

MONEYLETTER HOTLINE 12/21/04

Jekyl & Hyde

Two days, two separate markets. All in all, though, today's sweeping gains show that this rally will not quit. We are seeing seasonal influences at work. But there is more going on in our opinion. The corporate bond market remains exceedingly strong by all accounts. The junk end of that market is also strong, much stronger than we expected once the Fed started raising rates. Amazingly, once the Fed started raising rates, short-term rates have risen by 1¼ percentage points while junk bond yields have dropped by about 1 percentage point. This was not supposed to happen, but it has. Clearly bond investors are yield hungry enough to pay up for higher yield despite the risk.

How long this appetite for risk will last we do not know. We believe it will last as long as inflation remains well behaved. In turn, our outlook is that inflation will remain well behaved. This is good news for the stock market. The low yields in the bond market are the primary underlying reason in our opinion for this prolonged rally. We remain cautious optimists, looking out over the next six months.

There is no change in our recommended allocations.

New Fund Ratings – For domestic stock funds, Royce Premier and Vanguard Value Index are now rated Sell. For international stock funds, Vanguard International Explorer is now rated Buy. Fidelity International Small Cap is now rated Hold.

Vanguard Value Index is in all three Vanguard family portfolios. We will switch the fund to Vanguard Strategic Equity in all three portfolios.

The Economy – The reports on Christmas sales are mixed. Sales at the standard department stores are soft, we are told. Meanwhile, the weekly sales reports are showing some pickup in sales. Also internet sales are reported to be extremely strong. We would expect sales to be satisfactory when the full tally is in. We see the economy moving at trend rate in the months ahead.

The Stock Market – Some of the overseas markets, particularly in Asia, have caught the Christmas spirit. Here at home, the earnings news, while sparse, remains positive on the whole. Investors are in a very positive mood concerning stocks. Stocks remain the asset of choice.

Select Portfolio – There are no changes for this portfolio.

Because of the Christmas holiday, there will be no Hotline on Friday, December 24th. The next Hotline will be Tuesday, December 28th at 7 pm. **Also, please note there will be no ML Plus next week. The next issue will be published Thursday, January 6, 2005. Happy Holidays!**

MONEYLETTER HOTLINE 12/17/04

Headache Late in the Week

The rally ran out of steam the latter part of this week. Today, of course, the market ran into bad news in the form of the Celebrex news concerning possible cardiac problems. But even earlier in the week, the rally appeared tired. One hurdle this week for the market is that it was quadruple-witching week, and some of the activity we saw can be chalked up to position squaring. Another was energy which turned around and ran up sharply the past two days.

All this is short-term stuff, and will soon fade away. The basic picture remains the same. The economy is doing well, and the outlook for the immediate months ahead is encouraging. The latest economic surveys from the New York and Philadelphia Fed are stronger than we expected. We don't know how much is due to temporary tax relief that ends in another two weeks or how much is due to faster growth taking hold. In either case manufacturing activity is picking up at year-end. Now if the consumer would only come around. We need firmly lower energy prices for that. We remain cautious optimists looking out over the next six months.

There is no change in our recommended allocations.

New Fund Ratings – For domestic stock funds, Baron Asset and Baron Growth are now rated Buy. CGM Focus is now rated Hold. T. Rowe Price Capital Appreciation, Janus Mid Cap Value, and Fidelity Contrafund are now rated Sell. Fidelity Export and Multinational is now rated Sell for Venturesome and Moderate investors. It remains a Hold for Conservative investors. For international stock funds, Janus International Equity is now rated Buy. T. Rower Price Emerging Europe and Mediterranean are now rated Hold.

Fidelity Export & Multinational is in the Fidelity Venturesome and Moderate model portfolios. We will sell the fund in both portfolios and switch into Fidelity Value Strategies. Fidelity Contrafund is also in the Fidelity Venturesome portfolio. Here again we will switch the fund into Fidelity Value Strategies.

The Economy – Washington's latest outlook is for growth of 3.5% next year, down from this year's 4.0% growth. The number is in the ballpark. The number is in line with the trend rate of growth of today's economy. We think the upside wild card is the effect of a lower dollar. In any case, the economy is moving along nicely. We look for good growth ahead.

The Stock Market – Profit growth is slowing, and that is surely going to slow the profit gains for the overall U.S. market. But we could see a change of leadership next year from small to large or to growth from value that could offer opportunities even in a slower overall market. Stocks remain the asset of choice.

Select Portfolio – There are no changes for this portfolio.

Domestic Stock Funds — data as of 12/17/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	Baron Partners	B	6.1%	20.3%	45.4%	51	Third Avenue Small-Cap Value	H	1.6	11.8	22.6
2	RS Contrarian Value	B	3.7	22.9	30.9	52	Fidelity Value Strategies	H	4.5	12.3	16.7
3	RS Partners (closed)	B	2.9	21.3	35.7	53	ICM/Isabelle Small Cap Value	H	6.1	9.7	20.7
4	MainStay Small Cap Opportunity	B	5.9	18.3	28.5	54	Marsico Growth & Income (2%	H	3.8	12.4	16.3
5	FBR Small Cap (closed,1%r<90d)	B	3.0	18.1	29.9	55	Janus Venture (closed)	H	4.7	10.2	20.4
6	Fidelity Leveraged Co	B	3.5	17.3	30.6	56	Royce Penn Mutual(1%r<180d)	H	1.4	11.7	21.7
7	Marsico 21st Century (2%r<30d)	B	5.3	18.3	23.7	57	TCW Galileo Diversified Value N	H	2.1	10.6	23.3
8	Muhlenkamp Fund	B	4.6	17.4	25.0	58	Value Line Fund	H	3.9	12.9	14.4
9	Baron Growth	B	4.5	15.4	29.2	59	RS Emerging Growth(closed)	H	3.0	11.9	18.1
10	Longleaf Partners Smallcap	B	1.6	17.7	27.8	60	Marsico Focus (2%r<30d)	H	4.9	12.7	13.5
11	Baron Asset	B	5.3	15.0	28.6	61	MSI Value Portfolio	H	1.8	11.7	20.4
12	Vanguard Small-Cap Value Index	B	3.3	16.4	25.3	62	T. Rowe Price Small Cap Stock	H	1.5	11.6	20.2
13	WmBlair S-C Growth N	B	4.2	14.1	29.5	63	PBHG Small Cap Value	H	3.9	11.9	15.6
14	T. Rowe Price S-C Value	B	2.5	15.2	26.6	64	Mutual Qualified(1%)CIZ	H	2.4	12.1	17.0
15	Janus Contrarian	B	2.8	15.5	25.3	65	Royce Total Return (1%r<180d)	H	2.3	11.4	18.7
16	Berwyn Fund (1%r<180d)	B	3.8	14.9	25.1	66	CGM Focus	H	0.8	13.8	15.0
17	Weitz Hickory	H	2.9	14.2	25.2	67	WPG Tudor	H	3.5	9.9	20.3
18	Strong Multi-Cap Value	B	4.5	15.1	20.4	68	Fidelity Focused Stock (.75%	H	2.7	11.3	18.1
19	Vanguard Mid-Cap Index	B	3.7	14.5	22.5	69	RS Smaller Company Growth	S	3.7	11.0	17.1
20	Loomis Sayles Small Cap Value	H	3.8	14.5	22.4	70	Neuberger Berman Genesis	S	3.2	9.9	20.3
21	CRM Mid Cap Value Inv	B	2.3	13.5	27.1	71	Neuberger Berman Manhattan	S	3.3	10.5	18.6
22	Fidelity L P Stock (closed,1.5%	B	3.2	14.1	23.8	72	Neuberger Berman Guardian	H	1.4	11.7	18.3
23	Vanguard Strategic Equity	H	3.4	14.3	22.7	73	T.Rowe Price Mid Cap Growth	H	2.1	10.6	20.0
24	Artisan Mid Cap Value	B	2.1	13.3	26.9	74	CRM Small Cap Value Inv	S	2.2	10.3	20.0
25	Bridgeway Aggressive Investors 2	H	5.6	13.8	20.0	75	Janus Mid Cap Value	S	2.5	9.7	20.7
26	Wasatch Small Cap Value	H	4.9	13.4	22.0	76	USAA Aggressive Growth	S	3.9	11.3	14.7
27	Third Avenue Value (1%r<60d)	B	0.5	14.1	26.8	77	Baron Small Cap	S	4.1	7.6	23.7
28	Strong Advisor Midcap Growth	H	4.0	14.1	21.4	78	SIT Mid Cap Growth (2%r<30d)	S	2.7	10.1	19.3
29	Janus Twenty(closed)	H	3.4	12.4	26.5	79	Strong Mid Cap Disciplined	S	2.5	9.0	22.3
30	Vanguard Cap Opp (closed,	H	2.9	12.6	26.4	80	Vanguard Small Cap Growth	S	2.8	10.1	18.8
31	MSI Mid Cap Growth	H	3.2	13.1	23.5	81	T. Rowe Price New Horizons	S	2.5	9.9	19.8
32	Neuberger Berman Partners	H	3.5	13.4	21.9	82	Fidelity Small Cap Ind.(1.5%	S	3.6	10.2	17.2
33	Buffalo Small Cap(closed)	H	0.5	12.1	29.6	83	Strong Growth 20	S	3.9	10.3	16.5
34	Wasatch Core Growth(closed,2%	H	4.2	12.8	22.0	84	USGlobal Holmes Growth (.25%	S	2.4	10.4	18.0
35	Vanguard SmallCap Index	H	3.1	13.4	22.1	85	Vanguard PRIMECAP(closed,	S	2.1	9.7	20.1
36	Forward Hoover Small Cap	H	2.8	12.1	24.8	86	Vanguard Windsor II	H	1.6	9.9	20.3
37	Fidelity Value	B	2.3	12.7	23.6	87	T. Rowe Price Cap Appreciation	S	2.0	10.7	17.6
38	Boston Partners Mid Cap Value	H	4.1	12.1	22.3	88	Vanguard Capital Value	S	3.2	10.6	15.8
39	Safeco Growth Opportunities (2%	B	1.4	13.2	23.5	89	TCW Galileo Dividend Focused	H	1.4	10.0	20.1
40	Artisan Small Cap	H	2.9	11.6	24.8	90	INVESCO Small Company	S	3.9	10.9	14.2
41	MSI Small Cap Value(closed)	H	3.3	12.8	20.8	91	Strong Discovery	H	3.2	9.7	18.2
42	Ariel Fund	H	1.9	12.2	24.0	92	Royce Premier (1%r<180d)	S	0.1	9.3	23.6
43	Vanguard Extended Market Index	H	3.4	12.6	20.4	93	Value Line Special Situations	S	2.2	9.6	19.4
44	Janus Enterprise	H	4.0	11.1	23.2	94	Vanguard Value Index	S	1.8	10.6	17.4
45	Boston Prtrs All Cap Value	H	3.7	11.0	23.0	95	MSI Mid Cap Value	S	3.5	9.9	16.5
46	Henlopen Fund (1%r<30d)	H	4.6	11.6	19.8	96	Dreyfus Mid Cap Index	S	2.7	10.0	17.1
47	Dodge & Cox Stock (closed)	H	2.6	11.8	22.1	97	Dreyfus New Leaders	S	3.0	9.6	17.6
48	Royce Opportunity (1%r<180d)	H	3.5	12.1	20.0	98	Vanguard Explorer	S	3.1	9.9	16.6
49	USAA Capital Growth	H	3.7	12.8	17.7	99	Boston Ptnrs Smlcap Val	S	4.9	8.3	17.5
50	T.Rowe Price Mid Cap Value	H	2.3	11.3	22.7	100	Turner Mid Cap Growth	S	4.3	10.1	13.8

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

Domestic Stock Funds continued — data as of 12/10/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
101	T. Rowe Price Equity-Income	S	2.3	9.8	17.3	151	Value Line Leveraged Growth	S	2.6	8.5	11.0
102	USAA Growth	S	4.0	10.1	14.0	152	Fidelity Discovery	S	0.7	9.2	11.9
103	Strong Opportunity	S	1.8	8.8	20.2	153	Fidelity Equity-Income II	S	1.3	8.7	12.2
104	Fidelity Small Cap Stock (2%	S	2.7	9.6	16.6	154	Janus Growth & Income	S	1.5	8.3	13.0
105	Sound Shore	S	3.6	8.8	17.1	155	Strong Growth	S	3.1	6.8	14.2
106	Salomon Brothers Opportunity	S	2.2	10.5	14.6	156	T. Rowe Price Dividend Growth	S	1.4	8.0	13.6
107	Artisan Midcap(closed)	S	3.0	8.8	17.3	157	Dreyfus-Founders Discovery	S	3.9	6.9	12.5
108	Gabelli Asset	S	2.3	9.7	16.0	158	Fidelity Mid-Cap Stock (.75%	S	2.6	8.3	10.9
109	RS MidCap Opportunities	S	2.7	9.6	15.6	159	T. Rowe Price Growth & Income	S	1.4	8.2	13.1
110	Cambiar Opportunity	S	3.0	8.9	16.7	160	SIT Small Cap Growth (2%	S	3.0	8.6	9.5
111	RS Value+Growth	S	2.8	9.5	15.3	161	American Century Equity Income	S	1.5	7.6	14.0
112	Homestead Value	S	2.4	8.9	17.2	162	Janus Mercury	S	2.7	7.1	13.3
113	Loomis Sayles Value	S	1.5	9.0	17.8	163	Strong Advisor Common Stock	S	1.6	8.0	12.5
114	Harbor Value	S	3.0	8.2	17.0	164	C&B Mid Cap Value	S	3.2	7.1	12.2
115	Mutual Beacon(1%)CIZ	S	1.6	10.0	14.6	165	TCW Galileo Small Cap Growth	S	3.8	6.4	13.1
116	Federated Kaufmann Fund(0.2%)	S	3.5	8.4	15.4	166	Westport Small Cap R	S	2.1	7.5	12.8
117	Fidelity Contrafund	S	1.6	8.8	17.1	167	Meridian Fund	S	0.5	7.2	15.5
118	Vanguard U.S. Value	S	1.6	9.1	16.3	168	Preferred Value	S	2.1	7.5	12.3
119	Ariel Appreciation	S	3.2	8.2	16.0	169	Fidelity Capital Appreciation	S	1.6	7.3	13.6
120	Buffalo Mid Cap	S	2.7	7.7	18.2	170	Nicholas Fund	S	3.1	6.3	13.8
121	Columbia Disciplined Value CIZ	S	2.0	8.8	16.1	171	Royce Low Priced Stock	S	-0.7	8.0	14.9
122	Undiscovered Behavioral Growth	S	3.6	9.7	11.3	172	ABN Amro Mid Cap	S	1.7	4.5	19.8
123	Vanguard Equity-Income	S	1.2	9.4	15.7	173	Fidelity Equity-Income	S	1.2	7.2	13.7
124	CS Warburg Pincus Emerging	S	4.0	7.7	15.6	174	Neuberger Berman Fasciano Inv	S	1.4	7.2	13.2
125	Weitz Value Fund	S	2.4	8.2	16.7	175	Oberweis Emerging Growth (1%	S	3.7	8.0	7.5
126	TCW Galileo Opportunity N	S	2.1	8.7	15.9	176	Royce Special Equity (1%	S	2.5	5.5	15.2
127	Fidelity Export & Multinat'l(.75%	S	1.7	8.8	16.2	177	Fidelity Fifty (.75%r<30d)	S	3.2	7.0	10.3
128	Columbia Small Company Equity	S	2.8	8.4	15.1	178	Vanguard Growth & Income	S	1.0	6.9	13.3
129	American Century Equity Growth	S	1.7	8.6	16.3	179	American Century Growth	S	1.3	7.3	11.5
130	American Century Vista	S	4.3	5.8	19.4	180	WellsFargo Montgomery Small	S	4.8	3.9	14.7
131	Wasatch Small Cap Grth	S	2.1	9.3	13.8	181	Schwab 1000 Fund (.75%	S	1.3	6.7	12.7
132	Fidelity Growth Company	S	2.4	8.1	15.7	182	Selected Special Shares	S	2.2	6.2	12.6
133	Legg Mason Opportunity Trust	S	4.8	6.6	16.0	183	Oakmark Fund (2%r<90d)	S	1.1	6.4	13.9
134	Mutual Shares(1%)CIZ	S	1.8	9.1	14.1	184	USAA Growth & Income	S	1.8	6.6	12.2
135	Bogle Small Cap Growth(closed)	S	2.7	8.6	13.4	185	SIT Large Cap Growth (2%	S	0.6	6.3	14.4
136	TCW Galileo Select Equity	S	1.6	8.0	16.2	186	Vanguard/Morgan Growth	S	1.9	6.4	12.3
137	INVESCO Dynamics	S	2.7	8.1	13.9	187	T. Rowe Price Growth Stock	S	1.4	6.6	12.2
138	Vanguard Windsor	S	1.7	8.5	14.4	188	Yacktman Fund	S	3.0	7.4	7.7
139	PIMCO PEA Value D	S	-0.1	6.9	20.9	189	Fidelity Trend	S	1.2	6.4	12.8
140	Fidelity Independence	S	2.4	8.2	13.7	190	Columbia Asset Allocation CIZ	S	1.4	7.0	11.0
141	Legg Mason Value	S	3.4	7.0	15.0	191 Vanguard 500 Index	S	1.2	6.4	12.7	
142	Fidelity Disciplined Equity	S	2.0	8.2	14.0	192 Fidelity Spartan 500 Index	S	1.2	6.4	12.7	
143	Century Select Small Cap (1%	S	2.4	8.5	12.5	193	Harbor Capital Appreciation	S	1.8	6.2	12.0
144	American Century Income &	S	2.0	7.6	15.5	194	Selected American Shares	S	0.9	6.0	13.6
145	Columbia Special	S	3.6	8.9	9.4	195	Tweedy, Browne American	S	1.8	6.2	11.5
146	Legg Mason Special Investment	S	4.5	5.9	15.5	196	PBHG Growth	S	3.3	6.1	9.3
147	Aegis Value Fund	S	1.7	8.1	14.2	197	Fidelity OTC Portfolio	S	0.8	6.8	11.0
148	Vanguard Total Stk Mkt	S	1.7	7.8	14.3	198	Needham Small Cap Growth	S	5.3	4.1	10.8
149	Fidelity Convertible Securities	S	2.5	8.3	11.6	199	Pin Oak Aggressive Stock	S	1.2	6.5	10.9
150	American Century Value (closed)	S	2.0	6.7	16.3	200	Fidelity Stock Selector	S	1.0	6.2	11.8

DOMESTIC STOCK FUNDS
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Domestic Stock Funds continued — data as of 12/17/04

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
201	Preferred Growth	S	2.0	5.9	11.2	251	UMB Scout Stock	S	0.8	3.4	6.5
202	Oakmark Select(closed) (2%)	S	0.8	6.0	12.3	252	Safeco Equity	S	-0.7	3.1	7.9
203	Fidelity Growth & Income	S	0.9	6.2	11.6	253	Janus Fund	S	1.5	2.4	6.3
204	American Century Heritage	S	4.6	5.1	9.0	254	INVESCO Core Equity	S	-0.1	3.6	5.5
205	Fidelity New Millennium (closed)	S	1.7	7.5	7.1	255	Hussman Strategic Growth	S	1.5	1.8	7.7
206	Nicholas II	S	2.1	4.6	13.5	256	WPG Large Cap Growth	S	1.4	2.3	5.6
207	Strong Large Cap Growth	S	1.3	6.2	10.6	257	Scudder Large Company Growth	S	1.1	2.2	5.9
208	CS Warburg Pincus Capital Ap-	S	3.0	4.5	11.8	258	Dreyfus Appreciation	S	0.5	1.7	7.0
209	Fidelity Aggressive Growth(1.5%	S	1.2	5.0	13.1	259	Matrix Advisors Value (.75%	S	0.9	1.4	5.1
210	Scudder Growth & Income	S	0.9	5.7	11.3	260	Thompson Plumb Growth	S	0.5	-1.6	6.5
211	Columbia Growth	S	2.1	5.2	10.5	261	Van Wagoner Emerging Growth	S	0.4	-5.9	-13.8
212	PBHG Emerging Growth	S	1.7	8.5	2.9						
213	Scudder Large Co Value	S	-0.3	6.1	11.8						
214	American Century Ultra	S	1.5	4.7	12.5						
215	TCW Galileo Value Opportunities	S	1.8	3.8	14.1						
216	Salomon Brothers Investors	S	0.0	5.7	12.0						
217	Columbia Common Stock	S	2.3	5.1	9.6						
218	Columbia Large Cap Growth CIZ	S	2.1	5.0	10.0						
219	TCW Galileo Aggressive Growth	S	0.0	5.1	12.7						
220	T. Rowe Price New America	S	0.8	4.7	12.5						
221	Domini Social Equity Fund (2%	S	1.4	4.7	11.4						
222	Vanguard Convertible Securities	S	2.0	5.5	8.6						
223	Scudder Development (closed)	S	2.3	6.5	5.5						
224	Needham Growth Fund (.75%	S	3.4	4.8	8.0						
225	Janus Olympus	S	1.4	5.0	10.5						
226	Dreyfus Growth & Income	S	1.2	5.6	9.2						
227	William Blair Growth (1%r<60d)	S	0.1	6.6	8.2						
228	Dreyfus Fund	S	0.6	5.6	9.9						
229	Clipper Fund	S	1.8	5.8	7.2						
230	Northeast Investors Growth	S	0.4	4.5	10.7						
231	Dreyfus Growth Opportunity (2%	S	1.2	4.8	8.1						
232	Neuberger Berman Focus	S	0.2	5.5	7.7						
233	Fidelity Fund	S	0.6	4.3	10.1						
234	Vanguard U.S. Growth	S	1.4	3.8	9.4						
235	Fidelity Magellan (closed)	S	0.7	4.2	9.3						
236	Gabelli Growth	S	1.0	4.7	7.2						
237	American Century Select	S	2.2	3.1	9.1						
238	Oakmark Equity&Income (2%	S	0.7	2.9	11.7						
239	Undiscovered Small Cap Growth	S	3.0	4.0	5.0						
240	Fidelity Large Cap Stock	S	1.0	3.9	8.2						
241	Scudder Capital Growth AARP	S	1.3	3.3	8.8						
242	Fidelity Growth & Income II	S	0.0	4.8	7.0						
243	Vanguard Growth Equity	S	1.9	3.5	7.2						
244	RS Diversified Growth (closed)	S	2.9	4.0	4.4						
245	Vanguard Growth Index	S	1.0	3.2	8.9						
246	Janus U.S. Value	S	0.4	3.3	9.3						
247	Loneleaf Partners	S	2.1	2.8	8.0						
248	Fidelity Blue Chip Growth	S	0.9	3.0	8.2						
249	Dreyfus Premier Third Century	S	1.1	3.0	7.9						
250	Fidelity Dividend Growth	S	1.1	2.9	7.5						

PRI Financial Advisors Inc.

*Wishing You
and Yours a Safe
and Enjoyable
Holiday Season
and a
Joyous New Year!*

*from your friends at
PRI Financial Advisors*

**INTERNATIONAL STOCK FUNDS
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International Stock Funds — data as of 12/17/04

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	6.9%	39.1%	44.0%	51	SIT International Growth (2%	S	0.8	10.2	15.0
2	T.Rowe Price Latin America (2%	H	7.2	36.4	40.5	52	Tweedy, Browne Global Value	S	1.9	7.2	20.7
3	Scudder Latin America	H	6.8	35.3	36.8	53	American Century Intl Growth	S	1.3	9.2	16.0
4	Vanguard Emerging Mkts Stk	B	3.6	28.0	27.4	54	Driehaus Int'l Discovery (2%	S	2.1	10.3	11.8
5	Driehaus Emerging Mkts Gr (2%	B	3.4	26.2	23.6	55	Fidelity Global Balanced (1%	S	2.1	9.2	14.1
6	Fidelity Emerging Mkts (1.5%	B	3.1	25.2	23.7	56	Fidelity Overseas (1%<30d)	S	0.4	9.5	14.9
7	Dreyfus Emerging Market(1%r)	B	2.9	23.7	27.6	57	Columbia International Stock	S	0.9	8.2	15.7
8	Matthews Pacific Tiger (2%r<90d)	B	3.0	23.7	23.9	58	Columbia Intl Equity CIZ	S	0.9	8.2	15.3
9	Dodge & Cox Intl Stock	B	2.7	19.2	33.7	59	T. Rowe Price Intl Stock	S	0.7	8.4	15.0
10	Janus Intl Equity (1%r<90d)	B	5.2	18.6	27.7	60	Oakmark Global (2%r<90d)	S	1.2	7.3	17.0
11	Vanguard Intl Explorer	B	5.2	16.7	30.8	61	Fidelity Worldwide (1%r<30d)	S	1.1	8.6	13.7
12	Fidelity Europe (1%r<30d)	B	2.6	20.0	24.8	62	Vanguard Pacific Stock Index	S	0.1	6.9	19.0
13	Neuberger Berman Intl (2%	B	4.5	15.8	31.4	63	Fidelity Aggressive Intl. (1%	S	0.8	9.0	12.0
14	T. Rowe Price New Asia	H	2.6	22.1	18.5	64	Loomis Sayles International	S	1.1	8.1	12.4
15	Artisan Intl Value (2%r<90d)	B	3.7	14.8	33.2	65	Fidelity Pacific Basin (1.5%	S	-0.5	7.3	14.5
16	Oakmark Intl Small Cap	H	2.7	16.1	29.5	66	Janus Worldwide (2%r<90d)	S	0.9	6.3	7.6
17	Fidelity SE Asia (1.5%r<90d)	H	0.6	22.5	15.7	67	Longleaf Partners International	S	1.7	2.4	11.4
18	T.Rowe Price Emg Europe&Med.	H	1.1	14.8	31.4	68	Matthews Japan Fund (2%	S	-1.1	-2.0	20.0
19	Fidelity Intl Small Cap (2%r<90d)	H	2.3	14.9	28.9	69	T. Rowe Price Japan	S	-2.7	-2.4	18.9
20	Artisan Intl Small Cap(closed,2%	H	3.6	15.8	24.2	70	Japan Fund (Scudder) (2%	S	-0.9	-1.6	12.3
21	Scudder Global Discovery(closed)	H	3.1	16.0	24.1	71	Fidelity Japan Smaller Cos	S	-3.8	-4.5	21.6
22	Matthews Asia G & I (closed,2%	H	1.9	16.7	23.9	72	Fidelity Japan(1.5%<90d)	S	-2.4	-3.1	10.6
23	Julius Baer Intl Equity A (2%	H	2.3	15.6	23.8	73	CS Warburg Pincus Japan Grth	S	-2.7	-3.1	7.5
24	Guinness China & Hong Kong	H	-1.1	20.0	17.6						
25	Scudder Pacific Opportunity (2%	H	0.6	17.7	18.7						
26	Janus Overseas(closed,2%r<90d)	H	0.4	15.7	19.6						
27	Vanguard European Stock Index	H	1.7	13.8	21.9						
28	Matthews Asia-Pacific (2%r<90d)	H	1.3	13.2	22.8						
29	Scudder Greater Europe (2%	H	3.0	13.3	18.1						
30	T.Rowe Price Intl Disc. (2%r<1yr)	H	1.4	12.0	23.5						
31	Vanguard International Value (2%	H	1.5	12.9	21.0						
32	Amer.Cent.Intl Opportunity (2%	S	2.7	9.4	27.5						
33	Wm. Blair Intl Growth N	S	2.0	12.6	19.6						
34	Preferred International	S	1.8	11.7	21.0						
35	Harbor International (2%r<60d)	S	0.6	12.7	19.8						
36	Wasatch International Growth	S	2.4	9.7	23.8						
37	Fidelity Div Intl (closed,1%r<30d)	S	1.3	11.6	20.4						
38	Fidelity Intl Discovery(2%<30d)	S	2.0	11.6	19.1						
39	USAA International	S	1.5	10.8	19.6						
40	Vanguard International Growth	S	1.5	11.0	19.3						
41	Fidelity Europe Capital App. (1%	H	2.4	11.3	16.9						
42	Schwab International Index (1.5%	S	0.8	11.1	19.2						
43	USAA World Growth	S	1.8	10.1	19.5						
44	Oakmark International (2%r<90d)	S	0.7	10.3	20.2						
45	T. Rowe Price European	S	0.8	11.0	17.3						
46	Artisan International (2%r<90d)	S	1.1	10.0	19.0						
47	Scudder Global	S	-0.7	12.7	14.3						
48	Scudder International (2%r<180d)	S	1.1	10.6	16.3						
49	American Century Global Growth	S	2.6	9.6	16.2						
50	Gabelli Intl Growth (2%r<60d)	S	1.0	10.4	16.4						

**There will be no issue of
MONEYLETTER Plus next
week. The next issue will be
available: Wednesday
January 5, 2005 by Midnight**

Total Return % - 11/30/04					
1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
3.4	ML Conservative	8.5	12.3	31.5	9.1
2.8	Fidelity Conservative	7.5	10.4	19.0	8.2
2.9	Vanguard Conservative	7.6	9.9	15.6	8.3
6.9	ML Moderate	12.2	17.4	61.8	13.2
5.5	Fidelity Moderate	9.6	14.5	37.5	10.5
4.5	Vanguard Moderate	9.3	11.5	28.4	9.2
6.9	ML Venturesome	8.8	14.3	60.2	10.5
6.2	Fidelity Venturesome	8.6	12.7	35.6	9.3
5.1	Vanguard Venturesome	9.2	10.5	28.7	8.5
5.9	ML Select	11.6	11.3	n/a	9.5
Benchmarks					
4.0	S&P 500	5.6	12.8	8.3	7.2
3.5	Asset Allocation Funds Avg (80)	6.7	11.4	18.1	7.4

**SPECIALTY FUNDS
On Next Page**

Specialty Funds — data as of 12/17/04

Rank	Fund	Cons.	1 month	6 month	1 year	Rank	Fund	Cons.	1 month	6 month	1 year
1	Fidelity Med Del (.75%r<30d)	*	11.6%	30.7%	47.5%	51	Fidelity Food & Agr (.75%r<30d)	*	2.6	7.2	16.7
2	Alpine U.S. Real Estate Equity	*	10.8	31.0	39.0	52	Rydex Telecommunications	*	-0.4	8.7	17.0
3	CGM Realty	*	9.4	31.9	33.8	53	Fidelity Home Finance (.75%	*	0.8	9.1	14.0
4	Cohen & Steers Realty Shares	*	5.5	29.5	43.6	54	Fidelity Finl Serv (.75%r<30d)	*	1.7	8.9	12.8
5	T.Rowe Price Real Estate (1%	*	5.8	27.4	36.0	55	Fidelity Balanced	B	1.7	8.7	12.4
6	Fidelity Real Estate (.75%r<90d)	*	5.7	27.2	33.4	56	ICON Leisure & Consumer Sta-	*	1.1	7.1	17.4
7	Fidelity Chemicals (.75%r<30d)	*	2.8	27.3	35.8	57	T.Rowe Price Health Sciences	*	4.8	4.6	17.6
8	Fidelity Natural Gas (.75%r<30d)	*	5.1	22.1	43.9	58	Fidelity Insurance (.75%r<30d)	*	4.9	5.4	15.5
9	ICON Energy	*	3.8	22.3	44.5	59	Fidelity Medical Equip (.75%	*	3.9	3.9	18.9
10	Vanguard REIT Index (1%r<1yr)	*	5.1	25.1	30.3	60	RS Information Age	*	3.0	7.0	10.9
11	Fidelity Wireless (.75%r<30d)	*	1.6	18.6	51.8	61	ICON Information Technology	*	0.5	10.5	5.8
12	Fidelity Energy Services (.75%	*	5.6	19.7	39.2	62	Fidelity Retailing (.75%r<30d)	*	-2.0	6.6	17.8
13	Fidelity Const & Housing (.75%	*	6.1	22.3	28.4	63	Fidelity Consumer Ind (.75%	*	2.3	6.8	9.8
14	Rydex Energy Services	*	4.9	18.5	39.1	64	Vanguard Balanced Index	B	1.2	6.7	10.3
15	ICON Materials	*	4.2	21.3	31.6	65	Fidelity Software (.75%r<30d)	*	0.7	7.0	8.6
16	Fidelity Transportation (.75%	*	2.8	22.8	27.4	66	U.S.Global Gold Shares (.25%	*	-9.2	18.0	-4.1
17	T. Rowe Price New Era	*	1.9	20.9	33.2	67	Fidelity Gold (.75%r<30d)	*	-10.5	19.5	-6.5
18	Vanguard Energy (1%r<1yr)	*	1.8	18.1	40.0	68	Fidelity Paper & Forest (.75%	*	3.0	3.6	10.2
19	Cohen & Steers Equity Income	*	4.2	21.0	27.9	69	Fidelity Automotive (.75%r<30d)	*	0.8	6.1	7.1
20	Fidelity Energy (.75%r<30d)	*	3.3	16.8	36.1	70	Rydex Consumer Products	*	1.6	2.6	13.8
21	Rydex Energy	*	2.4	16.8	36.7	71	Fidelity Multimedia (.75%r<30d)	*	2.3	5.0	6.1
22	Stratton Mthly Div REIT (1.5%	*	3.5	19.9	23.4	72	Fidelity Environmental Ser (.75%	*	3.1	3.1	8.0
23	Fidelity Utilities Growth (.75%	*	1.0	19.0	28.4	73	Fidelity Networking (.75%r<30d)	*	1.8	5.5	3.6
24	Rydex Transportation	*	3.1	18.8	20.9	74	Vanguard Health Care	*	2.1	2.6	9.9
25	Fidelity Cyclical Ind (.75%r<30d)	*	1.9	16.8	26.7	75	Fidelity Health Care (.75%r<30d)	*	4.1	1.5	9.6
26	T.Rowe Price Media & Telecom-	*	4.0	14.3	29.3	76	Amer. Cent. Global Gold (1%	*	-11.7	16.3	-5.5
27	Rydex Leisure	*	6.2	14.5	25.0	77	Fidelity Biotechnology (.75%	*	3.0	0.0	12.3
28	Rydex Basic Materials	*	2.4	18.0	21.6	78	Rydex Biotechnology	*	3.7	2.8	4.2
29	Fidelity Natrl Resources (.75%	*	1.3	14.9	27.6	79	Gateway Fund	B	0.2	3.7	6.8
30	Fidelity Brokerage (.75%r<30d)	*	3.6	17.3	16.5	80	Rydex Retailing	*	-1.2	2.8	9.9
31	Vanguard Precious Metals	*	-4.5	25.5	7.3	81	Scudder Gold (closed)	*	-11.4	15.5	-6.9
32	Fidelity Defense & Aero (.75%	*	1.0	14.9	24.3	82	Fidelity Technology (.75%r<30d)	*	0.6	4.0	3.9
33	ICON Industrials	*	3.8	14.3	20.4	83	T.Rowe Price Science & Tech	*	0.2	3.8	4.8
34	Fidelity Indust MatrIs (.75%r<30d)	*	0.0	18.7	14.8	84	Rydex Health Care	*	4.1	0.6	7.0
35	ICON Telecommunications &	*	0.7	14.1	20.9	85	AXARosenberg Value L/S (2%	*	1.7	2.8	1.6
36	Fidelity Telecomm (.75%r<30d)	*	2.0	12.1	23.6	86	Fidelity Computers (.75%r<30d)	*	-0.2	3.7	1.0
37	ICON Healthcare	*	6.9	10.4	19.8	87	ICON Consumer Discretionary	*	0.2	1.2	5.8
38	Rydex Financial Services	*	3.0	12.7	19.2	88	Rydex Technology	*	0.1	1.8	3.3
39	ICON Financial	*	2.4	11.9	21.3	89	Merger Fund (closed,2%r<30d)	*	1.4	0.4	2.4
40	Fidelity Developing Comm (.75%	*	1.5	11.9	22.0	90	Fidelity Pharmaceuticals (.75%	*	3.3	-2.2	4.3
41	Fidelity Leisure (.75%r<30d)	*	3.7	10.6	20.4	91	Rydex Precious Metals	*	-12.2	11.7	-10.9
42	T.Rowe Price Financial Services	*	3.3	12.3	15.4	92	Royce Technology Value (2%	*	4.9	-2.9	-5.8
43	Rydex Utilities	*	0.2	11.8	17.1	93	Fidelity Electronics (.75%r<30d)	*	-2.2	-2.8	-6.5
44	Fidelity Air Transport (.75%r<30d)	*	0.8	9.8	16.1	94	Rydex Ursa	*	-1.0	-5.7	-11.4
45	Rydex Banking	*	0.6	10.0	14.3	95	ProFunds Bear Inv	*	-1.1	-5.8	-11.6
46	Rydex Internet	*	2.0	6.7	20.3	96	Rydex Juno	*	-0.3	-9.6	-7.9
47	Fidelity Bus Services (.75%r<30d)	*	0.6	9.1	16.5	97	Prudent Bear	*	-2.6	-5.5	-16.1
48	Fidelity Banking (.75%r<30d)	*	-0.3	10.8	13.1	98	Rydex Electronics	*	-3.0	-8.3	-17.5
49	Fidelity Industrial Equip (.75%	*	1.0	9.1	15.2						
50	RS Internet Age	*	4.3	7.9	12.4						

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

* = **Not Recommended**

Bond Funds — data as of 12/17/04

Fund	Cons.	1 month	6 month	1 year	Fund	Cons.	1 month	6 month	1 year
American Century Ginnie Mae	*	0.2	2.5	0.4	PIMCO Low Duration	B	0.0	1.2	0.5
American Century Inflation Adj	B	0.7	6.4	7.3	PIMCO Real Return	H	0.9	6.2	6.0
American Century Intl Bond	*	2.9	14.5	12.7	PIMCO Total Return	H	0.3	4.7	3.4
American Century Target 2010	*	-0.2	5.2	3.7	PIMCO Total Return Mortgage	H	0.3	3.8	2.6
American Century Target 2015	*	0.1	9.8	8.5	Safeco U.S. Government (2%	H	0.3	3.3	0.8
American Century Target 2020	*	0.4	13.2	11.5	Schwab S-T Bond Mkt Index	B	-0.1	1.6	0.2
American Century Target 2025	*	0.9	16.3	14.1	Scudder Global Bond S-T	*	1.2	8.3	5.6
American Government Bond	H	0.1	2.9	0.9	Scudder Income (closed)	H	0.4	4.9	4.6
BBH Inflation Indexed Sec	B	0.8	6.7	8.1	Scudder Short-Term Bond	B	0.0	1.6	1.4
Buffalo High-Yield(2%r<180d)	*	1.0	6.2	8.8	Strong Corporate Bond	*	0.5	5.9	2.8
Columbia Fixed Income Sec	H	0.3	3.1	0.7	Strong Govt Securities	H	0.0	3.2	1.1
Columbia High Yield	*	0.2	5.7	2.8	Strong High Yield Bond (1%	*	0.8	7.5	6.4
Columbia Income CIZ	H	-0.1	5.3	2.0	Strong S-T Bond	B	0.1	1.2	0.1
Columbia Intermediate Bond CIZ	H	-0.1	4.3	1.4	Strong S-T High Yield	*	0.4	2.5	1.8
Columbia S-T Bond	B	0.0	0.9	-0.2	T. Rowe Price Corporate Inc	*	0.4	6.1	3.8
Dodge & Cox Income	H	0.3	4.2	3.6	T. Rowe Price GNMA	*	0.1	2.8	0.9
Dreyfus 100 Treasury L-T	*	1.0	7.2	-0.5	T. Rowe Price High Yld	*	1.0	8.0	5.9
Dreyfus A Bonds Plus	*	0.5	5.2	1.5	T. Rowe Price Int'l Bond	*	2.4	13.0	9.5
Dreyfus GNMA	*	0.1	3.3	2.8	T. Rowe Price New Income	*	0.2	4.2	2.2
Dreyfus Short-Term Income	B	0.3	2.1	-0.8	T. Rowe Price Spectrum Income	*	0.9	6.7	6.0
Dreyfus Strategic Income	*	0.7	4.7	0.3	T. Rowe Price S-T Bond	B	0.2	1.1	-0.2
Federated Total Return Govt	H	0.1	2.8	0.6	T. Rowe Price U.S. Treas. L-T	*	0.2	6.3	2.8
Federated U.S. Govt Sec. 1-3	B	0.0	0.4	-0.8	TCW Galileo High Yield Bond	*	1.0	8.8	9.6
Fidelity Capital & Income (1%	*	1.9	11.5	9.0	TCW Galileo Total Return Bond	H	0.4	4.7	4.7
Fidelity Floating Rate High Inc(1%	B	0.4	1.7	2.3	USAA Income	H	0.3	4.9	4.3
Fidelity GNMA	*	0.2	3.0	1.2	Value Line Aggressive Inc (1%	*	1.1	5.7	6.2
Fidelity Government Income	*	0.3	3.6	1.7	Value Line U.S. Govt Sec	H	0.3	3.2	2.3
Fidelity High Income (1%r<90d)	*	1.4	7.3	6.7	Vanguard GNMA	B	0.2	4.2	2.5
Fidelity Inflation-Protected Bond	B	0.7	6.7	7.1	Vanguard High Yield Corporate	*	0.6	8.2	8.9
Fidelity Intermediate Bond	H	-0.1	2.6	0.7	Vanguard Inflation Protected	B	0.8	6.6	7.9
Fidelity Intermediate Govt	H	0.1	2.7	2.1	Vanguard Intermediate Treas.	H	-0.1	3.8	0.5
Fidelity Investment Grade	H	-0.4	4.1	3.6	Vanguard Long-Term Corporate	*	0.8	9.2	5.3
Fidelity New Markets Income (1%	*	1.4	14.3	7.9	Vanguard L-T Treasury	*	0.3	7.7	3.6
Fidelity Short-Term Bond	B	0.1	1.2	0.4	Vanguard Short-Term Corporate	B	0.1	1.8	0.4
Fidelity Strategic Income	B	1.3	10.5	9.0	Vanguard S-T Federal	*	-0.1	1.4	-0.1
FifthThird Bond	*	0.2	4.3	3.2	Vanguard S-T Treasury	B	-0.1	1.1	-0.3
Fremont Bond	H	0.3	5.0	4.0	Vanguard Total Bond Market	H	0.2	5.0	4.4
Janus Flexible Income	*	0.2	3.7	1.0	WellsFargo Montgomery S Dur	B	0.0	0.8	0.4
Janus High Yield (2%r<90d)	*	0.8	7.6	5.5	WellsFargo Montgomery Total	H	0.1	3.8	2.8
Janus S-T Bond	B	-0.2	0.8	0.3	Westcore Plus Bond (2%r<90d)	*	0.8	5.9	6.6
Loomis Sayles Bond Instl	B	1.0	13.6	11.6	WPG Core Bond	H	-0.1	4.2	2.9
Loomis Sayles Bond Retail	B	1.0	13.4	11.3					
Managers Bond	*	0.4	6.2	4.8					
Managers Int. Duration Govt	*	0.1	4.0	3.7					
Managers Short Duration Govt	B	0.3	1.7	2.0					
MetroWest Low Duration	B	0.5	2.7	1.7					
MetroWest Total Return	*	0.8	4.7	2.6					
Northeast Investors Trust	*	2.0	8.7	14.7					
Payden Global Fixed Income	*	0.7	4.7	3.7					
PIMCO High Yield	*	0.8	8.5	6.4					

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

* = **Not Recommended**

PORTFOLIO HOLDINGS
On Next Page

Weekly Performance of ML Model Holdings — data as of 12/17/04

Fund	Last Week	Fund	Last Week
ACITX Amer. Cent. Inflation Adj.	0.35%	LSBRX Loomis Sayles Bond Retail	0.55
ARTQX Artisan Mid Cap Value	0.97	RSCOX RS Contrarian	2.09
ARTKX Artisan International Value	1.95	VBINX Vanguard Balanced	0.47
BPTRX Baron Partners	1.16	VEURX Vanguard European Stock Index	0.67
BERWX Berwyn Fund	1.52	VFIIK Vanguard GNMA	-0.38
CSRSX Cohen & Steers Realty	0.35	VWEHX Vanguard High Yield Corp	0.00
DODIX Dodge & Cox Income	0.00	VIPSX Van. Inflation Protected Bond	0.55
DODFX Dodge & Cox International	1.59	VTRIX Vanguard International Value	1.81
FBALX Fidelity Balanced	1.03	VISVX Vanguard Small Cap Value	1.60
FIEUX Fidelity Europe	1.68	VBMFX Vanguard Total Bond	-0.29
FEXPX Fidelity Export & Multinational	0.72	VUVLX Vanguard US Value	0.81
FTQGX Fidelity Focused Stock	1.53	VIVAX Vanguard Value Index	1.00
FINPX Fidelity Inflation Protected	0.44	VWNFX Vanguard Windsor II	1.03
FISMX Fidelity International S-C	1.88	WEHIX Weitz Hickory	1.06
FBNDX Fidelity Inv Grade Bond	-0.13		
FLVCX Fidelity Leveraged Company	1.39		
FSNGX Fidelity Natural Gas	4.71		
FSICX Fidelity Strategic Income	0.28		
FDVLX Fidelity Value	1.36		
FSLSX Fidelity Value Strategy	0.44		
FWRLX Fidelity Wireless	0.17		
GATEX Gateway Fund	0.25		
		Indices	
		DOW JONES INDUSTRIALS	1.01%
		NASDAQ	0.34
		S&P 5000.52	-0.27

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