

## MONEYLETTER HOTLINE 11/16/04

### Inflation Jitters

It was bound to happen and it happened last month. What we are talking about is the impact of those higher oil prices on inflation. Up to now, the impact was hardly felt, at least on the finished goods level of the Producer Price Index. We all knew that wouldn't last. And it hasn't. So we now have the big 1.7% increase in the index for October. If that were to last we would be talking about an inflation rate of 20% for producer prices. Actually, a more important number was the price index without food and energy. That number came in a little high. That too has to be expected, as higher energy costs work their way into the production chain.

The Street did not like the number (anyone surprised?) and some speculation started about large Fed rate increases. We don't see it. We do not believe that today's numbers tell the Fed anything it did not already know or expect. We expect the Fed to continue raising rates as it has, for some months ahead. How many months depends on the economy. We would say at least through March. We think the rally has only paused and will resume next week.

There is no change in our new allocations.

**New Fund Ratings** – For domestic stock funds, Safeco Growth Opportunities and Buffalo Small Cap (closed) are now rated Buy. Third Avenue Small Cap Value and MSI Value Portfolio are rated Hold. Strong Mid Cap Disciplined is rated Sell. For international stock funds, three funds are now rated Buy: Vanguard Emerging Markets Stock Index, Dreyfus Emerging Market, and Guinness China & Hong Kong.

**The Economy** – The retailers are telling us that they expect a satisfactory but not blowout Christmas. Obviously, the key will be energy prices. This month so far energy prices have cooperated as oil dips to the mid-\$46 range. This week's store sales surveys show sales flat for the week. We still see reasonable growth ahead.

**The Stock Market** – Aside from everything else, this is expiration week for options which adds volatility to the market beyond normal trading. The technicians are in awe at the strength of this rally. On a fundamental basis, stocks remain attractive. The rally has room to run before stocks become expensive. We remain positive on equities worldwide.

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

## MONEYLETTER HOTLINE 11/12/04

### Allocation Change

We are recommending an allocation change for Venturesome and Moderate investors. We are recommending an increase of 10% for the international stock fund allocation. At the same time we recommend a decrease of 10% for the domestic stock fund allocation. Please notice we are leaving the money fund allocation unchanged. Also the Conservative portfolios' allocation remains unchanged. In effect, we are switching some of our stock fund allocation from domestic to international funds. Here are the new allocations: Venturesome: domestic stock funds, 60%, international stock funds, 20%, money funds, 20%. Moderate: domestic stock funds, 50%, international stock funds, 20%, bond funds, 20%, money funds, 10%.

Here are the changes we will make in the model portfolios. Moneyletter Venturesome: Sell Strong Mid Cap Disciplined. With \$11,000 of the proceeds, buy Artisan International Value. Switch the remainder to Weitz Hickory already in the portfolio. Moneyletter Moderate: Sell Strong Mid Cap Disciplined. Purchase Artisan International Value. Fidelity Venturesome: Sell \$12,000 of Contrafund. Buy \$12,000 of Fidelity Europe. Fidelity Moderate: Sell \$7,000 of Export and Multinational and \$5,000 of Fidelity Value. Invest the proceeds in Fidelity Europe. Vanguard Venturesome: Sell Vanguard U.S. Value. Purchase \$11,000 of Vanguard European Stock Index. Invest the remainder of the proceeds in Vanguard Value Index. Vanguard Moderate: Sell U.S. Value. Purchase \$11,000 of Vanguard European Stock Index. Invest the remainder of the proceeds in Vanguard Small Cap Value Index.

**New Fund Ratings** – For domestic stock funds, one fund is now rated Buy: Wm. Blair Small Cap Growth (closed). Two funds are now rated Hold: Janus Mid Cap Value and Strong Mid Cap Disciplined. One fund is now rated Sell: Vanguard U.S. Value. For international stock funds, three funds are now rated Buy: Janus International Equity, Julius Baer International Equity A, and Vanguard International Explorer. One fund is now rated Hold: Fidelity International Small Cap. One fund is now rated Sell: T. Rowe Price International Discovery.

**The Economy** – Last month's retail sales without autos and gasoline were quite good. But autos were a drag, and we expect they will remain so. Still the public appears to be willing to spend elsewhere. We still see reasonable growth ahead.

**The Stock Market** – Yes, this market is overbought, but it is also very, very bullish. Don't look for up, up and away. Expect some profit-taking. The underpinnings of the market are solid.

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

## Domestic Stock Funds — data as of 11/12/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	Baron Partners	B	10.6%	18.9%	40.1%	51	Strong Multi-Cap Value	H	6.5	13.6	17.9
2	RS Contrarian Value	B	9.9	23.2	30.4	52	Janus Enterprise	H	9.1	12.2	17.7
3	Longleaf Partners Smallcap	B	14.2	21.7	27.1	53	Vanguard Cap Opp (closed,	H	7.8	11.6	20.0
4	RS Partners (closed)	B	7.8	21.8	35.9	54	T.Rowe Price Mid Cap Growth	H	7.7	12.9	17.0
5	Fidelity Leveraged Co	B	9.6	21.7	31.4	55	Janus Mid Cap Value	H	5.8	12.2	21.1
6	Third Avenue Value (1%r<60d)	B	7.2	20.7	24.3	56	Boston Partners Mid Cap Value	H	7.3	12.4	18.3
7	Vanguard Small-Cap Value Index	B	7.0	19.8	25.2	57	PIMCO PEA Value D	H	5.9	10.9	23.9
8	T. Rowe Price S-C Value	B	7.9	18.5	26.5	58	Vanguard Extended Market	H	7.3	13.1	16.1
9	CRM Mid Cap Value Inv	B	9.6	16.0	27.0	59	Royce Total Return (1%r<180d)	H	5.9	13.4	16.8
10	FBR Small Cap (closed,1%r<90d)	B	8.4	17.9	24.0	60	Fidelity Focused Stock (.75%	H	4.9	14.2	15.9
11	Muhlenkamp Fund	H	8.4	18.9	21.2	61	Value Line Special Situations	H	7.4	12.6	15.5
12	Artisan Mid Cap Value	B	5.4	17.5	28.4	62	Loomis Sayles Value	H	5.4	12.2	19.2
13	MainStay Small Cap Opportunity	B	4.4	19.0	24.3	63	WPG Tudor	S	5.7	11.9	19.5
14	WmBlair S-C Growth N	B	8.5	15.8	25.1	64	MSI Small Cap Value(closed)	S	5.1	12.6	18.4
15	Janus Contrarian	H	9.4	15.9	23.3	65	Homestead Value	H	5.1	11.7	20.3
16	Safeco Growth Opportunities (2%	B	9.1	17.0	20.7	66	Strong Opportunity	H	6.1	11.4	18.9
17	Buffalo Small Cap(closed)	B	11.3	13.9	25.0	67	Value Line Fund	S	8.3	14.4	8.1
18	Fidelity Value	B	6.7	16.5	24.7	68	Mutual Qualified(1%)CIZ	H	4.9	12.5	17.8
19	Vanguard Strategic Equity	H	8.7	17.2	19.4	69	Strong Discovery	S	9.5	12.1	11.4
20	CGM Focus	H	3.3	19.5	21.0	70	Salomon Brothers Opportunity	H	5.5	12.6	16.0
21	Berwyn Fund (1%r<180d)	B	3.8	15.9	29.2	71	Vanguard Equity-Income	H	5.4	12.3	16.8
22	Marsico 21st Century (2%r<30d)	H	10.2	16.7	17.6	72	Neuberger Berman Genesis	S	5.7	11.3	18.7
23	Baron Growth	H	8.2	15.1	22.0	73	USAA Capital Growth	S	7.9	13.0	11.1
24	Royce Premier (1%r<180d)	B	7.7	13.9	24.1	74	Henlopen Fund (1%r<30d)	S	6.0	12.9	14.3
25	Ariel Fund	B	5.3	15.1	23.9	75	USGlobal Holmes Growth (.25%	S	7.7	12.6	12.1
26	Vanguard Mid-Cap Index	H	8.3	15.6	18.0	76	Fidelity Small Cap Stock (2%	S	6.0	11.9	16.4
27	Weitz Hickory	B	3.2	15.9	24.5	77	T. Rowe Price Cap Appreciation	H	4.4	11.8	19.0
28	T.Rowe Price Mid Cap Value	B	6.4	14.2	23.8	78	Gabelli Asset	S	7.1	11.1	16.4
29	T. Rowe Price Small Cap Stock	H	8.2	14.6	19.8	79	Wasatch Small Cap Grth	S	10.8	12.8	6.6
30	Fidelity L P Stock (closed,1.5%	H	7.1	14.7	20.6	80	Royce Opportunity (1%r<180d)	S	6.5	12.2	14.3
31	Vanguard SmallCap Index	H	7.9	15.0	18.5	81	Neuberger Berman Manhattan	S	8.2	12.4	11.2
32	Baron Asset	H	9.0	12.8	21.8	82	Dreyfus Mid Cap Index	S	7.2	11.8	13.7
33	Forward Hoover Small Cap	H	7.0	15.7	17.5	83	MSI Mid Cap Value	S	6.4	11.5	15.3
34	Bridgeway Aggressive Investors 2	H	12.0	15.8	9.1	84	Vanguard U.S. Value	S	4.8	11.7	17.3
35	Janus Twenty(closed)	H	7.2	11.9	25.5	85	Columbia Disciplined Value CIZ	S	4.8	11.7	17.0
36	MSI Mid Cap Growth	H	8.4	14.3	17.6	86	RS Emerging Growth(closed)	S	9.5	12.3	8.3
37	Neuberger Berman Partners	H	6.9	14.3	19.7	87	T. Rowe Price Equity-Income	S	4.6	10.9	18.2
38	Dodge & Cox Stock (closed)	H	7.2	13.3	21.8	88	American Century Equity Growth	S	5.7	11.3	15.7
39	Loomis Sayles Small Cap Value	H	6.1	15.4	18.3	89	Vanguard Capital Value	S	6.2	11.2	14.7
40	Wasatch Core Growth(closed,2%	H	8.8	14.5	15.9	90	Wasatch Small Cap Value	S	5.6	10.7	17.0
41	Third Avenue Small-Cap Value	H	4.9	15.3	19.6	91	Dreyfus New Leaders	S	6.7	10.9	14.8
42	MSI Value Portfolio	H	5.6	13.7	22.3	92	Vanguard Windsor	S	6.2	11.1	14.8
43	Vanguard Windsor II	H	5.8	13.0	23.3	93	Meridian Fund	S	8.4	10.2	13.6
44	TCW Galileo Diversified Value N	H	6.3	12.9	22.1	94	SIT Mid Cap Growth (2%r<30d)	S	9.1	10.2	12.6
45	Royce Penn Mutual(1%r<180d)	H	6.6	13.1	20.7	95	Vanguard PRIMECAP(closed,	H	5.3	10.2	18.0
46	Artisan Small Cap	H	8.2	12.4	19.9	96	Fidelity Contrafund	H	5.9	10.7	15.7
47	Neuberger Berman Guardian	H	7.5	13.1	19.2	97	Vanguard Small Cap Growth	S	9.0	10.2	12.1
48	TCW Galileo Dividend Focused N	H	6.7	12.7	21.0	98	Fidelity Export & Multinat'l(.75%	H	5.8	10.1	17.1
49	Strong Advisor Midcap Growth	H	8.5	15.8	10.7	99	Mutual Beacon(1%)CIZ	H	4.5	11.1	16.6
50	Vanguard Value Index	H	5.3	13.5	20.3	100	Strong Mid Cap Disciplined	S	3.3	8.8	23.9

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

## Domestic Stock Funds continued — data as of 11/12/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
101	Sound Shore	S	4.6	10.7	17.2	151	Value Line Leveraged Growth	S	7.2	10.4	6.3
102	CRM Small Cap Value Inv	S	8.1	8.3	17.4	152	American Century Growth	S	6.2	9.4	10.2
103	Harbor Value	S	5.8	9.8	16.7	153	Fidelity Growth & Income	S	5.2	8.7	13.5
104	T. Rowe Price New Horizons	S	8.9	8.6	15.2	154	Undiscovered Behavioral Growth	S	11.5	9.9	1.2
105	TCW Galileo Opportunity N	S	4.9	10.9	15.3	155	USAA Growth & Income	S	6.0	8.8	11.7
106	Royce Low Priced Stock	S	6.7	10.2	14.3	156	Century Select Small Cap (1%	S	4.7	10.4	9.7
107	Fidelity Equity-Income	S	5.3	9.9	17.0	157	USAA Growth	S	7.6	8.7	9.3
108	Strong Growth 20	S	7.5	11.2	10.0	158	Weitz Value Fund	S	2.6	9.3	15.4
109	Janus Growth & Income	S	7.8	9.7	13.3	159	T. Rowe Price New America	S	6.9	7.5	13.0
110	RS MidCap Opportunities	S	6.5	11.6	10.3	160	Oakmark Select(closed) (2%	S	5.7	9.0	11.0
111	T. Rowe Price Growth & Income	S	6.0	10.1	14.7	161	William Blair Growth (1%r<60d)	S	8.6	8.6	7.2
112	T. Rowe Price Dividend Growth	S	5.7	10.2	14.2	162	INVESCO Dynamics	S	8.9	7.6	8.9
113	RS Value+Growth	S	6.0	11.5	10.4	163	Scudder Growth & Income	S	5.6	8.3	12.2
114	Vanguard Growth & Income	S	5.7	9.9	14.7	164	Turner Mid Cap Growth	S	9.8	8.5	5.2
115	PBHG Small Cap Value	S	7.1	10.2	12.0	165	Janus Olympus	S	7.9	8.4	8.4
116	Legg Mason Value	S	7.1	10.1	12.0	166	Harbor Capital Appreciation	S	7.0	8.2	10.0
117	Fidelity Discovery	S	6.4	9.6	14.1	167	USAA Aggressive Growth	S	5.8	9.6	8.3
118	Vanguard Total Stk Mkt	S	6.1	9.8	14.2	168	Fidelity Stock Selector	S	6.0	7.8	12.3
119	Scudder Large Co Value	S	6.0	9.3	15.3	169	Westport Small Cap R	S	5.7	7.8	12.6
120	Vanguard Explorer	S	7.9	10.0	10.5	170	Janus Mercury	S	6.8	7.3	12.4
121	Fidelity Equity-Income II	S	5.3	10.4	12.8	171	Ariel Appreciation	S	4.5	8.7	12.3
122	Baron Small Cap	S	8.9	8.1	13.1	172	Aegis Value Fund	S	2.9	8.2	15.5
123	American Century Income &	S	4.7	9.7	15.3	173	Dreyfus Fund	S	5.6	8.3	11.0
124	Janus Venture (closed)	S	7.9	9.5	11.0	174	Northeast Investors Growth	S	6.4	7.6	11.6
125	Fidelity Disciplined Equity	S	5.9	9.9	12.8	175	Fidelity New Millennium (closed)	S	7.8	10.1	3.0
126	Selected American Shares	S	4.7	9.5	15.7	176	Bogle Small Cap Growth(closed)	S	4.7	9.4	9.3
127	Oakmark Fund (2%r<90d)	S	5.3	9.4	14.6	177	TCW Galileo Select Equity	S	6.9	8.0	8.6
128	Neuberger Berman Fasciano Inv	S	4.8	10.2	13.4	178	Strong Large Cap Growth	S	6.3	8.7	7.9
129	Artisan Midcap(closed)	S	7.2	9.4	11.9	179	Columbia Asset Allocation CIZ	S	4.6	8.4	11.0
130	Strong Advisor Common Stock	S	6.6	9.5	12.4	180	Fidelity Mid-Cap Stock (.75%	S	7.2	8.5	6.6
131	Marsico Growth & Income (2%	S	5.6	10.8	10.4	181	Vanguard/Morgan Growth	S	7.1	7.3	9.6
132	American Century Value (closed)	S	4.5	8.4	18.0	182	Fidelity Aggressive Growth(1.5%	S	7.7	6.6	10.5
133	ABN Amro Mid Cap	S	6.8	7.2	17.5	183	Royce Special Equity (1%	S	4.2	7.5	13.5
134	RS Smaller Company Growth	S	6.7	9.9	10.9	184	Fidelity OTC Portfolio	S	9.2	7.3	6.2
135	Fidelity Small Cap Ind.(1.5%	S	6.5	9.1	12.7	185	Preferred Growth	S	6.9	7.6	8.9
136	Cambiar Opportunity	S	6.7	7.9	15.7	186	C&B Mid Cap Value	S	5.6	8.1	9.7
137	Fidelity Value Strategies	S	9.6	9.5	7.2	187	INVESCO Small Company	S	8.2	8.8	4.1
138	Salomon Brothers Investors	S	5.2	9.2	14.4	188	Boston Ptnrs Smlcap Val	S	5.3	6.6	13.8
139	American Century Equity Income	S	3.0	9.5	17.0	189	Columbia Small Company Equity	S	8.4	6.6	8.9
140	Fidelity Independence	S	6.4	9.7	11.3	190	Fidelity Fund	S	5.2	7.2	12.3
141	Federated Kaufmann Fund(0.2%)	S	7.6	9.6	9.7	191	Selected Special Shares	S	6.4	7.4	9.8
142	SIT Large Cap Growth (2%r<30d)	S	6.6	8.3	14.3	192	Dreyfus Growth & Income	S	5.7	7.6	10.1
143	Preferred Value	S	5.3	9.3	13.7	193	Marsico Focus (2%r<30d)	S	5.5	9.2	6.3
144	Mutual Shares(1%)CIZ	S	4.1	9.3	15.2	194	Fidelity Convertible Securities	S	4.1	8.0	11.6
145	<b>Fidelity Spartan 500 Index (.5%</b>	<b>S</b>	<b>5.7</b>	<b>8.8</b>	<b>13.6</b>	195	ICM/Isabelle Small Cap Value	S	4.7	5.3	17.4
146	<b>Vanguard 500 Index</b>	<b>S</b>	<b>5.7</b>	<b>8.8</b>	<b>13.6</b>	196	Fidelity Capital Appreciation	S	5.6	7.1	11.4
147	Fidelity Trend	S	5.8	8.9	13.1	197	Buffalo Mid Cap	S	8.0	5.4	11.5
148	Schwab 1000 Fund (.75%r<180d)	S	5.8	8.9	12.9	198	CS Warburg Pincus Emerging	S	9.0	6.2	8.2
149	Legg Mason Opportunity Trust	S	6.2	10.1	8.8	199	Neuberger Berman Focus	S	11.8	6.6	2.8
150	T. Rowe Price Growth Stock	S	6.7	8.1	12.9	200	Strong Growth	S	6.8	7.9	6.6

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 11/12/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
201	Fidelity Growth Company	S	8.2	6.2	8.4	251	PBHG Growth	S	8.7	4.7	-1.8
202	American Century Vista	S	6.6	5.3	12.9	252	RS Diversified Growth (closed)	S	7.0	5.4	-1.4
203	Safeco Equity	S	5.2	7.2	10.3	253	WPG Large Cap Growth	S	5.8	3.7	4.0
204	Domini Social Equity Fund (2%)	S	5.6	6.8	10.4	254	Thompson Plumb Growth	S	5.4	0.5	11.7
205	Legg Mason Special Investment	S	6.0	7.4	8.2	255	Scudder Large Company Growth	S	5.2	3.3	4.5
206	Columbia Special	S	9.5	7.3	3.1	256	TCW Galileo Small Cap Growth	S	5.8	3.4	1.9
207	American Century Ultra	S	6.9	6.4	9.0	257	Needham Growth Fund (.75%)	S	5.5	2.3	-0.4
208	Nicholas II	S	5.5	5.9	12.1	258	Hussman Strategic Growth	S	2.6	1.2	6.4
209	TCW Galileo Value Opportunities	S	7.8	5.2	10.2	259	Undiscovered Small Cap Growth	S	5.6	-0.6	-3.0
210	Yacktman Fund	S	6.1	7.1	7.9	260	Van Wagoner Emerging Growth	S	6.1	-3.8	-24.1
211	Fidelity Magellan (closed)	S	5.1	6.4	10.9						
212	Columbia Growth	S	7.6	6.1	7.1						
213	Fidelity Growth & Income II	S	4.1	7.4	8.6						
214	Pin Oak Aggressive Stock	S	10.2	6.9	0.9						
215	Nicholas Fund	S	5.4	5.4	11.5						
216	Columbia Large Cap Growth CIZ	S	7.6	6.0	6.6						
217	Dreyfus Growth Opportunity (2%)	S	5.4	6.5	8.5						
218	Fidelity Large Cap Stock	S	6.3	6.1	8.4						
219	Oakmark Equity&Income (2%)	S	3.5	5.1	14.2						
220	Tweedy, Browne American Value	S	3.7	6.5	10.4						
221	Vanguard U.S. Growth	S	7.1	5.3	7.5						
222	Fidelity Fifty (.75%r<30d)	S	6.0	6.6	5.9						
223	Dreyfus-Founders Discovery	S	7.5	5.5	5.8						
224	CS Warburg Pincus Capital Ap-	S	6.5	5.2	7.9						
225	TCW Galileo Aggressive Growth	S	7.2	4.9	7.4						
226	Janus U.S. Value	S	4.2	5.4	10.3						
227	INVESCO Core Equity	S	5.5	5.9	7.0						
228	Oberweis Emerging Growth (1%)	S	7.8	8.2	-3.0						
229	SIT Small Cap Growth (2%r<30d)	S	6.4	7.1	1.8						
230	Fidelity Blue Chip Growth	S	5.8	4.9	8.2						
231	American Century Select	S	5.7	4.7	8.5						
232	Clipper Fund	S	3.4	6.4	7.2						
233	Vanguard Growth Index	S	6.2	4.7	7.1						
234	Dreyfus Premier Third Century	S	6.4	4.5	7.2						
235	WellsFargo Montgomery Small	S	6.6	3.8	8.4						
236	Gabelli Growth	S	6.2	4.9	6.2						
237	Scudder Capital Growth AARP	S	5.2	4.6	8.5						
238	Columbia Common Stock	S	4.9	5.0	7.3						
239	PBHG Emerging Growth	S	10.7	7.4	-7.6						
240	Needham Small Cap Growth	S	5.9	5.4	3.8						
241	UMB Scout Stock	S	4.6	4.8	6.2						
242	Janus Fund	S	5.8	4.9	4.2						
243	Vanguard Convertible Securities	S	2.5	5.1	8.6						
244	Vanguard Growth Equity	S	7.6	3.4	5.1						
245	Fidelity Dividend Growth	S	5.0	3.1	9.8						
246	Dreyfus Appreciation	S	4.5	3.5	8.9						
247	Longleaf Partners	S	1.7	5.8	6.9						
248	American Century Heritage	S	5.7	5.5	1.7						
249	Matrix Advisors Value (.75%)	S	5.9	3.2	6.6						
250	Scudder Development (closed)	S	6.9	5.0	0.2						

### PRI Financial Advisors Inc.

#### Portfolio Management Services

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**INTERNATIONAL  
STOCK FUNDS On Next Page**

## International Stock Funds — data as of 11/12/04

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	6.1%	38.8%	40.9%	51	American Century Intl Growth	S	6.7	11.6	15.9
2	T.Rowe Price Latin America (2%	H	5.6	36.4	37.4	52	T. Rowe Price New Asia	S	5.6	12.9	14.0
3	Scudder Latin America	H	4.7	35.1	34.9	53	Fidelity SE Asia (1.5%<90d)	S	4.5	12.9	14.9
4	Dodge & Cox Intl Stock	B	7.6	23.0	33.5	54	Fidelity Overseas (1%<30d)	S	7.3	10.4	16.8
5	Fidelity Europe (1%<30d)	B	8.6	22.9	30.0	55	Amer.Cent.Intl Opportunity (2%	S	6.7	8.8	21.2
6	T.Rowe Price Emg Europe&Med.	H	6.8	18.1	31.9	56	Scudder Pacific Opportunity (2%	S	4.3	11.0	17.3
7	Artisan Intl Value (2%<90d)	B	7.0	16.7	33.6	57	Fidelity Worldwide (1%<30d)	S	6.7	9.8	14.7
8	Vanguard Emerging Mkts Stk	B	6.0	20.6	23.8	58	Vanguard Pacific Stock Index	S	3.6	10.7	16.3
9	Vanguard European Stock Index	B	8.8	17.5	27.0	59	American Century Global	S	7.5	9.4	13.1
10	Neuberger Berman Intl (2%	B	5.4	16.1	33.9	60	Fidelity Global Balanced (1%	S	5.5	9.9	14.2
11	Scudder Global Discovery(closed)	H	10.9	16.3	24.2	61	Tweedy, Browne Global Value	S	3.3	7.4	20.4
12	Dreyfus Emerging Market(1%r)	B	6.4	19.0	23.9	62	Fidelity Aggressive Intl. (1%	S	6.7	7.4	12.3
13	Oakmark Intl Small Cap	B	5.0	16.9	30.9	63	Fidelity Pacific Basin (1.5%	S	5.1	8.2	11.7
14	Guinness China & Hong Kong	B	2.7	21.1	23.0	64	Driehaus Int'l Discovery (2%	S	4.5	8.5	11.0
15	Julius Baer Intl Equity A (2%	B	7.5	17.3	24.7	65	Matthews Japan Fund (2%	S	3.1	5.4	18.8
16	Janus Intl Equity (1%<90d)	B	7.5	16.2	27.2	66	T. Rowe Price Japan	S	2.3	6.0	16.8
17	Fidelity Intl Small Cap (2%<90d)	H	6.1	15.9	29.2	67	Janus Worldwide (2%<90d)	S	6.2	5.9	7.9
18	Harbor International (2%<60d)	H	6.6	16.9	24.0	68	Fidelity Japan Smaller Cos	S	0.2	3.8	19.8
19	T. Rowe Price European	H	9.6	15.2	23.5	69	Japan Fund (Scudder) (2%	S	3.4	2.9	10.6
20	Driehaus Emerging Mkts Gr (2%	H	3.6	19.6	21.3	70	Longleaf Partners International	S	2.6	3.3	10.8
21	Oakmark International (2%<90d)	H	7.8	15.3	24.1	71	Fidelity Japan(1.5%<90d)	S	1.4	3.0	9.3
22	Vanguard Intl Explorer	B	6.5	14.5	27.7	72	CS Warburg Pincus Japan Grth	S	2.7	1.1	4.9
23	Fidelity Emerging Mkts (1.5%	H	6.0	17.3	20.9						
24	Matthews Pacific Tiger (2%<90d)	H	5.6	17.0	21.8						
25	Schwab International Index (1.5%	H	7.6	15.4	22.6						
26	Artisan International (2%<90d)	H	7.7	15.3	21.2						
27	Artisan Intl Small Cap(closed,2%	H	7.1	15.2	21.9						
28	Vanguard International Value (2%	H	5.9	15.7	22.2						
29	Preferred International	H	6.2	15.3	22.3						
30	USAA International	H	7.2	13.9	24.1						
31	Scudder Greater Europe (2%	H	7.6	14.5	22.0						
32	Fidelity Div Intl (closed,1%<30d)	H	7.2	13.2	22.9						
33	T.Rowe Price Intl Disc. (2%<1yr)	S	5.7	14.0	22.7						
34	Wm. Blair Intl Growth N	S	7.2	14.7	18.4						
35	Fidelity Intl Discovery(2%<30d)	S	7.7	13.0	21.5						
36	Matthews Asia G & I (closed,2%	H	3.7	14.1	23.9						
37	Janus Overseas(closed,2%<90d)	S	7.1	13.4	19.6						
38	Scudder Global	S	6.7	14.2	18.1						
39	Vanguard International Growth	S	6.4	13.5	20.3						
40	USAA World Growth	S	7.2	12.3	21.7						
41	Fidelity Europe Capital App. (1%	S	7.2	13.0	19.3						
42	Gabelli Intl Growth (2%<60d)	S	6.6	12.7	20.4						
43	Scudder International (2%<180d)	S	7.5	12.8	18.8						
44	Loomis Sayles International Eq-	S	8.2	13.6	15.6						
45	Wasatch International Growth	S	6.3	11.4	20.2						
46	Columbia Intl Equity CIZ	S	7.8	11.7	17.1						
47	SIT International Growth (2%	S	7.6	12.1	16.1						
48	T. Rowe Price Intl Stock	S	7.8	11.5	17.3						
49	Columbia International Stock (2%	S	7.7	11.5	17.3						
50	Oakmark Global (2%<90d)	S	7.5	10.5	18.0						

**Next Issue of**  
***MONEYLETTER Plus***  
**Will Be Available:**  
**Wednesday**  
**November 24, 2004**  
**by Midnight**

#### Total Return % - 10/31/04

1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
1.2	ML Conservative	5.1	10.4	37.0	5.5
1.3	Fidelity Conservative	5.6	8.0	21.1	5.2
0.9	Vanguard Conservative	5.1	8.8	18.4	5.3
2.2	ML Moderate	4.1	12.6	63.5	5.8
1.8	Fidelity Moderate	3.0	10.0	38.2	4.8
1.2	Vanguard Moderate	3.9	9.5	30.9	4.5
1.7	ML Venturesome	0.6	11.0	62.8	3.4
1.3	Fidelity Venturesome	1.5	7.5	35.9	3.0
1.0	Vanguard Venturesome	3.5	8.7	32.3	3.3
3.3	ML Select	3.1	6.8	n/a	3.4
<b>Benchmarks</b>					
1.5	S&P 500	2.9	9.4	12.1	3.1
1.5	Asset Allocation Funds Avg (84)	3.5	8.6	18.6	3.6

**SPECIALTY FUNDS**  
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## Specialty Funds — data as of 11/12/04

Rank	Fund	Cons.	1 month	6 month	1 year	Rank	Fund	Cons.	1 month	6 month	1 year
1	Cohen & Steers Realty Shares	*	8.4%	39.1%	42.9%	51	Rydex Leisure	*	7.8	10.9	15.8
2	T.Rowe Price Real Estate (1%	*	8.8	36.4	35.6	52	ICON Leisure & Consumer Sta-	*	7.8	10.8	14.6
3	Fidelity Real Estate (.75%r<90d)	*	7.7	36.2	32.3	53	T.Rowe Price Financial Services	*	6.4	11.9	12.3
4	ICON Energy	*	3.9	29.3	53.9	54	Rydex Telecommunications	*	7.0	10.1	14.4
5	Vanguard REIT Index (1%r<1yr)	*	7.3	34.8	30.8	55	Fidelity Brokerage (.75%r<30d)	*	8.8	11.1	8.9
6	Fidelity Med Del (.75%r<30d)	*	14.2	24.6	43.1	56	Rydex Retailing	*	11.0	10.7	5.9
7	Fidelity Chemicals (.75%r<30d)	*	8.8	27.6	40.6	57	Fidelity Home Finance (.75%	*	1.4	12.9	14.4
8	Fidelity Natural Gas (.75%r<30d)	*	2.0	26.9	51.5	58	Fidelity Finl Serv (.75%r<30d)	*	4.0	11.1	12.0
9	T. Rowe Price New Era	*	3.7	27.6	42.1	59	ICON Information Technology	*	9.8	13.9	-4.5
10	ICON Materials	*	6.3	27.1	37.9	60	Rydex Internet	*	8.1	7.2	13.7
11	Fidelity Wireless (.75%r<30d)	*	8.0	22.9	45.5	61	Fidelity Balanced	B	4.6	9.9	12.1
12	Vanguard Energy (1%r<1yr)	*	2.5	24.0	50.0	62	Fidelity Food & Agr (.75%r<30d)	*	9.8	6.2	13.4
13	Vanguard Precious Metals	*	8.4	33.9	14.9	63	Fidelity Automotive (.75%r<30d)	*	7.3	9.8	7.7
14	Fidelity Transportation (.75%	*	10.6	29.3	23.0	64	ICON Healthcare	*	9.1	5.9	14.5
15	Cohen & Steers Equity Income	*	6.1	29.4	29.3	65	ICON Consumer Discretionary	*	11.0	8.5	3.4
16	Fidelity Energy Services (.75%	*	1.5	25.7	44.0	66	Fidelity Paper & Forest (.75%	*	0.9	9.5	16.1
17	Amer. Cent. Global Gold (1%	*	9.1	36.0	7.1	67	Fidelity Medical Equip (.75%	*	5.9	4.4	19.6
18	Rydex Energy Services	*	0.9	25.0	45.6	68	Fidelity Consumer Ind (.75%	*	8.3	7.7	7.4
19	Stratton Mthly Div REIT (1.5%	*	6.3	29.6	25.2	69	Vanguard Balanced Index	B	3.7	8.0	10.6
20	CGM Realty	*	11.0	27.3	23.4	70	Rydex Consumer Products	*	8.6	2.9	13.1
21	Alpine U.S. Real Estate Equity	*	10.3	25.4	28.0	71	RS Information Age	*	9.5	7.3	-0.9
22	Fidelity Gold (.75%r<30d)	*	9.4	35.8	3.0	72	RS Internet Age	*	9.8	7.0	-0.6
23	Rydex Energy	*	2.2	22.4	46.8	73	Fidelity Software (.75%r<30d)	*	10.2	4.5	4.9
24	U.S.Global Gold Shares (.25%	*	9.8	32.4	9.2	74	T.Rowe Price Health Sciences	*	5.1	1.3	19.3
25	Fidelity Indust Matrls (.75%r<30d)	*	5.4	27.4	24.8	75	Vanguard Health Care	*	5.4	2.7	14.5
26	Fidelity Energy (.75%r<30d)	*	2.3	21.2	44.4	76	Fidelity Environmental Ser (.75%	*	5.8	5.2	6.5
27	Rydex Precious Metals	*	6.8	33.1	7.5	77	Fidelity Multimedia (.75%r<30d)	*	6.0	5.0	5.0
28	Fidelity Cyclical Ind (.75%r<30d)	*	8.4	22.6	30.8	78	Gateway Fund	B	2.2	5.8	7.4
29	Rydex Basic Materials	*	6.5	24.4	28.1	79	Fidelity Insurance (.75%r<30d)	*	0.8	3.5	12.4
30	Fidelity Utilities Growth (.75%	*	6.7	22.7	30.4	80	T.Rowe Price Science & Tech	*	8.5	3.5	0.1
31	Fidelity Natrl Resources (.75%	*	2.8	21.3	38.2	81	Fidelity Biotechnology (.75%	*	4.4	-1.8	15.7
32	Scudder Gold (closed)	*	7.5	33.0	1.6	82	Fidelity Technology (.75%r<30d)	*	10.7	2.5	-5.1
33	Rydex Transportation	*	10.4	24.7	17.5	83	Fidelity Networking (.75%r<30d)	*	13.3	2.3	-8.7
34	Fidelity Const & Housing (.75%	*	8.7	23.1	22.4	84	Fidelity Health Care (.75%r<30d)	*	3.6	-1.2	11.5
35	Fidelity Defense & Aero (.75%	*	7.2	21.1	27.7	85	Rydex Technology	*	9.2	1.7	-4.5
36	T.Rowe Price Media & Telecom-	*	9.2	14.7	27.4	86	Fidelity Computers (.75%r<30d)	*	11.5	1.8	-8.5
37	ICON Telecommunications &	*	6.0	18.1	21.8	87	Rydex Health Care	*	4.2	-1.9	7.3
38	Rydex Utilities	*	5.1	18.8	20.6	88	AXARosenberg Value L/S (2%	*	-1.0	3.3	2.0
39	ICON Industrials	*	8.4	17.6	18.3	89	Merger Fund (closed,2%r<30d)	*	1.0	-0.7	1.8
40	Fidelity Air Transport (.75%r<30d)	*	9.5	17.2	11.9	90	Fidelity Pharmaceuticals (.75%	*	4.2	-4.9	3.1
41	Fidelity Industrial Equip (.75%	*	7.9	13.8	21.2	91	Rydex Biotechnology	*	4.0	-5.4	4.7
42	Fidelity Retailing (.75%r<30d)	*	9.4	14.2	15.2	92	Fidelity Electronics (.75%r<30d)	*	11.3	-7.2	-13.7
43	Fidelity Developing Comm (.75%	*	13.0	13.5	11.5	93	Royce Technology Value (2%	*	9.0	-7.5	-16.3
44	Fidelity Banking (.75%r<30d)	*	5.4	15.6	14.4	94	Rydex Juno	*	0.2	-10.9	-9.9
45	ICON Financial	*	4.3	15.1	16.6	95	Rydex Ursa	*	-5.4	-7.9	-12.3
46	Fidelity Telecomm (.75%r<30d)	*	5.0	12.1	22.5	96	ProFunds Bear Inv	*	-5.4	-8.0	-12.5
47	Rydex Financial Services	*	5.1	13.5	17.1	97	Rydex Electronics	*	9.9	-12.2	-28.3
48	Fidelity Leisure (.75%r<30d)	*	7.3	11.7	17.2	98	Prudent Bear	*	-5.1	-7.9	-17.1
49	Fidelity Bus Services (.75%r<30d)	*	7.8	12.2	14.6						
50	Rydex Banking	*	3.9	14.1	14.3						

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

\* = **Not Recommended**

**SPECIALTY FUNDS**  
Continued On Next Page

## Bond Funds — data as of 11/12/04

Fund	Cons.	1 month	6 month	1 year	Fund	Cons.	1 month	6 month	1 year
American Century Ginnie Mae	*	-0.4	2.8	0.7	PIMCO Low Duration	B	-0.2	1.3	1.0
American Century Inflation Adj	B	0.5	6.5	7.4	PIMCO Real Return	H	0.6	5.3	5.8
American Century Intl Bond	*	6.0	12.5	16.6	PIMCO Total Return	H	0.1	4.6	4.3
American Century Target 2010	*	-0.2	6.0	5.9	PIMCO Total Return Mortgage	H	-0.1	4.3	3.2
American Century Target 2015	*	-0.1	11.6	11.4	Safeco U.S. Government (2%	H	-0.1	3.1	1.5
American Century Target 2020	*	0.1	15.4	14.6	Schwab S-T Bond Mkt Index	B	-0.4	1.6	1.1
American Century Target 2025	*	0.1	19.0	16.9	Scudder Global Bond S-T	*	3.0	7.5	7.3
American Government Bond	H	-0.1	2.9	1.4	Scudder Income (closed)	H	-0.3	5.1	5.7
BBH Inflation Indexed Sec	B	0.5	6.7	8.0	Scudder Short-Term Bond	B	-0.2	1.6	2.1
Buffalo High-Yield(2%r<180d)	*	2.2	6.1	9.1	Strong Corporate Bond	*	0.1	5.9	4.5
Columbia Fixed Income Sec	H	-0.3	3.0	1.6	Strong Govt Securities	H	-0.5	3.4	2.3
Columbia High Yield	*	0.8	6.0	4.2	Strong High Yield Bond (1%	*	1.2	7.3	8.3
Columbia Income CIZ	H	0.1	5.4	3.5	Strong S-T Bond	B	-0.3	1.0	0.9
Columbia Intermediate Bond CIZ	H	-0.1	4.4	2.6	Strong S-T High Yield	*	0.1	2.5	2.4
Columbia S-T Bond	B	-0.2	0.7	0.4	T. Rowe Price Corporate Inc	*	0.3	6.4	5.5
Dodge & Cox Income	H	0.2	4.3	4.8	T. Rowe Price GNMA	*	-0.2	3.1	1.6
Dreyfus 100 Treasury L-T	*	-0.9	6.0	-2.8	T. Rowe Price High Yld	*	1.6	7.2	7.1
Dreyfus A Bonds Plus	*	0.2	4.7	1.4	T. Rowe Price Int'l Bond	*	5.3	11.4	11.7
Dreyfus GNMA	*	0.1	3.8	3.7	T. Rowe Price New Income	*	-0.2	4.3	3.1
Dreyfus Short-Term Income	B	0.0	1.6	-1.3	T. Rowe Price Spectrum Income	*	1.7	6.7	7.2
Dreyfus Strategic Income	*	-0.1	4.2	0.4	T. Rowe Price S-T Bond	B	-0.4	0.7	0.3
Federated Total Return Govt	H	-0.5	3.0	1.7	T. Rowe Price U.S. Treas. L-T	*	-0.4	6.7	4.4
Federated U.S. Govt Sec. 1-3	B	-0.4	0.2	-0.3	TCW Galileo High Yield Bond	*	1.9	8.7	11.7
Fidelity Capital & Income (1%	*	2.7	11.0	9.6	TCW Galileo Total Return Bond	H	-0.3	3.9	4.9
Fidelity Floating Rate High Inc(1%	B	0.4	1.7	2.4	USAA Income	H	0.2	5.4	5.2
Fidelity GNMA	*	-0.3	3.2	2.1	Value Line Aggressive Inc (1%	*	1.0	5.4	6.1
Fidelity Government Income	*	-0.3	3.5	2.8	Value Line U.S. Govt Sec	H	-0.3	3.3	2.9
Fidelity High Income (1%r<90d)	*	1.8	6.4	7.5	Vanguard GNMA	B	0.2	4.9	2.8
Fidelity Inflation-Protected Bond	B	0.6	6.4	7.0	Vanguard High Yield Corporate	*	1.6	9.0	10.7
Fidelity Intermediate Bond	H	-0.4	2.8	2.0	Vanguard Inflation Protected	B	0.5	6.3	7.6
Fidelity Intermediate Govt	H	-0.4	3.0	3.1	Vanguard Intermediate Treas.	H	-0.3	3.9	1.4
Fidelity Investment Grade	H	0.2	5.5	5.5	Vanguard Long-Term Corporate	*	0.3	9.3	6.1
Fidelity New Markets Income (1%	*	0.6	14.8	10.0	Vanguard L-T Treasury	*	-0.1	8.1	4.8
Fidelity Short-Term Bond	B	-0.3	1.2	1.1	Vanguard Short-Term Corporate	B	-0.2	1.4	0.6
Fidelity Strategic Income	B	2.1	10.8	10.2	Vanguard S-T Federal	*	-0.2	1.1	0.4
FifthThird Bond	*	0.1	4.5	4.5	Vanguard S-T Treasury	B	-0.3	0.9	0.2
Fremont Bond	H	0.0	5.1	5.1	Vanguard Total Bond Market	H	0.4	5.4	5.6
Janus Flexible Income	*	-0.4	3.5	2.0	WellsFargo Montgomery S Dur	B	-0.6	1.0	1.0
Janus High Yield (2%r<90d)	*	1.0	7.5	6.4	WellsFargo Montgomery Total	H	-0.4	4.4	3.8
Janus S-T Bond	B	-0.3	1.0	1.4	Westcore Plus Bond (2%r<90d)	*	0.4	6.0	7.4
Loomis Sayles Bond Instl	B	2.4	13.7	14.0	WPG Core Bond	H	0.1	4.6	4.2
Loomis Sayles Bond Retail	B	2.4	13.5	13.7					
Managers Bond	*	0.5	6.4	6.8					
Managers Int. Duration Govt	*	0.1	4.4	4.4					
Managers Short Duration Govt	B	0.3	1.4	1.9					
MetroWest Low Duration	B	0.3	1.7	1.4					
MetroWest Total Return	*	0.5	4.0	3.1					
Northeast Investors Trust	*	1.7	8.1	14.5					
Payden Global Fixed Income	*	0.7	4.5	4.4					
PIMCO High Yield	*	1.0	8.8	8.0					

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

\* = **Not Recommended**

**PORTFOLIO HOLDINGS**  
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## Weekly Performance of ML Model Holdings — data as of 11/12/04

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	0.00%	LSBRX Loomis Sayles Bond	0.36
ARTQX Artisan Mid Cap Value	1.79	RSCOX RS Contrarian	3.31
ARTKX Artisan International Value	1.37	VBINX Vanguard Balanced	1.11
BPTRX Baron Partners	3.23	VEURX Vanguard European Stock Index	1.50
BERWX Berwyn Fund	1.97	VFIIK Vanguard GNMA	-0.10
CSRSX Cohen & Steers Realty	4.86	VWEHX Vanguard High Yield Corp	-0.31
DODIX Dodge & Cox Income	0.00	VIPSX Van. Inflation Protected Bond	0.00
DODFX Dodge & Cox International	1.29	VTRIX Vanguard International Value	1.13
FBALX Fidelity Balanced	1.52	VISVX Vanguard Small Cap Value	3.04
FCNTX Fidelity Contrafund	1.74	VBMFX Vanguard Total Bond	0.00
FIEUX Fidelity Europe	1.41	VUVLX Vanguard US Value	1.96
FEXPX Fidelity Export & Multinational	1.90	VIVAX Vanguard Value Index	1.81
FTQGX Fidelity Focused Stock	2.76	VWNFX Vanguard Windsor II	2.07
FINPX Fidelity Inflation Protected	0.00	WEHIX Weitz Hickory	1.43
FISMX Fidelity International S-C	1.41		
FBNDX Fidelity Inv Grade Bond	0.00		
FLVCX Fidelity Leveraged Company	4.42	<b>Indices</b>	
FSNGX Fidelity Natural Gas	1.83		
FSICX Fidelity Strategic Income	0.19	DOW JONES INDUSTRIALS	1.46%
FDVLX Fidelity Value	2.34	NASDAQ	2.28
FWRLX Fidelity Wireless	3.45	S&P 500	1.54
GATEX Gateway Fund	0.78		

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