



# 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
Reynolds Blue Chip Growth	RBCGX	ELC	313
Matthews China	MCHFX	EWR	216
Boston Prtn Lng/Shrt Eqty	BP LEX	EC	215
Investec China HK	ICHKX	EWR	19.1
Price New Asia	PRASX	EWR	18.7
Berwyn Income	BERIX	HGI	18.2
Matthews Pacific Tiger	MAPTX	EWR	17.1
Yacktman Focused	YAFFX	EV	17.0
iShares China	FXI	EW	16.5
Yacktman	YACKX	EV	16.3
Kinetics Paradigm	WWWFX	EA	14.8
Matthews Asian G/I	MACSX	EW	14.6
Oakmark International	OAKIX	EW	13.9
Vanguard Cap Value	VCVLX	EGI	13.8
Janus Balanced	JABAX	HB	13.2
Merger Fund	MERFX	EC	13.1
Price Latin America	PRLAX	EWR	12.9
Toqueville Gold	TGLDX	EG	12.9
Westcore Intrntl	WTFIX	EW	12.8
AMIDEX 35	AMDEX	EW	12.7
US Gbl Invstrs China Rgn	USCOX	EWR	12.6
Fidelity Asset Manager Income	FASIX	HA	12.6
US Gbl Invst World PMtl	UNWPX	EG	12.5
Pin Oak Aggrsv Stk	POGSX	EA	12.5
Oakmark Intrntl Small Cap	OAKEX	EW	12.3
Preferred Intrntl Value	PFIIX	EW	12.3
TCW Gal SmallCap Grth	TGSNX	ESC	12.2
Vngrd Emrg Mrkt	VVO	EW	12.2
Janus Overseas	JAOSX	EW	12.0
Fidelity Pacific Basin	FPBFX	EWR	11.9
Vanguard Wellesley Incm	VWINX	HB	11.9
Hussman Strtg Ttl Rtrn	HSTRX	HB	11.7
USAA Pr Mtls	USAGX	EG	11.7
Fidelity New Markets Income	FNMIX	BW	8.7
Fidelity Cap/Incm	FAGIX	BH	8.5
Managers Gbl Bond	MGBBX	BW	8.2
Buffalo High Yld	BUFHX	BH	5.8
Managers Bond	MGBX	BF	5.8
Federated High Yld	FHYTX	BH	5.7
Fidelity High Incm	SPHIX	BH	5.5
SSgA HiYld	SSHIX	BH	5.0

## Bull Market Sector Survey

Since we are, by definition, in a bull market for stocks, I thought we might drill down into various sectors this month to see if anything of interest pops up in the analysis.

But first a review. Over the last few months, I have been talking about definitions of bull and bear markets. They are simply defined in one easy way. If the market is making higher highs and higher lows, then it is in a bull market. If it is making lower lows and lower highs, it is in a bear market. This definition provides us with a framework in which to make investment decisions.

At the same time, the definition of bull or bear will be impacted by time. So we hear for example of super bull markets, lasting decades.

Lastly, there are times when the market is indecisive and simply goes broadly sideways without making either new highs or new lows. Eventually, however, there will be a move one way or the other.

Getting back to today's market, if we measure it from the March lows, it is clearly in a bull market by definition. It has surpassed its previous highs set in June and it held above its previous lows. It has set higher highs and higher lows.

On a very long-term basis, however, we can still say it is in a bear market because it made new lower lows in March compared against its previous lows set way

back in 2002. The market has gone sideways since 1997 because the previous peak set in 2000 was only equaled in 2007. See the chart on page 7 for a visual explanation.

Getting back to today's market and drilling down into the sectors, we find a few changes from last year taking place. These are measured using the Vanguard ETFs.

Commodities, energy, agriculture, gold, and silver have yet to surpass their peaks set in June 2009. But other sectors are up in confirmed bull markets. Small cap, mid cap, large cap, consumer discretionary and staples, financials, technology, health care, utilities, emerging markets, and foreign markets, except Germany, Austria, and Taiwan have all made it to new recovery highs.

So, a couple of thoughts. Folks worried about inflation don't need to yet. Folks worried about financials tanking again don't need to still. All in all, the markets are in gear to the upside. We should be buying on any dips and holding during the rallies until negative divergences develop, indicating a change.

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### AROUND THE CAMPFIRE

With all the talk about green environments, it was pleasantly remarkable to see seagulls sailing on the updraft off the Wright Memorial Bridge that links the mainland to the Outer Banks across Albemarle Sound.

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 52 funds followed.	SWC	Berwyn Income	BERIX	HGI	H	4.82	17.05	14.59	11.07	5.29	2.91	1194	53	*****	18.2
	Fn So Wn	Janus Balanced	JABAX	HB	H	0.24	16.82	15.10	10.45	5.67	3.65	22.72	48	*****	13.2
	Fn W	Fidelity Asset Manager Income	FASIX	HA	H	-2.04	10.40	11.35	7.74	3.16	2.39	1141	30	*****	12.6
	F S W	Vanguard Wellesley Incm	VWINX	HB	H	-0.73	9.94	10.31	10.38	5.68	3.00	19.36	36	*****	11.9
	F S W	Hussman Strtg Ttl Rtrn	HSTRX	HB	H	4.87	12.33	3.37	4.00	0.76	2.16	1196	25	*****	11.7
	Fn S W	Fidelity Asset Manager	FASMX	HA	H	-7.72	14.89	20.47	11.79	4.87	4.58	12.71	44	*****	9.7
	Fn S W	Fidelity Global Balanced	FGBLX	HGI	H	-8.92	14.34	20.31	15.41	6.79	5.02	18.72	48	*****	9.5
	F S W	Columbia Balanced	CBALX	HB	H	-6.86	11.73	18.71	12.24	5.71	4.35	21.83	42	*****	9.5
	Fn S W	Fidelity Asset Manager Growth	FASGX	HA	H	-11.48	17.40	26.58	15.04	7.08	5.97	13.00	55	*****	9.1
	S Wn	Permanent Portfolio Family	PRPFX	HB	H	-5.10	15.82	11.94	7.42	4.53	3.84	35.34	35	*****	9.0
Usually... Variable com- bination of stocks, bonds and cash. Risk, growth and income emphasis varies.	F S W	Accessor Incm/Grth	ACIGX	HGI	H	-5.78	8.69	11.07	8.51	4.28	3.01	13.64	27	***	8.9
	F S W	Price Capital Appreciation	PRWCX	HGI	H	-9.36	17.53	23.73	13.03	5.15	5.72	16.74	50	***	8.8
	Fn S W	Fidelity AM Aggrsv	FAMRX	HA	H	-14.14	17.75	29.39	16.61	8.00	6.76	10.39	58	***	8.5
	F S W	Vanguard Star	VGSTX	HGI	H	-8.83	13.18	18.59	11.65	6.37	4.82	16.20	41	***	8.5
	D	USAA Cornerstone	USCRX	HGI	H	-14.53	15.46	26.15	18.60	5.98	6.28	18.43	52	***	8.2
	F S W	Tocqueville Gold	TGLDX	EG	E	-2.26	10.86	32.16	24.07	7.28	12.66	42.57	163	*****	12.9
	Fn So Ws R.25<4d	US Gbl Invst World PMtl	UNWFX	EG	E	-15.85	10.14	44.60	29.44	8.82	13.34	14.07	167	*****	12.5
	D	USAA Pr Mtls	USAGX	EG	E	-3.12	10.05	30.83	23.11	7.49	14.32	27.54	167	*****	11.7
	Fn So Wn	Gabelli Gold	GOLDX	EG	E	-6.23	95.44	29.05	23.77	4.60	13.58	25.72	147	*****	10.8
	F So Wn	AmCent Global Gold	BGEIX	EG	E	-5.87	91.55	18.34	21.71	5.30	14.22	17.10	131	*****	9.2
Aggressive Growth 39 funds followed.	F S W	Kinetics Paradigm	WWVFX	EA	E	-10.05	26.51	39.04	22.04	11.90	6.64	27.46	98	*****	14.8
	F S W	Pin Oak Aggrsv Stk	POGSX	EA	E	2.58	32.67	58.51	17.58	12.34	9.91	20.67	124	*****	12.5
	F S W	Buffalo Science Tech	BUFTX	EA	E	-4.22	29.87	37.41	15.82	8.69	7.55	11.13	88	*****	11.6
	F S W	Price Science & Technology	PRSCX	EA	E	-10.36	32.69	48.33	17.30	7.72	8.43	19.12	96	*****	11.3
	F S W	FBR SmCap Fincl	FBRSX	EA	E	8.59	3.88	22.56	13.33	11.50	5.44	15.81	60	*****	11.0
	F S W	Firsthand Tech Leaders	TLFQX	EA	E	-10.68	22.40	44.51	15.23	8.29	8.65	16.72	80	*****	9.2
	F S W	Icon Leisure	ICLEX	EA	E	-11.73	17.00	35.03	14.62	9.35	7.24	6.90	64	*****	8.9
	F S W	Transamerica Focus	TPAGX	EA	E	-11.86	15.12	27.17	11.62	5.66	5.85	16.43	48	*****	8.2
	F S W	Profunds Ultra OTC	UOPIX	EA	E	-39.18	28.15	76.46	30.98	17.41	14.31	14.84	114	***	8.0
	F S W	Kinetics Internet	WWNFX	EA	E	-22.29	14.08	40.51	23.52	8.90	8.90	18.59	65	***	7.3
Small Cap 104 funds followed.	F S W	TCW Gal SmallCap Grth	TGSNX	ESC	E	-9.26	32.88	43.48	23.27	6.18	7.90	19.60	97	*****	12.2
	F S W	Buffalo Small Cap	BUFSSX	ESC	E	1.89	28.38	35.51	14.45	7.37	7.84	20.99	88	*****	11.2
	Fn So Wn C	Wasatch SmCap Grth	WAAEX	ESC	E	-6.39	24.55	40.94	15.65	7.13	7.64	26.75	82	*****	10.7
	Fn S W	Fidelity OTC	FOCPX	ESC	E	-13.30	25.46	41.51	15.13	6.84	7.49	38.73	76	*****	10.1
	Fn So Wn C	Wells Fargo Small Cap	MNSCX	ESC	E	-7.27	29.55	42.53	13.39	8.03	8.78	9.82	86	*****	9.8
	Fn S W	Fidelity Small Cap Stock	FSLCX	ESC	E	-14.10	28.68	46.20	22.26	10.84	9.58	13.29	94	*****	9.8
	F S W	FM I Common Stk	FMIMX	ESC	E	-3.56	22.50	34.13	15.73	11.45	8.28	19.57	80	*****	9.7
	Fn So Wn R <6m	Royce Low Priced	RYLPX	ESC	E	-5.00	28.61	39.32	20.51	10.93	8.85	11.87	84	*****	9.5
	Fn So Wn R <6m	Royce Micro Cap	RYOTX	ESC	E	-16.85	22.30	39.21	22.56	7.65	7.98	11.68	75	*****	9.4
	Fn So Wn	Skyline Special Equity II	SKSEX	ESC	E	-10.08	22.62	44.40	21.76	11.26	9.94	15.22	90	*****	9.1
Usually... Market cap less than \$1 billion, no dividend, with growth emphasis. Higher risk.	F S W	Needham Grwth	NEEGX	ESC	E	-13.33	16.67	35.22	17.32	8.33	7.14	25.61	64	*****	9.0
	F S W	Bridgeway UltraSmall Co	BRUSX	ESC	E	-16.88	19.35	44.35	27.60	8.55	9.33	21.45	83	*****	8.9
	Si Ws	Rydex OTC	RYOCX	ESC	E	-14.09	19.34	35.26	14.92	8.43	7.21	10.55	64	*****	8.9
	Fn So Wn C	Janus Venture	JAVTX	ESC	E	-15.91	24.42	39.80	17.23	5.85	8.27	37.09	71	*****	8.6
	F Wn	Lazard Small Cap Open	LZCOX	ESC	E	-9.41	16.28	36.47	15.56	7.53	7.97	9.43	66	*****	8.3
	F S W	Boston Prtn SmCap II	BPSCX	ESC	E	-9.28	21.04	40.15	19.42	10.81	9.97	9.53	82	*****	8.2
	Fn So Wn C	Wasatch Micro Cap	WMICX	ESC	E	-19.14	15.92	39.85	20.86	9.28	8.14	3.65	67	*****	8.2
	S Wn C	Perritt Micro Cap Opp	PRCGX	ESC	E	-17.00	21.42	44.36	23.28	6.85	9.62	19.33	79	*****	8.2
	Fn So Wn R <6m	Royce Opportunity	RYPNX	ESC	E	-17.70	16.52	53.74	23.34	14.61	11.09	7.61	91	*****	8.2
	Fn So Wn R <6m	Royce Value Ser	RYVFX	ESC	E	-19.86	25.81	36.18	15.69	10.53	8.48	8.92	68	***	8.1
Mid Cap 62 funds followed.	Fn So Wn C	Wasatch SmCap Val	VMCVX	ESC	E	-21.50	22.93	43.18	21.74	8.15	9.25	2.52	75	***	8.1
	Fn S Wn	Oberweiss Emerging Growth	OBEGX	ESC	E	-20.73	18.74	40.08	24.64	9.01	9.02	13.91	72	***	8.0
	Fn So Wn C	Artisan SmCap Val	ARTVX	ESC	E	-9.11	18.62	34.24	14.25	11.26	8.72	12.35	69	***	7.9
	F S R 15<3m	Fidelity Low Priced Stock	FLPSX	ESC	E	-13.86	20.85	30.31	15.67	8.88	7.84	28.20	62	***	7.9
	Fn So Wn R <6m	Royce Special Eq	RYSEX	ESC	E	-3.96	11.71	25.12	9.27	6.19	6.19	15.79	48	***	7.8
	F S W	Delafield	DEFIX	ESC	E	-15.10	19.48	42.55	17.26	11.24	9.70	19.70	75	***	7.8
	F S W	Price New Horizons	PRNHX	ESC	E	-15.77	18.36	32.27	16.48	8.71	7.76	22.34	60	***	7.7
	F S W C	Longleaf Small Cap	LLSCX	ESC	E	-15.85	20.01	34.59	13.25	11.38	8.22	18.21	63	***	7.7
	F S W	FM I Focus	FMIOX	ESC	E	-9.83	14.15	33.22	10.92	10.31	7.65	20.01	59	***	7.7
	Fn So Wn C	Wasatch Ultra Grth	WAMCX	ESC	E	-21.98	18.45	39.34	19.93	5.89	8.34	14.38	62	***	7.4
Usually... Market cap \$1 billion to \$3.5 billion. Risk, growth and dividend emphasis varies.	F S W	Price Small Stock	OTCFX	ESC	E	-12.83	15.25	31.33	14.18	9.16	7.84	23.35	57	***	7.3
	F S W	HighMark SmCap Value	HMSCX	ESC	E	-15.01	10.88	39.41	21.23	14.49	10.32	9.48	71	***	6.9
	Fn So Wn	Artisan Small Cap	ARTSX	ESC	E	-16.54	15.42	35.54	16.93	8.06	8.79	11.67	59	***	6.8
	Fn So Wn	Marshall Small Cap	MRSCX	ESC	E	-19.68	17.57	27.70	13.80	7.63	7.28	11.71	47	***	6.5
	F S W	Brown Small	BIASX	ESC	E	-18.74	19.56	30.54	12.64	6.61	7.91	9.36	51	***	6.4
	S W	Victory Small Co Opp G	GOGFX	ESC	E	-15.85	10.42	29.60	15.53	11.96	8.43	21.15	53	***	6.2
	Fn So Wn R <12m	Managers Micro Cap	MMCFX	ESC	E	-14.92	12.37	31.07	16.17	6.19	8.16	26.58	51	***	6.2
	F S W	Schwartz Value	RCMFX	ESC	E	-13.22	12.16	24.77	13.60	6.23	7.04	16.37	44	***	6.2
	F S W	Nicholas Limited Edition	NCLCX	ESC	E	-13.39	13.16	25.63	10.74	4.44	6.84	15.98	41	***	5.9
	F S W	Amrcn Bcn SmallCap Value	AVPAX	ESC	E	-16.51	11.16	30.51	15.03	12.33	8.86	13.39	53	***	5.9
Mid Cap 62 funds followed.	F S W	Buffalo Mid Cap	BUMFX	EMC	E	-7.72	28.49	38.95	13.92	8.05	7.67	11.95	82	*****	10.7
	Fn So Wn	Baron Iopptrnt	BIOPX	EMC	E	-13.83	27.68	40.32	16.85	8.67	8.11	9.78	80	*****	9.8
	F S W	Price New America Growth	PRWAX	EMC	E	-13.53	23.93	34.17	14.04	7.20	6.74	24.70	66	*****	9.8
	F S W	Vanguard Cap Opp	VHCOX	EMC	E	-13.80	21.58	33.03	14.37	9.76	7.53	26.10	65	*****	8.6
	Fn So Wn	Wells Fargo Common Stock	STCSX	EMC	E	-13.31	17.00	34.25	15.16	8.75	7.50	14.66	62	*****	8.2
	Fn So Wn C	Artisan Mid Cap	ARTMX	EMC	E	-15.60	21.62	37.50	11.87	7.10	7.76	22.33	62	***	8.1
	F S W	Auxier Focus	AUXFX	EMC	E	-7.41	7.88	18.69	12.67	6.00	4.85	12.89	38	***	7.8
	Fn So Wn C	Janus Twenty	JAVLX	EMC	E	-21.06	21.93	32.43	17.37	9.23	7.73	56.43	60	***	7.7
	F S W	Price Mid Cap Growth	RPMGX	EMC	E	-16.87	20.80	30.35	13.74	7.91	7.25	41.06	56	***	7.7
	Fn So Wn	Selected Special Shares	SLSXX	EMC	E	-15.03	17.94	29.27	17.29	6.53	7.34	8.48	56	***	7.6
Risk, growth and dividend emphasis varies.	F S W	Meridian Growth	MERDX	EMC	E	-9.63	14.80								

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 97 funds dalq	S W	Reynolds Blue Chip Growth	RBCGX	ELC	E	16.32	15.06	20.08	9.53	8.09	2.21	37.13	69	*****	313
	F S W	Buffalo Large Cap	BUFEX	ELC	E	-10.58	25.51	38.59	17.42	11.11	7.14	15.30	82	****	115
	F S W	White Oak Grth Stk	WOGSX	ELC	E	-7.53	22.81	39.98	11.69	8.91	6.73	29.34	76	****	113
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Spectra N	SPECX	ELC	E	-11.13	23.06	36.15	20.83	7.94	7.38	8.70	77	****	10.4
	ETF	iShares Slt Div	IDV	ELC	E	-22.58	28.67	58.07	29.28	12.38	10.46	27.33	106	****	10.1
	F So Wn	Flex Quantex	FLCGX	ELC	E	-8.82	28.14	54.34	17.78	12.42	10.56	14.57	104	****	9.8
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	W	Legg Mason Spcl Invest	LMASX	ELC	E	-15.93	29.76	49.52	25.36	12.84	10.59	21.80	102	****	9.6
	ETF	SPDR NASDAQ 100	QQQQ	ELC	E	-13.22	19.95	35.75	15.08	8.44	7.17	39.45	66	****	9.2
	F S W	Profunds OTC	OTPIX	ELC	E	-14.17	18.94	35.26	14.64	8.36	7.12	57.39	63	****	8.9
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Harbor Capital Appreciation	HACAX	ELC	E	-12.84	16.06	24.84	13.55	7.68	5.58	28.75	49	****	8.8
	Fn S W	Fidelity LrgCap Stock	FLCSX	ELC	E	-16.12	19.15	42.45	17.72	10.43	8.34	13.02	74	****	8.8
	Fn S W	Fidelity Dividend Growth	FDGFX	ELC	E	-15.28	20.29	39.18	19.19	9.46	8.56	20.25	73	****	8.5
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W C	Fidelity New Millennium	FMILX	ELC	E	-15.19	16.81	33.96	16.20	8.47	7.29	21.38	60	****	8.3
	Fn So Wn	US Gbl Growth	USGLX	ELC	E	-11.65	10.75	28.91	11.69	8.81	5.87	22.74	47	****	7.9
	Fn So Wn C	Wasatch Growth	WGROX	ELC	E	-14.86	21.28	37.56	18.68	7.50	8.96	24.21	70	****	7.8
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Nicholas Fund	NICSX	ELC	E	-8.90	14.10	26.35	14.61	7.95	7.06	36.40	54	****	7.7
	Fn So Wns	Wells Fargo Growth	SGROX	ELC	E	-16.21	13.72	26.51	15.08	7.09	6.07	21.14	46	****	7.6
	F S W	TCW Gal Slt Eqty	TGCNX	ELC	E	-13.15	15.57	27.03	8.82	5.89	5.84	12.22	44	****	7.6
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	Fn S W	Fidelity Blue Chip Growth	FBGRX	ELC	E	-15.83	12.60	30.97	12.65	9.14	6.66	31.97	50	****	7.5
	Fn S Wn	Capstone Growth	TRDFX	ELC	E	-14.83	15.18	38.55	16.71	11.63	8.89	8.59	67	****	7.5
	Fn So Wns	Wells Fargo Opportunity	SOPFX	ELC	E	-17.83	15.58	34.27	13.80	7.20	7.55	27.70	54	****	7.2
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Northern Growth	NOGEX	ELC	E	-15.37	10.70	25.62	17.02	8.39	6.56	10.59	46	****	7.1
	Fn So Ws	Neuberger & Berman P Partners	NPRTX	ELC	E	-26.37	22.18	40.18	20.84	11.73	9.91	20.76	69	****	6.9
	F So Wn	AmCent Select Investors	TWCIX	ELC	E	-16.96	13.07	25.63	14.82	7.62	6.43	29.36	44	****	6.9
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Price Blue Chip Growth	TRBCX	ELC	E	-19.20	14.58	28.41	13.54	6.42	6.40	28.52	44	****	6.8
	Fn So Wn C	Dreyfus Third Century	DRTHX	ELC	E	-14.82	10.29	25.28	14.41	7.16	6.31	7.78	42	****	6.7
	F S W	Price Growth Stock	PRGFV	ELC	E	-16.91	15.66	25.92	12.53	7.04	6.30	23.71	42	****	6.7
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	Fn So Wns	Gabelli Growth	GABGX	ELC	E	-19.58	16.40	32.47	14.23	7.42	7.66	25.05	51	****	6.6
	Fn So W	Papp America Abroad	LRPSX	ELC	E	-15.31	8.63	25.50	14.17	9.02	6.32	8.22	42	****	6.6
	Fn S W	Fidelity Trend	FTRNX	ELC	E	-19.83	15.41	29.03	13.70	7.47	6.90	47.89	46	****	6.6
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Vanguard US Growth	VWUSX	ELC	E	-17.50	9.89	24.25	13.67	7.86	5.89	14.55	38	****	6.5
	Fn So Wn	Dreyfus Growth Opportunity	DREQX	ELC	E	-16.98	11.21	23.82	13.32	7.91	6.07	6.55	39	****	6.5
	Fn So Wns	Janus Research	JAMRX	ELC	E	-19.47	17.34	31.47	14.11	7.83	8.21	21.35	51	****	6.2
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Bridgeway BChip 35	BRILX	ELC	E	-13.84	4.34	24.18	14.77	7.07	5.88	6.06	37	****	6.2
	F S W	Fidelity Export	FEXFX	ELC	E	-19.80	10.29	28.75	15.61	9.48	7.15	17.33	44	****	6.2
	Fn So Wn	Yacktman Focused	YAFFX	EV	E	-17.97	35.62	55.64	18.57	7.15	7.92	13.79	135	*****	17.0
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	Fn So Wn	Yacktman	YACKX	EV	E	12.02	28.71	50.29	18.83	7.97	7.69	13.00	118	*****	15.3
	F S W	Price Mid Value	TRMCX	EV	E	-11.22	18.18	34.32	15.39	9.15	7.26	17.77	66	****	9.1
	Fn So Ws R2<90d	Oakmark	OAKMX	EV	E	-9.96	15.18	35.19	16.26	9.93	8.03	31.54	67	****	8.3
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	W	Weitz Partners Val	WVPLX	EV	E	-7.37	16.06	28.74	8.64	8.96	6.73	14.96	55	****	8.2
	F S W	Aegis Value	AVALLX	EV	E	-29.70	13.36	57.12	31.91	16.98	11.02	8.06	90	*****	8.1
	Fn So Wn	Third Ave Value	TAVFX	EV	E	-14.31	20.57	35.59	20.85	9.37	9.19	42.44	72	****	7.8
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Tweedy Browne Amrcn Value	TWEBX	EV	E	-7.15	6.82	16.57	14.39	7.51	5.30	15.90	40	****	7.6
	F S W	Amana Incm	AMANX	EV	E	-10.19	8.53	17.48	11.81	6.62	4.64	25.94	34	****	7.4
	Fn So W	Oak Value	OAKVX	EV	E	-10.87	8.19	30.78	13.00	8.81	7.03	17.04	50	****	7.1
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	So W	Mosaic Investors	MINVX	EV	E	-13.75	9.97	30.03	14.92	7.03	7.12	13.25	48	****	6.8
	F S W	Vanguard Sltcd Value	VASVX	EV	E	-12.09	15.17	23.09	14.45	8.96	7.33	13.86	50	****	6.8
	W	Legg Mason Value Trust	LMVTX	EV	E	-20.36	13.07	36.43	23.75	9.91	9.46	32.62	63	****	6.6
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	S W	Victory Estblshd Value G	GETGX	EV	E	-15.21	14.03	23.18	12.54	9.97	6.86	20.19	44	****	6.5
	D	USAA Value	UVALX	EV	E	-15.17	10.59	23.56	16.46	10.25	7.20	10.33	46	****	6.3
	F S W	Price Value	TRVLX	EV	E	-19.97	9.97	30.63	18.14	9.19	7.79	18.17	48	****	6.2
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Vanguard Windsor	VVNDX	EV	E	-17.28	11.34	27.94	13.85	9.21	7.55	10.44	45	****	6.0
	F S W	ABN AMRO TMRO Lrg Value	ATLVX	EV	E	-17.44	11.27	24.23	10.87	6.91	6.28	9.28	36	****	5.7
	Fn S W	Fidelity Value	FDVLX	EV	E	-25.03	12.36	37.35	16.83	12.86	9.88	48.87	54	****	5.5
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Aquinas Value	AQEXX	EV	E	-19.55	8.17	25.69	13.76	9.10	7.08	9.59	37	****	5.3
	ETF	iShares China	FXI	EW	E	-6.23	66.38	66.71	30.89	9.10	10.76	41.86	167	*****	15.5
	F S W	Matthews Asian G/I	MACSX	EW	E	-3.75	37.84	31.50	19.56	8.46	6.41	14.61	94	*****	14.6
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	Fn So Ws R2<90d	Oakmark International	OAKIX	EW	E	-0.03	32.58	50.40	26.58	13.35	8.83	14.86	123	*****	13.9
	Fn So Wn	Westcore Intrntl	WTIFX	EW	E	-8.89	37.62	44.29	29.00	7.80	8.56	10.23	110	*****	12.8
	F S W	AMIDEX 35	AMDEX	EW	E	-12.68	26.82	45.66	26.10	11.73	7.68	13.43	98	*****	12.7
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	Fn So Ws R2<90d C	Oakmark Intrntl Small Cap	OAKEX	EW	E	-9.87	36.17	54.50	27.89	9.70	9.59	9.95	118	*****	12.3
	F W	Preferred Intrntl Value	PFIFX	EW	E	-1.92	10.89	12.12	8.74	4.35	2.78	10.08	34	*****	12.3
	ETF	Vnrgd Emrg M rkt	VVO	EW	E	-20.86	39.98	64.37	27.54	10.91	10.03	35.29	122	*****	12.2
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	Fn So Wn C R2<3m	Janus Overseas	JAOSX	EW	E	-15.51	45.68	56.62	25.91	10.04	10.19	37.37	123	*****	12.0
	Fn So Wn	Wells Fargo Emrg M rkt	MNEFX	EW	E	-18.05	42.61	53.18	26.51	10.09	9.86	31.54	114	****	11.6
	F S W	Price Emrg Mkt Stk	PRMSX	EW	E	-24.15	47.63	72.04	32.62	10.62	12.07	25.41	139	*****	11.5
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	Fn So Wn C	Artisan Intl SmCap	ARTJX	EW	E	-15.65	41.94	50.61	27.90	7.82	9.91	14.76	113	****	11.4
	ETF	iShares Emrg M rkt Stk	EEM	EW	E	-16.30	40.70	57.97	24.80	11.01	10.80	35.78	118	****	10.9
	C	Price International Discovery	PRIDX	EW	E	-18.29	31.46	46.04	28.33	6.91	8.97	32.48	94	****	10.5
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Vanguard Intl Expl	VINEX	EW	E	-16.62	34.38	42.59	24.82	7.41	8.99	12.32	93	****	10.3
	Fn S W	Fidelity Emrg M rkt	FEMKX	EW	E	-28.96	42.34	60.99	32.07	11.43	11.45	19.11	118	****	10.3
	Fn So Wn	Managers Emrg M rkt	MEMEX	EW	E	-23.84	43.84	57.12	28.10	10.60	11.27	11.58	116	****	10.3
Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	F S W	Fidelity Aggrsv Intl	FIVFX	EW	E	-19.88	37.21	51.72	27.78	9.76	10.88	10.12	107	****	9.8
	F S W	Price International Stock	PRITX	EW	E	-20.62	29.89	46.15	27.97	9.47	9.49	11.21	93	****	9.8
	F S Wn	Toqueville Intl Valu	TIVFX	EW	E	-11.64	24.06	32.87	20.30	8.54	7.58	9.66	74	****</	

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> 54 funds followed.	F S W	Vanguard Cap Value	VCVLX	EGI	E	-4.84	43.27	61.86	26.91	12.52	10.14	7.64	140	*****	13.8
	F S W	Vanguard Convertible Securities	VCVXSX	EGI	E	-8.90	26.02	21.64	10.78	6.54	4.96	11.41	56	****	11.3
	Fn S W	Fidelity Convertible Securities	FCVSSX	EGI	E	-23.74	28.69	40.98	25.13	8.21	8.73	19.37	79	****	9.1
	F S W	Nicholas Equity Income	NSEIX	EGI	E	-8.09	9.14	20.77	17.13	8.78	6.30	11.28	48	***	7.6
	F S W	Muhlenkamp	MUHLX	EGI	E	-13.03	10.03	28.58	18.26	9.56	7.28	45.85	53	**	7.3
	Fn S Wn	Value Line Income	VALIX	EGI	E	-9.33	10.11	14.33	9.40	5.50	4.17	7.10	30	***	7.2
	F S W	Bridges Invst	BRGIX	EGI	E	-14.78	9.67	28.35	13.44	7.39	6.23	26.17	44	***	7.1
	Fn So Wns	Janus Growth & Income	JAGIX	EGI	E	-15.71	17.06	26.46	14.92	7.57	7.44	25.57	50	***	6.8
	F S W	Accessor Grth/Incm	AGIX	EGI	E	-12.81	8.38	16.02	11.98	6.20	4.71	13.18	30	***	6.3
	F S W	Ameristock	AMSTX	EGI	E	-14.47	3.95	27.34	13.91	7.86	6.24	28.83	39	***	6.2
	Fn So Wn	Janus Core Eqty	JAEIX	EGI	E	-19.50	12.10	28.10	17.42	8.05	7.52	17.05	46	***	6.1
	F S Wn	Domini Social Equity	DSEFX	EGI	E	-18.33	7.64	27.83	16.12	8.56	6.96	22.83	42	***	6.0
	F S W	Thompson Plmb Grth	THPGX	EGI	E	-19.80	11.72	32.95	14.58	6.84	7.75	24.21	46	***	6.0
	Fn S Wn	Value Line Convertible	VALCX	EGI	E	-17.16	13.91	16.30	8.76	5.75	4.69	9.56	28	***	5.9
	F S W	Price Growth & Income	PRGIX	EGI	E	-18.23	8.99	23.55	15.16	7.12	6.26	15.95	37	***	5.8
	Fn So Wn	Heartland Value & Income	HRTVX	EGI	E	-21.26	14.04	29.74	21.38	6.78	8.69	30.71	51	***	5.8
	Fn So Wns	Wells Fargo Grth/Incm	SGRIX	EGI	E	-19.14	10.21	31.07	12.76	7.78	7.66	17.59	43	***	5.6
	Fn So Wn	Gabelli Equity Incm	GABEX	EGI	E	-18.59	6.59	22.03	14.12	7.76	6.51	15.84	32	***	4.9
	F S Wn	Parnassus Eqty Incm	PRBLX	EGI	E	-13.34	5.38	16.55	12.30	6.14	5.61	21.27	27	**	4.8
	Fn So Wn	Westcore Growth	WTEIX	EGI	E	-22.26	7.91	24.09	11.76	7.71	6.54	9.22	29	***	4.5
F S W	Price Dividend Growth	PRDGX	EGI	E	-18.48	6.61	19.49	10.76	5.83	5.83	18.33	24	***	4.2	
Fn So Wn	Dreyfus Growth & Income	DGRIX	EGI	E	-21.58	5.14	22.35	14.69	7.82	6.89	10.62	28	***	4.1	
F S W	Price Equity Income	PRFDX	EGI	E	-19.44	1.93	22.98	14.07	8.91	7.02	18.57	28	***	4.1	
F S W	Davenport Eqty	DAVPX	EGI	E	-17.88	2.38	19.20	12.11	6.71	7.14	10.18	23	***	4.0	
Fn So Wn I	Dreyfus S&P 500	PEOPX	EGI	E	-20.24	3.84	20.94	13.71	7.54	6.44	27.95	26	***	4.0	
<b>Contrary</b> 20 funds followed.	F S W	Boston Prtn Lng/Shrt Eqty	BPLEX	EC	E	25.64	43.85	57.96	28.65	12.35	7.83	14.28	168	*****	21.5
	Fn So Wn C	Merger Fund	MERFX	EC	E	4.13	5.56	4.88	18.3	0.33	12.8	15.05	17	*****	13.1
	F S W	The Arbitrage	ARBFX	EC	E	6.01	7.13	5.45	2.36	-0.79	1.76	12.58	20	*****	11.5
	ETF	Currency Euro	FXE	EC	E	-8.98	11.57	11.11	7.66	1.52	3.71	142.47	23	***	6.2
F S W	Price New Euro	PRNEX	EC	E	-37.11	12.14	28.34	17.83	7.04	9.66	37.27	28	***	2.9	
<b>Real Estate</b> 14 funds followed.	F S W	Alpine Intl Real Estate	EGLRX	ERE	E	-33.79	56.28	83.17	41.40	14.59	14.69	19.16	162	*****	11.0
	Fn So Wn	Third Ave REIT	TAREX	ERE	E	-21.58	14.51	33.95	20.84	8.09	9.60	18.03	56	***	5.8
	F S W	Alpine US Real Estate	EUEYX	ERE	E	-32.41	6.54	41.04	13.93	10.57	14.28	14.64	40	***	2.8
	F S W	Stratton Monthly Dividend Shrs	STMDX	ERE	E	-33.20	-7.52	17.12	10.42	12.00	10.38	17.17	-1	**	-0.1
	F S W	Alpine Realty Inc/Grth	AIGYX	ERE	E	-45.31	-4.97	19.53	15.33	13.05	13.18	9.18	-2	**	-0.2
<b>Bond Short</b> 18 funds followed. Maturity less than 3 years.	F S W	Vintage Bond	VBDFX	BS	B	4.97	11.19	4.53	4.02	1.97	1.34	9.84	-11	***	-8.6
	F S W	Vanguard ST InvstGrd	VFSTX	BS	B	1.23	8.60	6.03	4.54	1.37	1.20	10.37	-16	***	-13.7
	F S W	Homestead Shrt Bond	HOSBX	BS	B	2.86	6.32	5.61	3.51	0.60	1.00	5.01	-19	***	-19.3
	ETF	Vngrd ShrtTrm Bond	BSV	BS	B	2.72	5.56	-0.13	0.80	0.63	1.00	79.57	-29	***	-28.6
	F S W	Price Short term Bond	PRWBX	BS	B	3.27	6.86	3.80	1.91	0.84	0.75	4.79	-21	***	-28.6
<b>Bond Intrmdt</b> 33 funds followed. Maturity varies 3-7 years.	F S W	Price Corp Inc	PRPIX	BI	B	2.69	20.91	12.53	10.10	4.62	2.62	9.05	13	*****	4.8
	Fn So Wn	Marshall Intm Bond	MAIBX	BI	B	-0.50	12.41	15.46	13.35	3.10	3.29	8.66	6	****	1.7
	S W	Vanguard IT InvstGrd	VFICX	BI	B	2.17	16.38	8.96	8.20	3.42	2.21	9.37	1	***	0.4
	D	USAA Intrm Bond	USIBX	BI	B	-1.36	10.91	14.62	11.76	3.00	2.09	8.93	1	***	0.4
	F S W	ABN AMRO Bond	CHTBX	BI	B	4.87	14.44	7.40	7.40	2.53	1.82	9.72	-2	***	-0.8
<b>Bond Long</b> 7 funds followed. Maturity > 7 years.	F S W	Vanguard LT InvGrd	VWESX	BL	B	7.59	24.73	8.52	12.47	4.86	4.27	8.84	20	*****	4.7
	Fn So Wn	Westcore Flex Incm	WLTX	BL	B	-6.21	18.14	18.79	14.77	4.92	4.49	7.46	12	***	2.7
	ETF	iShares Long Corp Bond	LQD	BL	B	3.06	19.18	4.65	8.59	4.17	3.46	104.46	1	***	0.4
	Fn So Wn	Wasatch Hsng Trsry	WHOSX	BL	B	10.57	7.12	-8.53	-3.60	0.49	5.38	15.55	-32	***	-6.0
	F W	Price US Treasury Bond Long	PRULX	BL	B	6.64	8.37	-3.46	-1.85	0.33	3.62	12.20	-28	***	-7.8
<b>Bond US Govt</b> 25 funds followed. Maturity varies.	F S W	Rydex US Govt Bond	RYGBX	BU	B	5.94	2.90	-12.81	-4.95	0.43	6.66	11.71	-47	***	-7.0
	F So Wn	AmCent Inf Adj B	ACITX	BU	B	-2.54	11.62	5.09	2.67	0.45	2.28	11.14	-21	***	-9.1
	Fn So Wn	Marshall Govt Income	MRGIX	BU	B	4.98	8.34	5.49	3.21	1.41	1.12	9.32	-15	***	-13.1
	F S W	Accessor Mortgage	AMSIX	BU	B	6.63	8.77	4.73	3.02	1.28	1.03	12.62	-14	***	-13.3
	ETF	iShares Inter Gov	GVI	BU	B	2.18	7.40	-0.06	1.87	1.06	1.41	105.20	-26	***	-18.2
	Fn S W	Fidelity Govt Securities	FGOVX	BU	B	6.36	6.09	0.39	-0.37	0.37	1.15	10.76	-25	***	-22.0
	Fn S W	Fidelity GNMA	FGMNX	BU	B	6.93	7.58	2.68	0.53	0.80	0.83	11.37	-20	***	-23.7
	F So Wn	AmCent GNMA Income	BGNMX	BU	B	6.68	6.85	1.86	0.09	0.76	0.86	10.67	-22	***	-25.5
	Fn S Wn	Payden GNMA	PYGNX	BU	B	7.23	7.33	1.69	-0.10	0.59	0.84	10.18	-21	***	-25.5
	F S W	Vanguard GNMA	VFIIX	BU	B	6.55	6.90	1.72	0.00	0.57	0.87	10.67	-22	***	-25.8
<b>Bond Flexible</b> 23 funds followed. Maturity, risk and quality emphasis varies.	Fn So Wn	Managers Bond	MGFIX	BF	B	-0.36	25.77	15.51	14.59	3.81	3.65	22.86	21	*****	5.8
	Fn S Wn	Loomis Sayles Bond	LSBRX	BF	B	-6.93	24.14	18.29	14.23	4.87	4.22	12.28	16	*****	3.9
	F W	Northeast Investors Trust	NTHEX	BF	B	-16.44	10.40	27.19	20.28	6.17	6.20	5.16	9	****	1.5
	F S W	Dodge & Cox Income	DODIX	BF	B	7.57	14.72	6.64	5.40	2.92	1.85	12.69	-1	***	-0.5
	F S W	Harbor Bond	HABDX	BF	B	9.08	12.62	7.66	5.13	2.03	1.57	12.09	-2	***	-1.0
	F S W	Price Spectrum Income	RPSIX	BF	B	-0.10	12.31	11.45	7.83	3.77	2.55	11.29	-3	***	-1.1
	Fn So Wn	Janus Flexible Income	JAFIX	BF	B	9.16	13.13	4.79	3.99	2.31	1.37	10.17	-5	***	-3.5
	D	USAA Income	USAIX	BF	B	2.04	10.85	9.51	7.14	2.24	1.43	11.86	-6	***	-4.5
	F S W	LKCM FI	LKFIX	BF	B	8.09	13.12	4.97	3.26	1.99	1.32	10.78	-7	***	-5.1
	F S W	Price New Income	PRCIX	BF	B	5.76	12.04	6.28	4.34	2.12	1.34	9.14	-8	***	-5.7
<b>Bond HiYield</b> 19 funds followed. Less than BBB. Maturity varies.	Fn S W	Fidelity Cap/Incm	FAGIX	BH	B	-3.49	25.77	34.83	19.90	8.42	5.53	7.47	47	*****	8.5
	F S W	Buffalo High Yld	BUFHX	BH	B	2.64	22.86	20.29	10.00	4.54	3.79	9.90	22	*****	5.8
	F S W	Federated High Yld	FHYTX	BH	B	-3.41	23.89	25.58	13.56	6.24	4.85	4.94	28	*****	5.7
	Fn S W	Fidelity High Incm	SPHIX	BH	B	-1.85	24.18	22.75	13.34	5.75	4.70	7.73	26	*****	5.5
	F S W	SSG A HiYld	SSHIX	BH	B	-3.39	25.08	19.07	13.24	5.97	4.34	7.10	22	*****	5.0
<b>Bond World</b> 12 funds followed. Quality, region, risk and maturity varies.	Fn S WR <6m	Fidelity New Markets Income	FNMIX	BW	B	1.58	36.22	23.87	10.73	3.24	4.30	14.03	37	*****	8.7
	Fn So Wn	Managers Gbl Bond	MGBGX	BW	B	3.46	25.96	18.16	15.38	5.02	3.62	19.65	30	*****	8.2
	Fn S Wn	Payden Emrg Mkt Bd	PYEMX	BW	B	2.01	27.81	15.12	6.98	3.24	3.50	12.41	17	*****	4.9
	ETF	P S Emrg Mkt Bnd	PCY	BW	B	-0.49	48.50	10.90	6.34	3.01	6.28	24.31	30	****	4.8
	F S W	Price Emrg Mkt Bond	PREMX	BW	B	-5.01	24.42	15.62	8.77	2.64	3.80	11.66	8	****	2.2

**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.

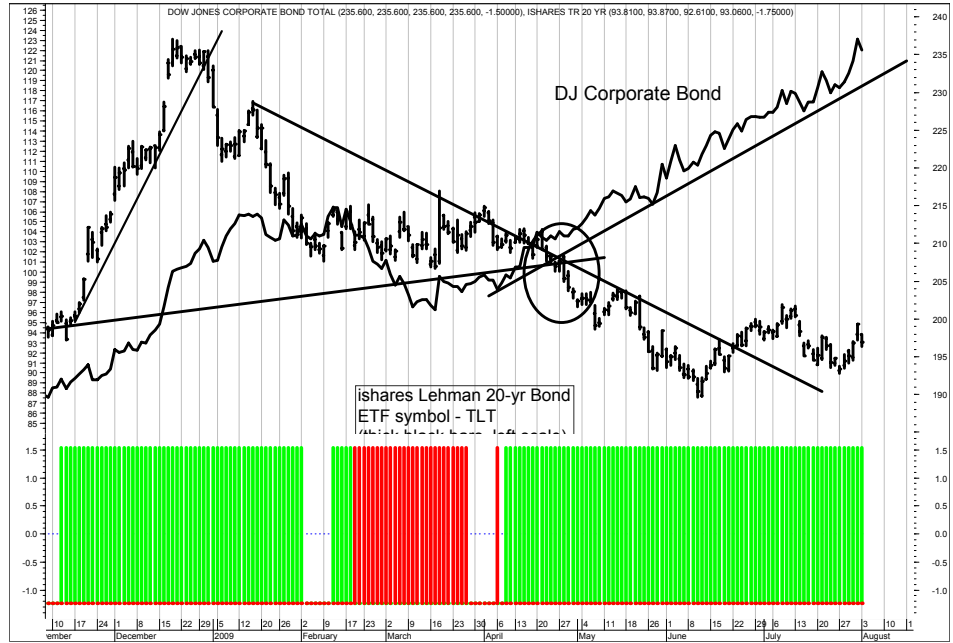
**Column:** A is Asset type (H is Hybrid, E is Equity, B is Bond). S is fund Style (H, E, B is first letter, thereafter is definition shown in first column. For example, BW is Bond World, BH is Bond High Yield). V is Volatility, a measure of risk. NAV is fund's Net Asset Value. CS is Comet Strength.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

# Interest Rates and Bond Prices

The corporate bond market continued on its merry way with yields falling and prices rising. The SLM Bond Market Timing Model is still bullish.

As to the economy, coincident economic indicators still suggest that it is contracting, even though it is at a slower rate than before. Leading indicators, however, are moving strongly higher, suggesting a further improvement, strengthening, and even growth in the months ahead.

One main economic driver jobs are still weak and the unemployment rate is still expected to top 10%. But employment is a coincident, even a lagging indicator. Bond and stock markets look ahead in anticipation of improvement.



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. The model is based on the corporate bond market.

## MAAP: Income

No changes. The bond market remains bullish. All three domestic parts (high yield, investment grade, and government debt) are still bullish in gear.

### MONTHLY ACTIVITY

MONTH ENDING: 7/31/2009

### 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
						FGMNX	Bond Gov	Fidelity GNM A	11.37	1,777.7778	20,213	10%
						PYGNX	Bond Gov	Payden GNM A	10.18	1,962.7085	19,980	9%
9-Jun	buy	LKCM Fincm	10.49	1,906.5777	20,000	LKFIX	Bond Fxible	LKCM Fincm	10.78	1,906.5777	20,553	10%
						FAGIX	Bond HiYld	Fidelity Cap/Incm	7.41	3,314.9171	24,564	12%
						MM	Money Market		100	127,129.0000	127,129	60%
						MM	Margin Loan		-100	-	-	0%
Total Valuation=											212,439	100%

# MAAP: Aggressive Growth, Growth, and Balanced

PREVIOUS ACTIVITY		TO MONTH ENDING: 7/31/2009				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
9-Jun	sell	Heartland Value	19.74	3,420.7587	67,526							
9-Jun	sell	Jamestown Blncd	10.79	1,885.0141	20,339	BERIX	Hybrid	Berwyn Income	11.94	3,530.4501	42,154	10%
9-Jun	sell	AstnTmr SmlCp	14.03	1,607.7170	22,556							
9-Jun	buy	Janus Overseas	35.43	1,552.3568	55,000	EEM	Eqty Wrld	Emrg Mkt ETF	35.78	1,855.0116	66,372	16%
9-Jun	buy	Berwyn Income	11.33	3,530.4501	40,000	JAOSX	Eqty Wrld	Janus Overseas	36.95	1,552.3568	57,360	14%
						WTIFX	Eqty Wrld	Westcore Intrntl				
10-Aug	sell	Royce Spcl Eqty		all		RYSEX	Eqty SmlCap	Royce Spcl Eqty	15.88	3,798.0995	60,314	15%
10-Aug	buy	Yacktman			35,000	BUFEX	Eqty SmlCap	Buffalo Small Cap	20.99	1,226.2416	25,739	6%
10-Aug	buy	Westcore Intrntl			35,000	FMIMX	Eqty SmlCap	FMI Com Stk	19.48	1,237.6238	24,109	6%
						YACKX	Eqty Value	Yacktman				
						MM	Money Market		100	132,532.0000	132,532	32%
										Total Valuation=	\$408,579	100%

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
9-Jun	sell	Heartland Value	19.74	5,149.3236	101,648							
9-Jun	sell	Jamestown Blncd	10.79	3,770.0830	40,679	BERIX	Hybrid	Berwyn Income	11.94	7,060.9003	84,307	12%
9-Jun	sell	AstnTmr SmlCp	14.03	3,215.4341	45,113							
9-Jun	buy	Janus Overseas	35.43	2,257.9735	80,000	EEM	Eqty Wrld	Emrg Mkt ETF	35.78	2,255.0116	80,684	1%
9-Jun	buy	Berwyn Income	11.33	7,060.9003	80,000	JAOSX	Eqty Wrld	Janus Overseas	36.95	2,257.9735	83,432	12%
						WTIFX	Eqty Wrld	Westcore Intrntl				
10-Aug	sell	Royce Spcl Eqty		all		RYSEX	Eqty SmlCap	Royce Spcl Eqty	15.88	8,835.0730	140,301	20%
10-Aug	buy	Yacktman			70,000	BUFEX	Eqty SmlCap	Buffalo Small Cap	20.99	2,452.4831	51,478	7%
10-Aug	buy	Westcore Intrntl			70,000	FMIMX	Eqty SmlCap	FMI Com Stk	19.48	2,475.2475	48,218	7%
						YACKX	Eqty Value	Yacktman				
						MM	Money Market		100	218,995.0000	218,995	31%
										Total Valuation=	\$707,415	100%

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
9-Jun	sell	Heartland Value	19.74	5,149.3236	101,648							
9-Jun	sell	Jamestown Blncd	10.79	1,885.0141	20,339	BERIX	Hybrid	Berwyn Income	11.94	3,530.4501	42,154	7%
9-Jun	sell	AstnTmr SmlCp	14.03	1,607.7170	22,556							
9-Jun	buy	Janus Overseas	35.43	2,257.9735	80,000	EEM	Eqty Wrld	Emrg Mkt ETF	35.78	1,455.0116	52,060	9%
9-Jun	buy	Berwyn Income	11.33	3,530.4501	40,000	JAOSX	Eqty Wrld	Janus Overseas	36.95	2,257.9735	83,432	15%
9-Jun	buy	LKCM Fincm	10.49	4,766.4442	50,000	WTIFX	Eqty Wrld	Westcore Intrntl				
10-Aug	sell	Royce Spcl Eqty		all		RYSEX	Eqty SmlCap	Royce Spcl Eqty	15.88	8,835.0730	140,301	24%
10-Aug	buy	Yacktman			70,000	BUFEX	Eqty SmlCap	Buffalo Small Cap	20.99	1,226.2416	25,739	4%
10-Aug	buy	Westcore Intrntl			70,000	FMIMX	Eqty SmlCap	FMI Com Stk	19.48	1,237.6238	24,109	4%
						YACKX	Eqty Value	Yacktman				
						FAGIX	Bond HIYld	Fidelity Cap/Incm	7.41	6,629.8343	49,127	9%
						LKFIX	Bond Flxble	LKCM Fincm	10.78	4,766.4442	51,382	9%
						MM	Money Market		100	105,597.0000	105,597	18%
										Total Valuation=	\$573,901	100%

The RYSEX fund is lagging our database on a risk-adjusted performance basis. So, it is time to evolve. I will be selling RYSEX in all the portfolios and buying two replacements. Subscribers should use the percentages, rather than the dollar amount to decide how much to buy. For example, RYSEX was 24% of the total Balanced Portfolio. The two replacements are about 12% each.

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

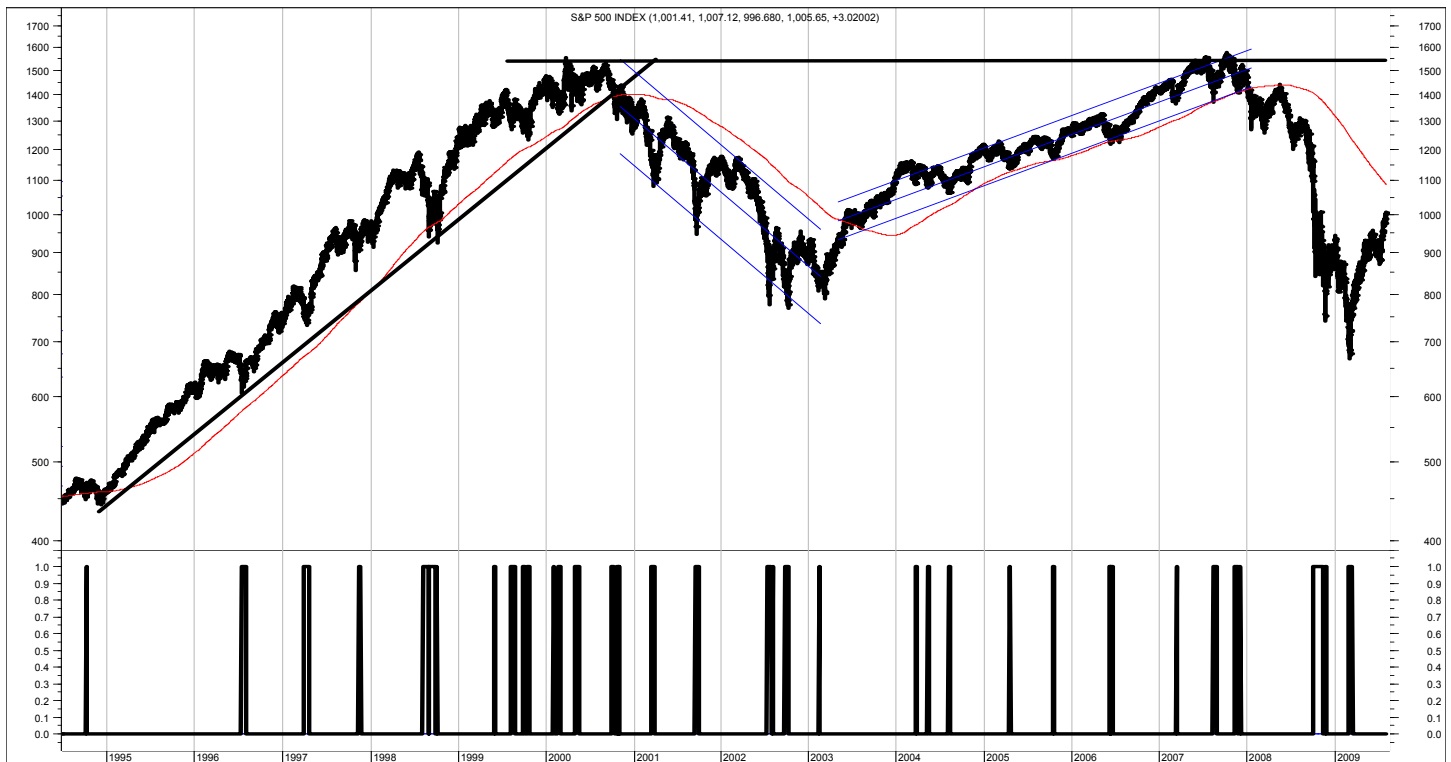
## S&P 500 and Major Buy Signals

The chart shows the long-term view of the S&P 500 and major buy signal spikes on the bottom part from 1994 through the present 7/31/09.

As mentioned on page one, you can see that the market failed in 2007 to better its previous peak set in the bubble of 2000. But what is also interesting to note is the new lows set last year that went below the lows of 2002..

To be sure, the market has quickly rebounded, but clearly the question is whether the failure at setting new highs, but success at setting new lows signals a profound problem in the US financial and economic system or not.

The market has essentially gone broadly sideways now for some twelve years. This is zero growth for indexers, but confirms a market timing strategy.



### TIMING POSITIONS (Intermediate is weeks to months. Long term is months to years.)

**STOCKS:** Neutral intermediate-term      **Bullish** long-term  
**GOLD:** Neutral.      **BONDS:** Bullish.

### STOCK MARKET COMMENTS (5 bull, 7 neutral, 0 bear)

US Gov. fiscal policy, **bullish** (bailouts to banks, homeowners, co's).  
Corporate activity **neutral** (buy backs, dividends, mergers).  
Economy, **neutral** (worst appears over).  
Inflation, **neutral**. (commodities' overhang)  
Oil prices, **neutral** (supply and demand equalizing).  
Housing, **neutral** (affordability index at highs).  
Investor sentiment, **bullish** (lots of pessimism still).  
Federal Reserve policy, **bullish** (aggressive easing).  
Market valuation (PE, yield, book), **bullish** (slightly undervalued).  
(9950 projected on Industrials to fair value, earnings discounted).  
Terrorism/war risk, **neutral** (monitor Israel and Iran).  
Hedge fund/leverage risk, **neutral** (lower leverage selling subsided).  
Technical, **bullish**, (breaks to new recovery highs).

My overall market indicators improved last month as shown to the left. There are now zero bearish readings up from three, five bullish readings up from four, and seven neutral readings up from five.

Corporate activity improved, oil prices stabilized, the economy is still contracting, but the leading indicators are strongly up, market technical indicators improved also.

The two main external drivers to the market's long-term direction are US fiscal and monetary policies. They remain stimulatively bullish.

# Performance Scoreboard

INDEXES, FUND STYLES & MAAP PORTFOLIOS	%RETURNS FROM THE PAST X MONTHS THRU 7/31/09					V Vol- atility	INDEX CLOSE		PERFORMANCE IN:					
	X= 12	9	6	3	1				2008	2007	2006	2005	2004	2003
DJ Wilshire 5000	-21.63	3.87	21.73	13.21	7.66	6.8	1047.00	-	-36.68	3.94	13.72	8.24	10.85	29.44
Dow Jones Industrials	-19.39	-1.65	14.63	12.29	8.58	5.9	917.161	-	-33.84	6.43	16.29	-0.61	3.15	25.32
Standard & Pooors 500	-22.08	1.93	19.57	13.14	7.41	6.4	987.48	-	-38.49	3.53	13.62	3.00	8.99	26.38
Russell 2000	-22.09	3.57	25.52	14.18	9.53	8.5	556.71	-	-34.80	-2.75	17.00	3.32	17.00	45.37
Dow Jones World Index	-22.66	13.11	27.75	18.06	8.61	7.6	200.96	-	-42.85	8.43	18.52	9.41	14.43	33.42
Gold/Sliver Index (XAU)	-11.97	83.35	19.85	23.83	6.91	14.5	148.62	-	-28.54	21.84	11.11	28.87	4.65	19.89
Dow Jones Ttl Bond	15.72	28.59	12.32	11.93	4.59	3.0	237.10	-	1.80	5.24	3.70	1.40	3.99	2.20
Small Cap	-20.65	8.40	26.11	13.41	8.15	7.9	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.	-39.13	-3.52	7.20	2.63	11.74	39.43	
Mid Cap	-20.89	11.00	26.86	13.16	7.94	7.5		-41.93	6.00	6.79	8.38	12.96	33.65	
Large Cap	-19.12	9.46	24.59	13.41	7.44	6.7		-39.89	5.81	6.11	5.75	13.34	27.54	
Value	-17.33	7.94	24.40	13.55	7.81	7.1		-37.96	-6.44	10.08	3.66	11.26	27.18	
Contrary	-11.69	-10.39	-6.52	-3.45	-3.40	6.3		5.36	-1.11	-1.99	5.78	3.11	0.47	
World Growth	-12.49	-11.19	-7.07	-3.72	-3.52	6.5		-47.03	x	x	13.07	17.11	34.67	
Growth/Income	-19.61	4.58	18.97	12.11	6.73	6.3	For more information about these model portfolios, please see pages five and six.	-36.20	0.47	9.82	4.23	10.24	23.46	
Bond Long	4.19	10.23	0.15	2.14	1.44	3.6		11.91	6.19	2.75	10.32	8.43	8.64	
Bond High Yield	-3.99	18.83	15.75	9.78	4.80	4.1		-23.05	x	8.84	5.76	6.63	16.24	
Bond World	0.34	16.97	8.71	6.45	2.09	3.0		-7.34	4.74	5.65	7.40	9.07	11.56	
MAAP Aggrsv Grth	3.10	11.57	18.17	9.21	5.35	3.4	For more information about these model portfolios, please see pages five and six.	-10.73	4.30	9.95	7.20	0.57	15.03	
MAAP Growth	7.42	12.77	17.98	8.98	5.24	2.9		-5.75	3.39	5.66	3.50	1.53	11.56	
MAAP Balanced	1.62	12.61	18.94	9.83	5.97	3.5		-13.09	3.17	7.59	2.01	5.88	12.57	
MAAP Income	-3.02	1.57	2.65	1.84	1.02	0.7		-4.78	4.32	2.80	-1.86	1.90	7.05	

Funds and MAAP portfolio data include dividend reinvestment and fees (2% annual for MAAP, as if Investment Selections & Timing, Inc. were managing a subscriber's portfolio). 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 nearly 800 funds and ETFs. Firstly, we separate them into their primary Asset class, Equity, Bond, Hybrid. Then we subdivide them into Styles like small, large, value, international, etc.. Secondly, we rank the funds by recent performance relative to the market and peer group (CS). Thirdly, we measure their risk by volatility (V).

**Portfolio Allocation (market timing).** We follow a straightforward approach to allocation: Overweight the Portfolio to the investment Style that is performing the strongest on a risk-adjusted basis. We also use contrary (bear market) funds/ETFs and cash (money market funds).

**Diversification.** We diversify by fund company, investment style, and asset class. The funds themselves normally reduce specific company risk, so that the main investment risk is the market's direction (up or down).

**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 four portfolios shown on pages 5 and 6. See Scoreboard above for comparative performances.

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