

MONEYLETTER HOTLINE 5/11/04

Small Caps Back to Work

Stocks finally righted themselves today after a brutal Monday, not only here but abroad as well. The question, of course, is whether the selling is drying up. In the short-run, that is the next week or two, we don't pretend to know. And anyone who says they do know is talking nonsense. What we do know is that for the first time this year we heard one or two of the best small cap managers around say that the small cap stocks they look at were cheap. From their perspective, the six weeks of nonstop selling had created a market they found appealing, and they had put their money where their mouths are. They had put their cash to work.

Given our positive view of this year's market, we find this reassuring. Meanwhile, the President of the Philadelphia Fed spoke today and said that monetary policy will not become restrictive. This has been our position, that the aim of the Fed is to slowly withdraw unneeded stimulus, not to slow down the economy. We continue to believe that stocks remain the asset of choice.

There is no change in our allocations.

New Fund Ratings – For domestic stock funds, one fund has been raised to a Buy: Janus Special Equity. The sell-off has taken its toll and six funds have been lowered to sell: Legg Mason Special Investment, USAA Capital Growth, CGM Focus, Undiscovered Small Cap Growth, RS Diversified Growth, and RS Emerging Growth. For international stock funds, Vanguard International Explorer and Matthews Pacific Tiger are rated Buy. Guinness China & Hong Kong has been lowered to Sell.

Vanguard Explorer has fallen deep in our list. The fund is in our Vanguard Venturesome and Moderate model portfolios. We will switch the fund into Vanguard Windsor II in both portfolios.

The Economy – There is little economic news until later this week. The weekly retail sales numbers show May getting off to a good start. There is no question that the price of energy, if oil remains at \$40 per barrel, will crimp economic growth. It will also seep into the core inflation number. We assume oil prices will retreat. We see good growth numbers ahead.

The Stock Market – Pimco's superb emerging market analyst believes that the concerns of a hard landing for China are overdone. He sees growth slowing from a torrid pace to a vigorous one. If he is right, the Asian markets remain extremely attractive. We remain positive on equities here and in Asia.

The Select Portfolio – There are no changes.

MONEYLETTER HOTLINE 5/7/04

The China Syndrome

The three days since our last Hotline have been more of the same. China, interest rates here, and geopolitical worries centered on Iraq. The economic news was, in general, good. In fact, it was good, but also moderate, which should have relieved Wall Street's hyperventilating about the Fed and the coming increase in interest rates.

But Wall Street was in the hands of the bears this week, and the economic news was ignored. A couple of numbers tell you how bad the week was: the Nasdaq lost 6.3% this week, while the S&P 500 lost 2.9%, almost 3%. In effect, the Nasdaq packed a minicorrection into one week. To our eyes, what we saw this week was a repositioning of portfolios. This has been going on for a few weeks, and the China shock (with China now serious about putting on the brakes) just added weight to the repositioning.

There was a great deal of profit-taking this week, and a movement to large caps from small caps. Our view is that the underlying trends have not changed and that Wall Street's reaction is based on a hasty reading of the situation here and in Asia. We shall have to see how interest rates and China play out. We continue to believe that stocks remain the asset of choice.

There is no change in our recommended allocations.

New Fund Ratings – For domestic stock funds, two funds have been raised to Buy: Needham Small Cap Growth and Janus Venture (the fund is closed). One fund is now rated a Hold: RS Contrarian Value. One fund has been lowered to Sell: Legg Mason Opportunity Trust. For international stock funds, T. Rowe Price Japan is now rated a Buy. Vanguard International Explorer is now rated a Hold.

The Economy – There is much talk about inflation, and this was encouraged with the release of the price number for last quarter's GDP. Once again, Wall Street is jumping the gun. It is too early for us or the Fed to come to any conclusion about inflation for at least a few months. In general, the economy is doing fine.

The Stock Market – The traders have had a field day as the markets headed down through one resistance point after another. We believe the market is oversold and is due for a technical bounce, but that is a short-term consideration. It will take time for the market to regain its footing. This is one of those times when patience is required. We remain positive on equities here and in Asia.

The Select Portfolio – There are no changes.

Domestic Stock Funds — data as of 5/7/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	Strong Mid Cap Disciplined	B	-2.0%	14.7%	42.9%	51	T. Rowe Price S-C Value	H	-5.3	6.5	31.9
2	RS Partners	B	-6.5	13.5	50.4	52	Ariel Fund	H	-5.0	7.5	28.2
3	ICM/Isabelle Small Cap Value	B	-5.4	10.9	49.3	53	FBR Small Cap Value A (1%	H	-4.5	6.8	29.2
4	WmBlair S-C Growth N	B	-7.3	9.3	55.0	54	Boston Partners Mid Cap Value	H	-4.8	6.4	30.4
5	Buffalo Small Cap(closed)	B	-7.6	10.3	53.0	55	Selected American Shares	H	-3.8	7.5	26.1
6	Berwyn Fund (1%r<180d)	B	-4.4	13.1	40.5	56	Nicholas Fund	H	-2.4	6.7	26.1
7	Fidelity Leveraged Co	B	-6.4	8.0	52.0	57	Fidelity Value	H	-5.5	7.2	28.7
8	CRM Mid Cap Value Inv	H	-3.9	10.2	38.3	58	Sound Shore	H	-4.0	6.8	27.2
9	Boston Ptnrs Smlcap Val	B	-6.8	8.3	46.3	59	American Century Equity Income	H	-1.9	8.2	20.1
10	RS Contrarian Value	H	-7.3	8.3	45.8	60	Fidelity Capital Appreciation	H	-5.2	4.2	35.1
11	T.Rowe Price Mid Cap Value	H	-4.0	9.1	37.1	61	Homestead Value	H	-3.0	7.8	22.2
12	Thompson Plumb Growth	H	-1.6	12.0	26.2	62	Montgomery Small Cap	H	-8.1	5.1	36.6
13	CRM Small Cap Value Inv	B	-6.8	8.5	42.3	63	Loomis Sayles Value	H	-3.3	7.7	22.9
14	Artisan Mid Cap Value	H	-4.2	10.4	32.7	64	Meridian Fund	H	-6.7	3.9	37.1
15	Baron Asset	H	-4.3	10.2	33.5	65	Third Avenue Small-Cap Value	H	-5.6	3.6	36.2
16	WPG Tudor	B	-7.6	8.1	43.2	66	MSI Mid Cap Growth	H	-4.7	3.9	33.6
17	Wasatch Small Cap Value	B	-8.3	6.3	47.6	67	T. Rowe Price Cap Appreciation	S	-2.9	7.4	22.3
18	Janus Mid Cap Value	H	-4.1	8.8	35.2	68	Royce Low Priced Stock (1%	B	-9.1	4.6	38.3
19	Royce Premier (1%r<180d)	H	-5.3	8.8	37.0	69	Needham Small Cap Growth	H	-6.6	-1.1	48.3
20	Cambiar Opportunity	H	-3.0	8.9	32.6	70	Janus Enterprise	S	-4.9	5.8	28.4
21	TCW Galileo Diversified Value N	H	-4.2	8.5	35.1	71	MainStay Small Cap Opportunity	H	-9.5	4.0	39.9
22	Janus Special Equity	B	-5.5	7.8	38.6	72	Vanguard Value Index	S	-4.0	6.9	24.0
23	Vanguard Cap Opp (closed,	B	-6.2	7.2	40.8	73	Janus Venture (closed)	H	-7.4	1.5	42.4
24	Royce Opportunity (closed,1%	B	-9.1	1.9	58.2	74	T. Rowe Price Equity-Income	S	-2.8	7.2	21.2
25	Henlopen Fund (1%r<30d)	B	-9.9	3.7	54.6	75	Fidelity Equity-Income	S	-4.2	7.1	23.3
26	T. Rowe Price New Horizons	B	-5.9	7.0	40.0	76	Longleaf Partners Smallcap	S	-5.3	4.5	31.2
27	Baron Small Cap	H	-2.3	6.0	36.6	77	Royce Special Equity (1%	S	-4.4	6.0	26.1
28	Janus Twenty(closed)	H	-2.6	11.5	23.1	78	Scudder Large Co Value	S	-2.4	5.9	23.3
29	Vanguard Windsor II	H	-3.5	10.3	26.5	79	T.Rowe Price Mid Cap Growth	S	-4.1	4.3	29.5
30	American Century Value	H	-2.3	9.7	25.8	80	MSI Mid Cap Value	S	-4.8	3.9	31.5
31	American Century Vista	H	-7.0	7.6	37.9	81	Vanguard U.S. Value	S	-5.1	6.3	25.9
32	Neuberger Berman Genesis	H	-3.3	7.7	31.4	82	Harbor Value	S	-3.6	6.8	22.2
33	Safeco Growth Opportunities (2%	B	-6.9	4.6	44.1	83	T. Rowe Price New America	S	-3.9	6.1	24.1
34	MSI Value Portfolio	H	-3.5	8.5	29.0	84	Hussman Strategic Growth	S	-2.9	6.4	21.9
35	Aegis Value Fund	H	-3.6	6.5	33.9	85	American Century Income &	S	-3.6	6.3	23.0
36	RS Smaller Company Growth	B	-8.1	1.4	53.5	86	Mutual Shares(1%)CIZ	S	-3.5	6.8	21.5
37	Dodge & Cox Stock (closed)	H	-4.5	8.7	29.7	87	Neuberger Berman Guardian	S	-3.8	6.4	22.9
38	Oakmark Equity&Income (2%	H	-1.0	9.5	22.5	88	Selected Special Shares	S	-4.6	3.3	31.4
39	Royce Penn Mutual(1%r<180d)	H	-6.6	7.0	36.9	89	Ariel Appreciation	S	-4.5	4.6	27.9
40	Fidelity L P Stock (closed,1.5%	H	-5.7	6.1	35.6	90	Third Avenue Value (1%r<60d)	S	-7.0	3.2	34.9
41	Artisan Small Cap	H	-5.6	6.2	34.9	91	Dreyfus Appreciation	S	-1.2	6.9	16.7
42	TCW Galileo Dividend Focused N	H	-4.6	7.7	29.7	92	Fidelity Small Cap Ind.(1.5%	H	-6.4	4.7	30.0
43	Fidelity Small Cap Stock (2%	H	-7.7	5.6	39.0	93	Fidelity Export & Multinat'l(.75%	S	-4.2	6.4	22.3
44	Strong Opportunity	H	-4.7	6.9	31.4	94	Westport Small Cap R	S	-5.2	5.0	26.8
45	Nicholas II	H	-3.9	7.0	29.3	95	Gabelli Asset	S	-4.0	5.7	23.4
46	Vanguard PRIMECAP(closed,	H	-3.6	6.6	29.7	96	Mutual Beacon(1%)CIZ	S	-4.5	6.1	22.9
47	TCW Galileo Value Opportunities	H	-6.1	5.1	37.2	97	Vanguard SmallCap Index	H	-8.0	3.2	35.3
48	Buffalo Mid Cap	H	-7.7	5.9	37.3	98	Fidelity Dividend Growth	S	-2.6	7.0	17.5
49	MSI Small Cap Value(closed)	H	-6.2	6.1	34.6	99	Weitz Value Fund	S	-3.8	6.2	21.4
50	Baron Growth	H	-5.1	6.9	30.8	100	Mutual Qualified(1%)CIZ	S	-4.6	5.9	23.1

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

Domestic Stock Funds continued — data as of 5/7/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
101	SIT Large Cap Growth (2%r<30d)	S	-3.3	6.4	19.9	151	Fidelity Trend	S	-3.8	4.4	18.5
102	Dreyfus New Leaders	S	-5.5	4.3	28.2	152	Loomis Sayles Small Cap Value	S	-6.8	2.9	27.0
103	Fidelity Contrafund	S	-4.5	5.2	24.5	153	Fidelity Stock Selector	S	-3.9	4.5	18.5
104	Vanguard Extended Market Index	H	-7.1	3.3	33.0	154	Century Select Small Cap (1%	S	-7.8	1.0	33.1
105	Vanguard Small-Cap Value Index	H	-8.2	4.7	31.1	155	Wasatch Core Growth	S	-8.3	1.7	31.6
106	Salomon Brothers Investors	S	-4.9	5.7	23.6	156	Scudder Capital Growth AARP	S	-2.6	3.9	17.6
107	Oakmark Fund (2%r<90d)	S	-2.4	5.7	19.8	157	Tweedy, Browne American	S	-3.8	4.0	19.1
108	TCW Galileo Opportunity N	H	-9.0	3.2	35.7	158	Domini Social Equity Fund (2%	S	-3.7	3.7	19.4
109	Vanguard Small Cap Growth In-	S	-7.8	2.0	36.5	159	Scudder Growth & Income	S	-3.5	4.2	17.7
110	Columbia Disciplined Value CIZ	S	-3.8	5.4	21.8	160	Strong Advisor Common Stock	S	-6.8	3.3	24.9
111	Vanguard Growth & Income	S	-3.9	5.1	22.6	161	USAA Capital Growth	S	-8.0	-0.9	37.2
112	Columbia Small Company Equity	H	-9.8	3.0	36.7	162	USAA Growth & Income	S	-4.5	3.3	21.4
113	Fidelity Aggressive Growth(1.5%	S	-5.6	4.4	26.4	163	Vanguard/Morgan Growth	S	-5.0	2.8	23.1
114	SIT Mid Cap Growth (2%r<30d)	S	-5.3	3.4	28.4	164	Marsico 21st Century (2%r<30d)	S	-6.4	0.2	31.5
115	Preferred Value	S	-3.3	5.3	20.1	165	TCW Galileo Select Equity	S	-3.5	-0.1	27.9
116	T. Rowe Price Small Cap Stock	S	-6.1	4.2	26.9	166	Vanguard Convertible Securities	S	-5.3	3.6	21.3
117	Janus Mercury	S	-4.9	5.6	21.2	167	Royce Total Return (1%r<180d)	S	-5.7	3.1	23.1
118	CS Warburg Pincus Emerging	S	-8.5	2.8	33.7	168	Yacktman Fund	S	-2.5	2.6	19.0
119	Vanguard Strategic Equity	H	-7.6	2.8	32.1	169	Vanguard Explorer	S	-8.5	0.6	33.0
120	Oakmark Small Cap (2%r<90d)	S	-6.9	4.0	28.0	170	Vanguard Growth Equity	S	-5.2	2.4	23.7
121	Bogle Small Cap Growth(closed)	H	-10.0	0.3	41.9	171	Legg Mason Value	S	-4.4	2.3	22.7
122	Neuberger Berman Fasciano Inv	S	-4.9	3.5	26.2	172	Fidelity Magellan (closed)	S	-3.7	4.4	15.9
123	Vanguard Total Stk Mkt	S	-4.4	4.6	22.5	173	Fidelity Growth & Income	S	-3.1	5.1	13.2
124	Vanguard 500 Index	S	-3.6	5.1	20.1	174	American Century Ultra	S	-4.0	3.3	18.8
125	Fidelity Spartan 500 Index (.5%	S	-3.6	5.1	20.0	175	Artisan Midcap(closed)	S	-6.5	2.1	25.5
126	Fidelity Fund	S	-3.2	5.2	18.8	176	Strong Discovery	S	-7.4	0.8	30.2
127	American Century Equity Growth	S	-4.4	4.8	21.7	177	Fidelity Equity-Income II	S	-4.3	2.7	20.3
128	Neuberger Berman Partners	S	-6.6	5.7	22.6	178	Fidelity Blue Chip Growth	S	-3.3	3.8	16.1
129	Legg Mason Special Investment	S	-7.8	1.4	35.2	179	CGM Focus	S	-13.6	-0.2	41.4
130	Vanguard Capital Value	S	-6.6	4.0	26.1	180	Safeco Equity	S	-3.0	3.5	15.9
131	Vanguard Windsor	S	-5.6	3.9	24.7	181	Clipper Fund	S	-1.3	2.2	16.6
132	Dreyfus Mid Cap Index	S	-6.5	2.7	28.8	182	CS Warburg Pincus Capital	S	-3.1	2.6	18.1
133	Northeast Investors Growth	S	-3.4	4.0	20.8	183	Dreyfus Premier Third Century	S	-4.0	3.1	18.0
134	Strong Multi-Cap Value	S	-9.8	4.4	29.1	184	TCW Galileo Aggressive Growth	S	-5.9	2.4	22.5
135	Schwab 1000 Fund (.75%r<180d)	S	-3.9	4.5	20.1	185	Gabelli Growth	S	-3.7	1.7	21.1
136	Value Line Special Situations	S	-5.8	3.4	25.6	186	Salomon Brothers Opportunity	S	-4.7	4.1	16.4
137	Dreyfus-Founders Discovery	S	-6.3	1.4	31.3	187	Fidelity Convertible Securities	S	-4.4	3.9	16.3
138	Fidelity Growth Company	S	-4.7	1.5	28.6	188	Janus Growth & Income	S	-4.3	4.1	15.3
139	Muhlenkamp Fund	S	-7.4	2.5	30.1	189	Vanguard Growth Index	S	-3.5	2.9	17.1
140	Federated Kaufmann Fund(0.2%)	S	-6.6	0.7	33.3	190	TCW Galileo Small Cap Growth	S	-8.9	-1.6	36.1
141	Vanguard Mid-Cap Index	S	-6.4	2.9	27.1	191	Dreyfus Fund	S	-4.0	3.1	16.3
142	Vanguard Equity-Income	S	-3.3	4.9	17.4	192	Columbia Common Stock	S	-4.8	2.7	18.4
143	INVESCO Dynamics	S	-5.4	2.2	27.5	193	Oakmark Select(closed) (2%	S	-4.5	2.6	18.0
144	T. Rowe Price Growth Stock	S	-4.5	4.9	19.3	194	Fidelity Disciplined Equity	S	-5.4	3.0	18.1
145	Matrix Advisors Value (.75%	S	-6.0	3.1	26.0	195	Harbor Capital Appreciation	S	-4.3	1.8	18.9
146	American Century Select	S	-3.7	5.5	16.5	196	Needham Growth Fund (.75%	S	-6.6	-3.0	33.9
147	T. Rowe Price Dividend Growth	S	-3.4	4.5	18.2	197	Vanguard U.S. Growth	S	-4.6	2.9	15.9
148	PBHG Small Cap Value	S	-7.3	2.6	28.6	198	Legg Mason Opportunity Trust	S	-8.9	-0.6	30.6
149	T. Rowe Price Growth & Income	S	-4.5	4.8	19.0	199	Dreyfus Growth & Income	S	-4.6	2.7	16.0
150	C&B Mid Cap Value	S	-7.1	2.7	28.0	200	Fidelity Large Cap Stock	S	-4.7	2.6	16.2

DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 5/7/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
201	RS Value+Growth	S	-7.0	-0.7	27.7	251	Value Line Fund	S	-8.4	-5.0	4.8
202	RS MidCap Opportunities	S	-8.7	-0.8	30.3	252	PBHG Emerging Growth	S	-10.9	-14.8	27.4
203	Preferred Growth	S	-4.4	1.5	18.2	253	Van Wagoner Emerging Growth	S	-17.3	-20.1	15.7
204	Columbia Asset Allocation CIZ	S	-4.5	3.2	13.9						
205	Dreyfus Growth Opportunity (2%	S	-4.5	2.3	15.7						
206	Longleaf Partners	S	-5.1	1.1	19.8						
207	Marsico Growth & Income (2%	S	-5.5	0.2	22.5						
208	UMB Scout Stock	S	-4.0	1.7	16.3						
209	Undiscovered Small Cap Growth	S	-13.8	-2.6	41.7						
210	Scudder Large Company Growth	S	-3.0	1.4	14.6						
211	Janus Olympus	S	-4.6	0.6	18.6						
212	Fidelity OTC Portfolio	S	-7.1	-1.1	26.2						
213	USAA Growth	S	-3.8	1.3	15.2						
214	Turner Mid Cap Growth	S	-8.2	-2.5	31.2						
215	Fidelity Focused Stock (.75%	S	-6.1	2.0	16.3						
216	American Century Growth	S	-5.1	1.7	15.6						
217	William Blair Growth (1%r<60d)	S	-4.0	0.3	17.3						
218	Fidelity Independence	S	-5.9	1.8	16.3						
219	Columbia Growth	S	-4.7	1.6	15.2						
220	RS Diversified Growth (closed)	S	-11.8	-4.5	40.6						
221	Strong Growth	S	-4.6	-0.9	20.8						
222	Bonnel Growth Fund (.25%r<30d)	S	-6.2	-1.2	23.7						
223	Janus Fund	S	-3.1	-0.5	16.6						
224	Neuberger Berman Manhattan	S	-5.9	-0.5	20.5						
225	Strong Growth 20	S	-5.2	-0.6	19.4						
226	WPG Large Cap Growth	S	-5.3	0.8	15.7						
227	Pin Oak Aggressive Stock	S	-8.0	-5.8	35.5						
228	USAA Aggressive Growth	S	-5.5	-0.7	19.1						
229	Columbia Large Cap Growth CIZ	S	-4.7	1.3	12.8						
230	INVESCO Core Equity	S	-4.5	1.1	12.8						
231	Fidelity Mid-Cap Stock (.75%	S	-7.8	-1.1	22.5						
232	Fidelity Growth & Income II	S	-3.4	1.0	10.3						
233	Strong Large Cap Growth	S	-4.4	-0.4	13.9						
234	Neuberger Berman Focus	S	-12.9	-3.7	33.8						
235	RS Emerging Growth(closed)	S	-10.7	-4.7	32.2						
236	INVESCO Small Company	S	-8.7	-3.4	24.9						
237	Fidelity Fifty (.75%r<30d)	S	-6.1	0.3	11.3						
238	Marsico Focus (2%r<30d)	S	-6.3	-2.5	17.9						
239	Wasatch Small Cap Grth	S	-6.7	-5.0	24.7						
240	American Century Heritage	S	-7.0	-2.2	17.3						
241	Columbia Special	S	-7.6	-2.5	18.6						
242	Scudder Development (closed)	S	-6.3	-3.9	17.5						
243	Strong Advisor Midcap Growth	S	-8.1	-3.4	18.7						
244	Bridgeway Aggressive Investors 2	S	-10.9	-5.3	26.9						
245	SIT Small Cap Growth (2%r<30d)	S	-8.9	-4.2	20.2						
246	Oberweis Emerging Growth (1%	S	-11.6	-10.9	39.1						
247	PBHG Growth	S	-7.4	-5.1	16.9						
248	Undiscovered Behavioral Growth	S	-11.9	-7.6	29.1						
249	Value Line Leveraged Growth	S	-6.7	-2.8	6.7						
250	Fidelity New Millennium (closed)	S	-11.2	-7.0	16.6						

PRI Financial Advisors Inc.

The "MONEYLETTER Managed Account Program"¹ Portfolio Management Services

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INTERNATIONAL STOCK FUNDS
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International Stock Funds — data as of 5/7/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	Amer.Cent.Intl Opportunity (2%	B	-3.9%	14.3%	74.4%	52	Columbia Intl Equity CIZ	S	-6.4	6.2	30.2
2	Matthews Japan Fund (2%r<90d)	B	-8.7	14.7	76.1	53	Fidelity Europe Capital App. (1%	S	-7.3	7.2	28.5
3	Fidelity Intl Small Cap (2%r<90d)	B	-7.0	13.0	67.8	54	American Century Global	S	-5.7	5.2	30.8
4	Artisan Intl Value (2%r<90d)	H	-3.2	16.6	48.4	55	Fidelity Worldwide (1%r<30d)	S	-5.8	5.5	30.1
5	Vanguard Intl Explorer	B	-4.6	14.5	54.8	56	Wm. Blair Intl Growth N	S	-8.8	3.9	35.3
6	Oakmark Intl Small Cap	H	-3.3	12.7	51.7	57	Fidelity Emerging Mkts (1.5%	S	-13.9	4.4	41.3
7	T.Rowe Price Intl Disc. (2%r<1yr)	B	-5.3	10.2	57.4	58	T. Rowe Price Intl Stock	S	-6.9	6.3	25.2
8	Tweedy, Browne Global Value	H	-0.6	13.6	36.6	59	Fidelity Global Balanced (1%	S	-5.1	5.1	24.4
9	T. Rowe Price Japan	B	-8.3	9.8	56.3	60	SIT International Growth (2%	S	-6.2	6.2	23.2
10	Japan Fund (Scudder) (2%	B	-10.9	5.9	69.3	61	Scudder International (2%	S	-6.9	6.1	23.7
11	Dodge&Cox Intl. Stock	B	-6.9	10.6	48.0	62	American Century Intl Growth	S	-7.0	5.3	24.4
12	Wasatch International Growth	H	-5.5	9.1	46.5	63	Loomis Sayles International	S	-8.8	3.1	27.8
13	Matthews Pacific Tiger (2%r<90d)	B	-7.3	4.5	59.2	64	Scudder Global	S	-8.6	3.4	24.3
14	Artisan Intl Small Cap(closed,2%	H	-5.9	8.5	46.3	65	Janus Worldwide (2%r<90d)	S	-9.4	3.1	20.2
15	Longleaf Partners International	H	-4.3	8.7	42.6	66	Fidelity Latin Amer.(1.5%<90d)	S	-16.8	3.1	30.8
16	Matthews Asia G & I (closed,2%	H	-4.2	10.0	38.2	67	T.Rowe Price Latin America (2%	S	-15.8	1.8	24.6
17	Oakmark Global (2%r<90d)	H	-3.6	8.6	38.4	68	Scudder Latin America	S	-16.7	1.2	18.6
18	Vanguard European Stock Index	H	-3.1	11.5	30.4						
19	Fidelity Diversified Intl (1%r<30d)	H	-6.7	9.8	37.5						
20	Scudder Pacific Opportunity (2%	H	-8.7	6.0	49.3						
21	Driehaus Int'l Discovery (2%	H	-9.4	6.2	49.3						
22	Fidelity International G & I (1%	H	-6.8	9.0	38.3						
23	T. Rowe Price New Asia	H	-8.6	3.3	55.4						
24	Gabelli Intl Growth (2%r<60d)	H	-4.8	9.2	34.3						
25	Vanguard International Value (2%	H	-5.5	7.9	38.6						
26	USAA International	H	-4.9	11.5	28.2						
27	Preferred International	H	-5.4	8.1	37.0						
28	Fidelity Overseas (1%r<30d)	H	-7.6	7.4	41.7						
29	Oakmark International (2%r<90d)	S	-4.6	8.6	33.4						
30	Guinness China & Hong Kong	S	-12.5	3.3	57.0						
31	Scudder Global Discovery(closed)	H	-6.8	6.7	39.1						
32	Dreyfus Emerging Market(1%r)	H	-9.9	6.6	43.9						
33	Vanguard Pacific Stock Index (2%	H	-9.9	6.7	43.6						
34	Fidelity Japan(1.5%<90d)	H	-10.2	7.1	42.9						
35	USAA World Growth	S	-3.7	9.9	25.4						
36	Schwab International Index (1.5%	S	-5.2	8.4	29.7						
37	Fidelity SE Asia (1.5%r<90d)	H	-11.8	3.2	51.0						
38	T. Rowe Price European	S	-5.0	9.1	26.0						
39	Julius Baer Intl Equity A (2%	S	-7.8	8.8	30.6						
40	Harbor International (2%r<60d)	S	-7.3	6.8	34.2						
41	Vanguard Emerging Mkts Stk	H	-12.0	4.8	46.2						
42	Vanguard International Growth	S	-6.6	8.0	29.6						
43	CS Warburg Pincus Japan Grth	H	-10.5	3.2	47.0						
44	Fidelity Pacific Basin (1.5%r<90d)	S	-10.1	4.5	42.8						
45	Janus Overseas(closed,2%r<90d)	S	-11.4	7.4	36.4						
46	Scudder Greater Europe (2%	S	-4.1	8.3	23.0						
47	Fidelity Europe (1%r<30d)	H	-8.5	6.5	33.8						
48	Columbia International Stock (2%	S	-6.4	6.6	29.8						
49	Artisan International (2%r<90d)	S	-7.7	8.3	27.5						
50	Fidelity Aggressive Intl. (1%r<30d)	S	-7.7	6.3	32.2						
51	Driehaus Emerging Mkts Gr (2%	S	-11.7	2.9	46.5						

Next Issue of
MONEYLETTER Plus
Will Be Available:

Wednesday
May 19, 2004
by Midnight

Total Return % - 4/30/04

1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
-2.9	ML Conservative	5.2	18.6	27.5	0.5
-2.4	Fidelity Conservative	3.1	14.8	5.7	0.4
-3.5	Vanguard Conservative	3.5	16.1	1.5	0.2
-4.1	ML Moderate	8.2	38.9	46.0	1.7
-3.1	Fidelity Moderate	6.8	27.1	28.5	1.7
-4.1	Vanguard Moderate	5.4	27.5	11.2	0.6
-4.3	ML Venturesome	10.3	45.1	51.9	2.7
-3.1	Fidelity Venturesome	5.8	28.7	25.4	1.4
-5.4	Vanguard Venturesome	5.0	30.8	11.2	0.3
-7.0	ML Select	3.6	33.3	25.4	0.3
	Benchmarks				
-1.5	S&P 500	6.4	22.9	-6.9	0.2
-2.4	Asset Allocation Funds Avg (36)	5.0	19.0	4.7	0.1

SPECIALTY FUNDS
On Next Page

Specialty Funds — data as of 5/7/04

Rank	Fund	Cons.	1 month	6 month	1 year	Rank	Fund	Cons.	1 month	6 month	1 year
1	Fidelity Wireless (.75%r<30d)	*	-6.8%	18.2%	68.0%	51	Merger Fund (closed,2%r<30d)	*	-0.9	2.6	9.7
2	Vanguard Energy (1%r<1yr)	*	-0.6	22.4	36.5	52	Fidelity Balanced	B	-5.7	2.2	17.7
3	Fidelity Natural Gas (.75%r<30d)	*	0.6	21.4	30.6	53	Vanguard Balanced Index	B	-3.7	2.9	12.9
4	INVESCO Energy Inv	*	-0.6	23.1	28.0	54	Rydex Juno	*	6.4	-0.2	4.9
5	Rydex Energy	*	0.7	21.4	30.2	55	Fidelity Home Finance (.75%	*	-6.8	0.6	22.5
6	Fidelity Med Del (.75%r<30d)	*	-4.4	18.9	42.9	56	T.Rowe Price Financial Services	*	-7.1	0.2	22.4
7	Fidelity Energy (.75%r<30d)	*	0.0	20.7	27.5	57	Fidelity Developing Comm (.75%	*	-16.7	-2.0	42.1
8	T.Rowe Price Health Sciences	*	-2.5	18.2	35.3	58	Rydex Banking	*	-4.8	-0.5	20.4
9	Fidelity Medical Equip (.75%	*	0.7	15.8	31.6	59	RS Internet Age	*	-11.9	-7.5	48.4
10	T.Rowe Price Media & Telecom-	*	-4.3	12.0	45.3	60	INVESCO Financial Serv Inv	*	-8.0	2.0	18.5
11	Fidelity Biotechnology (.75%	*	-3.0	15.9	31.7	61	Gateway Fund	B	-1.3	1.8	7.2
12	Rydex Consumer Products	*	0.0	12.1	30.4	62	T.Rowe Price Science & Tech	*	-5.2	-3.5	24.3
13	Fidelity Natrl Resources (.75%	*	-3.1	14.7	27.9	63	Fidelity Consumer Ind (.75%	*	-6.0	0.2	16.1
14	Vanguard Health Care (\$25k&1%	*	0.2	13.7	25.0	64	Fidelity Banking (.75%r<30d)	*	-6.8	-1.0	19.6
15	Fidelity Health Care (.75%r<30d)	*	0.3	14.6	16.4	65	Fidelity Finl Serv (.75%r<30d)	*	-8.2	0.4	17.3
16	Rydex Health Care	*	-1.9	11.0	26.4	66	Cohen & Steers Equity Income	*	-10.6	0.6	20.2
17	Rydex Energy Services	*	-3.0	16.9	11.5	67	Royce Technology Value (2%	*	-8.6	-9.9	42.7
18	T. Rowe Price New Era	*	-5.9	11.3	29.6	68	RS Information Age	*	-12.0	-8.1	42.7
19	Rydex Internet	*	-8.0	6.3	45.0	69	T.Rowe Price Real Estate (1%	*	-9.9	0.2	18.3
20	Fidelity Food & Agr (.75%r<30d)	*	-1.0	9.1	25.9	70	Fidelity Indust Matrln (.75%	*	-13.7	-3.5	33.0
21	INVESCO Health Sciences Inv	*	-2.9	11.7	22.0	71	Rydex Technology	*	-8.8	-6.2	30.4
22	Rydex Biotechnology	*	-4.2	8.1	32.1	72	Fidelity Air Transport (.75%	*	-5.2	-4.9	21.3
23	Alpine U.S. Real Estate Equity	*	-9.8	4.0	49.7	73	Fidelity Electronics (.75%r<30d)	*	-11.2	-7.9	37.2
24	Fidelity Defense & Aero (.75%	*	-3.5	5.8	34.8	74	Rydex Retailing	*	-7.5	-4.3	21.5
25	Fidelity Cyclical Ind (.75%r<30d)	*	-4.0	7.5	30.9	75	Fidelity Brokerage (.75%r<30d)	*	-11.3	-3.3	22.8
26	Fidelity Chemicals (.75%r<30d)	*	-5.1	9.8	25.6	76	Fidelity Real Estate (.75%r<90d)	*	-11.0	-1.5	17.5
27	Fidelity Telecomm (.75%r<30d)	*	-5.5	10.3	24.6	77	Fidelity Transportation (.75%	*	-5.1	-5.2	16.0
28	Fidelity Industrial Equip (.75%	*	-7.1	6.8	35.3	78	Vanguard REIT Index (1%r<1yr)	*	-10.9	-2.3	17.1
29	Fidelity Energy Services (.75%	*	-3.1	15.3	7.6	79	Fidelity Technology (.75%r<30d)	*	-9.2	-8.1	28.4
30	Fidelity Insurance (.75%r<30d)	*	-5.8	9.4	23.1	80	INVESCO Technology Inv	*	-7.5	-7.2	22.0
31	Fidelity Pharmaceuticals (.75%	*	-1.1	10.6	13.1	81	Stratton Mthly Div REIT (1.5%	*	-10.8	-3.0	15.0
32	Fidelity Utilities Growth (.75%	*	-1.3	7.8	20.2	82	AXARosenberg Value L/S (2%	*	-2.0	-0.8	-5.5
33	Rydex Leisure	*	-8.3	5.8	31.8	83	Fidelity Computers (.75%r<30d)	*	-11.0	-10.4	29.6
34	Fidelity Leisure (.75%r<30d)	*	-6.0	5.4	29.0	84	Rydex Transportation	*	-4.3	-6.5	9.5
35	Fidelity Bus Services (.75%r<30d)	*	-2.4	5.1	24.0	85	Fidelity Networking (.75%r<30d)	*	-14.6	-11.1	24.9
36	Rydex Telecommunications	*	-8.5	5.0	28.3	86	Rydex Ursa	*	3.8	-5.2	-17.6
37	INVESCO Leisure Inv	*	-5.4	5.4	20.5	87	ProFunds Bear Inv	*	3.7	-5.4	-18.1
38	INVESCO Utilities Inv	*	-4.8	6.4	15.3	88	Prudent Bear	*	-0.5	-8.4	-4.8
39	CGM Realty	*	-12.2	-1.8	46.2	89	Vanguard Precious Metals	*	-18.8	-13.2	29.7
40	Fidelity Retailing (.75%r<30d)	*	-4.8	1.0	26.6	90	Scudder Gold (closed)	*	-24.8	-19.9	52.4
41	Fidelity Const & Housing (.75%	*	-8.7	0.4	33.8	91	U.S.Global Gold Shares (.25%	*	-25.4	-14.2	37.7
42	Fidelity Paper & Forest (.75%	*	-7.3	4.5	20.1	92	Rydex Electronics	*	-12.7	-18.6	28.0
43	Cohen & Steers Realty Shares	*	-10.4	3.6	25.9	93	INVESCO Gold Inv	*	-23.6	-15.9	22.2
44	Fidelity Automotive (.75%r<30d)	*	-8.1	0.0	30.9	94	Amer. Cent. Global Gold (1%	*	-25.9	-19.2	16.0
45	Rydex Financial Services	*	-6.6	2.9	21.2	95	Rydex Precious Metals	*	-28.0	-17.1	13.8
46	Fidelity Multimedia (.75%r<30d)	*	-4.1	-0.6	25.9	96	Fidelity Gold (.75%r<30d)	*	-25.7	-22.4	5.3
47	Fidelity Environmental Ser (.75%	*	-4.4	0.9	21.5						
48	Rydex Basic Materials	*	-9.0	2.1	24.6						
49	Rydex Utilities	*	-5.2	3.3	15.9						
50	Fidelity Software (.75%r<30d)	*	-6.7	1.0	22.8						

**BOND FUNDS
On Next Page**

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

* = **Not Recommended**

Bond Funds — data as of 5/7/04

Fund	Cons.	1 month	6 month	1 year	Fund	Cons.	1 month	6 month	1 year
American Century Ginnie Mae	*	-2.90%	-2.20%	-3.00%	PIMCO High Yield	S	-3.3	0.4	5.8
American Century Inflation Adj	B	-3.5	0.5	2.2	PIMCO Low Duration	B	-1.1	-0.3	-1.6
American Century Intl Bond	*	-4.0	4.7	6.1	PIMCO Real Return	H	-3.6	0.2	0.9
American Century Target 2010	*	-4.1	0.1	-2.4	PIMCO Total Return	H	-2.7	0.0	-1.9
American Century Target 2015	*	-5.8	0.6	-4.9	PIMCO Total Return Mortgage	H	-2.7	-1.2	-1.6
American Century Target 2020	*	-7.1	0.8	-6.8	Safeco U.S. Government (2%)	H	-2.5	-1.5	-4.0
American Century Target 2025	*	-7.9	0.2	-8.8	Schwab S-T Bond Mkt Index	B	-1.7	-0.5	-1.3
American Government Bond	H	-2.7	-1.4	-3.0	Scudder Global Bond S-T	*	-3.3	0.6	0.8
Babson Bond Trust	*	0	0	0	Scudder Income (closed)	H	-2.7	0.9	0.5
BBH Inflation Indexed Sec	B	-3.3	0.9	2.2	Scudder Short-Term Bond	B	-1.1	0.5	1.0
Buffalo High-Yield(2%r<180d)	S	-0.6	3.7	12.3	Strong Corporate Bond	*	-4.1	-0.6	-1.6
Columbia Fixed Income Sec	H	-2.9	-1.0	-2.9	Strong Govt Securities	H	-3.2	-1.0	-3.0
Columbia High Yield	S	-2.7	-0.4	0.4	Strong High Yield Bond (1%)	*	-2.1	2.2	7.5
Columbia Income CIZ	H	-3.0	-1.2	1.0	Strong S-T Bond	B	-1.5	0.1	-0.3
Columbia Intermediate Bond CIZ	H	-2.9	-1.3	0.2	Strong S-T High Yield	*	-0.8	0.5	2.2
Columbia S-T Bond	B	-1.2	-0.2	-1.2	T. Rowe Price Corporate Inc	*	-3.9	0.0	-0.2
Dodge & Cox Income	H	-2.3	0.8	1.0	T. Rowe Price GNMA	*	-2.7	-1.3	-2.9
Dreyfus 100 Treasury L-T	*	-4.8	-7.7	-8.4	T. Rowe Price High Yld	S	-2.3	1.1	5.8
Dreyfus A Bonds Plus	*	-3.6	-2.7	-2.7	T. Rowe Price Int'l Bond	*	-4.9	2.0	3.7
Dreyfus GNMA	*	-2.6	0.0	-0.4	T. Rowe Price New Income	*	-3.1	-0.8	-2.0
Dreyfus Short-Term Income	B	-1.6	-2.5	-3.3	T. Rowe Price Spectrum Income	*	-3.1	1.3	4.0
Dreyfus Strategic Income	*	-3.6	-3.0	-3.4	T. Rowe Price S-T Bond	B	-1.2	-0.4	-0.9
Federated Total Return Govt	H	-3.2	-1.1	-3.6	T. Rowe Price U.S. Treas. L-T	*	-4.6	-1.5	-6.1
Federated U.S. Govt Sec. 1-3	B	-1.0	-0.5	-1.1	TCW Galileo High Yield Bond	S	-1.7	4.1	9.7
Fidelity Capital & Income (1%)	*	-3.4	0.3	10.4	TCW Galileo Total Return Bond	H	-2.0	0.9	0.7
Fidelity Floating Rate High Inc(1%)	B	-0.2	0.8	3.8	USAA Income	H	-2.9	0.3	0.3
Fidelity GNMA	*	-2.5	-1.3	-2.1	Value Line Aggressive Inc (1%)	*	-1.8	1.4	8.4
Fidelity Government Income	*	-3.2	-0.7	-3.1	Value Line U.S. Govt Sec	H	-2.4	-0.2	-1.7
Fidelity High Income (1%r<90d)	S	-2.0	2.3	11.4	Vanguard Bond Market	H	-2.9	0.4	-0.5
Fidelity Inflation-Protected Bond	B	-3.5	0.2	1.7	Vanguard GNMA	B	-2.8	-2.0	-4.2
Fidelity Intermediate Bond	H	-2.7	-0.6	-1.7	Vanguard High Yield Corporate	S	-2.1	2.7	7.3
Fidelity Intermediate Govt	H	-2.3	0.1	-1.1	Vanguard Inflation Protected	B	-3.1	1.0	2.9
Fidelity Investment Grade	H	-2.9	0.3	-0.4	Vanguard Intermediate Treas.	H	-3.5	-2.2	-5.1
Fidelity New Markets Income (1%)	*	-9.7	-3.9	0.3	Vanguard Long-Term Corporate	*	-5.3	-2.0	-6.7
Fidelity Short-Term Bond	B	-1.4	-0.1	-0.5	Vanguard L-T Treasury	*	-5.1	-2.3	-7.7
Fidelity Strategic Income	B	-3.8	0.5	5.3	Vanguard Short-Term Corporate	B	-1.5	-0.6	-1.2
FifthThird Bond	*	-2.8	0.1	-1.3	Vanguard S-T Federal	*	-1.7	-0.9	-1.9
Fremont Bond	H	-3.0	0.2	-1.5	Vanguard S-T Treasury	B	-1.5	-0.8	-1.4
Janus Flexible Income	*	-3.1	-1.0	-2.0	Wells Fargo Montgomery Total	H	-3.2	-0.4	-2.0
Janus High Yield (2%r<90d)	S	-2.4	-0.1	2.8	Westcore Plus Bond (2%r<90d)	*	-2.5	2.2	6.0
Janus S-T Bond	B	-1.0	0.4	0.8	WPG Core Bond	H	-3.3	-0.2	-1.8
Loomis Sayles Bond Retail	B	-4.9	2.1	9.2					
Managers Bond	*	-3.2	1.3	1.9					
Managers Int. Duration Govt	*	-2.4	0.0	0.4					
Managers Short Duration Govt	B	-0.3	0.5	1.3					
MetroWest Low Duration	B	-1.6	0.1	1.0					
MetroWest Total Return	*	-3.7	-0.1	2.1					
Montgomery Sht Duration Govt	B	-1.4	0.1	-0.8					
Northeast Investors Trust	*	-1.2	6.6	13.0					
Payden Global Fixed Income	*	-2.2	0.4	-1.1					

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

PORTFOLIO HOLDINGS
On Next Page

* = Not Recommended

Weekly Performance of ML Model Holdings — data as of 5/7/04

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	-1.11%	VBINX Vanguard Balanced	-1.15
AIOIX Amer. Cent Intl Opportunities	-0.91	VEIEX Vanguard Emerg. Mkts. Stock	-1.61
DODIX Dodge & Cox Income	-1.17	VEXPX Vanguard Explorer Index	-1.05
FBALX Fidelity Balanced	-1.50	VEXMX Vanguard Extended Market	-1.73
FSTGX Fidelity Intermediate Gov't	-1.18	VWEHX Vanguard High Yield Corp.	-1.74
FISMX Fidelity Intl Small Cap	-2.33	VIPSX Van. Inflation Protected Bond	-0.82
FBNDX Fidelity Inv Grade Bond	-1.61	VTRIX Vanguard Int'l Value	-1.54
FLVCX Fidelity Leveraged Company	-1.03	VISVX Vanguard Small Cap Value	-2.41
FSEAX Fidelity SE Asia	-1.37	VSEQX Vanguard Strategic Equity	-1.90
FDSCX Fidelity Small Cap Ind.	-2.55	VBMFX Vanguard Total Bond	-1.58
FSLCX Fidelity Small Cap Stock	-1.80		
FSICX Fidelity Strategic Income	-2.05		
FDVLX Fidelity Value	-1.78		
GATEX Gateway Fund	-0.35		
HENLX Henlopen Fund	-0.77		
IZZYX ICM/Isabelle SC Value	-3.02		
LMASX Legg Mason Special	-1.24		
LSBRX Loomis Sayles Bond	-1.93		
MAPTX Matthews Pacific Tiger	-0.38		
MJFOX Matthews Japan	-3.55		
NESGX Needham Small Cap Growth	-0.30		
RYPNX Royce Opportunity	-2.44		
RSPFX RS Partners	-1.73		
RSSGX RS Smaller Co. Growth	-1.82		
		Indices	
		DOW JONES INDUSTRIALS	-1.06
		NASDAQ	-0.11
		S&P 500	-0.78

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