

# Cabot Benjamin Graham Value Letter

*Sound Advice from the Teachings of Benjamin Graham*

November 2005

Issue # 136

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## MORE VOLATILITY

The stock market retreated modestly in October, sending the indices down about 1.25 to 1.75% depending on the index. Interest rates on long term bonds and mortgages rose sharply during the month while oil and gasoline prices moderated somewhat. The Federal Reserve raised short-term interest rates by a quarter point again and indicated that it will continue to raise rates into 2006. The employment situation remains somewhat weak, as does consumer confidence. Third quarter earnings reports were quite strong, but corporate executives are clearly cautious with their forecasts for 2006.

Recently we have been forecasting that the Dow Jones Industrial Average will likely decline to a low of 9,297. We have recalculated our estimate and now conclude that 9,297 is indeed quite possible. However, we believe that it could take as long as 6 months to reach the 9,300 level. We will abandon our bearish forecast if oil prices move lower, if consumer confidence rises, or if the Federal Reserve stops raising interest rates. Of course, unforeseen events could also force us to change our forecast for better or worse, too.

In keeping with our somewhat bearish outlook for the stock market, we have recommended stocks in the following pages that are more conservative. 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 begin to invest into our new recommendations if the stock market declines below the 9,500 level.



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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 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	10/31/05 Price	Max Buy Price	Min Sell Price	Debt vs Current Assets	Current Ratio	Earnings Growth	P/E Ratio	P/BV Ratio	Dividend Yield	S&P Earn/Div Rank
Centex Corp.	CTX	64.35	61.63	104.28	0.55	6.51	12.9%	6.6	1.13	0.2%	A+
CharterMac	CHC	20.55	18.97	27.03	0.56	11.02	6.6%	9.7	0.63	7.8%	NR
Magna Int'l 'A'	MGA	69.72	64.53	97.01	0.14	1.52	8.8%	9.7	1.08	2.2%	B+
MGIC Investment	MTG	59.24	58.95	99.80	NA	NA	10.5%	9.0	1.07	0.9%	A
PMI Group	PMI	39.88	38.79	62.53	NA	NA	10.3%	9.3	0.93	0.5%	A
Radian Group Inc	RDN	52.10	50.82	84.60	NA	NA	10.9%	8.3	1.21	0.2%	A

### MODEL UPDATE

The Classic Benjamin Graham Value Model has six stocks this month including four new stocks: Centex, CharterMac, Magna International, and MGIC Investment. Five stocks transition out of the Model to a "hold" status: Everest Re, Korea Electric, Overseas Shipholding, POSCO, and R & G Financial. All five are still excellent companies and should continue to be held until they reach their Minimum Sell Prices. All 6 stocks in the Model 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.

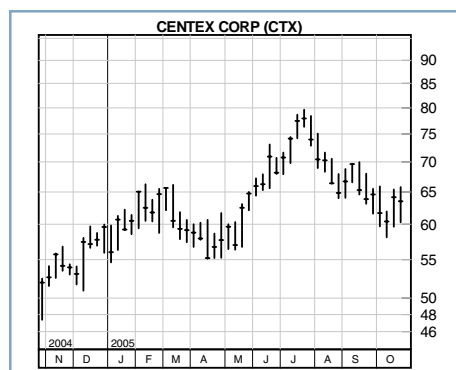
The current Minimum Sell Prices for previous Classic Value Model stocks are: AEGON \$24.20, Everest Re \$131.42, Fidelity National \$46.17, First American, \$52.56, Gibraltar \$24.80, Honda Motor \$31.92, Korea Electric \$26.24, LandAmerica \$83.20, MBIA \$74.60, Old Republic \$35.73, Overseas Shipholding \$86.45, POSCO \$66.55, R & G Financial \$25.05, Scottish Re \$33.27, and Village Super Market \$61.85. These stocks should continue to be held until they reach their Min Sell Prices. Aspen Insurance and Universal Corp. were recommended to be sold in our October Mid-Month Update and should now be **SOLD**.

### FEATURED STOCKS

Centex Corp.	CTX
Industry: Homebuilding	
Price:	\$ 64.35
Max. Buy Price:	\$ 61.63
Min. Sell Price:	\$104.28

#### Centex Corp. (CTX)

**How Cheap Is It?** CTX shares sell at 6.6 times our 2005 EPS estimate. Standard & Poor's rates the company A+ for steady earnings and dividend growth during the past 10 years. CTX shares will likely reach our Min Sell Price of \$104.28 within 2 to 3 years.



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

**Company Profile:** Centex Corp. operates 3 divisions: home construction, mortgage finance, and construction services. The company is one of the nation's largest homebuilders and operates in 489 communities in 26 states. CTX offers a variety of homes that vary widely in price. The company's mortgage finance division provides mortgages for over 70% of CTX's sales. Centex's construction services division builds large commercial structures for a wide variety of uses.

**Outlook:** Centex is selling its less profitable businesses from its core

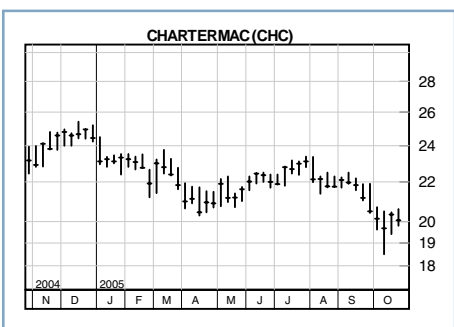
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divisions. Proceeds are being used to pay down its heavy debt load and to repurchase common stock. Debt currently amounts to 70% of total capital but is offset by large land holdings (for future development and homebuilding) and by a healthy current asset to current liabilities ratio of 6.5 to 1. Orders for new homes and rising home prices will lead to 25% and 15% EPS growth this year and next.

CharterMac	CHC
Industry: Mortgage Finance	
Price:	\$ 20.55
Max. Buy Price:	\$ 18.97
Min. Sell Price:	\$ 27.03

### CharterMac (CHC)

**How Cheap Is It?** CHC shares sell at 9.0 times our forward 12 month EPS estimate. We recommend purchase of CHC shares with the objective of reaching our Min Sell Price of \$27.03 within 2 to 3 years. The dividend yield is an excellent 7.8%.

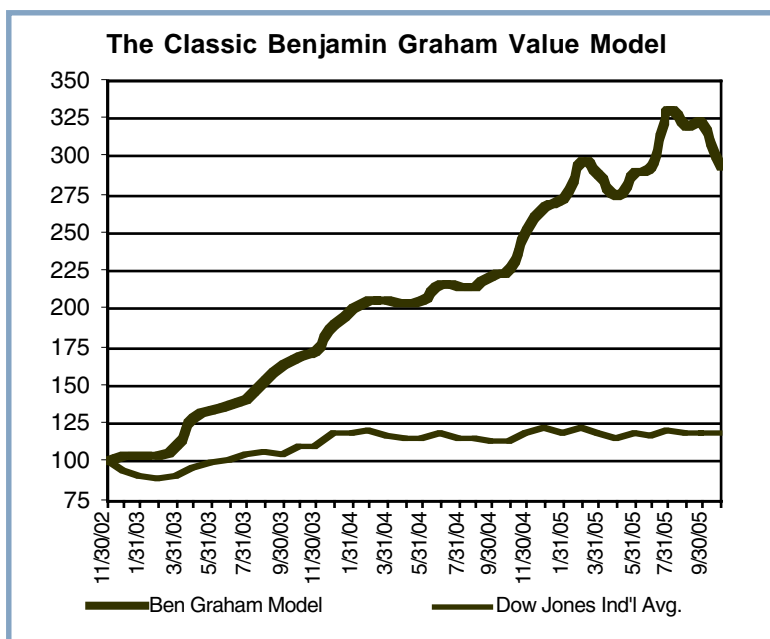


**Company Profile:** CharterMac, a business trust, offers real estate mortgage financing for multifamily housing to developers and buyers. The company also finds investors who provide capital for new and existing housing projects. CHC chooses low risk projects that keep its credit losses very low. Mortgage financing is backed by local and state government agency bonds that are exempt from federal taxes. In addition, the income from the multifamily projects is exempt from federal income taxes. Finally, the company pays generous dividends to its shareholders that are mostly tax exempt. CHC issues an annual K-1 to its shareholders.

**Outlook:** We expect strong activity in the multifamily housing sector that has been left somewhat behind during the current single-family housing boom. CHC's revenues increased by 31% for the first 6 months compared to a year ago. EPS have remained stagnant during the past 5 years, but will likely jump by 65% this year.

### PERFORMANCE FOR THE CLASSIC BENJAMIN GRAHAM VALUE MODEL

The Classic Benjamin Graham Value Model lost 8.40% last month compared to a loss of 1.22% for the Dow Jones Industrial Average. The Model is up 9.41% for the year to date compared to a loss of 3.18% for the Dow. The chart to the right illustrates the Model's extraordinary performance during the past 34 months. Since inception, the Model has achieved a compound annual return of 44.6% compared to a 5.6% 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	
				S&P		IBD				Owl		Owl		Owl	
Company Name	Ticker Symbol	10/31/05 Price	Max Buy Price	Min Sell Price	Earn/Div Rating	Earns Strength	Growth Rate	Current P/E	Industry Rating	Quality Rating	Value Rating	Growth Rating	Technical Rating	Total Rating	
Apollo Group 'A'	APOL	62.98	63.57	102.15	B+	97	18.5%	23.6	3.68	3.61	3.53	4.91	3.77	9.59	
Bed Bath & Beyond	BBBY	40.20	39.46	67.07	A-	92	16.1%	21.0	1.63	4.51	3.95	4.38	3.58	9.96	
BP PLC ADR	BP	66.40	69.81	84.65	NR	89	9.0%	10.8	4.23	3.75	3.29	2.59	4.07	8.30	
Colgate-Palmolive	CL	52.96	54.38	68.91	A+	57	8.7%	19.5	1.75	4.67	2.37	2.65	4.18	8.41	
Fiserv Inc.	FISV	43.68	44.08	68.47	B+	83	13.3%	18.4	4.27	3.21	3.68	3.19	4.01	8.55	
Home Depot	HD	41.04	45.32	71.12	A+	82	12.6%	15.1	3.79	4.63	4.04	3.39	4.59	10.00	
Johnson & Johnson	JNJ	62.62	61.91	86.75	A+	81	11.1%	17.7	3.10	5.00	2.80	2.85	3.51	8.58	
Stryker Corp.	SYK	41.07	43.11	70.42	B+	92	16.8%	22.3	3.11	4.03	3.65	4.26	2.72	8.88	
Total ADR	TOT	126.02	138.66	164.14	NR	93	8.7%	9.6	4.23	3.81	2.79	2.73	4.61	8.45	
Wrigley (Wm.) Jr.	WWY	69.50	66.25	85.17	A+	70	11.1%	27.1	3.00	4.93	2.18	2.49	4.18	8.35	
<b>Average:</b>		60.65	62.66	86.89		84	12.6%	18.5	3.28	4.22	3.23	3.35	3.92	8.92	

### MODEL UPDATE

We have added 4 new stocks to The Wise Owl Model this month: BP plc, Colgate Palmolive, Johnson & Johnson, and William Wrigley. Four stocks transition out of the Model to a “hold” status: Amgen, Danaher, Lennar, and Walgreen. 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.

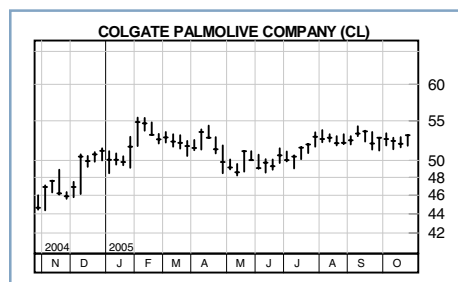
Express Scripts (ESRX) achieved its Minimum Sell Price of \$77.63 on 11/2/05 and should now be **SOLD**. ESRX was first recommended on 1/10/03 at \$25.57 and has been held for 34 months with a gain of 203.7%.

### FEATURED STOCKS

Colgate-Palmolive	CL
Industry:	Household Products
Price:	\$ 52.96
Max. Buy Price:	\$ 54.38
Min. Sell Price:	\$ 68.91

#### Colgate-Palmolive (CL)

**How Cheap Is It?** Colgate earnings have doubled during the past 7 years, but CL shares have increased by less than 10%. The resulting lower price to earnings ratio of 19.5 is a genuine bargain for this high quality company. With excellent growth prospects ahead, we believe CL shares will rise to our Min Sell Price of \$68.91 within 2 to 3 years.



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

**Company Profile:** Colgate-Palmolive is a leading consumer products company that manufactures and sells toothpaste, toiletries, detergents, pet food, and other assorted household products. Management is implementing a massive restructuring program that will reduce the workforce by 12% and close 1/3 of CL's factories. Cost savings will be allocated to additional research, marketing, debt repayment, and stock repurchases. We expect sales and earnings to accelerate dramatically during the next several years.

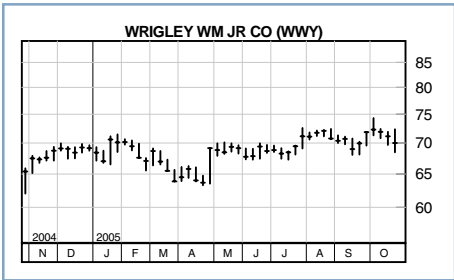
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**Outlook:** The dramatic changes at Colgate are beginning to show results. EPS increased 15% in the quarter ended 9/30/05 compared to flat to declining EPS for the previous 6 quarters. We expect favorable quarterly comparisons in the future to boost CL shares dramatically during the next several years.

William Wrigley Jr.	WWY
Industry:	Food Processing
Price:	\$ 69.50
Max. Buy Price:	\$ 66.25
Min. Sell Price:	\$ 85.17

**William Wrigley Jr. Co. (WWY)**

**How Cheap Is It?** Wrigley sells at a rather lofty 27.1 times earnings, but we believe that the high ratio is justified given the brand name recognition and record of steady growth. Wrigley is a very high quality company that you can count on for steady performance. You can expect WWY shares to increase to our Min Sell Price of \$85.17 within 2 to 3 years.

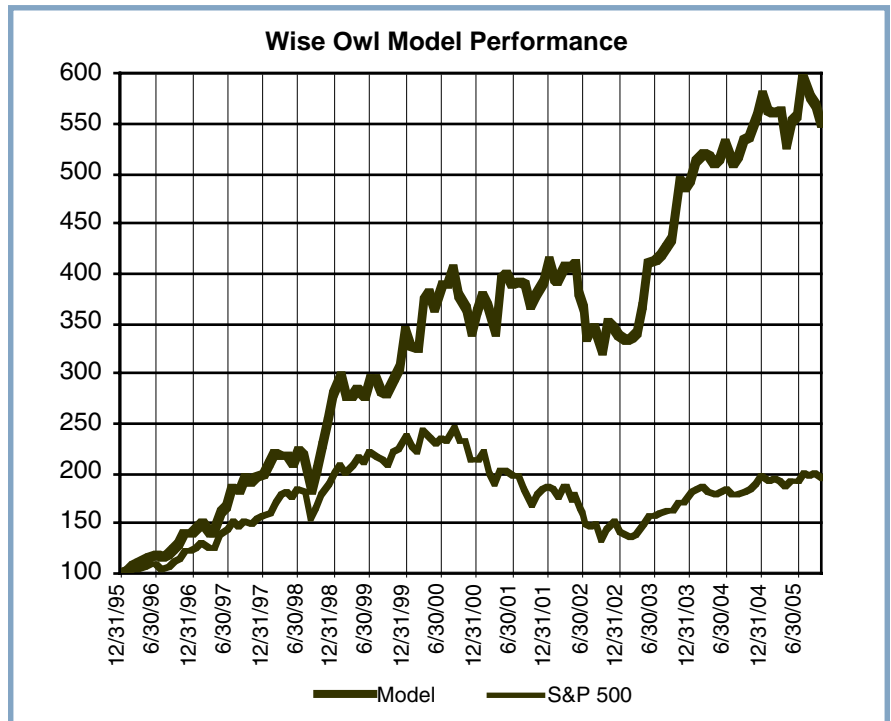


**Company Profile:** William Wrigley is the world's leading maker of chewing gum. During its 114 years of operation, WWY has developed one of the most recognized brand names in the world. And the company is still run by the Wrigley family. Sales and earnings have increased by 10% or more for decades. WWY recently purchased parts of Kraft's confectionery business for \$1.5 billion. The acquisition will diversify Wrigley by adding LifeSavers and Altoids to WWY's product mix.

**Outlook:** Wrigley is cutting costs and concentrating on its products that generate higher profits. WWY's recent acquisition from Kraft will enhance sales and earnings growth during the next several years. We forecast growth of 13% for 2005 and for 2006.

**MODEL PERFORMANCE FOR THE WISE OWL MODEL**

The Wise Owl Model lost 3.61% last month, compared to a loss of 1.77% for the Standard & Poor's 500 Index. The Model is down 5.16% for the year to date compared to a loss of 0.41% for the S&P 500. Since inception on 12/31/95, the Model has achieved a compound annual return of 18.9% compared to a 7.1% 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

### How to Invest in a Volatile Market

The Cabot Benjamin Graham Value Letter is written for investors like you who are seeking steady, above-average returns while incurring minimal risk. To help you accomplish your goals, we present two diversified models each month containing up to ten stocks each. In addition to our two Models, we present a Special Feature to bring current topics and additional stock suggestions to your attention. The stock recommendations are designed to find timely stocks that will supplement our two Models. All of the Model stocks that appear in the Cabot Benjamin Graham Value Letter are chosen from our exclusive Benjamin Graham Common Stock Database that contains the 500 highest quality stocks available.

Buying value stocks in a volatile market requires patience and a well-organized plan. We have been advising investors to hold onto their excess cash while the current stock market goes through a period of excessive volatility. We recommend that you invest a small amount of your excess cash when the Dow Jones Industrial Average declines to about 9,500. Your initial choices should include stocks that are ranked A+ or A by Standard & Poor's. There are 4 stocks in each of our Models on pages 2 and 4 this month plus additional stocks in the table below. Your strategy will be to add highest quality stocks first and then add slightly lesser quality stocks when and if the market declines further. One of the keys to investing successfully in a volatile market is to avoid overpaying for a stock. You should adhere closely to our basic rule: pay no more than our recommended Maximum Buy Price. We also strongly recommend that you diversify your holdings as much as possible.

If and when the stock market declines to 9,400 or below, we recommend that you buy lesser quality stocks such as those that are rated A-, B+, or NR (not rated) by Standard & Poor's. You will find another 13 stocks on pages 2, 4, and below that are rated A-, B+, or NR.

In addition to the recommendations contained in our Models on pages 2 and 4, we present an additional list of 10 buy recommendations in the table below that offer excellent appreciation potential during the next 6 to 12 months. We screened the 250 Highest Ranked Wise Owl Stocks that appear on pages 9 through 12 using the following 3 criteria: (1) Investors Business Daily (IBD) Earnings Rating 90 or above, (2) Value Line (VL) Timeliness Rating of 1 or 2, and (3) Standard & Poor's (S&P) Earnings and Dividend Rank of A- or better. The 10 stocks below are offered to help you diversify your portfolio.

Company Name	Ticker Symbol	Industry Name	10/31/05 Price	Max Buy Price	Min Sell Price	Size	Growth Rate	Current P/E	IBD Earns Rating	VL Time-liness Rating	S&P Earn/Div Rank	Owl Total Rating
Bed Bath & Beyond	BBBY	Retail (Special Lines)	40.20	39.50	67.06	Large	16.1%	21.0	92	1	A-	9.96
C.H. Robinson	CHRWD	Industrial Services	35.26	29.40	44.09	Mid	15.1%	30.4	95	2	A-	8.76
Centex Corp.	CTX	Homebuilding	64.35	61.65	86.24	Large	12.9%	6.6	97	2	A+	8.90
Church & Dwight	CHD	Household Products	35.05	31.85	43.26	Mid	11.0%	18.8	90	2	A	7.83
Energen Corp.	EGN	Natural Gas (Div.)	37.60	33.45	39.58	Mid	9.5%	14.5	93	2	A	7.80
Fair Isaac	FIC	Computer Software	41.76	38.85	60.92	Mid	12.4%	21.6	93	1	A-	8.40
Lowe's Cos.	LOW	Retail Building Supply	60.77	60.75	95.41	Large	14.6%	17.5	93	2	A+	9.15
Oshkosh Truck	OSK	Auto & Truck	43.56	37.90	51.43	Mid	15.0%	18.6	94	2	A-	7.63
Total System Svcs.	TSS	Financial Svcs. (Div.)	21.31	21.85	36.55	Mid	14.9%	20.7	90	2	A+	9.16
UnitedHealth Group	UNH	Medical Services	57.89	49.25	70.82	Super	16.5%	22.2	95	2	A	9.05

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We realize that many of our subscribers are building new portfolios with the objective of investing exclusively in value stocks. We offer the following ideas to help you accomplish your investment goals:

- 1. Organize your portfolio.** You need to commit part of your portfolio to Benjamin Graham value stocks. Establish a percentage or dollar amount for this purpose and stay with it. You should commit at least enough of your portfolio to accommodate investments in 10 or more of the stocks recommended in the Cabot Benjamin Graham Value Letter. Randomly picking a few stocks from our recommended lists often produces unsatisfactory results.
- 2. Create a new portfolio.** Creating a portfolio and maintaining it is quite simple. After deciding how much of your funds to commit to value stocks, you can then determine how many stocks you want to own. We recommend about 10 to 12 stocks for commitments under \$100k and about 30 to 40 stocks for commitments over \$500k. If your portfolio commitment is between \$100k and \$500k, you can interpolate to get the approximate number of stocks that you should own. Once you have determined how many stocks that you want to own, you can divide the total amount of your funds by the number of stocks to calculate how much to invest in each stock. You should plan to leave about 2 to 5% in cash for liquidity. Now you are ready to invest.
- 3. Buy from each of the Models.** If you are going to buy 12 stocks, pick 5 from the Classic Value model and 5 from the Wise Owl model and 2 from our Special Feature stock lists. When choosing stocks, you should diversify your portfolio as much as possible. Don't place more than 20% of your funds in an industry sector. When a chosen stock from our recommended buy lists drops below our Maximum Buy Price, our current recommendation is to wait until the Dow declines to 9,500 before buying.
- 4. Commit your funds slowly.** We highly recommend dollar-cost averaging into the Models. Start when the Dow declines to 9,500 and then use a 3-month time frame to invest equal amounts each month. As an example, if you decide that you want to invest in a total of 15 stocks, your goal should be to invest equal dollar amounts in 5 different stocks in each of the 3 months after the Dow declines to 9,500. If there are fewer than 5 undervalued stocks available in any month, stretch out the time frame to 4 months or even longer. Don't overweight any stocks – overweighting rarely works out well.
- 5. Monitor your stocks.** Our Minimum Sell Prices are 3-year objectives. Be ready to hold your stocks for periods of 2 to 3 years. In the interim, there will be a lot of ups and downs. Ride them out. Each stock should be held until it reaches its Minimum Sell Price. Occasionally, we will clearly state that a stock should be sold before it reaches its Min Sell Price.
- 6. Establish strict rules for selling.** We recommend 2 sets of rules for selling stocks. For The Classic Benjamin Graham Value Model and Special Feature stocks, you should continue to hold a stock until it reaches its Minimum Sell Price. We publish the current Min Sell Prices of all previously recommended Classic Value stocks on page 2. For The Wise Owl Model, you should continue to hold a stock until it reaches its Min Sell Price or it falls off the Highest Ranked Stocks listing on pages 9 – 12. On page 8, we inform investors when a Wise Owl stock should be sold. For all recommended stocks, you should keep track of the Min Sell Price to be ready to sell at mid-month if necessary. If you aren't sure if you should continue to hold a stock, email us. We'll get right back to you.
- 7. Restock your portfolio.** After you have sold a stock, simply replace it with a new one from the current Models or Special Feature. If your sale creates excess funds, you can add part of the sale proceeds to one of your smaller holdings. Adding to your smaller holdings will keep your portfolio in balance.

## CHANGES HIGHEST RANKED STOCKS LISTING

### Wise Owl Stocks added to the Highest Ranked Stocks listing.

Company Name	Symbol
Adobe Systems	ADBE
Apache Corp.	APA
Applied Biosystems	ABI
Avery Dennison	AVY
Bank of New York	BK
Bank of Nova Scotia	BNS
BB&T Corp.	BBT
Can. Natural Res.	CNQ
Costco Wholesale	COST
Dover Corp.	DOV
Ecolab Inc.	ECL
EOG Resources	EOG
Ethan Allen Interiors	ETH
Franklin Resources	BEN
Gannett Co.	GCI
Genentech Inc.	DNA
Goldman Sachs	GS
Graco Inc.	GGG
Harman Int'l	HAR
ITT Educational	ESI
Manpower Inc.	MAN
Mercantile Bankshares	MRBK
Neogen Corp.	NEOG
Novo Nordisk ADR	NVO
Nuveen Investments Inc	JNC
Questar Corp.	STR
Riverview Bancorp Inc	RVSB
Schwab (Charles)	SCH
SunTrust Banks	STI
Taiwan Semic. ADR	TSM
3M Company	MMM
Toro Co.	TTC
Transatlantic Hldgs.	TRH
Varian Medical Sys.	VAR
Washington Mutual	WM

### Wise Owl Stocks removed from the Highest Ranked Stocks listing.

Company Name	Symbol
Adv. Neuromodulation	ANSI
Amer. Express	AXP
AmerisourceBergen	ABC
AmSurg Corp 'A'	AMSG
Applebee's Int'l	APPB
Cathay General Bancorp	CATY
Ceradyne Inc.	CRDN
Check Point Software	CHKP
Claire's Stores	CLE
Curtiss-Wright	CW
Eagle Materials	EXP
Erie Indemnity Co	ERIE
FedEx Corp.	FDX
FTI Consulting	FCN
GlaxoSmithKline ADR	GSK
Hilb Rogal & Hobbs	HRH
Houston Expl Co	THX
Investors Finl Svcs	IFIN
ITT Industries	ITT
Jos A Bank Clothiers Inc	JOSB
Lexmark Int'l `A'	LXK
MAF Bancorp	MAFB
Mentor Corp.	MNT
Murphy Oil Corp.	MUR
New York Community	NYB
Northern Trust Corp.	NTRS
Pacific Cap Bancorp New	PCBC
Pharmac. Product	PPDI
QLogic Corp.	QLGC
RenaissanceRe Hldgs Ltd	RNR
Roper Inds.	ROP
Scientific-Atlanta	SFA
Stone Energy	SGY
Trustmark Corp.	TRMK
Waters Corp.	WAT

The above column lists the 35 stocks newly added to our 250 Highest Ranked Stocks listing on pages 9 through 12 of this issue. Owl Total Ratings for the 35 stocks fall in the range of 7.29 to 9.02. None of the new stocks is recommended for purchase in the Wise Owl Model at this time.

The above column lists the 35 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 on page 2.*

**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	10/31/05 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	44.85	44.26	60.97	8.5%	17.5	4.63	3.34	2.14	3.41	8.20
Abercrombie & Fitch	ANF	Retail (Special Lines)	51.81	46.55	79.57	15.4%	15.3	3.37	3.23	3.17	2.90	7.68
Adobe Systems	ADBE	Computer Software/Svcs	26.89	22.21	34.39	13.8%	23.2	3.25	2.31	3.18	3.96	7.69
Affiliated Computer	ACS	Computer Software/Svcs	52.92	58.00	89.42	13.3%	15.6	3.40	3.82	3.40	3.86	8.78
Aflac Inc.	AFL	Insurance (Life)	44.89	43.18	62.51	13.2%	17.0	3.77	3.45	3.09	3.74	8.52
Alberto Culver	ACV	Toiletries/Cosmetics	44.90	43.61	63.18	11.1%	18.0	5.00	3.15	2.57	3.36	8.54
Allergan Inc.	AGN	Drug	93.49	78.58	109.80	14.6%	27.8	3.30	2.41	2.81	4.07	7.63
Alliant Techsystems	ATK	Aerospace/Defense	70.08	66.12	94.68	9.5%	15.7	2.86	3.61	2.65	3.39	7.58
Ambac Fin'l Group	ABK	Financial Svcs. (Div.)	69.15	71.03	103.53	10.4%	10.4	3.81	3.80	2.51	2.71	7.78
Amer. Int'l Group	AIG	Financial Svcs. (Div.)	64.73	74.80	116.26	12.3%	12.7	3.63	5.00	2.78	3.60	9.09
Amgen	AMGN	Biotechnology	75.57	68.60	108.05	14.7%	24.3	3.91	3.34	3.61	4.19	9.12
Anadarko Petroleum	APC	Petroleum (Producing)	90.80	80.45	96.40	10.2%	11.7	2.03	3.33	2.65	4.38	7.51
Apache Corp.	APA	Petroleum (Producing)	63.95	59.06	67.59	9.2%	9.5	2.16	3.09	2.48	4.30	7.29
Apollo Group `A'	APOL	Educational Services	62.98	63.57	102.15	18.5%	23.6	3.61	3.53	4.91	3.77	9.59
Applied Biosystems	ABI	Precision Instrument	23.16	22.74	31.94	8.2%	19.3	2.95	3.27	2.19	3.72	7.35
Armor Holdings	AH	Aerospace/Defense	42.62	44.43	69.66	14.0%	11.2	1.72	4.09	3.37	3.44	7.65
Automatic Data Proc.	ADP	Computer Software/Svcs	41.63	41.16	55.13	8.1%	21.6	4.94	2.87	2.06	4.47	8.69
Avery Dennison	AVY	Chemical (Specialty)	56.54	56.71	77.42	8.5%	17.4	3.61	3.27	1.82	3.42	7.34
Bank of America	BAC	Bank	43.72	42.63	55.94	9.0%	10.4	3.64	3.82	2.12	3.78	8.10
Bank of New York	BK	Bank	31.29	31.98	50.15	10.3%	15.0	2.70	3.90	2.06	3.40	7.31
Bank of Nova Scotia	BNS	Bank (Canadian)	36.38	29.31	36.93	8.7%	11.5	4.30	3.14	2.46	2.25	7.37
Bard (C.R.)	BCR	Medical Supplies	62.20	50.11	71.48	12.9%	20.1	4.09	2.44	2.65	3.30	7.56
BB&T Corp.	BBT	Bank	42.23	42.02	57.37	8.8%	13.6	3.30	3.46	2.10	3.38	7.42
Bear Stearns	BSC	Securities Brokerage	105.80	94.22	120.26	9.4%	10.1	3.73	3.06	2.31	4.28	8.11
Beazer Homes USA	BZH	Homebuilding	57.95	51.39	71.97	14.6%	5.9	3.20	3.48	4.34	3.84	9.01
Becton Dickinson	BDX	Medical Supplies	50.70	45.92	63.11	10.7%	17.6	4.54	3.05	2.46	3.05	7.95
Bed Bath & Beyond	BBBY	Retail (Special Lines)	40.20	39.46	67.07	16.1%	21.0	4.51	3.95	4.38	3.58	9.96
Best Buy Co.	BBY	Retail (Special Lines)	44.12	36.63	61.21	13.9%	20.1	3.13	2.94	4.16	2.61	7.78
Biomet	BMET	Medical Supplies	34.83	35.05	53.74	14.2%	20.4	4.34	3.55	3.32	3.08	8.66
Biovail Corp.	BVF	Drug	21.79	22.28	37.93	12.1%	12.2	1.78	4.02	2.72	4.32	7.78
Block (H&R)	HRB	Financial Svcs. (Div.)	24.86	24.99	37.64	10.3%	11.8	3.45	3.70	3.68	3.04	8.40
Boston Scientific	BSX	Medical Supplies	25.12	27.96	44.04	14.0%	13.2	2.22	4.77	3.59	2.19	7.74
BP PLC ADR	BP	Petroleum (Integrated)	66.40	69.81	84.65	9.0%	10.8	3.75	3.29	2.59	4.07	8.30
Brown & Brown	BRO	Financial Svcs. (Div.)	54.33	40.13	61.03	13.7%	24.6	4.10	2.33	3.88	3.67	8.47
Brown-Forman 'B'	BF/B	Beverage (Alcoholic)	63.34	46.89	65.05	9.8%	21.5	4.66	2.09	1.91	3.76	7.53
Burlington Resources	BR	Petroleum (Producing)	72.22	59.93	69.07	10.8%	12.7	2.20	2.57	2.58	5.26	7.64
C.H. Robinson	CHRWD	Industrial Services	35.26	23.83	35.76	15.1%	30.4	4.06	2.41	3.65	4.33	8.76
CACI Int'l 'A'	CAI	Computer Software/Svcs	54.54	53.80	83.29	14.1%	17.8	2.96	3.30	3.97	2.68	7.82
Cal Dive Int'l	CDIS	Oilfield Svcs/Equip.	61.49	44.50	60.92	14.8%	18.6	1.65	2.57	4.03	5.22	8.16
Can. Natural Res.	CNQ	Canadian Energy	41.21	27.86	36.49	11.8%	9.3	1.68	2.24	4.33	4.86	7.94
Canon Inc. ADR	CAJ	Foreign Electronics	53.07	54.55	78.07	10.3%	12.9	3.44	3.57	2.80	3.30	7.95
Capital One Fin'l	COF	Financial Svcs. (Div.)	76.35	74.42	110.86	12.2%	10.5	3.55	3.88	3.80	3.31	8.81
Cardinal Health	CAH	Medical Supplies	62.51	61.31	91.46	9.5%	19.1	3.69	3.35	2.62	2.91	7.61
Caremark RX	CMX	Pharmacy Services	52.40	35.00	53.91	13.8%	25.9	2.58	2.07	3.33	4.31	7.45
Casey's Gen'l Stores	CASY	Grocery	21.57	17.99	25.81	9.4%	20.0	2.74	2.62	2.18	4.49	7.29
CDW Corp.	CDWC	Retail (Special Lines)	56.42	55.06	95.40	13.2%	17.4	3.32	3.76	3.11	2.82	7.89
Centex Corp.	CTX	Homebuilding	64.35	61.63	86.24	12.9%	6.6	3.76	4.02	3.46	3.45	8.90
Cheesecake Factory	CAKE	Restaurant	34.32	28.51	42.59	13.5%	30.9	3.56	2.80	3.94	2.49	7.75
Chico's FAS	CHS	Retail (Special Lines)	39.54	19.98	36.27	19.5%	35.6	3.22	1.61	5.00	3.88	8.31
ChoicePoint Inc.	CPS	Information Services	42.26	42.06	62.44	12.6%	23.3	3.06	3.39	3.06	2.77	7.44
Christopher & Banks	CBK	Retail (Special Lines)	13.37	14.32	28.37	13.8%	15.9	2.28	4.72	3.36	2.06	7.52
Church & Dwight	CHD	Household Products	35.05	31.08	42.20	11.0%	18.8	3.91	2.40	2.85	3.77	7.83
Cintas Corp.	CTAS	Industrial Services	40.54	38.42	58.76	11.9%	20.8	3.90	3.20	2.45	3.19	7.73
Cisco Systems	CSCO	Telecom. Equipment	17.45	19.44	31.36	13.8%	17.5	3.19	4.51	3.60	3.39	8.90
Citigroup Inc.	C	Financial Svcs. (Div.)	46.00	45.47	65.11	10.4%	12.1	3.49	3.95	2.26	3.95	8.27

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Citrix Sys.	CTXS	Computer Software/Svcs	27.52	22.50	38.04	12.3%	24.4	2.32	3.05	2.60	4.55	7.59
City National Corp.	CYN	Bank	73.38	66.42	87.03	10.2%	15.6	3.62	3.19	2.48	3.53	7.77
Coca-Cola	KO	Beverage (Soft Drink)	42.86	43.77	54.26	7.8%	19.4	4.31	2.86	2.00	3.58	7.73
Cognizant Technology	CTSH	Computer Software/Svcs	43.98	24.78	48.91	22.2%	41.5	2.86	1.95	5.00	3.44	8.03
Cognos Inc.	COGN	Computer Software/Svcs	37.53	31.73	53.42	14.8%	23.6	2.37	3.28	3.32	3.28	7.43
Colgate-Palmolive	CL	Household Products	52.96	54.38	68.91	8.7%	19.5	4.67	2.37	2.65	4.18	8.41
Commerce Bancorp NJ	CBH	Bank	30.47	29.84	45.71	13.6%	15.6	3.57	3.15	3.18	2.90	7.76
Computer Sciences	CSC	Computer Software/Svcs	51.25	51.62	75.36	9.3%	15.8	2.69	3.81	2.39	3.91	7.76
ConocoPhillips	COP	Petroleum (Integrated)	65.38	61.40	62.42	8.0%	7.4	2.33	3.06	2.53	4.69	7.64
Cooper Cos.	COO	Medical Supplies	68.84	52.29	81.60	15.4%	18.1	2.68	2.42	3.75	3.23	7.32
Corporate Executive	EXBD	Information Services	82.64	60.13	87.12	16.7%	44.4	3.46	1.63	4.64	3.56	8.06
Costco Wholesale	COST	Retail Store	48.37	42.33	61.54	10.1%	22.6	3.81	3.01	2.44	3.04	7.45
Countrywide Financial	CFC	Financial Svcs. (Div.)	31.77	29.33	41.06	11.8%	8.2	2.54	3.95	3.46	3.10	7.91
CVS Corp.	CVS	Pharmacy Services	24.41	22.80	33.63	12.6%	16.8	3.29	3.02	2.72	3.51	7.60
Danaher Corp.	DHR	Diversified Co.	52.10	51.57	73.60	12.6%	18.4	3.86	3.11	3.28	3.55	8.37
Dell Inc.	DELL	Computers/Peripherals	31.88	34.62	53.46	15.1%	19.9	3.60	3.76	3.75	3.05	8.58
Dentsply Int'l	XRAY	Medical Supplies	55.14	46.67	64.97	10.8%	20.6	3.91	2.25	2.64	4.22	7.89
Devon Energy	DVN	Natural Gas (Div.)	60.38	49.12	55.88	8.4%	11.3	2.11	2.73	2.70	4.88	7.53
Dollar General Corp.	DG	Retail Store	19.44	19.37	32.07	12.8%	16.2	3.31	3.61	2.76	2.61	7.44
Dollar Tree Stores	DLTR	Retail Store	21.57	30.59	52.60	13.0%	12.5	3.44	5.00	2.86	0.97	7.44
Donaldson Co.	DCI	Machinery	31.25	22.93	33.10	10.7%	22.5	4.24	2.23	2.74	2.95	7.36
Dover Corp.	DOV	Machinery	38.98	38.18	58.24	11.0%	15.5	3.17	3.34	2.33	3.27	7.34
Ecolab Inc.	ECL	Chemical (Specialty)	33.08	26.94	36.89	11.1%	23.6	3.89	2.51	2.69	3.73	7.77
Education Mgmt.	EDMC	Educational Services	30.84	29.69	53.38	15.9%	19.8	2.83	3.63	3.99	2.93	8.11
Emerson Electric	EMR	Electrical Equipment	69.55	62.35	82.39	9.0%	18.5	4.18	2.45	1.99	3.48	7.33
EnCana Corp.	ECA	Canadian Energy	45.86	34.47	42.01	12.4%	14.6	2.55	2.40	3.68	3.61	7.42
Energen Corp.	EGN	Natural Gas (Div.)	37.60	31.05	36.77	9.5%	14.5	2.97	2.34	3.50	4.06	7.80
Engineered Support	EASI	Aerospace/Defense	40.43	33.40	50.43	14.7%	19.3	3.42	2.37	4.39	2.30	7.56
EOG Resources	EOG	Natural Gas (Div.)	67.78	45.25	53.20	12.5%	16.2	1.90	2.05	3.02	5.08	7.30
Ethan Allen Interiors	ETH	Furn/Home Furnishings	33.82	35.26	48.91	8.8%	14.2	3.60	3.92	1.72	3.31	7.61
Expeditors Int'l	EXPD	Industrial Services	60.67	40.98	63.23	15.5%	34.7	4.27	1.99	3.61	3.07	7.84
Express Scripts 'A'	ESRX	Pharmacy Services	75.39	42.59	69.36	15.6%	30.3	3.47	1.79	4.11	4.34	8.31
Exxon Mobil Corp.	XOM	Petroleum (Integrated)	56.14	56.92	70.35	9.5%	11.3	4.03	2.99	2.22	4.06	8.07
FactSet Research	FDS	Information Services	35.07	29.15	48.27	15.0%	23.4	3.53	2.72	3.74	2.45	7.54
Fair Isaac	FIC	Computer Software/Svcs	41.76	37.72	59.15	12.4%	21.6	3.13	2.91	3.61	4.21	8.40
Fasteron Co.	FAST	Retail Building Supply	70.13	52.26	86.29	17.0%	30.2	3.92	2.40	3.71	4.18	8.61
Federated Investors	FI	Financial Svcs. (Div.)	35.01	30.06	43.07	11.0%	19.1	3.44	3.10	3.01	3.47	7.89
Fifth Third Bancorp	FITB	Bank (Midwest)	40.12	52.18	74.57	9.7%	13.5	4.26	4.83	2.44	2.99	8.80
First BanCorp PR	FBP	Thrift	11.42	15.97	24.12	12.1%	5.2	2.52	5.00	3.05	1.55	7.34
First Data Corp.	FDC	Computer Software/Svcs	40.45	40.76	63.72	12.1%	17.4	4.63	4.16	2.84	3.03	8.88
First Horizon National	FHN	Bank (Midwest)	38.68	41.55	56.34	8.4%	11.0	3.52	3.95	2.30	3.11	7.81
First South Bancorp	FSBK	Bank	34.00	27.07	36.78	7.9%	16.0	2.45	2.40	4.31	2.93	7.32
Fiserv Inc.	FISV	Computer Software/Svcs	43.68	44.08	68.47	13.3%	18.4	3.21	3.68	3.19	4.01	8.55
Florida Rock	FRK	Cement & Aggregates	56.90	36.00	46.93	13.6%	23.2	4.13	1.52	3.68	3.29	7.65
Forest Labs.	FRX	Drug	37.91	38.41	59.30	12.2%	16.2	3.53	4.22	3.46	2.65	8.40
Franklin Electric	FELE	Electrical Equipment	43.41	34.00	50.10	12.8%	21.1	3.94	2.87	2.65	3.12	7.63
Franklin Resources	BEN	Financial Svcs. (Div.)	88.37	56.22	77.67	12.2%	20.4	3.49	1.95	2.72	4.41	7.61
Freddie Mac	FRE	Financial Svcs. (Div.)	61.35	66.66	93.03	8.9%	10.0	2.98	4.51	3.12	2.67	8.05
Gallagher (Arthur J.)	AJG	Financial Svcs. (Div.)	29.74	31.24	44.90	9.4%	14.2	4.52	3.52	2.62	3.01	8.28
Gannett Co.	GCI	Newspaper	62.66	78.49	105.27	8.3%	12.4	4.26	4.03	1.93	2.01	7.41
Gap (The) Inc.	GPS	Retail (Special Lines)	17.28	18.71	30.52	10.5%	11.2	2.97	4.49	2.43	2.46	7.48
Genentech Inc.	DNA	Biotechnology	90.60	46.91	71.19	15.9%	75.5	2.33	1.49	4.32	4.55	7.70
Gen'l Dynamics	GD	Aerospace/Defense	116.30	107.94	146.39	10.2%	16.0	4.39	2.95	2.58	3.76	8.29
Gen'l Electric	GE	Electrical Equipment	33.91	35.41	52.15	10.7%	17.9	4.70	3.25	2.57	3.19	8.31
Golden West Fin'l	GDW	Thrift	58.73	54.53	76.15	12.6%	12.1	3.87	3.15	3.00	3.13	7.97
Goldman Sachs	GS	Securities Brokerage	126.37	112.16	154.14	12.2%	12.9	3.34	3.55	2.79	5.20	9.02
Graco Inc.	GGG	Machinery	34.27	26.31	38.63	12.7%	17.8	3.99	2.11	3.43	3.02	7.60
Grainger (W.W.)	GWWW	Electrical Equipment	66.98	58.02	76.33	8.2%	18.2	4.08	2.64	1.80	4.24	7.73
Harley-Davidson	HDI	Recreation	49.53	52.13	78.42	12.3%	14.3	4.04	4.18	3.82	2.95	9.08
Harman Int'l	HAR	Electrical Equipment	99.86	58.58	95.65	15.2%	25.3	2.61	1.98	3.71	4.03	7.47
Harte-Hanks	HHS	Advertising	25.60	23.98	33.75	11.3%	18.8	4.08	2.93	2.44	3.64	7.93
HCC Insurance Hldgs.	HCC	Insurance (Prop/Cas.)	30.00	26.60	36.72	12.8%	14.7	2.61	3.32	3.35	3.76	7.90
Health Mgmt. Assoc.	HMA	Medical Services	21.41	25.28	39.11	12.5%	13.5	3.18	4.30	3.34	2.41	8.02
Henry (Jack) & Assoc.	JKHY	Computer Software/Svcs	17.98	18.94	31.57	13.6%	19.3	3.20	3.70	3.33	3.48	8.31
Home Depot	HD	Retail Building Supply	41.04	45.32	71.12	12.6%	15.1	4.63	4.04	3.39	4.59	10.00

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Horton D.R.	DHI	Homebuilding	30.69	26.71	38.29	16.0%	6.4	4.06	3.78	4.66	3.22	9.52
Illinois Tool Works	ITW	Metal Fabricating	84.76	84.15	124.95	11.6%	16.1	4.54	3.32	2.51	3.52	8.41
Ingersoll-Rand	IR	Machinery	37.79	35.29	52.38	11.2%	12.0	3.88	3.17	2.76	3.66	8.17
Intel Corp.	INTC	Semiconductor	23.65	24.35	40.00	12.8%	16.0	3.67	4.56	2.54	3.10	8.41
Int'l Business Mach.	IBM	Computers/Peripherals	81.88	85.29	126.49	9.3%	15.6	4.06	3.47	1.79	3.09	7.52
Intuit Inc.	INTU	Computer Software/Svcs	45.93	45.46	66.43	12.4%	20.2	2.57	3.49	3.91	3.16	7.95
ITT Educational	ESI	Educational Services	55.28	42.02	77.15	18.0%	22.7	2.97	2.88	3.79	2.76	7.51
Jabil Circuit	JBL	Electronics	29.85	27.48	43.72	12.2%	21.0	2.29	3.59	3.28	3.40	7.61
Jefferson-Pilot Corp.	JP	Insurance (Life)	54.88	53.18	67.95	8.6%	13.7	4.41	3.42	1.94	3.21	7.86
Johnson & Johnson	JNJ	Medical Supplies	62.62	61.91	86.75	11.1%	17.7	5.00	2.80	2.85	3.51	8.58
Johnson Controls	JCI	Auto Parts	68.05	59.83	80.14	10.6%	14.8	4.38	2.75	2.70	3.22	7.90
KB Home	KBH	Homebuilding	65.35	59.43	86.63	16.5%	6.6	3.78	3.86	4.27	2.99	9.03
Kohl's Corp.	KSS	Retail Store	48.13	48.08	83.85	14.6%	18.7	3.41	4.26	3.53	2.92	8.56
Legg Mason	LM	Securities Brokerage	107.31	70.91	110.16	13.7%	25.0	3.31	1.75	3.88	4.21	7.97
Lehman Bros. Holdings	LEH	Securities Brokerage	119.67	103.85	136.83	12.4%	11.6	2.68	2.95	2.94	4.71	8.05
Lennar Corp.	LEN	Homebuilding	55.58	53.50	81.11	14.9%	6.6	3.58	4.05	4.21	3.31	9.18
Lilly (Eli)	LLY	Drug	49.79	50.55	71.61	8.9%	17.1	4.08	3.24	1.91	3.29	7.58
Linear Technology	LLTC	Semiconductor	33.21	34.78	56.86	15.4%	24.2	3.47	4.09	3.07	2.29	7.83
Liz Claiborne	LIZ	Apparel	35.20	35.92	51.43	10.3%	11.4	4.57	3.81	2.18	2.88	8.15
Lowe's Cos.	LOW	Retail Building Supply	60.77	61.96	97.27	14.6%	17.5	4.21	3.65	3.72	3.52	9.15
M&T Bank Corp.	MTB	Bank	107.58	101.87	135.56	10.0%	15.9	4.20	3.33	2.64	3.14	8.07
M.D.C. Holdings	MDC	Homebuilding	68.60	61.96	88.08	14.8%	6.2	3.85	3.53	4.31	2.98	8.89
Manpower Inc.	MAN	Human Resources	45.28	45.47	72.12	11.2%	15.2	2.99	3.52	2.42	3.48	7.52
Manulife Fin'l	MFC	Insurance (Life)	52.21	43.29	57.51	12.3%	15.4	4.09	2.67	3.04	3.16	7.85
Marathon Oil Corp.	MRO	Petroleum (Integrated)	60.16	54.57	61.81	7.9%	8.8	2.61	2.97	2.51	4.60	7.69
Marshall & Ilsley	MI	Bank (Midwest)	42.96	40.44	55.23	10.1%	13.9	4.01	3.01	2.28	2.95	7.42
Maxim Integrated	MXIM	Semiconductor	34.68	31.55	53.25	15.1%	21.4	3.27	3.96	3.36	1.97	7.61
MBNA Corp.	KRB	Financial Svcs. (Div.)	25.57	24.71	38.42	10.3%	12.1	3.79	4.10	2.75	3.99	8.87
McDonald's Corp.	MCD	Restaurant	31.60	31.12	42.79	8.5%	15.6	4.06	3.27	1.97	3.01	7.47
Medtronic Inc.	MDT	Medical Supplies	56.66	51.85	72.11	13.6%	26.4	4.28	2.88	3.25	4.01	8.74
Mercantile Bankshares	MRBK	Bank	56.36	50.64	62.61	7.9%	16.8	3.62	3.01	1.87	3.60	7.33
Mercury Interactive	MERQE	Computer Software/Svcs	34.71	40.61	72.26	15.7%	21.7	1.71	4.60	3.88	2.47	7.68
Meredith Corp.	MDP	Publishing	49.90	49.98	67.90	10.9%	18.4	3.51	3.11	3.02	3.68	8.07
Meritage Corp	MTH	Homebuilding	62.27	47.32	63.01	12.8%	6.5	2.01	2.98	4.53	3.29	7.76
Merrill Lynch & Co.	MER	Securities Brokerage	64.74	62.80	87.18	9.7%	12.4	3.43	3.06	2.21	4.40	7.94
Microchip Technology	MCHP	Semiconductor	30.15	24.96	39.47	12.2%	23.9	2.62	3.23	3.05	3.86	7.73
Microsoft Corp.	MSFT	Computer Software/Svcs	25.70	27.14	38.06	10.8%	20.1	4.28	4.06	2.30	3.90	8.82
Moody's Corp.	MCO	Information Services	53.26	31.82	45.74	14.2%	29.6	3.52	1.40	3.44	3.96	7.47
Mylan Labs.	MYL	Drug	19.21	18.40	27.10	9.4%	20.2	3.34	3.54	2.80	3.81	8.17
Nabors Inds.	NBR	Oilfield Svcs/Equip.	68.63	60.91	76.96	11.4%	17.3	2.00	3.05	2.85	5.10	7.88
Neogen Corp.	NEOG	Environmental	18.41	15.41	21.95	12.1%	22.3	3.08	2.91	2.54	3.50	7.29
Newfield Exploration	NFX	Natural Gas (Div.)	45.33	40.81	48.93	12.5%	10.6	2.04	3.56	3.58	3.84	7.89
NIKE Inc. 'B'	NKE	Shoe	84.05	81.44	111.99	12.3%	16.1	4.48	3.01	2.74	3.63	8.40
Nokia Corp. ADR	NOK	Foreign Telecom.	16.82	17.03	25.45	10.2%	15.7	3.03	3.79	2.53	3.33	7.68
North Fork Bancorp	NFB	Bank	25.34	27.71	41.30	9.9%	11.6	3.55	4.25	2.45	2.20	7.54
Novo Nordisk ADR	NVO	Drug	51.56	46.06	66.47	10.0%	16.4	3.60	3.08	2.52	3.06	7.43
Nuveen Investments Inc	JNC	Financial Svcs. (Div.)	40.47	28.30	38.01	11.4%	19.2	3.92	1.78	2.63	4.12	7.55
NVR Inc.	NVR	Homebuilding	685.50	617.61	976.57	18.7%	7.4	3.63	3.90	5.00	3.30	9.59
Occidental Petroleum	OXY	Petroleum (Integrated)	78.88	69.65	81.14	10.7%	8.7	3.02	3.12	2.40	3.94	7.56
Omnicare Inc.	OCR	Pharmacy Services	54.10	42.62	64.62	11.7%	20.2	2.82	2.50	3.25	3.73	7.46
Omnicom Group	OMC	Advertising	82.96	81.93	117.88	9.6%	18.3	3.73	3.02	2.65	3.54	7.85
Oracle Corp.	ORCL	Computer Software/Svcs	12.68	13.67	22.87	14.3%	16.3	2.97	3.83	3.48	3.82	8.55
O'Reilly Automotive	ORLY	Retail Automotive	28.24	23.85	36.64	13.1%	20.3	3.62	2.91	3.62	3.52	8.28
Oshkosh Truck	OSK	Auto & Truck	43.56	33.03	44.85	15.0%	18.6	3.40	2.13	3.65	3.40	7.63
Pacific Sunwear	PSUN	Retail (Special Lines)	25.02	25.22	40.38	15.8%	14.7	3.10	3.53	3.68	2.82	7.96
Patterson Cos.	PDCC	Medical Supplies	41.37	37.08	58.37	15.1%	26.5	3.70	2.57	3.77	3.11	7.97
Paychex Inc.	PAYX	Computer Software/Svcs	38.76	35.83	50.80	13.6%	33.7	4.00	1.99	3.36	4.46	8.37
PepsiCo Inc.	PEP	Beverage (Soft Drink)	59.08	50.69	67.23	9.9%	21.8	5.00	2.28	2.20	4.56	8.50
Petro-Canada	PCZ	Canadian Energy	34.75	29.94	34.62	7.5%	10.8	3.78	2.87	2.97	3.38	7.87
Pfizer Inc.	PFE	Drug	21.74	34.44	49.56	9.3%	10.7	4.92	5.00	2.65	2.74	9.28
Polo Ralph Lauren `A`	RL	Apparel	49.20	43.35	58.93	12.0%	16.0	3.46	2.94	2.42	3.53	7.49
Price (T. Rowe) Group	TROW	Financial Svcs. (Div.)	65.52	51.94	78.61	12.5%	20.9	4.09	2.63	2.52	4.04	8.05
Procter & Gamble	PG	Household Products	55.99	51.83	66.61	9.4%	20.4	4.65	2.40	2.21	3.85	7.94
Pulte Homes	PHM	Homebuilding	37.79	34.41	54.71	17.7%	7.0	3.75	3.67	3.94	2.99	8.70
Qualcomm Inc.	QCOM	Telecom. Equipment	39.76	33.17	50.07	15.0%	29.9	2.89	2.68	4.39	3.90	8.40

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Company Name	Ticker Symbol	Industry Name	10/31/05 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
Questar Corp.	STR	Natural Gas (Div.)	78.75	49.54	66.63	10.8%	22.2	2.89	1.65	2.73	5.16	7.53
ResMed Inc.	RMD	Medical Supplies	38.13	23.41	36.44	14.9%	35.3	3.23	1.69	4.30	4.15	8.10
Riverview Bancorp Inc	RVSB	Thrift	21.69	21.17	26.37	9.8%	13.3	3.65	3.26	2.39	3.03	7.48
Ross Stores	ROST	Retail (Special Lines)	27.04	22.80	37.13	14.1%	19.3	3.58	2.78	3.25	2.86	7.55
Royal Dutch Shell 'A'	RDS/A	Petroleum (Integrated)	62.04	67.04	77.01	3.4%	9.6	3.50	3.01	1.88	3.74	7.35
Ryland Group	RYL	Homebuilding	67.30	58.29	81.49	14.3%	7.2	3.35	3.44	3.84	3.11	8.34
Schwab (Charles)	SCH	Securities Brokerage	15.20	11.16	16.73	11.7%	24.1	2.81	2.79	2.70	3.93	7.41
SCP Pool Corp	POOL	Recreation	35.97	20.33	28.85	14.7%	24.0	3.19	1.63	4.49	3.64	7.85
SEI Investments	SEIC	Computer Software/Svcs	38.80	36.30	53.74	12.1%	21.2	3.82	2.85	3.45	3.57	8.29
Sherwin-Williams	SHW	Chemical (Specialty)	42.55	41.57	57.20	10.8%	12.8	3.89	2.88	2.32	3.49	7.62
Sigma-Aldrich	SIAL	Chemical (Specialty)	63.70	62.25	80.85	9.4%	16.8	4.00	3.08	2.21	3.20	7.57
Simpson Mfg Inc	SSD	Building Materials	39.46	27.54	35.72	13.0%	18.0	3.60	1.94	3.27	3.58	7.51
SLM Corporation	SLM	Financial Svcs. (Div.)	55.53	43.96	64.91	14.2%	21.2	4.32	2.92	3.40	3.94	8.83
St. Jude Medical	STJ	Medical Supplies	48.07	31.10	47.85	14.9%	32.7	3.36	2.04	3.28	4.36	7.90
Standard Pacific Corp.	SPF	Homebuilding	38.58	35.26	49.26	13.0%	6.2	3.07	3.60	3.55	3.27	8.17
Staples Inc.	SPLS	Office Equip/Supplies	22.73	19.26	30.41	13.6%	19.6	3.24	2.89	3.08	3.22	7.53
Starbucks Corp.	SBUX	Restaurant	28.28	20.42	30.50	15.8%	41.6	3.69	2.40	4.10	3.11	8.06
State Street Corp.	STT	Bank	55.23	51.14	74.78	10.8%	19.5	3.46	3.30	2.73	3.50	7.87
Stericycle Inc.	SRCL	Environmental	57.56	48.25	70.70	14.0%	26.6	2.24	2.83	3.15	4.78	7.88
Strayer Education	STRA	Educational Services	89.51	86.49	136.53	15.5%	26.9	3.78	3.13	3.53	2.71	7.97
Stryker Corp.	SYK	Medical Supplies	41.07	43.11	70.42	16.8%	22.3	4.03	3.65	4.26	2.72	8.88
SunTrust Banks	STI	Bank	72.48	70.80	89.03	8.3%	13.2	3.77	3.46	1.92	3.27	7.53
Symantec Corp.	SYMC	Computer Software/Svcs	23.85	17.50	28.67	12.9%	31.8	2.88	2.77	3.37	3.52	7.60
Synovus Financial	SNV	Bank	27.47	28.09	40.89	11.2%	15.8	3.76	3.70	2.67	3.13	8.05
Sysco Corp.	SY	Food Wholesalers	31.91	31.15	46.41	12.8%	20.3	5.00	2.61	2.97	2.69	8.04
Taiwan Semic. ADR	TSM	Semiconductor	8.08	8.19	14.25	15.2%	14.4	1.59	4.42	3.79	2.56	7.49
Target Corp.	TGT	Retail Store	55.69	49.14	76.13	12.9%	20.3	3.87	2.89	2.79	2.92	7.55
TCF Financial	TCB	Bank (Midwest)	27.10	26.70	37.77	9.7%	13.3	3.19	3.46	2.36	3.41	7.52
TD Banknorth Inc.	BNK	Bank	28.79	29.29	40.42	10.0%	11.3	3.04	4.56	2.08	2.64	7.47
Techne Corp.	TECH	Biotechnology	54.26	33.96	54.00	12.7%	29.8	3.80	1.84	3.51	4.21	8.10
Teleflex Inc.	TFX	Diversified Co.	66.19	59.48	81.21	9.6%	17.5	3.76	2.65	2.42	3.38	7.40
Telefonos de Mexico ADF	TMX	Foreign Telecom.	20.18	22.14	30.18	9.8%	8.2	2.75	3.81	2.22	3.96	7.72
Thor Inds.	THO	Manuf. Housing/RV	32.63	28.27	43.08	14.2%	13.7	2.94	2.72	3.90	3.63	7.99
3M Company	MMM	Chemical (Diversified)	76.06	71.86	94.58	9.3%	17.7	4.32	2.93	2.19	3.60	7.90
Tiffany & Co.	TIF	Retail (Special Lines)	39.40	34.02	51.64	11.9%	24.2	3.82	2.75	2.63	4.03	8.02
Timberland Co. 'A'	TBL	Shoe	28.15	28.90	48.58	13.4%	11.6	3.23	3.98	3.00	2.48	7.69
TJX Companies	TJX	Retail (Special Lines)	21.53	22.81	37.29	13.2%	14.4	4.47	3.81	3.02	1.88	7.98
Toll Brothers	TOL	Homebuilding	36.91	33.99	52.21	17.2%	7.2	3.43	3.61	4.85	2.82	8.92
Torchmark Corp.	TMK	Insurance (Life)	52.83	49.69	62.56	8.0%	11.3	4.16	3.59	1.96	2.80	7.58
Toro Co.	TTC	Home Appliance	36.51	30.06	40.41	11.5%	14.0	3.40	2.22	3.67	3.26	7.61
Total ADR	TOT	Petroleum (Integrated)	126.02	138.66	164.14	8.7%	9.6	3.81	2.79	2.73	4.61	8.45
Total System Svcs.	TSS	Financial Svcs. (Div.)	21.31	23.48	39.26	14.9%	20.7	3.92	4.54	3.51	3.15	9.16
Tractor Supply	TSCO	Retail Building Supply	48.50	33.50	57.88	15.7%	23.8	3.28	2.33	3.72	3.75	7.93
Transatlantic Hldgs.	TRH	Insurance (Prop/Cas.)	57.90	63.92	97.60	11.5%	10.4	2.63	4.22	2.63	2.63	7.34
Triad Guaranty Inc.	TGIC	Financial Svcs. (Div.)	42.06	47.39	67.59	11.6%	10.2	2.85	4.75	2.48	2.66	7.73
U.S. Bancorp	USB	Bank (Midwest)	29.58	29.43	42.03	10.0%	12.0	2.61	3.82	2.44	3.35	7.41
UCBH Hldgs Inc	UCBH	Bank	17.40	17.36	25.58	13.8%	16.1	2.36	3.21	3.80	2.94	7.46
United Parcel Serv.	UPS	Air Transport	72.94	72.82	99.73	11.2%	20.7	3.87	3.01	2.68	4.08	8.26
United Technologies	UTX	Diversified Co.	51.28	48.28	65.67	10.8%	16.3	4.47	3.13	2.52	2.99	7.95
UnitedHealth Group	UNH	Medical Services	57.89	42.60	61.24	16.5%	22.2	4.29	2.45	3.95	4.25	9.05
Urban Outfitters	URBN	Retail (Special Lines)	28.34	13.22	24.90	19.3%	33.3	2.77	2.04	4.67	2.70	7.38
Valero Energy	VLO	Petroleum (Integrated)	105.24	80.71	92.48	12.5%	8.4	1.84	2.56	3.12	4.85	7.50
Varian Medical Sys.	VAR	Medical Supplies	45.56	30.45	41.02	13.6%	28.1	3.22	1.88	2.77	4.37	7.41
Walgreen Co.	WAG	Pharmacy Services	45.43	39.95	60.23	13.6%	27.4	5.00	2.60	3.27	3.37	8.63
Wal-Mart Stores	WMT	Retail Store	47.31	49.48	76.07	12.8%	17.3	4.78	4.00	2.95	3.55	9.26
Washington Mutual	WM	Thrift	39.60	39.79	57.60	9.3%	10.5	3.13	4.09	2.38	2.98	7.63
Watsco Inc.	WSO	Retail Building Supply	56.83	36.77	47.69	12.0%	23.7	3.50	1.62	3.01	4.33	7.55
Wells Fargo	WFC	Bank	60.20	60.49	83.46	10.8%	12.9	3.89	3.75	2.40	3.25	8.06
Williams-Sonoma	WSM	Retail (Special Lines)	39.11	35.54	55.33	13.1%	20.7	3.09	3.41	3.37	2.28	7.36
Wilmington Trust	WL	Bank	37.91	36.14	45.62	7.0%	15.4	4.12	3.23	1.65	3.29	7.45
Wolverine World Wide	WWW	Shoe	20.95	18.99	26.96	12.0%	15.9	3.65	3.13	2.36	2.89	7.30
Wrigley (Wm.) Jr.	WYY	Food Processing	69.50	66.25	85.17	11.1%	27.1	4.93	2.18	2.49	4.18	8.35
XTO Energy	XTO	Natural Gas (Div.)	43.46	31.23	40.33	15.8%	14.4	1.64	2.69	4.97	5.38	8.90
Yahoo! Inc.	YHOO	Internet	36.97	26.08	38.28	15.3%	61.6	1.87	2.08	5.00	4.13	7.92
Zions Bancorp.	ZION	Bank	73.47	69.92	94.48	10.6%	13.9	3.58	3.48	2.40	3.19	7.67