



No-Load Mutual Fund Selections & Timing Newsletter

Striving to provide you with the most return and the least risk.

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Top 5% Funds By C

C measures the risk (V) adjusted relative performance between fund and market (CS).

Fund	Symbol	Style	C
Midas	MDSX	EG	43.5
US Gbl Invst US Gold	USERX	EG	40.1
US Gbl Invst World PMtl	UNWPX	EG	39.5
USAA Pr Mtls	USAGX	EG	37.5
Artisan Intl SmCap	ARTJX	EW	36.3
Oakmark International	OAKIX	EW	35.3
Price International Discovery	PRIDX	EW	35.2
Harbor International	HAINX	EW	35.1
Vanguard Intl Expl	VINEX	EW	34.9
Tocqueville Gold	TGLDX	EG	34.9
AmSouth Intl Eqty	IIEIX	EW	34.6
Janus Overseas	JAOSX	EW	34.4
Preferred Intrntl Value	PFIFX	EW	34.3
Artisan International	ARTIX	EW	34.2
Oakmark Intrntl Small Cap	OAKEX	EW	33.8
Laudus Rosen Intl SmCap	RISIX	EW	33.8
Accessor Intrntl Eqty	AINX	EW	33.6
Harbor International Growth	HAIGX	EW	33.5
Legg Mason Intl Eqty	LMGEX	EW	33.4
Columbia International Stk	CMISX	EW	33.1
Fidelity Pacific Basin	FPBFX	EWR	33.0
Crdt Suisse Japan	WPJGX	EWR	33.0
AmCent Intl Discv	TWEGX	EW	33.0
Gabelli Gold	GOLDX	EG	32.9
AmCent Intl Grth	TWIEX	EW	32.8
Managers International Equity	MGITX	EW	32.7
Northern Intrntl Grth	NOIGX	EW	32.5
Bernstein Intl Value	SNIVX	EW	32.4
USAA International	USIFX	EW	32.4
American AA Intrntl Eqty	AAIPX	EW	32.2
Vanguard Intl Growth	VWIGX	EW	32.1
Vanguard Pacific Index	VPACX	EWR	32.1
SSgA Intl Stock	SSAIX	EW	32.1
Permanent Portfolio T-Bill	PRTBX	BS	54.8
Permanent Port Versatile Bond	PRVBX	BF	54.1
Wells Fargo UltrShrt FI	STADX	BS	42.0
Excelsior Sht-Tm Bond	UMGVX	BS	35.8
Neubrg & Brmn Lmtd Bond	NLMBX	BS	34.3
Wells Fargo Short term Bond	SSTBX	BS	33.7
Janus Short term Bond	JASBX	BS	33.4
AMF Shrt US Gov	ASITX	BS	32.3

Lasting Trend Changes Thinking

The bull market has been rallying now for more than three years. It's lasted a long time, longer than the average of 20 bull markets over the last 75 years, but it has made investors below average returns when compared to the same previous bull market measures. Additional details are shown on page seven.

You may recall that when this bull market started back in 2003, investors were thinking that our stock market was in a secular bear market.

A secular bear means that the very long-term trend, measured over at least four years, was down. Most investors were sure we'd see new lows in the markets fairly soon after early 2003.

But the market has continued rallying, and now investors are changing their minds from secular bear to secular bull.

Not so fast, however. The main reason for thinking in terms of a secular bear was one of valuation. It remains a problem.

At the top in 2000, the market's PE (price to earnings) ratio was trading at more than 40 times, a sign of extreme over-valuation.

From the peak to other bear

market bottoms, this ratio would shrink to about 9 times before a secular bull market would resume.

This time, however, the market lowed out with a PE of 24. Since then, with strong earnings, the PE ratio is now around 18.

This is still high by historic standards and incidentally explains the sub par performance. The bull has lasted a long time, but hasn't made as much as the strong earnings would have otherwise suggested.

With the bull lasting so long, many investors are changing their tunes, believing the S&P 500 will shortly exceed its 2000 peak. The longer the trend remains upward, the more investors toss in the towel, shifting their valuation thinking from "way too high" to "this time it's different" because of India, China, and Japan.

For my thinking, I'm still in the camp looking for 9x earnings before the secular shift happens.

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AROUND THE CAMPFIRE

To communicate the fund timing buy signals, we need you, the subscriber, to confirm your email with us. Send a note to steve@investmentst.com with subscriber as the subject line. You should also receive this notice as an email from us. (Please disregard if you've already responded.)

Fund Style	Legend	Fund Name	Symbol	S	A	Ttl. % return (dividends + or - capital changes) last					V	NAV	CS	Rank	C
						12m	9m	6m	3m	1m					
Hybrid 33 funds followed. Usually... Variable combination of stocks, bonds and cash. Risk, growth and income emphasis varies.	Fn S W	Fidelity Global Balanced	FGBLX	HGI	H	20.06	14.78	12.85	4.25	3.31	186	22.81	55	*****	29.7
	S Wn	Permanent Portfolio Family	PRPFX	HB	H	20.82	15.79	14.75	5.38	4.03	2.05	3174	61	*****	29.6
	S	FBP Contrarian Balanced	FBPBX	HB	H	10.81	6.42	7.3	2.40	0.98	0.99	18.56	28	*****	28.0
	F S W	Mairs & Power Balanced	MAPOX	HB	H	14.30	8.53	11.06	4.42	1.51	145	62.35	40	****	27.5
	F S W	Exeter Max	EXHAX	HB	H	20.56	11.31	11.31	3.73	2.01	1.81	17.22	49	****	27.0
	F S W	Exeter Extend	MNBAX	HB	H	16.51	9.51	9.16	2.80	1.96	148	16.15	40	****	27.0
	F S W	Dodge & Cox Balanced	DODBX	HB	H	13.92	8.69	8.83	2.47	1.70	132	85.09	36	****	27.0
	F S W	Exeter Modrt	EXBAX	HGI	H	12.68	7.19	6.94	2.06	1.34	1.13	12.88	30	****	26.7
	F S W	Greenspring Fund	GRSPX	HGI	H	2135	12.44	10.35	4.07	1.64	187	23.53	50	****	26.7
	F S W	TIAA-CREF Mgd Allctn	TIMAX	HA	H	13.69	7.85	8.89	2.81	1.02	136	11.88	34	****	25.2
	F S W	Vanguard Star	VGSTX	HGI	H	14.51	8.36	8.93	1.79	1.19	139	20.49	35	****	25.0
	Fn So Wn	Janus Balanced	JABAX	HB	H	15.06	7.87	8.67	1.25	-0.04	133	23.28	33	****	24.7
	Fn So Wn	Gabelli Westwood Balanced	WEBAX	HB	H	15.25	8.86	9.25	2.83	1.61	157	12.65	38	***	24.1
	Fn So Wn	Dreyfus Fund	DREVB	HGI	H	17.24	9.68	11.25	2.87	1.78	178	10.84	43	***	24.1
	F S W	Accessor Balncd	ACBIX	HB	H	11.12	6.57	6.96	1.38	0.67	1.11	16.42	27	***	24.1
Gold 9 funds followed.	F S W	Midas	MIDSX	EG	E	138.46	120.30	81.59	24.00	15.12	8.73	4.34	379	*****	43.5
	F S W R.25<14d	US Gbl Invst US Gold	USERX	EG	E	148.54	117.35	89.84	24.61	15.03	9.86	16.61	395	*****	40.1
	Fn So Ws R.25<14d	US Gbl Invst World P Mtl	UNWPX	EG	E	134.77	115.10	91.48	24.98	12.21	9.59	3142	379	*****	39.5
	D	USAA P r M tis	USAGX	EG	E	120.78	99.22	74.75	19.26	12.45	8.71	29.35	326	*****	37.5
	F Wn	Tocqueville Gold	TGLDX	EG	E	100.28	86.95	66.85	15.59	11.58	8.07	56.26	281	*****	34.9
Aggressive Growth 42 funds followed.	F S W	Firsthand Tech Value	TVFQX	EA	E	52.53	25.28	26.14	8.88	1.22	3.92	38.85	114	****	29.1
	F S W	Kinetics Internet	WWWFX	EA	E	21.49	16.02	16.12	4.98	-1.14	2.04	27.63	57	****	28.2
	F S W	Buffalo Science Tech	BUFTX	EA	E	30.50	15.07	16.3	3.85	0.66	2.56	13.77	66	***	25.9
	F S W	Accessor Agrsv Grth	ACAIX	EA	E	21.24	12.53	13.27	2.99	1.47	2.10	17.24	52	***	24.5
	Fn So Ws	Neuberger & Ber man Focus	NBSX	EA	E	22.30	12.92	20.75	8.58	3.11	2.76	36.81	68	***	24.5
Capital growth higher risk. May industry concentrate.	F S W	Federated Kaufmann	KAUFX	EA	E	32.90	15.69	18.21	4.41	0.16	3.03	6.15	71	***	23.6
	Fn So Wn	Century Shares Trust	CENSX	EA	E	13.32	6.72	5.87	2.19	0.91	1.24	34.47	29	***	23.4
	Fn So Wn	Pennsylvania Mutual Fund	PENNIX	EA	E	34.92	17.54	19.95	4.02	0.66	3.43	12.5	77	***	22.5
	Fn So Wn R 1-6m	Royce Premier Series	RYPRX	EA	E	40.59	21.24	20.49	3.56	-0.59	3.83	18.63	85	***	22.3
	F S W	ABN AMRO Vrds SciTech	AVSTX	EA	E	34.45	19.41	18.57	8.63	2.43	3.80	8.43	83	***	22.0
Small Cap 109 funds followed. Usually... Market cap less than \$1 billion, no dividend, with growth emphasis. Higher risk.	Fn So Wn C	Wells Fargo Small Cap	MNSCX	ESC	E	45.75	23.10	26.02	11.39	2.37	3.89	14.28	109	****	27.9
	F S W	Columbia Small Cap	CMSCX	ESC	E	50.20	23.93	25.00	7.23	1.30	3.89	33.53	108	****	27.7
	Fn So Wn	Skyline Special Equity II	SKSEX	ESC	E	34.57	17.64	19.41	6.10	1.88	2.88	29.20	80	****	27.6
	Fn So Wn	Marshall Small Cap	MRSCX	ESC	E	47.82	28.50	27.14	8.00	1.24	4.09	18.76	113	****	27.6
	Fn So Wn	Citizens Emrg Grwth	WAEGX	ESC	E	35.20	20.86	22.54	5.49	1.67	3.14	17.67	86	****	27.3
	Fn So Wn R 1-6m	Royce Low Priced	RYLPX	ESC	E	44.54	26.89	28.05	6.79	1.50	4.03	18.24	108	****	26.7
	Fn So Wn	Gabelli Westwood Small Cap	WESCX	ESC	E	37.42	18.67	20.40	7.31	1.46	3.29	13.22	85	***	25.9
	Fn So Wn R 1-6m	Royce Micro Cap	RYOTX	ESC	E	45.12	27.39	25.45	5.40	1.96	4.07	18.73	105	***	25.9
	F S W	ABN AMRO TMRO Sml Cap	ATASX	ESC	E	36.98	19.17	24.89	8.93	1.04	3.56	19.52	91	***	25.6
	Fn So Wn	Rainier Small/Mid Cap Equity	RIMSX	ESC	E	45.29	24.63	22.54	6.58	1.61	3.94	38.39	101	***	25.5
	Fn Wn C	Turner Small Cap Growth	TSCEX	ESC	E	44.84	22.34	24.78	6.53	1.01	3.90	30.01	99	***	25.5
	F S W	Northern SmlCap Grth	NSGRX	ESC	E	34.42	19.96	24.50	7.34	1.78	3.47	13.16	88	***	25.4
	Fn S W	Fidelity Small Cap Stock	FLSCLX	ESC	E	34.67	17.82	21.23	7.35	0.67	3.24	21.02	82	***	25.2
	F S W	Henlopen	HENLX	ESC	E	39.53	23.14	32.58	9.56	2.87	4.31	35.07	108	***	25.0
	S Wn C	Perritt Micro Cap Opp	PRCGX	ESC	E	38.30	19.74	18.49	4.64	1.51	3.32	33.57	83	***	24.9
Fn Wn C	Turner Small Cap Value	TCSVX	ESC	E	30.83	15.36	18.56	6.01	1.48	2.92	26.80	72	***	24.7	
Fn So Wn R 1-6m	Royce Opportunity	RYPNX	ESC	E	40.81	20.09	25.29	7.15	1.32	3.86	14.53	95	***	24.5	
F S W	FMI Common Stk	FMIMX	ESC	E	24.78	12.33	14.92	3.42	0.60	2.33	26.63	56	***	24.1	
Fn S Wn	Value Line Emrg Opp	VLEOX	ESC	E	32.55	16.46	18.59	5.75	0.88	3.10	31.98	74	***	23.9	
F S W	TCW Gal SmallCap Grth	TGSNX	ESC	E	44.06	19.47	23.94	5.91	-0.05	3.91	19.88	93	***	23.9	
S C	Price Small Cap Value	PRSVX	ESC	E	35.64	16.97	18.09	5.84	0.14	3.23	42.44	77	***	23.7	
Fn So Wn C	Wasatch Micro Cap	WMICX	ESC	E	34.33	13.77	20.33	6.94	1.26	3.24	7.24	77	***	23.7	
F S W	LKCM SmCap	LKSCX	ESC	E	42.53	20.72	22.16	4.36	0.65	3.86	24.64	90	***	23.4	
F S W	Price Small Stock	OTCFX	ESC	E	31.87	15.25	17.22	4.17	0.11	2.94	36.51	69	***	23.3	
F S W	Lighthouse Contrarian	LGFTX	ESC	E	27.62	13.46	18.44	5.28	2.09	2.90	18.56	67	***	23.1	
F S W	Northern SmlCap Value	NOSGX	ESC	E	32.71	14.42	17.67	5.69	0.40	3.08	17.66	71	***	23.0	
Fn So Wn C	Janus Venture	JAVTX	ESC	E	32.57	15.12	22.17	6.71	0.32	3.35	66.01	77	***	23.0	
F S W	CRM Small Cap	CRMSX	ESC	E	31.21	13.75	17.40	4.93	1.30	2.99	28.08	69	***	22.9	
F S W	Van Wagoner SmlCap Grth	VWMCX	ESC	E	31.31	15.74	20.94	13.1	0.64	3.59	11.03	82	***	22.8	
Fn So Ws	Neuberger & Ber Millen	NBMIX	ESC	E	39.64	18.42	16.30	2.62	1.26	3.44	16.84	78	***	22.7	
F S W	Accessor Small Cap	ASMCX	ESC	E	30.27	13.44	15.24	3.53	0.45	2.79	31.07	63	***	22.6	
Fn S Wn C	Loomis Sayles Small Cap	LSSCX	ESC	E	30.10	13.43	17.46	4.81	0.42	2.95	28.54	66	***	22.4	
F S W	Accessor Sml Mid	ACSIX	ESC	E	29.85	13.18	15.05	3.42	0.44	2.77	29.97	62	***	22.4	
C	N/I Numeric Emrg Grth	NIMCX	ESC	E	43.64	19.02	23.03	5.87	1.56	4.20	16.24	93	***	22.2	
F S W	ICM/Isab SmCap	IZZYX	ESC	E	42.78	20.66	24.82	7.51	-0.94	4.28	16.89	95	***	22.2	
F S W	Needham Grwth	NEEGX	ESC	E	41.58	18.15	20.20	3.25	1.52	3.87	40.04	85	***	21.9	
F S W C	Fidelity Small Cap Inpdnc	FDSCX	ESC	E	35.79	15.70	18.71	4.28	2.03	3.51	23.73	77	***	21.8	
F S W	FTI SmallCap	FTSCX	ESC	E	35.52	16.19	25.00	5.71	-0.66	3.78	21.10	82	***	21.6	
F S R 15-3m	Fidelity Low Priced Stock	FLPSX	ESC	E	27.60	13.54	17.80	3.93	1.98	3.00	45.24	65	***	21.6	
F S W	Boston Prtn SmCap II	BPSCX	ESC	E	26.85	10.87	13.83	3.78	0.81	2.61	23.64	56	***	21.5	
Mid Cap 61 funds followed. Usually... Market cap \$1 billion to \$3.5 billion. Risk, growth and dividend emphasis varies.	Fn So Wn	William Blair Growth Shares	WBG SX	EMC	E	26.60	13.77	13.67	5.25	0.74	2.09	12.24	60	****	28.7
	F S W	Transamerica Grth Opp	TPSCX	EMC	E	36.27	19.74	13.95	3.99	-0.37	2.59	24.51	74	****	28.4
	Fn So Wn	Janus Orion	JORNX	EMC	E	41.50	23.56	22.45	6.28	2.49	3.44	9.48	96	****	28.0
	Fn S W	Fidelity Mid Cap Stock	FMCSX	EMC	E	44.51	22.41	24.97	6.18	1.00	3.66	30.43	99	****	27.1
	Fn So Wn	Baron loppntny	BIOPX	EMC	E	38.08	19.51	18.05	5.23	2.11	3.12	10.66	83	****	26.6
	F S W	Price Spectrum Growth	PRSGX	EMC	E	24.29	13.30	14.21	3.73	1.65	2.20	19.72	57	***	26.0
	F S W	Vanguard Cap Opp	VHCOX	EMC	E	30.77	15.32	16.67	3.61	0.50	2.58	36.48	67	***	25.9
	F So Wn	AmCent Hertz Investors	WHIX	EMC	E	47.34	26.00	23.95	5.66	1.90	4.09	16.61	105	***	25.6
	Fn So Wn	Westcore Select	WTLX	EMC	E	34.69	17.46	20.08	6.34	0.13	3.09	15.61	79	***	25.5
	F S W	Amana Grth	AMAGX	EMC	E	35.03	18.98	16.65	3.70	1.66	3.08	19.62	76	***	24.7
	Fn So Wn	Janus Contrarian	JSVAX	EMC	E	38.82	22.17	20.54							

Fund Style	Legend	Fund Name	Symbol	S	A	Ttl. % return (dividends + or - capital changes) last					V	NAV	CS	Rank	C
						12m	9m	6m	3m	1m					
Large Cap 95 funds daiq	F SW	Dodge & Cox Stock	DODGX	ELC	E	21.07	13.19	13.22	3.81	2.52	199	147.44	54	****	27.0
	F SW	Transamerica Eqty	TEQUX	ELC	E	32.61	14.88	12.15	1.64	0.04	2.31	23.51	61	***	26.5
	F SW	Fairholme	FAIRX	ELC	E	21.16	14.36	14.67	3.17	2.05	2.13	27.34	55	***	26.0
	Fn So Wn	Selected American Shares	SLASX	ELC	E	17.62	10.84	9.10	3.00	1.83	1.64	42.20	42	***	25.9
	F SW	American AA LrgCap Value	AAGPX	ELC	E	19.99	10.97	12.01	5.33	3.07	2.00	2150	51	***	25.6
	Fn So Wn	AmCent Lrg Co Value	ALVIX	ELC	E	14.00	8.40	9.68	4.38	2.68	1.54	6.90	39	***	25.4
	Fn SW	Fidelity LrgCap Stock	FLCSX	ELC	E	21.42	11.87	11.80	2.54	0.91	1.92	16.55	49	***	25.3
	F SW C	Vanguard PRIMCAP	VPMCX	ELC	E	26.69	14.50	15.00	3.59	1.78	2.45	7102	62	***	25.1
	Fn So Wn	Westcore Blue Chip	WFMVX	ELC	E	17.84	10.13	10.38	1.71	0.88	1.63	13.68	41	***	25.1
	Fn So Wns	Wells Fargo Growth	SGROX	ELC	E	33.88	17.59	18.30	4.08	1.91	3.12	23.47	76	***	24.3
	F SW C	Fidelity New Millennium	FMILX	ELC	E	42.37	23.94	23.06	5.39	2.39	4.02	39.92	97	***	24.2
	F SW	Accessor Growth Allctn	AGALX	ELC	E	17.29	10.10	10.82	2.38	1.18	1.73	17.11	42	***	24.2
	F SW	Vanguard Windsor II	VWNFX	ELC	E	14.47	7.91	9.48	3.96	2.65	1.61	33.31	38	***	23.9
	Fn SW	Fidelity Stock Selector	FDSSX	ELC	E	20.87	11.10	11.15	2.38	0.84	1.95	26.26	46	***	23.8
	Fn So Ws	Neuberger & Brmn Manhattan	NMANX	ELC	E	36.74	18.23	21.15	4.13	0.57	3.41	8.82	81	***	23.7
	Fn S	Fidelity Fund	FFIDX	ELC	E	18.35	10.76	11.77	2.57	1.38	1.90	33.86	45	***	23.6
	F SW	Spectra N	SPECX	ELC	E	32.11	17.80	14.41	0.89	0.00	2.77	7.94	65	***	23.5
	Fn SW	Fidelity Growth Company	FDGRX	ELC	E	30.34	15.42	14.14	0.66	-0.60	2.55	67.58	60	***	23.5
	Fn SW	Fidelity Trend	FTRNX	ELC	E	19.29	10.46	11.10	2.71	1.39	1.92	60.74	45	***	23.4
	Fn SW	Fidelity Capital Appreciation	FDCAX	ELC	E	28.89	14.31	16.23	3.77	1.79	2.78	27.81	65	***	23.4
	Fn So Wn	Rainier Core Equity	RIMEX	ELC	E	22.64	11.62	11.97	3.14	2.00	2.23	28.56	51	***	23.0
	Fn So Wn	SIT Large Cap	SNIGX	ELC	E	20.96	9.75	9.38	1.66	1.72	1.89	39.12	43	***	23.0
	F SW	Boston Prtn Lrg Cap	BPLIX	ELC	E	23.30	12.36	12.58	3.16	1.95	2.33	14.67	53	***	22.9
	Fn So Ws	Neuberger & Berman Guardian	NGUAX	ELC	E	20.65	10.07	10.58	3.84	2.65	2.09	18.95	48	***	22.9
	F SW	Vanguard Morgan Growth	VMRGX	ELC	E	23.22	11.18	12.37	1.73	0.80	2.20	18.79	49	***	22.4
	F SW	Northeast Investors Growth	NTHFX	ELC	E	24.43	13.05	12.02	1.71	1.34	2.37	19.66	53	***	22.2
	Fn So Wn	Marsico Focus	MFOCX	ELC	E	20.53	10.62	10.23	0.90	-0.21	1.90	18.96	42	***	22.1
	Fn SW	Fidelity Independence	FDFFX	ELC	E	31.18	15.66	17.05	2.73	1.23	3.08	21.46	68	***	22.0
	Fn SW	Fidelity Contra	FCNTX	ELC	E	28.48	15.63	13.21	1.64	2.46	2.80	68.18	61	***	21.9
	So R.5<6m	Schwab 1000	SNFX	ELC	E	16.62	7.86	9.78	2.71	1.16	1.75	38.29	38	***	21.8
	F SW	Buffalo Large Cap	BUFEX	ELC	E	12.54	6.53	8.35	3.30	1.44	1.48	19.73	32	***	21.7
	F SW	SSgA Discipln Eqty	SSMTX	ELC	E	15.91	8.43	10.66	3.04	1.46	1.82	10.45	39	***	21.7
	So	First Eagle Fund of Amr	FEAFX	ELC	E	17.06	8.13	11.57	3.49	0.19	1.88	27.02	40	***	21.5
	F SW	Price Growth Stock	PRGFX	ELC	E	18.97	7.89	9.20	1.23	0.44	1.76	29.65	38	***	21.4
	F SW	Price Capital Opportunity	PRCOX	ELC	E	15.32	7.17	9.40	3.25	1.39	1.71	14.63	37	***	21.4
Value 54 funds followed.	F SW	Longleaf Partners	LLPFX	EV	E	22.78	14.89	13.06	7.24	1.38	1.98	34.65	59	****	30.0
	F SW	Price Value	TRVLX	EV	E	18.55	11.39	13.30	5.02	2.30	1.76	25.32	51	****	28.7
	F SW	ABN AMRO Value	RVALX	EV	E	16.34	10.43	11.42	5.22	3.12	1.68	13.24	47	****	27.7
	F SW	Homestead Value	HOVLX	EV	E	21.67	12.46	13.19	4.36	2.47	1.96	35.67	54	****	27.6
	Fn So Wn	Third Ave Value	TAVFX	EV	E	23.39	14.84	12.26	5.35	2.34	2.12	59.84	58	****	27.4
	F SW	JohnsonFam LargeCap Value	JFLCX	EV	E	17.00	10.00	12.59	5.13	2.14	1.75	10.51	47	****	26.8
	F SW	AmCent Cap Value	ACTIX	EV	E	13.70	8.21	9.72	4.37	2.82	1.48	7.65	39	***	26.2
	F SW	ICAP Eqty	ICAAX	EV	E	22.42	13.13	12.45	4.52	2.54	2.11	44.82	55	***	26.1
	F W	Preferred Value	PVFLX	EV	E	13.28	8.76	10.55	4.17	2.65	1.55	16.25	39	***	25.4
	Fn So Wn	Baron Asset	BARAX	EV	E	30.45	13.88	14.63	7.65	0.19	2.63	61.66	67	***	25.4
	Si W I	Vanguard Value Index	VIVAX	EV	E	17.81	10.93	12.63	4.67	2.61	1.95	23.94	49	***	25.0
	F SW	Vanguard Windsor	VWVNDX	EV	E	18.07	10.18	14.20	4.87	3.06	2.02	18.52	50	***	24.9
	F SW	Price Mid Value	TRMCX	EV	E	22.62	10.88	15.03	3.95	1.90	2.25	25.25	54	***	24.2
	F SW	Northern LrgCap Value	NOLVX	EV	E	13.31	8.39	11.54	5.89	2.32	1.76	13.67	41	***	23.5
	Fn SW	Fidelity Fifty	FFTYX	EV	E	32.11	16.60	15.57	2.63	1.03	2.91	24.55	68	***	23.4
Fn So Wns	Gabelli Asset	GABAX	EV	E	18.47	8.63	13.38	5.27	2.22	2.10	45.11	48	***	22.8	
F SW	Meridian Value	MVALX	EV	E	22.74	10.73	15.95	6.38	1.98	2.57	38.69	58	***	22.5	
Fn So Wn	Managers Value	MGIEX	EV	E	14.85	7.34	9.96	4.02	1.60	1.72	29.77	38	***	22.0	
F SW	Accessor Value	AVAIX	EV	E	17.40	8.10	10.25	5.02	2.48	1.98	22.31	43	***	21.9	
F SW	Accessor Value Inv	AVUIX	EV	E	17.11	7.95	10.08	4.92	2.43	1.95	22.32	42	***	21.8	
World Growth 79 funds followed.	Fn So Wn	Artisan Intl SmCap	ARTJX	EW	E	52.76	41.01	36.89	12.37	6.38	4.12	24.35	149	*****	36.3
	Fn So Ws R2<90d	Oakmark International	OAKIX	EW	E	33.15	25.26	22.10	10.06	5.80	2.73	26.25	96	*****	35.3
	C	Price International Discovery	PRIDX	EW	E	52.67	42.03	34.34	11.67	5.21	4.15	49.68	146	*****	35.2
	F SW	Harbor International	HAINX	EW	E	47.50	38.06	29.77	9.93	5.48	3.73	58.92	131	*****	35.1
	F SW	Vanguard Intl Expl	VINEX	EW	E	43.43	33.09	31.39	11.75	5.50	3.59	21.50	125	*****	34.9
	F SW	AmSouth Intl Eqty	IIEX	EW	E	34.38	27.09	21.21	7.22	4.50	2.73	16.03	94	*****	34.6
	Fn So Wn C R2<3m	Janus Overseas	JAOSX	EW	E	71.36	52.58	41.14	10.94	4.14	5.23	39.74	180	*****	34.4
	F W	Preferred Intrntl Value	PFIFX	EW	E	33.55	28.44	24.08	8.66	4.68	2.90	19.69	99	*****	34.3
	Fn So Wn C	Artisan International	ARTIX	EW	E	38.42	31.74	25.77	8.58	4.36	3.18	29.22	109	*****	34.2
	Fn So Ws R2<90d C	Oakmark Intrntl Small Cap	OAKEX	EW	E	41.25	30.98	28.35	11.48	5.55	3.48	23.59	118	*****	33.8
	F SW	Laudus Rosen Intl SmCap	RISIX	EW	E	41.96	35.02	28.88	10.95	5.06	3.61	21.79	122	*****	33.8
	F SW	Accessor Intrntl Eqty	AIXNX	EW	E	39.05	32.38	29.53	7.52	4.97	3.38	19.87	113	*****	33.6
	F SW	Harbor International Growth	HAIGX	EW	E	45.91	36.76	29.61	6.68	4.21	3.68	12.61	123	*****	33.5
	W	Legg Mason Intl Eqty	LMGEX	EW	E	41.39	32.83	26.47	8.97	4.82	3.43	18.71	114	*****	33.4
	F SW	Columbia International Stk	CMISX	EW	E	34.88	30.21	24.12	8.87	5.68	3.13	19.52	104	*****	33.1
	F So Wn	AmCent Intl Discv	TWEGX	EW	E	69.60	50.20	42.83	13.45	7.15	5.56	17.84	183	*****	33.0
	F So Wn	AmCent Intl Grth	TWIEX	EW	E	33.88	27.63	23.60	6.94	3.96	2.93	11.55	96	*****	32.8
	Fn So Wn	Managers International Equity	MGITX	EW	E	42.10	34.08	29.02	8.52	4.64	3.62	63.08	118	*****	32.7
	F SW	Northern Intrntl Grth	NOIGX	EW	E	31.78	29.60	22.70	8.07	5.07	2.99	13.26	97	*****	32.5
	F S	Bernstein Intl Value	SNIVX	EW	E	36.90	30.11	24.37	8.28	4.35	3.21	27.84	104	*****	32.4
D	USAA International	USIFX	EW	E	32.58	26.52	22.20	7.37	4.53	2.88	26.79	93	*****	32.4	
F SW	American AA Intrntl Eqty	AAIPX	EW	E	30.70	25.61	22.71	8.23	4.90	2.86	23.55	92	*****	32.2	
Si W	Vanguard Intl Growth	VWIGX	EW	E	35.95	29.72	24.22	7.39	4.50	3.17	24.13	102	*****	32.1	
F SW	SSgA Intl Stock	SSAIX	EW	E	37.64	31.03	24.62	8.04	5.19	3.32	12.76	107	*****	32.1	
F SW	TIAA-CREF Intl Eqty	TIINX	EW	E	37.50	31.41	26.29	8.66	4.77	3.41	14.06	109	*****	31.9	
World Regional 26 funds followed.	F SW R1<3m	Fidelity Pacific Basin	FPBFX	EWR	E	51.17	42.14	31.55	6.41	3.66	4.09	28.89	135	*****	33.0
	F SW	Crdt Suisse Japan	WPJGX	EWR	E	43.93	44.74	25.61	1.85	2.26	3.59	7.70	118	*****	33.0
	Si WL.5% I	Vanguard Pacific Index	VPACX	E											

Fund Style	Legend	Fund Name	Symbol	S	A	Ttl. % return (dividends + or - capital changes) last					V	NAV	CS	Rank	C	
						12m	9m	6m	3m	1m						
Growth/Income 63 funds followed.	Fn S Wn	Loomis Sayles Value	LSGIX	EGI	E	25.79	15.49	15.68	5.83	2.81	2.18	20.15	66	****	30.1	
	Fn So Wn	Heartland Value & Income	HRTVX	EGI	E	36.88	20.91	23.20	8.21	1.47	3.29	53.23	91	****	27.6	
	Fn So Wn	Marshall Equity Income	MREIX	EGI	E	18.42	10.95	11.33	3.93	2.50	1.86	13.96	47	***	25.3	
	F S W	Vanguard Convertible Securities	VCV SX	EGI	E	24.27	13.17	14.12	3.00	-0.35	2.14	14.39	54	***	25.3	
	F S W	Vanguard Equity Income	VEIPX	EGI	E	15.29	9.14	10.96	4.97	2.74	1.74	24.40	43	***	24.8	
	Usually... Emphasis on stocks with dividends. Low or no bonds. Risk, dividend and growth emphasis varies.	F S W	BNY Haml Eqty/Incm	BNEIX	EGI	E	16.95	8.87	12.42	4.74	1.92	1.83	14.34	45	***	24.5
		Fn So Wn	Gabelli Westwood Equity	WESWX	EGI	E	24.43	13.52	14.26	4.79	2.68	2.47	12.24	60	***	24.2
		F S W	Price Equity Income	PRFDX	EGI	E	14.91	8.57	11.21	4.64	1.81	1.71	27.61	41	***	24.1
		F S W	Accessor Grth/Incm	AGIIX	EGI	E	13.36	7.90	8.37	1.85	0.97	1.35	16.66	32	***	24.0
		F S W	UMB Scout Stk	UMBSX	EGI	E	21.49	11.44	11.79	4.39	2.68	2.16	15.71	52	***	24.0
		F S W	Price Dividend Growth	PRD GX	EGI	E	14.96	7.87	10.48	4.46	1.69	1.65	24.01	39	***	23.9
		Fn So Wn	Gabelli Equity Incm	GABEX	EGI	E	15.79	9.24	11.17	4.33	2.28	1.79	19.78	43	***	23.9
		F S W	Vanguard Cap Value	VCLVX	EGI	E	19.14	10.89	17.04	5.59	2.68	2.42	12.66	55	***	22.9
		F S W	Mairs & Power Growth	MPGFX	EGI	E	15.71	7.29	10.80	4.40	0.86	1.73	76.00	39	***	22.6
		F S W	TIAA-CREF Grth/Incm	TIGIX	EGI	E	18.13	9.94	10.34	2.13	1.34	1.86	13.63	42	***	22.5
	Contrary 21 funds followed.	Fn So Wn	Janus Core Eqty	JAEIX	EGI	E	31.00	16.63	15.15	0.51	1.07	2.87	25.43	64	***	22.4
		Fn S Wn	Value Line Income	VALIX	EGI	E	19.60	10.88	10.00	2.13	1.02	1.96	8.88	44	***	22.3
		S W	Torrey	TORYX	EGI	E	15.96	7.96	10.38	4.05	0.93	1.77	41.25	39	***	22.2
		F S W	Dreyfus Dis Stock	DDSTX	EGI	E	15.40	8.58	10.08	3.24	1.16	1.74	35.73	38	***	22.1
		F S Wn	Parnassus Incm Fund Balanced	PRBLX	EGI	E	13.46	6.50	10.47	3.57	1.63	1.62	25.59	36	***	22.0
F S R.5<3m		Fidelity Spartan 500 Index	FSMKX	EGI	E	15.34	7.65	9.61	2.87	1.34	1.70	90.83	37	***	21.7	
F S Wn I		California Invest S&P 500 Indx	SPFIX	EGI	E	15.07	7.46	9.48	2.79	1.30	1.69	26.40	36	***	21.4	
F S W I		Vanguard 500 Index	VFINX	EGI	E	15.26	7.60	9.57	2.85	1.33	1.72	120.83	37	***	21.3	
F S Ws R.1<4d I		US Gbl Invst Amrcn Eqty	GBTFX	EGI	E	14.27	18.67	17.65	3.07	2.15	3.43	29.51	73	***	21.2	
Fn So Wn I		Dreyfus S&P 500	PEOPX	EGI	E	11.87	7.31	9.40	2.76	1.29	1.68	38.33	36	***	21.2	
Real Estate 17 funds followed.	Fn So Wn	Gateway Index Plus	GATEX	EC	E	9.44	6.04	5.87	2.96	1.24	0.93	26.13	26	****	27.5	
	F S W	Prudent Safe Harbor	PSAFX	EC	E	8.85	12.31	10.94	4.73	5.51	1.95	12.63	42	***	21.7	
	F S W	Laudus Rosen Gbl L/S	RMSIX	EC	E	9.33	6.60	3.75	1.91	1.15	1.08	12.30	23	***	21.1	
	Fn So Wn C	Merger Fund	MERFX	EC	E	6.17	3.19	6.03	2.34	2.02	0.86	15.30	19	***	20.8	
	F S W	The Arbitrage	ARBFX	EC	E	7.75	3.94	4.89	2.02	0.56	0.92	12.65	19	***	20.8	
Bond Short 19 funds followed.	F S W	Alpine Intl Real Estate	EGLRX	ERE	E	35.76	22.65	26.60	8.97	1.65	3.19	35.70	96	****	30.0	
	Fn So Wn	Third Ave REIT	TAREX	ERE	E	22.60	11.62	14.81	5.13	-0.86	2.17	32.15	53	***	24.6	
	W	CGM Realty Fund	CGMRX	ERE	E	45.38	21.97	23.19	5.45	-0.10	4.04	31.17	96	***	23.7	
	F S W	Security Cap US Restate	SUSIX	ERE	E	31.83	13.46	18.10	4.30	-3.87	3.72	21.37	64	***	17.2	
	F So Wn	AmCent Real Estate	REACX	ERE	E	30.03	12.04	16.38	3.28	-3.00	3.57	28.13	59	***	16.5	
Bond Short 19 funds followed.	S Wn	Permanent Portfolio T-Bill	PRTBX	BS	B	2.58	2.15	1.54	0.83	0.28	0.20	68.07	11	*****	54.8	
	Fn So Wns	Wells Fargo UltrShrt FI	STADX	BS	B	3.98	2.96	1.49	0.59	0.00	0.30	9.12	13	*****	42.0	
	F S W	Excelsior Sht-Tm Bond	UMGVX	BS	B	2.08	1.67	1.05	0.20	0.00	0.24	6.92	9	*****	35.8	
	So W	Neubrg & Brmn LmtD Bond	NLMBX	BS	B	1.75	1.51	1.10	0.29	0.00	0.24	9.07	8	*****	34.3	
	Fn So Wn	Wells Fargo Short term Bond	SSTBX	BS	B	2.60	2.05	1.09	0.25	-0.12	0.28	8.48	9	*****	33.7	
Bond Intrmtd 35 funds followed.	Fn So Wn	Dreyfus Short-Intrmtd Govt	DSIGX	BI	B	1.59	1.40	0.74	0.07	-0.10	0.24	10.34	7	****	30.3	
	So	Schwab Shrt Trm Bond	SWBDX	BI	B	1.61	1.25	1.02	0.03	-0.10	0.34	9.86	7	****	21.7	
	F S W	AMF Intrm Mort	ASCPX	BI	B	1.80	1.60	1.12	0.09	0.00	0.42	9.21	8	****	19.5	
	F S W	Accessor Shrt-Intrmtd FI	ASHIX	BI	B	1.45	0.81	0.46	-0.35	-0.26	0.33	11.61	6	***	17.2	
	Fn So Wn	Marshall Intrm Bond	MAIBX	BI	B	1.91	1.13	1.05	-0.25	-0.22	0.52	9.16	7	***	13.9	
Bond Long 6 funds followed.	Fn So Wn	Westcore Flex Incm	WTLTX	BL	B	7.19	0.94	4.02	1.20	0.20	1.27	9.89	17	***	13.5	
	F S W	Vanguard LT Trsry	VUSTX	BL	B	-3.22	-4.69	-3.41	-4.92	-2.37	2.01	10.70	-15	*	-7.5	
	Wn	Dreyfus US Long	DRGBX	BL	B	-3.32	-4.83	-3.18	-5.02	-2.38	1.96	15.17	-15	*	-7.7	
	F S W	Vanguard LT InvGrd	VWESX	BL	B	-4.02	-5.47	-3.16	-4.89	-2.43	2.06	8.83	-16	*	-8.0	
	F W	Price US Treasury Bond Long	PRULX	BL	B	-4.39	-5.37	-3.96	-5.11	-2.30	1.85	11.05	-18	*	-9.5	
Bond US Govt 26 funds followed.	Fn So Wn	SIT US Govt Securities	SNGVX	BU	B	1.60	1.04	0.69	-0.36	-0.19	0.44	10.43	6	***	14.4	
	Fn So Wn	Marshall Govt Income	MRIX	BU	B	1.27	0.86	0.86	-0.55	-0.43	0.57	9.32	6	***	9.8	
	F S W	AMR US Gov Mort	ASMTX	BU	B	1.30	0.78	0.77	-0.57	-0.20	0.61	10.06	6	***	9.3	
	Fn S W	Fidelity Mortgage Security	FMSFX	BU	B	1.48	0.79	0.72	-0.68	-0.37	0.64	10.88	6	***	8.6	
	Fn S W	Fidelity Intrm Gov	FSTGX	BU	B	0.89	0.68	0.44	-0.62	-0.20	0.57	9.89	5	***	8.4	
	F S W	Atlas US Gov	ASGMX	BU	B	1.12	0.29	0.55	-0.79	-0.41	0.52	9.77	4	***	8.3	
	F S W	Vanguard GNMA	VFIIX	BU	B	1.76	0.96	0.69	-1.21	-0.79	0.62	10.08	5	***	8.1	
	F S W	Price GNMA	PRGMX	BU	B	1.33	0.72	0.51	-1.10	-0.75	0.54	9.28	4	***	7.9	
	So W	Mosaic Government	GIGVX	BU	B	0.07	-0.04	0.28	-0.54	-0.30	0.40	9.83	3	***	7.6	
	D	USAA GNMA	USGNX	BU	B	1.26	0.75	0.43	-1.25	-0.85	0.56	9.38	4	***	7.0	
Bond Flexible 27 funds followed.	S Wn	Permanent Port Versatile Bond	PRVBX	BF	B	2.53	2.10	1.54	0.73	0.33	0.20	57.85	11	*****	54.1	
	F S W	Northeast Investors Trust	NTHEX	BF	B	10.25	6.12	7.66	4.59	1.84	1.12	7.73	34	****	30.4	
	Fn S Wn	Loomis Sayles Bond	LSBRX	BF	B	9.79	6.44	5.77	1.91	1.53	1.13	13.92	29	****	25.7	
	F S W	Accessor Income	AIAIX	BF	B	1.95	1.06	0.83	-0.10	-0.13	0.29	14.80	7	****	24.7	
	F S W	Price Spectrum Income	RPSIX	BF	B	4.28	2.49	2.99	0.59	0.34	0.64	11.85	14	****	22.3	
	F S W	LKCM FI	LKFIX	BF	B	1.78	1.10	1.10	-0.06	0.10	0.45	10.13	8	***	17.1	
	S	Government Street Bond	GVSBX	BF	B	1.01	0.57	0.70	-0.15	-0.25	0.34	19.62	5	***	16.1	
	F S W	Dodge & Cox Income	DODIX	BF	B	1.75	0.56	0.88	-0.24	0.00	0.43	12.40	7	***	15.2	
	F S W	Atlas Strtgc Incm	ATSAX	BF	B	5.08	2.84	2.98	0.16	0.22	1.05	4.52	15	***	14.2	
	Fn So Wn	Managers Bond	MGIIX	BF	B	2.21	0.96	0.93	-0.58	-0.17	0.53	23.84	7	***	13.1	
Bond HiYield 23 funds followed.	Fn So Wn	Wells Fargo Shrt HiYld	STH BX	BH	B	5.28	3.41	2.16	0.52	-0.23	0.50	8.51	15	****	29.4	
	Fn So Wns	Wells Fargo HiYld	STHYX	BH	B	9.10	4.91	4.79	1.28	0.13	1.06	7.73	24	****	22.4	
	Fn S W	Fidelity High Incm	SPHIX	BH	B	9.94	4.75	4.56	1.43	-0.11	1.13	8.87	24	****	21.4	
	Fn S W	Fidelity Cap/Incm	FAGIX	BH	B	11.88	5.63	6.38	2.15	0.35	1.41	8.57	30	****	21.3	
	Fn So Wn C	Janus High Yield	JAHYX	BH	B	9.10	4.04	4.86	2.07	0.42	1.17	9.65	24	****	20.6	
Bond World 11 funds followed.	Fn S W R.1<6m	Fidelity New Markets Income	FNMX	BW	B	14.34	8.61	5.85	0.71	0.07	1.69	14.67	33	***	19.6	
	Fn S Wn	Payden Emrg Mkt Bd	PYEMX	BW	B	14.22	8.19	5.59	0.58	0.08	1.87	12.97	32	***	17.2	
	F S W	Julius Baer Gbl Incm	BJBGX	BW	B	1.04	0.56	0.59	-0.91	0.23	0.63	12.87	5	***	8.1	
	F S W	Price Emrg Mkt Bond	PREMX	BW	B	10.22	3.73	-0.09	0.16	-0.22	2.28	13.67	17	***	7.6	
	F S W	Price International Bond	RPIBX	BW	B	-3.10	1.58	3.20	1.44	2.91	1.58	9.56	10	***	6.1	

Rank Column: Shows the top 5%, next 15%, middle 60%, lower 15%, and bottom 5% ranked by C within Hybrid, Equity, and Bond asset type. Except for specific market change decisions, we will normally want to own only the funds that place in the top 20%, the four and five comet funds.

Column: A is Asset type (H is Hybrid, E is Equity, B is Bond). S is fund Style (H, E, B is first letter, thereafter is definition shown in first column. For example, BW is Bond World, BH is Bond High Yield). V is Volatility, a measure of risk. NAV is fund's Net Asset Value. CS is Comet Strength. Rank is number of Comets (5 best). C is Comet, or CS/V, measures risk adjusted return. Legend: R may charge a redemption fee. L

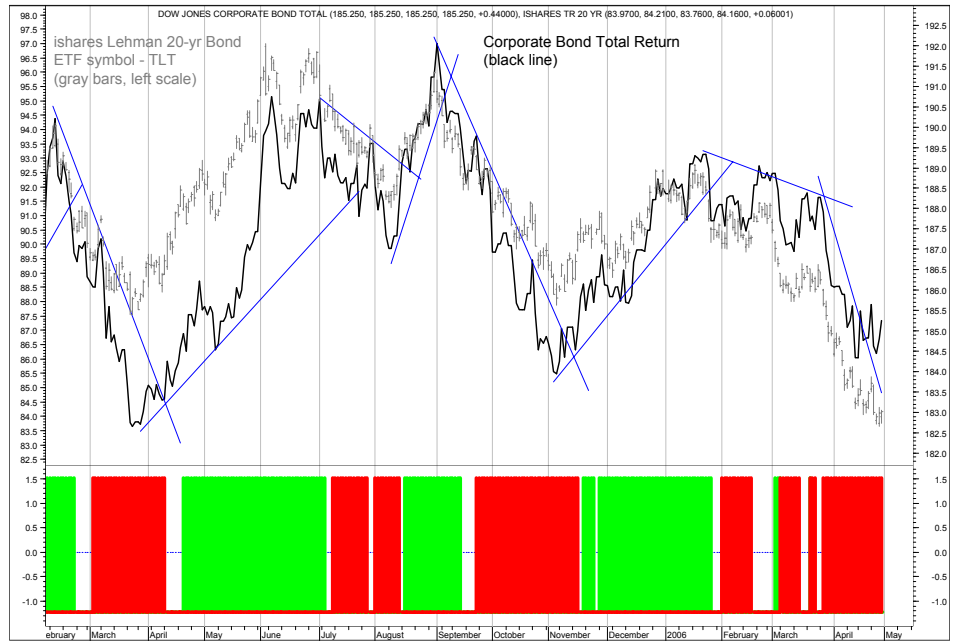
Interest Rates and Bond Prices

Although the Bond Timing Model remains bearish, the down trend in prices (and rise in interest rates) has been broken.

This trend break serves as an early warning signal that the trend is potentially turning from down to sideways and eventually to up and that the model may change.

You can see this trend break on the chart with the last drawn line.

But keep in mind this trend break only signals a potential change. The rise in rates has been very severe and is unsustainable at these rates of change. Most likely then, given the strong economic background, rates will continue upward, just not at the same pace as in the recent past.



The SLM Bond Market Timing Model shown above is an intermediate to long-term (months to years) forecasting tool of the direction of bond prices and yields, which move inversely. If you see this as a PDF file off the internet, the green bars are buy/hold, the red bars are sell/avoid signals. White spaces indicate that the previous signal is still in effect. If you see this as a printed version, the dark bars indicate red, the lighter bars indicate green.

MAAP Income Portfolio

The Income Portfolio is still 100% in cash.

MONTHLY ACTIVITY

MONTH ENDING: 4/30/2006

MONTH END VALUATIONS

INCOME, selected & timed, style and asset allocated (bond, balanced, cash)

Activity Date	Activity	Fund	Action Price	Number of Shares	Action Value	Symbol	Fund Style	Fund	Ending NAV	Number of Shares	Current Value	Percent of Total
											0%	
						MM	Money Market		1.00	204,635.9200	204,636	100%
						MM	Margin Loan		-1.00	-	-	0%
Total Valuation=										204,636	100%	

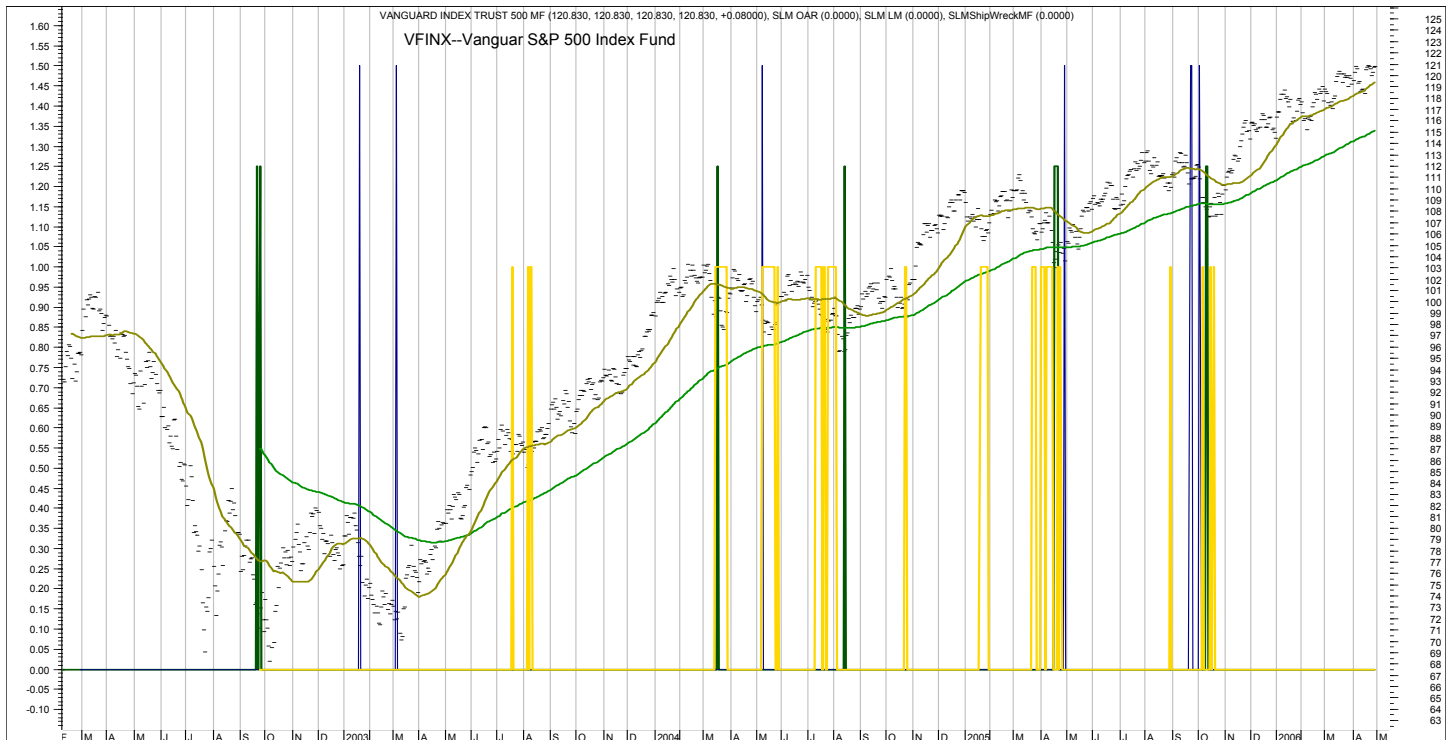
Market Timing and Asset Allocation

The Current Bull Market in the S&P 500

The chart below shows the daily prices of the Vanguard 500 Index Fund, which is a proxy for the S&P 500. The spikes are various buy signals.

Since 1932, there have been 20 bull markets. The current one is exceeded by only four others in

terms of duration. This means the current bull is getting long in the tooth. Bear strategies may soon come into play. The bull is below average in terms of magnitude, owing primarily to the fact it started from an overvalued position.



MARKET and FUND COMMENTS

STOCKS: Neutral, continued sideways trend.

GOLD: Neutral.

BONDS: Bearish.

US Gov. fiscal policy, neutral.

Corporate actions (buy backs, mergers), bullish.

Economy, from bullish to bearish by early 2007.

Inflation, bearish as it increases.

Oil prices, neutral.

Investor sentiment, neutral.

Federal Reserve policy, bearish (tightening).

Market valuation, bearish.

Exogenous events: Terrorism risk, bearish; hedge fund risk, neutral; unwinding of Japan carry trade, neutral.

The weight of the evidence is turning from sideways to downward.

Stock market valuations are high and climbing, given rising rates worldwide (US, Japan, Europe).

SLM TIMING MODELS

LCITT, modified 1/96, 3/97, 9/98.

Large cap stock intermediate-term, signals lasting weeks to months.

LC Long-term, modified 11/95

Large cap stock long-term, lasting months to years. Under reconstruction.

SCITT, introduced 3/03

Small cap stock intermediate-term, signals lasting weeks to months.

GOLD, shown bi monthly.

BONDS, page 5

First three are under a rework for 2006, emphasizing timing on funds directly. Signals last months to years.

Performance Scoreboard

INDEXES, FUND STYLES & MAAP PORTFOLIOS	% RETURNS FROM THE PAST X MONTHS THRU 4/30/06					V Vol- atility	INDEX CLOSE		PERFORMANCE IN:					
	X= 12	9	6	3	1				2005	2004	2003	2002	2001	2000
Wilshire 5000	16.87	7.44	10.09	2.53	0.95	1.9	13280.90	-	8.24	10.85	29.44	-22.08	-12.06	-11.41
Dow Jones Industrials	1152	6.82	8.88	4.62	2.32	2.0	11367.10	-	-0.61	3.15	25.32	-16.76	-7.10	-6.18
Standard & Poors 500	13.29	6.19	8.58	2.39	1.22	1.6	1310.61	-	3.00	8.99	26.38	-23.37	-13.04	-10.14
Russell 2000 (small cap)	3196	12.47	13.24	4.27	-0.08	3.4	764.54	-	3.32	17.00	45.37	-2158	103	-4.20
Dow Jones World Index	25.32	17.62	16.72	4.84	3.06	2.5	257.69	-	9.41	14.43	33.42	-20.73	-16.58	-15.89
Gold/Silver Index (XAU)	89.33	74.21	46.62	2.54	1164	9.1	158.11	-	28.87	4.65	19.89	25.57	128	-5.94
Dow Jones Ttl Bond	-0.15	-2.29	0.21	-152	-0.46	1.0	185.25	-	1.40	3.99	2.20	11.96	6.77	13.40
Small Cap Growth	29.55	13.55	16.86	4.16	0.76	3.2	Columns 2 through 6 are the average returns and Column 7 is the average V (Volatility) for all funds in each fund style. Usually, the larger the V, the greater the risk. For more information about these model portfolios, please see pages five and six.		2.63	11.74	39.43	-21.96	-6.21	0.96
Mid Cap Growth	25.41	12.76	14.32	3.45	1.24	2.6			8.38	12.96	33.65	-21.89	-11.03	-0.38
Large Cap Growth	18.63	8.62	9.76	1.65	0.77	2.1			5.75	13.34	27.54	-21.75	-13.19	-3.69
Value Company	16.01	8.53	10.64	3.30	1.59	2.0			3.66	11.26	27.18	-15.61	2.30	9.99
Contrary	6.30	6.29	4.26	2.75	1.88	2.0			5.78	3.11	0.47	9.99	2.83	13.54
World Growth	6.27	6.35	4.25	2.77	1.92	2.0			13.07	17.11	34.67	-15.76	-19.89	-12.70
Growth & Income	16.18	8.42	10.00	2.91	1.48	1.9			4.23	10.24	23.46	-18.22	-7.76	0.03
Long-term Corp Income	8.34	5.11	5.09	1.02	0.79	1.6			10.32	8.43	8.64	6.73	2.45	11.68
High Yield Income	9.86	5.57	5.75	2.09	0.78	1.2			5.76	6.63	16.24	-7.55	-4.73	-12.68
International Income	8.50	6.10	5.47	1.88	1.44	1.4			7.40	9.07	11.56	10.56	1.48	0.18
MAAP Aggrsv Grth	15.10	13.24	11.25	2.88	1.86	1.3			7.20	0.57	15.03	-4.93	1.42	1.78
MAAP Growth	6.78	5.50	4.71	0.72	0.44	0.6			3.50	1.53	11.56	-1.22	0.75	2.64
MAAP Balanced	6.12	4.54	4.22	0.78	0.33	0.7			2.01	5.88	12.57	0.09	-0.56	0.37
MAAP Income	1.03	1.63	1.36	0.63	0.21	0.3			-1.86	1.90	7.05	1.75	4.59	2.37

Funds and MAAP portfolio data include dividend reinvestment and fees (2% annual for MAAP). Market data does not include dividends, except for T-Bond Index.

Managed Asset Allocation Program (MAAP)

Fund Selection. We conduct a three-step selection process on more than 900 funds. Firstly, we separate funds into their primary investment style, Equity, Bond, Hybrid, and then subdivide into small, large, value, etc.. Secondly, we rank the funds by recent performance relative to their peer group (CS). Thirdly, we consider their historical risk, as measured by their volatility (V).

Portfolio Allocation. We follow a straightforward approach to allocation: Overweight the portfolio to the investment style that is performing the strongest out of the three (stocks, bonds, cash) major asset classes.

Diversification. We diversify by fund company, investment style, and asset class. The funds themselves normally reduce specific company risk, so that the main investment risks are the market and then the industry.

MAAP. Our Managed Asset Allocation Program brings our proprietary fund selection and market timing models together. We EVOLVE, buying from the top 5%, holding as long as the fund is in the top 20%. If it drops below 4 comets, we evolve, selling that fund and buying from the top 5% again. We overlay market timing on this fund selection evolution. The results are five portfolios shown on pages 5 and 6. See Scoreboard above for comparative performances.

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SAMPLE FUND EVOLUTION SELECTING AND TIMING

This is to show a sample evolution of the newly combined fund selecting and fund timing strategies working together. It is not indicative of actual results or picks. The funds were chosen because they show the strategies in action.

The selecting strategy is to buy from the top 5% and hold as long as the fund remains in the top 20% (5% and next 15%) of the funds we track. The timing strategy shows precise buy and sell points based only on the fund. The green is hold, the red is sell/avoid. The green spike is buy. No color indicates that the previous signal is still in effect.

I pick up the process with the first valid buy signal in September, 2004. The fund selecting model showed MNEFX in the top 5% at the time. The timing model also gave a buy signal, as shown by the dark green spike, the inverted V on the top chart.

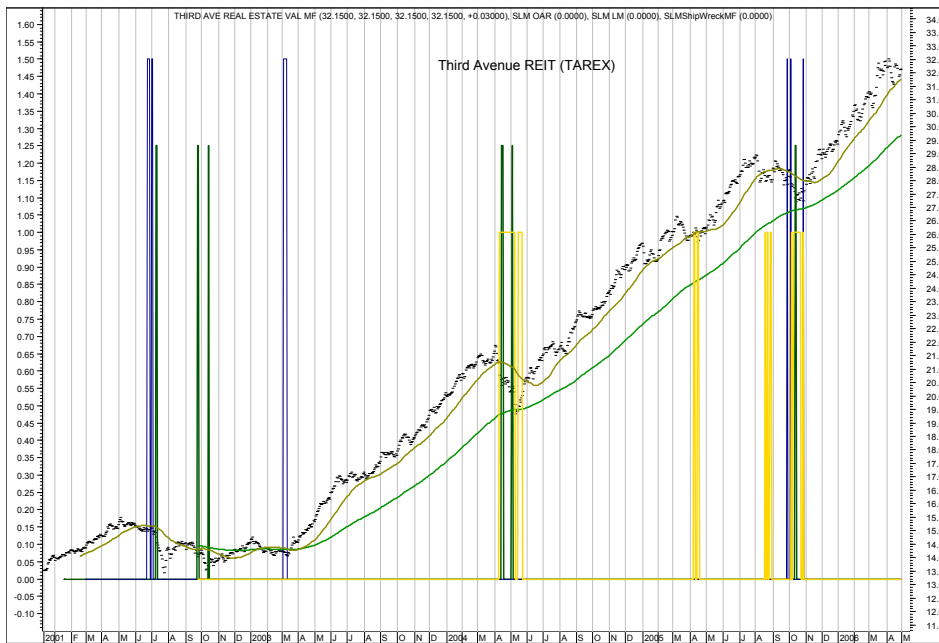
The fund dropped out of the top 20% at the end of January 2005. Even though the timing model remained bullish, the fund was sold. It would not have been rebought in July 2005 with the timing model buy because the fund was not in the top 5% at the time of the buy signal. It could have been bought in May.

The second chart shows its replacement. There was a buy spike and the fund was in the top 5%. Three months later it dropped out of the top 20% and was sold.

The third chart shows the replacement fund for the reinvestment. It was selected because it was in the top 5% and there was a timing model buy signal. The fund is still in the top 5%.

The end result is a gain of about 37% over the last 13 months. The Wilshire 5000 was up roughly 15% over the same period.





The charts show the daily closes of various funds in the top 5% of the funds we track.

The chart may also show up to three indicators on the price area. These buy signals may be shown as either blue, gold, or green spikes. These are contrary indicators.

Our strategy is to select from the top 5% of the funds we monitor and hold as long as they're in the top 20%. If they fall out of the top 20% because of this selection strategy, sell. Alternatively, if the fund gets a timing sell signal, sell. Replace with funds from the top 5%.

