	19.4	48.1	98	SIT Mid Cap Growth	S	-0.2	15.3	39.3
49	T.Rowe Price Mid Cap Value	H	-2.9	20.3	49.0	99	Neuberger Berman Fasciano Inv	S	-1.3	15.1	40.9
50	TCW Galileo Value Opportunities	H	-2.8	17.4	55.6	100	MSI Value Portfolio	S	-4.4	15.8	43.4

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

# Domestic Stock Funds continued — data as of 3/26/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
101	Vanguard Windsor II	S	-2.1	17.0	36.9	151	Columbia Disciplined Value CIZ	S	-2.6	13.4	33.0
102	Bridgeway Aggressive Investors 2	S	-3.3	11.4	52.8	152	Mutual Shares(1%)CIZ	S	-1.3	13.6	30.8
103	Turner Mid Cap Growth	S	-2.7	13.7	45.3	153	Vanguard/Morgan Growth	S	-2.3	12.9	34.0
104	Baron Growth	S	-0.4	14.2	40.5	154	Neuberger Berman Manhattan	S	-1.8	13.6	31.2
105	Selected American Shares	S	-3.0	17.0	37.3	155	INVESCO Small Company	S	-3.2	11.2	38.9
106	Baron Small Cap	S	0.3	12.4	43.6	156	T. Rowe Price Cap Appreciation	S	-1.4	13.8	29.5
107	Janus Enterprise	S	-0.3	15.0	37.8	157	Vanguard Growth & Income	S	-2.6	13.5	31.5
108	Westport Small Cap R	S	-2.2	14.8	41.1	158	Longleaf Partners	S	-1.9	12.3	33.2
109	Dreyfus-Founders Discovery	S	-3.4	14.5	43.6	159	American Century Equity Growth	S	-2.3	13.1	31.8
110	Vanguard Windsor	S	-3.0	15.5	40.1	160	Fidelity Export & Multinat'l(.75%	S	-3.6	13.4	33.1
111	Matrix Advisors Value	S	-5.0	14.7	44.5	161	Fidelity Growth Company	S	-2.3	10.5	38.1
112	Vanguard PRIMECAP(closed,	S	-3.0	15.3	39.9	162	Oakmark Equity&Income	S	-0.3	12.7	29.1
113	Value Line Special Situations	S	-0.6	15.7	35.1	163	Harbor Value	S	-2.6	13.1	31.6
114	Nicholas II	S	-2.5	15.6	38.0	164	Strong Advisor Midcap Growth	S	-0.4	11.8	31.0
115	Royce Special Equity (1%r<180d)	S	-1.1	15.7	35.6	165	T. Rowe Price Equity-Income	S	-3.2	13.0	31.1
116	Ariel Appreciation	S	-1.2	13.5	40.5	166	Babson Value	S	-2.8	13.0	30.6
117	Artisan Midcap(closed)	S	-2.9	15.7	37.7	167	T. Rowe Price Growth & Income	S	-3.9	13.6	30.5
118	T.Rowe Price Mid Cap Growth	S	-2.3	14.3	39.8	168	Janus Twenty(closed)	S	-1.5	13.4	27.1
119	RS Value+Growth	S	-2.9	14.0	41.1	169	Strong Growth 20	S	0.5	13.0	24.9
120	Undiscovered Behavioral Growth	S	-2.5	9.2	52.4	170	TCW Galileo Aggressive Growth	S	-4.6	11.9	34.8
121	INVESCO Dynamics	S	-2.5	15.3	37.3	171	Oakmark Select(closed) (2%	S	-2.9	13.1	29.0
122	Sound Shore	S	-3.2	14.3	40.8	172	USAA Growth & Income	S	-3.2	12.3	30.9
123	American Century Value	S	-2.4	15.6	36.1	173	Legg Mason Value	S	-3.7	9.6	38.3
124	Mutual Beacon(1%)CIZ	S	-1.1	14.9	35.5	174	Tweedy, Browne American	S	-2.4	12.6	29.0
125	Strong Advisor Common Stock	S	-2.9	14.3	39.0	175	Fidelity Disciplined Equity	S	-2.1	12.6	27.8
126	Mutual Qualified(1%)CIZ	S	-1.5	14.6	35.1	176	Schwab 1000 Fund (.75%	S	-2.9	12.1	29.8
127	Strong Discovery	S	-3.4	13.7	39.7	177	Vanguard Growth Equity	S	-3.7	10.5	34.5
128	Vanguard Value Index	S	-2.9	14.4	36.9	178	Fidelity Equity-Income II	S	-3.3	10.6	33.6
129	Royce Total Return (1%r<180d)	S	-1.0	13.2	36.4	179	Marsico Growth & Income	S	-1.5	10.4	31.2
130	Fidelity Mid-Cap Stock (.75%	S	-2.1	13.9	36.3	180	Gabelli Growth	S	-3.7	11.2	32.6
131	Fidelity Aggressive Growth(0.75%	H	-1.7	13.9	35.0	181	Bonnel Growth Fund (.25%	S	-2.4	12.7	26.6
132	Nicholas Fund	S	-2.5	14.3	35.1	182	<b>Fidelity Spartan 500 Index</b>	<b>S</b>	<b>-3.1</b>	<b>12.0</b>	<b>29.4</b>
133	Loomis Sayles Value	S	-2.1	14.6	33.6	183	<b>Vanguard 500 Index</b>	<b>S</b>	<b>-3.1</b>	<b>12.0</b>	<b>29.4</b>
134	Fidelity Equity-Income	S	-3.0	14.4	35.1	184	SIT Large Cap Growth	S	-2.1	11.8	28.4
135	Thompson Plumb Growth	S	-3.0	13.2	38.2	185	Fidelity OTC Portfolio	S	-4.1	9.3	37.3
136	Fidelity New Millennium (closed)	S	-3.6	13.0	39.2	186	T. Rowe Price Growth Stock	S	-2.9	11.4	29.8
137	Vanguard Convertible Securities	S	-0.9	14.2	32.2	187	Hussman Strategic Growth	S	-0.9	10.7	28.3
138	Scudder Large Co Value	S	-3.0	14.5	34.2	188	Columbia Special	S	-2.8	11.4	29.0
139	Neuberger Berman Guardian	S	-2.1	13.5	35.1	189	Domini Social Equity Fund	S	-2.6	11.2	29.1
140	Salomon Brothers Investors	S	-4.6	14.6	35.9	190	Janus Olympus	S	-1.7	11.4	27.3
141	Wasatch Small Cap Grth	S	-2.1	9.9	43.6	191	TCW Galileo Select Equity	S	-2.9	8.6	35.9
142	SIT Small Cap Growth	S	-1.7	11.4	38.8	192	American Century Equity Income	S	-2.1	11.7	27.0
143	Janus Mercury	S	-2.3	14.5	31.7	193	Fidelity Convertible Securities	S	-1.2	11.0	26.2
144	Needham Growth Fund (.75%	S	-4.1	8.0	50.5	194	Salomon Brothers Opportunity	S	-3.7	11.6	28.2
145	American Century Income &	S	-2.7	14.1	32.8	195	Vanguard Equity-Income	S	-3.0	11.7	26.9
146	Homestead Value	S	-2.6	13.7	33.6	196	Oakmark Fund	S	-3.1	11.2	28.1
147	T. Rowe Price New America	S	-2.2	12.9	34.7	197	Northeast Investors Growth	S	-3.8	11.2	28.6
148	Vanguard Total Stk Mkt	S	-2.8	13.6	33.6	198	American Century Heritage	S	-2.3	11.3	26.0
149	Fidelity Contrafund	S	-1.1	13.3	31.6	199	T. Rowe Price Dividend Growth	S	-3.2	11.1	27.7
150	Gabelli Asset	S	-2.9	13.2	34.1	200	Fidelity Trend	S	-3.3	10.9	28.1

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 3/26/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
201	Columbia Common Stock	S	-3.5	11.1	27.6	251	Clipper Fund	S	-4.1	3.9	23.4
202	Janus Growth & Income	S	-2.4	11.9	23.8	252	Value Line Leveraged Growth	S	-2.0	4.7	14.2
203	Dreyfus Premier Third Century	S	-2.9	11.4	25.9	253	Value Line Fund	S	-2.9	3.7	13.3
204	Dreyfus Growth & Income	S	-3.1	11.0	27.1						
205	Fidelity Fund	S	-3.4	11.5	26.1						
206	American Century Ultra	S	-2.2	10.5	26.5						
207	Fidelity Stock Selector	S	-3.2	10.6	27.4						
208	Fidelity Focused Stock (.75%)	S	-2.0	10.6	25.1						
209	Harbor Capital Appreciation	S	-3.5	10.2	28.4						
210	WPG Large Cap Growth	S	-3.0	10.2	27.4						
211	Dreyfus Growth Opportunity (2%)	S	-3.0	10.4	26.1						
212	Marsico Focus	S	-1.9	9.1	27.1						
213	Preferred Value	S	-4.2	9.9	28.5						
214	PBHG Emerging Growth	S	-6.6	2.4	50.8						
215	Preferred Growth	S	-3.6	9.9	27.5						
216	Dreyfus Fund	S	-3.4	10.2	26.2						
217	Fidelity Magellan (closed)	S	-3.1	10.4	25.0						
218	Fidelity Dividend Growth	S	-3.4	10.1	25.7						
219	USAA Aggressive Growth	S	-1.8	8.8	26.5						
220	Scudder Growth & Income	S	-3.9	10.5	25.4						
221	Columbia Asset Allocation CIZ	S	-1.1	9.8	23.1						
222	Vanguard U.S. Growth	S	-2.9	10.2	24.0						
223	PBHG Growth	S	-2.1	8.2	27.7						
224	American Century Growth	S	-3.0	10.2	23.8						
225	Fidelity Large Cap Stock	S	-3.4	10.0	24.8						
226	Yacktman Fund	S	-3.5	7.9	30.0						
227	Vanguard Growth Index	S	-3.3	10.1	23.8						
228	Strong Growth	S	-3.4	8.2	28.4						
229	Fidelity Independence(ret.only)	S	-2.6	9.1	24.8						
230	Janus Fund	S	-3.2	9.0	25.7						
231	Scudder Capital Growth AARP	S	-2.9	9.2	24.6						
232	Safeco Equity	S	-3.1	8.8	25.5						
233	Columbia Growth	S	-2.8	9.0	24.4						
234	American Century Select	S	-3.4	8.9	25.4						
235	Babson Growth	S	-3.7	10.3	22.0						
236	UMB Scout Stock	S	-2.4	8.0	25.0						
237	CS Warburg Pincus Capital Ap-	S	-3.6	9.0	24.0						
238	Van Wagoner Emerging Growth	S	-7.1	2.7	44.6						
239	Fidelity Blue Chip Growth	S	-3.7	8.7	23.3						
240	Scudder Development (closed)	S	-3.6	7.0	27.2						
241	Dreyfus Appreciation	S	-3.9	9.5	21.5						
242	Columbia Large Cap Growth CIZ	S	-3.1	8.7	22.0						
243	William Blair Growth (1%r<60d)	S	-3.0	6.2	27.4						
244	INVESCO Core Equity	S	-3.6	7.8	22.9						
245	Fidelity Fifty (.75%r<30d)	S	-2.6	7.6	21.7						
246	Fidelity Growth & Income(3%)	S	-3.1	8.8	19.1						
247	USAA Growth	S	-2.8	7.4	21.7						
248	Strong Large Cap Growth	S	-3.5	7.5	21.9						
249	Scudder Large Company Growth	S	-3.4	7.3	20.9						
250	Fidelity Growth & Income II	S	-3.3	6.6	20.7						

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**INTERNATIONAL STOCK FUNDS**  
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# International Stock Funds — data as of 3/26/04

Rank	Fund	Venturesome	1 month	6 month	1 year	Rank	Fund	Venturesome	1 month	6 month	1 year
1	Japan Fund (Scudder) (2%	H	18.6%	26.4%	90.1%	51	Columbia Intl Equity CIZ	S	-0.7	16.7	41.7
2	Matthews Japan Fund (2%r<90d)	H	16.3	25.7	94.0	52	Columbia International Stock	S	-0.5	16.5	41.5
3	Fidelity Intl Small Cap (2%r<90d)	B	2.5	28.7	96.8	53	Vanguard European Stock Index	S	-5.5	17.4	45.2
4	T. Rowe Price Japan	H	15.4	25.9	73.1	54	Schwab International Index	S	-1.9	16.1	42.8
5	Amer.Cent.Intl Opportunity (2%	B	-0.4	26.1	90.1	55	Fidelity Worldwide (1%r<30d)	S	-2.1	15.2	45.1
6	Fidelity Latin Amer.(1.5%<90d)	H	0.4	30.6	76.2	56	USAA International	S	-2.6	17.1	40.7
7	Fidelity Japan(1.5%<90d)	H	17.6	24.0	60.1	57	T. Rowe Price Intl Stock	S	-1.9	15.4	42.5
8	T.Rowe Price Intl Disc. (2%r<1yr)	B	0.4	24.2	80.5	58	T. Rowe Price European	S	-5.6	17.1	43.9
9	Vanguard Intl Explorer	B	0.7	24.0	79.2	59	Janus Worldwide	S	0.6	16.5	35.3
10	Oakmark Intl Small Cap	B	-2.6	24.1	80.9	60	American Century Global	S	-1.9	15.4	41.3
11	Driehaus Emerging Mkts Gr	B	-1.1	25.4	73.9	61	Scudder Global	S	-0.8	15.1	39.5
12	T.Rowe Price Latin America (2%	H	-1.1	27.4	68.0	62	American Century Intl Growth	S	-1.9	15.9	37.2
13	CS Warburg Pincus Japan Grth	H	15.1	19.6	62.2	63	SIT International Growth	S	-1.3	15.2	36.9
14	Fidelity Emerging Mkts (1.5%	H	-0.2	26.1	66.6	64	Scudder International (2%	S	-1.8	15.1	37.6
15	Dodge&Cox Intl. Stock	H	-0.6	23.0	74.7	65	USAA World Growth	S	-2.4	15.4	35.1
16	Vanguard Pacific Stock Index	H	10.1	22.7	58.5	66	Fidelity Global Balanced	S	-0.4	13.1	34.5
17	Janus Overseas(closed)	H	3.5	26.1	59.8	67	Scudder Greater Europe (2%	S	-6.3	15.2	38.1
18	Artisan Intl Small Cap(closed,2%	H	-0.5	21.3	75.6	68	Babson-Stewart Ivory Intl	S	-3.8	10.3	34.6
19	Artisan Intl Value	H	-1.4	23.3	72.0						
20	Vanguard Emerging Mkts Stk	H	-1.8	24.1	70.2						
21	Dreyfus Emerging Market(1%r)	H	-0.9	23.6	68.2						
22	Driehaus Int'l Discovery	H	-0.3	21.8	69.8						
23	Scudder Latin America	H	-0.9	25.1	60.3						
24	Fidelity SE Asia (1.5%r<90d)	H	-3.2	21.9	67.1						
25	Fidelity Pacific Basin (1.5%r<90d)	H	7.3	19.4	57.3						
26	Matthews Pacific Tiger (2%r<90d)	H	-2.7	18.4	72.5						
27	Guinness China & Hong Kong	H	-4.3	22.0	65.1						
28	Fidelity Overseas (1%r<30d)	H	0.5	20.3	59.6						
29	Fidelity Europe (1%r<90d)	H	-3.8	20.6	63.8						
30	T. Rowe Price New Asia	H	-3.0	18.9	65.3						
31	Longleaf Partners International	S	2.1	16.0	62.8						
32	Fidelity Diversified Intl (1%r<30d)	S	-0.1	20.2	54.6						
33	Fidelity International G & I	S	-1.3	20.4	55.5						
34	Scudder Pacific Opportunity (2%	H	-3.6	20.3	58.3						
35	Julius Baer International Equity A	S	0.2	21.3	49.2						
36	Oakmark Global (2%r<90d)	S	-1.7	16.1	64.4						
37	Scudder Global Discovery(closed)	S	-1.2	18.0	56.5						
38	Vanguard International Value	H	-2.4	18.7	54.1						
39	Wm. Blair Intl Growth Stock N	S	-0.2	17.9	50.9						
40	Artisan International	S	-1.4	18.8	50.2						
41	Preferred International	S	-1.8	17.6	52.6						
42	Harbor International	S	-2.9	18.3	51.7						
43	Loomis Sayles International Eq-	S	-0.4	19.2	45.6						
44	Fidelity Aggressive Intl. (1%r<30d)	S	0.4	15.1	53.9						
45	Oakmark International (2%r<90d)	S	-2.9	16.8	53.8						
46	Fidelity Europe Capital App.	S	-6.4	19.8	50.9						
47	Vanguard International Growth	S	-0.5	18.1	46.2						
48	Tweedy, Browne Global Value	S	-0.6	18.3	44.4						
49	Gabelli Intl. Growth	S	-1.4	16.9	47.8						
50	Matthews Asia G & I (closed,2%	S	-0.2	16.8	44.8						

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

**Wednesday**  
**April 7, 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
	<b>Benchmarks</b>				
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**  
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# Specialty Funds — data as of 3/26/04

Rank	Fund	Conservative	1 month	6 month	1 year	Rank	Fund	Conservative	1 month	6 month	1 year
1	CGM Realty	*	7.4%	38.9%	98.3%	51	Rydex Banking	*	-2.8	15.7	37.1
2	Alpine U.S. Real Estate Equity	*	6.5	34.6	98.4	52	Rydex Technology	*	-3.7	10.5	50.8
3	Scudder Gold (closed)	*	5.4	26.2	117.1	53	INVESCO Leisure Inv	*	-0.7	14.9	33.9
4	U.S.Global Gold Shares (.25%)	*	7.6	32.6	91.3	54	Fidelity Energy (.75%r<30d)	*	-2.6	18.3	27.3
5	Fidelity Wireless (.75%r<30d)	*	-3.3	35.6	85.3	55	Fidelity Computers (.75%r<30d)	*	-5.9	10.0	52.9
6	Rydex Precious Metals	*	4.8	23.6	68.3	56	Fidelity Retailing (.75%r<30d)	*	-2.7	11.3	42.3
7	INVESCO Gold Inv	*	2.7	22.2	70.3	57	Fidelity Software (.75%r<30d)	*	-1.1	12.7	36.2
8	Fidelity Const & Housing (.75%)	*	2.1	25.6	61.2	58	Fidelity Biotechnology (.75%)	*	-0.4	12.5	35.1
9	RS Internet Age	*	-3.3	17.5	86.1	59	Fidelity Networking (.75%r<30d)	*	-9.4	10.1	54.5
10	Cohen & Steers Realty Shares	*	3.4	26.3	53.7	60	Rydex Retailing	*	-1.6	10.9	40.1
11	Fidelity Developing Comm (.75%)	*	-9.5	25.9	72.6	61	Rydex Consumer Products	*	-1.4	13.8	32.2
12	Amer. Cent. Global Gold (1%)	*	4.8	17.3	71.5	62	Fidelity Technology (.75%r<30d)	*	-4.7	9.2	48.6
13	T.Rowe Price Media & Telecom-	*	-1.5	24.1	62.5	63	Rydex Electronics	*	-6.6	9.2	50.2
14	RS Information Age	*	-3.5	16.4	79.1	64	Fidelity Bus Services (.75%)	*	0.5	11.1	34.7
15	Vanguard Precious Metals	*	0.1	17.6	70.4	65	Rydex Energy Services	*	-6.4	19.7	23.2
16	Rydex Internet	*	-2.6	21.3	61.2	66	Fidelity Utilities Growth (.75%)	*	-2.1	12.3	31.3
17	Cohen & Steers Equity Income	*	2.6	23.0	47.0	67	Fidelity Balanced	B	-2.1	12.1	31.5
18	Rydex Leisure	*	0.1	22.2	50.0	68	Fidelity Paper & Forest (.75%)	*	-3.0	14.2	26.5
19	Fidelity Industrial Equip (.75%)	*	-2.1	21.9	52.2	69	Fidelity Medical Equip (.75%)	*	-2.1	11.7	31.5
20	Fidelity Real Estate (.75%r<90d)	*	3.6	21.4	42.9	70	INVESCO Health Sciences Inv	*	-3.1	14.2	26.4
21	Vanguard REIT Index (1%r<1yr)	*	3.1	20.9	44.7	71	T.Rowe Price Science & Tech	*	-3.7	9.9	37.9
22	Fidelity Indust Matrls (.75%r<30d)	*	-2.8	20.8	53.6	72	Fidelity Food & Agr (.75%r<30d)	*	-1.3	12.5	27.3
23	Fidelity Med Del (.75%r<30d)	*	-1.6	25.8	37.7	73	Fidelity Multimedia (.75%r<30d)	*	-3.8	8.8	40.1
24	T.Rowe Price Real Estate	*	3.5	20.2	43.0	74	Rydex Biotechnology	*	-4.1	7.6	43.3
25	Stratton Mthly Div REIT (1.5%)	*	2.2	19.9	42.4	75	Fidelity Energy Services (.75%)	*	-6.2	17.3	20.6
26	Fidelity Home Finance (.75%)	*	-1.7	21.2	44.4	76	Royce Technology Value	*	-8.1	0.7	64.5
27	T. Rowe Price New Era	*	-1.8	22.0	39.5	77	Rydex Health Care	*	-3.6	10.6	32.8
28	Vanguard Energy (1%r<1yr)	*	-2.0	21.9	38.2	78	Vanguard Health Care	*	-4.2	11.8	28.2
29	Fidelity Defense & Aero (.75%)	*	-2.9	19.4	45.1	79	INVESCO Technology Inv	*	-4.6	9.4	34.7
30	Rydex Basic Materials	*	-2.4	19.8	42.3	80	Rydex Utilities	*	-0.6	8.5	30.2
31	Fidelity Electronics (.75%r<30d)	*	-5.3	14.8	58.5	81	INVESCO Utilities Inv	*	-1.0	10.8	24.4
32	Fidelity Gold (.75%r<30d)	*	3.7	11.2	53.7	82	Fidelity Consumer Ind (.75%)	*	-2.2	10.5	26.3
33	Rydex Telecommunications	*	-5.4	19.3	45.8	83	Vanguard Balanced Index	B	-1.3	9.1	21.9
34	Fidelity Natural Gas (.75%r<30d)	*	-2.0	21.7	34.3	84	Fidelity Air Transport (.75%)	*	-3.7	3.5	38.7
35	Fidelity Cyclical Ind (.75%r<30d)	*	-2.9	18.1	42.5	85	Fidelity Environmental Ser (3%)	*	-2.6	7.5	26.5
36	Fidelity Insurance (.75%r<30d)	*	-2.5	18.8	40.1	86	Fidelity Transportation (.75%)	*	-2.1	4.4	32.5
37	Fidelity Brokerage (.75%r<30d)	*	-3.0	14.8	50.8	87	Fidelity Health Care (.75%r<30d)	*	-4.0	7.8	15.6
38	Fidelity Leisure (.75%r<30d)	*	-1.2	16.1	44.0	88	Fidelity Pharmaceuticals (.75%)	*	-2.8	4.1	18.8
39	Fidelity Telecomm (.75%r<30d)	*	-5.3	21.3	37.0	89	Rydex Transportation	*	-0.9	2.7	19.4
40	INVESCO Energy Inv	*	-1.2	21.6	29.5	90	Merger Fund	*	0.3	4.1	12.6
41	Fidelity Automotive (.75%r<30d)	*	-1.7	13.8	49.0	91	Gateway Fund	B	-0.8	3.8	11.1
42	Rydex Financial Services	*	-2.4	16.8	40.3	92	AXARosenberg Value L/S (2%)	*	1.1	3.9	-4.5
43	T.Rowe Price Health Sciences	*	-2.3	16.8	39.3	93	Prudent Bear	*	3.2	-5.4	-9.3
44	Rydex Energy	*	-3.3	20.4	31.1	94	Rydex Juno	*	-2.7	-5.7	-8.6
45	Fidelity Chemicals (.75%r<30d)	*	-2.8	20.6	29.7	95	Rydex Ursa	*	2.9	-11.3	-23.9
46	T.Rowe Price Financial Services	*	-3.4	15.3	43.2	96	ProFunds Bear Inv	*	3.0	-11.3	-24.2
47	Fidelity Natrl Resources (.75%)	*	-2.8	18.7	33.0						
48	Fidelity Finl Serv (.75%r<30d)	*	-2.1	16.1	38.3						
49	Fidelity Banking (.75%r<30d)	*	-1.7	15.1	38.5						
50	INVESCO Financial Serv Inv	*	-2.6	15.9	37.5						

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

\* = **Not Recommended**

**BOND FUNDS  
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## Bond Funds — data as of 3/26/04

Fund	Conservative	1 month	6 month	1 year	Fund	Conservative	1 month	6 month	1 year
American Century Ginnie Mae	*	0.0%	0.3%	0.8%	PIMCO High Yield	S	0.4	6.3	16.7
American Century Inflation Adj	B	1.7	6.3	11.0	PIMCO Low Duration	B	0.2	0.3	0.9
American Century Intl Bond	*	-0.5	8.1	18.2	PIMCO Real Return	H	2.1	5.9	9.7
American Century Target 2010	*	1.8	3.9	6.7	PIMCO Total Return	H	0.8	2.4	4.5
American Century Target 2015	*	3.1	7.0	10.1	PIMCO Total Return Mortgage	H	0.4	1.7	2.9
American Century Target 2020	*	3.6	8.6	12.4	Safeco U.S. Government	H	0.4	0.7	1.0
American Century Target 2025	*	3.6	9.1	12.8	Schwab S-T Bond Mkt Index	B	0.4	0.9	2.6
American Government Bond	H	0.5	0.8	1.9	Scudder Global Bond S-T	*	0.5	3.8	8.8
Babson Bond Trust	*	1.0	1.0	2.4	Scudder Income (closed)	H	1.1	3.9	6.9
BBH Inflation Indexed Sec	B	2.2	6.4	10.4	Scudder Short-Term Bond	B	0.4	1.6	3.5
Buffalo High-Yield(2%r<180d)	S	0.0	6.1	17.9	Strong Corporate Bond	*	0.8	3.3	9.3
Columbia Fixed Income Sec	H	0.5	1.7	3.3	Strong Govt Securities	H	0.7	1.8	3.2
Columbia High Yield	S	0.5	3.8	6.9	Strong High Yield Bond(1%r)	*	0.1	5.3	15.5
Columbia Income CIZ	H	0.7	3.4	10.0	Strong S-T Bond	B	0.2	1.3	2.8
Columbia Intermediate Bond CIZ	H	0.7	2.8	8.2	Strong S-T High Yield	*	0.4	1.7	5.6
Columbia S-T Bond	*	0.1	0.8	1.6	T. Rowe Price Corporate Inc	*	0.6	4.7	10.4
Dodge & Cox Income	H	0.6	3.1	7.1	T. Rowe Price GNMA	*	0.2	0.8	1.2
Dreyfus 100 Treasury L-T	*	0.8	-3.0	0.5	T. Rowe Price High Yield	S	-0.3	4.6	13.7
Dreyfus A Bonds Plus	*	0.4	0.8	4.4	T. Rowe Price Int'l Bond	*	0.0	6.3	15.7
Dreyfus GNMA	*	0.5	2.9	3.9	T. Rowe Price New Income	*	0.7	2.2	4.8
Dreyfus Short-Term Income	B	-0.3	-1.5	-0.5	T. Rowe Price Spectrum Income	*	-0.3	4.9	12.2
Dreyfus Strategic Income	*	0.5	0.2	4.5	T. Rowe Price S-T Bond	B	0.2	0.7	2.2
Federated Total Return Govt	H	0.8	1.7	2.6	T. Rowe Price U.S. Treas. L-T	*	1.5	2.8	4.1
Federated U.S. Govt Sec. 1-3	B	0.2	0.4	0.7	TCW Galileo High Yield Bond	S	0.6	7.8	18.9
Fidelity Capital & Income	*	-1.0	5.8	25.1	TCW Galileo Total Return Bond	H	0.8	3.6	4.7
Fidelity Floating Rate High Inc(1%	B	0.0	1.5	4.9	USAA Income	H	1.0	3.6	6.6
Fidelity GNMA	*	0.1	0.4	1.2	Value Line Aggressive Inc	*	0.0	5.0	15.7
Fidelity Government Income	*	0.9	2.0	3.4	Value Line U.S. Govt Sec	H	0.9	2.1	3.6
Fidelity High Income (1%r<90d)	S	-0.2	6.8	20.7	Vanguard Bond Market	H	0.9	3.1	6.0
Fidelity Inflation-Protected Bond	B	2.0	6.3	10.7	Vanguard GNMA	B	0.2	0.4	0.2
Fidelity Intermediate Bond	H	0.6	1.8	4.0	Vanguard High Yield Corporate	S	0.7	6.8	14.9
Fidelity Intermediate Govt	H	0.9	2.3	3.8	Vanguard Inflation Protected	B	2.2	6.7	11.4
Fidelity Investment Grade	H	0.9	3.1	6.1	Vanguard Intermediate Treas.	H	1.0	0.7	1.7
Fidelity New Markets Income	*	1.8	7.5	22.6	Vanguard Long-Term Corporate	*	1.6	3.4	6.3
Fidelity Short-Term Bond	B	0.3	1.2	2.7	Vanguard L-T Treasury	*	1.9	2.5	4.1
Fidelity Strategic Income	*	0.5	5.8	15.6	Vanguard Short-Term Corporate	B	0.3	0.8	2.1
FifthThird Bond	*	0.8	2.8	4.5	Vanguard S-T Federal	*	0.3	0.6	1.1
Fremont Bond	H	0.9	3.5	5.2	Vanguard S-T Treasury	B	0.3	0.4	1.5
Janus Flexible Income	*	0.7	2.1	5.0	Wells Fargo Montgomery Total	H	0.9	2.2	4.6
Janus High Yield	S	0.0	3.7	8.7	Westcore Plus Bond	*	0.9	5.9	14.1
Janus S-T Bond	B	0.3	1.0	3.8	WPG Core Bond	H	1.0	2.7	5.2
Loomis Sayles Bond Retail	B	0.7	9.4	24.0					
Managers Bond	*	0.8	4.9	11.5					
Managers Int. Duration Govt	*	0.5	2.5	4.3					
Managers Short Duration Govt	B	0.2	1.0	2.1					
MetroWest Low Duration	B	0.1	1.5	4.2					
MetroWest Total Return	*	0.4	4.0	11.4					
Montgomery Sht Duration Govt	B	0.5	1.2	1.9					
Northeast Investors Trust	*	0.5	10.3	17.5					
Payden Global Fixed Income	*	1.0	2.2	4.6					

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

\* = **Not Recommended**

**PORTFOLIO HOLDINGS**  
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## Weekly Performance of ML Model Holdings — data as of 3/26/04

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	-0.09%	VBINX Vanguard Balanced	-0.16
AIOIX Amer. Cent Intl Opportunities	-0.71	VEIEX Vanguard Emerg. Mkts. Stock	-2.22
DODIX Dodge & Cox Income	-0.08	VEXPX Vanguard Explorer Index	0.66
EUEYX Alpine US Real Estate	0.73	VEXMX Vanguard Extended Market	-0.04
FDEGX Fidelity Aggr. Growth	0.13	VWEHX Vanguard High Yield Corp.	-0.31
FBALX Fidelity Balanced	-0.41	VIPSX Van. Inflation Protected Bond	0.00
FDCAX Fidelity Capital Appreciation	0.16	VISGX Vanguard Small Cap Value	-0.25
FSICX Fidelity Strategic Income	-0.38	VISVX Vanguard Strategic Equity	0.31
FSTGX Fidelity Intermediate Gov't	-0.19	VBMFX Vanguard Total Bond	-0.29
FISMX Fidelity Intl Small Cap	1.39	VTRIX Vanguard Int'l Value	-0.82
FBNDX Fidelity Inv Grade Bond	-0.26		
FLVCX Fidelity Leveraged Company	-0.75		
FSEAX Fidelity SE Asia	-3.18		
FSLCX Fidelity Small Cap Stock	0.00		
FDSCX Fidelity Small Cap Ind.	-0.44		
GATEX Gateway Fund	-0.04		
HENLX Henlopen Fund	-0.47		
ICLKX Guinness China & Hong Kong	-2.21		
LMAXX Legg Mason Special	0.00		
LSBRX Loomis Sayles Bond	-0.17		
MAPTX Matthews Pacific Tiger	-0.80		
NEGX Needham Small Cap Growth	0.72		
RYPNX Royce Opportunity	0.32		
RSPFX RS Partners	-0.57		
RSSGX RS Smaller Co. Growth	0.52		
		<b>Indices</b>	
		DOW JONES INDUSTRIALS	0.26%
		NASDAQ	1.01
		S&P 500	-0.15

### Editorial Questions?

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