



# The Benjamin Graham Value Report

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Sound Advice From the Teachings of Benjamin Graham

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## INSIDE THIS ISSUE

### The Benjamin Graham Value Model

Downey Financial	2
MGIC Investment	2
PMI Group	3

### The Wise Owl Model

CVS Corp.	4
Johnson Controls	4
Lincare Holdings	5
Lowe's Companies	5

### Special Feature

Net Current Asset Value	6
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### Highest Ranked Stocks

8

## MARKET OPINION

Anticipation of a long-awaited turnaround in the U.S. economy pushed the stock market slightly higher for the fourth straight month. The Standard & Poor's 500 Index advanced 1.1% in June bringing the year to date advance to a robust 10.8%. Bond prices declined somewhat – sending the 10 year Treasury Note yield up to 3.52% from 3.37% at the end of May. Gold moved lower to close the month at \$348, a decline of \$15 per ounce. Oil prices were little changed at \$29.25 per barrel.

The U.S. economy continues to struggle through its current bottoming process. Earnings are on a definite uptrend, yet unemployment continues to worsen. Although capital spending in general is flat, new orders for information technology are beginning to pick up. It appears that technology, which led us into this economic quagmire, will also lead us out of it, because technology remains the best means to achieve higher productivity. But the economic recovery will take time, probably lots of time.

In the meantime, the broad-based advance of the stock market is signaling the end of the three year bear market that all of us are happy to bid 'adieu'. In our analysis on page 6 of this issue, we forecast that the Dow Jones Industrial Average will trade in a range of 7,499 to 10,979 during 2003 and 2004. The market is now approaching the mid-point of our range and is due for a mild correction before advancing further. Investors should continue to take advantage of under-valued quality stocks that offer better than average returns.

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**“The prudent stock investor is one who (a) buys only at prices amply supported by underlying value and (b) determinedly reduces his stockholdings when the market enters the speculative phase of a sustained advance.”**

**Benjamin Graham**

Benjamin Graham is known as the father of value investing. He influenced many modern gurus, including Warren Buffett.

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## THE BENJAMIN GRAHAM VALUE MODEL

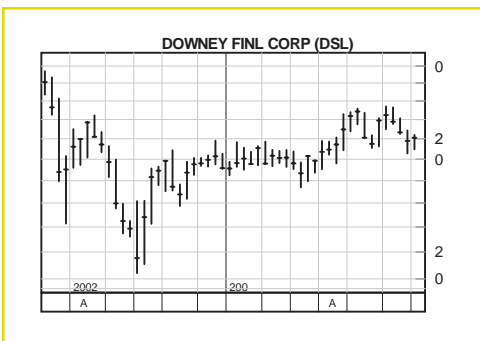
Benjamin Graham achieved returns of 20% per year over decades. Warren Buffett has used this approach for over 35 years with similar results. We screen the Benjamin Graham Common Stock Data Base monthly to detect the stocks that meet Benjamin Graham's seven criteria for value. The table below lists the stocks that are this month's recommendations for purchase. All purchases are recommended at our Buy Target with additional purchases recommended at 10% and 20% below our Buy Target. At the time you buy a stock, we recommend that you make a note of the Sell Target.

This Month's Buy Recommendations					Ben Graham's Seven Valuation Criteria						
Company Name	Ticker Symbol	6/30/03 Price	Buy Target	Sell Target	Max 1.10	Min 1.50	Min 1.0%	Max 9.0	Max 1.20	Min 0.1%	Min B+
					Debt v		Curr	Current	Earnings	P/E	P/BV
					Assets	Ratio	Growth	Ratio	Ratio	Yield	Rank
Beazer Homes USA	BZH	83.50	83.50	130.09	0.46	15.84	12.4%	7.1	1.19	0.0%	B+
Downey Financial	DSL	41.30	38.27	59.35	NA	NA	11.1%	9.2	1.30	0.9%	A-
MGIC Investment	MTG	46.64	44.99	68.09	NA	NA	15.5%	7.9	1.24	0.2%	A+
PMI Group	PMI	26.84	26.84	40.71	0.08	11.99	14.0%	6.8	0.98	0.4%	A
Pulte Homes	PHM	61.66	60.74	103.83	0.35	2.71	14.4%	8.0	1.22	0.3%	A-
Standard Pacific Corp.	SPF	33.16	32.26	48.20	0.53	7.41	10.3%	7.8	1.23	1.0%	NR

Two stocks were purchased at our Buy Target prices last month: Ameron and Beazer. We have added three new stocks to our Model this month: Downey Financial, MGIC Investment, and PMI Group. They replace Ameron, Lafarge, Quanex and Sears, which have less potential.

### Downey Financial (DSL)

Industry: Thrift  
 Price: \$41.30  
 Buy Target: \$38.27  
 Sell Target: \$59.35



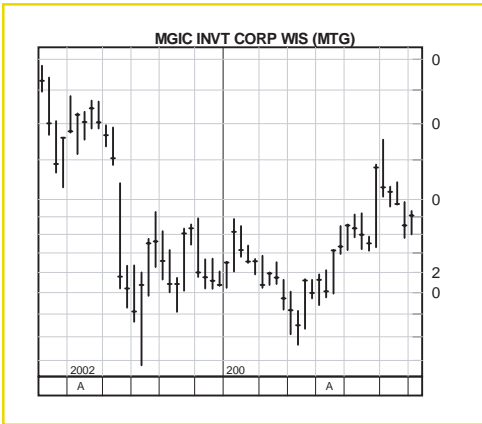
**Downey Financial (DSL)** is a holding company for Downey Savings and Loan, which purchases and originates residential mortgages. DSL has 167 offices in California and has begun aggressively adding branches there while expanding into Arizona. Return on equity has suffered during the current low interest rate environment but will increase to more normal levels when interest rates move up. Downey is authorized to repurchase up to \$38 million of the company's common stock, which would boost earnings by \$.15 per share. We look for 12 to 15% earnings increases this year and next. At 9.2 times earnings and 1.30 times book value, the shares are slightly overpriced. Patient investors should wait to buy shares at our recommended Buy Target of \$38.27 with the expectation of achieving our Sell Target of \$59.35 within 2 to 3 years.

### MGIC Investment (MTG)

Industry: Diversified  
 Financial Services  
 Price: \$46.64  
 Buy Target: \$44.99  
 Sell Target: \$68.09

**MGIC Investment (MTG)** is the leading provider of private mortgage insurance for residential first mortgage loans. The company has participated in the housing boom, the mortgage refinancing boom, and the larger percentage of mortgage loans that are now insured. Although these three trends are now slowing and delinquencies are increasing, MGIC will continue to increase revenues and earnings as the economy gains momentum. The current price to earnings (P/E) ratio is only 7.9, and the price to book value ratio is 1.24. The company has paid a small quarterly dividend since 1991 when the company went public. Management is authorized to repurchase up to

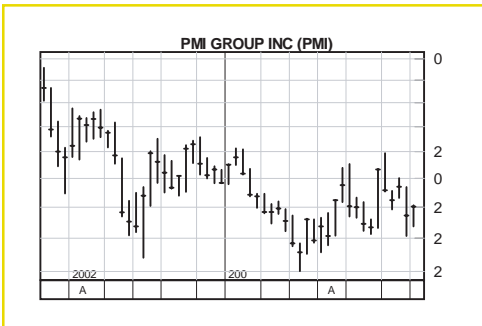
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\$8.1 million of its common stock. During the past 11 years, earnings have risen every year – with no deficits. The quality of the company also meets Graham’s minimum standards as exemplified by the Standard & Poor’s Earnings and Dividends Rating of A+. Long-term investors should consider initiating purchases at our Buy Target price of \$44.99. The stock should reach our sell target of \$68.09 within two years.

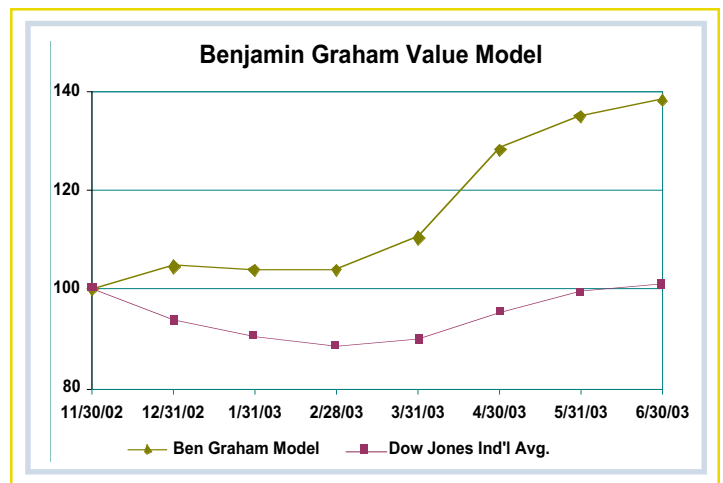
<b>PMI Group (PMI)</b>	
Industry:	Property & Casualty Ins.
Price:	\$26.84
Buy Target:	\$26.84
Sell Target:	\$40.71

**PMI Group (PMI)** provides private mortgage insurance to residential mortgage lenders here and abroad. The current low interest rate environment has enabled management to grow earnings at a rapid rate since it was spun off from Allstate Insurance in 1995. Expansion overseas will partially offset rising mortgage delinquencies and expected slower new home sales. Compared to last year, earnings for this year are forecast to be 5 to 10% lower, but should return to a positive 10% pace beginning in 2004. The company has a strong balance sheet, is rated A by Standard & Poor’s, and has a price to earnings ratio of 6.8. PMI shares have declined from a high of \$44 to the current \$26.84. Value investors can purchase the shares at the current depressed level with additional purchases warranted at \$24.16 and \$21.47 per share. Our sell target of \$40.71 seems attainable within 3 years.



### Performance for the Benjamin Graham Value Model

Portfolio performance for the month of June was very good compared to the market indices. The Benjamin Graham Value Model was up 2.32% compared to a gain of 1.53% for the Dow Jones Industrial Average. Since its inception on 11/30/02, The Benjamin Graham Value Model has gained 37.9% compared to a gain of just 1.0% for the Dow Jones Industrial Average. The chart at right illustrates the Model’s performance during the past seven months. We expect the Model to perform well during the foreseeable future as investors continue to avoid risky growth stocks in favor of sound values.



## THE WISE OWL MODEL

The Wise Owl Model has gained 21.0% compounded annually since its inception on 12/31/95 compared to a gain of 6.2% for the S&P 500. The Owl rating system is a proprietary system developed by J. Royden Ward. By screening stocks in the Benjamin Graham Database for quality, value, growth and technical strength, the Wise Owl Model offers you more consistent profits and lower volatility than the basic Benjamin Graham Value Model – with nearly equal long-term performance. We recommend that you sell each stock when it reaches the Owl Sell Target or when the Owl Total Rating falls below 6.0.

This Month's Buy Recommendations											Owl Quantitative Rating System				
											Best = 5	Best = 5	Best = 5	Best = 5	Best = 10
Company Name	Ticker Symbol	6/30/03 Price	Owl Buy Target	Owl Sell Target	Financial Strength	S&P Earn/ Div Rating	IBD Earns Strength	Growth	Current P/E	Owl Quality Rating	Owl Value Rating	Owl Growth Rating	Owl Technical Rating	Owl Total Rating	
Cardinal Health	CAH	64.30	62.25	101.05	A	A+	95	18.0%	21.4	4.02	2.66	4.12	3.24	9.36	
Countrywide Financial	CFC	69.57	77.36	110.62	B++	A	96	15.5%	7.7	2.43	3.75	3.25	3.32	8.50	
CVS Corp.	CVS	28.03	35.12	53.61	A+	B	87	12.8%	14.8	2.85	4.19	2.89	3.03	8.64	
Fannie Mae	FNM	67.44	86.07	109.26	A+	A+	80	12.0%	9.6	4.58	3.44	3.00	3.09	9.42	
Home Depot	HD	33.12	39.52	68.21	A++	A+	79	22.5%	20.0	4.70	4.26	3.87	3.18	10.00	
Johnson Controls	JCI	85.60	83.79	131.58	A	A+	91	12.3%	12.6	3.78	3.08	2.99	2.82	8.45	
Lincare Holdings	LNCR	31.51	31.82	67.86	A	B+	96	20.5%	15.9	2.74	3.32	4.18	2.70	8.63	
Lowe's Cos.	LOW	42.95	40.85	71.16	A+	A+	97	20.0%	20.6	3.86	2.73	4.42	2.90	9.27	
Pfizer Inc.	PFE	34.15	37.86	67.28	A++	A+	96	16.5%	20.2	5.00	3.33	3.75	3.50	10.00	
Washington Mutual	WM	41.30	39.77	61.97	A	A-	82	15.5%	9.7	2.94	3.03	3.23	3.45	8.43	
<b>Average:</b>		49.80	53.44	84.26			89.9	16.6%	15.3	3.69	3.38	3.57	3.12	9.07	

New additions to the Wise Owl Model this month are CVS, Johnson Controls, Lincare, and Lowe's. They replace Biovail, Express Scripts, Lennar, and PMI that continue to be strong holds.

### CVS Corp. (CVS)

Industry: Pharmacy Services  
 Price: \$28.03  
 Buy Target: \$35.12  
 Sell Target: \$53.61



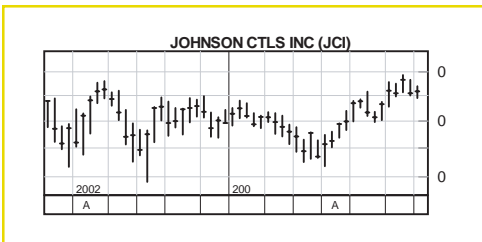
### Johnson Controls (JCI)

Industry: Auto Parts  
 Price: \$ 85.60  
 Buy Target: \$ 83.79  
 Sell Target: \$131.58

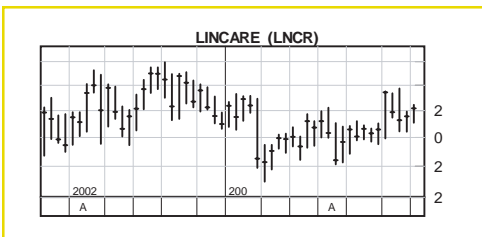
**CVS Corp. (CVS)** is the nation's largest drug retailer in terms of number of drugstores with 4,112 locations in 32 states. The rapid expansion in store locations has been tempered by the slow economy's impact on CVS comparable store sales. Profit margins remain low because of management's focus on expansion. We believe that management will refocus its efforts on profitability within the next few years and boost earnings more rapidly. The shares are under-valued, selling at 14.8 times earnings. Long-term investors should consider initiating purchases at the current price of \$28.03 with an expectation that the shares will reach our Sell Target of \$53.61 within 3 years.

**Johnson Controls (JCI)** manufactures automotive seating systems and batteries for auto makers and auto parts retailers. The company also provides heating, air conditioning, lighting, security, and fire protection systems for commercial buildings. The outlook for JCI's automotive group (70% of sales) is lackluster due to the forecast slowdown in auto sales during the next year or two. This is offset by the positive outlook for the commercial building control group, where Johnson is expanding rapidly. The company has a strong balance sheet and a history of steady earnings and dividend growth. Management has increased revenues for 56 consecutive years and boosted its dividend for 27 straight years. Investors seeking quality

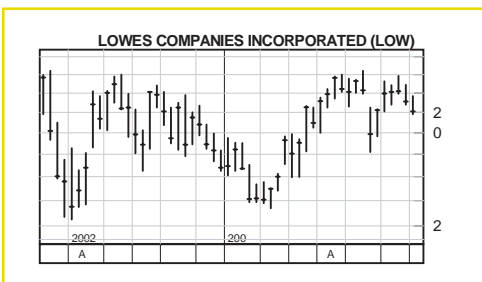
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**Lincare Holdings (LNCR)**  
 Industry: Medical Services  
 Price: \$31.51  
 Buy Target: \$31.82  
 Sell Target: \$67.86



**Lowe's Companies (LOW)**  
 Industry: Retail Building Supply  
 Price: \$42.95  
 Buy Target: \$40.85  
 Sell Target: \$71.16



illustrates the Model's performance since inception on 12/31/95 and shows how \$100 invested at the beginning would have grown to \$415 at the end of June – a compound annual return of 21.0%. We note that The Wise Owl Model reached an all time high this month – surpassing the previous high set in December 2001.

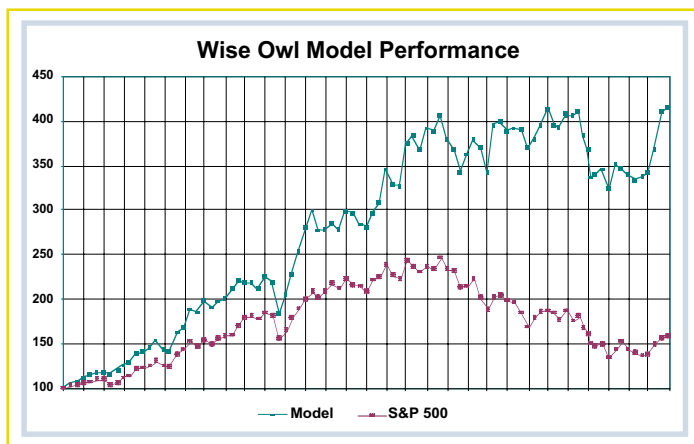
should consider purchasing shares at the current \$85.60 level and expect the shares to rise to our Sell Target of \$131.58 within 2 years.

**Lincare Holdings (LNCR)** is a leading supplier of oxygen and respiratory services to home-based patients. The maturing U.S. population and Lincare's ability to increase market share have enabled the company to grow sales and earnings at a 20% rate that will probably extend into the future. Management is currently authorized to repurchase \$220 million of the company's common stock, which could add 14 cents to earnings per share. The stock is an outstanding value at the current level of \$31.51 and should reach our Sell Target of \$67.86 within three years. The shares are volatile but, at 15.9 times earnings, downside risk is minimal.

**Lowe's Companies (LOW)** is the second largest retailer of building materials and home improvement products. The company has gained market share from Home Depot by improving customer service and opening new stores in the major markets in which Home Depot operates and competing effectively. Lowe's is aggressively adding to its current base of 875 stores by adding 130 new stores this year and 140 more next year. The price to earnings ratio (P/E) for Lowe's has remained in a range of 20 to 35 during the past 10 years. The current P/E of 20.6 times is at the low end of its range and presents an excellent buying opportunity for investors. Lowe's has a strong balance sheet (rated A+ by Value Line), has exhibited strong growth (rated A+ by Standard & Poor's), and presents an excellent opportunity to own a quality growth company at \$42.95 with upside potential to \$71.16 within three years.

### Performance for the Wise Owl Model

Performance for the month of June was in line with the market indices. The Wise Owl Model gained 0.98% compared to a gain of 1.13% for the Standard & Poor's 500 Index. The chart at right

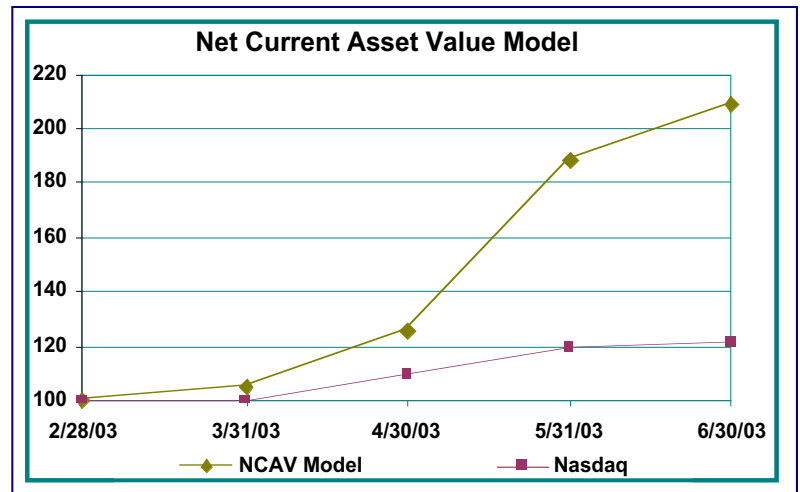


## SPECIAL FEATURE

**Net Current Asset Value** – Four months ago we introduced Benjamin Graham’s formula to determine the Net Current Asset Value (NCAV) of a company. In his book, *The Intelligent Investor*, Ben Graham defined NCAV as the current assets of a company less all liabilities (including long-term debt) with calculations on a per share basis. His definition differs from Book Value per share in that NCAV does not include fixed or long-term assets. Mr. Graham further stated in his book that “...if one can acquire a diversified group of common stocks at a price less than the applicable net current assets alone – after deducting all prior claims, and counting as zero the fixed and other assets – the results should be quite satisfactory.”

Henry Oppenheimer in 1986 reported the results of an analysis that he conducted using the NCAV theory tested from 1970 to 1983. Mr. Oppenheimer created annual theoretical portfolios of all stocks that had share prices less than two thirds of their NCAV. Indeed, the results were a lot more than “quite satisfactory.” The NCAV portfolio appreciated at an annual rate of 28.3% compared to an annual rate of 10.7% for the market.

During the past four months, we have followed stocks that fit Ben Graham’s NCAV guidelines. On June 1, 2003, we screened the Value Line 1,700 stocks and found 5 stocks that were selling at or below two thirds of their NCAV. The 5 buy recommendations appreciated 10.9% in June compared to a gain of 1.7% for the Nasdaq Composite Index. Since March 1, 2003, our NCAV recommendations are up an incredible 108.7% compared to a gain of 21.3% for the Nasdaq Composite! The chart at right shows our results for the short period that we have followed the NCAV theory.



Below is a summary of this month’s NCAV Buy Recommendations based on low current price to Net Current Asset Value ratios. Of the six companies listed, three companies sell at less than two thirds of their NCAV and can be bought today. The remaining three companies sell at up to 74% of their NCAV and are recommended to be purchased at our Buy Target price, which is calculated at 2/3 of NCAV. If a company’s stock does not reach our Buy Target price during the next 30 days, it should not be purchased.

NCAV* Buy Recommendations											
Company Name	Ticker Symbol	Industry Name	6/30/03 Stock Price	Buy Target	Sell Target (NCAV)*	Curr Price/ NCAV	Price/ Book Value	Debt vs Current Assets	Current Ratio		
Capstone Turbine	CPST	Power	1.09	1.09	1.66	0.66	0.55	0.00	10.62		
E*Trade Group	ET	Internet	8.50	8.50	21.11	0.40	1.94	0.39	4.78		
InFocus Corp.	INFS	Electrical Equipment	4.72	4.40	6.60	0.72	0.59	0.00	3.03		
Merrill Lynch & Co.	MER	Securities Brokerage	46.68	46.68	96.81	0.48	1.86	0.14	1.55		
Ryerson Tull	RT	Steel (General)	8.78	7.86	11.79	0.74	0.54	0.36	4.02		
Temple-Inland	TIN	Paper/Forest Products	42.91	41.50	62.24	0.69	1.21	0.47	4.00		

\* NCAV = Net Current Asset Value (Current Assets less Current Liabilities less Long Term Debt) per share

## Evaluation – Dow Jones Industrial Average

30 Dow Jones Industrial Stocks								
								Best = 10
Company Name	Ticker Symbol	6/30/03 Price	Owl Buy Target	Owl Sell Target	Growth	Current P/E	Dividend Yield	Owl Total Rating
3M Company	MMM	128.98	75.55	102.07	4.5%	23.2	2.0%	6.01
Alcoa Inc.	AA	25.50	21.03	31.00	7.0%	19.5	2.4%	5.23
Altria Group	MO	45.44	48.06	66.63	8.0%	9.9	5.7%	7.04
Amer. Express	AXP	41.81	31.40	43.87	8.5%	19.3	0.8%	6.57
AT&T Corp.	T	19.25	23.64	30.45	-8.5%	15.3	3.9%	4.01
Boeing	BA	34.32	31.43	41.59	4.5%	12.2	2.0%	5.68
Caterpillar Inc.	CAT	55.66	34.20	57.48	8.5%	24.1	2.5%	4.62
Citigroup Inc.	C	42.80	39.50	62.37	12.0%	13.7	1.8%	7.75
Coca-Cola	KO	46.41	30.50	45.70	8.5%	26.1	1.8%	6.81
Disney (Walt)	DIS	19.75	19.51	24.30	6.8%	23.1	1.1%	5.19
Du Pont	DD	41.64	27.62	37.38	1.5%	21.6	3.4%	4.69
Eastman Kodak	EK	27.35	28.15	33.54	-0.5%	10.5	6.6%	4.40
Exxon Mobil Corp.	XOM	35.91	28.71	36.53	5.5%	16.4	2.7%	6.52
Gen'l Electric	GE	28.68	29.53	42.79	11.0%	17.9	2.8%	7.93
Gen'l Motors	GM	36.00	35.47	56.66	3.0%	9.5	5.6%	5.96
Hewlett-Packard	HPQ	21.30	20.26	31.19	9.5%	19.4	1.5%	6.14
Home Depot	HD	33.12	39.52	68.21	22.5%	20.0	0.7%	10.00
Honeywell Int'l	HON	26.85	29.01	41.62	6.5%	13.2	2.8%	5.34
Intel Corp.	INTC	20.78	10.49	22.18	11.5%	38.2	0.4%	5.92
Int'l Business Mach.	IBM	82.50	65.56	101.91	8.5%	19.0	0.8%	6.37
Int'l Paper	IP	35.73	20.79	30.40	-0.5%	33.1	2.8%	2.98
Johnson & Johnson	JNJ	51.70	47.75	73.95	13.0%	20.9	1.6%	8.94
McDonald's Corp.	MCD	22.06	20.94	29.47	7.0%	16.3	1.1%	6.88
Merck & Co.	MRK	60.55	57.83	85.03	13.0%	18.1	2.4%	8.33
Microsoft Corp.	MSFT	25.61	24.98	42.06	24.0%	26.7	0.2%	8.50
Morgan (J.P.) Chase	JPM	34.18	26.81	43.02	6.8%	19.0	4.0%	4.12
Procter & Gamble	PG	89.18	64.74	91.54	8.5%	22.8	1.8%	7.72
SBC Communications	SBC	25.55	30.24	31.18	4.5%	11.2	4.2%	5.80
United Technologies	UTX	70.83	62.98	88.80	9.0%	15.6	1.4%	7.26
Wal-Mart Stores	WMT	53.67	44.64	74.89	16.0%	27.2	0.6%	8.86
		8,985	7,499	10,979	8.0%	19.4	2.4%	6.39

Current Price and Target Price totals are adjusted by the current divisor of .14279922

**Dow Jones Industrial Average Forecast** - Every six months, we forecast a trading range for the Dow Jones Industrial Average. To obtain a range for calendar years 2003 and 2004, we estimated Buy and Sell Targets for each of the 30 companies that comprise the Average. To achieve our Buy and Sell Target estimates, we used the same methodology that we employ in The Wise Owl Model on page 4 of each Benjamin Graham Value Report. The Buy and Sell Targets are totaled and then divided by the current divisor. The divisor is used to adjust for stock splits and substitutions. The results show that our estimated low for the Dow is 7,499 (bottom of column 4), the level it reached in mid-March of this year. The estimated high for the Dow is 10,979, which we expect will be achieved next year.

## HIGHEST RANKED STOCKS FROM THE BENJAMIN GRAHAM MODEL DATA BASE

The following pages present pertinent stock data for 264 of the highest rated stocks from the Benjamin Graham Model Data Base of 500 stocks. The listing includes the current buy and sell price targets together with our exclusive Owl Ratings for the stocks from the Models. We hope that you will find the data useful in looking up stocks that you already own or have an interest in.

Company Name	Ticker Symbol	Industry Name	6/30/03 Price	Owl Buy Target	Owl Sell Target	Growth Rate	Current P/E	Owl Quality Rating	Owl Value Rating	Owl Growth Rating	Owl Technical Rating	Owl Total Rating
Abbott Labs.	ABT	Medical Supplies	43.76	38.22	59.60	10.5%	20.3	4.34	2.58	2.44	2.58	7.96
Affiliated Computer	ACS	Computer Software/Svcs	45.73	41.52	72.34	23.5%	22.3	2.87	2.49	4.41	3.24	8.68
AFLAC Inc.	AFL	Insurance (Life)	30.75	32.17	47.60	15.1%	17.5	3.93	2.71	3.00	2.54	8.12
Alberto Culver 'B'	ACV	Toiletries/Cosmetics	51.10	44.35	66.94	12.0%	20.4	4.64	2.21	2.87	3.44	8.78
ALLTEL Corp.	AT	Telecom. Services	48.22	47.87	65.70	7.5%	15.7	3.06	2.85	1.70	2.93	7.02
Altria Group	MO	Tobacco	45.44	48.06	66.63	8.0%	9.9	2.43	3.17	2.15	2.81	7.04
Ambac Fin'l Group	ABK	Financial Svcs. (Div.)	66.25	59.59	82.36	13.5%	13.4	3.70	2.39	2.66	3.35	8.07
Amer. Eagle Outfitters	AEOS	Retail (Special Lines)	18.12	21.97	35.57	17.1%	13.2	2.26	3.94	3.02	1.95	7.45
Amer. Int'l Group	AIG	Financial Svcs. (Div.)	55.18	64.75	95.04	12.5%	16.0	4.32	3.20	2.83	1.92	8.17
AmerisourceBergen	ABC	Medical Supplies	69.35	68.40	117.67	18.7%	18.6	1.78	3.03	3.82	3.62	8.17
Ameron Int'l	AMN	Building Materials	34.77	36.65	45.89	4.5%	9.5	2.18	2.89	1.65	3.41	6.75
Amgen	AMGN	Biotechnology	66.44	43.30	90.10	20.8%	39.2	3.50	1.35	3.95	3.66	8.31
Anadarko Petroleum	APC	Petroleum (Producing)	44.47	61.73	77.64	16.5%	9.0	0.96	4.84	2.89	2.05	7.15
Anheuser-Busch	BUD	Beverage (Alcoholic)	51.05	35.94	53.76	8.5%	21.6	4.46	1.47	2.84	2.67	7.63
Apollo Group `A'	APOL	Educational Services	61.76	29.71	65.40	29.0%	55.0	3.51	0.80	5.00	4.28	9.06
Applebee's Int'l	APPB	Restaurant	31.43	25.22	42.20	18.0%	19.4	3.30	2.23	3.49	3.66	8.45
Armor Holdings	AH	Aerospace/Defense	13.40	17.34	28.71	19.0%	14.2	1.52	4.14	3.31	2.31	7.52
Arrow Int'l	ARRO	Medical Supplies	44.15	37.65	52.23	8.5%	18.6	3.69	2.49	2.10	2.86	7.43
Assoc. Banc-Corp	ASBC	Bank (Midwest)	37.12	36.78	53.09	9.5%	12.5	2.62	2.69	2.05	2.85	6.81
Automatic Data Proc.	ADP	Computer Software/Svcs	33.86	32.37	49.66	12.5%	19.5	5.00	2.86	2.63	2.12	8.40
AutoZone Inc.	AZO	Retail (Special Lines)	75.97	64.87	102.88	19.5%	16.1	2.75	2.47	3.96	2.57	7.83
Avery Dennison	AVY	Chemical (Specialty)	50.20	45.12	64.54	8.5%	16.5	3.40	2.78	2.42	1.75	6.90
Bank of Montreal	BMO.TO	Bank (Canadian)	42.55	34.48	51.21	8.5%	13.6	3.03	2.03	1.69	3.39	6.76
Bank of Nova Scotia	BNS.TO	Bank (Canadian)	60.10	48.90	73.06	11.5%	13.2	3.45	2.16	2.31	3.09	7.34
Banknorth Group	BNK	Bank	25.52	25.52	41.90	10.0%	12.0	2.36	2.78	2.23	2.79	6.78
Bard (C.R.)	BCR	Medical Supplies	71.31	53.60	79.57	9.5%	19.6	3.27	1.93	2.54	3.73	7.64
Barnes & Noble	BKS	Retail (Special Lines)	23.05	30.17	45.57	13.8%	13.3	1.75	4.78	2.22	2.60	7.56
Barr Labs.	BRL	Drug	65.50	42.34	68.79	23.3%	22.3	2.84	1.69	4.36	3.38	8.18
BARRA Inc.	BARZ	Computer Software/Svcs	35.70	28.62	48.85	17.8%	20.3	2.46	2.15	2.88	2.72	6.81
Baxter Int'l Inc.	BAX	Medical Supplies	26.00	27.84	43.18	6.5%	13.0	3.32	3.45	2.20	2.24	7.48
BB&T Corp.	BBT	Bank	34.30	40.05	58.03	11.0%	12.2	3.48	3.18	2.50	1.58	7.17
Beazer Homes USA	BZH	Homebuilding	83.50	75.20	117.16	16.3%	7.1	2.44	3.00	3.54	3.05	8.02
Becton Dickinson	BDX	Medical Supplies	38.85	33.04	47.51	9.0%	19.1	3.88	2.32	2.39	2.94	7.68
Bed Bath & Beyond	BBBY	Retail (Special Lines)	38.81	34.34	71.75	27.5%	34.2	4.22	2.37	4.86	3.15	9.74
Bemis Co.	BMS	Packaging & Container	46.80	49.09	67.09	9.0%	15.0	4.18	3.07	1.95	1.95	7.43
Best Buy Co.	BBY	Retail (Special Lines)	43.92	33.18	50.38	27.7%	21.2	1.83	2.08	3.95	3.89	7.83
Biogen Inc.	BGEN	Biotechnology	38.00	34.27	54.76	20.8%	20.5	2.84	3.20	3.09	1.99	7.41
Biomet	BMET	Medical Supplies	28.66	21.78	37.27	16.5%	27.9	4.55	1.85	3.65	2.60	8.43
Biovail Corp.	BVF	Drug	47.06	44.55	80.98	35.8%	22.5	1.59	2.98	5.00	3.24	8.55
BISYS Group	BSG	Financial Svcs. (Div.)	18.37	19.40	33.96	17.9%	18.6	2.24	3.17	3.77	1.74	7.28
BJ's Wholesale Club	BJ	Retail Store	15.06	31.38	45.34	12.5%	7.7	3.06	5.00	2.13	2.33	8.35
Block (H&R)	HRB	Financial Svcs. (Div.)	43.25	49.16	74.11	12.0%	13.1	3.09	3.62	3.57	2.45	8.48
Blyth Inc.	BTH	Household Products	27.20	31.49	49.14	12.5%	12.8	2.47	3.94	3.07	2.44	7.95
Bob Evans Farms	BOBE	Restaurant	27.63	29.18	40.46	8.5%	12.8	2.52	3.06	1.84	3.04	6.98
Borders Group	BGP	Retail (Special Lines)	17.61	22.31	33.51	11.3%	12.4	2.23	3.89	2.00	2.11	6.82
Brinker Int'l	EAT	Restaurant	36.02	30.92	50.23	15.8%	19.8	2.75	2.37	3.53	2.97	7.74
Brown-Forman 'B'	BF/B	Beverage (Alcoholic)	78.62	65.07	91.70	7.3%	19.9	4.52	2.19	1.97	2.73	7.61
CACI Int'l 'A'	CAI	Computer Software/Svcs	34.30	22.52	40.36	18.8%	24.6	3.93	1.37	3.58	2.82	7.80
Cadbury Schweppes	CSG	Beverage (Soft Drink)	24.18	24.81	32.58	7.0%	12.7	2.67	3.09	2.05	2.38	6.79
Cardinal Health	CAH	Medical Supplies	64.30	62.25	101.05	18.0%	21.4	4.02	2.66	4.12	3.24	9.36
Carlisle Cos.	CSL	Tire & Rubber	42.16	39.41	59.45	11.0%	16.1	3.05	2.83	2.57	2.32	7.18
Catalina Marketing	POS	Industrial Services	17.65	19.29	35.49	15.7%	16.5	2.45	4.57	2.97	0.12	6.74
CDW Corp.	CDWC	Retail (Special Lines)	45.80	48.04	88.15	24.0%	21.5	3.16	3.06	3.95	2.22	8.26
CEC Entertainment	CEC	Restaurant	36.93	38.46	63.33	14.8%	14.5	1.56	3.22	3.11	2.41	6.86
Centex Corp.	CTX	Homebuilding	77.79	64.12	105.94	15.0%	8.5	3.16	2.88	3.61	3.42	8.72
CenturyTel Inc.	CTL	Telecom. Services	34.85	36.68	53.06	12.0%	15.6	2.24	3.18	3.04	2.80	7.51
Charter One Fin'l	CF	Thrift	31.18	29.96	45.56	11.5%	11.9	3.54	2.69	2.42	2.26	7.27
Cheesecake Factory	CAKE	Restaurant	35.89	21.90	40.47	21.3%	33.0	3.14	1.40	4.30	2.82	7.77
Chico's FAS	CHS	Retail (Special Lines)	21.05	18.12	34.70	35.0%	23.6	2.25	2.46	5.00	2.58	8.20
Church & Dwight	CHD	Household Products	32.73	26.60	38.78	10.0%	18.8	2.88	2.18	2.83	3.15	7.36
Cintas Corp.	CTAS	Industrial Services	35.44	29.65	49.81	17.5%	25.0	3.44	2.84	3.31	1.48	7.38
Cisco Systems	CSCO	Computers/Peripherals	16.69	13.19	23.23	21.8%	32.3	3.05	2.17	3.11	3.03	7.58
Citigroup Inc.	C	Financial Svcs. (Div.)	42.80	39.50	62.37	12.0%	13.7	2.75	2.94	2.66	3.28	7.75
City National Corp.	CYN	Bank	44.56	43.16	73.16	13.3%	12.3	3.10	2.99	2.38	2.29	7.17
Claire's Stores	CLE	Retail (Special Lines)	25.36	23.45	35.77	13.5%	14.9	2.27	2.72	2.89	3.86	7.83
CLARCOR Inc.	CLC	Packaging & Container	38.55	27.55	41.62	9.5%	19.9	3.81	1.73	2.35	2.63	7.01

continued next page

Company Name	Ticker Symbol	Industry Name	6/30/03 Price	Owl Buy Target	Owl Sell Target	Growth Rate	Current P/E	Owl Quality Rating	Owl Value Rating	Owl Growth Rating	Owl Technical Rating	Owl Total Rating
Clayton Homes	CMH	Manuf. Housing/RV	12.55	13.95	21.89	8.5%	13.7	3.16	3.33	1.66	1.96	6.74
Coca-Cola	KO	Beverage (Soft Drink)	46.41	30.50	45.70	8.5%	26.1	3.33	1.88	2.38	2.63	6.81
Colgate-Palmolive	CL	Household Products	57.95	38.81	54.48	10.0%	24.5	4.26	1.48	2.78	2.68	7.47
Columbia Sportswear	COLM	Apparel	51.41	39.48	66.94	16.5%	18.7	2.34	2.05	3.50	3.08	7.32
Commerce Bancorp NJ	CBH	Bank	37.10	41.74	72.16	18.5%	15.8	3.19	3.13	3.42	2.41	8.10
Commerce Bancshs.	CBSH	Bank (Midwest)	38.95	37.29	54.92	9.5%	13.4	3.93	2.49	2.14	2.35	7.27
Computer Sciences	CSC	Computer Software/Svcs	38.12	49.17	71.33	12.1%	14.0	1.94	4.15	2.15	2.62	7.24
Concord EFS	CE	Financial Svcs. (Div.)	14.72	17.29	32.83	34.3%	19.4	3.14	4.20	4.11	2.50	9.30
Convergys Corp.	CVG	Industrial Services	16.00	21.45	34.69	14.7%	12.2	3.21	4.51	2.60	2.02	8.23
Cooper Cos.	COO	Medical Supplies	34.77	24.64	39.31	16.0%	18.4	1.64	1.75	3.44	3.26	6.73
Copart Inc.	CPRT	Industrial Services	9.45	10.36	13.49	15.3%	15.0	2.97	3.47	2.99	1.89	7.54
Countrywide Financial	CFC	Financial Svcs. (Div.)	69.57	77.36	110.62	15.5%	7.7	2.43	3.75	3.25	3.32	8.50
CVS Corp.	CVS	Pharmacy Services	28.03	35.12	53.61	12.8%	14.8	2.85	4.19	2.89	3.03	8.64
Danaher Corp.	DHR	Diversified Co.	68.05	56.48	86.53	14.4%	22.6	3.15	2.07	3.09	1.92	6.83
Dean Foods	DF	Food Processing	31.50	27.71	46.67	17.8%	15.6	2.30	3.06	3.63	3.15	8.09
Dell Computer	DELL	Computers/Peripherals	31.96	24.97	48.62	31.3%	34.2	3.07	1.81	4.38	2.77	8.02
Dentsply Int'l	XRAY	Medical Supplies	40.90	34.93	53.89	13.8%	20.5	3.20	2.17	3.21	3.74	8.21
DeVry Inc.	DV	Educational Services	23.29	19.28	30.77	17.0%	25.7	3.12	2.35	2.53	2.52	7.01
Diebold Inc.	DBD	Office Equip/Supplies	43.25	34.93	50.34	9.0%	18.6	3.54	2.12	2.02	2.55	6.82
Dollar Tree Stores	DLTR	Retail Store	31.73	30.90	59.33	19.6%	22.2	2.81	3.16	4.39	3.11	8.98
Donaldson Co.	DCI	Machinery	44.45	31.56	51.33	13.3%	21.9	3.86	1.81	2.92	3.03	7.75
DST Systems	DST	Computer Software/Svcs	38.00	31.84	45.86	14.0%	20.8	2.50	2.56	2.96	2.21	6.81
Eaton Vance Corp.	EV	Financial Svcs. (Div.)	31.60	22.68	36.44	16.0%	18.2	2.96	1.76	2.78	2.66	6.77
Ecolab Inc.	ECL	Chemical (Specialty)	25.60	16.98	24.60	11.5%	26.3	3.30	1.67	3.01	2.82	7.21
EnCana Corp.	ECA.TO	Canadian Energy	51.70	58.50	73.49	15.8%	10.9	1.73	3.82	2.34	2.35	6.82
Energen Corp.	EGN	Natural Gas (Distrib.)	33.30	27.28	32.68	7.2%	13.1	2.49	2.24	2.04	3.42	6.79
Engineered Support	EASI	Aerospace/Defense	41.85	24.60	44.38	25.5%	20.2	3.16	1.45	4.32	3.58	8.34
Everest Re Group Ltd.	RE	Insurance (Prop/Cas.)	76.50	72.40	117.95	15.7%	10.9	1.81	2.94	3.05	4.05	7.90
Expeditors Int'l	EXPD	Industrial Services	34.64	23.86	46.17	20.8%	30.7	4.04	1.60	4.36	2.33	8.23
Express Scripts 'A'	ESRX	Pharmacy Services	68.32	60.05	114.15	34.5%	23.1	2.38	2.77	4.81	3.68	9.09
Fair Isaac	FIC	Computer Software/Svcs	51.45	41.36	75.89	20.0%	26.0	2.87	2.00	3.73	3.50	8.07
Family Dollar Stores	FDO	Retail Store	38.15	24.71	41.04	15.5%	27.8	4.09	1.30	3.51	3.05	7.97
Fannie Mae	FNM	Financial Svcs. (Div.)	67.44	86.07	109.26	12.0%	9.6	4.58	3.44	3.00	3.09	9.42
Fastenal Co.	FAST	Retail Building Supply	33.94	22.52	44.49	19.2%	31.9	3.71	2.27	3.92	2.31	8.14
Fifth Third Bancorp	FITB	Bank (Midwest)	57.34	58.44	91.31	17.0%	19.6	4.27	2.83	2.96	1.75	7.87
First Data Corp.	FDC	Computer Software/Svcs	41.44	31.32	46.19	12.5%	22.7	4.16	1.89	3.04	3.65	8.49
First Tenn. National	FTN	Bank (Midwest)	43.91	39.41	60.50	11.5%	13.5	3.19	2.52	2.79	2.79	7.53
Fiserv Inc.	FISV	Computer Software/Svcs	35.61	30.00	47.57	18.4%	23.4	3.33	2.22	3.62	2.29	7.64
Forest Labs.	FRX	Drug	54.75	30.07	50.41	24.1%	28.9	3.14	1.07	4.75	2.93	7.93
Fortune Brands	FO	Diversified Co.	52.20	43.75	65.30	10.5%	15.2	2.78	2.41	2.47	3.36	7.35
Fossil Inc.	FOSL	Retail (Special Lines)	23.56	18.30	33.78	17.0%	18.5	2.41	2.23	3.85	2.47	7.30
Freddie Mac	FRE	Financial Svcs. (Div.)	50.77	21.06	21.06	18.5%	10.5	4.05	2.47	2.54	1.73	7.19
Fred's Inc. 'A'	FRED	Retail Store	37.18	19.58	29.81	17.3%	30.3	3.67	0.75	3.65	3.30	7.58
Gallagher (Arthur J.)	AJG	Financial Svcs. (Div.)	27.20	26.51	42.04	13.0%	16.6	4.38	2.72	3.17	2.37	8.43
Gannett Co.	GCI	Newspaper	76.81	73.73	107.98	9.8%	17.1	3.94	2.60	2.42	2.74	7.80
Gap (The) Inc.	GPS	Retail (Special Lines)	18.76	13.70	22.55	14.0%	23.1	1.92	2.55	3.15	3.39	7.34
Gen'l Dynamics	GD	Aerospace/Defense	72.50	77.21	111.92	10.5%	14.3	3.93	2.90	2.27	2.46	7.71
Gen'l Electric	GE	Electrical Equipment	28.68	29.53	42.79	11.0%	17.9	4.57	3.06	2.31	1.96	7.93
Gentex Corp.	GNTX	Auto Parts	30.61	25.17	47.94	19.3%	24.7	3.32	2.35	4.19	2.62	8.32
Golden West Fin'l	GDW	Thrift	80.01	69.19	96.54	14.0%	12.3	3.54	2.44	2.79	3.01	7.86
Graco Inc.	GGG	Machinery	32.00	23.26	36.94	12.5%	18.6	3.29	1.79	3.22	2.20	7.00
GreenPoint Fin'l	GPT	Thrift	50.94	48.02	62.31	11.3%	8.9	3.03	2.52	3.06	2.59	7.47
Guidant Corp.	GDT	Medical Supplies	44.39	39.24	58.58	17.7%	20.5	2.73	2.78	3.65	1.92	7.38
Harley-Davidson	HDI	Recreation	39.86	44.59	76.28	19.7%	18.1	3.88	3.29	4.32	2.24	9.16
HCA Inc.	HCA	Medical Services	32.04	35.51	53.17	5.5%	11.6	2.40	3.46	2.59	2.21	7.11
Health Mgmt. Assoc.	HMA	Medical Services	18.45	20.09	32.86	16.5%	16.9	2.57	3.35	3.79	1.68	7.59
Helen of Troy Ltd.	HELE	Toiletries/Cosmetics	15.16	16.00	23.03	12.8%	11.1	1.95	2.97	2.52	3.57	7.34
Henry (Jack) & Assoc.	JKHY	Computer Software/Svcs	17.79	14.50	26.48	19.4%	28.8	3.25	2.23	3.46	2.92	7.91
Hillenbrand Inds.	HB	Diversified Co.	50.45	50.04	69.64	7.3%	14.1	2.99	3.03	1.84	2.21	6.71
Home Depot	HD	Retail Building Supply	33.12	39.52	68.21	22.5%	20.0	4.70	4.26	3.87	3.18	10.00
Honda Motor ADR	HMC	Auto & Truck	19.05	24.17	32.64	9.0%	9.8	2.15	4.01	2.49	2.56	7.48
Hormel Foods	HRL	Food Processing	23.70	21.70	31.68	9.0%	16.7	3.69	2.53	2.00	2.20	6.95
IDEXX Labs.	IDXX	Medical Supplies	33.68	25.41	37.36	13.0%	22.2	3.11	2.07	2.98	3.14	7.53
Insight Enterprises	INSIT	Retail (Special Lines)	10.06	14.24	15.93	16.8%	9.8	2.54	4.79	2.77	2.00	8.07
Invacare Corp.	IVC	Medical Supplies	33.00	34.46	52.79	11.5%	15.6	2.59	2.95	2.38	2.40	6.88
Investment Techn.	ITG	Financial Svcs. (Div.)	18.60	30.00	49.61	16.6%	11.7	2.72	4.41	2.96	1.01	7.40

continued next page

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ITT Educational	ESI	Educational Services	29.25	19.70	34.24	17.9%	26.3	2.76	1.67	3.92	3.72	8.05
Jacobs Engineering	JEC	Building Materials	42.15	34.49	46.11	15.0%	20.1	3.40	1.90	2.89	4.07	8.17
Jefferson-Pilot Corp.	JP	Insurance (Life)	41.46	45.64	68.06	9.5%	12.3	4.30	3.03	1.91	2.04	7.51
Johnson & Johnson	JNJ	Medical Supplies	51.70	47.75	73.95	13.0%	20.9	5.00	2.72	3.14	2.55	8.94
Johnson Controls	JCI	Auto Parts	85.60	83.79	131.58	12.3%	12.6	3.78	3.08	2.99	2.82	8.45
Jones Apparel Group	JNY	Apparel	29.26	42.37	63.58	22.5%	9.9	2.50	4.61	3.66	1.89	8.44
KB Home	KBH	Homebuilding	61.98	58.10	89.03	19.5%	7.9	3.21	3.39	3.44	4.28	9.55
Kenneth Cole 'A'	KCP	Shoe	19.49	24.55	41.97	15.0%	13.1	2.46	4.30	3.72	1.41	7.93
Kinder Morgan Energy	KMP	Natural Gas (Div.)	39.52	33.71	47.51	16.0%	19.6	2.32	2.30	3.15	3.02	7.19
Kohl's Corp.	KSS	Retail Store	51.38	46.37	90.62	26.3%	25.4	3.55	2.74	4.76	1.84	8.60
Korea Electric ADR	KEP	Utility (Foreign)	8.91	16.76	23.44	7.0%	4.1	1.96	5.00	2.12	2.35	7.62
K-Swiss Inc.	KSWI	Shoe	34.52	21.79	41.37	16.8%	18.0	2.23	1.73	3.72	3.69	7.58
Landry's Restaurants	LNY	Restaurant	23.60	25.71	42.36	14.5%	14.0	1.59	3.88	2.43	3.23	7.42
Lennar Corp.	LEN	Homebuilding	71.50	62.07	99.66	15.0%	9.3	2.57	2.99	3.86	4.13	9.03
Lilly (Eli)	LLY	Drug	68.97	41.53	63.12	8.4%	25.6	3.16	1.56	2.32	3.06	6.73
Lincare Holdings	LNCR	Medical Services	31.51	31.82	67.86	20.5%	15.9	2.74	3.32	4.18	2.70	8.63
Linear Technology	LLTC	Semiconductor	32.21	25.13	43.21	19.8%	29.2	3.25	2.06	3.55	2.07	7.28
Liz Claiborne	LIZ	Apparel	35.25	34.15	48.21	9.5%	14.7	3.99	2.56	2.63	3.69	8.58
Lowe's Cos.	LOW	Retail Building Supply	42.95	40.85	71.16	20.0%	20.6	3.86	2.73	4.42	2.90	9.27
Luxottica Group ADR	LUX	Retail (Special Lines)	13.90	10.63	14.57	16.5%	17.6	2.15	2.72	3.27	2.12	6.84
M.D.C. Holdings	MDC	Homebuilding	48.28	36.87	54.40	15.3%	8.3	2.83	2.29	3.50	3.68	8.19
Madden (Steven) Ltd.	SHOO	Shoe	21.84	19.35	34.22	21.3%	13.8	2.24	2.79	3.99	3.11	8.09
Magna Int'l 'A'	MGA	Auto Parts	67.27	67.85	100.66	10.5%	11.0	2.97	3.44	2.54	2.39	7.56
Marsh & McLennan	MMC	Financial Svcs. (Div.)	51.07	42.72	63.84	12.0%	19.3	3.57	2.15	3.08	3.05	7.90
Marshall & Ilsley	MI	Bank (Midwest)	30.58	33.09	47.95	10.0%	13.3	3.72	2.93	2.28	2.00	7.29
Matthews Int'l	MATW	Diversified Co.	24.76	20.47	29.32	12.8%	18.6	3.02	2.10	3.02	3.16	7.53
MBIA Inc.	MBI	Financial Svcs. (Div.)	48.75	54.61	70.42	9.1%	10.5	3.38	3.05	1.83	2.45	7.14
MBNA Corp.	KRB	Financial Svcs. (Div.)	20.84	21.05	36.76	15.3%	13.1	3.86	3.32	3.33	2.65	8.78
McCormick & Co.	MKC	Food Processing	27.20	18.63	26.94	8.0%	19.9	3.31	1.62	2.51	2.84	6.86
McDonald's Corp.	MCD	Restaurant	22.06	20.94	29.47	7.0%	16.3	3.44	3.08	1.31	2.49	6.88
McGraw-Hill	MHP	Publishing	62.00	50.77	73.04	9.0%	19.9	3.72	2.13	2.63	2.68	7.44
Medicis Pharmac.	MRX	Drug	56.70	36.23	54.89	20.5%	26.3	2.11	1.69	4.20	2.97	7.31
Medtronic Inc.	MDT	Medical Supplies	47.97	35.27	61.86	18.0%	30.6	4.05	2.08	3.80	2.96	8.59
Mentor Corp.	MNTR	Medical Supplies	19.38	18.82	30.28	15.0%	15.5	2.71	2.86	3.44	2.90	7.94
Merck & Co.	MRK	Drug	60.55	57.83	85.03	13.0%	18.1	4.40	2.85	2.69	2.56	8.33
MGIC Investment	MTG	Financial Svcs. (Div.)	46.64	69.37	104.99	14.5%	7.9	2.92	4.38	2.54	1.40	7.49
Microsoft Corp.	MSFT	Computer Software/Svcs	25.61	24.98	42.06	24.0%	26.7	3.83	2.68	3.52	2.73	8.50
Mylan Labs.	MYL	Drug	34.77	23.54	34.95	14.0%	23.2	3.05	1.75	2.92	3.85	7.72
National City Corp.	NCC	Bank (Midwest)	32.71	32.44	45.78	7.0%	11.7	3.44	2.68	1.77	2.77	7.11
National Commerce Fin'l	NCF	Bank	22.19	25.93	40.43	16.0%	14.5	3.18	3.33	2.38	2.14	7.36
New York Community	NYB	Thrift	29.09	23.86	38.47	20.0%	15.1	2.66	2.33	4.00	3.35	8.22
Newfield Exploration	NFX	Natural Gas (Div.)	37.55	45.66	57.26	18.1%	9.9	1.11	4.62	3.30	2.31	7.55
NIKE Inc. 'B'	NKE	Shoe	53.49	42.74	65.49	11.0%	20.2	3.44	2.30	2.64	2.35	7.15
Nokia Corp. ADR	NOK	Foreign Telecom.	16.43	14.58	23.69	15.6%	19.3	2.58	2.74	4.08	2.78	8.12
North Fork Bancorp	NFB	Bank	34.06	33.07	51.13	12.3%	12.8	3.05	2.62	3.07	2.13	7.25
Novo Nordisk ADR	NVO	Drug	34.67	28.11	43.95	12.5%	19.4	2.56	2.29	2.77	3.46	7.39
NVR Inc.	NVR	Homebuilding	411.00	283.04	450.19	32.8%	10.2	3.07	2.47	4.54	4.12	9.46
Ocular Sciences	OCLR	Medical Supplies	19.85	23.81	38.65	13.6%	12.9	2.22	3.92	2.18	1.77	6.72
Office Depot	ODP	Office Equip/Supplies	14.51	15.57	22.88	10.9%	14.1	2.51	3.50	2.23	2.33	7.05
Old Republic	ORI	Insurance (Prop/Cas.)	34.27	33.60	44.58	10.0%	10.0	2.62	2.70	2.14	2.94	6.93
Omnicare Inc.	OCI	Pharmacy Services	33.79	26.72	41.56	15.5%	18.8	1.87	2.49	3.39	4.45	8.13
Omnicom Group	OMC	Advertising	71.70	65.05	103.43	14.5%	20.2	3.33	2.46	3.15	2.76	7.81
Oracle Corp.	ORCL	Computer Software/Svcs	12.02	9.76	18.15	23.8%	26.9	3.06	2.38	3.94	2.61	7.99
O'Reilly Automotive	ORLY	Retail (Special Lines)	33.39	29.14	52.05	20.5%	19.3	3.01	2.61	4.24	3.59	8.96
Outback Steakhouse	OSI	Restaurant	39.00	36.83	57.66	15.0%	17.5	3.13	3.08	3.63	2.58	8.28
Owens & Minor	OMI	Medical Supplies	22.35	18.04	26.10	11.5%	16.4	1.86	2.48	2.67	3.34	6.90
Pacific Sunwear	PSUN	Retail (Special Lines)	24.09	17.01	28.18	18.0%	21.3	2.86	1.96	4.34	3.81	8.65
Papa John's Int'l	PZZA	Restaurant	28.05	27.44	34.86	10.3%	12.3	2.48	3.88	2.73	2.23	7.55
Patterson Dental	PDCO	Medical Supplies	45.38	38.31	60.36	18.4%	23.9	3.99	2.10	3.59	2.85	8.35
Paychex Inc.	PAYX	Computer Software/Svcs	29.31	23.81	47.87	23.7%	37.7	4.00	2.33	4.41	2.45	8.79
PepsiCo Inc.	PEP	Beverage (Soft Drink)	44.50	34.27	51.23	8.0%	21.0	4.06	2.01	2.43	2.99	7.66
Performance Food	PFGC	Food Wholesalers	37.00	32.62	49.65	18.9%	22.0	2.53	2.07	3.72	3.62	7.95
Petro-Canada	PCZ	Canadian Energy	39.95	34.24	48.39	10.5%	10.6	2.33	2.42	2.54	4.27	7.71
Pfizer Inc.	PFE	Drug	34.15	37.86	67.28	16.5%	20.2	5.00	3.33	3.75	3.50	10.00
Pharmac. Product	PPDI	Drug	28.73	23.24	37.29	22.2%	20.3	2.79	2.56	3.86	2.56	7.85
Pier 1 Imports	PIR	Retail (Special Lines)	20.40	18.82	30.60	14.5%	14.4	2.67	2.75	3.12	2.72	7.50

continued next page

Company Name	Ticker Symbol	Industry Name	6/30/03 Price	Owl Buy Target	Owl Sell Target	Growth Rate	Current P/E	Owl Quality Rating	Owl Value Rating	Owl Growth Rating	Owl Technical Rating	Owl Total Rating
PMI Group	PMI	Insurance (Prop/Cas.)	26.84	38.27	58.05	13.3%	6.8	3.58	4.62	2.81	1.84	8.57
Polaris Inds.	PII	Recreation	61.40	57.63	83.46	11.5%	13.3	3.39	2.80	3.01	2.62	7.87
Popular Inc.	BPOP	Bank	38.59	36.85	53.80	11.5%	13.4	3.17	2.51	2.47	3.64	7.87
Price (T. Rowe) Group	TROW	Financial Svcs. (Div.)	37.75	27.74	46.27	15.0%	24.8	3.18	2.08	2.21	3.04	7.00
Procter & Gamble	PG	Household Products	89.18	64.74	91.54	8.5%	22.8	4.20	1.64	2.53	3.21	7.72
Pulte Homes	PHM	Homebuilding	61.66	59.00	100.86	16.5%	8.0	2.63	3.33	3.47	3.21	8.43
QLogic Corp.	QLGC	Semiconductor	48.33	25.37	45.94	21.3%	36.7	2.48	1.14	4.69	2.90	7.48
Qualcomm Inc.	QCOM	Telecom. Equipment	35.75	20.53	34.25	23.4%	34.8	2.49	1.54	3.95	2.16	6.76
RARE Hospitality	RARE	Restaurant	32.68	26.28	39.63	15.0%	19.5	1.88	2.23	3.29	3.62	7.34
Regis Corp.	RGS	Toiletries/Cosmetics	29.05	25.16	39.75	14.5%	15.8	1.88	2.81	2.96	3.57	7.49
Renaissance Learning	RLRN	Educational Services	21.90	18.48	34.86	22.9%	23.3	2.24	3.29	3.99	2.17	7.79
ResMed Inc.	RMD	Medical Supplies	39.20	24.81	45.92	21.4%	31.8	2.36	1.42	4.71	3.31	7.86
Respironics Inc.	RESP	Medical Supplies	37.52	27.36	45.99	16.4%	24.3	2.12	1.94	3.38	3.08	7.01
Right Management	RHT	Human Resources	12.65	15.92	23.54	19.0%	7.9	1.43	3.92	3.94	2.35	7.75
RLI Corp.	RLI	Insurance (Prop/Cas.)	32.90	24.09	39.08	9.5%	15.8	2.48	1.86	2.23	3.87	6.95
Roslyn Bancorp	RSLN	Thrift	21.49	22.09	32.51	12.3%	11.3	2.23	2.87	2.99	3.18	7.51
Ross Stores	ROST	Retail (Special Lines)	42.74	35.97	65.26	15.5%	16.0	3.59	2.37	3.70	2.71	8.25
Ryan's Family	RYAN	Restaurant	14.00	11.95	18.23	11.8%	12.3	2.45	2.58	2.41	3.39	7.22
Safeway Inc.	SWY	Grocery	20.46	41.31	49.66	12.8%	7.6	2.68	5.00	2.21	1.77	7.77
Schein (Henry)	HSIC	Medical Supplies	52.34	47.31	71.06	14.0%	18.2	2.28	2.59	2.57	3.50	7.28
Schering-Plough	SGP	Drug	18.60	23.96	32.22	12.0%	12.4	4.04	4.19	1.47	0.93	7.08
Sears Roebuck	S	Retail Store	33.64	49.49	73.10	3.5%	6.9	2.39	4.39	1.16	2.13	6.71
SEI Investments	SEIC	Computer Software/Svcs	32.00	27.35	49.36	19.0%	24.3	3.43	2.25	4.46	2.16	8.20
Sherwin-Williams	SHW	Chemical (Specialty)	26.88	27.80	39.60	9.0%	12.5	3.18	3.06	2.04	1.98	6.85
Sigma-Aldrich	SIAM	Chemical (Specialty)	54.18	36.04	51.72	9.0%	23.0	3.40	1.63	2.29	2.84	6.77
SLM Corporation	SLM	Financial Svcs. (Div.)	39.17	28.04	47.22	13.5%	23.3	3.63	1.35	2.94	2.57	7.00
Sonic Corp.	SONC	Restaurant	25.43	21.44	38.48	19.3%	20.5	2.47	2.36	3.88	2.57	7.52
SouthTrust Corp.	SOTR	Bank	27.20	24.55	36.72	12.6%	13.9	3.62	2.35	2.34	2.57	7.25
St. Jude Medical	STJ	Medical Supplies	57.50	28.77	46.05	11.5%	34.4	2.89	0.71	3.03	3.83	6.98
Standard Pacific Corp.	SPF	Homebuilding	33.16	33.65	50.29	16.0%	7.8	2.14	3.12	3.38	4.11	8.50
Staples Inc.	SPLS	Office Equip/Supplies	18.35	16.93	27.71	16.9%	18.4	2.52	3.03	3.50	3.41	8.31
Starbucks Corp.	SBUX	Restaurant	24.52	13.77	24.24	21.2%	38.9	4.08	1.50	4.61	2.11	8.20
State Street Corp.	STT	Bank	39.40	44.28	68.71	15.5%	18.5	3.57	3.01	2.24	1.89	7.14
Stryker Corp.	SYK	Medical Supplies	69.37	45.98	88.28	20.5%	34.4	3.39	1.64	4.44	3.48	8.63
SunGard Data Sys.	SDS	Computer Software/Svcs	25.91	25.21	41.20	16.5%	20.7	3.31	2.73	3.50	2.09	7.76
Superior Inds. Int'l	SUP	Auto Parts	41.70	41.80	67.44	11.5%	13.4	2.99	3.24	2.84	1.82	7.27
Synovus Financial	SNV	Bank	21.50	22.93	35.90	14.0%	16.9	3.63	3.03	2.66	1.75	7.38
Sysco Corp.	SYF	Food Wholesalers	30.04	21.98	36.50	15.0%	26.9	4.73	1.61	3.50	3.38	8.82
Target Corp.	TGT	Retail Store	37.84	32.40	49.10	12.0%	19.5	3.45	2.28	2.70	2.49	7.28
Techne Corp.	TECH	Biotechnology	30.34	22.42	39.61	22.9%	29.3	3.16	1.78	4.06	2.64	7.76
Teleflex Inc.	TFX	Diversified Co.	42.55	50.01	73.73	12.5%	14.0	3.45	3.68	2.25	1.78	7.44
Tetra Tech	TTEK	Environmental	17.13	16.36	24.94	13.6%	19.2	1.84	2.89	2.99	3.55	7.51
Thor Inds.	THO	Manuf. Housing/RV	40.82	25.12	45.79	17.0%	16.2	2.75	1.79	3.80	2.56	7.27
Tiffany & Co.	TIF	Retail (Special Lines)	32.68	21.75	34.97	17.0%	24.9	2.81	1.87	3.30	2.78	7.17
TJX Companies	TJX	Retail (Special Lines)	18.84	18.79	32.90	15.3%	15.6	3.30	2.83	3.38	2.02	7.69
Toll Brothers	TOL	Homebuilding	28.31	26.80	39.40	22.5%	9.0	2.72	3.33	3.43	3.00	8.32
Total System Svcs.	TSS	Financial Svcs. (Div.)	22.30	15.49	27.29	19.0%	32.8	3.93	2.21	3.87	3.14	8.77
Toyota Motor ADR	TM	Auto & Truck	51.80	61.29	75.22	6.5%	11.9	3.09	3.64	2.20	2.34	7.51
U.S. Bancorp	USB	Bank (Midwest)	24.50	25.22	36.95	14.5%	12.6	2.19	3.01	2.40	2.84	6.96
Unilever NV (NY Shs)	UN	Food Processing	54.00	49.79	68.05	5.5%	13.4	3.74	2.64	2.46	1.34	6.78
Unilever PLC ADR	UL	Food Processing	32.10	29.60	41.04	5.8%	13.2	3.75	2.71	2.42	1.79	7.12
United Technologies	UTX	Diversified Co.	70.83	62.98	88.80	9.0%	15.6	3.84	2.45	2.43	2.18	7.26
UnitedHealth Group	UNH	Medical Services	50.25	42.06	69.95	24.0%	20.0	3.74	2.04	4.80	3.27	9.23
Urban Outfitters	URBN	Retail (Special Lines)	35.90	25.52	35.98	13.3%	23.4	2.09	1.77	2.90	4.00	7.17
Walgreen Co.	WAG	Pharmacy Services	30.10	26.39	44.77	15.8%	27.5	5.00	2.06	3.53	2.43	8.68
Wal-Mart Stores	WMT	Retail Store	53.67	44.64	74.89	16.0%	27.2	4.45	2.38	3.59	2.87	8.86
Washington Mutual	WM	Thrift	41.30	39.77	61.97	15.5%	9.7	2.94	3.03	3.23	3.45	8.43
Watson Pharmac.	WPI	Drug	40.37	27.99	40.62	10.3%	23.1	2.49	2.36	2.54	3.06	6.96
WellPoint Health Ntwks	WLP	Medical Services	84.30	82.79	146.58	19.0%	16.4	2.81	2.88	3.98	3.52	8.80
Wells Fargo	WFC	Bank	50.40	52.16	77.98	13.5%	14.2	3.33	2.88	2.64	2.10	7.30
Wendy's Int'l	WEN	Restaurant	28.97	31.27	46.36	10.5%	14.6	3.12	3.11	2.13	2.35	7.14
Wiley (John) & Sons	JW/A	Publishing	26.20	21.24	31.87	13.0%	20.1	2.69	2.43	3.04	3.51	7.77
Williams-Sonoma	WSM	Retail (Special Lines)	29.20	19.86	35.22	19.8%	25.5	2.86	2.06	3.68	3.02	7.74
Wrigley (Wm.) Jr.	WY	Food Processing	56.23	40.33	59.95	10.0%	29.2	5.00	1.65	2.62	2.28	7.70
Zale Corp.	ZLC	Retail (Special Lines)	40.00	38.11	58.35	11.5%	13.3	2.30	2.74	2.51	2.69	6.82
Zions Bancorp.	ZION	Bank	50.61	56.47	82.67	13.5%	13.3	3.19	3.11	2.34	2.71	7.57