



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 (comet)

C measures the risk (V) adjusted relative performance between fund and market (CS). Funds are grouped by class E* equity, H* hybrid, and B* bond and listed therein alphabetically. Bolded listings are ETFs.

Fund	Symbol	Style	C
Alpine Realty Inc/Grth	AIGYX	ERE	9.2
AmCent Global Gold	BGEIX	EG	12.1
AmCent Real Estate	REACX	ERE	9.0
Aston Real Estate	ARFCX	ERE	11.5
Columbia REIT	CREEX	ERE	8.9
PS Gold	DGL	EG	12.4
PS Silver	DBS	EG	10.2
SPDR Gold	GLD	EG	13.1
SPDR Wish REIT	RWR	ERE	8.7
Fidelity Real Estate	FRESX	ERE	9.0
Fidelity Utilities	FIUX	EGI	10.9
Gamco Gold	GOLDX	EG	11.3
Hussman Strtg Grth	HSGFX	EMC	14.0
Managers Global	MMAFX	EW	13.5
Matthews Asian G/I	MACSX	EW	13.2
Matthews China	MCHFX	EWR	10.0
Matthews Pacific Tiger	MAPTX	EWR	13.4
Merger Fund	MERFX	EC	14.3
Stratton REIT	STMDX	ERE	8.9
Price New Asia	PRASX	EWR	12.6
Tocqueville Gold	TGLDX	EG	17.7
US Gbl Invst US Gold	USERX	EG	10.3
US Gbl Invst World PMtl	UNWPX	EG	9.7
USAA Pr Mtls	USAGX	EG	13.2
Vanguard REIT	VGSIX	ERE	8.9
Wasatch Ultra Grth	WAMCX	ESC	9.8
Westcore Intrntl	WTIFX	EW	13.2
iShares Prrfd	PFF	HB	13.4
Hussman Strtg Ttl Rtrn	HSTRX	HB	24.9
Vanguard Wellesley Incm	VWINX	HB	10.7
Dreyfus US Long	DRGBX	BL	14.4
iShares 10-20yr Trsry	TLH	BI	15.0
iShares 20+ yr Trsry	TLT	BL	15.9
PS Laddrd 1-30 T	PLW	BF	13.8
Rydex US Govt Bond	RYGBX	BU	17.5
Vanguard LT Trsry	VUSTX	BL	15.3
Wasatch Hsng Trsry	WHOSX	BL	14.3

On The Other Hand

When an investor approaches the stock market with the traditional attitude that a person should always be 100% invested, regardless of current conditions or market merits, then extraneous influences do not matter, they do not impact thinking. I am, therefore I am always invested. This attitude is prevalent from institutions to individuals.

The other way to approach investing is to decide that there are in fact times when the market is cheap and times when it is expensive, that value matters. The underlying facts of this view need hardly to be defended. But clearly, if value did not matter, we would not be in the mess we are. Housing would still be on its way to the moon. Internet companies would never have burst; they'd still be talking about valuation per click, rather than revenues, margins, and profits.

But hey, I would not be getting tons of new subscribers who also finally have decided they just cannot afford to lose another half million dollars again. What if it doesn't recover this time around or takes longer (like Keynes said, we're all dead in the long run). The horror stories your editor has heard.

This overall value approach in turn isn't a problem when it comes to individual companies, but more to the market as a whole. Whether a company or the market, each one has

their PE ratios, dividend yields, and price/book analysis. But the broader picture enters more markedly when assaying the stock market.

The issue is when one is bullish on stocks, one tends to easily find the reasons for that bullishness. Likewise, if one is bearish, it is easy to find bearish reasons. We want to be right, so we look for those reasons.

The alternative, if one can somehow attain this, is basically to recognize and lose one's biases. It is to take more of a Zen-like attitude. We want to see both sides, not for "navel-gazing" purposes, but to make sure we're not blindsided. Can we do that? Can we not lose our head?

We'll have to let our track record speak for itself, but rest assured, we do believe these things. Value matters. Contrary investing works. The crowded side of a trade, like a canoe, usually means it's about to tip over. The cost of money is important. Debt per se is not bad, but consumption debt is, and government debt, as it now stands, is mainly consumption debt. So, I am still bullish, but with eyes wide open.

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AROUND THE CAMPFIRE

The electricity went out one evening a few weeks ago for about three hours. It was amazing how quiet it was. No AC, no whirring fans, no ticking clocks, no reality or otherwise TV, no talking-heads radio, no buzzing lights, no humming computers. Just silence.

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 54 funds followed.	F S W	Hussman Strtg Ttl Rtrn	HSTRX	HB	H	6.17	4.00	5.46	4.34	2.66	0.91	12.74	23	*****	24.9
	ETF	iShares Pfrfd	PFF	HB	H	15.10	13.79	4.47	9.07	150	3.27	39.94	44	*****	13.4
	F S W	Vanguard Wellesley Incm	VWVX	HB	H	7.12	2.96	3.36	3.56	0.86	1.67	2122	18	*****	10.7
	S Wn	Permanent Portfolio Family	PRPFX	HB	H	13.42	3.64	5.45	2.65	1.21	2.54	4100	26	****	10.4
	Fn W	Fidelity Asset Manager Income	FASIX	HA	H	6.04	2.50	1.91	1.49	-0.41	1.14	12.28	12	****	10.1
	F S W	Hennessey Balanced	HBFBX	HB	H	6.23	1.35	2.25	2.26	0.71	2.47	9.96	13	****	5.2
	S W C	Berwyn Income	BERIX	HGI	H	5.95	2.12	0.70	-0.15	-0.92	1.67	12.99	8	****	4.6
	D	USAA Cornerstone	USCRX	HGI	H	8.68	-0.05	0.88	1.18	-1.57	2.77	20.66	9	****	3.3
	Fn S W	Fidelity Asset Manager	FASM X	HA	H	6.68	1.54	0.51	0.58	-1.77	2.50	13.89	8	****	3.0
	F S W	Greenspring Fund	GRSPX	HGI	H	4.67	1.46	1.15	-1.38	-1.63	1.62	22.87	4	****	2.6
Usually... Variable combination of stocks, bonds and cash. Risk, growth and income emphasis varies.	F S W	Accessor Incm/Grth	ACIGX	HGI	H	3.51	-0.62	0.63	0.91	-0.75	1.72	14.47	4	****	2.1
	D	USAA Balncd Str	USBSX	HB	H	8.59	0.83	-1.46	-0.98	-1.86	2.76	12.14	5	****	1.9
	D	USAA Grth Tax	USBLX	HB	H	5.06	0.25	-0.81	-0.33	-0.73	2.44	12.24	3	****	1.4
	Fn S Wn	Value Line Asset Allictn	VLAAX	HB	H	6.21	1.71	-0.46	-1.48	-2.98	2.61	17.27	3	****	1.1
	F S W	Vanguard Asset Allocation	VAAPX	HA	H	6.42	-0.64	0.46	-0.82	-2.03	3.14	21.71	3	****	1.1
	F S Wn	Tocqueville Gold	TGLDX	EG	E	60.65	20.44	25.85	10.99	8.77	7.15	7107	127	*****	17.7
	D	USAA Pr Mtls	USAGX	EG	E	45.06	18.1	22.87	9.14	10.13	7.51	40.24	99	*****	13.2
	ETF	SPDR Gold	GLD	EG	E	30.71	5.57	11.56	2.69	5.71	4.28	122.08	56	*****	13.1
	ETF	PS Gold	DGL	EG	E	29.60	4.75	11.01	2.28	5.77	4.31	44.35	53	*****	12.4
	F So Wn	AmCent Global Gold	BGEIX	EG	E	43.02	10.42	26.14	9.92	11.69	8.38	24.37	101	*****	12.1
Aggressive Growth 36 funds followed.	F S W	FBR Amrcn Gas	GASF X	EA	E	9.96	3.98	1.17	3.85	-0.60	3.51	16.45	18	****	5.2
	Fn So Wn	Wells Fargo Discovery	STDIX	EA	E	17.80	11.99	3.14	-4.12	-4.66	5.52	18.40	24	****	4.4
	F S W	Icon Leisure	ICLEX	EA	E	9.13	0.53	-0.26	-1.54	-3.77	3.77	7.65	4	****	1.1
	F S W	Fidelity Aggrsv Grth	FDEGX	EA	E	10.74	5.30	-1.59	-3.59	-4.91	5.72	16.09	6	****	1.0
	F S W	Buffalo Science Tech	BUFTX	EA	E	10.11	4.59	-2.19	-3.17	-5.15	4.72	12.53	4	****	0.9
Capital growth higher risk. May industry concentrate.	F S W	Price Science & Technology	PRSCX	EA	E	8.32	1.39	-3.30	-4.26	-3.21	5.24	21.10	-1	****	-0.2
	F S W	Kinetics Paradigm	WWWFX	EA	E	4.90	3.21	-2.39	-3.14	-4.31	5.53	30.19	-2	****	-0.3
	Fn So Wn	Dreyfus Appreciation	DGAEX	EA	E	5.55	-3.85	-1.95	0.99	-2.71	3.48	32.69	-2	****	-0.6
	ETF	Select SPDR Matris	XLB	EA	E	4.13	-4.49	-1.46	0.94	-3.03	6.38	31.04	-4	****	-0.6
	Fn So Wn R <6m	Royce Premier Series	RYPRX	EA	E	6.58	2.39	-2.99	-7.03	-4.57	4.92	15.88	-6	****	-1.1
Small Cap 95 funds followed.	Fn So Wn C	Wasatch Ultra Grth	WAMCX	ESC	E	21.97	14.08	8.00	3.24	-0.78	4.77	17.82	47	*****	9.8
	F S W	James Small Cap	JASCX	ESC	E	13.36	7.90	3.43	-3.43	-4.79	3.79	17.48	16	****	4.3
	Fn S Wn	Oberweiss Emerging Growth	OBEGX	ESC	E	16.74	8.66	1.89	-4.66	-5.21	5.49	16.18	17	****	3.2
	Fn So Wn R <6m	Royce Micro Cap	RYOTX	ESC	E	13.93	4.09	1.25	-2.28	-3.31	4.86	13.74	14	****	2.8
	Fn So Wn	Managers Special Equity	MGSEX	ESC	E	13.39	9.01	0.25	-4.26	-3.61	5.27	39.55	15	****	2.8
	Fn So Wn C	William Blair Val Dis	BVDIX	ESC	E	14.09	10.10	2.23	-5.82	-5.41	5.79	11.01	15	****	2.6
	Fn So Wn	Gamco Westwood M mites	WM M CX	ESC	E	11.26	8.86	1.22	-4.12	-5.01	4.68	13.27	12	****	2.6
	Fn So Wn C	Wasatch Sm Cap Grth	WAAEX	ESC	E	11.71	5.62	0.50	-1.91	-3.79	4.72	30.24	12	****	2.6
	F S W	Nicholas Limited Edition	NCLEX	ESC	E	12.23	7.72	-0.94	-4.36	-4.41	4.10	17.99	10	****	2.5
	F S W	Aquinas Small Cap	AQBLX	ESC	E	11.79	8.59	0.76	-5.52	-3.45	5.07	5.31	12	****	2.4
Usually... Market cap less than \$1 billion, no dividend, with growth emphasis. Higher risk.	F S W	Aston TMRO SmI Cap	ATASX	ESC	E	11.91	9.75	-0.12	-5.00	-3.56	5.43	16.54	13	****	2.4
	F Wn	Lazard Small Cap Open	LZCOX	ESC	E	15.85	7.50	-0.61	-5.27	-5.35	5.43	11.33	12	****	2.2
	F S W	Price New Horizons	PRNHX	ESC	E	13.64	7.69	0.15	-4.95	-4.95	5.41	25.91	12	****	2.1
	Fn So Wn R2<30d	Marshall Small Cap	MRSCX	ESC	E	17.70	10.21	-4.69	-7.82	-4.17	5.36	14.03	11	****	2.1
	Fn So Wn	SIT Small Cap Grth	SSMGX	ESC	E	13.53	6.81	-1.67	-4.82	-5.54	4.80	31.22	8	****	1.7
	F S W	LKCM SmCap	LKSCX	ESC	E	11.48	8.21	-0.25	-7.21	-4.14	5.14	16.22	8	****	1.6
	Fn So Wn	Gamco Small Cap Grth	GABSX	ESC	E	9.00	6.47	0.11	-2.91	-5.43	4.99	27.00	7	****	1.5
	F S W C	Longleaf Small Cap	LLSCX	ESC	E	14.93	8.57	-0.23	-7.90	-6.56	6.16	21.79	9	****	1.4
	Fn So Wn	Century Sm Cap	CSM VX	ESC	E	11.47	7.39	1.05	-7.09	-5.82	5.00	17.30	7	****	1.4
	F S W	Price Small Stock	OTCFX	ESC	E	12.51	7.99	0.00	-6.12	-6.22	5.85	27.16	8	****	1.4
Mid Cap 62 funds followed.	F S W	Brown Small	BIASX	ESC	E	9.63	4.90	-3.60	-3.25	-1.92	4.56	10.70	6	****	1.3
	F S W	Columbia Small Cap	CMSCX	ESC	E	13.38	7.45	-1.73	-7.53	-6.22	5.42	23.81	5	****	1.0
	Fn So Wn R <6m	Royce Low Priced	RYLPX	ESC	E	12.36	2.94	-2.57	-3.94	-4.55	5.69	13.64	4	****	0.7
	Fn So Wn	Artisan Small Cap	ARTSX	ESC	E	9.20	2.86	-1.75	-4.08	-3.50	4.66	12.94	3	****	0.6
	ETF	Wtree SmI Cap Div	DES	ESC	E	10.04	7.22	-1.01	-6.71	-6.40	5.79	39.22	3	****	0.5
	F S R15<3m	Fidelity Low Priced Stock	FLPSX	ESC	E	7.78	3.52	-2.46	-3.06	-4.08	4.28	31.72	2	****	0.4
	S Wn C	Perritt Micro Cap Opp	PRCGX	ESC	E	10.12	7.04	-1.02	-7.15	-7.19	5.25	21.44	2	****	0.3
	F S W	Kalmar ValueSmCap	KGSCX	ESC	E	9.33	7.00	-0.90	-6.51	-7.44	5.52	12.07	1	****	0.3
	F S W	Northern SmI Cap Grth	NSGRX	ESC	E	12.84	5.73	-2.60	-7.41	-7.02	5.82	11.25	2	****	0.3
	Fn So Wn	Rainier Small/M id Cap Equity	RIM SX	ESC	E	9.65	3.22	-2.09	-4.74	-4.95	5.31	25.35	1	****	0.2
Usually... Market cap \$1 billion to \$3.5 billion. Risk, growth and dividend emphasis varies.	Fn S Wn	Value Line Emrg Opp	VLEOX	ESC	E	8.67	3.56	-2.39	-4.31	-4.85	4.58	25.33	1	****	0.1
	F S W	FMI Focus	FMIQX	ESC	E	10.95	6.07	-2.50	-6.81	-6.92	5.71	23.40	1	****	0.1
	Fn So Wn C	Janus Venture	JAVTX	ESC	E	10.75	2.85	-2.29	-6.86	-4.32	5.01	41.84	0	****	0.0
	F So Wn	AmCent Vista Investors	TWCVX	ESC	E	7.14	2.19	-2.83	-3.33	-3.55	5.61	13.06	0	****	-0.1
	F S W C	Fidelity Small Cap Inpdnc	FDSCX	ESC	E	6.51	7.83	-1.14	-6.96	-6.71	6.14	13.91	0	****	-0.1
	F S W	Vanguard Explorer	VEXPX	ESC	E	8.91	5.12	-2.12	-6.36	-5.97	5.47	56.25	0	****	-0.1
	Fn So Wn C	Wasatch Micro Cap	WMICX	ESC	E	7.26	3.64	-1.97	-5.45	-4.55	4.92	3.99	-1	****	-0.2
	Fn Wn C	Turner Small Cap Growth	TSCEX	ESC	E	7.82	6.29	-2.22	-7.31	-6.46	6.35	25.50	-2	****	-0.3
	F S W	TCW Gal SmallCap Grth	TGSNX	ESC	E	7.39	2.70	-3.75	-6.40	-2.90	5.65	22.10	-3	****	-0.5
	F S Wn	Tocqueville Small Cap Value	TSCVX	ESC	E	5.46	2.28	-1.41	-4.52	-4.44	4.91	11.20	-3	****	-0.5
Mid Cap 62 funds followed.	F S W	Hussman Strtg Grth	HSGFX	EMC	E	3.96	4.93	4.61	1.36	2.45	1.24	13.40	17	*****	14.0
	Fn So Wn C	Artisan Mid Cap	ARTMX	EMC	E	14.96	8.88	2.07	-0.19	-3.44	5.10	26.12	22	****	4.4
	Fn So Wn	Baron Iopprtnty	BIOPX	EMC	E	16.02	5.15	1.78	-0.52	-3.95	4.53	11.44	18	****	4.1
	F S W	Meridian Growth	MERDX	EMC	E	15.32	6.07	1.73	-3.21	-4.42	4.47	34.62	15	****	3.5
	F S W	Columbia Mid Cap Grth	CLSPX	EMC	E	15.24	6.58	0.93	-2.17	-2.95	5.12	20.72	18	****	3.4
	Fn So Wn	Westcore Select	WTSXL	EMC	E	17.42	7.10	0.73	-4.19	-4.25	5.56	16.45	17	****	3.0
	Fn So Wn	Marshall Mid Cap Stock	MRMSX	EMC	E	14.26	7.05	-3.09	-3.67	-1.44	4.43	14.42	13	****	3.0
	Fn So Wns	Janus Enterprise	JANEX	EMC	E	12.62	4.60	-1.19	-0.51	-2.51	4.43	46.58	13	****	2.9
	Fn So Wn	Janus Orion	JORNX	EMC	E	14.19	4.43	-1.79	-0.80	-1.49	4.98	9.90	15	****	2.9
	Fn So Wn	Westcore Midco Growth	WTMGX	EMC	E	15.13	6.71	-0.76	-3.85	-4.02	5.17	5.25	13	****	2.6
Usually... Market cap \$1 billion to \$3.5 billion. Risk, growth and dividend emphasis varies.	Fn S Wn	Value Line Special Situations	VALSX	EMC	E	11.62	3.60	-0.18	-1.13	-3.57	4.20	21.90	10	****	2.5
	F So Wn	AmCent Hertg Investors	TWHIX	EMC	E	12.63	6.53	-0.43	-2.89	-3.58	5.61	16.14	12	****	2.2
	F S W	Price Mid Cap Growth	RPM GX	EMC	E	12.49	5.69	-0.40	-4.35	-4.58	5.00	47.74			

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					
Large Cap 101 funds followed. Usually... Market cap greater than \$3.5 billion, larger dividend, with growth and average risk.	So	First Eagle Fund of Amr	FEAFX	ELC	E	12.61	5.80	-0.37	-0.05	-1.17	3.53	2170	15	****	4.2
	Fn So Ws	Neuberger & Berman Manhattan	NMANX	ELC	E	13.46	6.44	0.00	-3.21	-4.31	4.48	8.43	12	****	2.8
	Fn So Wns	Wells Fargo Growth	SGROX	ELC	E	14.74	4.24	-0.44	-3.39	-3.91	4.82	25.07	11	****	2.3
	F S W	Fairholme	FAIRX	ELC	E	11.14	7.37	-2.24	-3.69	-4.61	4.46	3103	8	***	1.8
	Fn S W	Fidelity Contra	FCNTX	ELC	E	9.44	-0.56	-1.12	-1.38	-2.82	3.65	56.46	4	***	1.0
	F Sio Wn	Flex Quantex	FLCGX	ELC	E	14.66	7.43	-3.95	-7.56	-6.08	6.65	18.22	4	***	0.7
	Fn S W	Fidelity Growth Company	FDGRX	ELC	E	10.06	1.51	-1.72	-3.37	-3.32	5.02	66.74	3	***	0.6
	Fn So Wn	Managers Capital Apprtcn	MGCAX	ELC	E	5.31	0.04	-3.46	0.06	0.00	4.68	24.59	2	***	0.4
	Fn So Wn	Dreyfus Growth Opportunity	DREQX	ELC	E	9.10	0.41	-2.53	-2.53	-3.56	4.43	7.31	1	***	0.2
	Fn So Wns	Janus Research	JAMRX	ELC	E	7.54	0.81	-2.23	-2.11	-3.50	4.35	23.69	1	***	0.1
	Fn So Wn C	Wasatch Growth	WGROX	ELC	E	7.87	4.51	0.22	-6.93	-5.52	4.68	26.86	0	***	0.0
	ETF	Wtree Ttl Div	DTD	ELC	E	5.36	-142	-132	-0.37	-2.56	3.97	40.37	0	***	-0.1
	S W	Reynolds Blue Chip Growth	RBCGX	ELC	E	9.63	1.79	-2.71	-5.43	-5.00	6.02	42.71	-2	***	-0.3
	Fn So Wns	Wells Fargo Opportunity	SOPFX	ELC	E	8.53	1.93	-3.77	-4.56	-5.00	4.84	31.16	-3	***	-0.6
	Fn S W	Fidelity Capital Appreciation	FDCAX	ELC	E	10.95	3.95	-4.59	-6.35	-7.60	5.94	20.78	-4	***	-0.6
	Fn S Wn	Capstone Growth	TRDFX	ELC	E	7.56	5.45	-3.59	-7.46	-6.21	5.98	9.67	-4	***	-0.7
	Fn S W	Fidelity Trend	FTRNX	ELC	E	9.37	-1.68	-3.10	-4.14	-3.97	4.79	53.68	-4	***	-0.7
	ETF	SPDR NASDAQ 100	QQQQ	ELC	E	8.57	-0.23	-2.90	-4.69	-5.13	5.32	43.46	-4	***	-0.8
	Fn S Wn	Loomis Sayles Growth	LSGRX	ELC	E	8.24	-2.02	-3.95	-2.21	-4.89	5.15	4.86	-5	***	-0.9
	F S W	TCW Gal Sict Eqty	TGCNX	ELC	E	6.72	-2.70	-3.40	-1.77	-3.12	4.16	13.34	-4	***	-1.0
	Fn So Wn R15<30d	Wright Selected Blue Chip	WSBEX	ELC	E	9.07	2.89	-4.44	-7.15	-5.98	5.13	8.18	-6	***	-1.1
	ETF	Wtree LrgCap Div	DLN	ELC	E	3.61	-3.11	-1.94	-0.08	-2.59	3.72	39.94	-4	***	-1.1
	F S W C	Fidelity New Millennium	FMILX	ELC	E	6.44	0.89	-2.94	-5.07	-5.33	5.40	23.79	-6	***	-1.1
	S	Government Street Equity	GVEQX	ELC	E	7.09	-2.15	-3.47	-2.13	-4.09	4.10	37.29	-5	***	-1.2
	Fn So Ws	Neuberger & Berman Guardian	NGUAX	ELC	E	7.44	0.76	-3.46	-4.24	-5.52	4.23	11.98	-5	***	-1.2
	Fn So Wn C	Baron Growth	BGRFX	ELC	E	7.59	3.18	-2.75	-6.24	-7.02	4.31	40.26	-5	***	-1.2
	F S W	Bridgeway Large Val	BRLVX	ELC	E	5.82	-1.77	-3.88	-3.08	-3.72	4.24	11.64	-7	***	-1.6
	ETF	SPDR DJ Industrials	DIA	ELC	E	5.42	-3.26	-3.00	-1.25	-4.30	3.85	100.20	-6	***	-1.7
	F S W	Spectra N	SPECX	ELC	E	7.62	-1.42	-6.08	-4.51	-4.32	5.21	9.74	-9	***	-1.7
	F S W	Vanguard Grth Eqty	VGEQX	ELC	E	7.15	-2.75	-3.60	-3.28	-4.33	4.01	8.84	-7	***	-1.7
	F S W	White Oak Grth Stk	WOGSX	ELC	E	7.41	-4.63	-5.48	-2.79	-3.20	4.69	3173	-9	***	-1.9
	Fn So Wns	Janus	JANSX	ELC	E	5.59	-3.08	-4.70	-3.00	-3.42	4.22	24.55	-9	***	-2.0
	Fn S W	Fidelity Blue Chip Growth	FBGRX	ELC	E	6.78	-1.68	-4.97	-5.87	-5.39	5.31	35.60	-11	***	-2.1
	ETF	iShares Sict Div	IDV	ELC	E	-0.94	-9.36	-3.67	5.40	-3.32	5.53	28.75	-12	***	-2.1
	F S W	Profunds OTC	OPIPX	ELC	E	5.39	-2.76	-3.54	-4.92	-5.29	5.13	61.24	-11	***	-2.2
F S W	Copley	COPLX	EV	E	4.95	1.61	3.59	3.62	-0.14	1.99	41.56	14	****	6.8	
Fn So Wn R1<6m	Royce Div Value	RYDVX	EV	E	12.85	7.54	1.01	-3.01	-5.07	4.59	5.43	13	****	2.9	
Fn So Wn	Yacktman Focused	YAFFX	EV	E	10.69	1.33	-0.68	-0.56	-2.63	3.62	15.95	8	****	2.3	
Fn So Wns	Gabelli Asset	GABAX	EV	E	11.67	2.90	0.22	-1.00	-4.44	4.70	40.49	9	***	2.0	
Fn So Wn	Yacktman	YACKX	EV	E	9.30	0.47	-1.31	-1.25	-2.97	3.79	15.05	4	***	1.1	
F S W	Aegis Value	AVALX	EV	E	17.02	7.57	-4.10	-8.36	-5.57	6.94	10.52	7	***	0.9	
Fn So Wn	Baron Small Cap	BSCFX	EV	E	10.47	5.06	-1.26	-5.84	-5.41	4.65	18.88	3	***	0.7	
F S W	Tweedy Browne Amrcn Value	TWEBX	EV	E	7.26	-0.17	-3.14	-0.73	-2.87	3.36	17.58	0	***	0.1	
Fn S W	Fidelity Fifty	FFTYX	EV	E	6.04	-1.35	-2.15	-0.75	-1.82	4.44	14.57	0	***	0.0	
F S W C	Longleaf Partners	LLPFX	EV	E	10.01	2.25	-2.48	-6.53	-4.56	4.90	23.63	-1	***	-0.3	
S W	Weitz Partners Val	WPVLX	EV	E	7.80	7.38	-1.99	-7.11	-7.47	4.39	16.73	-1	***	-0.3	
S W	Victory Estblshd Value G	GETGX	EV	E	7.93	1.61	-2.15	-4.42	-4.90	4.58	22.72	-2	***	-0.4	
Fn So Wn	Third Ave Value	TAVFX	EV	E	4.22	-3.89	-2.14	2.06	-2.86	4.34	43.50	-3	***	-0.6	
S W	Weitz Value Fund	WVALX	EV	E	7.67	3.65	-3.68	-3.87	-6.36	4.12	23.85	-3	***	-0.6	
F S W	Aston TMRO Lrg Value	ATLVX	EV	E	5.76	0.20	-5.08	-2.70	-1.17	4.40	10.10	-3	***	-0.7	
Fn S W	Fidelity Value	FVVLX	EV	E	6.43	2.46	-3.46	-5.58	-5.63	6.30	55.81	-6	***	-0.9	
F S W	Vanguard Sictd Value	VASVX	EV	E	7.25	-0.57	-2.43	-5.60	-5.25	4.68	15.69	-7	***	-1.4	
Fn So Wn	Baron Asset	BARAX	EV	E	7.58	1.41	-3.74	-6.62	-5.55	4.63	44.56	-7	***	-1.5	
F S W	Forester Value	FVALX	EV	E	3.46	-1.81	-1.64	-1.73	-1.56	2.04	11.37	-3	***	-1.6	
F S W	Price Mid Value	TRMCX	EV	E	6.45	-0.10	-3.48	-6.03	-5.22	5.14	19.96	-8	***	-1.6	
World Growth 84 funds followed. Risk, growth, income and country emphasis varies.	Fn So Wn	Managers Global	MMAFX	EW	E	12.14	5.86	8.47	6.59	2.85	2.65	12.29	36	*****	13.5
	F S W	Matthews Asian G/I	MACSX	EW	E	14.91	6.97	5.82	7.04	0.48	2.66	16.72	35	*****	13.2
	Fn So Wn	Westcore Intrntl	WTIFX	EW	E	18.57	11.50	12.96	10.63	0.78	4.12	12.90	54	*****	13.2
	F S W C	Tweedy Browne Global Value	TBGVX	EW	E	13.07	5.15	1.85	3.47	-1.11	2.88	21.45	22	****	7.8
	Fn So Wn	Gamco Gbl Convertible	GAGCX	EW	E	13.31	6.69	3.23	0.79	-0.78	3.00	3.83	23	****	7.7
	F S W	Price Emrg Mkt Stk	PRMSX	EW	E	19.78	2.14	6.10	7.19	-1.95	4.79	30.10	33	****	6.9
	ETF	Wtree Emrg Mkt EI	DEM	EW	E	15.76	6.41	4.54	9.70	-0.72	5.16	5.13	36	****	6.9
	F W	Preferred Intrntl Value	PFIFX	EW	E	5.46	1.50	1.03	1.60	-0.64	1.42	10.81	9	****	6.3
	Fn So Wn C	William Blair International Growth	WBIGX	EW	E	11.42	2.86	4.11	6.78	-3.35	3.89	18.73	22	****	5.6
	W	Legg Mason Emrg Mkt	LMEIX	EW	E	18.70	2.24	3.98	6.12	-2.66	5.13	20.12	28	****	5.5
	Fn S W	Fidelity Emrg Mkt	FEMKX	EW	E	16.34	1.00	4.22	5.51	-1.94	4.70	22.21	25	****	5.3
	ETF	Vngrd Emrg Mkt	VVO	EW	E	16.44	1.24	4.72	6.81	-2.56	4.99	40.80	27	****	5.3
	Fn So Wn	Managers Emrg Mkt	MEMEX	EW	E	14.37	0.54	3.22	5.72	-2.45	4.68	13.13	21	****	4.6
	F So Wn R2<180d	AmCent Emrg Mkt	TWMIX	EW	E	15.77	0.82	2.51	5.01	-2.65	5.27	7.34	21	****	4.1
	Fn So Wn C R2<3m	Janus Overseas	JAOSX	EW	E	12.99	5.99	1.34	4.17	-4.30	5.21	42.97	20	****	3.9
	Fn So Wn	Marsico Global	MGLBX	EW	E	13.87	0.00	1.24	4.07	-2.61	4.77	8.95	17	****	3.5
	C	Price International Discovery	PRIDX	EW	E	7.91	-1.18	2.09	5.98	-2.34	3.84	36.70	12	****	3.2
	Fn So Ws R2<90d C	Oakmark Intrntl Small Cap	OAKEX	EW	E	12.08	-0.17	3.66	3.94	-4.65	4.70	11.88	15	****	3.2
	Fn So Wn R2<3m	Janus Worldwide	JAWWX	EW	E	10.42	1.60	0.33	3.42	-2.96	4.06	39.95	13	****	3.2
	ETF	iShares Emrg Mkt Stk	EEM	EW	E	13.45	-1.14	2.82	5.14	-3.24	5.51	40.06	17	****	3.1
Fn So Wn C	Artisan Intl SmCap	ARTJX	EW	E	5.58	-1.24	1.40	7.83	-1.36	4.13	16.66	12	****	3.0	
Fn So W	Neuberger & Berman Intrntl	NBISX	EW	E	6.85	-1.36	1.68	6.30	-2.22	3.82	14.51	11	****	2.9	
F Wn	Lazard Mid Cap	LZMOX	EW	E	13.23	4.05	-1.06	-1.72	-3.11	4.18	10.27	11	****	2.7	
F S W	Vanguard Intl Expl	VINEX	EW	E	5.48	-0.80	2.01	6.55	-2.64	3.94	13.67	11	****	2.7	
ETF	iShares Latin Amr	ILF	EW	E	17.83	-5.56	0.58	5.61	-3.00	6.07	45.21	15	****	2.5	
World Regional 24 funds followed. Region or industry emphasis varies.	F S W	Matthews Pacific Tiger	MAPTX	EWR	E	25.99	10.93	12.26	12.32	0.78	4.63	20.70	62	*****	13.4
	F S W	Price New Asia	PRASX	EWR	E	26.47	9.21	11.47	10.19	0.58	4.58	17.20	58	*****	12.6
	F S W	Matthews China	MCHFX	EWR	E	25.34	6.77	7.98	10.07	-0.37	4.99	26.66	50	*****	10.0
	F Wn	Lazard Emrg Mkt Open	LZOEX	EWR	E	17.63	6.33	8.62	8.19	-2.30	4.47	19.15	38	****	8.6
	ETF	Wtree India</													

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 51 funds followed. Usually... Emphasis on stocks with dividends. Low or no bonds. Risk, dividend and growth emphasis varies.	Fn SW	Fidelity Utilities	FIUX	EGI	E	12.98	10.34	8.78	6.72	1.04	3.64	14.62	40	*****	10.9
	F So Wn	AmCent Utilities Income	BULIX	EGI	E	5.20	2.03	4.39	5.12	-0.37	3.23	13.56	16	****	5.1
	Fn SW	Value Line Fund	VLIFX	EGI	E	12.28	6.60	0.43	-1.14	-2.93	3.66	6.95	15	****	4.2
	F SW	Nicholas Equity Income	NSEIX	EGI	E	13.82	5.61	0.92	-0.60	-3.51	3.65	13.18	16	****	4.1
	F SW	Vanguard Convertible Securities	VCVSX	EGI	E	8.47	4.62	0.08	0.16	-2.01	3.33	12.68	11	****	3.4
	Fn SW	Value Line Convertible	VALCX	EGI	E	8.24	2.84	0.29	-0.66	-1.68	2.97	10.51	9	****	3.0
	F So Wn	AmCent Equity Income	TWEIX	EGI	E	4.02	0.00	-0.61	0.15	-1.22	2.65	6.47	2	***	0.9
	Fn SW	Fidelity Convertible Securities	FCVSX	EGI	E	7.76	2.30	-1.58	-2.33	-3.07	4.01	21.79	3	**	0.8
	F S Ws R-14d1	US Gbl Invst Amrcn Eqty	GBTFX	EGI	E	5.07	0.57	-0.31	-1.48	-1.33	3.65	19.28	3	**	0.7
	F SW	ING Corp Leaders	LEXCX	EGI	E	6.77	-3.32	-1.21	-0.58	-1.66	4.20	17.19	0	***	0.0
	Fn SW	Value Line Income	VALIX	EGI	E	4.27	-0.79	-2.20	-1.82	-2.20	2.70	7.57	-3	**	-1.0
	F SW	Vanguard Equity Income	VEIPX	EGI	E	3.45	-2.21	-2.37	-1.06	-3.07	3.78	17.68	-5	**	-1.4
	SW	Torrey	TORYX	EGI	E	5.38	-0.08	-4.08	-2.38	-3.90	3.53	25.86	-5	**	-1.4
	Fn So Wn	Heartland Value & Income	HRTVX	EGI	E	9.59	0.38	-4.99	-7.63	-5.75	5.61	34.28	-8	**	-1.5
	F SW	Dreyfus Dis Stock	DDSTX	EGI	E	5.71	-1.13	-3.72	-3.20	-4.55	4.57	25.38	-7	**	-1.5
	Fn So Wn	Gabelli Equity Incm	GABEX	EGI	E	4.37	-2.05	-3.27	-1.66	-3.75	4.01	17.18	-6	**	-1.6
	Fn So Wn	Dreyfus Growth & Income	DGRIX	EGI	E	5.37	-1.78	-3.74	-3.02	-4.30	4.36	11.57	-7	**	-1.7
	F SW	Vanguard Cap Value	VCVLX	EGI	E	8.02	-2.05	-6.81	-5.48	-6.20	6.08	8.62	-13	**	-2.1
	F SW	Accessor Grth/Incm	AGIX	EGI	E	1.84	-2.81	-1.70	-0.86	-2.33	2.83	13.85	-6	**	-2.1
	F SW	Davenport Eqty	DAVPX	EGI	E	5.50	-3.36	-4.04	-3.19	-3.78	3.80	10.94	-9	**	-2.3
S	Primary Trend	PTFDX	EGI	E	4.10	-3.10	-4.18	-2.90	-3.89	4.07	9.39	-10	**	-2.4	
D	USAA Grth/Incm	USGRX	EGI	E	5.03	-2.99	-5.30	-4.34	-5.59	4.78	12.33	-13	**	-2.8	
Fn So Wn	FAM Equity Income	FAMEX	EGI	E	4.21	1.37	-4.94	-5.52	-6.87	4.16	15.59	-12	**	-2.8	
F SW	Domini Social Equity	DSEFX	EGI	E	4.71	-3.14	-5.04	-4.16	-5.12	4.34	24.67	-13	**	-2.9	
F SW	Price Equity Income	PRFDX	EGI	E	2.19	-3.09	-4.11	-4.52	-4.88	4.59	20.06	-14	**	-3.1	
Contrary 21 funds followed.	Fn So Wn C	Merger Fund	MERFX	EC	E	4.42	2.59	0.70	2.06	0.38	0.71	15.84	10	*****	14.3
	F SW	The Arbitrage	ARBFX	EC	E	1.02	-0.54	0.00	2.72	0.79	1.00	12.83	4	*****	4.0
	ETF	PS Agrcltr	DBA	EC	E	-0.42	-1.93	2.28	1.18	0.00	3.07	25.98	10	****	3.3
	F SW	RBB Lng/Shrt Eqty	BPLEX	EC	E	9.73	5.00	-1.12	-5.03	-4.76	4.84	16.80	4	**	0.8
	F SW	Grizzly Short	GRZZX	EC	E	-11.07	-5.57	2.46	7.76	5.53	6.20	4.58	-1	**	-0.1
Real Estate 16 funds followed.	F SW	Aston Real Estate	ARFCX	ERE	E	33.33	20.90	16.05	4.44	-0.53	6.44	7.52	74	*****	11.5
	F SW	Alpine Realty Inc/Grth	AIGYX	ERE	E	28.68	18.06	10.37	1.85	-0.65	6.33	13.73	58	*****	9.2
	Fn SW	Fidelity Real Estate	FRESX	ERE	E	33.33	20.84	13.21	1.73	-1.54	7.49	22.96	68	*****	9.0
	F So Wn	AmCent Real Estate	REACX	ERE	E	30.16	20.43	13.46	1.43	-1.63	7.09	16.27	64	*****	9.0
	F W	Columbia REIT	CREEX	ERE	E	24.21	19.49	11.72	2.25	-1.56	6.27	11.34	56	*****	8.9
Bond Short 18 funds followed Usually... Maturity less than 3 years.	SW	Weitz Shr Intrmd Incm	WEFIX	BS	B	5.45	3.39	2.38	1.13	0.40	0.66	12.49	-5	**	-7.0
	F SW	Northern Shr-Intr Gov Incm	NSIUX	BS	B	4.15	2.37	2.51	1.81	0.57	0.60	10.66	-6	**	-9.9
	F SW	Harbor Short Duration Fund	HASDX	BS	B	5.10	3.08	1.13	0.63	0.00	0.57	8.03	-7	**	-13.0
	F SW	Vanguard ST InvstGrd	VFSTX	BS	B	3.53	1.78	1.40	1.59	0.37	0.61	10.85	-9	**	-14.2
	ETF	Vngrd ShrTm Bond	BSV	BS	B	2.28	1.38	1.58	1.62	0.29	0.47	81.67	-10	**	-21.7
Bond Intrmd 34 funds followed. Maturity varies 3-7 years.	ETF	iShares 10-20yr Trsry	TLH	BI	B	11.55	9.11	13.14	9.38	5.13	2.06	123.60	31	*****	15.0
	ETF	iShares 7-10yr Trsry	IEF	BI	B	8.36	6.66	9.44	6.62	3.08	1.55	99.26	17	*****	10.9
	F SW	Price Corp Inc	PRPIX	BI	B	9.07	5.72	5.72	5.61	1.84	1.47	9.98	11	*****	7.2
	F S	Bernstein Intrmd Duration	SNIDX	BI	B	8.80	5.54	4.68	3.83	1.22	1.04	14.10	7	*****	6.5
	SW	Vanguard IT InvstGrd	VFICX	BI	B	8.84	5.40	5.40	4.87	1.57	1.37	10.34	9	*****	6.4
Bond Long 7 funds followed. Usually... Maturity > 7 years.	ETF	iShares 20+ yr Trsry	TLT	BL	B	12.38	12.35	18.42	12.50	8.04	2.91	108.56	46	*****	15.9
	F SW	Vanguard LT Trsry	VLSTX	BL	B	11.40	9.87	15.42	10.82	6.76	2.42	12.80	37	*****	15.3
	Wn	Dreyfus US Long	DRGBX	BL	B	11.03	10.05	14.12	10.70	6.44	2.43	18.83	35	*****	14.4
	Fn So Wn	Wasatch Hsng Trsry	WHOSX	BL	B	11.17	11.87	21.65	14.90	9.74	3.64	17.81	52	*****	14.3
	F SW	Vanguard LT InvGrd	VWESX	BL	B	11.10	8.92	11.72	9.64	4.71	2.18	10.01	29	*****	13.2
Bond US Govt 23 funds followed. Usually... Maturity varies.	F SW	Rydex US Govt Bond	RYGBX	BU	B	6.75	5.69	24.42	16.17	10.49	3.78	14.01	66	*****	17.5
	F Sio Wn	Flex US Gov	FLBXX	BU	B	5.34	3.55	4.34	3.99	2.19	0.73	21.90	2	****	2.8
	F So Wn	AmCent Inf Adj B	ACITX	BU	B	6.85	0.84	4.34	1.87	1.87	1.24	12.01	-2	**	-1.3
	Fn So Wn	Marshall Govt Income	MRIX	BU	B	6.32	3.38	3.38	1.41	0.50	0.90	10.09	-2	**	-2.6
	F SW	Accessor Mortgage	AMSIK	BU	B	6.44	3.51	3.36	1.65	0.22	0.78	13.55	-2	**	-2.8
	F Wn	California Invest US Govt Secry	CAUSX	BU	B	2.89	1.91	4.81	2.59	1.14	1.19	10.68	-4	**	-3.4
	F SW	Dreyfus US Gov	DIGFX	BU	B	5.18	3.15	3.55	2.16	0.25	0.75	16.05	-3	**	-4.1
	Fn SW	Fidelity Govt Securities	FGOVX	BU	B	1.39	2.62	4.18	3.20	1.39	0.94	10.97	-5	**	-4.9
	Fn So Wn	Dreyfus GNMA	DRGMX	BU	B	5.01	2.95	3.42	2.08	0.19	0.76	16.73	-4	**	-4.9
	Fn SW	Fidelity Intrm Gov	FSTGX	BU	B	3.32	2.47	3.60	2.75	0.99	0.77	11.21	-4	**	-5.5
Bond Flexible 20 funds followed. Usually... Maturity, risk and quality emphasis varies.	ETF	PS Laddrd 1-30 T	PLW	BF	B	9.80	8.03	11.83	8.11	4.81	1.83	30.26	25	*****	13.8
	Fn So Wn	Managers Bond	MFIX	BF	B	10.74	5.85	4.53	3.56	1.02	1.61	25.87	8	****	5.2
	Fn So Wn	Westcore Flex Incm	WTLTX	BF	B	10.29	5.82	3.21	3.59	0.60	1.64	8.36	6	****	3.8
	F SW	Harbor Bond	HABDX	BF	B	6.18	3.82	5.49	3.98	1.40	1.16	13.06	4	****	3.0
	D	USAA Income	USAIX	BF	B	7.03	4.02	3.35	2.78	1.25	1.00	12.94	1	**	1.1
	F SW	Price New Income	PRCIX	BF	B	5.98	3.83	4.06	3.07	0.93	0.82	9.75	1	**	0.6
	Fn So Wn	Janus Flexible Income	JAFX	BF	B	6.34	3.81	3.81	3.12	0.83	0.89	10.91	1	**	0.6
	Fn SW	Loomis Sayles Bond	LSBRX	BF	B	10.34	4.24	2.30	3.20	-0.72	1.87	13.76	1	**	0.6
F SW	SSgA Bond	SSBMX	BF	B	5.60	3.63	3.75	3.38	1.03	0.87	8.86	0	**	0.0	
Si WI	Vanguard TTL Bond Index	VBMFX	BF	B	5.41	3.31	4.20	3.22	1.21	0.81	10.91	0	**	0.0	
Bond HiYield 22 funds followed. Usually... Less than BBB. Maturity varies.	F SW	BlackRock Hi Yld	BHYSX	BH	B	15.14	7.04	2.53	1.67	-1.08	2.27	7.30	8	****	3.5
	D	USAA HiYld	USHYX	BH	B	13.52	5.50	2.28	2.54	-0.25	2.28	8.06	6	**	2.7
	Fn SW	Fidelity High Incm	SPHIX	BH	B	11.21	4.61	2.01	2.49	-0.58	2.04	8.63	2	**	1.2
	Fn SW	Fidelity Cap/Incm	FAGIX	BH	B	14.14	4.43	1.28	1.40	-1.13	2.99	8.72	3	**	0.9
	SWR1<12m	Vanguard High Yld Corp	VWEHX	BH	B	8.77	4.0	2.39	3.53	-0.36	1.68	5.58	1	**	0.6
Bond World 15 funds followed. Quality, region, risk and maturity varies.	Fn SW	Payden Emrg Mkt Bd	PYEMX	BW	B	14.68	9.50	7.71	7.63	1.89	1.85	14.53	24	*****	13.0
	ETF	PS Emrg Mkt Bnd	PCY	BW	B	8.90	8.05	8.43	7.76	2.29	1.87	27.65	18	****	9.7
	F SW	Price Emrg Mkt Bond	PREMX	BW	B	11.63	6.81	5.37	6.38	1.29	1.65	13.34	14	****	8.6
	Fn SWR1<6m	Fidelity New Markets Income	FNMIX	BW	B	11.09	4.91	6.30	6.30	1.71	1.93	16.03	13	****	6.7
	F SW	Artio Gbl Hiltcm	BJBHX	BW	B	14.39	6.07	2.51	2.02	-0.84	2.48	10.60	7	**	2.7

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. Check updates.

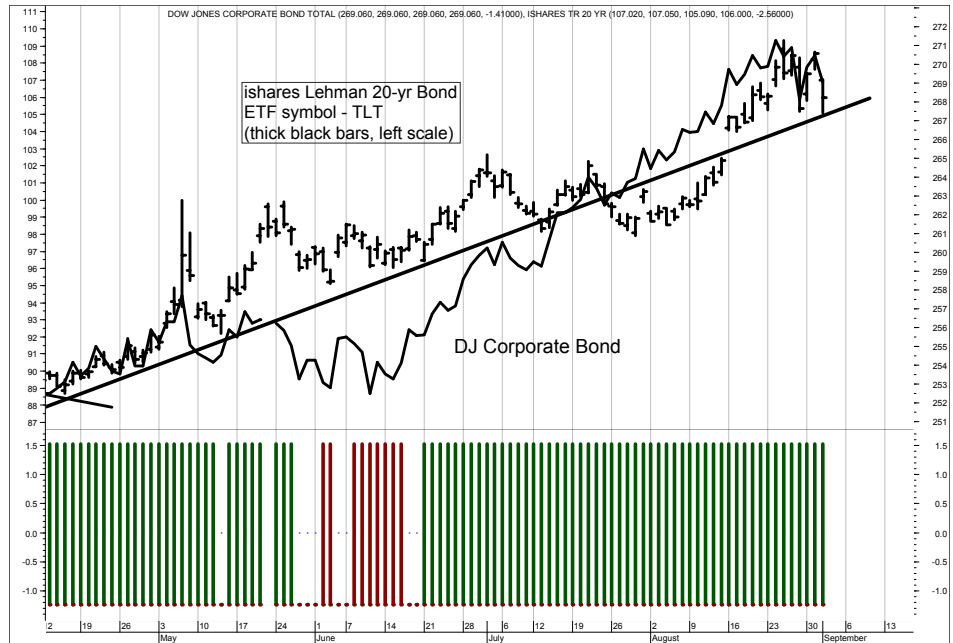
Interest Rates and Bond Prices

Interest rates continue to probe record lows and bond prices sky to new highs (rates and prices move inversely). This trend should continue as the Federal Reserve has reassured investors that it remains committed to recovery and has plenty of ammunition to bring about its desired end, which is a sustained, self-supporting recovery.

One weapon is via quantitative easing. It will buy government bonds, which does two things. It increases the money supply and it brings down long-term rates.

The Fed directly controls short-term rates, but it is now committed to working on the longer end. How does mortgage rates at 2% sound or car financing at 0.5%? Not for specials, but as permanent fixtures on the economic landscape.

My Bond Model remains bullish.



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. Bonds have been soaring on weaker economic news and Fed announcements, but there's no reason to think the major trend is in a bubble and will soon change. No reason to take profits, trying to short-term time things. Will actually look to buy more on weakness.

MONTHLY ACTIVITY

MONTH ENDING: 8/31/2010

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
27-Jul	sell	LKFIX	11.12	1,954.8377	21,738	PLW	Bond Flex	PS Laddered 1-30	30.26	773.4919	23,406	10%
27-Jul	sell	FGMNX	11.88	1,966.6656	23,364	TLH	Bond Intrmd	iShares 10-20 yr T	123.60	380.1296	46,984	21%
27-Jul	sell	PYGNX	10.53	1,986.2089	20,915	FBNDX	Bond Intrmd	Fidelity Corp Bond	7.47	2,993.1973	22,359	10%
27-Jul	buy	PLW	28.48	772.4719	22,000	HASDX	Bond Short	Harbor Short Durtn	8.03	2,739.7260	22,000	10%
27-Jul	buy	TLH	115.75	380.1296	44,000	FAGIX	Bond HiYld	Fidelity Cap/Incm	8.72	3,639.4871	31,736	14%
27-Jul	buy	FBNDX	7.35	2,993.1973	22,000							
27-Jul	buy	HASDX	8.03	2,739.7260	22,000							
						MM	Money Market		100	81875.0000	81,875	36%
						MM	Margin Loan		-100	-	-	0%
Total Valuation=											228,360	100%

Market Timing and Asset Allocation

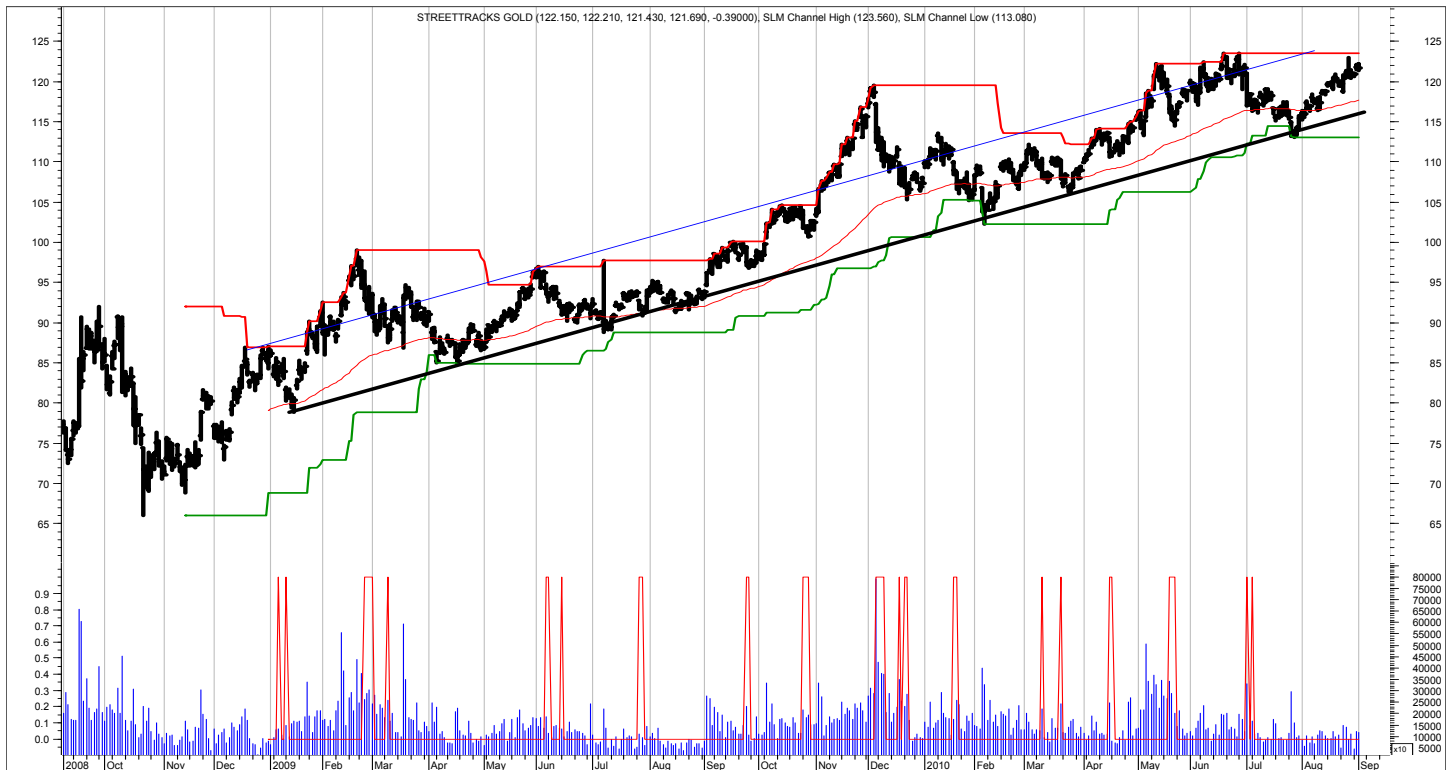
Golden Spikes

We all know about the flash crash on May 6 this year when the S&P briefly plunged in minutes to 105 from the close of 117.5 the day before. At the time I said amongst other things that those lows should prove to be the eventual support area. There should be testing of those lows, but they should hold. And basically it has unfolded that way.

The same thing supposedly just happened in the gold mar-

ket, but to the upside. On August 31st we supposedly had a gold spike to \$3,400 an ounce for a minute or so. The chart below is of the ETF GLD, and not for bullion itself, so the spike does not show up.

So, the question has to be asked, if it was a real print, then is that the long-term highs projected for this gold move given our debt problems? A tripling from here?



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

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

STOCK MARKET COMMENTS (SUM: 6 bull, 5 neutral, 1 bear)

US Gov. fiscal policy, **neutral** (more stimulus programs called for).
Corporate activity **bullish** (earnings recovery to pre-financial crisis).
Economy, **bullish** (still expanding, but anemic).
Inflation, **neutral**. (deflation is the question).
World input, **bearish** (leaning back toward neutral).
Housing, **neutral** (signs of stability, yet overhang).
Investor sentiment, **neutral** (turning bullish contrarily).
Federal Reserve policy, **bullish** (easing still the watchword).
Market valuation (PE, yield, book), **bullish** (undervalued).
(22,900 projected on DJ Industrials to fair value, earnings discounted).
Exogenous events, **neutral** (wound down Iraq, but for Iran?).
Hedge fund/leverage risk, **bullish** (consolidations, M&A picking up).
Technical, **bullish**, (lows tested and held, next move projected up)

The stock market correction from April's peak appears over as we start September. Stocks came down and bonds rallied on weaker than expected economic news.

But stocks seem to have priced in the fear of a double-dip recession, while some folks actually claim we never even grew out from the first recession. Worse, some argue we "remain" in a depression.

The market's reaction to news is normally more important than the news itself. When the news comes in better than the worst expectations, the market rallies. Imagine what will happen if the news actually does far exceed lowered expectations and folks reverse their recession fears to recovery hopes.

Performance Scoreboard

INDEXES, FUND STYLES & MAAP PORTFOLIOS	%RETURNS FROM THE PAST X MONTHS THRU 8/31/10					V Vol- atility	INDEX CLOSE		PERFORMANCE IN:					
	X= 12	9	6	3	1				2009	2008	2007	2006	2005	2004
DJ Wilshire 5000	4.23	-2.35	-4.45	-4.15	-4.90	4.3	10929.50	-	26.52	-36.68	3.94	13.72	8.24	10.85
Dow Jones Industrials	5.46	-3.19	-3.01	-1.20	-4.31	3.9	10014.70	-	18.82	-33.84	6.43	16.29	-0.61	3.15
Standard & Pooors 500	2.81	-4.23	-4.99	-3.68	-4.74	4.2	1049.33	-	23.45	-38.49	3.53	13.62	3.00	8.99
Russell 2000	5.24	3.85	-4.22	-9.00	-7.50	5.9	602.06	-	25.22	-34.80	-2.75	17.00	3.32	17.00
Dow Jones World Index	2.19	-3.98	-2.18	0.72	-3.62	4.1	213.14	-	31.97	-42.85	8.43	18.52	9.41	14.43
Gold/Sliver Index (XAU)	25.92	0.78	14.72	6.45	9.09	7.7	185.15	-	35.85	-28.54	21.84	11.11	28.87	4.65
Dow Jones Ttl Bond	12.45	8.60	8.25	6.38	1.87	1.6	270.47	-	17.89	1.80	5.24	3.70	1.40	3.99
Small Cap	7.94	3.83	-3.12	-6.99	-6.14	5.4	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.	31.86	-39.13	-3.52	7.20	2.63	11.74	
Mid Cap	8.12	2.04	-3.18	-4.69	-4.88	4.9		35.93	-41.93	6.00	6.79	8.38	12.96	
Large Cap	4.49	-3.03	-5.01	-4.23	-4.78	4.5		33.01	-39.89	5.81	6.11	5.75	13.34	
Value	4.32	-1.86	-4.45	-4.06	-4.75	4.4		30.13	-37.96	-6.44	10.08	3.66	11.26	
Contrary	-9.07	-7.23	-4.78	-0.12	0.19	4.4		-5.99	5.36	-1.11	-1.99	5.78	3.11	
World Growth	4.20	-3.63	-0.97	3.53	-3.09	4.5		37.01	-47.03	x	x	13.07	17.11	
Growth/Income	3.96	-2.58	-4.38	-3.42	-4.16	4.1	For more information about these model portfolios, please see pages five and six.	25.16	-36.20	0.47	9.82	4.23	10.24	
Bond Long	9.93	8.86	14.88	10.95	6.42	2.6		-8.70	11.91	6.19	2.75	10.32	8.43	
Bond High Yield	8.81	3.60	1.81	2.42	-0.64	1.8		30.64	-23.05	x	8.84	5.76	6.63	
Bond World	4.97	0.28	3.62	6.14	1.09	1.8		10.54	-7.34	4.74	5.65	7.40	9.07	
MAAP Aggrsv Grth	3.64	-0.42	-1.28	-1.54	-2.72	2.3	For more information about these model portfolios, please see pages five and six.	21.35	-10.73	4.30	9.95	7.20	0.57	
MAAP Growth	5.65	0.23	-0.68	-1.01	-2.70	2.3		20.83	-5.75	3.39	5.66	3.50	1.53	
MAAP Balanced	7.09	1.58	0.13	-0.15	2.02	2.2		24.69	-13.09	3.17	7.59	2.01	5.88	
MAAP Income	7.04	4.58	3.82	2.99	1.31	0.6		5.60	-4.78	4.32	2.80	-1.86	1.90	

Funds and MAAP portfolio data include dividend reinvestment. Market data does not include dividends, except for T-Bond Index. (MAAP performance includes a simulated 2% fee deduction as if the portfolio was managed. Subscribers may generally add 2% to the numbers to get actual results.)

Managed Asset Allocation Program (MAAP)

Fund Selection. Our selection process is on nearly 800 funds and ETFs. Firstly, we separate them into their primary Asset class, Equity, Hybrid, Bond. We then subdivide them into Styles like small, large, value, international, etc.. Next, we rank the funds by recent performance relative to the market and peer group (CS). We also measure their risk by volatility (V). We then rank them and select from there.

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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