

## MONEYLETTER HOTLINE 6/7/05

### Long Rates Hold Fast

Move over oil prices, interest rates have taken over. Chairman Greenspan spoke last night and left the impression that he did not see long-term rates moving far from current levels. That was enough for the market. With long-term yields below 4.0% that was enough for Wall Street's institutional investors. With bond yields so low, and presumably likely to remain low, stocks look attractive at present levels.

But along came the President of the Atlanta Fed who played Dutch uncle and ended the party. He just pointed out that the Fed was not done raising short-term rates and fretted about housing prices. The market fell like a punctured balloon. To us, it suggests that this rally is getting tired. Greenspan will be speaking again on Thursday, this time concentrating on the economy. We expect important market reaction then.

At the moment, the market is coping with big unknowns. How strong or weak is the economy? Are rate hikes close to being over or not? Until a consensus forms, we expect the choppy market to continue. We see higher prices before this year is out.

There is no change in our recommended allocations.

**New Fund Ratings** – For domestic stock funds, six funds are now rated Buy: Baron Partners, Baron Asset, Baron Growth (closed), Wasatch Small Cap Growth (closed), Dreyfus Mid Cap Index and Vanguard Strategic Equity. Three funds are now rated Hold: Vanguard Windsor II, Dodge & Cox Stock (closed) and Cambiar Opportunity. Baron Small Cap is now rated Sell. For international stock funds, T. Rowe Price Emerging Markets Stock is now rated Buy. Three funds are rated Hold: Dodge & Cox International Stock, Artisan International Small Cap and Janus International Equity.

**The Economy** – There is nothing to suggest that the Fed is concerned about the economy. All the talk this week so far has assumed the economy is doing well. The weekly store sales surveys for the first week of the month were mixed, suggesting sluggish Memorial Day shopping. We believe the economy doing well, but we are cautious.

**The Stock Market** – Stocks have been moving into overbought territory. This is a short-term consideration. Texas Instruments revised their outlook higher after the market closed. Tech stocks have been doing well, and this may well send them higher. Right now, we continue to see equities doing well over the next six months.

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

## MONEYLETTER HOTLINE 6/3/05

### Ups And Downs

Surprised again. Last month we were surprised on the upside by the employment report. This month it was the downside. We had warnings from the regional Fed reports -- New York and Philadelphia-- that manufacturing was weak in May. That is how it turned out. What we now know is that the weakness was widespread at least as far as employment is concerned.

What is puzzling is trying to figure out just what these numbers are telling us. We have had a series of up and down reports so far this year. February was a big month for employment. March was weak. Then last month big, and this month weak. There is no pattern here that makes sense, except the weakness in manufacturing all the way through.

The earnings side of the report does show that incomes are continuing to grow and suggest that consumer spending will hold up. If we are right, we expect the economy to regain its footing over the next few months. But this month's numbers have injected a note of caution. The outlook has not yet jelled. We see higher prices before this year is out.

There is no change in our recommended allocations.

**New Fund Ratings** – For domestic stock funds, two funds are now rated Hold: Homestead Value and Mutual Shares. Janus Contrarian is now rated Sell. For international stock funds, Scudder Global Discovery (closed) is now rated Buy. Artisan International Value is now rated Sell.

Artisan International Value is in the *MONEYLETTER* Moderate Portfolio. We will switch the fund into Forward International Small Companies.

**The Economy** – Oil has popped up again and that is a negative. Industry analysts say that crude prices are being led by heating oil prices, with concern about the adequacy of inventories. Auto sales last month were down, but about as expected. Weekly retail sales were flat last week. We believe the economy doing well, but we are a tad more cautious.

**The Stock Market** – Some commentary see today's selling as profit-taking. We think it was that and more. It was also a reaction to the employment report. Stocks rose earlier this week on hopes concerning the Fed. Today there were second thoughts. That also sent stocks down. The Fed's position will be clearer next week as Greenspan goes before Congress. Right now, we continue to see equities doing well over the next six months.

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

## Domestic Stock Funds — data as of 6/3/05

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	Artisan Mid Cap Value	B	6.5%	11.0%	28.9%	51	Homestead Value	H	2.8	4.5	14.8
2	CGM Focus	B	4.0	10.6	30.3	52	Marsico Focus (2%r<30d)	S	5.0	3.5	13.7
3	Third Avenue Value (1%r<60d)	B	2.4	8.4	28.6	53	Marsico Growth & Income (2%	S	5.5	3.1	14.0
4	Baron Partners	H	7.8	5.9	25.8	54	Janus Growth & Income	S	5.3	3.6	13.1
5	Baron Asset	H	8.0	6.7	21.7	55	Preferred Growth	H	8.1	3.0	10.3
6	Fidelity Focused Stock (.75%	B	5.9	8.2	20.9	56	C&B Mid Cap Value	H	5.7	3.7	11.8
7	Fairholme Fund	B	2.7	8.4	24.4	57	Mutual Beacon (1%) CIZ	H	2.0	4.5	15.4
8	Muhlenkamp Fund	B	6.3	5.7	24.2	58	CRM Mid Cap Value Inv	H	3.5	2.6	17.5
9	Neuberger Berman Partners	B	6.1	7.1	20.7	59	Janus Olympus	S	6.8	3.7	9.8
10	RS Value (formerly RS Con-	B	3.8	5.0	28.1	60	Fidelity Disciplined Equity	H	4.4	3.9	13.0
11	Fidelity Leveraged Co (\$10k,1.5%	H	5.2	4.4	26.9	61	Mutual Shares (1%) CIZ	H	2.2	4.7	14.2
12	MainStay Small Cap Opportunity	B	6.5	4.6	24.1	62	Value Line Special Situations	S	5.6	2.8	13.6
13	Longleaf Partners Small cap	B	5.3	4.7	25.5	63	TCW Galileo Diversified Value N	H	3.1	3.2	16.4
14	Neuberger Berman Genesis	B	4.6	6.9	18.6	64	Vanguard Small-Cap Value	H	5.5	0.6	19.1
15	Vanguard Mid-Cap Index	B	5.8	5.0	20.1	65	Undiscovered Behavioral Growth	S	8.4	1.9	11.3
16	American Century Heritage	H	7.3	7.1	11.9	66	Value Line Fund	H	6.7	1.5	14.8
17	Fidelity Value	B	5.2	4.7	20.7	67	Dodge & Cox Stock (closed)	B	2.5	3.5	16.2
18	Bridgeway Aggressive Investors 2	H	7.1	4.1	19.3	68	Buffalo Mid Cap	H	7.0	3.3	9.6
19	Baron Growth (closed)	H	5.3	4.7	20.4	69	Loomis Sayles Value	H	3.0	3.8	14.4
20	MSI Mid Cap Growth	H	8.0	3.9	17.6	70	Turner Mid Cap Growth	S	7.5	2.3	11.4
21	Wasatch Small Cap Grth	H	7.6	4.3	15.3	71	Baron Small Cap (closed)	H	4.3	4.1	11.6
22	Dreyfus Mid Cap Index	H	6.3	5.0	15.5	72	Fidelity Export & Multinat'l(.75%	H	4.8	3.0	13.6
23	Vanguard Strategic Equity	H	6.4	3.5	18.7	73	Vanguard Cap Opp (closed,	H	8.1	0.8	14.0
24	Robeco Boston Partners All Cap	B	4.0	5.3	17.4	74	T. Rowe Price Mid Cap Growth	H	5.4	2.3	14.2
25	Scudder Development (closed)	H	7.2	5.7	11.6	75	SIT Small Cap Growth (2%	H	7.3	2.8	10.2
26	Third Avenue Small-Cap Value	H	5.0	3.9	19.1	76	Marsico 21st Century (2%r<30d)	S	7.6	-0.3	17.1
27	RS Partners (closed)	H	5.3	1.9	23.2	77	MSI Mid Cap Value	H	2.8	3.2	15.4
28	Harbor Value	B	3.0	6.1	15.5	78	Janus Enterprise	S	6.4	1.9	13.1
29	Dreyfus New Leaders	S	5.6	4.9	14.1	79	Columbia Disciplined Value CIZ	H	2.2	4.0	13.9
30	Robeco Boston Partners Mid Cap	H	6.1	3.6	16.6	80	Vanguard U.S. Value	S	4.1	3.0	13.6
31	Westport Small Cap R	H	5.1	5.1	13.9	81	Vanguard Value Index	H	2.4	3.2	15.3
32	FBR Small Cap (closed,1%r<90d)	H	4.5	2.8	20.4	82	Cambiar Opportunity	B	2.1	4.0	13.4
33	Weitz Hickory	H	4.9	3.4	18.2	83	AIM Dynamics Inv (closed)	S	6.8	2.3	10.2
34	Nicholas Fund	H	3.9	6.5	11.5	84	Janus Mid Cap Value	S	4.1	2.6	13.3
35	Columbia Mid Cap Growth CIZ	H	8.3	3.5	12.0	85	T. Rowe Price Mid Cap Value	S	4.2	2.0	14.7
36	CS Mid Cap Growth (closed)	H	7.3	4.4	11.3	86	MSI Small Cap Value (closed)	S	5.0	0.9	16.1
37	Neuberger Berman Manhattan	H	7.4	3.0	14.1	87	USAA Growth	S	6.7	1.6	11.8
38	Mutual Qualified (1%) CIZ	B	2.4	4.6	17.5	88	Royce Penn Mutual (1%r<180d)	S	5.1	1.1	15.1
39	Fidelity Contrafund	H	5.2	4.2	14.0	89	Gabelli Asset	S	2.9	2.9	13.7
40	Berwyn Fund (1%r<180d)	H	6.5	1.1	19.4	90	Legg Mason Special Investment	H	7.1	1.7	10.2
41	USAA Aggressive Growth	H	5.7	3.8	13.7	91	PBHG Small Cap Value	S	5.1	1.1	14.6
42	ICAP Select Equity	H	2.8	4.7	15.7	92	PBHG Emerging Growth	S	8.9	0.9	9.2
43	Wasatch Core Growth (closed,2%	H	5.8	2.8	15.8	93	Wells Fargo Adv SC Value Z	S	4.5	0.0	18.2
44	Vanguard Extended Market Index	H	6.2	2.6	15.6	94	Henlopen Fund (1%r<30d)	S	4.8	1.5	13.9
45	SIT Mid Cap Growth (2%r<30d)	H	8.6	2.5	12.2	95	RS Growth (formerly RS Value +	S	5.8	1.5	12.3
46	T. Rowe Price New Horizons	H	7.9	2.9	12.3	96	Wells Fargo Advantage Discov-	S	10.8	-1.2	11.7
47	Vanguard Windsor II	B	2.3	4.5	16.2	97	SIT Large Cap Growth (2%	S	5.5	2.6	10.1
48	Forward Hoover Small Cap	H	6.7	1.6	16.5	98	Fidelity OTC Portfolio	S	9.5	0.5	9.1
49	Fidelity L P Stock (closed,1.5%	H	4.7	2.3	17.7	99	Vanguard Windsor	S	3.8	2.5	12.8
50	Harbor Capital Appreciation	H	8.1	3.0	10.9	100	Janus Twenty (closed)	S	5.8	1.5	12.1

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

## Domestic Stock Funds continued — data as of 6/3/05

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
101	American Century Equity	S	3.6	2.4	13.1	151	Artisan Small Cap (closed)	S	7.7	-1.8	12.6
102	INVESCO Core Equity	H	3.4	3.9	9.7	152	Vanguard Small Cap Growth	S	6.7	-0.3	10.2
103	Vanguard SmallCap Index	S	6.1	0.2	14.8	153	Northeast Investors Growth	S	4.9	2.1	7.0
104	Vanguard Capital Value	H	3.8	1.7	14.5	154	Dreyfus Appreciation	S	2.2	3.9	6.5
105	Wells Fargo Advantage MC	S	3.8	2.7	11.6	155	Vanguard Growth & Income	S	3.6	1.5	10.4
106	Bogle Small Cap Growth	S	6.0	1.6	11.1	156	Vanguard U.S. Growth	S	7.8	0.8	5.5
107	Buffalo Small Cap (closed)	S	6.8	0.1	13.7	157	UMB Scout Stock	S	3.4	2.7	7.2
108	MSI Value Portfolio	S	1.3	2.5	15.7	158	Pioneer Growth Opp (Safeco)	S	6.2	-1.6	13.8
109	Wells Fargo Adv Common	S	4.4	2.3	11.4	159	Yacktman Fund	S	1.3	2.9	9.9
110	PBHG Growth	S	8.1	1.7	7.4	160	USAA Capital Growth	S	6.0	-0.8	12.0
111	Fidelity Mid-Cap Stock (.75%	S	7.4	1.3	9.3	161	U.S. Global Holmes Growth	S	4.9	-0.1	11.8
112	Salomon Brothers Opportunity	S	2.7	2.2	13.9	162	Wasatch Small Cap Value	S	5.2	-0.4	12.1
113	Artisan Midcap (closed)	S	5.7	1.9	10.2	163	Sound Shore	S	3.0	1.4	10.8
114	Fidelity Growth Company	S	7.0	1.4	9.4	164	TCW Galileo Value Opportuni-	S	5.0	1.8	6.6
115	Royce Total Return (1%r<180d)	S	4.2	1.2	14.1	165	Federated Kaufmann Fund	S	5.7	0.4	9.1
116	Ariel Fund	S	3.3	1.4	15.0	166	Legg Mason Opportunity Trust	S	10.2	-1.1	6.0
117	American Century Value	S	3.1	3.2	10.7	167	Robeco Boston Ptnrs SCV	S	4.8	0.7	9.4
118	American Century Income &	S	3.4	2.5	11.8	168	Scudder Large Company	S	4.4	2.5	5.3
119	Neuberger Berman Guardian	S	4.2	1.2	14.0	169	Janus Mercury	S	4.8	1.2	7.9
120	T. Rowe Price S-C Value	S	5.3	-0.7	16.9	170	T. Rowe Price Dividend	S	3.1	1.2	10.5
121	Janus Contrarian	S	4.3	-0.6	18.0	171	Wells Fargo Advantage Large	S	6.9	-0.1	7.9
122	T. Rowe Price Equity-Income	S	2.3	2.5	13.1	172	Neuberger Berman Focus	S	5.7	1.2	6.2
123	Fidelity Small Cap Ind. (1.5%	H	5.7	1.0	11.5	173	Nicholas II	S	4.7	1.8	6.1
124	Pin Oak Aggressive Stock	S	9.7	0.1	7.7	174	Selected American Shares	S	2.2	2.0	9.3
125	Vanguard Explorer	H	6.5	0.7	10.8	175	Needham Growth Fund (.75%	S	7.3	0.8	4.9
126	Selected Special Shares	S	3.6	3.0	9.4	176	Fidelity Trend	S	3.8	1.1	9.1
127	Fidelity Value Strategies	S	9.9	-1.1	9.9	177	Fidelity Capital Appreciation	S	7.0	-0.5	8.4
128	T. Rowe Price Cap Appreciation	S	2.2	2.0	13.6	178	Wells Fargo Advantage	S	7.6	-0.4	7.2
129	Scudder Capital Growth AARP	S	4.2	3.2	7.5	<b>179 Fidelity Spartan 500 Index</b>	<b>S</b>	<b>3.2</b>	<b>1.3</b>	<b>9.0</b>	
130	USAA Growth & Income	S	4.1	2.1	10.2	180	Longleaf Partners	S	4.4	1.7	6.2
131	Wells Fargo Advantage Oppor-	S	5.1	1.1	11.0	<b>181 Vanguard 500 Index</b>	<b>S</b>	<b>3.2</b>	<b>1.3</b>	<b>8.9</b>	
132	Loomis Sayles Small Cap Value	S	4.3	-0.2	15.3	182	Ariel Appreciation	S	2.3	1.5	9.5
133	RS MidCap Opportunities	S	6.6	0.3	10.6	183	Columbia Asset Allocation CIZ	S	2.6	1.3	9.3
134	Gabelli Growth	S	5.2	2.2	7.7	184	Fidelity Equity-Income II	S	3.0	0.3	11.0
135	Vanguard/Morgan Growth	S	5.5	1.7	8.5	185	CRM Small Cap Value Inv	S	4.9	-0.3	9.8
136	Century Select Small Cap (1%	S	2.5	2.1	11.7	186	Weitz Value Fund	S	2.5	1.1	9.8
137	Vanguard Equity-Income	S	1.8	2.2	12.6	187	RS Smaller Company Growth	S	7.2	-1.7	9.6
138	Fidelity Independence	S	6.9	0.3	9.5	188	Fidelity Fifty (.75%r<30d)	S	7.2	-0.6	6.6
139	Value Line Leveraged Growth	S	7.3	0.1	9.3	189	Scudder Growth & Income	S	4.0	0.7	8.2
140	American Century Equity In-	S	1.9	2.6	11.2	190	Oakmark Select (closed,2%	S	1.1	2.2	8.7
141	Aegis Value Fund	S	3.5	1.6	11.1	191	Oakmark Equity & Income (2%	S	2.6	2.2	6.4
142	TCW Galileo Dividend Focused	S	3.0	1.1	13.2	192	T. Rowe Price Small Cap	S	5.2	-1.7	12.2
143	Northern Income Equity	S	3.2	2.3	9.6	193	Columbia Large Cap Growth	S	4.9	0.8	6.2
144	Legg Mason Value	S	5.4	1.1	9.3	194	William Blair Growth (1%	S	4.9	0.4	6.8
145	Vanguard Total Stk Mkt	S	3.9	1.5	10.4	195	T. Rowe Price Growth & In-	S	3.2	0.4	9.2
146	Schwab 1000 Fund (.75%	S	3.6	2.0	9.7	196	Fidelity Fund	S	3.4	1.0	7.4
147	T. Rowe Price Growth Stock	S	5.4	1.2	8.7	197	Dreyfus Growth & Income	S	3.2	0.9	7.6
148	Fidelity Stock Selector	S	4.3	1.6	9.4	198	Vanguard Growth Equity	S	6.4	0.4	3.9
149	Vanguard PRIMECAP (closed,	S	5.0	0.5	11.2	199	Vanguard Growth Index	S	4.8	0.8	4.9
150	American Century Growth	S	4.6	1.1	10.0	200	Hussman Strategic Growth	S	0.8	3.4	4.2

**DOMESTIC STOCK FUNDS**  
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## Domestic Stock Funds continued — data as of 6/3/05

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
201	TCW Galileo Opportunity N	S	6.1	-1.8	9.3	251	Thompson Plumb Growth	S	2.6	-1.9	-1.6
202	Fidelity Magellan (closed)	S	3.8	0.7	6.2	252	Royce Low Priced Stock	S	4.1	-5.4	4.0
203	T. Rowe Price New America	S	5.0	-0.1	6.0	253	TCW Galileo Aggressive Growth	S	10.0	-7.1	-2.2
204	Fidelity Equity-Income	S	2.4	0.3	8.9	254	Oberweis Emerging Growth (1%	S	7.5	-7.7	1.3
205	Royce Premier (1%r<180d)	S	4.5	-1.6	10.3	255	RS Diversified Growth (closed)	S	6.6	-7.2	-2.3
206	Janus Fund	S	4.9	0.6	4.2	256	Undiscovered Small Cap Growth	S	8.0	-9.4	-5.0
207	American Century Vista	S	4.7	0.0	5.7	257	Van Wagoner Emerging Growth	S	2.4	-18.3	-20.4
208	Preferred Value	S	1.9	0.2	9.2						
209	Fidelity Aggressive Growth(1.5%	S	7.0	-0.9	4.1						
210	Fidelity Growth & Income	S	2.2	0.4	8.0						
211	Dreyfus Fund	S	3.5	-0.1	7.1						
212	Clipper Fund	S	2.0	0.5	7.7						
213	INVESCO Small Company	S	6.4	-2.2	7.8						
214	Dreyfus Premier Third Century	S	4.7	0.1	4.3						
215	American Century Select	S	4.7	0.1	3.8						
216	Oakmark Fund (2%r<90d)	S	1.8	0.5	7.1						
217	Fidelity Small Cap Stock (2%	S	4.0	-1.7	8.9						
218	CS Warburg Pincus Capital Ap-	S	5.0	-0.4	4.2						
219	Dreyfus Growth Opportunity (2%	S	4.1	-0.4	5.5						
220	Salomon Brothers Investors	S	3.3	-0.9	7.7						
221	Tweedy, Browne American Value	S	2.0	0.4	6.4						
222	Fidelity Blue Chip Growth	S	4.2	-0.1	4.2						
223	Royce Opportunity (1%r<180d)	S	6.1	-3.6	9.8						
224	TCW Galileo Select Equity	S	9.2	-3.9	5.7						
225	Janus Venture (closed)	S	5.6	-2.5	7.0						
226	Needham Small Cap Growth	S	7.1	-1.8	2.6						
227	Fidelity Convertible Securities	S	4.5	-1.6	5.5						
228	ABN Amro Mid Cap	S	3.5	-1.2	5.9						
229	PIMCO PEA Value D	S	3.4	-1.9	6.9						
230	Fidelity Large Cap Stock	S	3.9	-1.0	4.1						
231	Dreyfus-Founders Discovery	S	8.0	-3.5	4.0						
232	Neuberger Berman Fasciano Inv	S	4.6	-2.3	6.1						
233	Domini Social Equity Fund (2%	S	3.7	-1.2	4.6						
234	RS Emerging Growth(closed)	S	7.9	-4.8	7.2						
235	ICM/Isabelle Small Cap Value	S	4.8	-2.6	5.9						
236	American Century Ultra	S	4.5	-1.5	3.6						
237	Fidelity Dividend Growth	S	3.4	-0.7	3.2						
238	Meridian Fund	S	4.3	-2.6	5.5						
239	Wells Fargo Advantage SC Disci-	S	2.6	-2.2	5.9						
240	Matrix Advisors Value (.75%	S	1.6	-0.5	2.5						
241	WellsFargo Montgomery Small	S	7.0	-3.0	0.1						
242	Fidelity Discovery	S	3.9	-3.8	6.4						
243	WmBlair S-C Growth N (1%r<60d)	S	4.4	-5.1	8.7						
244	Fidelity New Millennium (closed)	S	5.7	-4.1	4.2						
245	Janus U.S. Value	S	1.4	-1.3	3.2						
246	Columbia Small Company Equity	S	7.4	-4.9	3.3						
247	Royce Special Equity (1%r<180d)	S	4.1	-3.3	3.9						
248	Fidelity Growth & Income II	S	1.2	-1.9	3.4						
249	TCW Galileo Small Cap Growth	S	7.8	-4.4	-0.9						
250	Vanguard Convertible Securities	S	3.6	-3.3	2.3						

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**INTERNATIONAL STOCK FUNDS**  
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# International Stock Funds — data as of 6/3/05

Rank	Fund	Vent.	1 month	6 month	1 year	Rank	Fund	Vent.	1 month	6 month	1 year
1	T. Rowe Price Latin America (2%	H	9.8%	21.8%	65.7%	51	Vanguard International Growth	S	0.7	0.8	15.0
2	Fidelity Latin Amer. (1.5%r<90d)	H	8.6	17.2	63.4	52	Scudder Greater Europe	H	-0.4	0.9	16.5
3	Scudder Latin America	H	9.3	16.8	57.3	53	Fidelity Worldwide (1%r<30d)	S	3.3	0.3	11.0
4	T.Rowe Price Emg Europe & Med	B	3.7	22.1	44.4	54	Fidelity Aggressive Intl. (1%	S	2.4	0.6	11.4
5	T.Rowe Price Emerging Mkts Stk	H	4.4	10.8	38.7	55	Fidelity Overseas (1%r<30d)	S	2.9	-0.3	12.6
6	Fidelity Emerging Mkts (1.5%	B	4.6	10.1	36.4	56	Artisan Intl Value (2%r<90d)	S	-1.0	0.0	17.5
7	Vanguard Emerging Mkts Stk	B	4.4	7.6	36.7	57	USAA World Growth	S	0.9	0.5	12.1
8	T. Rowe Price New Asia (2%	B	3.4	8.8	33.4	58	Schwab International Index	S	-0.1	0.1	14.3
9	Fidelity SE Asia (1.5%r<90d)	B	3.5	8.1	30.7	59	USAA International	S	-0.1	0.2	13.2
10	Amer.Cent.Intl Opp. (closed,2%	B	1.9	10.5	25.5	60	T. Rowe Price European (2%	S	-0.3	0.0	13.9
11	Matthews Pacific Tiger (2%r<90d)	B	3.8	6.0	31.4	61	Wasatch International Growth	S	0.5	0.4	11.8
12	U.S. Global Eastern Europe (2%	H	2.9	3.6	34.0	62	American Century Intl Growth	S	0.6	-0.1	12.1
13	Dreyfus Premier Emerging Market	B	3.7	4.4	30.7	63	Artisan International (2%r<90d)	S	0.4	-0.5	13.3
14	Vanguard Intl Expl (closed,	B	1.0	7.2	25.9	64	T. Rowe Price Intl Stock (2%	S	0.3	-0.1	12.1
15	Driehaus Emerging Mkts Gr (2%	B	2.7	4.2	31.0	65	Preferred International	S	0.0	-0.4	13.1
16	Driehaus Intl Discovery (2%r<60d)	H	3.8	7.2	21.3	66	SIT International Growth (2%	S	1.8	-1.1	12.1
17	Forward Intl Small Companies	B	0.5	6.9	25.7	67	Vanguard Pacific Stock Index	S	-0.3	-0.5	12.9
18	Fidelity Europe (1%r<30d)	B	1.2	5.3	28.2	68	Fidelity Japan Smaller Cos	S	-3.0	3.1	7.2
19	Scudder Pacific Opp (closed,2%	H	3.0	4.8	24.2	69	T. Rowe Price Japan (2%r<90d)	S	-1.4	1.5	8.6
20	Neuberger Berman Intl (2%r<60d)	H	0.9	5.9	23.8	70	Gabelli Intl Growth (2%r<60d)	S	0.3	-0.6	11.0
21	Dodge & Cox Intl Stock	B	1.6	4.0	26.9	71	Columbia Intl Stock CIZ (2%	S	-0.3	-0.9	11.7
22	Artisan Intl Small Cap (closed,2%	B	-0.2	5.8	24.3	72	Janus Worldwide (2%r<90d)	S	1.4	-0.5	7.1
23	Janus Intl Equity (1%r<90d)	B	1.0	4.6	25.2	73	Matthews Japan Fund (2%	S	-2.2	1.1	6.6
24	Fidelity Intl Small Cap (closed,2%	H	-1.9	6.0	25.3	74	Fidelity Japan(1.5%r<90d)	S	-1.4	-0.4	4.5
25	Tweedy, Browne Glbl Val	H	2.2	7.4	15.2	75	CS Warburg Pincus Japan Grth	S	-0.6	-2.2	2.3
26	Scudder Gbl Discovery	B	3.0	3.9	21.8	76	Japan Fund (Scudder) (2%	S	-1.2	-4.1	0.8
27	Matthews Asia G & I (closed,2%	H	1.3	4.2	23.3						
28	Matthews Asia Pacific(2%r<90d)	H	1.8	4.3	22.0						
29	Janus Overseas(closed,2%r<90d)	H	3.4	2.3	21.6						
30	Scudder Global (closed,2%r<30d)	H	3.2	3.3	18.7						
31	American Century Global Growth	S	3.8	4.0	15.1						
32	T. Rowe Price Intl Disc. (2%	H	0.1	3.8	20.8						
33	Oakmark Intl Small Cap	H	-0.9	3.8	22.3						
34	Oakmark International (2%r<90d)	H	1.4	4.0	17.7						
35	Wm. Blair Intl Growth N	H	1.9	3.0	19.6						
36	Quant Foreign Value (1%r<30d)	S	1.2	3.1	20.0						
37	Julius Baer Intl Equity A (2%	H	1.2	2.6	20.8						
38	ICAP Euro Select Equity (2%	H	0.0	2.5	22.9						
39	Fidelity Pacific Basin (1.5%r<90d)	S	1.4	3.6	15.8						
40	Vanguard International Value (2%	H	0.9	2.2	17.9						
41	Oakmark Global (2%r<90d)	S	1.1	3.3	13.2						
42	Fidelity Intl Discovery (1%r<30d)	H	0.8	1.9	16.9						
43	Fidelity Europe Capital App. (1%	S	1.4	1.8	16.0						
44	Fidelity Div Intl (closed,1%r<30d)	S	1.1	1.9	16.2						
45	Harbor International (2%r<60d)	S	0.9	1.3	17.5						
46	Guinness China & Hong Kong	S	-1.1	1.1	20.3						
47	Longleaf Partners International	S	3.1	3.7	7.3						
48	Fidelity Global Balanced (1%	S	1.6	2.1	13.4						
49	Vanguard European Stock Index	H	0.2	0.9	16.8						
50	Scudder International (2%r<180d)	S	0.7	0.8	15.0						

**Next Issue of  
MONEYLETTER Plus  
Will Be Available:  
Wed 6/15/05 by Midnight**

Total Return % - 5/31/05					
1 mo	Model Portfolio	6 mo	1 yr	3 yr	YTD
2.0	ML Conservative	4.3	13.9	24.6	2.2
2.7	Fidelity Conservative	3.4	11.1	15.8	1.2
2.9	Vanguard Conservative	2.7	10.5	18.0	0.5
2.4	ML Moderate	3.6	16.3	51.1	0.8
2.6	Fidelity Moderate	3.8	13.8	29.6	1.3
3.3	Vanguard Moderate	2.4	11.9	29.5	-0.4
4.1	ML Venturesome	3.8	13.0	44.7	1.1
3.8	Fidelity Venturesome	3.3	12.1	26.1	0.7
4.8	Vanguard Venturesome	2.1	11.5	27.7	-0.8
6.4	ML Select	6.0	18.9	n/a	3.9
Benchmarks					
3.2	S&P 500	2.4	8.2	17.7	-1.0
2.2	Asset Allocation Funds Avg (80)	2.4	8.3	19.3	-0.2

**SPECIALTY FUNDS  
On Next Page**

## Specialty Funds — data as of 6/3/05

Rank	Fund	Cons.	1 month	6 month	1 year	Rank	Fund	Cons.	1 month	6 month	1 year
1	Alpine U.S. Real Estate Equity	*	10.5%	23.9%	51.7%	51	Fidelity Transportation (.75%	*	5.1	-4.3	20.9
2	Fidelity Energy (.75%r<30d)	*	6.5	21.3	46.9	52	Fidelity Telecomm (.75%r<30d)	*	7.3	-3.0	13.5
3	Fidelity Med Del (.75%r<30d)	*	4.7	19.9	52.4	53	T.Rowe Price Science & Tech	*	9.3	-0.9	5.0
4	Fidelity Energy Services (.75%	*	7.3	18.2	49.0	54	AXARosenberg Value L/S (2%	*	0.5	3.7	6.5
5	Fidelity Natural Gas (.75%r<30d)	*	7.5	17.2	49.0	55	Gateway Fund	B	1.9	2.5	7.3
6	Vanguard Energy (1%r<1yr)	*	5.4	17.7	44.4	56	ICON Leisure & Consumer Sta-	*	2.7	0.4	11.3
7	Rydex Energy Services	*	7.0	14.9	44.0	57	Fidelity Technology (.75%r<30d)	*	10.8	-1.8	4.1
8	Rydex Energy	*	5.7	15.1	40.8	58	Rydex Consumer Products	*	1.9	2.9	5.3
9	CGM Realty	*	4.3	15.6	39.1	59	Fidelity Computers (.75%r<30d)	*	11.1	-2.1	3.0
10	Fidelity Natrl Resources (.75%	*	5.7	13.8	35.8	60	Fidelity Indust Matrls (.75%	*	1.5	-2.9	19.0
11	Fidelity Const & Housing (.75%	*	10.0	11.1	32.0	61	Fidelity Industrial Equip (.75%	*	4.2	-1.5	10.4
12	ICON Energy	*	5.0	9.6	41.2	62	Fidelity Developing Comm (.75%	*	13.1	-5.9	7.9
13	T. Rowe Price New Era	*	4.4	8.3	35.8	63	Merger Fund (closed,2%r<30d)	*	1.2	2.1	1.7
14	Rydex Utilities	*	3.7	11.5	23.7	64	Fidelity Software (.75%r<30d)	*	9.1	-4.2	5.2
15	Cohen & Steers Realty Shares	*	4.7	5.4	36.7	65	Fidelity Pharmaceuticals (.75%	*	0.2	3.1	-0.3
16	Fidelity Real Estate (.75%r<90d)	*	4.6	5.7	35.1	66	Rydex Transportation	*	6.0	-6.5	14.9
17	ICON Healthcare	*	2.8	12.5	20.4	67	Rydex Financial Services	*	3.2	-2.9	8.2
18	T.Rowe Price Real Estate (1%	*	5.0	5.2	34.3	68	RS Internet Age	*	11.5	-5.6	2.0
19	Fidelity Defense & Aero (.75%	*	4.3	7.2	28.6	69	Rydex Basic Materials	*	0.8	-5.0	16.2
20	Fidelity Wireless (.75%r<30d)	*	10.5	3.2	26.4	70	RS Information Age	*	13.9	-6.7	0.1
21	ICON Telecommunications &	*	4.3	7.6	23.2	71	Fidelity Finl Serv (.75%r<30d)	*	2.6	-2.5	6.3
22	Vanguard REIT Index (1%r<1yr)	*	4.6	4.2	31.0	72	Fidelity Automotive (.75%r<30d)	*	3.9	-3.2	5.5
23	Fidelity Retailing (.75%r<30d)	*	9.3	6.5	16.2	73	T.Rowe Price Financial Services	*	1.9	-3.1	8.0
24	Vanguard Precious Metals	*	3.5	2.9	31.4	74	ICON Financial	*	4.2	-4.3	7.3
25	Fidelity Utilities Growth (.75%	*	3.2	4.3	26.5	75	Fidelity Bus Services (.75%	*	5.9	-4.9	5.6
26	T.Rowe Price Media & Telecom-	*	7.4	4.2	20.0	76	Rydex Technology	*	8.8	-4.7	-0.3
27	Rydex Retailing	*	8.7	6.0	10.0	77	Rydex Electronics	*	14.2	-4.4	-10.5
28	Fidelity Health Care (.75%r<30d)	*	2.3	10.3	7.9	78	T.Rowe Price Health Sciences	*	2.0	-1.3	-0.6
29	Cohen & Steers Equity Income	*	3.8	2.2	24.4	79	Fidelity Banking (.75%r<30d)	*	1.0	-3.7	6.7
30	Vanguard Health (closed,	*	1.7	8.8	10.5	80	Rydex Telecommunications	*	6.4	-7.1	5.1
31	Fidelity Brokerage (.75%r<30d)	*	7.4	2.5	17.4	81	Fidelity Networking (.75%r<30d)	*	12.6	-8.1	-2.7
32	Fidelity Electronics (.75%r<30d)	*	11.8	5.0	1.4	82	ICON Information Technology	*	6.3	-7.6	3.8
33	Stratton Mthly Div REIT (1.5%	*	4.1	1.1	22.7	83	Rydex Banking	*	2.3	-5.6	4.4
34	Fidelity Cyclical Ind (.75%r<30d)	*	4.9	1.0	21.5	84	Rydex Ursa	*	-2.7	0.1	-6.7
35	Rydex Leisure	*	4.9	2.6	16.3	85	ProFunds Bear Inv	*	-2.8	-0.1	-7.0
36	Fidelity Medical Equip (.75%	*	1.8	6.7	9.3	86	Rydex Internet	*	10.7	-10.0	-2.7
37	ICON Materials	*	3.1	-0.8	24.7	87	Fidelity Gold (.75%r<30d)	*	5.4	-11.1	5.5
38	Fidelity Air Transport (.75%r<30d)	*	6.5	0.4	16.5	88	Fidelity Biotechnology (.75%	*	1.8	-3.5	-8.3
39	Fidelity Food & Agr (.75%r<30d)	*	2.6	4.3	11.6	89	Rydex Biotechnology	*	1.5	-5.2	-7.8
40	Fidelity Consumer Ind (.75%	*	5.8	2.9	9.4	90	Fidelity Home Finance (.75%	*	2.8	-9.3	-0.1
41	Rydex Health Care	*	1.8	7.0	5.2	91	U.S. Global Gold Shares (.25%	*	6.0	-12.4	2.7
42	Fidelity Environmental Ser (.75%	*	7.8	2.2	8.1	92	Prudent Bear	*	-4.7	-2.8	-9.0
43	Fidelity Balanced	B	3.8	2.8	12.4	93	Royce Technology Value (2%	*	6.9	-10.5	-11.7
44	Fidelity Chemicals (.75%r<30d)	*	1.0	-1.8	27.9	94	Amer. Cent. Global Gold (1%	*	4.1	-15.2	2.1
45	ICON Consumer Discretionary	*	6.7	2.9	7.2	95	Scudder Gold (closed)	*	3.5	-17.2	-1.0
46	ICON Industrials	*	5.2	-0.3	16.5	96	Rydex Precious Metals	*	4.4	-16.9	-4.4
47	Fidelity Insurance (.75%r<30d)	*	3.4	3.2	8.1	97	Fidelity Paper & Forest (.75%	*	-1.0	-13.6	-9.0
48	Vanguard Balanced Index	B	2.8	2.0	9.4	98	Rydex Juno	*	-3.0	-9.9	-18.0
49	Fidelity Leisure (.75%r<30d)	*	6.9	-0.6	9.5						
50	Fidelity Multimedia (.75%r<30d)	*	5.3	1.8	5.7						

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

\* = **Not Recommended**

**BOND FUNDS**  
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## Bond Funds — data as of 6/3/05

Fund	Cons.	1 month	6 month	1 year	Fund	Cons.	1 month	6 month	1 year
American Century Ginnie Mae	*	0.7%	1.1%	4.0%	PIMCO Low Duration	B	0.4	0.5	1.8
American Century Inflation Adj	B	1.3	4.0	9.4	PIMCO Real Return	H	1.2	2.9	8.0
American Century Intl Bond	*	-3.4	-4.4	9.1	PIMCO Total Return	H	1.3	2.3	6.9
American Century Target 2010	*	1.4	2.8	7.9	PIMCO Total Return Mortgage	H	0.6	1.4	5.5
American Century Target 2015	*	2.7	7.4	17.6	Schwab S-T Bond Mkt Index	B	0.6	0.6	2.2
American Century Target 2020	*	4.7	14.2	28.3	Scudder Global Bond S-T	*	-0.4	0.0	8.2
American Century Target 2025	*	6.2	20.9	39.2	Scudder Income (closed)	H	1.6	3.1	7.9
American Government Bond	H	1.0	2.1	5.0	Scudder Short-Term Bond	B	0.5	0.9	2.3
BBH Inflation Indexed Sec	B	1.3	4.1	9.8	Strong High Yield Bond (1%	*	2.0	-0.8	6.5
Buffalo High-Yield (2%r<180d)	*	2.1	-1.4	4.3	Strong S-T Bond	B	0.4	-0.2	0.9
Columbia Fixed Income Sec	H	0.9	0.9	3.8	Strong S-T High Yield	*	1.0	-0.4	2.0
Columbia High Yield	*	2.3	-0.9	4.6	T. Rowe Price Corporate Inc	*	2.4	1.9	8.0
Columbia Income CIZ	H	1.1	0.0	4.9	T. Rowe Price GNMA	*	0.7	1.1	4.2
Columbia Intermediate Bond CIZ	H	0.9	0.4	4.4	T. Rowe Price High Yld	*	2.2	-0.4	7.4
Columbia S-T Bond	B	0.2	0.0	0.9	T. Rowe Price Int'l Bond	*	-2.7	-4.3	8.1
Dodge & Cox Income	H	1.2	2.1	6.1	T. Rowe Price New Income	*	1.2	2.2	6.3
Dreyfus 100 Treasury L-T	*	2.6	7.0	13.6	T. Rowe Price Spectrum Income	*	1.0	0.7	7.5
Dreyfus A Bonds Plus	*	1.5	3.1	8.2	T. Rowe Price S-T Bond	B	0.5	0.4	1.3
Dreyfus GNMA	*	0.5	1.9	5.5	T. Rowe Price U.S. Treas. L-T	*	2.7	6.6	12.8
Dreyfus Short-Term Income	B	0.2	-0.5	1.3	TCW Galileo High Yield Bond	*	2.7	-0.6	8.2
Dreyfus Strategic Income	*	0.8	0.7	5.2	TCW Galileo Total Return Bond	H	1.2	3.0	7.2
Federated Total Return Govt	H	0.8	1.6	4.3	USAA Income	H	1.3	3.1	7.9
Federated U.S. Govt Sec. 1-3	B	0.1	-0.2	0.1	Value Line Aggressive Inc (1%	*	1.2	-1.1	4.6
Fidelity Capital & Income (1%	*	3.0	1.2	12.6	Value Line U.S. Govt Sec	H	1.0	2.2	5.3
Fidelity Floating Rate High Inc(1%	B	0.5	0.7	2.6	Vanguard GNMA	B	0.8	2.2	6.9
Fidelity GNMA	*	0.8	1.3	4.4	Vanguard High Yield Corporate	*	2.9	1.5	9.9
Fidelity Government Income	*	1.2	2.0	5.2	Vanguard Inflation Protected	B	1.3	3.9	9.3
Fidelity High Income (1%r<90d)	*	2.8	-0.5	6.4	Vanguard Intermediate Treas.	H	1.3	1.8	5.4
Fidelity Inflation-Protected Bond	B	0.4	2.8	8.2	Vanguard Long-Term Corporate	*	3.0	7.6	16.7
Fidelity Intermediate Bond	H	1.0	0.6	3.2	Vanguard L-T Treasury	*	3.2	7.1	14.7
Fidelity Intermediate Govt	H	1.0	0.7	3.2	Vanguard Short-Term Invest-	B	0.6	0.6	2.2
Fidelity Investment Grade	H	0.6	1.8	6.7	Vanguard S-T Federal	*	0.6	0.5	1.8
Fidelity New Markets Income (1%	*	3.6	4.5	19.2	Vanguard S-T Treasury	B	0.4	0.5	1.5
Fidelity Short-Term Bond	B	0.6	0.3	1.5	Vanguard Total Bond Market	H	1.3	2.6	7.5
Fidelity Strategic Income	B	1.6	2.1	12.6	Wells Fargo Adv Corporate	*	2.0	1.3	7.0
FifthThird Bond	*	1.2	2.6	6.8	Wells Fargo Adv Govt Sec Inv	H	1.0	1.4	4.7
Janus Flexible Income	*	1.3	1.3	4.7	Wells Fargo Adv Total Return	H	1.3	2.0	5.8
Janus High Yield (2%r<90d)	*	2.9	0.3	8.0	Wells Fargo Montgomery S Dur	B	0.5	0.3	1.1
Janus S-T Bond	B	0.6	0.4	1.3	Westcore Plus Bond (2%r<90d)	*	1.7	2.0	7.7
Loomis Sayles Bond Instl	B	1.5	1.2	15.1					
Loomis Sayles Bond Retail	B	1.5	1.1	14.8					
Managers Bond	*	1.0	1.6	7.8					
Managers Fremont Bond	H	1.3	2.5	7.5					
Managers Int. Duration Govt	*	0.7	1.7	5.9					
Managers Short Duration Govt	B	0.0	1.3	2.8					
MetroWest Low Duration	B	0.2	1.0	3.3					
MetroWest Total Return	*	0.7	1.7	6.0					
Northeast Investors Trust	*	0.8	1.2	9.9					
Payden Global Fixed Income	*	1.4	3.6	8.0					
PIMCO High Yield	*	3.3	1.6	10.3					

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

\* = **Not Recommended**

**PORTFOLIO HOLDINGS  
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## Weekly Performance of ML Model Holdings — data as of 6/3/05

Fund	Last Week	Fund	Last Week
EUEYX Alpine U.S. Real Estate	0.79%	LSBRX Loomis Sayles Bond Retail	0.66
ACITX Amer. Cent. Inflation Adj.	1.52	MUHLX Muhlenkamp Fund	0.96
ARTQX Artisan Mid Cap Value	1.33	RSVAX RS Value (formerly Contrarian)	1.27
BPTRX Baron Partners	2.21	TAVFX Third Avenue Value	0.55
BRAIX Bridgeway Agg. Inv. 2	0.07	TREMX T. Rowe Price Emerg Eur & Med	2.35
DODIX Dodge & Cox Income	0.62	VBINX Vanguard Balanced	0.21
DODFX Dodge & Cox International	-0.06	VEIEX Vanguard Emerging Mkts	0.73
FBALX Fidelity Balanced	0.56	VEURX Vanguard European Stock Index	-0.77
FCNTX Fidelity Contrafund	0.68	VEXPX Vanguard Explorer	0.33
FIEUX Fidelity Europe	-0.80	VFIIK Vanguard GNMA	0.57
FEXPX Fidelity Export & Multinational	0.05	VWEHX Vanguard High Yield Corp	1.89
FTQGX Fidelity Focused Stock	0.47	VIPSX Van. Inflation Protected Bond	0.79
FINPX Fidelity Inflation Protected	0.01	VTRIX Vanguard International Value	0.10
FEMKX Fidelity Emerging Markets	0.67	VIMSX Vanguard Mid-Cap Index	0.89
FBNDX Fidelity Inv Grade Bond	0.04	VISVX Vanguard Small Cap Value	0.66
FLATX Fidelity Latin America	1.98	VBMFX Vanguard Total Bond	0.85
FLVCX Fidelity Leveraged Company	1.33	VUVLX Vanguard US Value	0.00
FSHCX Fidelity Medical Delivery	1.04	VSEQX <b>Vanguard Strategic Equity</b>	0.84
FDSCX Fidelity S-C Independence	0.78		
FSICX Fidelity Strategic Income	1.17	<b>Indices</b>	
FDVLX Fidelity Value	0.80	DOW JONES INDUSTRIALS	-0.77%
GATEX Gateway Fund	0.00	NASDAQ	-0.21
PISRX Forward Intl Small Co.	0.30	S&P 500	-0.23

### Editorial Questions?

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