

Cabot Benjamin Graham Value Letter

Sound Advice from the Teachings of Benjamin Graham

October 2005

Issue # 135

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LOWER STOCK PRICES AHEAD

Last month, we forecast a modest advance for September, which occurred. We also forecast a modest retreat in October. However, during the first few days of October, the stock market has been in a full retreat. Investors are taking profits at a rapid rate. Regrettably our Ben Graham type stocks that have outperformed the indices this year are getting caught in the stampede and losing ground.

We are keeping an eye on the consumer sentiment indices, because the indices could become leading indicators for the stock market. The U.S. consumer is discouraged right now. Iraq is dragging on and on. The mishandling of the hurricane rescue and relief efforts by local, state and federal officials is disappointing. And high energy prices and rising interest rates are putting a strain on consumers' budgets. After 9/11, consumer confidence bounced right back. We are watching closely to see whether consumers' confidence bounces back in October or November.

In our July mid-year forecast, we predicted that the Dow Jones Industrial Average would fall to a low of 9,297. We then became more optimistic during the late summer rally but are now concerned that consumers' and investors' pessimism will continue. We again predict that the Dow will retreat to about the 9,300 level in October or November. We are confident that most of our past recommendations will not decline further. We recommend that you hold your undervalued quality stocks and be prepared to invest into our new recommendations if the stock market declines below the 9,500 level.

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“Never buy a stock immediately after a substantial rise or sell one immediately after a substantial drop.”

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 CLASSIC BENJAMIN GRAHAM VALUE MODEL

The stocks in the Classic Model meet Benjamin Graham's seven criteria for value.

Benjamin Graham achieved returns of 20% per year over decades. Warren Buffett has used this approach for over 35 years with similar results. The table below lists the stocks that are this month's recommendations for purchase. All purchases are recommended at or below our Max. Buy Price. Sell any stock that reaches its Min. Sell target.

This Month's Buy Recommendations					Ben Graham's Seven Valuation Criteria						
Company Name	Ticker Symbol	9/30/05 Price	Max Buy Price	Min Sell Price	Max 1.10	Min 1.50	Min 1.0%	Max 9.0	Max 1.20	Min 0.1%	Min B+
					Debt vs Current Assets	Current Ratio	Earnings Growth	P/E Ratio	P/BV Ratio	Dividend Yield	S&P Earn/Div Rank
Everest Re Group Ltd.	RE	97.90	109.71	169.01	NA	NA	12.1%	8.0	1.20	0.5%	A
Korea Electric ADR	KEP	17.71	17.80	26.24	NA	NA	8.7%	7.6	0.58	1.0%	NR
Overseas Shipholding	OSG	58.33	69.21	117.07	4.95	1.87	11.9%	5.5	1.18	1.3%	B
PMI Group	PMI	39.87	38.79	62.38	NA	NA	10.2%	9.3	1.01	0.5%	A
POSCO ADR	PKX	56.56	56.98	95.09	NA	NA	11.2%	5.3	1.01	2.9%	NR
R & G Financial Corp	RGF	13.75	16.74	31.35	NA	NA	11.1%	6.3	0.99	3.1%	A
Radian Group Inc	RDN	53.10	51.57	85.97	NA	NA	11.0%	9.3	1.23	0.2%	A

MODEL UPDATE

The Classic Benjamin Graham Value Model has seven stocks this month including one new stock: Everest Re. No stocks transition out of the Model to a "hold" status. Two stocks (PMI and RDN) are currently priced above their Max Buy Prices. Before buying, you should wait until the prices of the stocks decrease to or dip below their Max Buy Prices.

The current Minimum Sell Prices for previous Classic Value Model stocks are: AEGON \$24.20, Aspen Insurance \$34.35, Fidelity National \$46.17, First American, \$52.56, Gibraltar \$27.70, Honda Motor \$31.92, LandAmerica \$83.20, Magna \$97.01, MBIA \$74.64, MGIC Investment \$98.70, Old Republic \$35.73, Scottish Re \$33.27, Universal Corp. \$49.45 and Village Super Market \$59.61. These stocks should continue to be held until they reach their Min Sell Prices. Ameron reached its Min Sell Price of \$45.14 on 9/26/05 and should now be SOLD. Fidelity National is near its Min Sell Price and should be sold if its price reaches \$46.17.

FEATURED STOCKS

PMI Group	PMI
Industry: Mortgage Insurance	
Price:	\$ 39.87
Max. Buy Price:	\$ 38.79
Min. Sell Price:	\$ 62.38

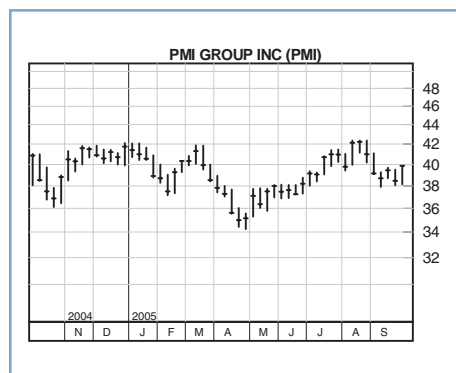
PMI Group (PMI)

How Cheap Is It? PMI shares sell at 9.0 times our 2005 EPS estimate. The dividend yield is only 0.5%, but we anticipate substantial dividend increases in the future. We forecast earnings growth of 10% or more during the next 3 to 5 years. PMI shares will likely reach our Min Sell Price of \$62.38 within 2 years.

Company Profile: PMI Group provides residential mortgage insurance to individuals and commercial lenders. The company has benefited from the current housing boom and low mortgage rates. PMI is also benefiting from its substantial insurance business in Australia, New Zealand, Hong Kong and Europe. Fewer mortgage refinancings are providing higher profit margins for PMI.

Outlook: The current housing boom is now showing some signs of weakness in a few areas of the U.S. where prices have skyrocketed to

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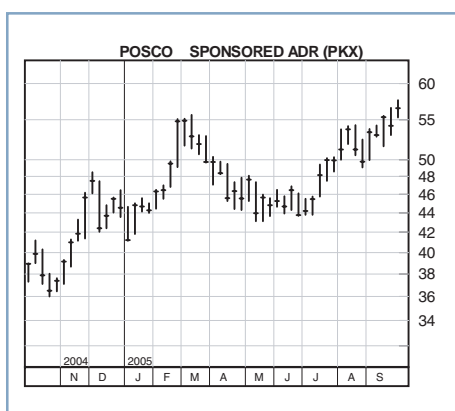
Note: Maximum Buy Prices are valid for the month of October.

unreasonable heights. We believe that the housing sector will remain generally strong during the next 12 months or more. Relatively low interest rates and the massive rebuilding effort in the Gulf Coast states will provide strong demand for PMI products and services. And faster growing economies in other parts of the World will provide a boost to revenue and earnings growth for PMI.

POSCO (ADR) PKX	
Industry: Steel - Integrated	
Price:	\$ 56.56
Max. Buy Price:	\$ 56.98
Min. Sell Price:	\$ 95.09

POSCO ADR (PKX)

How Cheap Is It? POSCO shares sell at 5.3 times our forward 12 month EPS estimate. We strongly recommend purchase of PKX shares with the objective of reaching our Min Sell Price of \$95.09 within 3 years. The dividend yields 2.9%.

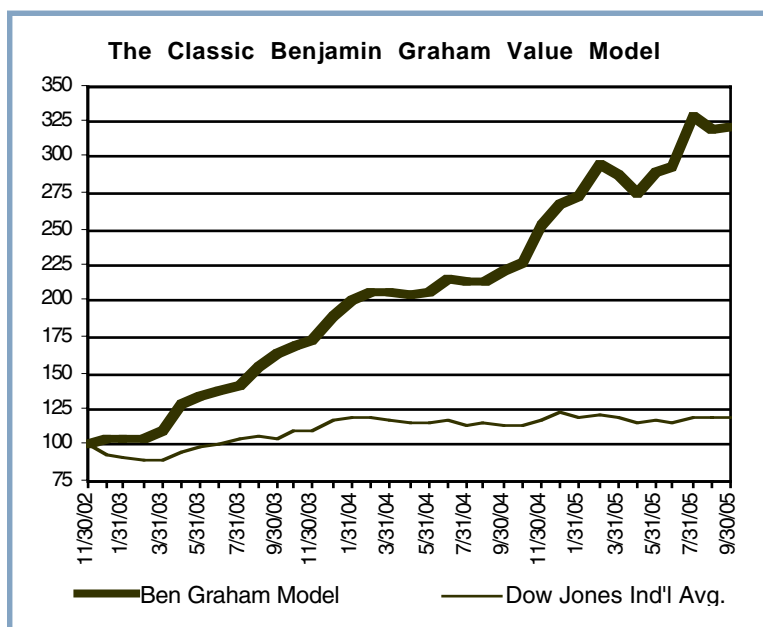


Company Profile: POSCO is Korea's only integrated steel manufacturer and the third largest steel maker in the world. PKX is a leader in producing high quality steel at low prices, but PKX is experiencing more competition from Chinese steelmakers. To gain sales, the company is concentrating on selling its specialty products to the Korean and Chinese construction and automotive industries. The company continues to reduce costs by expanding into India, China and Brazil where labor and raw materials costs are cheaper.

Outlook: Strong demand from China during the first half of 2005 has pushed steel prices abnormally high. More normal pricing before the end of 2005 will squeeze profits somewhat, but demand will remain strong. We believe that PKX profits will remain high during the next several years. We are raising our 2005 EPS forecast to \$12.00 compared to \$10.45 in 2004. Weaker steel prices and increased output from China will cause EPS to fall to about \$8.00 to 9.00 in 2006.

PERFORMANCE FOR THE CLASSIC BENJAMIN GRAHAM VALUE MODEL

The Classic Benjamin Graham Value Model gained 0.18% last month compared to a gain of 0.83% for the Dow Jones Industrial Average. The Model is up 19.45% for the year to date compared to a loss of 1.99% for the Dow. The chart to the right illustrates the Model's extraordinary performance during the past 33 months. Since inception, the Model has achieved a compound annual return of 50.8% compared to a 6.3% return for the Dow!



THE WISE OWL MODEL

The Owl Quantitative Rating System is a proprietary system developed by J. Royden Ward.

By screening stocks in the Benjamin Graham Common Stock 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. It is recommended that you buy at or below the Maximum Buy Price. Sell when the stock reaches the Minimum Sell Price 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	9/30/05 Max Price	Buy Price	Min Sell Price	S&P		IBD Earns Strength	Growth Rate	Current P/E	Industry Rating	Owl Quality Rating	Owl Value Rating	Owl Growth Rating	Owl Technical Rating	Owl Total Rating
					Rating	Div									
Amgen	AMGN	79.67	76.98	115.33	B		94	14.9%	25.5	3.40	3.91	3.10	3.62	4.19	8.98
Apollo Group 'A'	APOL	66.39	69.61	104.86	B+		98	17.5%	24.9	3.11	3.61	3.39	4.89	3.52	9.34
Bed Bath & Beyond	BBBY	40.18	42.90	71.67	A-		93	16.1%	21.0	1.45	4.49	4.04	4.41	3.52	9.98
Danaher Corp.	DHR	53.83	53.55	76.17	A		88	12.5%	19.4	2.16	3.90	3.05	3.32	3.97	8.63
Fiserv Inc.	FISV	45.87	46.14	69.39	B+		89	13.3%	19.6	4.05	3.21	3.55	3.22	4.75	8.93
Home Depot	HD	38.14	49.24	76.74	A+		83	12.7%	14.3	3.00	4.63	4.39	3.39	3.46	9.62
Lennar Corp.	LEN	59.76	60.11	94.55	A-		94	14.8%	7.1	5.00	3.12	4.01	4.16	4.37	9.50
Stryker Corp.	SYK	49.43	50.69	75.69	B+		93	16.7%	26.7	3.81	4.03	3.14	4.25	3.42	9.00
Total ADR	TOT	135.82	152.37	174.43	NR		93	8.7%	10.4	3.90	3.81	2.66	2.73	4.63	8.39
Walgreen Co.	WAG	43.45	43.67	62.64	A+		82	13.6%	26.2	4.18	5.00	2.33	3.27	3.76	8.70
Average:		61.25	64.53	92.15			91	14.1%	19.5	3.41	3.97	3.37	3.73	3.96	9.11

MODEL UPDATE

We have added five new stocks to The Wise Owl Model this month: Amgen, Danaher, Fiserv, Stryker, and Total ADR. Five stocks transition out of the Model to a “hold” status: AFLAC, Dell, Johnson & Johnson, Paychex, and UnitedHealth. These “hold” stocks are still excellent companies and should continue to be held until they reach their Minimum Sell Prices or they no longer appear in The 250 Highest Ranked Wise Owl Stocks on pages 9 to 12. Min Sell Prices for all stocks previously recommended in the Wise Owl Model are also found on pages 9 to 12.

Engineered Support (EASI) announced that it is being acquired by DRS Technologies (DRS). DRS is somewhat overpriced and has a low Owl Total Rating. We advise investors to SELL their shares of EASI now.

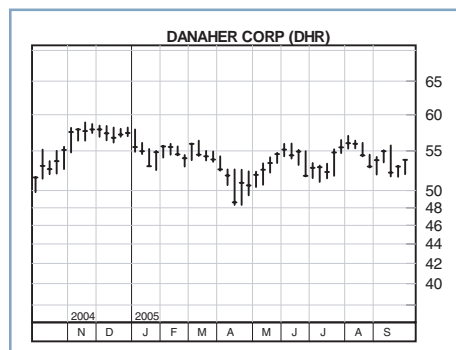
FEATURED STOCKS

Danaher Corp. DHR
 Industry: Industrial Machinery
 Price: \$ 53.83
 Max. Buy Price: \$ 53.55
 Min. Sell Price: \$ 76.17

Danaher Corp. (DHR)

How Cheap Is It? Danaher earnings will increase by 20% this year, but DHR shares have stagnated at current levels during the past 12 months. With excellent growth prospects ahead, we believe DHR shares are now undervalued and will rise to our Min Sell Price of \$76.17 within 2 to 3 years. The company pays a minimal dividend and is buying back 10 million shares of its stock.

Company Profile: Danaher is a leading manufacturer of a variety of tools that includes Sears Craftsman hand tools. The company also makes machine parts, control systems, and medical and dental equipment. Revenue and earnings growth has accelerated during the past five years. DHR has created faster growth by acquiring larger companies. We believe that growth will continue at a 15% or better pace as the company makes new acquisitions in China, India and Eastern Europe.



Note: Maximum Buy Prices are valid for the month of October.

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Outlook: Management at Danaher has developed a sound business plan by concentrating on its faster growing business segments and augmenting growth with strategic acquisitions. We forecast EPS growth of 20% in 2005 and 15% in 2006. DHR shares sell at 19.4 times 2005 EPS.

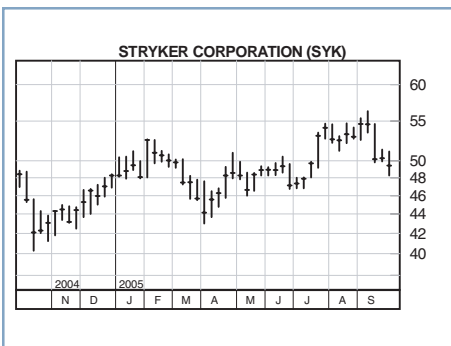
Stryker Corp. (SYK)

How Cheap Is It? Stryker sells at a rather lofty 26.7 times earnings, but we believe that the high price to earnings ratio is justified given the remarkable record of steady growth. We highly recommend SYK shares to long-term investors looking for rapid growth. You can expect SYK shares to increase to our Min Sell Price of \$75.69 within 2 to 3 years

Company Profile: Stryker is a leading maker of healthcare products including orthopedic implants, endoscopic systems, medical instruments and hospital beds. SYK also operates a chain of 375 physical therapy clinics. The wide range of products has enabled SYK to compete effectively with competitors who offer fewer products to hospitals. The company's earnings have increased at a steady 22% for the past 25 years.

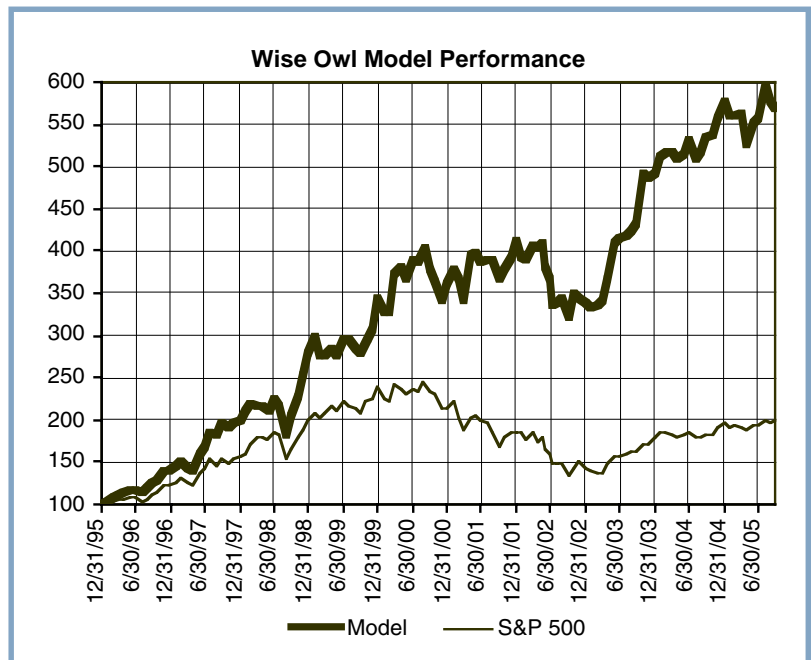
Outlook: Stryker's outstanding growth record has been generated by successful expansion of its product line and expansion into foreign markets without the need for acquisitions. We expect management to continue with their winning plan and to concentrate on faster growth, higher-margined products. Our forecast for 2005 EPS growth is 23% and for 2006 is 20%.

Stryker Corp.	SYK
Industry: Health Care Equipment	
Price:	\$ 49.43
Max. Buy Price:	\$ 50.69
Min. Sell Price:	\$ 75.69



PERFORMANCE FOR THE WISE OWL MODEL

The Wise Owl Model lost 1.34% last month, compared to a gain of 0.69% for the Standard & Poor's 500 Index. The Model is down 1.61% for the year to date compared to a gain of 1.39% for the S&P 500. Since inception on 12/31/95, the Model has achieved a compound annual return of 19.5% compared to a 7.3% return for the S&P 500. The Wise Owl Model has outperformed the S&P 500 Index every year for the past 9 years.



SPECIAL FEATURE

Stalwarts for a Fragile Market

In our Market Opinion at the beginning of this month's Letter, we concluded that volatility in the stock market could continue during the next month or two. We expect the stock market to provide some excellent buying opportunities in the weeks ahead. Many of the solid companies that are leaders in their industries have lagged behind the stock market indices during the past 2 to 3 years. These stalwarts are undervalued now and could become irresistible if the stock market continues to move lower. We suggest that you take advantage of the fragile market by drawing up a list of companies to buy. Your list should include some "must have" companies from the table below. These companies can provide a solid backbone to your investment portfolio. We recommend that you buy companies from the table that will add diversity to your portfolio.

Each month our Special Feature presents additional stocks to buy. The purpose of our feature is to provide you with opportunities to add stocks that will help you to achieve your investment objectives. Buying several of this month's recommended stalwart companies will enable you to reduce the volatility in your portfolio.

We screened our Benjamin Graham Common Stock Database to find companies that you can trust. All companies in the table below have achieved Standard & Poor's highest Earnings and Dividends rankings of A or A+. All companies also have achieved Value Line's highest Financial (Balance Sheet) Strength ratings of A+ or A++. All companies pay a dividend and all companies are currently priced at or below their Maximum Buy Prices. Finally, all companies have price to earnings ratios of 18 or less times 2005 estimated earnings per share.

Company Name	Ticker Symbo	Industry Name	9/30/05 Price	Max Buy Price	Min Sell Price	Growth Rate	Current P/E	S&P Earn/Div Rank	Dividend Size	Yield	Owl Total Rating
Abbott Labs.	ABT	Medical Supplies	42.40	44.84	61.28	8.5%	16.6	A	Super	2.6%	8.07
Alberto Culver	ACV	Toiletries/Cosmeti	44.75	47.70	67.66	11.1%	18.0	A+	Mid	1.0%	8.30
Home Depot	HD	Retail Building Sup	38.14	49.24	76.74	12.7%	14.3	A+	Super	1.0%	9.62
Illinois Tool Works	ITW	Metal Fabricating	82.33	88.43	128.26	11.6%	15.9	A+	Large	1.4%	8.38
Jefferson-Pilot Corp.	JP	Insurance (Life)	51.17	53.41	68.59	8.4%	12.8	A+	Mid	3.3%	7.78
Johnson & Johnson	JNJ	Medical Supplies	63.28	65.27	90.47	11.2%	18.0	A+	Super	2.1%	8.74
Liz Claiborne	LIZ	Apparel	39.32	44.84	61.66	10.3%	12.7	A	Mid	0.6%	8.12
McDonald's Corp.	MCD	Restaurant	33.49	33.77	45.38	8.5%	16.8	A	Large	1.6%	7.72
Pfizer Inc.	PFE	Drug	24.97	36.87	51.85	9.3%	12.4	A	Super	3.0%	9.37
Torchmark Corp.	TMK	Insurance (Life)	52.83	53.95	67.34	8.3%	11.2	A	Mid	0.8%	7.67
United Technologies	UTX	Diversified Co.	51.84	51.60	68.13	10.4%	16.4	A+	Super	1.7%	7.83
Wal-Mart Stores	WMT	Retail Store	43.82	54.00	80.91	12.8%	16.0	A+	Super	1.4%	9.37

We have included the following summaries to help you make your choices.

Abbott Laboratories (ABT) is a broad-based healthcare company that produces a diversified line of pharmaceutical products. Management has introduced a major restructuring program that will noticeably reduce costs and streamline the organization. Earnings will likely accelerate starting in 2006.

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Alberto-Culver (ACV) is a leading maker of beauty products. Expansion into foreign markets and new acquisitions are fueling strong growth. ACV is a solid company in a steadily growing industry. The company benefits from its strong brand names and low prices.

Home Depot (HD) is a home improvement retailer that will gain from the massive rebuilding effort along the Gulf Coast. Current weakness in the stock provides an excellent opportunity to buy this premier company at a substantial discount.

Illinois Tool Works (ITW) manufactures a broad array of industrial products that mirror the U.S. industrial economy. Products designed for the construction industry will be in high demand as the reconstruction of the Gulf Coast swings into high gear.

Jefferson-Pilot (JP) sells life insurance and owns radio and TV stations. Earnings have been rising at a modest 6% pace during the past 5 years, but JP shares have been in a holding pattern. Rising interest rates will help JP's annuity business and provide additional income from its \$22 billion bond holdings.

Johnson & Johnson (JNJ) is a well-diversified provider of health care and consumer products. The recent acquisition of Guidant will add cardiac products and boost growth for JNJ. The company is the premier company in the fast growing health care sector.

Liz Claiborne (LIZ) offers a well-diversified line of well-known clothing for men, women and children. Management is concentrating on LIZ's international sales and sales to specialty retailers rather than to slower-growing department stores. LIZ shares sell at just 12.7 times our 2005 EPS estimate.

McDonald's Corp. (MCD) is the world's largest and most recognized fast food company. Sales and earnings are accelerating as a result of new menu offerings and overseas expansion. After several lackluster years, MCD has taken on new life by becoming more aggressive.

Pfizer, Inc. (PFE) is the world's largest drug maker, but has run into several problems lately. We expect PFE's strong management team to turn the company around and to once again become a fast growing leader. PFE shares have been beaten down and offer a unique opportunity for patient investors.

Torchmark Corp. (TMK) sells life and health insurance to individuals. Management is aggressively adding new sales agents and expects to increase its agent staff by 20% before the end of the year compared to a year ago. The company is also buying back large amounts of TMK shares.

United Technologies (UTX) is a leading manufacturer of aerospace, defense, and transportation products. Management is concentrating on UTX's faster growing, higher profit margin business segments. We believe that UTX will benefit from heavy defense spending in the years ahead.

Wal-Mart Stores (WMT) is the world's largest retailer. Current expansion into China could provide exciting growth well into the future. In the US, WMT continues to build new faster growing super-centers, which include large grocery sections that attract additional shoppers.

CHANGES HIGHEST RANKED STOCKS LISTING

Wise Owl Stocks added to the Highest Ranked Stocks listing.

Company Name	Symbol
Casey's Gen'l Stores	CASY
Cathay General Bancorp	CATY
Ceradyne Inc.	CRDN
Christopher & Banks	CBK
Citrix Sys.	CTXS
Claire's Stores	CLE
ConocoPhillips	COP
Devon Energy	DVN
Emerson Electric	EMR
FedEx Corp.	FDX
First BanCorp PR	FBP
First South Bancorp	FSBK
Gap (The) Inc.	GPS
Intel Corp.	INTC
Jos A Bank Clothiers Inc	JOSB
MAF Bancorp	MAFB
Marathon Oil Corp.	MRO
Marshall & Ilsley	MI
Merrill Lynch & Co.	MER
Microchip Technology	MCHP
Murphy Oil Corp.	MUR
Nokia Corp. ADR	NOK
Northern Trust Corp.	NTRS
Occidental Petroleum	OXY
Petro-Canada	PCZ
Royal Dutch Shell 'A'	RDS.A
Scientific-Atlanta	SFA
Sigma-Aldrich	SIAL
Starbucks Corp.	SBUX
TCF Financial	TCB
TD Banknorth Inc.	BNK
Timberland Co. 'A'	TBL
Triad Guaranty Inc.	TGIC
Trustmark Corp.	TRMK
U.S. Bancorp	USB
Valero Energy	VLO
Wilmington Trust	WL
Wolverine World Wide	WWW

Wise Owl Stocks removed from the Highest Ranked Stocks listing.

Company Name	Symbol
A.S.V. Inc	ASVI
Aaron Rents Inc. 'A'	RNTA
Alfa Corp.	ALFA
Amer. Eagle Outfitters	AEOS
ANSYS Inc.	ANSS
Apache Corp.	APA
Avon Products	AVP
BlackRock Inc Cl A	BLK
Copart Inc.	CPRT
Coventry Healthcare	CVH
Diagnostic Products	DP
Ecolab Inc.	ECL
Franklin Resources	BEN
Graco Inc.	GGG
HCA Inc.	HCA
Investors Title Co	ITIC
ITT Educational	ESI
Journal Register	JRC
Lancaster Colony	LANC
Landstar Sys.	LSTR
Lauder (Estee)	EL
Lifepoint Hospitals Inc	LPNT
Manpower Inc.	MAN
Matthews Int'l	MATW
McGraw-Hill	MHP
MDU Resources	MDU
Medicis Pharmac.	MRX
Popular Inc.	BPOP
Respironics Inc.	RESP
Royal Bank of Canada	RY
Schein (Henry)	HSIC
Sunoco Inc.	SUN
Swift Transportation	SWFT
3M Company	MMM
Toro Co.	TTC
Transatlantic Hldgs.	TRH
Washington Mutual	WM

The above column lists the 38 stocks newly added to our 250 Highest Ranked Stocks listing on pages 9 through 12 of this issue. Owl Total Ratings for the 38 stocks fall in the range of 7.29 to 8.19. None of the new stocks is recommended for purchase in the Wise Owl Model at this time.

The above column lists the 38 stocks that were removed from our 250 Highest Ranked Stocks. Whenever a Wise Owl Model stock falls out of the 250 Highest Ranked Stocks list, it should be sold. There are no new sell recommendations for this month.

The ranking changes discussed above apply only to the Wise Owl Model stocks. Changes in recommendations for The Classic Benjamin Graham Value Model appear in the Model Update.

HIGHEST RANKED STOCKS CONTINUED ON THE FOLLOWING PAGE

THE 250 HIGHEST RANKED WISE OWL STOCKS FROM THE BENJAMIN GRAHAM DATA BASE

The Highest Ranked Stocks listing relates to the Wise Owl stocks only. After buying a Wise Owl stock, you can monitor its progress by checking the stock's Min Sell Price and Owl Total Rating. If a Wise Owl stock reaches its Min Sell Price, or if the stock's Owl Total Rating has gone below 6.00, or if it no longer appears in the listing, you should sell. We hope that you will find the listing also useful in looking up stocks that you already own or have an interest in.

Company Name	Ticker Symbol	Industry Name	9/30/05 Price	Max Buy Price	Min Sell Price	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	42.40	44.84	61.28	8.5%	16.6	4.63	3.53	2.14	3.02	8.07
Abercrombie & Fitch	ANF	Retail (Special Lines)	49.85	54.65	93.41	15.4%	14.7	3.37	3.53	3.17	3.18	8.02
Adv. Neuromodulation	ANSI	Medical Supplies	47.45	37.96	55.68	14.7%	45.2	2.26	2.24	4.84	3.20	7.60
Affiliated Computer	ACS	Computer Software/Svcs	54.60	64.40	97.12	13.3%	16.0	3.40	3.98	3.41	3.68	8.77
AFLAC Inc.	AFL	Insurance (Life)	45.30	45.46	64.87	13.2%	17.0	3.77	3.49	3.13	3.76	8.57
Alberto Culver	ACV	Toiletries/Cosmetics	44.75	47.70	67.66	11.1%	18.0	5.00	2.93	2.61	3.16	8.30
Allergan Inc.	AGN	Drug	91.62	80.33	105.07	13.9%	28.4	3.30	2.37	2.74	3.89	7.46
Alliant Techsystems	ATK	Aerospace/Defense	74.65	71.26	99.18	9.5%	16.8	2.86	3.47	2.66	3.69	7.69
Ambac Fin'l Group	ABK	Financial Svcs. (Div.)	72.06	77.58	109.74	10.6%	10.8	3.81	3.60	2.55	2.87	7.77
Amer. Express	AXP	Financial Svcs. (Div.)	57.44	48.70	68.69	11.1%	19.5	3.89	2.82	2.29	3.25	7.43
Amer. Int'l Group	AIG	Financial Svcs. (Div.)	61.96	91.17	140.25	12.3%	12.2	3.63	5.00	2.78	3.36	8.95
AmerisourceBergen	ABC	Medical Supplies	77.30	75.21	103.39	8.8%	20.8	2.87	2.63	3.17	3.72	7.51
Amgen	AMGN	Biotechnology	79.67	76.98	115.33	14.9%	25.5	3.91	3.10	3.62	4.19	8.98
AmSurg Corp 'A'	AMSG	Medical Services	27.36	26.79	41.78	14.4%	19.7	2.65	3.24	3.57	3.55	7.89
Anadarko Petroleum	APC	Petroleum (Producing)	95.75	102.28	120.12	10.0%	12.4	2.03	3.39	2.65	4.06	7.35
Apollo Group 'A'	APOL	Educational Services	66.39	69.61	104.86	17.5%	24.9	3.61	3.39	4.89	3.52	9.34
Applebee's Int'l	APPB	Restaurant	20.69	24.08	36.32	11.7%	14.1	3.53	3.79	3.10	1.99	7.52
Armor Holdings	AH	Aerospace/Defense	43.01	45.34	72.00	14.0%	11.5	1.72	4.24	3.50	3.08	7.60
Automatic Data Proc.	ADP	Computer Software/Svcs	43.04	43.67	57.41	8.2%	22.2	4.94	3.01	2.17	3.95	8.53
Bank of America	BAC	Bank	42.10	47.45	61.57	9.1%	10.0	3.64	4.03	2.10	3.18	7.85
Bard (C.R.)	BCR	Medical Supplies	66.03	57.98	77.93	12.9%	21.5	4.09	2.38	2.67	3.63	7.74
Bear Stearns	BSC	Securities Brokerage	109.75	104.98	129.98	9.3%	10.9	3.63	3.04	2.19	4.05	7.82
Beazer Homes USA	BZH	Homebuilding	58.67	61.21	80.99	14.6%	7.1	3.20	3.64	4.01	4.50	9.31
Becton Dickinson	BDX	Medical Supplies	52.43	51.01	68.52	10.7%	18.2	4.54	3.04	2.46	3.45	8.18
Bed Bath & Beyond	BBBY	Retail (Special Lines)	40.18	42.90	71.67	16.1%	21.0	4.49	4.04	4.41	3.52	9.98
Best Buy Co.	BBY	Retail (Special Lines)	43.53	40.75	64.88	13.9%	19.8	3.12	3.06	4.15	2.43	7.74
Biomet	BMET	Medical Supplies	34.71	36.82	54.80	14.2%	20.3	4.34	3.60	3.32	2.86	8.56
Biovail Corp.	BVF	Drug	23.37	23.07	38.25	11.8%	13.9	1.78	3.90	2.74	4.87	8.06
Block (H&R)	HRB	Financial Svcs. (Div.)	23.98	27.03	39.63	10.3%	11.4	3.45	3.89	3.47	2.86	8.29
Boston Scientific	BSX	Medical Supplies	23.37	30.71	47.16	14.2%	11.9	2.22	5.00	3.55	2.42	7.99
BP PLC ADR	BP	Petroleum (Integrated)	70.85	77.08	91.34	9.0%	11.0	3.75	3.04	2.48	3.95	8.01
Brown & Brown	BRO	Financial Svcs. (Div.)	49.69	44.18	64.72	13.7%	22.5	4.10	2.80	3.88	3.43	8.61
Brown-Forman 'B'	BF.B	Beverage (Alcoholic)	59.54	51.16	68.41	9.8%	20.2	4.66	2.31	2.08	3.14	7.38
Burlington Resources	BR	Petroleum (Producing)	81.32	70.00	78.51	10.8%	14.3	2.20	2.28	2.56	5.00	7.29
C.H. Robinson	CHRW	Industrial Services	64.13	52.32	74.81	14.9%	28.9	4.06	2.25	3.67	4.59	8.83
CACI Int'l 'A'	CAI	Computer Software/Svcs	60.60	59.16	87.18	14.1%	19.7	2.96	2.98	3.84	3.17	7.85
Cal Dive Int'l	CDIS	Oilfield Svcs/Equip.	63.41	55.15	72.11	14.8%	19.2	1.65	2.64	4.03	4.97	8.05
Canon Inc. ADR	CAJ	Foreign Electronics	54.26	74.25	95.40	10.3%	6.1	3.44	3.80	2.18	3.18	7.64
Capital One Fin'l	COF	Financial Svcs. (Div.)	79.52	79.94	115.76	12.4%	11.2	3.54	3.83	3.91	3.20	8.77
Cardinal Health	CAH	Medical Supplies	63.44	64.78	94.07	9.5%	19.4	3.69	3.34	2.62	3.29	7.84
Caremark RX	CMX	Pharmacy Services	49.93	39.96	57.09	13.8%	24.7	2.58	2.27	3.33	4.49	7.68
Casey's Gen'l Stores	CASY	Grocery	23.20	18.88	26.58	9.3%	21.5	2.74	2.45	2.14	4.74	7.32
Cathay General Bancorp	CATY	Bank	35.46	32.32	43.19	12.0%	16.7	3.55	3.00	2.75	3.11	7.52
CDW Corp.	CDWC	Retail (Special Lines)	58.92	58.83	99.88	13.2%	18.0	3.32	3.68	3.10	2.90	7.88
Centex Corp.	CTX	Homebuilding	64.58	69.13	93.58	12.8%	7.1	3.76	3.69	3.36	3.53	8.69
Ceradyne Inc.	CRDN	Chemical (Specialty)	36.68	29.62	50.21	19.0%	19.8	1.11	2.88	4.60	3.54	7.35
Check Point Software	CHKP	Computer Software/Svcs	24.32	24.53	42.51	11.2%	18.7	2.32	4.07	2.78	3.44	7.64
Cheesecake Factory	CAKE	Restaurant	31.24	30.11	44.08	13.5%	28.1	3.55	3.31	3.95	2.11	7.83
Chico's FAS	CHS	Retail (Special Lines)	36.80	22.81	39.08	19.5%	33.2	3.22	2.17	5.00	3.75	8.57
ChoicePoint Inc.	CPS	Information Services	43.17	45.12	65.45	12.6%	23.9	3.06	3.38	3.06	2.89	7.51
Christopher & Banks	CBK	Retail (Special Lines)	13.87	15.59	29.50	13.8%	16.5	2.26	4.63	3.36	1.81	7.31
Church & Dwight	CHD	Household Products	36.94	33.32	43.82	11.0%	19.6	3.91	2.57	2.73	3.50	7.70
Cintas Corp.	CTAS	Industrial Services	41.05	40.15	60.82	11.9%	21.1	3.89	3.36	2.45	2.86	7.61
Cisco Systems	CSCO	Telecom. Equipment	17.92	21.12	33.25	13.8%	17.9	3.19	4.54	3.60	3.24	8.83
Citigroup Inc.	C	Financial Svcs. (Div.)	45.52	47.22	66.88	10.8%	12.1	3.49	4.01	2.28	3.28	7.92

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Citrix Sys.	CTXS	Computer Software/Svcs	25.14	23.41	38.67	12.3%	23.1	2.32	3.38	2.65	3.73	7.32
City National Corp.	CYN	Bank	70.09	67.45	87.96	9.9%	15.0	3.62	3.33	2.48	2.93	7.49
Claire's Stores	CLE	Retail (Special Lines)	24.13	24.12	34.05	11.3%	14.6	2.85	3.38	2.58	3.52	7.47
Coca-Cola	KO	Beverage (Soft Drink)	43.19	45.57	55.55	7.5%	20.0	4.31	2.71	2.06	3.06	7.35
Cognizant Technology	CTSH	Computer Software/Svcs	46.59	28.83	53.61	22.2%	44.0	2.86	1.72	5.00	3.96	8.20
Cognos Inc.	COGN	Computer Software/Svcs	38.93	35.21	55.44	14.6%	24.5	2.37	3.21	3.33	3.80	7.71
Colgate-Palmolive	CL	Household Products	52.79	56.65	71.35	8.7%	19.6	4.67	2.58	2.63	3.76	8.27
Commerce Bancorp NJ	CBH	Bank	30.69	33.38	50.05	14.2%	15.5	3.57	3.71	3.17	2.87	8.08
Computer Sciences	CSC	Computer Software/Svcs	47.31	55.14	79.90	9.4%	14.6	2.69	4.16	2.39	3.62	7.79
ConocoPhillips	COP	Petroleum (Integrated)	69.91	84.83	87.59	7.6%	8.3	2.33	3.03	2.74	4.77	7.80
Cooper Cos.	COO	Medical Supplies	76.61	57.51	86.56	15.4%	20.1	2.68	2.37	3.73	3.91	7.69
Corporate Executive	EXBD	Information Services	77.98	67.99	92.66	16.7%	41.9	3.46	1.82	4.64	2.83	7.73
Countrywide Financial	CFC	Financial Svcs. (Div.)	32.98	39.68	54.01	11.9%	8.5	2.54	3.83	3.46	3.04	7.80
Curtiss-Wright	CW	Machinery	61.71	54.86	71.68	10.8%	17.2	3.47	2.77	2.42	3.88	7.60
CVS Corp.	CVS	Pharmacy Services	29.01	27.63	38.00	12.6%	20.0	3.29	2.55	2.72	3.92	7.56
Danaher Corp.	DHR	Diversified Co.	53.83	53.55	76.17	12.5%	19.4	3.90	3.05	3.32	3.97	8.63
Dell Inc.	DELL	Computers/Peripherals	34.20	37.86	56.85	15.5%	20.7	3.60	3.64	3.80	3.42	8.77
Dentsply Int'l	XRAY	Medical Supplies	54.02	50.11	67.93	10.8%	20.2	3.91	2.51	2.64	4.55	8.25
Devon Energy	DVN	Natural Gas (Div.)	68.64	66.50	72.64	8.5%	12.8	2.11	2.66	2.70	5.00	7.55
Dollar General Corp.	DG	Retail Store	18.34	20.63	32.89	12.8%	15.3	3.31	3.85	2.75	2.29	7.39
Dollar Tree Stores	DLTR	Retail Store	21.65	33.27	55.56	12.9%	12.6	3.44	5.00	2.86	1.45	7.73
Donaldson Co.	DCI	Machinery	30.53	25.83	34.90	10.3%	20.2	4.23	2.46	2.71	2.79	7.39
Eagle Materials	EXP	Cement & Aggregates	121.37	94.57	126.53	14.7%	17.2	2.50	2.63	3.00	4.10	7.42
Education Mgmt.	EDMC	Educational Services	32.24	31.28	54.25	16.0%	20.7	2.81	3.52	4.00	2.39	7.71
Emerson Electric	EMR	Electrical Equipment	71.80	66.13	84.48	9.0%	19.0	4.18	2.53	1.95	3.41	7.32
EnCana Corp.	ECA	Canadian Energy	58.31	46.98	57.21	12.4%	18.6	2.55	2.10	3.68	4.49	7.77
Energen Corp.	EGN	Natural Gas (Div.)	43.26	36.15	41.49	9.5%	15.7	2.97	1.99	3.22	4.39	7.62
Engineered Support	EASI	Aerospace/Defense	41.04	39.13	56.98	14.7%	19.5	3.42	2.77	4.39	2.43	7.89
Erie Indemnity Co	ERIE	Insurance (Prop/Cas.)	52.75	50.15	64.56	10.3%	14.9	4.53	3.32	2.15	2.11	7.34
Expeditors Int'l	EXPD	Industrial Services	56.78	46.16	68.35	15.4%	32.4	4.27	2.11	3.61	3.19	7.99
Express Scripts 'A'	ESRX	Pharmacy Services	62.20	50.85	77.63	15.6%	25.0	3.47	2.56	4.11	4.27	8.73
Exxon Mobil Corp.	XOM	Petroleum (Integrated)	63.54	63.51	76.47	9.5%	12.8	4.03	2.60	2.18	4.56	8.11
FactSet Research	FDS	Information Services	35.24	32.91	51.60	15.0%	23.5	3.53	2.79	3.74	2.60	7.68
Fair Isaac	FIC	Computer Software/Svcs	44.80	40.74	61.00	12.4%	23.2	3.13	2.75	3.61	3.98	8.16
Fastenal Co.	FAST	Retail Building Supply	61.09	58.84	90.33	17.0%	27.0	3.92	3.08	3.76	2.90	8.28
Federated Investors	FII	Financial Svcs. (Div.)	33.23	31.77	44.98	11.0%	18.2	3.44	3.32	3.01	3.23	7.87
FedEx Corp.	FDX	Air Transport	87.13	87.80	121.70	11.6%	16.7	3.07	2.81	2.59	3.77	7.41
Fifth Third Bancorp	FITB	Bank (Midwest)	36.75	56.30	78.57	9.8%	12.3	4.26	5.00	2.42	1.75	8.14
First BanCorp PR	FBP	Thrift	16.92	18.27	29.01	12.3%	7.7	2.90	3.85	3.11	2.44	7.45
First Data Corp.	FDC	Computer Software/Svcs	40.00	44.01	66.04	12.1%	17.0	4.63	4.10	2.80	2.65	8.60
First Horizon National	FHN	Bank (Midwest)	36.35	45.53	59.86	8.6%	10.5	3.54	4.38	2.33	1.86	7.33
First South Bancorp	FSBK	Bank	33.31	29.56	41.95	7.9%	16.3	2.88	2.55	4.29	2.81	7.59
Fiserv Inc.	FISV	Computer Software/Svcs	45.87	46.14	69.39	13.3%	19.6	3.21	3.55	3.22	4.75	8.93
Florida Rock	FRK	Cement & Aggregates	64.09	38.90	49.62	13.5%	28.1	4.01	1.18	3.34	4.48	7.89
Forest Labs.	FRX	Drug	38.97	42.01	64.37	12.6%	16.2	3.54	4.25	3.71	2.37	8.40
Franklin Electric	FELE	Electrical Equipment	41.39	33.82	47.62	11.3%	21.3	4.05	2.77	2.35	3.06	7.41
Freddie Mac	FRE	Financial Svcs. (Div.)	56.46	79.70	110.14	8.8%	9.2	2.98	4.96	3.12	1.90	7.86
FTI Consulting	FCN	Industrial Services	25.26	22.84	35.71	11.5%	18.7	2.03	3.09	3.25	3.89	7.43
Gallagher (Arthur J.)	AJG	Financial Svcs. (Div.)	28.81	34.41	48.35	9.4%	13.5	4.52	3.25	2.60	2.95	8.07
Gap (The) Inc.	GPS	Retail (Special Lines)	17.43	19.88	31.30	10.6%	11.3	2.97	4.67	2.44	2.53	7.64
Gen'l Dynamics	GD	Aerospace/Defense	119.55	115.13	152.94	10.0%	16.6	4.39	2.92	2.63	3.61	8.21
Gen'l Electric	GE	Electrical Equipment	33.67	37.33	52.38	9.8%	18.0	4.70	3.29	2.45	2.88	8.07
GlaxoSmithKline ADR	GSK	Drug	51.28	47.85	54.39	7.4%	17.3	3.71	2.19	2.25	3.89	7.30
Golden West Fin'l	GDW	Thrift	59.39	56.20	77.15	12.4%	12.3	3.87	3.07	2.99	3.10	7.90
Grainger (W.W.)	GWWW	Electrical Equipment	62.92	59.76	77.96	8.2%	17.7	4.08	2.48	1.79	3.73	7.32
Harley-Davidson	HDI	Recreation	48.44	55.90	81.77	12.5%	14.2	4.04	4.17	3.83	2.14	8.59
Harte-Hanks	HHS	Advertising	26.43	26.13	35.06	11.3%	19.4	4.08	2.88	2.44	2.89	7.45
HCC Insurance Hldgs.	HCC	Insurance (Prop/Cas.)	28.53	26.99	37.26	12.8%	14.0	2.61	3.47	3.35	3.76	8.00
Health Mgmt. Assoc.	HMA	Medical Services	23.47	28.25	42.26	12.5%	14.8	3.18	4.08	3.34	2.75	8.09
Henry (Jack) & Assoc.	JKHY	Computer Software/Svcs	19.40	20.65	32.75	13.6%	20.4	3.20	3.51	3.34	3.77	8.38
Hilb Rogal & Hobbs	HRH	Financial Svcs. (Div.)	37.32	38.54	56.20	11.1%	15.7	3.28	3.24	3.17	2.49	7.38
Home Depot	HD	Retail Building Supply	38.14	49.24	76.74	12.7%	14.3	4.63	4.39	3.39	3.46	9.62
Horton D.R.	DHI	Homebuilding	36.22	37.46	49.90	16.0%	8.3	4.06	3.66	4.49	3.94	9.79
Houston Expl Co	THX	Petroleum (Producing)	67.25	57.67	76.05	11.0%	8.4	2.00	3.26	3.94	4.17	8.11
Illinois Tool Works	ITW	Metal Fabricating	82.33	88.43	128.26	11.6%	15.9	4.54	3.61	2.53	3.15	8.38

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Ingersoll-Rand	IR	Machinery	38.23	37.92	56.03	11.5%	12.2	3.53	4.10	2.72	3.35	8.31
Intel Corp.	INTC	Semiconductor	24.65	26.08	42.04	12.8%	16.4	3.67	4.55	2.53	2.76	8.19
Int'l Business Mach.	IBM	Computers/Peripherals	80.22	88.88	132.12	9.9%	15.7	4.05	3.66	1.80	2.87	7.50
Intuit Inc.	INTU	Computer Software/Svcs	44.81	47.05	67.41	12.4%	19.7	2.57	3.76	3.62	2.84	7.75
Investors Finl Svcs	IFIN	Financial Svcs. (Div.)	32.90	42.30	72.84	16.5%	14.4	2.37	4.32	4.27	1.60	7.61
ITT Industries	ITT	Diversified Co.	113.60	86.99	114.16	9.9%	20.5	3.80	2.22	2.13	3.95	7.33
Jabil Circuit	JBL	Electronics	30.92	30.50	46.50	12.2%	21.3	2.29	3.54	3.29	3.62	7.72
Jefferson-Pilot Corp.	JP	Insurance (Life)	51.17	53.41	68.59	8.4%	12.8	4.41	3.62	1.90	2.91	7.78
Johnson & Johnson	JNJ	Medical Supplies	63.28	65.27	90.47	11.2%	18.0	5.00	2.97	2.86	3.59	8.74
Johnson Controls	JCI	Auto Parts	62.05	61.56	83.44	10.6%	13.4	4.38	3.18	2.69	3.33	8.23
Jos A Bank Clothiers Inc	JOSB	Apparel	43.22	29.90	45.64	17.6%	18.1	2.23	2.27	4.04	3.52	7.32
KB Home	KBH	Homebuilding	73.20	72.85	99.02	16.4%	7.6	3.77	3.72	4.19	3.69	9.31
Kohl's Corp.	KSS	Retail Store	50.18	51.81	88.51	14.6%	19.5	3.41	4.32	3.53	3.46	8.92
Legg Mason	LM	Securities Brokerage	109.69	78.20	116.38	13.9%	26.1	3.31	1.75	3.66	3.71	7.54
Lehman Bros. Holdings	LEH	Securities Brokerage	116.48	128.74	160.17	11.2%	12.5	2.68	2.91	2.46	4.72	7.74
Lennar Corp.	LEN	Homebuilding	59.76	65.64	92.06	14.8%	7.1	3.12	4.01	4.16	4.37	9.50
Lexmark Int'l `A'	LXK	Office Equip/Supplies	61.05	78.40	118.37	11.1%	13.4	3.60	4.45	2.89	1.69	7.66
Lilly (Eli)	LLY	Drug	53.52	55.26	77.51	9.4%	18.2	3.96	3.21	2.04	3.55	7.73
Linear Technology	LLTC	Semiconductor	37.59	39.87	64.07	16.6%	26.9	3.47	3.74	3.15	2.56	7.83
Liz Claiborne	LIZ	Apparel	39.32	44.84	61.66	10.3%	12.7	4.57	3.69	2.18	2.96	8.12
Lowe's Cos.	LOW	Retail Building Supply	64.40	68.52	104.09	14.6%	18.8	4.21	3.30	3.74	3.62	9.01
M&T Bank Corp.	MTB	Bank	105.71	105.09	138.68	10.0%	15.5	4.20	3.40	2.60	2.69	7.81
M.D.C. Holdings	MDC	Homebuilding	78.89	81.84	107.75	14.7%	7.9	3.85	3.38	4.14	3.95	9.28
MAF Bancorp	MAFB	Bank	40.98	44.73	59.74	8.6%	12.5	4.36	3.45	2.16	2.08	7.30
Manulife Fin'l	MFC	Insurance (Life)	53.32	51.12	65.66	12.6%	14.9	4.10	3.22	2.93	3.28	8.20
Marathon Oil Corp.	MRO	Petroleum (Integrated)	68.93	70.86	77.60	7.5%	10.0	2.61	2.72	2.51	5.00	7.78
Marshall & Ilsley	MI	Bank (Midwest)	43.51	43.58	58.64	10.2%	14.3	4.01	3.36	2.29	3.02	7.68
Maxim Integrated	MXIM	Semiconductor	42.65	43.97	70.70	16.3%	26.3	3.04	3.21	3.41	2.62	7.44
MBNA Corp.	KRB	Financial Svcs. (Div.)	24.64	25.62	39.48	10.8%	11.8	3.80	4.09	2.80	3.45	8.56
McDonald's Corp.	MCD	Restaurant	33.49	33.77	45.38	8.5%	16.8	4.06	3.15	1.99	3.53	7.72
Medtronic Inc.	MDT	Medical Supplies	53.62	53.47	74.53	13.6%	24.9	4.28	3.09	3.27	3.45	8.54
Mentor Corp.	MNT	Medical Supplies	55.01	33.55	49.74	14.4%	32.4	2.99	1.59	3.59	5.00	7.98
Mercury Interactive	MERQE	Computer Software/Svcs	39.60	45.50	77.80	15.7%	24.8	1.71	4.42	3.89	3.48	8.18
Meredith Corp.	MDP	Publishing	49.89	52.18	68.90	10.9%	18.5	3.46	3.16	3.00	3.56	7.99
Meritage Corp	MTH	Homebuilding	76.66	56.74	76.04	12.4%	8.0	2.40	2.64	4.42	3.44	7.83
Merrill Lynch & Co.	MER	Securities Brokerage	61.35	63.93	90.80	9.6%	12.7	3.43	3.20	2.24	3.49	7.49
Microchip Technology	MCHP	Semiconductor	30.12	28.54	43.10	12.7%	23.9	2.62	3.50	3.06	3.10	7.44
Microsoft Corp.	MSFT	Computer Software/Svcs	25.73	28.68	39.46	10.8%	20.1	4.28	4.11	2.31	3.87	8.83
Moody's Corp.	MCO	Information Services	51.08	39.90	52.72	14.2%	28.4	3.52	1.77	3.44	3.84	7.62
Murphy Oil Corp.	MUR	Petroleum (Integrated)	49.87	51.92	62.14	9.8%	10.7	2.56	2.62	3.05	3.97	7.40
Mylan Labs.	MYL	Drug	19.26	19.45	28.53	10.1%	18.2	3.34	3.67	3.05	3.62	8.28
Nabors Inds.	NBR	Oilfield Svcs/Equip.	71.83	62.93	78.32	11.4%	18.7	2.00	2.94	2.91	5.00	7.79
New York Community	NYB	Thrift	16.40	20.46	31.31	8.9%	12.1	2.20	4.40	3.40	2.07	7.32
Newfield Exploration	NFX	Natural Gas (Div.)	49.10	50.27	57.81	12.5%	11.4	2.04	3.50	3.58	3.91	7.90
NIKE Inc. 'B'	NKE	Shoe	81.68	85.17	119.00	12.3%	15.7	4.49	3.15	2.74	3.36	8.33
Nokia Corp. ADR	NOK	Foreign Telecom.	16.91	17.86	26.27	10.1%	15.8	3.03	3.81	2.53	3.41	7.75
North Fork Bancorp	NFB	Bank	25.50	31.18	44.95	10.2%	11.4	3.55	4.35	2.41	2.22	7.59
Northern Trust Corp.	NTRS	Bank (Midwest)	50.55	51.10	67.55	8.2%	18.9	3.19	3.44	2.22	3.29	7.36
NVR Inc.	NVR	Homebuilding	884.95	783.32	1093.45	18.7%	10.2	3.63	3.42	4.90	4.67	10.07
Occidental Petroleum	OXY	Petroleum (Integrated)	85.43	83.26	94.12	10.7%	9.4	3.02	3.07	2.36	4.88	8.08
Omnicare Inc.	OCR	Pharmacy Services	56.23	48.37	66.22	11.7%	21.0	2.82	2.30	3.34	3.92	7.51
Omnicom Group	OMC	Advertising	83.63	85.75	121.04	9.6%	18.5	3.73	3.35	2.65	3.25	7.87
Oracle Corp.	ORCL	Computer Software/Svcs	12.40	14.30	23.19	14.3%	15.9	2.97	4.11	3.48	3.27	8.38
O'Reilly Automotive	ORLY	Retail Automotive	28.18	25.59	38.36	13.1%	20.1	3.62	2.97	3.60	3.42	8.25
Oshkosh Truck	OSK	Auto & Truck	43.16	36.17	47.29	15.7%	18.4	3.40	2.53	3.78	3.60	8.07
Pacific Cap Bancorp New	PCBC	Bank	33.29	31.90	42.60	8.9%	14.7	3.38	3.12	3.19	2.74	7.53
Pacific Sunwear	PSUN	Retail (Special Lines)	21.44	25.31	41.46	15.8%	12.6	3.10	3.93	3.69	2.13	7.78
Patterson Cos.	PDCO	Medical Supplies	40.03	40.40	60.39	15.1%	25.7	3.70	2.90	3.79	3.41	8.36
Paychex Inc.	PAYX	Computer Software/Svcs	37.09	37.18	51.38	13.6%	32.3	4.33	2.16	3.36	4.19	8.51
PepsiCo Inc.	PEP	Beverage (Soft Drink)	56.71	54.17	68.88	9.7%	21.4	4.99	2.28	2.22	4.01	8.18
Petro-Canada	PCZ	Canadian Energy	41.73	41.93	46.19	7.5%	13.0	3.78	2.56	2.97	2.81	7.34
Pfizer Inc.	PFE	Drug	24.97	36.87	51.85	9.3%	12.4	4.92	4.81	2.70	3.04	9.37
Pharmac. Product	PPDI	Drug	57.51	42.30	63.85	14.3%	25.0	2.09	2.41	3.61	4.52	7.65
Polo Ralph Lauren `A'	RL	Apparel	50.30	46.66	61.84	11.8%	16.3	3.46	2.93	2.38	3.72	7.57
Price (T. Rowe) Group	TROW	Financial Svcs. (Div.)	65.30	56.40	81.04	12.5%	21.3	4.09	2.68	2.57	3.51	7.79

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Company Name	Ticker Symbol	Industry Name	9/30/05 Price	Max Buy Price	Min Sell Price	Growth Rate	Current P/E	Owl Quality Rating	Owl Value Rating	Owl Growth Rating	Owl Technical Rating	Owl Total Rating
Procter & Gamble	PG	Household Products	59.46	57.39	70.81	9.4%	21.1	4.65	2.37	2.22	4.24	8.17
Pulte Homes	PHM	Homebuilding	42.92	41.85	61.33	17.8%	8.4	3.75	4.35	3.78	4.35	9.84
QLogic Corp.	QLGC	Semiconductor	34.20	35.82	56.67	12.0%	18.7	3.03	4.45	3.04	2.45	7.86
Qualcomm Inc.	QCOM	Telecom. Equipment	44.75	38.95	53.88	15.0%	33.6	2.89	2.39	4.39	3.77	8.15
RenaissanceRe Hldgs Ltd	RNR	Insurance (Prop/Cas.)	43.73	58.99	81.08	9.7%	7.9	2.31	4.74	3.05	2.50	7.63
ResMed Inc.	RMD	Medical Supplies	79.65	44.22	63.01	14.8%	73.8	3.23	1.59	4.25	4.40	8.16
Roper Inds.	ROP	Machinery	39.29	37.00	53.40	13.4%	21.4	3.13	3.49	2.96	3.24	7.77
Ross Stores	ROST	Retail (Special Lines)	23.70	23.24	38.16	14.1%	16.9	3.58	3.53	3.25	2.29	7.67
Royal Dutch Shell 'A'	RDSA	Petroleum (Integrated)	65.64	69.47	80.33	3.4%	10.2	3.50	2.91	1.88	3.86	7.36
Ryland Group	RYL	Homebuilding	68.42	72.50	98.30	14.3%	8.0	3.35	3.30	3.56	2.68	7.82
Scientific-Atlanta	SFA	Telecom. Equipment	37.51	32.62	47.60	10.6%	20.8	2.43	2.61	2.68	4.32	7.30
SCP Pool Corp	POOL	Recreation	34.93	23.53	34.39	14.7%	23.4	3.59	1.49	4.22	3.27	7.62
SEI Investments	SEIC	Computer Software/Svcs	37.58	37.90	55.49	12.1%	21.0	3.82	2.99	3.49	2.88	7.98
Sherwin-Williams	SHW	Chemical (Specialty)	44.07	47.43	63.79	10.8%	13.1	3.89	3.06	2.30	3.39	7.66
Sigma-Aldrich	SIAL	Chemical (Specialty)	64.06	64.04	83.75	9.4%	17.2	4.00	2.77	2.27	3.26	7.46
Simpson Mfg Inc	SSD	Building Materials	39.14	31.16	41.64	13.0%	17.9	3.98	2.06	3.17	3.72	7.84
SLM Corporation	SLM	Financial Svcs. (Div.)	53.64	49.95	71.05	14.2%	20.8	4.32	3.13	3.42	3.18	8.51
St. Jude Medical	STJ	Medical Supplies	46.80	34.82	50.26	15.1%	32.3	3.36	2.18	3.31	4.95	8.36
Standard Pacific Corp.	SPF	Homebuilding	41.51	41.38	55.74	13.0%	7.0	3.07	4.04	3.40	4.26	8.94
Staples Inc.	SPLS	Office Equip/Supplies	21.32	20.26	30.39	13.3%	18.7	3.24	3.08	3.09	2.72	7.35
Starbucks Corp.	SBUX	Restaurant	50.10	42.47	59.94	15.7%	37.1	3.69	1.93	4.14	2.63	7.51
State Street Corp.	STT	Bank	48.92	52.07	75.97	10.8%	17.8	3.46	3.71	2.78	2.81	7.74
Stericycle Inc.	SRCL	Environmental	57.15	54.24	76.07	14.0%	26.2	2.24	2.93	3.14	4.67	7.87
Stone Energy	SGY	Petroleum (Producing)	61.04	60.43	83.21	7.9%	8.4	1.64	3.81	3.04	3.55	7.30
Strayer Education	STRA	Educational Services	94.52	96.01	145.33	15.2%	28.4	3.78	3.18	3.52	2.66	7.96
Stryker Corp.	SYK	Medical Supplies	49.43	50.69	75.69	16.7%	26.7	4.03	3.14	4.25	3.42	9.00
Symantec Corp.	SYMC	Computer Software/Svcs	22.66	18.92	29.89	12.9%	30.2	2.88	2.99	3.40	3.14	7.52
Synovus Financial	SNV	Bank	27.72	30.89	44.73	11.2%	16.0	3.76	3.84	2.70	3.46	8.34
Sysco Corp.	SY	Food Wholesalers	31.37	32.82	48.33	12.8%	20.0	5.00	2.87	3.00	2.35	8.01
Target Corp.	TGT	Retail Store	51.93	52.53	79.28	12.9%	18.9	3.87	3.14	2.79	2.75	7.61
TCF Financial	TCB	Bank (Midwest)	26.75	28.35	39.31	9.9%	13.2	3.19	3.55	2.38	2.93	7.31
TD Banknorth Inc.	BNK	Bank	30.14	31.17	42.15	10.4%	11.8	3.04	4.45	2.08	2.69	7.43
Techne Corp.	TECH	Biotechnology	56.98	38.71	58.14	12.7%	31.3	3.80	1.83	3.56	4.46	8.27
Teleflex Inc.	TFX	Diversified Co.	70.50	68.10	90.72	9.6%	18.2	3.76	2.60	2.39	3.89	7.66
Telefonos de Mexico ADR	TMX	Foreign Telecom.	21.27	24.74	33.55	9.8%	8.6	2.75	3.76	2.22	3.95	7.68
Thor Inds.	THO	Manuf. Housing/RV	34.00	33.47	49.55	14.2%	14.1	2.94	2.76	3.89	2.59	7.38
Tiffany & Co.	TIF	Retail (Special Lines)	39.77	36.12	53.66	11.9%	24.4	3.82	2.76	2.63	3.87	7.93
Timberland Co. 'A'	TBL	Shoe	33.78	35.25	55.66	13.2%	14.0	3.23	3.54	3.00	2.50	7.44
TJX Companies	TJX	Retail (Special Lines)	20.48	25.17	39.57	13.2%	13.7	4.47	4.11	3.02	2.28	8.41
Toll Brothers	TOL	Homebuilding	44.67	47.18	67.22	17.1%	9.1	3.43	3.34	4.50	3.40	8.90
Torchmark Corp.	TMK	Insurance (Life)	52.83	53.95	67.34	8.3%	11.2	4.20	3.84	1.99	2.63	7.67
Total ADR	TOT	Petroleum (Integrated)	135.82	152.37	174.43	8.7%	10.4	3.81	2.66	2.73	4.63	8.39
Total System Svcs.	TSS	Financial Svcs. (Div.)	23.31	26.41	41.98	14.9%	22.4	3.92	4.45	3.47	3.46	9.27
Tractor Supply	TSCO	Retail Building Supply	45.65	38.54	62.43	15.5%	23.5	3.28	2.56	3.81	3.27	7.83
Triad Guaranty Inc.	TGIC	Financial Svcs. (Div.)	39.22	52.35	78.55	11.6%	9.4	3.29	5.00	2.44	1.31	7.29
Trustmark Corp.	TRMK	Bank	27.85	31.46	41.09	8.3%	14.5	3.93	3.47	1.69	3.01	7.33
U.S. Bancorp	USB	Bank (Midwest)	28.08	32.51	45.50	10.0%	11.4	2.61	4.07	2.45	3.04	7.38
UCBH Hldgs Inc	UCBH	Bank	18.33	19.05	29.59	13.8%	17.3	2.77	3.02	3.84	3.29	7.83
United Parcel Serv.	UPS	Air Transport	69.13	74.29	99.93	11.2%	19.6	3.87	3.35	2.68	3.76	8.28
United Technologies	UTX	Diversified Co.	51.84	51.60	68.13	10.4%	16.4	4.47	3.13	2.43	2.90	7.83
UnitedHealth Group	UNH	Medical Services	56.20	50.65	69.91	16.3%	21.5	4.29	2.65	3.95	4.09	9.08
Urban Outfitters	URBN	Retail (Special Lines)	29.40	14.90	26.16	19.3%	34.6	2.77	2.15	4.67	3.15	7.72
Valero Energy	VLO	Petroleum (Integrated)	113.06	119.46	132.64	12.5%	9.0	1.84	2.56	3.12	5.00	7.59
Walgreen Co.	WAG	Pharmacy Services	43.45	43.67	62.64	13.6%	26.2	5.00	2.33	3.27	3.76	8.70
Wal-Mart Stores	WMT	Retail Store	43.82	54.00	80.91	12.8%	16.0	4.78	4.38	2.95	3.35	9.37
Waters Corp.	WAT	Precision Instrument	41.60	42.10	65.25	13.9%	20.0	2.61	3.55	2.92	3.01	7.33
Watsco Inc.	WSO	Retail Building Supply	53.11	44.16	57.56	12.0%	23.3	3.50	2.06	3.11	3.52	7.39
Wells Fargo	WFC	Bank	58.57	69.89	93.31	10.7%	12.6	3.90	3.66	2.40	2.78	7.73
Williams-Sonoma	WSM	Retail (Special Lines)	38.35	36.75	55.70	13.1%	20.3	3.09	3.18	3.37	2.55	7.39
Wilmington Trust	WL	Bank	36.45	36.54	46.21	7.0%	15.1	4.12	3.35	1.68	2.91	7.31
Wolverine World Wide	WWW	Shoe	21.05	20.44	28.61	11.8%	16.2	3.69	3.33	2.36	2.85	7.41
Wrigley (Wm.) Jr.	WY	Food Processing	71.88	72.37	88.78	11.1%	28.0	4.93	2.29	2.48	4.08	8.36
XTO Energy	XTO	Natural Gas (Div.)	45.32	41.74	53.38	16.0%	15.7	1.64	2.82	5.00	4.88	8.69
Yahoo! Inc.	YHOO	Internet	33.84	27.42	39.52	15.4%	58.3	1.87	2.49	5.00	3.42	7.74
Zions Bancorp.	ZION	Bank	71.22	72.76	97.47	10.7%	13.5	3.58	3.60	2.42	2.90	7.58