

MONEYLETTER HOTLINE 10/19/04

Earnings Holding Up

New York Attorney General Eliot Spitzer came calling today and the market sold off, with health care insurers being hit particularly hard. He appears to be widening his insurance probe. Meanwhile the 3rd quarter earnings parade continues, and by and large the market has tended to like what it has heard. It is still early, of course, but earnings appear to be holding up.

While the overall earnings outlook looks good, oil prices are having their effect here as well. Forecasts for energy company earnings have increased sharply for this and next quarters. This would hide any deterioration in the earnings outlook coming from elsewhere. It would be wrong to say that the earnings outlook is deteriorating. More accurately, the earnings outlook is returning to normal after a fabulous four quarters. Even without oil earnings growth was bound to slow, and now it has. The question is how slow.

Over the nine months ahead, we see earnings growth slowing to low double digits. That is not bad for the outlook. We could see market gains of that amount, it not a touch more. It does depend on oil prices settling down, as they should. We continue our cautious optimism regarding the U.S. stock market.

There is no change in our recommended allocations.

New Fund Ratings – For domestic stock funds, three funds are now rated hold: TCW Galileo Diversified Value N, Wm. Blair Small-Cap Growth N (closed) and CGM Focus. For international stock funds, two funds are now rated hold: Vanguard Emerging Markets Stock Index and Dreyfus Emerging Market.

The Economy – The economic numbers continue lackluster. Chalk it up to oil. What is happening is that forecasts are continuing to be marked down. Surprisingly the inflation numbers continue to hold up well. Today's consumer price index was OK, given the pressure of oil. The weekly retail store sales surveys say sales are growing moderately, at best. We see growth at 3-3.5% over the 6-9 months ahead.

The Stock Market – The market is looking for a road map. The profit outlook is now in the hands of oil prices, directly or indirectly. If oil prices remain at current levels, profit estimates will surely have to be revised down. We do not see U.S. stocks doing anything until the oil price outlook clears. Meanwhile, we continue to look abroad.

The Select Portfolio – There are no changes.

MONEYLETTER HOTLINE 10/15/04

Follow the Leader

U.S. stocks turned in a welcome gain today as the government's retail sales report showed a stronger than expected increase in September. Also supporting the markets were comments made by Fed Chairman Alan Greenspan, suggesting that the increase in oil prices so far is not enough to have a significant effect on overall growth. At the close the Dow was up 39 points for the day, after falling to a two-month low yesterday. The S&P 500 and the NASDAQ were also up.

As we mentioned on Tuesday, the markets are going to follow the leader (that being oil) until it settles down. Economic growth is directly dependent on oil, particularly through its effect on the all-important consumer. The sharp drop in consumer confidence, as measured in the University of Michigan survey, is a prime example of the skepticism that has been building due mainly to oil prices.

We are maintaining our stance that value funds are the place to be right now domestically, as long as oil prices stay at the \$40-50 level. We are also confident that our recent commitment to international funds will pay off as we move forward.

There is no change in our recommended allocations.

New Fund Ratings – For domestic stock funds, two funds are now rated Buy: Fidelity Leveraged Company and Royce Penn Mutual. Two funds are now rated Hold: Janus Twenty and Muhlenkamp Fund. For international stock funds, one fund is now rated Buy: Driehaus Emerging Markets Growth.

The Economy – Although Chairman Greenspan acknowledged that oil prices "materially higher" than today's would have a greater affect on economic growth and inflation, we do not believe that oil will trend up forever. Global economic slowing should act as a damper, but the specific effects over the short-term are uncertain. After considering today's reports on producer prices, retail sales, and industrial production, we feel that we're headed for 3% growth in the fourth quarter – the lower end of our 3-3.5% range. That assumes oil prices hold. A decline in oil prices could push us nearer to the higher end of the range.

The Stock Market – As growth settles at a good but not vigorous rate, stock-picking will become more and more important. There is good growth to be found, and that is abroad, mainly Asia. We continue to look abroad. Even with slower growth, the U.S. market remains undervalued.

The Select Portfolio – There are no changes.

Domestic Stock Funds — data as of 10/15/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	Berwyn Fund (1%r<180d)	B	1.1%	6.2%	27.2%	51	Neuberger Berman Guardian	H	0.8	0.9	12.4
2	RS Partners (closed)	B	1.8	5.2	27.0	52	Mutual Shares(1%)CIZ	H	0.5	0.6	13.2
3	Baron Partners	B	2.6	3.7	28.4	53	TCW Galileo Dividend Focused	H	-1.0	0.9	14.6
4	Weitz Hickory	B	0.4	6.6	23.7	54	American Century Equity Income	H	-1.5	2.0	12.3
5	Artisan Mid Cap Value	B	1.6	5.8	22.9	55	Marsico 21st Century (2%r<30d)	H	2.4	1.6	7.4
6	Fidelity Leveraged Co	B	4.0	3.2	22.8	56	WmBlair S-C Growth N	H	1.5	-1.1	15.5
7	T. Rowe Price S-C Value	B	1.3	5.8	18.7	57	MSI Mid Cap Growth	H	1.9	0.3	11.1
8	MainStay Small Cap Opportunity	B	1.0	3.7	23.9	58	Safeco Growth Opportunities	H	-0.8	1.0	13.3
9	Third Avenue Value (1%r<60d)	B	0.4	6.3	16.7	59	Sound Shore	H	0.1	0.9	12.1
10	Vanguard Small-Cap Value Index	B	0.6	5.1	18.7	60	PIMCO PEA Value D	H	-1.8	-0.1	17.4
11	RS Contrarian Value	B	1.3	3.8	19.8	61	Columbia Disciplined Value CIZ	H	-1.2	1.9	11.3
12	Ariel Fund	B	0.1	5.3	17.3	62	Salomon Brothers Opportunity	S	-0.6	2.4	8.9
13	Third Avenue Small-Cap Value	B	0.3	5.2	16.0	63	Buffalo Small Cap(closed)	H	1.8	-2.5	17.5
14	CRM Mid Cap Value Inv	B	1.0	2.7	18.6	64	T.Rowe Price Mid Cap Growth	H	0.4	0.8	11.3
15	T.Rowe Price Mid Cap Value	B	0.1	3.1	18.9	65	Neuberger Berman Fasciano Inv	S	-0.1	0.8	12.0
16	Fidelity Value	B	0.8	3.3	17.2	66	Artisan Small Cap	S	1.3	-0.2	12.3
17	Janus Twenty(closed)	H	0.3	3.8	15.6	67	Value Line Special Situations	S	1.0	0.2	11.3
18	Baron Growth	H	3.5	2.2	14.3	68	Vanguard U.S. Value	H	-1.1	0.9	12.8
19	Strong Mid Cap Disciplined	B	-0.3	1.9	20.5	69	Baron Asset	S	1.0	-0.4	12.9
20	Royce Premier (1%r<180d)	B	1.3	1.8	18.3	70	CGM Focus	H	0.1	0.8	10.9
21	FBR Small Cap (closed,1%r<90d)	B	0.4	2.9	16.7	71	Vanguard SmallCap Index	S	0.4	-0.1	12.0
22	MSI Value Portfolio	B	0.8	3.0	15.7	72	Oakmark Equity&Income (2%	S	0.6	-0.5	12.1
23	Vanguard Windsor II	B	0.0	2.7	17.2	73	American Century Equity Growth	S	-0.2	1.1	9.1
24	Loomis Sayles Value	H	1.2	3.0	14.3	74	Neuberger Berman Partners	H	0.1	-0.4	12.4
25	Vanguard Value Index	H	-0.3	3.5	14.3	75	Fidelity Contrafund	H	0.6	0.3	9.9
26	Longleaf Partners Smallcap	H	1.8	2.2	13.9	76	American Century Income &	S	-0.6	0.8	10.2
27	Mutual Qualified(1%)CIZ	H	0.6	2.4	14.9	77	Boston Partners Mid Cap Value	S	0.2	-1.0	12.6
28	Janus Mid Cap Value	B	-0.1	1.5	17.1	78	Vanguard Cap Opp (closed,	S	1.0	-1.5	12.8
29	Weitz Value Fund	H	0.1	2.8	13.2	79	Scudder Large Co Value	S	-1.3	0.8	10.4
30	Neuberger Berman Genesis	H	0.3	1.6	15.9	80	Marsico Growth & Income (2%	S	1.2	0.8	6.4
31	Fidelity L P Stock (closed,1.5%	H	0.8	1.6	14.5	81	Oakmark Fund (2%r<90d)	S	-0.9	0.8	9.5
32	Homestead Value	B	-0.4	2.6	13.7	82	Gabelli Asset	S	0.5	-0.3	9.8
33	T. Rowe Price Cap Appreciation	B	-0.9	2.7	14.1	83	Vanguard Extended Market	S	0.6	-0.8	10.4
34	Loomis Sayles Small Cap Value	H	-0.2	2.5	13.6	84	Strong Opportunity	H	-0.3	-0.8	11.2
35	Royce Penn Mutual(1%r<180d)	B	1.4	0.6	15.6	85	USGlobal Holmes Growth (.25%	S	2.2	-0.2	6.1
36	Mutual Beacon(1%)CIZ	H	0.6	1.6	14.0	86	Vanguard Growth & Income	S	-0.2	0.0	8.5
37	T. Rowe Price Equity-Income	H	-0.6	2.4	13.0	87	Fidelity Small Cap Stock (2%	S	0.8	-2.2	12.2
38	Vanguard PRIMECAP(closed,	H	0.8	1.4	12.8	88	WPG Tudor	S	-0.2	-2.7	14.8
39	Janus Special Equity	H	3.2	-0.1	12.9	89	Selected American Shares	S	-1.1	-0.7	10.9
40	Muhlenkamp Fund	H	-1.1	2.1	13.7	90	MSI Mid Cap Value	S	0.3	-0.8	8.5
41	TCW Galileo Diversified Value N	H	-0.7	1.6	14.1	91	Wasatch Small Cap Value	S	1.0	-2.7	12.1
42	Fidelity Focused Stock (.75%	H	0.3	3.1	8.7	92	Fidelity Equity-Income	S	-1.3	-0.6	9.9
43	Aegis Value Fund	H	0.7	1.0	13.1	93	Harbor Value	S	-1.7	-0.3	9.8
44	T. Rowe Price Small Cap Stock	H	1.0	0.9	13.0	94	Strong Advisor Midcap Growth	S	3.5	-1.3	4.3
45	Vanguard Equity-Income	H	-0.6	2.6	11.0	95	RS Value+Growth	S	1.5	-0.9	6.2
46	MSI Small Cap Value(closed)	H	1.0	0.6	13.5	96	American Century Value	H	-2.8	-0.7	12.1
47	Royce Total Return (1%r<180d)	H	0.0	2.1	11.1	97	T. Rowe Price Dividend Growth	S	-1.0	0.1	7.4
48	Dodge & Cox Stock (closed)	H	0.1	0.9	13.8	98	Dreyfus New Leaders	S	-0.1	-1.5	9.9
49	Vanguard Strategic Equity	H	1.4	1.2	11.0	99	Fidelity Discovery	S	-0.1	-0.2	6.5
50	Vanguard Mid-Cap Index	H	1.1	1.0	11.6	100	Fidelity Equity-Income II	S	-0.2	0.2	5.7

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

Domestic Stock Funds continued — data as of 10/15/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
101	Neuberger Berman Manhattan	S	0.8	-0.8	6.3	151	USAA Growth	S	1.1	-2.1	2.7
102	Oakmark Select(closed) (2%	S	-0.8	-0.2	7.1	152	Scudder Growth & Income	S	-1.1	-1.9	5.5
103	Fidelity Growth & Income	S	-0.7	-0.2	7.1	153	PBHG Small Cap Value	S	2.1	-4.7	7.3
104	Century Select Small Cap (1%	S	1.1	-2.6	10.1	154	Janus Venture (closed)	S	3.4	-4.8	5.7
105	USAA Capital Growth	S	1.7	-1.5	6.3	155	Harbor Capital Appreciation	S	0.4	-2.3	3.8
106	Columbia Asset Allocation CIZ	S	0.2	-0.6	6.3	156	Fidelity Small Cap Ind.(1.5%	S	-0.4	-4.0	8.9
107	Salomon Brothers Investors	S	-0.9	-1.3	9.6	157	Artisan Midcap(closed)	S	0.7	-3.3	5.1
108	Fidelity Convertible Securities	S	0.8	-1.3	6.9	158	Northeast Investors Growth	S	-1.5	-2.0	4.9
109	Royce Special Equity (1%r<180d)	S	-1.5	-1.4	10.5	159	Fidelity Stock Selector	S	-1.0	-2.4	5.0
110	Cambiar Opportunity	S	-0.3	-2.9	12.4	160	Nicholas II	S	-1.1	-3.8	8.6
111	Vanguard Total Stk Mkt	S	-0.6	-1.0	8.1	161	USAA Growth & Income	S	-1.7	-2.5	5.9
112	Strong Growth 20	S	2.3	-1.4	4.6	162	Hussman Strategic Growth	S	0.4	-3.4	4.9
113	Dreyfus Mid Cap Index	S	-0.5	-1.7	9.0	163	Selected Special Shares	S	0.2	-3.2	4.7
114	USAA Aggressive Growth	S	0.6	-0.5	4.1	164	Preferred Growth	S	0.2	-2.8	3.2
115	Janus Enterprise	S	0.0	-2.1	8.8	165	Strong Large Cap Growth	S	-0.3	-1.9	1.8
116	T. Rowe Price Growth & Income	S	-1.1	-1.3	8.5	166	T. Rowe Price New America	S	-1.1	-3.6	6.9
117	Henlopen Fund (1%r<30d)	S	1.7	-4.3	11.7	167	Domini Social Equity Fund (2%	S	-1.6	-2.3	4.4
118	Fidelity Spartan 500 Index (.5%	S	-1.0	-1.0	7.5	168	SIT Mid Cap Growth (2%r<30d)	S	0.7	-4.4	6.1
119	Vanguard 500 Index	S	-1.0	-1.1	7.5	169	American Century Growth	S	-0.9	-2.6	4.1
120	Fidelity Disciplined Equity	S	-0.2	-1.2	6.6	170	Value Line Fund	S	0.9	-1.8	-0.6
121	Ariel Appreciation	S	-1.0	-0.9	7.1	171	Dreyfus Growth & Income	S	-1.3	-2.7	4.7
122	Schwab 1000 Fund (.75%r<180d)	S	-0.9	-1.2	7.1	172	Vanguard Convertible Securities	S	-1.5	-3.2	6.2
123	Longleaf Partners	S	0.2	-1.3	5.6	173	Fidelity Magellan (closed)	S	-1.2	-2.8	4.5
124	CRM Small Cap Value Inv	S	0.4	-3.8	11.4	174	Boston Ptnrs Smlcap Val	S	-0.5	-6.0	11.2
125	Strong Multi-Cap Value	S	0.6	-3.8	11.1	175	T. Rowe Price Growth Stock	S	-1.0	-3.3	4.9
126	Wasatch Core Growth(closed,2%	S	-1.3	-1.3	7.5	176	Clipper Fund	S	-2.3	-0.9	0.8
127	Tweedy, Browne American Value	S	-1.1	-1.2	7.0	177	Strong Advisor Common Stock	S	1.1	-4.8	5.4
128	Fidelity Trend	S	-0.8	-1.3	6.7	178	Fidelity Independence	S	0.1	-3.4	2.7
129	Fidelity Export & Multinat'l(.75%	H	-1.7	-1.7	8.8	179	T. Rowe Price New Horizons	S	-0.8	-5.3	8.8
130	SIT Large Cap Growth (2%r<30d)	S	0.0	-2.0	7.0	180	TCW Galileo Select Equity	S	-1.4	-2.3	2.3
131	Vanguard Windsor	S	-1.3	-1.9	8.3	181	Janus Olympus	S	-0.1	-3.5	2.9
132	RS MidCap Opportunities	S	1.1	-2.4	5.9	182	Bogle Small Cap Growth(closed)	S	0.9	-5.3	5.7
133	Marsico Focus (2%r<30d)	S	0.7	-0.9	2.7	183	Yacktman Fund	S	-1.5	-2.8	3.1
134	Fidelity Growth & Income II	S	-0.2	-0.7	2.9	184	Strong Growth	S	0.2	-3.2	0.8
135	Royce Low Priced Stock (1%	S	1.0	-4.1	9.8	185	Janus Mercury	S	-0.1	-5.1	5.6
136	Preferred Value	S	-1.4	-1.3	6.1	186	Fidelity Capital Appreciation	S	0.2	-4.3	2.8
137	TCW Galileo Opportunity N	S	-0.3	-2.9	8.4	187	UMB Scout Stock	S	-0.8	-3.3	1.7
138	Royce Opportunity (1%r<180d)	S	0.7	-4.2	9.9	188	Vanguard Small Cap Growth	S	0.2	-5.3	5.4
139	Fidelity Fund	S	-1.0	-1.9	6.6	189	Strong Discovery	S	2.5	-5.8	2.8
140	ABN Amro Mid Cap	S	1.1	-5.3	11.7	190	RS Smaller Company Growth	S	1.5	-5.7	4.0
141	Nicholas Fund	S	-1.0	-2.6	7.9	191	Dreyfus Growth Opportunity (2%	S	-2.1	-3.5	3.5
142	Dreyfus Fund	S	-1.0	-1.6	5.4	192	Vanguard/Morgan Growth	S	-0.4	-4.5	3.4
143	Westport Small Cap R	S	0.6	-3.5	7.7	193	Wasatch Small Cap Grth	S	-0.2	-3.2	-0.3
144	Vanguard Capital Value	S	-1.3	-2.6	7.9	194	Scudder Capital Growth AARP	S	-1.6	-3.6	2.7
145	Baron Small Cap	S	1.2	-4.1	8.1	195	Bridgeway Aggressive Investors	S	2.2	-4.2	-1.7
146	Legg Mason Value	S	0.0	-1.3	2.8	196	Vanguard Explorer	S	0.4	-5.4	3.7
147	Janus Growth & Income	S	0.0	-2.6	6.0	197	American Century Vista	S	0.2	-6.9	6.9
148	ICM/Isabelle Small Cap Value	S	1.8	-5.7	11.0	198	Federated Kaufmann Fund	S	-0.2	-4.6	1.5
149	Safeco Equity	S	-1.0	-1.6	4.6	199	Fidelity Mid-Cap Stock (.75%	S	0.4	-5.2	1.9
150	Meridian Fund	S	-0.6	-4.1	10.2	200	Dreyfus Appreciation	S	-2.7	-4.1	3.7

DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 10/15/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
201	Value Line Leveraged Growth	S	0.2	-3.9	-1.8	251	Oberweis Emerging Growth (1%)	S	2.8	-10.2	-10.4
202	American Century Ultra	S	-1.3	-4.8	2.5	252	PBHG Growth	S	0.1	-9.8	-7.6
203	C&B Mid Cap Value	S	-2.8	-5.6	6.2	253	Undiscovered Behavioral Growth	S	0.0	-11.1	-8.0
204	CS Warburg Pincus Capital Ap-	S	-1.3	-4.4	0.8	254	RS Diversified Growth (closed)	S	1.8	-13.3	-6.0
205	Fidelity Large Cap Stock	S	-1.2	-4.8	1.5	255	PBHG Emerging Growth	S	0.7	-11.4	-16.3
206	INVESCO Core Equity	S	-1.3	-4.4	0.5	256	Neuberger Berman Focus	S	-1.9	-14.5	-6.6
207	Fidelity Blue Chip Growth	S	-1.9	-4.7	1.6	257	Undiscovered Small Cap Growth	S	-0.1	-18.8	-9.4
208	INVESCO Dynamics	S	-0.1	-6.3	2.8	258	Van Wagoner Emerging Growth	S	-0.6	-21.7	-27.3
209	Gabelli Growth	S	-1.3	-4.9	0.9						
210	Fidelity Growth Company	S	-0.5	-5.4	0.4						
211	Janus Fund	S	-1.4	-4.4	-0.7						
212	Columbia Common Stock	S	-1.4	-5.5	1.5						
213	Vanguard Growth Index	S	-1.6	-5.4	1.1						
214	William Blair Growth (1%r<60d)	S	-0.8	-5.2	-0.7						
215	Columbia Growth	S	-1.1	-5.5	0.1						
216	American Century Select	S	-1.9	-5.5	1.1						
217	Fidelity Aggressive Growth(1.5%	S	-2.1	-6.5	3.6						
218	Columbia Large Cap Growth CIZ	S	-1.1	-5.6	-0.4						
219	Buffalo Mid Cap	S	-0.4	-8.8	6.4						
220	Scudder Large Company Growth	S	-2.0	-5.2	-0.3						
221	Dreyfus Premier Third Century	S	-1.6	-6.2	1.1						
222	Dreyfus-Founders Discovery	S	-0.2	-7.3	1.8						
223	WellsFargo Montgomery Small	S	1.5	-9.3	4.2						
224	RS Emerging Growth(closed)	S	1.3	-6.9	-1.7						
225	INVESCO Small Company	S	0.4	-6.7	-1.6						
226	Fidelity Dividend Growth	S	-3.2	-6.1	1.8						
227	Fidelity Fifty (.75%r<30d)	S	-0.3	-6.3	-2.1						
228	American Century Heritage	S	-0.1	-6.8	-1.6						
229	Legg Mason Opportunity Trust	S	-1.8	-6.7	0.3						
230	Needham Small Cap Growth	S	-1.8	-7.2	1.5						
231	SIT Small Cap Growth (2%r<30d)	S	1.4	-7.7	-2.5						
232	WPG Large Cap Growth	S	-1.3	-6.7	-1.1						
233	Vanguard U.S. Growth	S	-2.0	-6.8	-0.2						
234	Turner Mid Cap Growth	S	0.6	-7.5	-2.4						
235	Fidelity OTC Portfolio	S	1.4	-7.5	-4.0						
236	TCW Galileo Value Opportunities	S	-1.9	-8.3	2.6						
237	Matrix Advisors Value (.75%	S	-2.7	-7.6	1.8						
238	Legg Mason Special Investment	S	-2.2	-7.6	0.5						
239	TCW Galileo Aggressive Growth	S	0.0	-8.5	-0.6						
240	Thompson Plumb Growth	S	-4.5	-7.5	3.3						
241	Fidelity New Millennium (closed)	S	-0.5	-7.5	-3.3						
242	Vanguard Growth Equity	S	-0.6	-8.3	-1.8						
243	CS Warburg Pincus Emerging	S	-0.3	-10.0	1.6						
244	Scudder Development (closed)	S	-0.2	-7.7	-4.7						
245	Columbia Special	S	0.3	-9.0	-2.6						
246	TCW Galileo Small Cap Growth	S	0.6	-9.8	-2.4						
247	Pin Oak Aggressive Stock	S	0.0	-9.7	-2.9						
248	Columbia Small Company Equity	S	-0.8	-11.5	2.6						
249	Needham Growth Fund (.75%	S	0.3	-8.9	-6.9						
250	Fidelity Value Strategies	H	-1.9	-10.1	-1.4						

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INTERNATIONAL STOCK FUNDS
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International Stock Funds — data as of 10/15/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	Fidelity Latin Amer.(1.5%<90d)	H	5.5%	9.1%	34.7%	51	Loomis Sayles International	S	3.0	-3.4	6.5
2	T.Rowe Price Latin America (2%	H	6.3	9.1	32.5	52	Vanguard Pacific Stock Index	S	1.1	-3.2	8.1
3	Scudder Latin America	H	6.2	8.1	28.3	53	T. Rowe Price New Asia	S	0.8	-4.6	10.2
4	Oakmark Intl Small Cap	B	3.1	7.4	27.8	54	Scudder Pacific Opportunity (2%	S	-0.8	-4.2	11.4
5	Artisan Intl Value (2%<90d)	B	2.8	7.2	27.9	55	Fidelity Japan Smaller Cos	H	-0.4	-6.0	14.5
6	Neuberger Berman Intl (2%	B	3.2	7.0	27.7	56	Fidelity Worldwide (1%<30d)	S	0.0	-3.4	6.8
7	Dodge & Cox Intl Stock	B	2.3	6.7	24.5	57	Fidelity Overseas (1%<30d)	S	1.8	-5.1	8.0
8	Fidelity Europe (1%<30d)	B	4.8	5.3	22.3	58	American Century Global	S	1.5	-4.2	5.3
9	Vanguard European Stock Index	B	3.2	5.0	19.0	59	Fidelity SE Asia (1.5%<90d)	S	1.6	-7.1	11.5
10	Vanguard Intl Explorer	H	2.5	2.6	21.2	60	Janus Overseas(closed,2%	S	1.8	-6.5	9.9
11	Fidelity Intl Small Cap (2%<90d)	H	3.9	1.2	22.0	61	Longleaf Partners International	S	-1.0	-4.3	5.6
12	Matthews Asia G & I (closed,2%	B	0.7	4.1	19.3	62	T. Rowe Price Japan	S	0.0	-6.5	9.2
13	Guinness China & Hong Kong	H	2.9	2.5	18.6	63	Fidelity Aggressive Intl. (1%	S	2.6	-7.7	2.8
14	Driehaus Emerging Mkts Gr (2%	B	4.8	0.7	18.9	64	Driehaus Int'l Discovery (2%	S	3.2	-9.4	4.7
15	Harbor International (2%<60d)	H	2.7	3.1	15.8	65	Fidelity Pacific Basin (1.5%	S	0.6	-8.1	2.9
16	Scudder Greater Europe (2%	H	3.6	2.6	15.2	66	Matthews Japan Fund (2%	S	-1.5	-9.2	6.9
17	Vanguard International Value (2%	B	1.8	3.0	16.0	67	Janus Worldwide (2%<90d)	S	1.0	-8.8	1.0
18	Oakmark International (2%<90d)	H	1.5	3.4	15.1	68	Fidelity Japan(1.5%<90d)	S	0.3	-9.2	1.1
19	T.Rowe Price Intl Disc. (2%<1yr)	H	2.8	0.9	19.1	69	Japan Fund (Scudder) (2%	S	-1.0	-11.7	-1.1
20	Preferred International	H	1.7	3.4	14.5	70	CS Warburg Pincus Japan Grth	S	0.4	-11.7	-4.3
21	T. Rowe Price European	H	3.1	2.4	14.8						
22	USAA International	H	2.6	2.1	16.1						
23	Schwab International Index (1.5%	H	2.9	2.6	13.9						
24	Julius Baer Intl Equity A (2%	H	3.5	1.5	14.8						
25	Tweedy, Browne Global Value	H	0.2	1.3	18.5						
26	Artisan Intl Small Cap(closed,2%	H	3.2	0.5	15.8						
27	Gabelli Intl Growth (2%<60d)	H	2.3	1.5	14.4						
28	USAA World Growth	H	1.3	1.5	14.0						
29	Dreyfus Emerging Market(1%r)	H	2.3	-1.0	18.0						
30	Fidelity Europe Capital App. (1%	S	4.0	-0.3	13.2						
31	Wasatch International Growth	S	2.6	-0.3	14.5						
32	Vanguard International Growth	S	2.3	0.2	13.4						
33	Fidelity Div Intl (closed,1%<30d)	S	2.5	-0.5	14.5						
34	Vanguard Emerging Mkts Stk	H	2.4	-2.2	17.7						
35	Matthews Pacific Tiger (2%<90d)	H	0.1	0.4	13.9						
36	Artisan International (2%<90d)	S	2.3	-0.9	12.5						
37	Fidelity Intl Discovery(2%<30d)	S	2.4	-1.4	13.1						
38	Scudder Global Discovery(closed)	S	1.4	-0.9	13.3						
39	Oakmark Global (2%<90d)	S	1.3	-0.7	11.3						
40	Wm. Blair Intl Growth N	S	2.9	-1.5	10.3						
41	Scudder Global	S	2.1	-1.2	9.7						
42	Fidelity Global Balanced (1%	S	1.5	-0.6	8.6						
43	SIT International Growth (2%	S	2.8	-1.9	7.8						
44	T. Rowe Price Intl Stock	S	2.0	-1.7	8.0						
45	Scudder International (2%<180d)	S	2.2	-1.9	8.2						
46	American Century Intl Growth (2%	S	2.4	-2.3	7.3						
47	Amer.Cent.Intl Opportunity (2%	S	1.8	-5.4	15.2						
48	Fidelity Emerging Mkts (1.5%	S	2.2	-5.6	14.2						
49	Columbia Intl Equity ClZ	S	1.7	-3.0	7.9						
50	Columbia International Stock (2%	S	1.7	-3.1	8.0						

Next Issue of
MONEYLETTER Plus
Will Be Available:
Wednesday
October 27, 2004
by Midnight

Total Return % - 9/30/04

1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
2.0	ML Conservative	0.8	12.8	37.7	4.3
2.0	Fidelity Conservative	0.9	10.1	21.5	3.9
1.1	Vanguard Conservative	0.6	12.0	20.3	4.4
4.0	ML Moderate	-2.5	18.0	62.1	3.6
2.8	Fidelity Moderate	-1.8	14.3	39.3	2.9
1.5	Vanguard Moderate	-1.6	15.6	33.0	3.2
3.4	ML Venturesome	-5.7	17.9	61.7	1.6
3.0	Fidelity Venturesome	-2.8	13.7	37.9	1.6
1.6	Vanguard Venturesome	-3.0	16.0	34.4	2.2
3.7	ML Select	-7.1	12.4	n/a	0.1
	Benchmarks				
1.1	S&P 500	-0.3	13.8	12.6	1.6
1.5	Asset Allocation Funds Avg (84)	-0.6	11.4	19.4	2.0

SPECIALTY FUNDS
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Specialty Funds — data as of 10/15/04

Rank	Fund	Cons.	1 month	6 month	1 year	Rank	Fund	Cons.	1 month	6 month	1 year
1	Fidelity Natural Gas (.75%r<30d)	*	6.6%	18.0%	49.8%	51	Fidelity Industrial Equip (.75%	*	-0.2	-1.2	14.4
2	ICON Energy	*	6.6	16.6	51.9	52	Gateway Fund	B	0.1	1.5	5.2
3	Cohen & Steers Realty Shares	*	6.0	23.9	34.6	53	Vanguard Balanced Index	B	-0.1	0.8	7.3
4	Vanguard Energy (1%r<1yr)	*	6.5	16.5	44.1	54	Fidelity Leisure (.75%r<30d)	*	2.2	-2.2	10.8
5	T.Rowe Price Real Estate (1%	*	5.7	22.3	27.1	55	Fidelity Balanced	B	0.2	-0.4	7.7
6	Rydex Energy	*	5.4	14.3	43.3	56	Rydex Telecommunications	*	3.0	-2.4	8.2
7	Rydex Energy Services	*	3.9	14.7	44.2	57	Fidelity Paper & Forest (.75%	*	-1.4	-1.6	12.0
8	Fidelity Energy Services (.75%	*	4.5	14.7	41.6	58	Fidelity Bus Services (.75%	*	-0.4	-1.2	9.4
9	Fidelity Real Estate (.75%r<90d)	*	4.8	20.6	25.5	59	Fidelity Finl Serv (.75%r<30d)	*	-2.6	-0.5	6.0
10	Vanguard REIT Index (1%r<1yr)	*	5.3	20.7	24.5	60	Fidelity Medical Equip (.75%	*	-2.8	-2.8	11.8
11	Fidelity Energy (.75%r<30d)	*	5.6	13.6	39.2	61	T.Rowe Price Financial Services	*	-1.9	-1.3	5.7
12	T. Rowe Price New Era	*	4.0	14.4	35.8	62	Fidelity Food & Agr (.75%r<30d)	*	-0.7	-3.1	7.2
13	Fidelity Wireless (.75%r<30d)	*	7.2	9.9	39.3	63	Rydex Ursa	*	1.0	1.1	-7.4
14	Cohen & Steers Equity Income	*	5.0	17.1	24.0	64	ProFunds Bear Inv	*	1.0	0.9	-7.6
15	Stratton Mthly Div REIT (1.5%	*	4.8	17.5	19.6	65	Merger Fund (closed,2%r<30d)	*	0.1	-2.4	0.6
16	Fidelity Natrl Resources (.75%	*	5.0	11.3	33.5	66	T.Rowe Price Health Sciences	*	-2.9	-6.1	11.3
17	Fidelity Chemicals (.75%r<30d)	*	3.1	11.5	34.3	67	Vanguard Health Care	*	-3.2	-4.5	7.2
18	Fidelity Utilities Growth (.75%	*	4.3	13.6	25.6	68	Rydex Internet	*	0.7	-6.9	6.7
19	Fidelity Transportation (.75%	*	7.0	13.6	14.1	69	ICON Healthcare	*	-2.4	-5.9	5.5
20	ICON Materials	*	1.3	9.7	31.8	70	Rydex Consumer Products	*	-3.2	-6.1	6.8
21	Fidelity Med Del (.75%r<30d)	*	1.2	8.2	29.7	71	Fidelity Consumer Ind (.75%	*	0.7	-6.2	0.4
22	Fidelity Cyclical Ind (.75%r<30d)	*	1.2	9.0	24.4	72	Fidelity Multimedia (.75%r<30d)	*	2.2	-6.4	-1.5
23	Fidelity Indust Matrls (.75%r<30d)	*	4.6	8.4	19.0	73	Prudent Bear	*	2.9	-3.9	-8.8
24	U.S.Global Gold Shares (.25%	*	18.0	0.9	14.8	74	Fidelity Environmental Ser (.75%	*	-2.2	-5.1	-0.9
25	Fidelity Defense & Aero (.75%	*	-0.9	8.1	23.7	75	Fidelity Brokerage (.75%r<30d)	*	-1.2	-5.6	-1.8
26	Rydex Transportation	*	4.0	10.7	9.7	76	Rydex Retailing	*	-1.1	-5.8	-3.6
27	Vanguard Precious Metals	*	7.6	6.3	12.4	77	Fidelity Automotive (.75%r<30d)	*	-1.4	-7.3	-0.4
28	Rydex Utilities	*	2.5	8.7	13.8	78	Fidelity Health Care (.75%r<30d)	*	-5.0	-7.1	4.4
29	Rydex Basic Materials	*	0.9	6.3	21.4	79	Fidelity Biotechnology (.75%	*	-4.1	-8.5	4.9
30	Rydex Banking	*	0.1	9.2	14.3	80	Fidelity Software (.75%r<30d)	*	4.0	-10.7	-4.2
31	Fidelity Home Finance (.75%	*	-0.9	8.0	16.1	81	T.Rowe Price Science & Tech	*	0.5	-8.4	-5.1
32	Amer. Cent. Global Gold (1%	*	10.6	3.7	8.4	82	Fidelity Insurance (.75%r<30d)	*	-6.4	-8.4	5.0
33	Fidelity Telecomm (.75%r<30d)	*	4.2	2.5	18.9	83	Rydex Health Care	*	-5.0	-8.6	2.0
34	Alpine U.S. Real Estate Equity	*	-3.6	5.6	21.2	84	Fidelity Developing Comm (.75%	*	1.4	-12.4	-0.8
35	Rydex Precious Metals	*	8.6	2.1	10.3	85	ICON Information Technology	*	2.7	-9.1	-13.7
36	Scudder Gold (closed)	*	12.4	-0.1	8.7	86	RS Information Age	*	4.6	-12.9	-8.3
37	Fidelity Banking (.75%r<30d)	*	0.6	6.4	9.7	87	Rydex Juno	*	-1.9	-7.8	-11.9
38	T.Rowe Price Media & Telecom-	*	2.5	1.1	18.9	88	RS Internet Age	*	4.1	-13.6	-8.1
39	Fidelity Const & Housing (.75%	*	-2.8	4.3	15.9	89	ICON Consumer Discretionary	*	-3.8	-9.6	-6.5
40	ICON Industrials	*	1.8	3.2	11.6	90	Rydex Technology	*	1.5	-12.5	-9.6
41	Fidelity Gold (.75%r<30d)	*	10.1	1.9	0.1	91	Rydex Biotechnology	*	-4.2	-11.7	-4.6
42	CGM Realty	*	-4.2	3.8	16.5	92	Fidelity Technology (.75%r<30d)	*	2.2	-13.2	-12.3
43	Rydex Financial Services	*	-1.0	3.3	11.9	93	Fidelity Pharmaceuticals (.75%	*	-6.0	-12.1	-4.9
44	ICON Telecommunications &	*	2.6	0.6	12.5	94	Fidelity Computers (.75%r<30d)	*	2.5	-16.0	-15.0
45	ICON Financial	*	-1.2	2.3	12.2	95	Fidelity Networking (.75%r<30d)	*	1.0	-19.0	-19.7
46	Fidelity Air Transport (.75%r<30d)	*	2.0	4.1	2.5	96	Fidelity Electronics (.75%r<30d)	*	0.4	-23.0	-18.0
47	Fidelity Retailing (.75%r<30d)	*	0.8	2.1	7.5	97	Royce Technology Value (2%	*	1.0	-22.0	-22.2
48	Rydex Leisure	*	2.9	-2.1	13.7	98	Rydex Electronics	*	-1.1	-27.6	-28.8
49	AXARosenberg Value L/S (2%	*	0.3	2.6	4.8						
50	ICON Leisure & Consumer Sta-	*	2.0	-0.3	9.4						

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

* = **Not Recommended**

SPECIALTY FUNDS
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Bond Funds — data as of 10/15/04

Fund	Cons.	1 month	6 month	1 year	Fund	Cons.	1 month	6 month	1 year
American Century Ginnie Mae	*	0.4	1.3	1.4	PIMCO Real Return	H	1.4	3.1	7.1
American Century Inflation Adj	B	1.2	4.5	9.3	PIMCO Total Return	H	0.7	2.7	4.3
American Century Intl Bond	*	3.2	5.6	11.3	PIMCO Total Return Mortgage	H	0.6	2.8	3.2
American Century Target 2010	*	0.9	3.9	6.4	Safeco U.S. Government (2%	H	0.4	1.6	1.5
American Century Target 2015	*	1.8	8.4	13.6	Schwab S-T Bond Mkt Index	B	0.3	0.9	1.3
American Century Target 2020	*	2.6	10.9	17.9	Scudder Global Bond S-T	*	1.4	2.6	4.5
American Century Target 2025	*	3.2	13.6	21.7	Scudder Income (closed)	H	1.0	3.5	6.7
American Government Bond	H	0.5	1.5	1.4	Scudder Short-Term Bond	B	0.4	1.3	2.3
BBH Inflation Indexed Sec	B	1.3	4.8	9.3	Strong Corporate Bond	*	1.0	2.7	4.7
Buffalo High-Yield(2%r<180d)	*	1.2	2.8	7.7	Strong Govt Securities	H	0.6	1.9	2.7
Columbia Fixed Income Sec	H	0.5	1.2	1.9	Strong High Yield Bond (1%	*	1.2	3.0	7.2
Columbia High Yield	*	0.8	1.6	3.4	Strong S-T Bond	B	0.3	0.4	1.1
Columbia Income CIZ	H	1.1	2.6	4.4	Strong S-T High Yield	*	0.4	1.1	2.1
Columbia Intermediate Bond CIZ	H	0.8	2.2	3.6	T. Rowe Price Corporate Inc	*	1.3	3.1	6.0
Columbia S-T Bond	B	0.0	0.1	0.4	T. Rowe Price GNMA	*	0.4	1.5	2.1
Dodge & Cox Income	H	0.5	2.5	4.8	T. Rowe Price High Yld	*	1.2	2.5	5.9
Dreyfus 100 Treasury L-T	*	1.3	4.0	-1.5	T. Rowe Price Int'l Bond	*	2.9	4.4	7.2
Dreyfus A Bonds Plus	*	1.0	1.9	1.4	T. Rowe Price New Income	*	0.9	2.5	3.7
Dreyfus GNMA	*	0.4	2.0	4.2	T. Rowe Price Spectrum Income	*	0.9	2.5	5.8
Dreyfus Short-Term Income	B	0.4	0.0	-1.8	T. Rowe Price S-T Bond	B	0.2	0.2	0.3
Dreyfus Strategic Income	*	0.8	1.5	0.1	T. Rowe Price U.S. Treas. L-T	*	1.3	4.4	5.6
Federated Total Return Govt	H	0.3	1.5	2.4	TCW Galileo High Yield Bond	*	1.0	4.1	10.9
Federated U.S. Govt Sec. 1-3	B	-0.1	-0.1	-0.3	TCW Galileo Total Return Bond	H	1.1	3.5	5.9
Fidelity Capital & Income (1%	*	1.7	3.3	7.7	USAA Income	H	0.8	3.3	5.9
Fidelity Floating Rate High Inc(1%	B	0.4	0.9	2.3	Value Line Aggressive Inc (1%	*	0.6	2.1	5.9
Fidelity GNMA	*	0.5	1.9	2.4	Value Line U.S. Govt Sec	H	0.4	1.9	3.2
Fidelity Government Income	*	0.6	2.1	3.4	Vanguard GNMA	B	0.5	3.1	3.0
Fidelity High Income (1%r<90d)	*	1.0	1.4	6.8	Vanguard High Yield Corporate	*	1.1	4.7	10.0
Fidelity Inflation-Protected Bond	B	1.4	4.2	8.5	Vanguard Inflation Protected	B	1.3	4.5	9.7
Fidelity Intermediate Bond	H	0.6	1.4	2.3	Vanguard Intermediate Treas.	H	0.8	2.0	1.6
Fidelity Intermediate Govt	H	0.4	2.1	3.6	Vanguard Long-Term Corporate	*	1.7	5.2	7.1
Fidelity Investment Grade	H	0.7	3.4	6.0	Vanguard L-T Treasury	*	1.6	5.0	5.9
Fidelity New Markets Income (1%	*	2.1	4.9	7.7	Vanguard Short-Term Corporate	B	0.4	0.5	0.5
Fidelity Short-Term Bond	B	0.3	0.7	1.4	Vanguard S-T Federal	*	0.2	0.3	0.3
Fidelity Strategic Income	B	1.7	4.8	8.7	Vanguard S-T Treasury	B	0.2	0.3	0.0
FifthThird Bond	*	0.8	2.8	5.0	Vanguard Total Bond Market	H	0.8	3.3	5.7
Fremont Bond	H	0.7	3.0	5.1	WellsFargo Montgomery S Dur	B	0.3	0.6	1.3
Janus Flexible Income	*	0.8	1.5	2.5	WellsFargo Montgomery Total	H	0.7	2.6	4.3
Janus High Yield (2%r<90d)	*	1.2	3.5	5.7	Westcore Plus Bond (2%r<90d)	*	0.7	3.7	8.3
Janus S-T Bond	B	0.2	0.7	1.4	WPG Core Bond	H	0.5	2.5	4.3
Loomis Sayles Bond Retail	B	2.4	6.1	13.4					
Managers Bond	*	1.0	3.3	7.6					
Managers Int. Duration Govt	*	0.4	3.1	5.0					
Managers Short Duration Govt	B	0.2	0.9	2.0					
MetroWest Low Duration	B	-0.1	-0.3	1.0					
MetroWest Total Return	*	0.0	0.0	3.3					
Northeast Investors Trust	*	0.8	4.8	13.8					
Payden Global Fixed Income	*	0.7	1.9	3.6					
PIMCO High Yield	*	1.5	3.6	7.7					
PIMCO Low Duration	B	0.2	0.7	1.0					

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

* = **Not Recommended**

PORTFOLIO HOLDINGS
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Weekly Performance of ML Model Holdings — data as of 10/15/04

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	0.63%	LSBRX Loomis Sayles Bond	0.30
ARTQX Artisan Mid Cap Value	-1.21	RSCOX RS Contrarian	-1.80
BPTRX Baron Partners	-1.24	SMCDX Strong Mid Cap Disciplined	-1.82
BERWX Berwyn Fund	-1.54	VBINX Vanguard Balanced	-0.54
CSRSX Cohen & Steers Realty	1.73	VWEHX Vanguard High Yield Corp	0.31
DODIX Dodge & Cox Income	0.23	VIPSX Van. Inflation Protected Bond	0.72
DODFX Dodge & Cox International	-1.90	VISVX Vanguard Small Cap Value	-1.03
FBALX Fidelity Balanced	-1.08	VBMFX Vanguard Total Bond	0.29
FCNTX Fidelity Contrafund	-1.17	VIVAX Vanguard Value Index	-1.26
FEXPX Fidelity Export & Multinational	-2.51	VUVLX Vanguard US Value	-1.48
FTQGX Fidelity Focused Stock	-2.28	VWNFX Vanguard Windsor II	-1.23
FINPX Fidelity Inflation Protected	0.70	WEHIX Weitz Hickory	-0.66
FBNDX Fidelity Inv Grade Bond	0.26		
FLVCX Fidelity Leveraged Company	-2.60		
FSNGX Fidelity Natural Gas	-2.98		
FSICX Fidelity Strategic Income	0.28		
FDVLX Fidelity Value	-1.67		
FWRLX Fidelity Wireless	1.90		
GATEX Gateway Fund	-0.42		
		Indices	
		DOW JONES INDUSTRIALS	-1.21%
		NASDAQ	-0.44
		S&P 500	-1.24

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