



# 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
x	x	x	x
The Arbitrage	ARBFX	EC	22.2
Federated Mgd Model	FMMSX	HB	21.5
Janus Twenty	JAVLX	EMC	20.3
Potomac US Short	PSPSX	EC	20.0
CGM Focus	CGMFX	EA	19.8
JohnsonFam Intrntl Value	JFIEF	EW	19.7
Leuthold Core Invst	LCORX	HB	19.2
x	x	x	x
Price New Era	PRNEX	EC	18.0
Permanent Portfolio Family	PRPFX	HB	17.8
x	x	x	x
Grizzly Short	GRZZX	EC	17.6
Legg Mason Balanced	LMBTX	HB	17.1
Vanguard Energy	VGENX	EA	17.0
CGM Realty Fund	CGMRX	LERE	16.9
x	x	x	x
CGM Mutual Fund	LOMMX	HGI	16.3
McMorgan Balanced	MCMBX	HB	16.1
Vanguard Prcs Mtls	VGPMX	EG	15.6
x	x	x	x
Gabelli Mathers Fund	MATRX	HGI	15.2
Oakmark Eqty Incm I	OAKBX	HB	14.7
McMorgan Eqty	MCMEX	EGI	14.6
Fidelity Latin America	FLATX	EWR	14.2
N/I Numeric SmI Cap Valu	NISVX	ESC	14.0
Price Latin America	PRLAX	EWR	14.0
Neuberger & Berman Genesis	NBGNX	ESC	13.6
1338 Intrntl Eqty	INTEX	x	13.4
Laudus Rosen US L/S	RMNIX	EC	13.3
RS Partners	RSNRX	EMC	13.2
1st Source Spcl Eqty	FMSPX	ESC	12.0
Lighthouse Contrarian	LGFTX	ESC	11.9
Preferred Short Govt Secrts	PFSGX	BS	34.5
Mosaic Government	GIGVX	BU	19.6
Harbor Bond	HABDX	BF	15.6
x	x	x	x
Prudent Gbl Incm	PSAFX	BW	12.6
AmCent Intl Bond	BEGBX	BW	12.6
Mosaic Intrmdt Income	GITMX	BF	11.8
Crdt Suisse Gbl FI	CGFIX	BW	9.5

## Crisis Easing

The markets are breathing a sigh of relief that the worst of the leverage and subprime crisis appears over. The meltdown of Bear Stearns from \$140 to \$2 and subsequent buyout at \$10 will, perhaps, mark the low point for this cycle.

The crisis was basically a run on the bank, except Bear is not a bank. This mixture of a financial institution and a bank is also seen in the adjustable rate market. These things were sold as cash equivalents, but it turns out they were not as liquid as cash. In both cases, investors could not just get their cash out and fear and panic took hold. In such a case, you want to be first in line, not last.

But the Federal Reserve has stepped up to the plate and has drastically lowered interest rates, albeit at the value of the dollar. Although Bear will never be priced as it was, the other market is beginning to function again. Certain funds are conducting successful auctions.

Likewise, banks and other institutions are raising billions to shore up their balance sheets.

The crisis that precipitated all this was the housing market.

Low teaser rates enticed buyers to ignore financial fundamentals. The lending institutions did likewise, making loans without documentation and without considering values. To be sure, housing prices were rising, but much faster than median incomes. At some point, people simply cannot afford to buy a house, regardless of the interest rate on a loan. They generally put a cap of 28% house payment to income. To afford the higher house price, either loan costs come down or income goes up or they use adjustable loans. It is like the PE ratio, there are two things to consider, not just one. When that tipping point is reached, the bubble pops and prices will retrace back to areas from where the craziness started.

The adjustable rate loans still have more resets in 2008, so rates should remain low. In turn, barring a new crisis, the stock market should continue its recovery.

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### AROUND THE CAMPFIRE

Time for a change. Really an update of sorts. I'm combing through the fund database for two reasons. One to get rid of extinct funds (there was an internally programmed screen to pick up on this, but apparently it is not working) and two to add some new funds and some ETFs to the mix. These improvements will show up next month.

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					
						x	x	x	x	x					
<b>Hybrid 33 funds followed.</b>	F S W	Federated Mgd Model	FMMSX	HB	H	15.70	9.33	7.83	2.42	3.47	180	14.12	39	***	215
	F S W	Leuthold Core Invst	LCORX	HB	H	15.01	8.96	3.59	4.09	3.86	185	18.31	36	***	19.2
	S Wn	Permanent Portfolio Family	PRPFX	HB	H	11.30	11.77	2.91	0.84	-0.32	149	37.30	26	***	17.8
	W	Legg Mason Balanced	LMBTX	HB	H	7.53	6.72	6.02	0.70	-0.60	119	11.52	20	***	17.1
	W	CGM Mutual Fund	LOMMX	HGI	H	37.72	20.04	2.81	8.4	11.63	4.94	32.53	80	*****	16.3
	F S W	McMorgan Balanced	MCMBX	HB	H	10.71	6.71	3.38	4.65	1.42	167	20.70	27	***	16.1
	S Ws	Gabelli Mathers Fund	MATRX	HGI	H	2.48	10.4	0.85	0.38	-0.19	0.30	10.52	5	***	15.2
	Fn So Ws R2<90d	Oakmark Eqty Incm I	OAKBX	HB	H	7.99	8.58	1.15	4.51	1.62	162	27.58	24	***	14.7
	F S W	ABN AMRO Mntg Balncd	MOBAX	HB	H	9.08	6.74	-3.40	4.19	2.96	189	19.16	20	****	10.3
	F S W	FPA Crescent	FPACX	HGI	H	3.69	2.98	1.17	4.83	3.44	165	25.85	16	***	9.8
S W C	Berwyn Income	BERIX	HGI	H	2.17	3.94	-0.06	0.35	0.76	0.84	1189	7	***	8.5	
Fn So Wn	Janus Balanced	JABAX	HB	H	5.10	5.29	-1.76	2.29	1.32	148	25.38	12	***	8.3	
Fn S W	Fidelity Global Balanced	FGBLX	HGI	H	6.64	5.53	-4.03	3.49	2.77	179	22.26	14	***	8.0	
F S W	Buffalo Balanced	BUFBX	HB	H	4.05	3.20	-2.23	4.28	4.13	2.03	11.85	13	****	6.6	
<b>Gold 9 funds followed.</b>	F S R<12m C	Vanguard Prcs Mtlis	VGPMX	EG	E	33.29	28.32	4.93	11.43	3.21	5.20	35.98	81	*****	15.6
	D	USAA Pr Mtlis	USAGX	EG	E	25.31	24.44	-6.34	-6.67	-6.40	6.05	33.03	30	****	5.0
	F S W R.25<14d Ws	US Gbl Invst US Gold	USERX	EG	E	20.51	19.58	-8.29	-10.79	-8.75	7.01	15.95	12	***	1.7
	Fn So Wn	Rydex Precious Metals	RYPMX	EG	E	15.39	11.02	-11.05	-8.83	-6.14	5.90	65.60	0	***	0.1
Fn So Wn	Gabelli Gold	GOLDX	EG	E	14.30	10.11	-16.64	-5.22	-4.47	6.78	28.85	-2	***	-0.3	
<b>Aggressive Growth 42 funds followed.</b>	W	CGM Focus	CGMFX	EA	E	67.75	42.86	4.89	12.94	12.59	7.12	54.48	141	*****	19.8
	F S W	Excelsior Energy NatRes	UMESX	EA	E	31.99	24.46	10.76	20.38	10.51	5.52	28.17	98	*****	17.8
	F S R<12m	Vanguard Energy	VGEXX	EA	E	34.04	22.39	7.20	17.89	12.52	5.52	85.10	94	*****	17.0
	Fn So Wn R<6m	Royce Premier Series	RYPRX	EA	E	6.56	5.91	0.29	9.75	7.28	2.96	18.30	30	****	10.1
	F S W	Amerindo Technology	ATCHX	EA	E	12.03	13.06	8.62	0.00	0.00	3.68	8.57	34	****	9.2
<b>Capital growth higher risk. May industry concentrate.</b>	F S W C	Caldwell & Oakin Mkt Oprtrnty	COAGX	EA	E	17.80	9.82	-2.22	-4.08	-1.56	3.07	21.40	20	****	6.4
	W	Matterhorn Grth	FWLEX	EA	E	4.10	6.50	2.01	3.04	-1.55	2.23	5.08	14	***	6.3
	Fn So Wn	Janus Olympus	JALOX	EA	E	-1.62	8.75	0.00	0.00	0.00	1.65	33.50	7	***	4.3
	F S W	FBR Amrcn Gas	GASFX	EA	E	1.74	6.75	-4.55	2.12	5.15	3.14	20.20	11	***	3.6
	F S W	Price Science & Technology	PRSCX	EA	E	1.56	-2.36	-11.95	10.00	10.11	3.55	22.77	7	***	2.1
<b>Small Cap 109 funds followed.</b>	F S W	N/I Numeric SmlCap Valu	NISVX	ESC	E	8.15	9.49	8.96	0.57	0.29	1.96	17.30	27	****	14.0
	Fn So Ws C	Neuberger & Berman Genesis	NBGNX	ESC	E	14.82	12.32	0.20	8.11	6.31	3.07	35.04	42	****	13.6
	F S W	1st Source Spcl Eqty	FMSPX	ESC	E	2.83	13.28	5.49	1.24	0.00	1.90	100	23	****	12.0
	F S W	Lighthouse Contrarian	LGFTX	ESC	E	13.48	2.87	7.67	7.30	0.87	2.71	16.59	32	****	11.9
	C	N/I Numeric Emrg Grth	NIMCX	ESC	E	0.53	4.45	9.43	0.74	0.46	2.76	13.10	16	****	5.7
	F So Wn	AmCent Vista Investors	TWCVX	ESC	E	11.19	100	-12.25	3.59	7.04	4.30	19.32	11	***	2.5
	F S W	TCW Gal SmallCap Grth	TGSNX	ESC	E	6.00	0.46	-14.35	6.41	8.09	3.86	21.91	7	***	1.7
	F S W	Brandywine	BRWIX	ESC	E	5.27	0.46	-10.41	3.93	6.88	3.69	33.55	6	***	1.7
	F S W	AmCent Veedot	AMVIX	ESC	E	10.34	-0.38	-15.78	5.56	6.86	4.90	7.79	7	***	1.3
	Fn S W	Fidelity OTC	FOCPX	ESC	E	7.96	0.00	-6.15	4.62	9.26	4.56	47.08	6	***	1.2
<b>Usually... Market cap less than \$1 billion, no dividend, with growth emphasis. Higher risk.</b>	Fn So Wn	Third Ave SmallCap	TASCX	ESC	E	-2.93	0.14	-3.84	4.90	4.53	2.45	23.78	3	***	1.1
	Fn S Wn	WPG Tudor	TUDRX	ESC	E	4.60	5.92	3.02	-6.57	-5.74	3.44	15.93	1	***	0.4
	F S W	Columbia Small Cap	CMSCX	ESC	E	3.08	0.90	-12.78	2.72	7.01	4.03	27.92	1	***	0.2
	F S W	Brown Small	BIASX	ESC	E	2.78	-3.06	-12.79	4.42	7.94	3.45	12.51	-1	***	-0.2
	Fn So Wn	RS Divrsf Grth	RSDGX	ESC	E	1.98	-1.64	-15.17	3.41	9.42	4.05	25.78	-2	***	-0.5
	S	Stratton Small Cap Value	STSCX	ESC	E	-5.37	-3.15	-6.21	6.04	6.98	2.57	47.06	-2	***	-0.7
	Si Ws	Rydex OTC	RYOCX	ESC	E	2.34	-1.40	-14.61	3.59	7.37	3.95	12.68	-3	***	-0.7
	Fn Wn C	Turner Micro Cap	TMCGX	ESC	E	0.21	-0.63	-10.81	1.62	5.70	3.47	51.92	-4	***	-1.1
	Fn So Wn	SIT Small Cap Grth	SSMGX	ESC	E	0.93	-3.97	-14.81	3.27	9.33	4.02	37.95	-5	***	-1.3
	Fn So Wn	Rainier Small/Mid Cap Equity	RIMSX	ESC	E	0.79	-4.09	-13.72	3.30	7.23	3.77	36.36	-7	***	-1.7
<b>Mid Cap 61 funds followed.</b>	Fn So Ws	Neuberger & Ber Millen	NBMIX	ESC	E	1.37	0.43	-15.09	1.26	4.93	4.07	18.51	-7	***	-1.7
	F S W	Nicholas Limited Edition	NCLEX	ESC	E	0.50	-0.52	-10.47	-0.11	5.07	2.89	18.86	-6	***	-1.9
	F S	Berwyn	BERWX	ESC	E	-7.34	-2.63	-4.77	5.31	3.68	2.31	24.77	-6	***	-2.5
	Fn S Wn	Value Line Emrg Opp	VLEOX	ESC	E	-1.19	-3.43	-11.18	2.88	5.51	2.90	32.15	-7	***	-2.6
	Fn Wn C	Turner Small Cap Value	TCSVX	ESC	E	-8.20	-1.20	-7.43	4.02	5.26	2.95	13.21	-8	***	-2.6
	Fn So Wn C	Artisan SmCap Val	ARTVX	ESC	E	-8.61	-3.80	-3.22	5.07	4.38	2.39	14.31	-6	***	-2.6
	Fn So Wn	Wells Fargo Emrg Grth	SEMRX	ESC	E	-3.06	-3.26	4.75	-8.25	-2.22	4.05	14.56	-12	***	-3.0
	Fn Wn C	Turner Small Cap Growth	TSEX	ESC	E	-2.71	-3.24	-13.74	2.26	6.23	3.62	29.83	-11	***	-3.1
	Fn S Wn	Citizens Emrg Grwth	WAEGX	ESC	E	-4.65	-6.11	-12.28	5.13	6.96	3.18	17.22	-11	***	-3.4
	S W	Victory Small Co Opp G	GOGFX	ESC	E	-8.74	-4.82	-5.29	6.25	3.90	2.50	25.33	-9	***	-3.5
<b>Usually... Market cap \$1 billion to \$3.5 billion. Risk, growth and dividend emphasis varies.</b>	Fn So Wn R<6m	Royce Low Priced	RYLPX	ESC	E	-6.75	-4.59	-8.32	3.87	3.57	3.15	14.50	-12	***	-3.9
	F S R15<3m	Fidelity Low Priced Stock	FLSPX	ESC	E	-5.62	-4.06	-8.60	2.15	5.08	2.69	39.92	-11	***	-4.1
	F S W	Kalmar ValueSmCap	KGSCX	ESC	E	-1.85	-3.31	-13.07	0.14	3.44	3.31	14.13	-15	***	-4.4
	F S Wn I	Wilshire Target Small Co Grth	DTSGX	ESC	E	-6.10	-5.95	-13.34	2.85	7.04	3.46	15.50	-15	***	-4.5
	F So Wn	AmCent New Opp II	ANOIX	ESC	E	-1.10	-5.92	-16.01	-0.51	5.80	3.93	7.84	-18	***	-4.5
	F S W	BNY Haml SmCap Grth	BNSVX	ESC	E	-1.42	-3.39	-15.68	-0.45	4.53	3.44	13.39	-16	***	-4.8
	S C	Price Small Cap Value	PRSVX	ESC	E	-6.83	-3.52	-7.81	3.60	3.30	2.35	35.41	-11	***	-4.8
	Fn So Wn	Marshall Mid Cap	MRSCX	ESC	E	-3.60	-3.71	-17.86	-0.81	5.26	4.04	14.61	-21	***	-5.1
	F S W	Frvrd Hoo SmlCap	FFSCX	ESC	E	-6.59	-5.34	-12.12	2.04	4.81	3.29	18.51	-17	***	-5.2
	F S W	Northern SmlCap Grth	NSGRX	ESC	E	-7.04	-4.00	-13.04	1.62	5.18	3.29	13.20	-17	***	-5.3
<b>Mid Cap 61 funds followed.</b>	Fn So Wn C	Janus Twenty	JAVLX	EMC	E	30.91	25.67	2.40	11.33	9.59	3.94	76.34	80	*****	20.3
	Fn So Wn	RS Partners	RSNRX	EMC	E	22.21	20.57	4.57	13.32	7.06	5.15	40.16	68	*****	13.2
	Fn So Wn	Janus Orion	JORNX	EMC	E	20.15	9.72	-4.99	7.53	9.55	3.70	12.85	42	*****	11.3
	Fn So Wns	Janus Enterprise	JAENX	EMC	E	10.47	7.75	-3.55	6.76	9.81	3.33	57.29	31	****	9.4
	F S W	Westport Growth	WPFRX	EMC	E	5.58	4.02	-2.39	6.88	5.70	2.54	21.13	20	****	7.8
	Fn So Wn	Marshall Mid Cap Stock	MIRMX	EMC	E	10.31	7.35	-6.69	7.72	8.87	3.76	18.41	28	****	7.3
	F So Wn	AmCent Hertg Investors	TWHIX	EMC	E	16.40	5.95	-7.92	3.89	7.17	4.21	20.02	25	****	6.1
	F S W	Price New America Growth	PRWAX	EMC	E	5.14	3.58	-7.17	6.74	7.47	3.05	31.22	16	****	5.2
	F S W	Columbia Mid Cap Grth	CLSPX	EMC	E	6.35	3.87	-7.66	6.31	8.83	3.51	25.27	18	****	5.0
	F S W	Monetta	MONTX	EMC	E	10.00	5.27	-9.37	2.22	8.66	3.89	15.18	17	****	4.3
<b>Usually... Market cap \$1 billion to \$3.5 billion. Risk, growth and dividend emphasis varies.</b>	Fn S W	Fidelity Levrg Co Stk	FLVCX	EMC	E	3.88	0.99	-6.14	9.63	9.63	4.26	32.32	18	****	4.2
	Fn So Wn	Baron lpptrnty	BIOPX	EMC	E	6.88	2.76	-13.58	7.34	10.43	4.09	12.28	14	****	3.4
	Fn S Wn	Value Line Special Situations	VALSX	EMC	E	4.98	2.66	-8.07	4.7	6.69	3.11	28.22	10	****	3.4

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 followed.	F SW	Badgley Grth	BMFGX	ELC	E	7.71	12.17	4.43	2.00	2.33	1.73	12.72	29	*****	16.6
	Fn SW	Fidelity Independence	FDFFX	ELC	E	2122	15.60	-3.60	9.22	9.78	4.59	27.61	52	*****	114
	So	First Eagle Fund of Amr	FEAFX	ELC	E	5.04	4.13	-142	7.81	9.30	2.70	26.79	25	*****	9.2
	F SW	Excelsior LrgCap Grth	UMLGX	ELC	E	12.43	10.40	-7.78	6.45	8.05	3.39	12.21	30	****	8.7
	F SW	ABN AMRO nting Grth	MCGFX	ELC	E	10.77	6.88	-7.28	7.03	5.44	3.09	25.41	23	****	7.4
	F SW	Stratton Growth	STRGX	ELC	E	5.92	6.72	-3.06	7.23	6.84	3.43	43.73	24	****	6.9
	F SW	Aquinas Grth	AQEGX	ELC	E	6.22	5.56	-3.37	5.78	4.47	2.85	16.11	19	****	6.5
	F SW	Chase Grth	CHASX	ELC	E	9.46	6.91	-6.63	2.45	3.64	2.73	19.64	16	****	5.8
	F SW	Fairholme	FAIRX	ELC	E	7.79	5.83	-4.93	3.85	5.37	3.19	32.38	18	****	5.6
	Fn So Wn	Bramwell Growth	BRGRX	ELC	E	6.30	2.79	-6.05	5.65	4.96	2.66	19.27	14	****	5.1
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F So Wn	AmCent Grwth Investors	TWCGX	ELC	E	7.31	5.51	-6.11	4.41	5.24	3.19	25.11	16	****	5.1
	Fn SW	Fidelity Growth Company	FDGRX	ELC	E	9.03	4.71	-10.20	4.95	7.79	3.58	79.01	16	****	4.5
	Fn So Wns	Gabelli Growth	GABGX	ELC	E	6.65	3.42	-7.98	5.40	6.29	3.13	34.15	14	****	4.4
	Fn So Wns	Janus Mercury	JAMRX	ELC	E	6.41	3.82	-7.05	3.69	6.73	3.12	29.80	14	****	4.4
	Fn So Wns	Wells Fargo LargeCap Gr	STRFX	ELC	E	6.78	3.79	-8.38	3.68	5.62	2.91	28.21	11	****	3.9
	F W	Northeast Investors Growth	NTHFX	ELC	E	4.03	3.49	-8.34	6.05	7.35	3.34	19.28	13	****	3.8
	Fn So Wn	SIT Large Cap	SNIGX	ELC	E	4.31	3.44	-6.27	3.39	4.53	2.70	44.49	9	****	3.5
	Fn SW	Fidelity Contra	FCNTX	ELC	E	6.76	3.64	-8.67	3.34	5.31	2.99	67.67	10	****	3.5
	F SW	Amrcn Trust Allgnc	ATAFX	ELC	E	2.31	1.32	-5.69	4.25	5.52	2.36	19.89	8	****	3.3
	F SW C	Vanguard PRIMECAP	VPMCX	ELC	E	3.92	1.75	-6.04	2.79	4.94	2.42	70.46	7	****	3.0
Value 54 funds followed.	Fn So Wn	Neuberger & Berman Partners	NPRTX	ELC	E	0.23	2.42	-5.95	5.21	8.90	4.26	31.93	11	****	2.5
	Fn So Wn	Rainier Core Equity	RIMEX	ELC	E	3.86	1.7	-7.61	4.19	4.88	2.85	28.60	6	****	2.3
	S W	Reynolds Blue Chip Growth	RBCGX	ELC	E	4.94	2.53	-4.75	-0.06	0.31	1.35	31.88	3	***	2.2
	F So Wn	AmCent Select Investors	TWCIX	ELC	E	4.87	3.01	-9.35	3.50	5.30	3.38	38.18	7	***	2.2
	F SW	FTI LargeCap	FLCIX	ELC	E	1.78	0.85	-6.35	3.68	5.82	2.70	6.73	6	***	2.1
	Fn So Wn	Marsico Focus	MFOCX	ELC	E	4.22	4.54	-11.93	2.47	8.00	3.76	18.64	7	****	1.9
	D	USAA Growth	USAA	ELC	E	4.13	2.87	-10.86	3.84	6.11	3.78	16.49	6	***	1.6
	Fn So Wn	Dreyfus Growth Opportunity	DREQX	ELC	E	2.35	2.04	-8.11	3.21	4.83	2.82	8.68	4	***	1.5
	F SW	Northern Select Eqty	NOEQX	ELC	E	4.19	2.87	-10.22	2.22	5.07	3.52	22.57	4	***	1.2
	F SW	Harbor Capital Appreciation	HACAX	ELC	E	1.91	1.76	-9.66	3.36	5.63	2.87	35.07	3	***	1.0
Usually... Some dividend some growth. Risk varies. Lower PE, P.S.	F SW	TCW Gal Sict Eqty	TGCNX	ELC	E	0.23	0.38	-9.17	3.93	8.05	3.41	17.72	3	***	0.9
	F SW	Spectra N	SPECX	ELC	E	6.29	2.34	-12.67	0.77	6.50	3.79	10.48	3	***	0.9
	F SW	BNY Haml LrgCap Grth	BLCGX	ELC	E	2.59	1.86	-8.86	2.45	4.44	3.00	7.52	2	***	0.8
	Fn SW	Loomis Sayles Growth	LSGRX	ELC	E	3.15	1.78	-11.92	3.62	6.84	4.21	6.87	3	***	0.8
	Fn SW	Fidelity Trend	FTRNX	ELC	E	4.33	0.55	-12.85	3.02	6.95	3.65	64.46	2	***	0.5
	Fn So Wn	Heartland Value	HRVIX	EV	E	0.60	3.39	-0.06	14.10	4.60	3.06	24.32	23	****	7.4
	Fn So Wns	Wells Fargo MultiCap Value	SMTVX	EV	E	9.55	11.58	11.7	-165	-5.31	4.01	63.35	25	****	6.3
	F SW	Amana Incm	AMANX	EV	E	5.33	3.71	-3.81	4.11	3.23	2.22	30.68	13	****	5.7
	F SW	JohnsonFam LargeCap Value	JFLCX	EV	E	7.20	1.57	-2.34	1.55	-0.96	1.98	11.30	7	****	3.5
	F SW	Harbor Value	HAVLX	EV	E	2.21	2.94	-5.31	2.87	4.71	2.84	9.33	7	****	2.6
World Growth 79 funds followed.	S W	Victory Estblshd Value G	GETGX	EV	E	-141	0.99	-4.94	5.11	6.92	2.80	24.86	7	****	2.4
	F SW	Excelsior Value	UMBIX	EV	E	-0.60	0.09	-6.72	3.92	6.97	3.54	55.86	4	****	1.0
	Fn So Wn	Yacktman Focused	YAFFX	EV	E	-2.43	1.53	-4.04	1.92	4.15	2.31	13.79	1	****	0.5
	F SW	Aquinas Value	AQEIX	EV	E	-1.98	-0.97	-6.88	0.80	4.37	2.76	12.66	-5	****	-1.7
	Fn So Wn	Baron Asset	BARAX	EV	E	-2.71	-0.79	-10.69	1.20	6.42	3.30	59.88	-7	****	-2.0
	Fn So Wn	Yacktman	YACKX	EV	E	-4.20	0.07	-5.75	1.01	2.54	2.17	12.94	-6	****	-2.9
	Fn SW	Fidelity Fifty	FFTYX	EV	E	-3.61	-6.86	-14.70	6.11	7.70	3.72	20.15	-11	****	-3.1
	F SW	Meridian Value	MVALX	EV	E	-4.81	-1.54	-6.70	1.84	3.96	2.27	30.43	-7	****	-3.2
	Fn So Wns	Gabelli Asset	GABAX	EV	E	-2.03	-3.69	-9.15	1.88	4.67	2.46	47.05	-8	****	-3.4
	F SW	ICAP Eqty	ICAEX	EV	E	-3.84	-2.71	-9.07	0.97	4.24	2.76	39.57	-10	****	-3.8
Risk, growth, income and country emphasis varies.	F SW	Ameristock Focus Val	AMFVX	EV	E	-3.88	0.00	0.00	0.00	0.00	0.89	24.01	-4	****	-4.4
	F SW	ABN AMRO TMRO Lrg Value	ATLVX	EV	E	-3.82	-3.90	-11.97	-0.09	5.25	3.09	11.62	-15	****	-4.7
	F SW	ABN AMRO Value	RVALX	EV	E	-4.89	-3.10	-9.83	-1.24	4.37	2.75	12.65	-15	****	-5.3
	So W	Mosaic Investors	MINVX	EV	E	-5.09	-2.36	-7.59	0.45	2.61	2.22	17.69	-12	****	-5.4
	Fn So Wn	Baron Small Cap	BSCFX	EV	E	-4.33	-3.93	-13.83	0.05	5.05	3.14	21.62	-17	****	-5.4
	F SW	JohnsonFam Intrntl Value	JFIEV	EW	E	2166	12.76	4.12	4.84	2.59	2.33	18.21	46	*****	19.7
	F SW	AmSouth Intl Eqty	IIEX	EW	E	19.34	11.37	8.08	-162	-1.62	1.89	13.37	36	*****	18.8
	Fn So Wn C R2<3m	Janus Overseas	JAOSX	EW	E	2109	12.41	-4.16	7.97	11.40	4.20	55.13	49	*****	11.6
	F SW	Matthews Asian G/I	MACSX	EW	E	14.46	6.78	-1.87	4.69	3.75	2.72	19.65	28	*****	10.2
	F SW	AM IDEX 35	AMDEX	EW	E	12.20	14.32	14.8	7.57	11.08	4.79	16.34	47	****	9.7
World Regional 26 funds followed.	F W	Preferred Intrntl Value	PIFIV	EW	E	2.60	3.63	-0.68	0.59	1.53	0.82	11.26	8	****	9.4
	F SW	Harbor International	HAINX	EW	E	12.22	7.29	-5.46	9.07	6.79	3.56	70.95	30	****	8.4
	W	Legg Mason Emrg Mkt	LMEMX	EW	E	30.86	11.87	-9.13	8.56	7.95	5.97	27.02	50	****	8.4
	F SW	Price Gbl Stk	PRGSX	EW	E	9.83	7.35	-5.55	5.77	8.76	3.39	24.57	26	****	7.7
	F SW	Price Emrg Mkt Stk	PRMSX	EW	E	28.62	11.89	-10.08	8.87	8.17	6.18	40.77	47	****	7.7
	F SW	UMB Scout Worldwide	UMBWX	EW	E	6.26	4.70	-4.73	6.08	3.72	2.59	36.83	16	****	6.2
	Fn So Wn	Gabelli Gbl Grth	GICPX	EW	E	7.40	5.45	-6.52	6.68	6.07	3.10	26.02	19	****	6.2
	Fn SW	Fidelity Emrg Mkt	FEMKX	EW	E	25.16	8.60	-11.47	7.54	8.42	6.22	31.81	38	****	6.1
	F SW	SSgA Intl Grth Opp	SINGX	EW	E	3.67	1.63	-5.08	8.64	5.97	2.75	14.21	15	****	5.4
	Fn So Wn	Wells Fargo Emrg Mkt	MNEFX	EW	E	22.43	8.00	-12.59	4.42	5.36	5.27	46.99	28	****	5.2
Region or industry emphasis varies.	F SW	Harbor International Growth	HAIGX	EW	E	9.21	6.08	-11.38	4.29	6.24	3.57	15.32	14	****	4.0
	F SW	Price International Stock	PRITX	EW	E	3.74	3.11	-8.03	6.63	6.70	3.25	16.25	12	****	3.7
	F So Wn	AmCent Global Grth	TWGGX	EW	E	5.73	2.84	-9.12	5.87	6.06	3.22	9.97	11	****	3.5
	F So Wn R2<180d	AmCent Emrg Mkt	TWMIX	EW	E	19.10	3.19	-14.86	5.34	7.83	5.87	10.19	21	****	3.5
	D	USAA International	USIFX	EW	E	0.63	1.40	-5.51	6.76	4.50	2.36	27.18	8	****	3.3
	F So Wn	AmCent Intl Grth	TIWEX	EW	E	3.99	2.48	-9.42	6.21	6.02	3.30	13.21	9	****	2.8
	Fn So Wn	SIT International Growth	SNGRX	EW	E	3.73	2.26	-7.97	4.32	6.48	3.17	18.58	9	****	2.6
	Fn SW	Fidelity Worldwide	FWWFX	EW	E	4.58	2.00	-9.87	4.90	6.88	3.28	20.35	8	****	2.8
	Si W	Vanguard Intl Growth	VWIGX	EW	E	3.41	1.01	-9.05	5.75	5.85	3.19	23.89	7	****	2.2
	F SW	Vanguard Intl Value	VTRIX	EW	E	2.52	-0.57	-8.52	6.03	6.42	3.02	40.97	6	****	1.9
World Regional 26 funds followed.	F SR15<3m	Fidelity Latin America	FLATX	EW	E	41.16	21.88	10.7	12.86	11.26	6.23	66.9	88	*****	14.2
	S	Price Latin America	PRLAX	EW	E	43.30	23.13	-0.69	13.19	11.04	6.44	56.82	90	*****	14.0
	F Wn	Lazard Emrg Mkt Open	LZOEX	EW	E	22.85	11.84	-3.24	7.51	8.51	4.46	24.35	47	****	10.6
	Fn So Ws R.1<14d	US Gbl Invstrs Global Rsrcs	PSPFX	EW	E	28.66	17.58	-2.40	8.87	6.89	6.33	17.68</			

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					
<b>Growth/Income</b> 63 funds followed.	F S W	Commerce Core Eqty	CEFIX	EGI	E	15.53	9.67	4.49	4.34	-2.29	2.04	16.43	32	*****	15.6
	F S W	McMorgan Eqty	MCMEX	EGI	E	13.81	8.65	4.61	6.10	1.88	2.40	28.78	35	*****	14.6
	F S Wn	Tocqueville Alexis	TOCAX	EGI	E	4.43	2.17	5.30	3.73	0.00	1.39	13.11	16	*****	11.2
	F S Wn	Parnassus Incm Fund Balanced	PRBLX	EGI	E	4.54	5.33	-2.87	4.62	5.46	2.49	24.93	17	****	6.9
	F S W	ING Corp Leaders	LEXCX	EGI	E	4.31	3.28	-2.96	6.50	6.50	2.86	22.93	18	****	6.2
	Fn S W	Fidelity Convertible Securities	FCVFX	EGI	E	7.23	1.51	-4.42	6.15	6.60	3.10	27.96	17	****	5.5
	F S W	Hennsler Eqty	HEQFX	EGI	E	1.81	2.45	-3.99	4.73	4.73	2.31	15.05	10	****	4.2
	F S W	Vanguard Convertible Securities	VCVSX	EGI	E	4.00	3.08	-4.78	0.69	3.85	1.95	13.48	7	****	3.5
	F S Ws R-K	US Gbl Invst Amrcn Eqty	GBTFX	EGI	E	9.36	5.39	-10.23	2.99	5.77	4.12	26.56	13	****	3.2
	Fn S Wn	Value Line Income	VALIX	EGI	E	1.61	0.77	-3.20	0.93	2.97	1.39	8.31	3	***	2.2
	F S W	Davenport Eqty	DAVPX	EGI	E	4.53	1.55	-7.77	2.24	4.27	2.60	14.41	5	***	1.9
	F S W	Bridges Invst	BRGIX	EGI	E	-0.25	1.76	-5.91	2.74	6.52	2.73	33.47	5	***	1.8
	Fn So Wn	<b>Gabelli Westwood Equity</b>	WESWX	EGI	E	2.30	1.62	-7.27	2.83	4.05	2.99	10.53	4	***	1.2
	Fn So Wn	Westcore Growth	WTEIX	EGI	E	4.32	1.40	-11.48	2.47	6.10	3.73	14.08	3	***	0.8
	F S W	UMB Scout Stk	UMBSX	EGI	E	0.93	1.06	-7.73	2.14	3.81	2.68	13.36	0	***	0.1
	F S W	Analytic Defensive	ANDEX	EGI	E	-5.31	-4.59	-3.73	6.82	5.35	2.79	13.00	-1	***	-0.5
	F So Wn	AmCent Utilities Income	BULIX	EGI	E	-2.05	2.39	-8.76	0.29	5.42	3.53	17.50	-3	***	-0.8
	Fn S Wn	Value Line Convertible	VALCX	EGI	E	-0.14	-0.46	-6.64	1.61	3.64	1.97	12.25	-2	***	-1.0
	S W	Victory Divrsf Stk	GRINX	EGI	E	0.26	-1.87	-9.16	2.99	4.83	2.62	16.71	-3	***	-1.1
	Fn S Wn	Loomis Sayles Value	LSGIX	EGI	E	-2.39	-1.31	-6.93	1.50	4.12	2.59	20.96	-5	***	-1.9
F S W	BNY Haml Eqty/Incm	BNEIX	EGI	E	-2.56	-1.63	-9.92	1.60	5.22	3.00	13.51	-7	***	-2.4	
Fn So Wns	Wells Fargo Div Incm	SDVIX	EGI	E	-3.90	-0.99	-7.42	1.41	4.35	2.67	15.83	-7	***	-2.5	
F S W	Price Growth & Income	PRGIX	EGI	E	-3.22	-2.44	-8.22	2.33	5.17	2.58	21.14	-6	***	-2.5	
Fn So Wn	Marshall Equity Income	MREIX	EGI	E	-3.68	-1.63	-8.03	1.01	4.97	2.93	13.09	-7	***	-2.5	
Fn So Wn	Gabelli Equity Incm	GABEX	EGI	E	-1.81	-1.63	-7.68	1.00	4.04	2.41	21.10	-6	***	-2.5	
<b>Contrary</b> 21 funds followed.	F S W	The Arbitrage	ARBFX	EC	E	5.85	5.77	1.57	2.09	2.26	0.79	12.68	18	*****	22.2
	F S W	Potomac US Short	PSPSX	EC	E	8.52	16.48	10.93	11.02	2.94	2.49	24.95	50	*****	20.0
	F S W	Price New Era	PRNEX	EC	E	33.84	22.59	6.89	17.34	11.30	5.10	64.89	92	*****	18.0
	F S W	Grizzly Short	GRZZX	EC	E	25.70	19.33	22.93	5.06	-6.59	3.78	5.81	66	*****	17.6
	F S W	Laudus Rosen US L/S	RMNIX	EC	E	7.17	5.19	5.02	0.00	1.03	1.38	12.76	18	*****	13.3
<b>Real Estate</b> 17 funds followed.	F S W	Security Cap US Rstate	SUSIX	ERE	E	-9.94	6.41	-4.68	10.65	6.08	4.44	18.83	9	***	1.9
	F S W	SSgA Tuckerman REIT	SSREX	ERE	E	-12.17	3.52	-7.78	10.22	6.74	4.50	15.04	1	***	0.1
	F S W	Vanguard REIT	VGSIX	ERE	E	-12.57	4.60	-6.92	8.52	5.89	4.32	21.95	0	***	-0.1
	Fn So Wn	Cohen & Steers Realty Shares	CSRSX	ERE	E	-13.23	2.96	-8.01	9.39	6.30	4.52	63.74	-3	***	-0.6
F W	Columbia REIT	CREEX	ERE	E	-13.99	3.45	-8.63	7.62	6.03	4.50	14.07	-6	***	-1.2	
<b>Bond Short</b> 19 funds followed.	F W	Preferred Short Govt Secrts	PFSGX	BS	B	100.27	98.49	97.71	-5.23	3.31	8.16	19.02	282	*****	34.5
	F S W	<b>Excelsior Sht-Tm Bond</b>	UMGVX	BS	B	6.76	6.05	4.62	2.40	0.60	0.59	7.16	8	*****	13.1
	F S W	Vanguard ST Trsry	VFISX	BS	B	7.72	6.62	4.17	-0.30	-1.20	0.86	10.74	4	****	5.0
	F S W	Vanguard Short Federal	VSGBX	BS	B	7.09	6.30	3.88	-0.22	-0.93	0.77	10.66	3	****	4.4
<b>Bond Intrmdt</b> 35 funds followed.	So W	Neubgrg & Brmn Lmtd Bond	NLMBX	BS	B	5.13	4.43	2.68	1.11	0.96	0.39	9.12	2	***	4.1
	F S W	Vanguard IT Trsry	VFITX	BI	B	10.36	9.89	6.38	-0.54	-2.46	1.44	11.52	11	****	7.6
	F S W	Price US Treasury Intermediate	PRTIX	BI	B	10.48	10.04	6.73	-0.60	-2.75	1.52	5.66	11	****	7.4
	F So Wn	AmCent Treasury Note	CPTNX	BI	B	8.30	8.25	5.28	-0.34	-1.27	1.06	10.91	8	****	7.1
<b>Maturity varies</b> 3-7 years.	F S W	Amrcn Bcn Intm Bond	AAPAX	BI	B	4.89	6.42	3.41	1.26	1.54	0.68	10.18	5	****	7.0
	F So Wn	AmCent Govt Bond Intrm	ABTAX	BI	B	8.09	8.10	5.19	-0.36	-1.27	1.05	10.91	7	****	6.7
<b>Bond Long</b> 6 funds followed.	F W	Price US Treasury Bond Long	PRULX	BL	B	9.73	9.79	6.16	-1.15	-2.50	1.86	12.07	9	****	5.0
	F S W	Vanguard LT Trsry	VUSTX	BL	B	8.72	9.23	5.42	-1.35	-2.20	1.73	11.56	7	****	4.1
	Wn	Dreyfus US Long	DRGBX	BL	B	9.23	10.23	5.18	-1.97	-2.86	1.81	16.65	7	***	3.9
	Fn So Wn	Wasatch Hsng Trsry	WHOSX	BL	B	9.25	9.92	5.74	-1.14	-2.86	2.17	14.60	8	***	3.8
F S W	Vanguard LT InvGrd	VWESX	BL	B	0.54	2.96	-0.43	-1.53	-0.34	1.26	8.84	-12	***	-9.1	
<b>Bond US Govt</b> 26 funds followed.	So W	Mosaic Government	GIGVX	BU	B	8.89	9.18	6.03	3.04	0.28	0.75	10.56	15	*****	19.6
	F So Wn	AmCent Inf Adj B	ACITX	BU	B	11.35	10.51	7.03	-1.03	-1.96	1.58	11.49	13	*****	8.3
	Fn S Wn	Value Line US Govt Securities	VALBX	BU	B	7.41	7.62	4.61	0.21	-0.68	0.85	11.72	6	****	7.6
	Fn S W	Fidelity Govt Securities	FGOVX	BU	B	8.04	7.66	4.75	-0.42	-1.50	1.06	10.49	6	****	5.5
	Fn S W	Fidelity Intrm Gov	FSTGX	BU	B	7.94	7.26	4.59	-0.46	-1.51	0.97	10.41	5	****	5.3
	D	USAA GNMA	USGNX	BU	B	6.24	6.65	3.83	-0.02	-0.51	0.84	9.74	3	****	4.1
	F Sio Wn	Flex US Gov	FLBXX	BU	B	7.08	7.25	4.47	-0.91	-1.00	1.02	20.75	4	***	4.1
	F S W	Federated US Bond	FEDBX	BU	B	7.79	8.89	5.16	-1.48	-1.39	1.62	11.38	6	***	3.9
F S W	Vanguard GNMA	VFIIX	BU	B	6.49	6.77	3.51	-0.16	-0.57	0.89	10.41	3	***	3.7	
F So Wn	AmCent GNMA Income	BGNMX	BU	B	6.18	6.52	3.62	-0.28	-0.38	0.92	10.36	3	***	3.2	
<b>Bond Flexible</b> 27 funds followed.	F S W	Harbor Bond	HABDX	BF	B	10.64	11.06	6.54	0.57	0.33	1.05	12.19	16	*****	15.6
	So W	Mosaic Intrmdt Income	GITMX	BF	B	7.01	7.75	4.99	1.88	-0.15	0.74	6.66	9	****	11.8
	Fn So Wn	Janus Flexible Income	JAFIX	BF	B	6.58	7.09	4.06	0.02	-0.92	0.94	9.69	4	****	4.4
	Fn So Wn	Wells Fargo Corp Bond	STCBX	BF	B	4.95	6.53	3.46	1.28	0.10	0.88	10.37	4	***	4.1
	F S W	Price New Income	PRCIX	BF	B	5.87	6.44	3.41	-0.17	-0.22	0.85	9.11	3	***	3.1
	F S W	Dodge & Cox Income	DODIX	BF	B	4.38	5.12	2.39	0.49	1.18	0.60	12.56	1	***	1.3
	Si Wl	Vanguard TTL Bond Index	VBMFX	BF	B	5.92	6.27	3.16	-0.79	-0.78	0.91	10.18	1	***	1.2
	Fn So Wn	Managers Bond	MGFIX	BF	B	5.22	5.95	1.51	-0.41	1.20	1.04	25.25	1	***	0.7
F S W	LKCM FI	LKFIX	BF	B	5.19	5.26	3.05	-0.51	-0.67	0.72	10.36	0	***	-0.6	
F W	Preferred Fixed Income	PFXIX	BF	B	5.34	4.90	2.79	-0.52	-0.58	0.64	10.34	-1	***	-1.2	
<b>Bond HiYield</b> 23 funds followed.	Fn S Wn	Value Line Aggrsv Incm	VAGIX	BH	B	1.75	4.08	0.47	2.21	2.51	1.03	4.91	-2	***	-1.7
	Fn S W	Fidelity High Incm	SPHIX	BH	B	-0.14	4.22	-0.30	2.72	3.62	1.47	8.59	-3	***	-1.8
	F So Wn	AmCent High Yld	ABHIX	BH	B	0.16	4.41	-0.10	2.04	3.18	1.28	6.16	-3	***	-2.4
	Fn S Wn	Payden Hlncm	PYHRX	BH	B	-1.50	3.76	-1.70	2.23	3.59	1.57	7.79	-6	***	-4.0
S WR 1-12m	Vanguard High Yld Corp	VWEHX	BH	B	-1.47	3.61	-1.49	0.62	3.01	1.57	5.82	-8	***	-5.4	
<b>Bond World</b> 11 funds followed.	F S W	Prudent Gbl Incm	PSAFX	BW	B	13.66	12.18	4.96	2.22	-1.45	1.49	13.56	19	*****	12.6
	F So Wn	AmCent Intl Bond	BEGBX	BW	B	14.53	14.69	7.73	2.72	-2.33	1.95	15.50	25	*****	12.6
	F S W	Crtd Suisse Gbl FI	CGFIX	BW	B	10.26	10.90	5.72	1.47	-1.61	1.48	10.36	14	****	9.5
	F S W	Price International Bond	RPIBX	BW	B	10.91	10.72	4.27	1.92	-2.68	2.08	10.54	12	****	6.0
	F S W	Julius Baer Gbl Incm	BJBGX	BW	B	6.83	6.50	2.97	-0.15	-0.15	0.74	13.46	3	****	4.4

**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 may charge a low load. The number after is the amount and/or duration. I index-based fund. C closed to new investors. D direct purchase only. S, F, W indicates fund offered at Charles Schwab & Co., Fidelity, TD Waterhouse, respectively. So, Fn, Wn are funds available without transaction fees. Ws is shortable. Si is institutional only. Holding periods vary.

# Interest Rates and Bond Prices

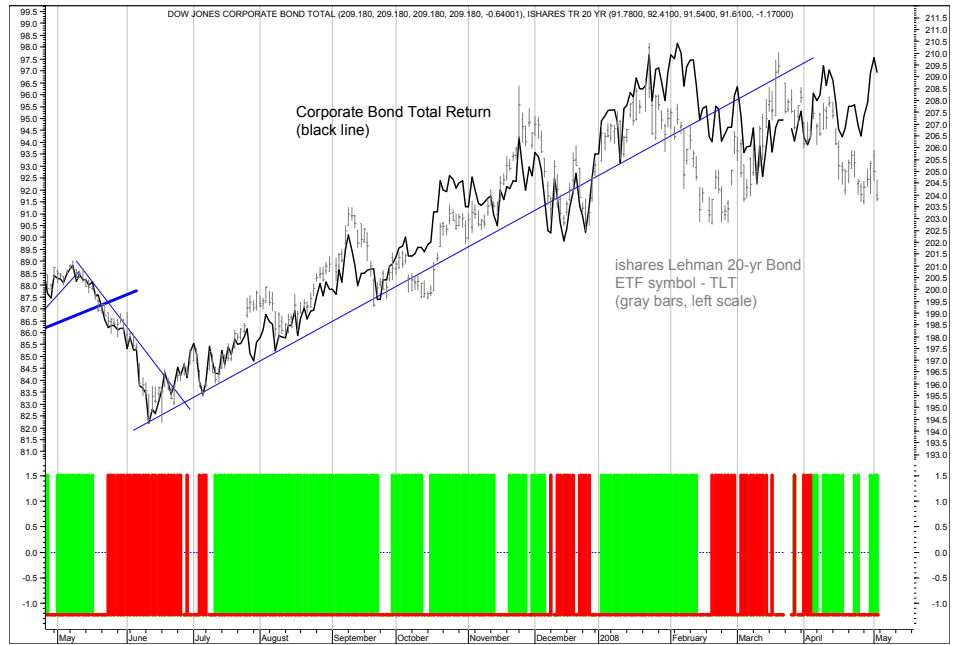
Even though the economy has slowed, the bond market has failed to make recovery highs.

Is this because of worsening inflation or anticipated economic growth or a third option?

If inflation, the value of fixed income goes down. If the economy grows, it implies the same situation.

The third option is that our economy muddles along, but the rest of the world slows and inflation continues at these elevated levels. Their interest rates would come down, making our bonds more attractive, but because of inflation, bonds go sideways.

The third option is the one I lean toward. Expect rates to move sideways throughout this year.



The SLM Bond Market Timing Model shown on bottom part of chart 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

No portfolio changes, although if the scenario above is correct, we will soon need to take profits in the international bond funds.

## MONTHLY ACTIVITY

MONTH ENDING:

4/30/2008

## 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
						PSAFX	Bond Wrld	Prudent Gbl Incm	13.56	4,108.8060	55,715	25%
						FAGIX	Bond HiYld	Fidelity Cap/Incm	8.52	3,314.9171	28,243	13%
						BEGBX	Bond Wrld	AmCent Intrn Bond	15.50	2,162.9067	33,525	15%
						MM	Money Market		100	103,707.0000	103,707	47%
						MM	Margin Loan		-100	-	-	0%
Total Valuation=											221,91	100%

# MAAP Growth and Balanced Portfolios

**MONTHLY ACTIVITY**

**MONTH ENDING: 4/30/2008**

**MONTH END VALUATIONS**

**AGGRESSIVE GROWTH, selected & timed, style allocated (stock, balanced, cash)**

Activity Date	Activity	Fund	Action Price	Number of Shares	Action Value	Symbol	Style	Name	Ending NAV	Number of Shares	Current Value	Percent of Total
14-May	sell	SPECX		2,872.5056								0%
14-May	buy	PRBLX			35,000	MIDSX	Gold	Midas	5.18	6,246.9607	32,359	8%
						SPECX	Eqty LrgCap	Spectra N	10.48	2,872.5056	30,104	7%
						OAKGX	Eqty Wrld	Oakmark Global	23.15	1,372.5630	31,775	8%
						JORNX	Eqty MidCap	Janus Orion	12.85	3,348.7833	43,032	11%
						CGMFX	Eqty Aggrsv	CGM Focus	54.48	820.3154	44,691	11%
						RYURX	Contrary	Rydex Ursa	38.15	1,772.6139	67,625	17%
							MM	Money Market	100	153,076.0000	153,076	38%
<b>Total Valuation=</b>											<b>\$402,662</b>	<b>100%</b>

**GROWTH, selected & timed, style & asset allocated (stock, balanced, cash)**

Activity Date	Activity	Fund	Action Price	Number of Shares	Action Value	Symbol	Style	Fund	Ending NAV	Number of Shares	Current Value	Percent of Total
14-May	sell	SPECX		2,460.9830								
14-May	buy	PRBLX			35,000	MIDSX	Gold	Midas	5.18	3,759.3985	19,474	3%
						SPECX	Eqty LrgCap	Spectra N	10.48	2,460.9830	25,791	4%
						OAKGX	Eqty Wrld	Oakmark Global	23.15	1,372.5630	31,775	5%
						JORNX	Eqty MidCap	Janus Orion	12.85	3,348.7833	43,032	6%
						CGMFX	Eqty Aggrsv	CGM Focus	54.48	820.3154	44,691	7%
						RYURX	EqtyContry	Rydex Ursa	38.15	1,218.2860	46,478	7%
							MM	Money Market	100	455,373.0000	455,373	68%
<b>Total Valuation=</b>											<b>\$666,613</b>	<b>100%</b>

**BALANCED, selected & timed, style & asset allocated (stock, balanced, bond, cash)**

Activity Date	Activity	Fund	Action Price	Number of Shares	Action Value	Symbol	Style	Fund	Ending NAV	Number of Shares	Current Value	Percent of Total
14-May	sell	SPECX		2,460.9830								
14-May	buy	PRBLX			35,000	MIDSX	Gold	Midas	5.18	3,759.3985	19,474	3%
						SPECX	Eqty LrgCap	Spectra N	10.48	2,460.9830	25,791	4%
						OAKGX	Eqty Wrld	Oakmark Global	23.15	1,372.5630	31,775	6%
						JORNX	Eqty MidCap	Janus Orion	12.85	3,348.7833	43,032	7%
						CGMFX	Eqty Aggrsv	CGM Focus	54.48	820.3154	44,691	8%
						FAGIX	Bond HiYld	Fidelity Cap/Incm	8.52	6,629.8343	56,486	10%
							MM	Money Market	100	355,986.0000	355,986	62%
<b>Total Valuation=</b>											<b>\$577,234</b>	<b>100%</b>

Evolve out of the lagging fund into the new fund.

All MAAP portfolio performances include a separate annual 2% management fee expense (the fee we would charge to manage it). All dividends are reinvested.

# Market Timing and Asset Allocation

## SPY (S&P 500)

The chart below shows the SPY (S&P 500) with various trend lines and 300-day moving average.

I have marked the start of the bear market from July, 2007, which is when the bearish divergence between the Industrials and Transports was set up. This

is seen only in hindsight.

From there, however, you can see the clearly defined down trend channels. The market has currently worked its way back to the top one around 144 on SPY. Watch for confirms up or down there.



### TIMING POSITIONS

**STOCKS:** Neutral.    **GOLD:** Bullish.    **BONDS:** Neutral.

### STOCK MARKET COMMENTS

- US Gov. fiscal policy, bullish (housing bill, summer tax rebate).
- Corporate activity (buy backs, mergers), bearish (credit dried up).
- Economy, bearish.
- Inflation, neutral.
- Oil prices, bearish (still rising).
- Housing, bearish (inventory overhang, falling prices, no liquidity).
- Investor sentiment, neutral (some bears, some bulls, not lopsided).
- Federal Reserve policy, bullish (but near the end of easing).
- Market valuation (PE, yield, book), bearish (too high values).  
(7000 projected on the Industrials to fair value vs. bond yield).
- Terrorism/war risk, neutral.
- Hedge fund risk, bearish (leverage problem).
- Technical, bullish, (bullish divergence March, 2008; confirm April).

The market is near a critical juncture in terms of redefining itself from bear back to bull. The uptrend must remain intact and the major indexes must remain in gear. Current wide readings are that the Industrials should remain above 12,700 and the Transports above 4,850. Furthermore we want it to climb the proverbial wall of worry. If we instead get proclamations that the bear is over, climb aboard, too bullish too quickly, then the end for this rally will be near. In the meantime, use some caution when buying.

# Performance Scoreboard

INDEXES, FUND STYLES & MAAP PORTFOLIOS	% RETURNS FROM THE PAST X MONTHS THRU 4/30/08					V Vol- atility	INDEX CLOSE		PERFORMANCE IN:					
	X= 12	9	6	3	1				2007	2006	2005	2004	2003	2002
DJ Wilshire 5000	-6.43	-4.71	-10.73	0.68	4.94	2.8	13991.10	-	3.94	13.72	8.24	10.85	29.44	-22.08
Dow Jones Industrials	-1.86	-2.97	-7.97	1.34	4.54	2.6	12820.10	-	6.43	16.29	-0.61	3.15	25.32	-16.76
Standard & Pooers 500	-6.53	-4.79	-10.57	0.51	4.75	2.8	1385.59	-	3.53	13.62	3.00	8.99	26.38	-23.37
Russell 2000	-12.08	-7.72	-13.51	0.40	4.10	3.0	716.18	-	-2.75	17.00	3.32	17.00	45.37	-21.58
Dow Jones World Index	-3.19	-3.59	-10.48	3.54	5.01	2.8	286.77	-	8.43	18.52	9.41	14.43	33.42	-20.73
Gold/Sliver Index (XAU)	24.93	15.14	-8.97	-8.09	-3.12	6.0	17123	-	21.84	11.11	28.87	4.65	19.89	25.57
Dow Jones Ttl Bond	4.28	5.76	2.79	-0.01	0.79	0.8	209.17	-	5.24	3.70	1.40	3.99	2.20	11.96
Small Cap	-8.18	-7.53	-12.74	0.47	4.42	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.		-3.52	7.20	2.63	11.74	39.43	-21.96
Mid Cap	0.30	-0.95	-9.12	3.09	6.45	3.2			6.00	6.79	8.38	12.96	33.65	-21.89
Large Cap	-0.63	-0.94	-9.47	2.05	5.42	3.0			5.81	6.11	5.75	13.34	27.54	-21.75
Value	-7.76	-6.17	-10.10	-0.29	4.16	2.8			-6.44	10.08	3.66	11.26	27.18	-15.61
Contrary	5.13	3.50	6.23	0.80	-1.21	2.7			-1.11	-1.99	5.78	3.11	0.47	9.99
World Growth	5.09	3.38	6.48	0.73	-1.39	2.8	For more information about these model portfolios, please see pages five and six.		x	x	13.07	17.11	34.67	-15.76
Growth/Income	-3.38	-2.94	-8.53	1.24	4.23	2.7			0.47	9.82	4.23	10.24	23.46	-18.22
Bond Long	4.70	5.96	2.46	-1.58	-1.49	1.7			6.19	2.75	10.32	8.43	8.64	6.73
Bond High Yield	-2.08	1.61	-2.28	1.02	2.68	1.4			x	8.84	5.76	6.63	16.24	-7.55
Bond World	5.72	6.76	1.98	0.08	-0.83	1.3			4.74	5.65	7.40	9.07	11.56	10.56
MAAP Aggrsv Grth	3.34	2.72	-0.55	1.21	1.82	1.2			4.30	9.95	7.20	0.57	15.03	-4.93
MAAP Growth	2.83	1.88	0.46	1.18	1.38	0.5			3.39	5.66	3.50	1.53	11.56	-1.22
MAAP Balanced	1.64	1.37	-1.04	1.54	2.39	0.6			3.17	7.59	2.01	5.88	12.57	0.09
MAAP Income	4.82	3.84	1.86	1.05	-0.22	0.5			4.32	2.80	-1.86	1.90	7.05	1.75

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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