

## MONEYLETTER HOTLINE 3/01/05

### Things Looking Up

The economy continues to give the right signals and the stock market is responding. That is not to say that the bears have capitulated. On the contrary, every day is a struggle. But as the economic numbers roll out showing a moderately growing economy, Wall Street responds. Today, we saw the first number on February activity with the ISM manufacturing survey. It showed manufacturing continuing to expand, somewhat more slowly than over the last six months, but not so much more slowly as to disturb investors. At the same time, the number probably reassured bond investors who held rates steady.

The market's continued recovery after the January slide has calmed Wall Street's jitters and the commentary is more positive than it has been for some time. We are seeing some sector upgrades that are giving the entire market a lift. Today it was Intel and the chip stocks that benefited. Keep in mind that profit growth is slowing. The U.S. market has only so much overhead room. We continue positive on stocks

There is no change in our recommended allocations.

**New Fund Ratings** – For domestic stock funds, Strong Multi-Cap Value is now rated buy: Four funds are rated hold: T. Rowe Price Small Cap Value, Marsico 21<sup>st</sup> Century, CRM Mid Cap Value and Buffalo Small Cap. Vanguard Windsor II is rated sell. For international stock funds, three funds are now rated buy: Scudder Global Discovery, American Century International Opportunity and Janus Int'l Equity. Matthews Pacific Tiger is now rated hold.

Vanguard Windsor II is in the Vanguard family Venturesome and Moderate model portfolios. In the Venturesome portfolio we will substitute Vanguard Explorer for Windsor II. In the Moderate portfolio we will substitute Mid-Cap Index for Windsor II.

**The Economy** – Auto sales last month were down a notch from January. Considering the weather across the country, we consider it a reasonable showing. The weekly retail sales surveys were strong. The month ended on a high. We remain positive on the U.S. outlook.

**The Stock Market** – Asian stocks have been strong recently. We have been seeing positive signs from Japan, suggesting that economy is perking up. A stronger Japan would be a tonic for the world's stock markets. We remain positive on the intermediate-term outlook.

**The Select Portfolio** – Cohen & Steers Realty is to be sold and Alpine U.S. Realty to be substituted for it.

## MONEYLETTER HOTLINE 2/25/05

### Reports Upbeat

After Tuesday's rout, we said in that day's Hotline that much will depend on the next day's Consumer Price Index. As it turned out, the Consumer Price Index for January was benign with the core index up 0.2%, up 2.2% for the last twelve months. The annual rate is creeping up, but very, very slowly and from a very low level. Apparently, the reassuring news on consumer prices was enough to quell the hysteria that bubbled up on Tuesday.

Since then we have had two good economic reports, yesterday's durable goods new orders report and today's revised GDP report for the last quarter. The market has responded and the major averages are in the black for the week, despite Tuesday's nasty selling. What the reports told us is that the economy is moving along, close to expectations. We are in a period of slightly above speed-limit growth. A healthily growing U.S. augurs well for the world economy. We continue positive on stocks.

There is no change in our new allocations.

**New Fund Ratings** – For domestic stock funds, Henlopen Fund is now rated buy: MSI Small Cap Value is now rated hold. Three funds are now rated sell: Dodge & Cox Stock, Wasatch Small Cap Value and Weitz Hickory. There are no changes for international stock funds.

Weitz Hickory is in the Moneyletter Venturesome Portfolio. In last Tuesday's Hotline, we incorrectly recommended Strong Advisor Midcap Growth as a substitute. Unbeknownst to us, Strong has closed the no-load class of the fund. We now recommend Muhlenkamp Fund as the substitute for Weitz Hickory. We apologize for any inconvenience.

**The Economy** – The truly good news in today's revised GDP report is that it confirms that we are in an investment boom. Business is coming through as needed if economic growth were to proceed. We believe the investment boom is well grounded and has legs. The economy will do well this year. We are positive on the U.S. outlook.

**The Stock Market** – The stock market action this week has been very positive. Stocks still have upside room. The question now is profit growth. We look for enough profit growth to provide a decent base for market gains this year. We are positive on the intermediate-term outlook.

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

## Domestic Stock Funds — data as of 2/25/05

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	CGM Focus	B	17.5%	35.3%	31.8%	51	PBHG Small Cap Value	H	4.7	20.7	10.7
2	Fidelity Leveraged Co (\$10k,1.5%	B	12.7	33.4	27.4	52	Value Line Special Situations	H	5.9	18.0	15.4
3	Baron Partners	B	5.7	33.8	36.4	53	Wasatch Small Cap Grth	H	5.4	20.0	10.8
4	Bridgeway Aggressive Investors 2	B	11.6	33.2	20.1	54	Buffalo Small Cap (closed)	H	4.6	18.8	14.7
5	Strong Advisor Midcap Growth	B	9.8	28.8	21.7	55	MSI Mid Cap Value	H	6.4	17.9	13.4
6	Baron Growth (closed)	B	6.2	27.1	25.5	56	Strong Discovery	H	4.9	20.2	9.6
7	Artisan Mid Cap Value	B	10.0	23.0	27.4	57	MSI Small Cap Value (closed)	H	5.7	17.2	15.7
8	MainStay Small Cap Opportunity	B	7.9	25.1	25.0	58	Value Line Leveraged Growth	H	9.0	17.4	10.4
9	Strong Multi-Cap Value	B	9.3	27.2	17.6	59	WPG Tudor	H	5.3	17.9	14.3
10	Henlopen Fund (1%r<30d)	B	9.7	26.6	15.9	60	Boston Partners Mid Cap Value	H	4.6	17.8	15.0
11	Baron Asset	B	5.4	25.4	25.1	61	Vanguard Small Cap Growth	H	5.9	18.8	10.5
12	RS Value (Contrarian)	B	3.7	25.8	26.4	62	CS Warburg Pincus Emerging	H	5.8	19.5	8.5
13	Muhlenkamp Fund	B	6.2	25.2	24.1	63	Vanguard SmallCap Index	H	5.6	17.3	14.1
14	Neuberger Berman Partners	B	7.8	24.4	20.2	64	Fidelity Small Cap Ind.(1.5%	H	4.7	18.3	12.8
15	RS Partners (closed)	B	3.6	24.0	26.5	65	Vanguard Explorer	S	5.9	18.7	9.9
16	Fidelity Focused Stock (.75%	B	8.9	22.8	21.0	66	Cambiar Opportunity	H	4.2	18.2	13.5
17	Longleaf Partners Smallcap	B	3.5	24.7	22.4	67	Wasatch Core Growth	H	4.5	17.8	14.0
18	WmBlair S-C Growth N	B	4.6	24.9	19.0	68	T. Rowe Price Small Cap Stock	S	5.2	17.2	14.2
19	Third Avenue Value (1%r<60d)	B	6.7	19.4	26.4	69	Dreyfus Mid Cap Index	S	6.3	16.8	13.6
20	USAA Capital Growth	H	7.4	23.6	14.7	70	Fidelity Contrafund	S	6.0	16.2	15.4
21	Janus Venture (closed)	B	5.2	24.9	13.0	71	Vanguard Small-Cap Value	H	5.2	15.9	17.4
22	American Century Vista	H	8.9	21.6	15.4	72	Royce Opportunity (1%r<180d)	S	6.4	17.9	10.3
23	Value Line Fund	H	8.7	21.9	14.3	73	Dreyfus New Leaders	S	6.5	16.7	13.1
24	Baron Small Cap	B	4.6	21.8	19.7	74	Dodge & Cox Stock (closed)	S	4.5	17.4	14.2
25	Janus Contrarian	B	3.9	22.6	19.0	75	RS Value+Growth	S	6.1	17.7	10.9
26	FBR Small Cap (closed,1%r<90d)	B	3.7	19.5	26.3	76	Boston Prtrs All Cap Value	S	4.9	16.2	16.6
27	Forward Hoover Small Cap	H	6.8	20.8	18.5	77	RS Smaller Company Growth	H	4.1	19.7	8.2
28	Strong Small Company Value	H	5.5	19.6	22.5	78	Royce Premier (1%r<180d)	H	4.8	14.9	19.3
29	Vanguard Mid-Cap Index	B	6.4	21.0	17.7	79	Artisan Small Cap (closed)	S	5.7	16.6	13.3
30	Strong Growth 20	H	7.4	20.7	15.4	80	INVESCO Dynamics	S	4.4	18.6	9.9
31	Vanguard Strategic Equity	H	6.7	20.3	17.4	81	Vanguard Extended Market	S	4.7	17.3	12.7
32	MSI Mid Cap Growth	B	4.7	20.5	19.4	82	Vanguard Cap Opp (closed,	S	6.4	17.0	10.9
33	Fidelity L P Stock (closed,1.5%	H	5.4	20.2	18.5	83	SIT Small Cap Growth (2%	S	6.2	19.1	5.5
34	USGlobal Holmes Growth (.25%	H	7.3	20.0	15.8	84	PBHG Emerging Growth	H	5.7	21.5	-0.5
35	Fidelity Value	H	6.6	19.1	19.0	85	Third Avenue Small-Cap Value	S	4.6	15.2	16.9
36	Berwyn Fund (1%r<180d)	H	7.4	17.7	20.4	86	Loomis Sayles Small Cap Value	H	4.7	15.3	16.3
37	American Century Heritage	H	8.3	21.1	10.3	87	T. Rowe Price Mid Cap Growth	S	4.7	16.2	14.1
38	Turner Mid Cap Growth	H	6.2	22.6	9.5	88	Fidelity Disciplined Equity	S	5.9	16.0	12.2
39	Undiscovered Behavioral Growth	H	7.9	22.2	7.4	89	Bogle Small Cap Growth(closed)	S	7.7	17.0	6.4
40	ICM/Isabelle Small Cap Value	H	6.1	21.7	11.4	90	Gabelli Asset	S	4.0	16.4	13.3
41	T. Rowe Price New Horizons	H	5.4	21.4	13.0	91	Selected Special Shares	S	5.6	17.7	7.4
42	T. Rowe Price S-C Value	H	5.1	18.4	21.0	92	Strong Advisor Common Stock	S	5.5	17.5	7.9
43	Marsico 21st Century (2%r<30d)	H	4.1	20.7	16.4	93	Fidelity Export & Multinat'l(.75%	H	5.5	15.5	12.8
44	CRM Mid Cap Value Inv	H	4.4	18.6	20.4	94	TCW Galileo Diversified Value N	S	4.6	15.1	14.7
45	SIT Mid Cap Growth (2%r<30d)	H	5.4	20.2	14.0	95	Neuberger Berman Guardian	S	5.1	15.1	13.3
46	Neuberger Berman Genesis	H	7.3	17.2	18.3	96	Salomon Brothers Opportunity	S	6.4	14.8	12.2
47	Janus Enterprise	H	4.7	18.8	17.4	97	Federated Kaufmann Fund	S	4.3	16.5	10.8
48	Columbia Special	H	6.1	21.4	8.2	98	Fidelity Value Strategies	H	5.4	17.5	6.4
49	Royce Penn Mutual (1%r<180d)	H	5.5	18.0	17.6	99	Royce Total Return (1%r<180d)	S	4.5	14.6	15.2
50	Neuberger Berman Manhattan	H	5.6	18.9	14.6	100	CRM Small Cap Value Inv	S	4.3	16.6	10.4

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

## Domestic Stock Funds continued — data as of 2/25/05

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
101	Buffalo Mid Cap	S	4.1	17.3	8.6	151	Oberweis Emerging Growth (1%	S	2.6	18.1	-0.4
102	Fidelity Small Cap Stock (2%	S	5.8	15.6	10.1	152	Mutual Shares (1%) CIZ	S	3.4	12.7	11.8
103	RS Emerging Growth(closed)	S	4.0	18.4	5.7	153	Fidelity Growth Company	S	4.9	13.6	6.8
104	RS MidCap Opportunities	S	5.3	16.1	9.4	154	Selected American Shares	S	4.2	12.9	9.5
105	Vanguard Windsor II	S	4.6	14.2	15.0	155	Royce Low Priced Stock	S	5.3	12.7	7.8
106	Century Select Small Cap (1%	S	6.0	16.1	8.3	156	Strong Mid Cap Disciplined	S	3.4	10.9	15.2
107	INVESCO Small Company	S	3.4	18.4	6.2	157	Columbia Small Company Equity	S	4.4	14.9	3.6
108	Needham Growth Fund (.75%	S	6.9	17.7	2.3	158	Strong Growth	S	4.2	13.9	6.3
109	Vanguard PRIMECAP (closed,	S	6.2	14.2	12.0	159	American Century Income &	S	4.6	11.9	10.4
110	Loomis Sayles Value	S	5.0	14.0	14.3	160	RS Diversified Growth (closed)	S	4.1	17.0	-1.6
111	Fidelity Mid-Cap Stock (.75%	S	6.2	16.2	6.7	161	USAA Aggressive Growth	S	3.2	12.8	9.6
112	Janus Growth & Income	S	4.5	15.6	10.6	162	USAA Growth & Income	S	4.4	12.4	8.6
113	Wasatch Small Cap Value	S	2.7	16.7	10.2	163	Vanguard Total Stk Mkt	S	4.1	12.1	8.8
114	Janus Mid Cap Value	S	5.4	13.3	14.6	164	WellsFargo Montgomery Small	S	1.6	15.5	3.9
115	Vanguard Capital Value	S	4.9	15.0	11.2	165	Neuberger Berman Focus	S	5.9	15.5	-3.0
116	Mutual Qualified (1%) CIZ	S	3.2	14.8	14.1	166	Fidelity New Millennium (closed)	S	5.4	14.3	0.6
117	Columbia Disciplined Value CIZ	S	5.5	13.5	13.8	167	TCW Galileo Small Cap Growth	S	4.7	14.3	1.6
118	ABN Amro Mid Cap	S	5.5	14.8	10.6	168	Fidelity Aggressive Growth(1.5%	S	5.5	11.9	6.4
119	Vanguard Value Index	S	4.9	13.5	13.7	169	Vanguard/Morgan Growth	S	3.8	12.9	6.3
120	USAA Growth	S	4.4	15.7	8.9	170	Fidelity Capital Appreciation	S	3.8	12.6	7.0
121	Artisan Midcap(closed)	S	4.2	16.1	8.0	171	C&B Mid Cap Value	S	5.7	11.0	7.8
122	TCW Galileo Dividend Focused N	S	4.9	13.6	13.0	172	Fidelity Stock Selector	S	4.4	11.6	7.9
123	American Century Equity Growth	S	5.0	13.9	12.1	173	Fidelity Equity-Income II	S	4.8	11.1	8.6
124	Ariel Fund	S	4.6	12.2	16.8	174	Fidelity Equity-Income	S	4.4	11.0	9.3
125	Harbor Value	S	4.4	13.6	13.3	175	Fidelity Trend	S	4.2	11.0	8.0
126	T. Rowe Price Mid Cap Value	S	3.8	14.0	13.4	176	Janus Olympus	S	3.1	12.4	6.0
127	Fidelity Independence	S	4.6	14.6	9.5	177	INVESCO Core Equity	S	3.6	12.1	6.0
128	Scudder Development (closed)	S	5.4	16.0	4.7	178	American Century Value	S	3.5	10.2	10.8
129	Westport Small Cap R	S	4.6	15.3	7.6	179	UMB Scout Stock	S	5.7	10.9	5.6
130	Vanguard U.S. Value	S	5.6	13.0	11.8	180	T. Rowe Price Dividend Growth	S	3.1	11.2	8.7
131	Homestead Value	S	4.6	12.4	14.6	181	Schwab 1000 Fund (.75%	S	4.0	11.0	7.8
132	MSI Value Portfolio	S	4.0	13.7	11.8	182	Fidelity OTC Portfolio	S	4.0	13.5	1.4
133	Mutual Beacon (1%) CIZ	S	3.5	13.6	12.4	183	Fidelity Fifty (.75%r<30d)	S	4.3	12.0	4.4
134	Boston Ptnrs Smlcap Val	S	3.2	15.2	8.3	184	Legg Mason Value	S	2.4	11.6	8.1
135	PBHG Growth	S	5.4	15.9	2.9	185	Dreyfus-Founders Discovery	S	3.8	12.7	3.1
136	Marsico Growth & Income (2%	S	3.6	13.7	11.0	186	Needham Small Cap Growth	S	4.6	12.2	2.6
137	Vanguard Equity-Income	S	4.9	12.3	12.6	<b>187</b>	<b>Fidelity Spartan 500 Index</b>	<b>S</b>	<b>3.9</b>	<b>10.6</b>	<b>7.7</b>
138	SIT Large Cap Growth (2%r<30d)	S	5.2	13.5	8.9	<b>188</b>	<b>Vanguard 500 Index</b>	<b>S</b>	<b>3.9</b>	<b>10.6</b>	<b>7.7</b>
139	Sound Shore	S	3.7	13.7	10.5	189	American Century Equity Income	S	3.7	9.1	11.5
140	T. Rowe Price Cap Appreciation	S	3.8	12.2	13.8	190	Columbia Growth	S	3.3	11.9	4.6
141	Marsico Focus (2%r<30d)	S	3.4	14.3	9.2	191	T. Rowe Price Growth & Income	S	3.5	10.8	6.7
142	Pin Oak Aggressive Stock	S	5.5	16.1	1.7	192	Oakmark Select (closed,2%	S	3.6	10.6	6.4
143	Vanguard Windsor	S	4.2	13.3	10.1	193	Columbia Large Cap Growth CIZ	S	3.2	11.6	4.1
144	TCW Galileo Opportunity N	S	6.0	13.2	7.6	194	Meridian Fund	S	3.5	10.5	6.5
145	Nicholas Fund	S	3.4	14.0	9.1	195	Scudder Growth & Income	S	3.7	10.4	6.2
146	T. Rowe Price Equity-Income	S	4.2	12.3	12.2	196	Legg Mason Special Investment	S	0.4	12.4	6.3
147	Strong Opportunity	S	3.3	13.3	11.0	197	Columbia Asset Allocation CIZ	S	3.1	10.2	7.4
148	Vanguard Growth & Income	S	4.9	12.7	9.9	198	T. Rowe Price Growth Stock	S	2.6	11.0	5.8
149	Janus Twenty (closed)	S	4.0	11.9	13.4	199	Weitz Hickory	S	0.3	9.0	13.9
150	TCW Galileo Value Opportunities	S	6.2	13.6	5.6	200	Janus Mercury	S	1.7	11.6	4.9

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 2/25/05

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
201	Royce Special Equity (1%r<180d)	S	2.6	9.7	7.9	251	Fidelity Dividend Growth	S	2.2	6.6	1.5
202	Dreyfus Appreciation	S	4.8	9.4	5.2	252	Dreyfus Growth Opportunity (2%	S	2.1	6.1	2.0
203	Preferred Value	S	3.0	9.8	6.8	253	Clipper Fund	S	1.2	5.7	3.8
204	Longleaf Partners	S	3.1	10.0	6.0	254	Janus U.S. Value	S	0.8	5.0	2.5
205	Nicholas II	S	3.0	10.1	5.8	255	Vanguard Convertible Securities	S	1.8	4.8	1.4
206	Columbia Common Stock	S	3.5	10.6	3.7	256	TCW Galileo Select Equity	S	0.1	4.0	2.5
207	Ariel Appreciation	S	2.4	9.5	8.1	257	Thompson Plumb Growth	S	1.5	2.9	-0.3
208	Scudder Capital Growth AARP	S	4.2	9.6	5.1	258	TCW Galileo Aggressive Growth	S	1.6	3.7	-6.0
209	Northeast Investors Growth	S	4.2	9.5	5.3	259	Van Wagoner Emerging Growth	S	1.7	3.9	-25.3
210	Gabelli Growth	S	3.9	10.3	2.9						
211	Legg Mason Opportunity Trust	S	0.8	11.3	4.7						
212	Fidelity Convertible Securities	S	1.9	9.9	6.6						
213	T. Rowe Price New America	S	3.1	9.4	5.9						
214	Harbor Capital Appreciation	S	3.8	9.9	3.5						
215	Vanguard Growth Equity	S	4.2	11.2	-0.2						
216	Oakmark Equity&Income (2%	S	3.0	8.4	8.0						
217	Dreyfus Growth & Income	S	3.2	9.4	5.1						
218	Dreyfus Fund	S	3.2	9.2	5.4						
219	Aegis Value Fund	S	1.5	8.3	9.6						
220	William Blair Growth (1%r<60d)	S	2.9	9.9	3.5						
221	Fidelity Fund	S	3.6	8.6	5.5						
222	CS Warburg Pincus Capital Ap-	S	3.2	9.6	3.4						
223	American Century Growth	S	3.0	9.0	5.1						
224	American Century Ultra	S	2.7	9.3	4.8						
225	Fidelity Magellan (closed)	S	3.2	9.0	4.8						
226	Strong Large Cap Growth	S	3.0	9.5	3.4						
227	Undiscovered Small Cap Growth	S	5.7	13.1	-9.6						
228	Preferred Growth	S	3.6	9.4	2.8						
229	Fidelity Growth & Income	S	2.7	8.4	6.4						
230	WPG Large Cap Growth	S	4.2	9.7	0.7						
231	Yacktman Fund	S	1.1	9.4	5.9						
232	Salomon Brothers Investors	S	3.4	8.8	3.8						
233	Fidelity Large Cap Stock	S	3.2	9.2	2.8						
234	Matrix Advisors Value (.75%	S	3.7	10.1	-0.4						
235	Neuberger Berman Fasciano Inv	S	1.9	8.0	7.7						
236	Scudder Large Company Growth	S	4.0	8.7	2.6						
237	Vanguard Growth Index	S	3.2	9.1	2.8						
238	Vanguard U.S. Growth	S	3.0	9.4	1.6						
239	Oakmark Fund (2%r<90d)	S	1.4	7.8	7.1						
240	Tweedy, Browne American Value	S	2.2	8.2	4.3						
241	Dreyfus Premier Third Century	S	2.5	8.9	2.2						
242	Janus Fund	S	2.5	7.6	3.3						
243	Weitz Value Fund	S	-0.2	7.5	7.5						
244	Hussman Strategic Growth (1.5%	S	3.0	7.2	3.0						
245	Domini Social Equity Fund (2%	S	2.3	6.9	4.2						
246	PIMCO PEA Value D	S	2.1	5.9	6.4						
247	Fidelity Blue Chip Growth	S	2.6	7.4	2.0						
248	American Century Select	S	1.6	7.8	1.6						
249	Fidelity Growth & Income II	S	2.5	6.6	2.8						
250	Fidelity Discovery	S	1.2	6.9	3.7						

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**INTERNATIONAL STOCK FUNDS**  
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# International Stock Funds — data as of 2/25/05

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	16.5%	48.2%	52.0%	51	Artisan International (2%<90d)	S	5.2	20.6	13.4
2	US Global Eastern Europe (2%	H	14.5	49.4	49.0	52	Fidelity Overseas (1%<30d)	S	6.8	19.9	12.4
3	T. Rowe Price Latin America (2%	H	17.3	47.9	48.4	53	SIT International Growth (2%	S	5.5	20.8	11.6
4	T.Rowe Price Emg Europe & Med	B	11.0	51.1	39.0	54	Preferred International	S	4.5	19.0	17.5
5	Scudder Latin America	H	16.8	44.9	43.2	55	Loomis Sayles International	S	7.1	19.9	11.2
6	Fidelity Emerging Mkts (1.5%	B	11.2	40.0	27.0	56	T. Rowe Price Intl Stock	S	6.0	19.6	12.7
7	Driehaus Emerging Mkts Gr (2%	B	10.5	38.9	28.3	57	Guinness China & Hong Kong	S	8.6	18.9	10.3
8	Vanguard Emerging Mkts Stk	B	11.4	36.8	28.8	58	Gabelli Intl Growth (2%<60d)	S	5.1	19.0	14.8
9	Fidelity Europe (1%<30d)	B	7.1	35.7	27.9	59	Matthews Asia G & I (closed,2%	S	4.4	17.3	19.3
10	Fidelity Intl Small Cap (2%<90d)	B	7.0	33.6	31.2	60	Fidelity Pacific Basin (1.5%	S	3.6	18.6	17.1
11	Dreyfus Emerging Market (1%r	B	9.2	31.9	26.3	61	American Century Intl Growth	S	4.6	19.9	12.1
12	Artisan Intl Small Cap (closed,2%	B	5.9	31.7	25.8	62	Columbia International Stock	S	5.6	18.7	12.9
13	Dodge & Cox Intl Stock	B	7.3	27.5	31.2	63	Columbia Intl Equity CIZ	S	5.4	18.4	12.4
14	Scudder Global Discovery	B	6.9	30.3	24.5	64	USAA World Growth	S	4.2	17.0	14.9
15	Forward Intl. Small Cos.	B	6.4	31.6	21.8	65	Fidelity Worldwide (1%<30d)	S	5.9	16.2	10.7
16	Neuberger Berman Intl (2%	H	6.2	27.5	29.7	66	Vanguard Pacific Stock Index	S	3.2	13.9	18.0
17	Amer.Cent.Intl Opp. (closed,2%	B	7.0	27.8	26.2	67	Tweedy, Browne Global Value	S	3.4	14.4	16.1
18	Vanguard Intl Expl (closed,	B	5.2	28.1	27.6	68	Fidelity Global Balanced (1%	S	3.4	15.1	12.3
19	Janus Intl Equity (1%<90d)	B	5.2	28.5	25.5	69	Fidelity Japan Smaller Cos	S	0.5	8.8	29.1
20	Oakmark Intl Small Cap	H	6.4	26.1	28.4	70	T. Rowe Price Japan	S	2.3	7.9	20.9
21	Julius Baer Intl Equity A (2%	H	7.0	27.8	22.9	71	Matthews Japan Fund (2%	S	1.2	8.0	22.0
22	T. Rowe Price New Asia	H	7.6	28.7	18.3	72	Janus Worldwide (2%<90d)	S	4.0	13.5	3.4
23	Artisan Intl Value (2%<90d)	H	5.9	26.4	26.5	73	Fidelity Japan(1.5%<90d)	S	2.6	8.8	16.5
24	Quant Foreign Value (1%r	H	7.1	24.5	27.2	74	Japan Fund (Scudder) (2%	S	1.6	8.9	16.0
25	Fidelity SE Asia (1.5%<90d)	H	7.7	29.0	13.5	75	Longleaf Partners International	S	3.4	9.0	9.2
26	Fidelity Europe Capital App. (1%	H	8.3	28.7	13.1	76	CS Warburg Pincus Japan Grth	S	0.7	6.8	9.1
27	Janus Overseas(closed,2%<90d)	H	8.1	25.6	18.4						
28	T. Rowe Price Intl Disc. (2%<1yr)	H	5.9	24.9	22.8						
29	Matthews Pacific Tiger (2%<90d)	H	5.4	26.2	18.9						
30	Scudder Greater Europe (2%	S	6.5	26.2	16.5						
31	Driehaus Int'l Discovery (2%	S	7.2	26.8	13.3						
32	Vanguard European Stock Index	H	6.3	25.1	18.4						
33	Scudder Global	S	7.6	23.4	16.8						
34	Fidelity Intl Discovery(2%<30d)	S	6.1	23.6	17.4						
35	Vanguard International Value (2%	H	6.9	22.2	18.7						
36	T. Rowe Price European	S	6.8	23.5	14.3						
37	Wm. Blair Intl Growth N	S	5.3	22.9	17.6						
38	Fidelity Div Intl (closed,1%<30d)	S	5.9	22.1	17.8						
39	Scudder International (2%<180d)	S	6.3	22.4	15.2						
40	Harbor International (2%<60d)	S	6.8	21.2	17.5						
41	Oakmark International (2%<90d)	S	5.3	21.6	17.2						
42	Matthews Asia Pacific(2%<90d)	H	4.6	19.9	20.6						
43	Scudder Pacific Opportunity (2%	S	6.2	22.1	11.5						
44	USAA International	S	5.9	20.2	16.5						
45	Wasatch International Growth	S	2.9	21.0	18.4						
46	Oakmark Global (2%<90d)	S	5.4	21.1	14.3						
47	Fidelity Aggressive Intl. (1%<30d)	S	6.8	21.5	10.6						
48	Schwab International Index (1.5%	S	5.5	19.7	16.5						
49	American Century Global Growth	S	5.5	21.1	12.3						
50	Vanguard International Growth	S	5.1	20.0	15.3						

**Next Issue of  
MONEYLETTER Plus  
Will Be Available:  
Wed 3/09/05 by Midnight**

Total Return % - 2/28/05					
1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
2.4	ML Conservative	10.8	9.7	31.4	1.6
1.6	Fidelity Conservative	9.7	8.7	20.8	1.0
1.3	Vanguard Conservative	7.2	7.0	17.7	-0.1
4.1	ML Moderate	20.8	13.7	65.0	3.4
3.7	Fidelity Moderate	16.7	11.5	41.1	3.1
2.7	Vanguard Moderate	11.3	8.2	32.0	0.8
4.9	ML Venturesome	19.8	10.2	60.2	3.8
4.3	Fidelity Venturesome	17.4	10.2	38.4	3.3
3.4	Vanguard Venturesome	12.5	7.7	31.8	1.2
8.9	ML Select	23.9	10.7	N/A	6.6
Benchmarks					
2.0	S&P 500	9.9	6.9	14.5	-0.4
1.6	Asset Allocation Funds Avg (80)	8.7	6.5	19.6	0.3

**SPECIALTY FUNDS  
On Next Page**

## Specialty Funds — data as of 2/25/05

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)	*	15.6%	43.0%	56.1%	51	RS Internet Age	*	1.4	17.7	-5.4
2	Fidelity Energy (.75%r<30d)	*	17.6	42.3	50.6	52	T.Rowe Price Health Sciences	*	3.9	11.3	6.1
3	ICON Energy	*	18.3	39.4	53.8	53	Fidelity Technology (.75%r<30d)	*	5.7	14.9	-5.6
4	Vanguard Energy (1%r<1yr)	*	16.1	39.8	51.8	54	Fidelity Retailing (.75%r<30d)	*	3.0	10.5	9.1
5	Rydex Energy	*	17.1	39.7	48.5	55	Rydex Consumer Products	*	2.4	10.5	9.6
6	CGM Realty	*	11.2	42.5	50.0	56	ICON Financial	*	2.5	10.8	8.0
7	Alpine U.S. Real Estate Equity	*	10.6	41.7	50.4	57	Fidelity Leisure (.75%r<30d)	*	-0.8	12.5	8.4
8	Fidelity Med Del (.75%r<30d)	*	5.5	43.0	45.9	58	Cohen & Steers Equity Income	*	2.1	8.9	12.7
9	Fidelity Energy Services (.75%	*	12.9	39.1	39.8	59	Vanguard Health Care	*	5.2	9.5	6.4
10	Rydex Energy Services	*	13.9	37.0	38.9	60	Fidelity Automotive (.75%r<30d)	*	2.3	11.6	4.9
11	Fidelity Natrl Resources (.75%	*	16.5	34.7	39.6	61	T.Rowe Price Financial Services	*	2.4	11.0	5.8
12	T. Rowe Price New Era	*	13.4	33.1	40.8	62	T.Rowe Price Science & Tech	*	4.2	12.5	-1.7
13	Fidelity Chemicals (.75%r<30d)	*	10.3	29.6	41.3	63	Scudder Gold (closed)	*	6.4	10.5	-0.6
14	ICON Materials	*	11.7	28.7	39.4	64	Rydex Retailing	*	3.5	10.7	3.4
15	Fidelity Const & Housing (.75%	*	8.3	28.6	34.7	65	Rydex Electronics	*	14.2	13.5	-20.5
16	Vanguard Precious Metals	*	10.8	31.5	23.1	66	Amer. Cent. Global Gold (1%	*	7.2	8.9	0.6
17	Rydex Basic Materials	*	10.6	22.4	25.9	67	Stratton Mthly Div REIT (1.5%	*	2.6	7.7	9.8
18	Fidelity Transportation (.75%	*	6.8	22.9	30.1	68	Rydex Health Care	*	4.7	8.8	2.8
19	Fidelity Cyclical Ind (.75%r<30d)	*	7.5	19.5	26.7	69	Fidelity Health Care (.75%r<30d)	*	4.2	8.1	5.3
20	ICON Healthcare	*	5.1	24.6	17.0	70	Rydex Financial Services	*	2.1	8.4	7.0
21	ICON Industrials	*	6.5	20.7	22.1	71	Vanguard Balanced Index	B	2.4	8.1	6.6
22	Fidelity Indust Matrls (.75%r<30d)	*	8.8	20.9	17.8	72	ICON Information Technology	*	3.9	11.6	-4.9
23	T.Rowe Price Media & Telecom-	*	3.5	21.3	17.1	73	Fidelity Environmental Ser (.75%	*	1.8	8.5	5.4
24	Fidelity Defense & Aero (.75%	*	8.4	15.5	24.2	74	Fidelity Developing Comm (.75%	*	2.7	13.3	-10.0
25	Rydex Transportation	*	4.1	16.2	23.3	75	Fidelity Finl Serv (.75%r<30d)	*	1.8	8.0	4.6
26	Fidelity Electronics (.75%r<30d)	*	13.8	23.0	-9.4	76	Fidelity Multimedia (.75%r<30d)	*	0.0	10.6	0.8
27	Rydex Leisure	*	1.9	20.8	13.6	77	Gateway Fund	B	2.7	6.1	7.5
28	Fidelity Wireless (.75%r<30d)	*	3.8	16.7	20.4	78	AXARosenberg Value L/S (2%	*	2.3	6.4	6.7
29	Fidelity Utilities Growth (.75%	*	3.4	16.1	21.8	79	Fidelity Telecomm (.75%r<30d)	*	-0.2	9.6	0.9
30	U.S.Global Gold Shares (.25%	*	7.5	19.7	4.1	80	Rydex Technology	*	3.6	10.1	-7.2
31	ICON Telecommunications &	*	6.1	16.4	12.7	81	Fidelity Paper & Forest (.75%	*	6.9	4.0	2.1
32	Cohen & Steers Realty Shares	*	3.1	13.3	23.5	82	Fidelity Software (.75%r<30d)	*	-1.7	12.1	-5.4
33	Fidelity Real Estate (.75%r<90d)	*	3.4	13.9	21.3	83	Fidelity Pharmaceuticals (.75%	*	2.7	6.8	-0.3
34	T.Rowe Price Real Estate (1%	*	2.8	13.1	22.7	84	Fidelity Networking (.75%r<30d)	*	3.4	13.1	-17.9
35	ICON Leisure & Consumer Sta-	*	4.4	15.8	13.1	85	Fidelity Biotechnology (.75%	*	4.0	4.0	1.1
36	Fidelity Industrial Equip (.75%	*	6.0	14.4	14.0	86	Royce Technology Value (2%	*	1.5	12.8	-17.2
37	Rydex Utilities	*	5.3	13.6	16.8	87	Fidelity Banking (.75%r<30d)	*	-0.1	4.8	4.3
38	Fidelity Medical Equip (.75%	*	4.7	14.7	15.0	88	Rydex Telecommunications	*	1.4	6.7	-6.4
39	Fidelity Air Transport (.75%r<30d)	*	7.5	12.5	14.4	89	Rydex Banking	*	0.1	2.8	4.0
40	Fidelity Food & Agr (.75%r<30d)	*	3.0	15.2	12.6	90	Merger Fund (closed,2%r<30d)	*	0.5	3.3	1.5
41	Fidelity Computers (.75%r<30d)	*	8.5	19.1	-6.4	91	Rydex Precious Metals	*	6.7	2.7	-6.8
42	Fidelity Brokerage (.75%r<30d)	*	4.0	16.8	3.7	92	Rydex Biotechnology	*	2.8	4.3	-6.1
43	Fidelity Balanced	B	4.6	13.2	9.4	93	Fidelity Home Finance (.75%	*	-1.0	1.2	1.0
44	Vanguard REIT Index (1%r<1yr)	*	2.9	10.9	17.0	94	Rydex Internet	*	-4.0	1.5	-7.9
45	Fidelity Gold (.75%r<30d)	*	7.5	14.0	0.9	95	Prudent Bear	*	-0.7	-5.3	-8.8
46	Fidelity Bus Services (.75%r<30d)	*	2.0	11.4	12.5	96	Rydex Juno	*	-0.8	-7.1	-7.8
47	RS Information Age	*	2.6	17.6	-5.4	97	Rydex Ursa	*	-3.4	-8.8	-6.6
48	ICON Consumer Discretionary	*	4.5	12.9	2.6	98	ProFunds Bear Inv	*	-3.6	-9.0	-6.9
49	Fidelity Insurance (.75%r<30d)	*	3.5	11.7	7.2						
50	Fidelity Consumer Ind (.75%	*	2.3	13.1	5.3						

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

\* = **Not Recommended**

## Bond Funds — data as of 2/25/05

Fund	Cons.	1 month	6 month	1 year	Fund	Cons.	1 month	6 month	1 year
American Century Ginnie Mae	*	0.0%	1.0%	0.4%	PIMCO Real Return	H	0.5	3.3	3.2
American Century Inflation Adj	B	0.8	4.2	5.5	PIMCO Total Return	H	-0.2	1.6	1.8
American Century Intl Bond	*	1.1	12.0	10.0	PIMCO Total Return Mortgage	H	0.0	1.5	2.2
American Century Target 2010	*	-0.2	1.3	1.3	Schwab S-T Bond Mkt Index	B	-0.2	0.0	-0.4
American Century Target 2015	*	0.2	5.1	6.3	Scudder Global Bond S-T	*	0.1	6.3	5.2
American Century Target 2020	*	1.3	10.3	11.0	Scudder Income (closed)	H	0.2	2.9	3.6
American Century Target 2025	*	1.5	15.8	16.5	Scudder Short-Term Bond	B	0.0	0.4	0.7
American Government Bond	H	0.0	1.4	0.4	Strong Corporate Bond	*	0.5	3.8	2.4
BBH Inflation Indexed Sec	B	0.5	3.6	5.9	Strong Govt Securities	H	-0.1	1.0	0.0
Buffalo High-Yield (2%r<180d)	*	0.8	5.3	6.6	Strong High Yield Bond (1%	*	1.6	5.8	6.9
Columbia Fixed Income Sec	H	0.1	1.3	-0.3	Strong S-T Bond	B	0.2	0.0	-0.8
Columbia High Yield	*	1.4	3.3	2.4	Strong S-T High Yield	*	0.5	1.4	1.9
Columbia Income CIZ	H	0.1	2.0	1.3	T. Rowe Price Corporate Inc	*	0.7	4.0	2.8
Columbia Intermediate Bond CIZ	H	-0.1	1.4	0.5	T. Rowe Price GNMA	*	0.0	1.2	0.8
Columbia S-T Bond	B	0.1	0.2	-0.6	T. Rowe Price High Yld	*	1.7	6.3	6.3
Dodge & Cox Income	H	0.4	2.6	2.9	T. Rowe Price Int'l Bond	*	0.4	10.4	7.5
Dreyfus 100 Treasury L-T	*	0.3	5.0	3.3	T. Rowe Price New Income	*	0.1	2.2	1.5
Dreyfus A Bonds Plus	*	0.0	3.2	1.8	T. Rowe Price Spectrum Income	*	1.1	5.5	4.8
Dreyfus GNMA	*	-0.1	1.6	1.9	T. Rowe Price S-T Bond	B	-0.2	0.1	-1.0
Dreyfus Short-Term Income	B	0.2	0.9	-0.9	T. Rowe Price U.S. Treas. L-T	*	0.3	4.0	2.8
Dreyfus Strategic Income	*	-0.1	2.2	0.4	TCW Galileo High Yield Bond	*	1.7	6.8	9.8
Federated Total Return Govt	H	-0.1	0.8	-0.3	TCW Galileo Total Return Bond	H	-0.2	2.4	3.4
Federated U.S. Govt Sec. 1-3	B	-0.2	-0.7	-1.2	USAA Income	H	0.2	2.8	3.5
Fidelity Capital & Income (1%	*	2.9	11.0	10.2	Value Line Aggressive Inc (1%	*	1.5	5.2	6.0
Fidelity Floating Rate High Inc(1%	B	0.6	2.1	2.7	Value Line U.S. Govt Sec	H	-0.1	1.2	1.2
Fidelity GNMA	*	-0.1	1.4	1.2	Vanguard GNMA	B	0.0	2.4	3.3
Fidelity Government Income	*	0.0	1.2	0.5	Vanguard High Yield Corporate	*	1.6	6.0	8.7
Fidelity High Income (1%r<90d)	*	1.9	6.7	6.0	Vanguard Inflation Protected	B	0.6	3.7	5.7
Fidelity Inflation-Protected Bond	B	0.5	3.6	5.0	Vanguard Intermediate Treas.	H	-0.2	0.8	-0.4
Fidelity Intermediate Bond	H	-0.1	0.5	-0.6	Vanguard Long-Term Corporate	*	0.8	7.2	5.8
Fidelity Intermediate Govt	H	-0.2	0.0	0.3	Vanguard L-T Treasury	*	0.3	5.4	3.7
Fidelity Investment Grade	H	0.1	2.4	3.3	Vanguard Short-Term Corporate	B	0.0	0.6	-0.3
Fidelity New Markets Income (1%	*	1.8	10.0	10.1	Vanguard S-T Federal	*	-0.2	-0.1	-0.9
Fidelity Short-Term Bond	B	-0.1	0.2	-0.4	Vanguard S-T Treasury	B	-0.1	-0.1	-1.0
Fidelity Strategic Income	B	1.3	8.3	9.4	Vanguard Total Bond Market	H	-0.1	2.5	3.1
FifthThird Bond	*	0.0	2.1	2.2	WellsFargo Montgomery S Dur	B	-0.1	-0.4	-0.7
Janus Flexible Income	*	0.2	1.5	0.0	WellsFargo Montgomery Total	H	0.0	1.5	1.7
Janus High Yield (2%r<90d)	*	1.7	5.2	6.5	Westcore Plus Bond (2%r<90d)	*	0.4	3.7	4.9
Janus S-T Bond	B	-0.1	0.1	-0.1	WPG Core Bond	H	-0.2	1.5	1.6
Loomis Sayles Bond Instl	B	1.2	9.2	10.3					
Loomis Sayles Bond Retail	B	1.2	9.1	10.0					
Managers Bond	*	0.6	3.9	4.0					
Managers Int. Duration Govt	*	-0.1	1.7	2.9					
Managers Short Duration Govt	B	0.4	1.8	2.4					
MetroWest Low Duration	B	0.5	1.5	0.9					
MetroWest Total Return	*	0.7	2.9	1.3					
Northeast Investors Trust	*	1.8	7.9	12.4					
Payden Global Fixed Income	*	-0.4	2.4	2.7					
PIMCO High Yield	*	1.7	6.3	6.7					
PIMCO Low Duration	B	-0.3	-0.3	-0.4					

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

\* = **Not Recommended**

**PORTFOLIO HOLDINGS**  
**On Next Page**

## Weekly Performance of ML Model Holdings — data as of 2/25/05

Fund	Last Week	Fund	Last Week
EUEYX Alpine U.S. Real Estate Eq-	3.85%	LSBRX Loomis Sayles Bond Retail	0.07
ACITX Amer. Cent. Inflation Adj.	-0.26	MUHLX Muhlenkamp Fund	1.81
ARTKX Artisan International Value	0.51	RSCOX RS Value (Contrarian)	1.08
ARTQX Artisan Mid Cap Value	1.59	TAVFX Third Avenue Value	0.67
BPTRX Baron Partners	0.64	TREMX T. Rowe Price Emerg Eur & Med	3.77
BRAIX Bridgeway Agg. Inv. 2	2.04	VBINX Vanguard Balanced	0.46
DODIX Dodge & Cox Income	0.00	VEIEX Vanguard Emerging Mkts	3.18
DODFX Dodge & Cox International	1.45	VEURX Vanguard European Stock Index	0.87
FBALX Fidelity Balanced	1.06	VFIIX Vanguard GNMA	-0.10
FIEUX Fidelity Europe	2.34	VWEHX Vanguard High Yield Corp	0.00
FEXPX Fidelity Export & Multinational	0.90	VIPSX Van. Inflation Protected Bond	0.32
FTQGX Fidelity Focused Stock	2.10	VTRIX Vanguard International Value	1.13
FINPX Fidelity Inflation Protected	-0.35	VIMSX Vanguard Mid-Cap Index	1.21
FISMX Fidelity International S-C	0.81	VISVX Vanguard Small Cap Value	0.80
FBNDX Fidelity Inv Grade Bond	-0.13	VBMFX Vanguard Total Bond	-0.10
FLATX Fidelity Latin America	4.62	VUVLX Vanguard US Value	1.23
FLVCX Fidelity Leveraged Company	2.98	VWNFX Vanguard Windsor II	0.94
FSNGX Fidelity Natural Gas	3.70		
FDSCX Fidelity S-C Independence	0.61	<b>Indices</b>	
FSICX Fidelity Strategic Income	0.19	DOW JONES INDUSTRIALS	0.52%
FDVLX Fidelity Value	1.23	NASDAQ	0.33
FSLSX Fidelity Value Strategy	1.14	S&P 500	0.81
GATEX Gateway Fund	0.28		

### Editorial Questions?

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