

Cabot Benjamin Graham Value Letter

Sound Advice from the Teachings of Benjamin Graham

June 2006

Issue # 143

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THE MARKET IS FICKLE

After four straight monthly advances, the stock market declined in May. The Dow Jones Industrial Average lost 1.1%, the Standard & Poor's 500 Index lost 1.7%, and the Nasdaq Index lost 4.4%. The Dow has now gained 5.0% for the year to date, the S&P 500 has gained 0.6%, and the Nasdaq has gained 3.2%. When the market peaked a month ago, some investors saw an opportunity to take profits. Many other investors became nervous and began selling because of rising interest rates and creeping inflation.

We see the recent market decline as a good buying opportunity. We take a long-term approach and stick with the simple principle to "buy low, sell high." The current volatility in the stock market is caused by investors' tendencies to over-react to short-term news, both good and bad. As value investors, we believe that observing the longer-term trends will lead to better investment decisions. Our current advice is simple: high quality companies are undervalued and should be purchased; lower quality companies with high price to earnings ratios are overvalued and should be sold.

The economy is healthy, as evidenced by the steady growth in personal income, consumer spending, and industrial production. We recommend committing excess cash to quality value stocks.

J Royden Ward

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"I believe sometimes investors overreact to good and bad news, causing volatility that does not jibe with long-term fundamentals."

Warren Buffett

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	6/2/06 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
Briggs & Stratton	BGG	33.28	32.96	49.68	0.43	2.80	8.9%	9.7	1.65	2.4%	B+
Building Materials	BMHC	28.34	27.25	47.90	0.44	1.80	12.1%	6.1	1.25	1.1%	B+
Bunge Ltd.	BG	56.40	57.60	83.60	0.39	1.81	7.6%	14.1	1.25	1.0%	NR
ConocoPhillips	COP	64.51	64.99	96.96	0.55	0.80	8.9%	6.5	1.25	2.0%	B+
Reliance Steel	RS	83.61	86.16	154.18	0.36	2.40	12.8%	21.8	2.06	0.5%	B+

MODEL BUY RECOMMENDATIONS

The Classic Benjamin Graham Value Model contains five stocks this month with no new stocks added. Two stocks transition out of last month's Model: Centex and Scottish Re Group. CTX and SCT are still excellent companies and are now included in the Model Updates section on page 8. Two stocks in the Model are currently priced above their Max Buy Prices. Before buying any stocks, you should wait until the prices of the stocks decrease to or dip below their Max Buy Prices.

See page 8 for our current sell recommendations.

FEATURED STOCKS

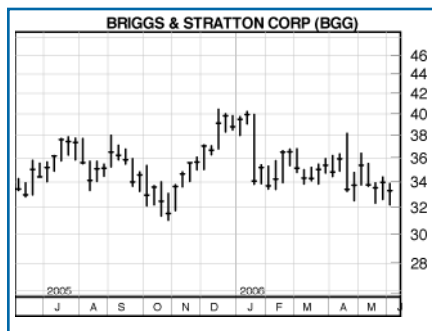
Briggs & Stratton BGG
 Industry: Industrial Machinery
 Price: \$ 33.28
 Max. Buy Price: \$ 32.96
 Min. Sell Price: \$ 49.68

Briggs & Stratton (BGG)

How Cheap Is It? BGG is a dominant company in the small engine business. BGG shares sell at just 9.7 times current earnings per share (EPS). We believe that BGG shares will reach our Min Sell Price of \$49.68 within 2 to 3 years. The dividend yield is a respectable 2.4%.

Company Profile: Briggs & Stratton is the world's largest manufacturer of small gasoline engines sold primarily to lawn and garden equipment makers. BGG's engines are used in lawn mowers, garden tillers, portable generators, and compressors. Products are generally sold through mass merchandisers, such as Home Depot and Wal-Mart.

Outlook: BGG increased prices on its products by 4.5% to offset higher raw material costs. The higher prices have met with resistance from mass merchandisers who depend on low prices. Mass merchandisers are buying less expensive products from BGG's competitors, reducing BGG's sales.



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

Continued next page

Sales should improve as competitors start to increase prices to offset higher costs. EPS will decline somewhat for the fiscal year ending 6/30/06. EPS will improve dramatically in the fiscal year ending 6/30/07 to \$2.93 per share, an increase of 13%.

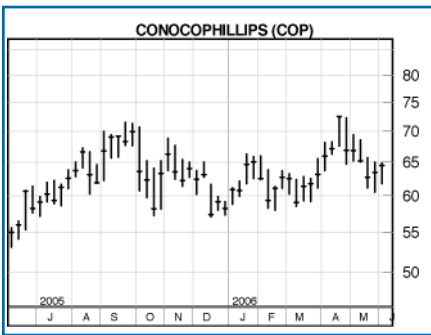
ConocoPhillips	COP
Industry:	Integrated Oil & Gas
Price:	\$ 64.51
Max. Buy Price:	\$ 64.99
Min. Sell Price:	\$ 96.96

ConocoPhillips (COP)

How Cheap Is It? COP shares provide an excellent opportunity to purchase a quality energy company at a reasonable price. We believe that COP shares will reach our Min Sell Price of \$96.96 within 2 years. The dividend yield is 2.0%.

Company Profile: ConocoPhillips is a leading energy company that explores for and produces oil and natural gas. COP also operates oil refineries and markets petroleum products. The company's recent acquisition of Burlington Resources, a major natural gas producer, has rounded out COP's energy operations and is adding substantial revenue and earnings growth. COP derives 70% of its revenues from the U.S. but operates in more than 40 countries.

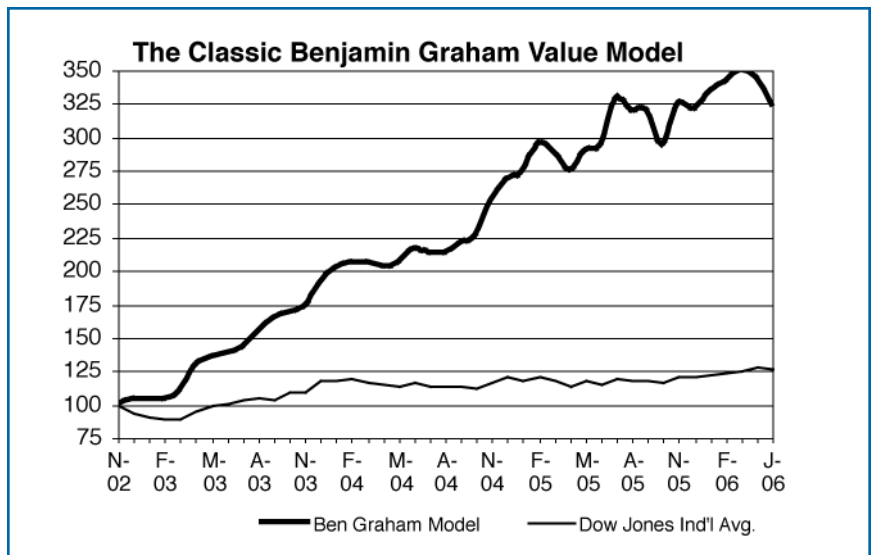
Outlook: COP is aggressively expanding its exploration program and adding substantial refining capacity. The company purchased a large refinery in Germany; purchased a 17% ownership interest in Russian oil giant, Lukoil; and resumed oil production in Libya. We believe that oil prices will increase to \$80 per barrel before the end of 2006. COP sells at just 6.5 times next 12-month (forward) earnings per share.



PERFORMANCE

CLASSIC BENJAMIN GRAHAM VALUE MODEL

The Classic Benjamin Graham Value Model lost 5.55% last month compared to a loss of 1.05% for the Dow Jones Industrial Average. The Model has gained 1.11% during the first five months of this year compared to the Dow's gain of 4.95% year to date. The chart to the right illustrates the Model's extraordinary performance during the past 42 months. Since inception, the Model has achieved a compound annual return of 40.0% compared to a 6.9% return for the Dow Jones Industrial Average!



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	6/2/06 Price	Max Buy Price	Min Sell Price	S&P Earn/Div Rating	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
Bed Bath & Beyond	BBBY	36.19	35.52	59.19	A-	85	14.5%	18.2	2.59	4.55	4.17	4.12	3.47	9.88
Gen'l Electric	GE	34.66	35.19	48.37	A+	59	9.5%	18.1	4.11	4.80	2.98	2.33	3.29	8.11
Goldman Sachs	GS	154.09	145.97	191.57	NR	94	14.1%	9.6	3.57	3.78	3.26	3.79	4.38	9.22
Home Depot	HD	38.00	50.35	76.62	A+	89	13.0%	12.4	4.95	4.81	4.59	3.42	4.23	10.00
Johnson & Johnson	JNJ	60.74	61.82	85.32	A+	68	9.8%	16.2	2.02	5.00	3.29	2.67	3.96	9.05
Nabors Inds.	NBR	36.02	35.85	54.02	B	93	12.2%	12.5	4.87	1.87	3.76	4.19	3.79	8.25
Oracle Corp.	ORCL	14.15	15.78	24.85	B	77	14.7%	16.0	3.78	2.70	3.87	3.69	4.00	8.64
Total ADR	TOT	65.98	70.39	88.91	NR	70	8.5%	10.1	2.22	3.80	4.11	2.71	4.38	9.08
United Parcel Serv.	UPS	81.05	78.99	104.97	NR	71	10.7%	21.4	4.55	3.81	2.67	2.65	4.25	8.11
Wal-Mart Stores	WMT	47.83	49.77	74.75	A+	76	12.2%	16.7	3.71	4.84	3.58	2.85	4.55	9.58
Average:		56.87	57.96	80.86		78	11.9%	15.1	3.64	3.99	3.63	3.24	4.03	8.99

MODEL BUY RECOMMENDATIONS

We have added three new stocks to The Wise Owl Model this month: Bed Bath & Beyond, Johnson & Johnson, and Total ADR. Three stocks transition out of last month's Model: Amgen, Capital One, and Harley-Davidson. AMGN, COF, and HDI remain excellent companies and are now included in the Model Updates section on page 8. Four 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.

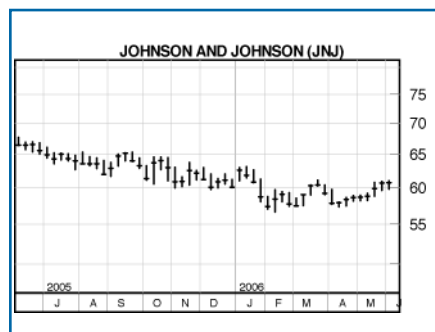
See page 8 for our current sell recommendations.

Johnson & Johnson JNJ Industry: Pharmaceuticals Price: \$ 60.74 Max. Buy Price: \$ 61.82 Min. Sell Price: \$ 85.32
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FEATURED STOCKS

Johnson & Johnson (JNJ)

How Cheap Is It? JNJ shares sell at their lowest price to earnings (P/E) ratio in over a decade. JNJ shares are low risk because the company's products are mostly impervious to economic volatility. JNJ shares sell at just 16.2 times forward EPS, and the dividend provides a generous yield of 2.5%. We believe that JNJ shares will rise to our Min Sell Price of \$85.32 within 2 to 3 years.



Company Profile: Johnson & Johnson is the world's largest diversified health care company. Although JNJ's acquisition of Guidant Corp. did not materialize, we believe that JNJ will continue to aggressively pursue other acquisitions. JNJ boasts a very strong balance sheet with \$17 billion of cash. The company is in position to make a major acquisition to materially enhance growth.

Note: Maximum Buy Prices are valid for the month of June

Continued next page

Outlook: Revenue and earnings have slowed in 2006 because of expirations on JNJ patents. And JNJ drug introductions have been lacking. But three new drug prospects and fewer patent expirations will enable earnings to accelerate in the second half of 2006 and beyond. JNJ recently increased its dividend by \$.045 to \$.375 quarterly. The company also authorized a \$5 billion share repurchase plan.

Wal-Mart Stores	WMT
Industry:	Retail Supercenters
Price:	\$ 47.83
Max. Buy Price:	\$ 49.77
Min. Sell Price:	\$ 74.75

Wal-Mart Stores (WMT)

How Cheap Is It? WMT shares have languished during the past 6.5 years even though EPS have more than doubled. Like JNJ, WMT shares, at 16.7 times forward EPS, sell at their lowest P/E multiple in over a decade. You can expect WMT shares to increase to our Min Sell Price of \$74.75 within 2 to 3 years.

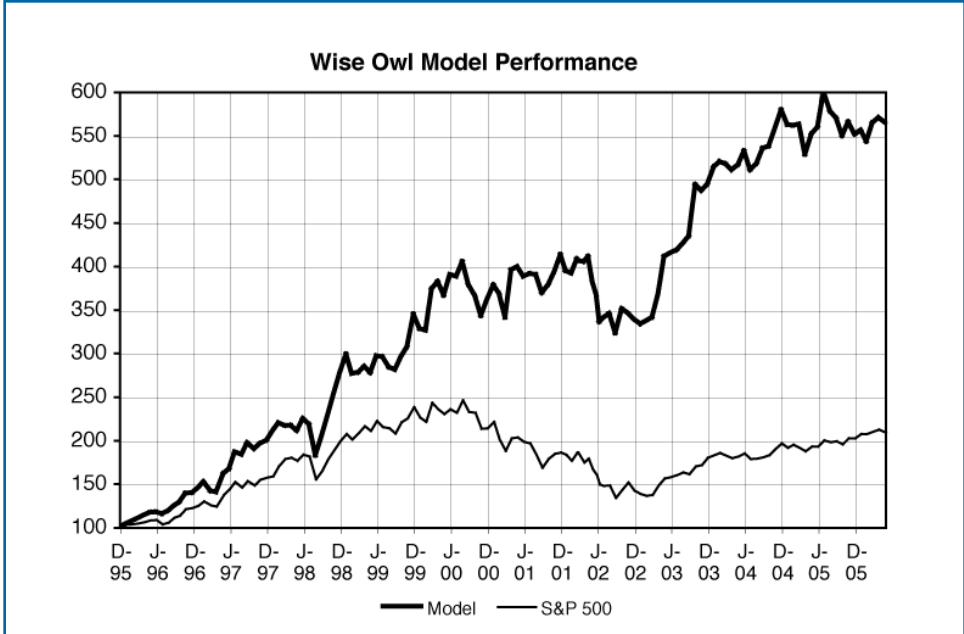
Company Profile: Wal-Mart is the world’s largest retailer, with store locations in many countries. The company’s venture into groceries is a big success and has led to a rapid expansion to WMT’s more profitable supercenter format. WMT’s international operations are significant. The company’s global inventory procurement program has lowered its cost of goods noticeably. And WMT’s expansion into Central America, Brazil, Japan, and China is providing new growth avenues.

Outlook: Revenue and earnings growth is accelerating at WMT. International procurement, foreign expansion, new supercenters, and efforts to lure higher-income buyers to its stores are all contributing to renewed success. We expect EPS growth to accelerate to the 12 to 14% range during the next 3 to 5 years.



PERFORMANCE WISE OWL MODEL

The Wise Owl Model lost 1.05% last month, compared to a loss of 1.71% for the Standard & Poor’s 500 Index. The types of stocks contained in the Wise Owl Model are beginning to perform very well. We expect better performance in the months ahead. Since inception on 12/31/95, the Model has achieved a compound annual return of 18.1% compared to a 7.3% return for the S&P 500.



SPECIAL FEATURE

Stalwarts for a Fickle Market

We believe that the volatility in the stock market could continue during the next several months. Many prominent 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 moves lower. We suggest that you take advantage of this fickle market (described on page 1) 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.

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 highlighted 12 Market Stalwarts in our Special Feature in the October 2005 Cabot Benjamin Graham Value Letter. From 9/30/05 through 6/2/06, the 12 companies have gained 7.2% compared to a gain of 4.8% for the Standard & Poor’s 500 Index.

We screened our 250 Highest Ranked Wise Owl Stocks to find companies with less volatility. 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 near or below their Maximum Buy Prices. Finally, all companies have price to earnings ratios of 18 or less times current earnings per share. We believe that the 10 stocks in the table below will outperform the S&P 500 Index during the next 6 to 12 months.

Company Name	Ticker Symbol	Industry Name	06/02/06 Price	Max Buy Price	Min Sell Price	Growth Rate	Current P/E	S&P Earn/Div Rank	Size	Dividend Yield	Owl Total Rating
Abbott Laboratories	ABT	Medical Supplies	43.13	43.50	60.68	9.0%	17.3	A	Super	2.7%	7.94
Alberto Culver	ACV	Toiletries/Cosmetics	46.98	45.09	64.50	10.6%	18.7	A+	Mid	1.0%	8.51
Capital One Financial	COF	Financial Svcs. (Div.)	83.71	79.76	119.45	12.3%	11.2	A+	Large	0.1%	9.04
Fifth Third Bancorp	FITB	Bank (Midwest)	38.81	44.89	62.16	8.1%	14.6	A+	Large	4.0%	7.98
Int'l Business Machines	IBM	Computers/Peripherals	79.52	87.10	124.87	9.5%	14.0	A	Super	1.1%	8.00
Lowe's Companies	LOW	Retail Building Supply	63.46	67.82	105.29	14.2%	15.4	A+	Large	0.4%	9.46
McDonald's Corp.	MCD	Restaurant	33.51	32.57	45.48	8.6%	15.7	A	Large	2.1%	7.87
NIKE Inc. 'B'	NKE	Shoe	81.79	80.98	113.87	11.5%	15.6	A	Large	1.3%	8.46
TJX Companies	TJX	Retail (Special Lines)	23.70	22.69	34.55	12.2%	16.3	A+	Large	1.1%	8.23
UnitedHealth Group	UNH	Medical Services	46.98	44.44	75.17	17.1%	17.2	A+	Super	0.1%	9.14

NOTE: General Electric (GE), Home Depot (HD), Johnson & Johnson (JNJ), and Wal-Mart (WMT), all found on page 4 in the Wise Owl Model, also qualify as Market Stalwarts.

My favorite Market Stalwarts are described on the following page.

Continued next page

Capital One Financial (COF) is one of the largest issuers of MasterCard and Visa credit cards in the world. COF has been able to create rapid growth by using innovative software to track customer credit card use. COF is augmenting its credit card growth with the acquisitions of Hibernia Bank and North Fork Bancorp. The acquisitions will help COF diversify into other consumer lending and banking services. COF's automobile financing division is leading the current growth surge. We forecast 2006 EPS growth of 16% to \$7.95. COF shares sell at just 11.2 times current EPS. Buy at \$79.76 or below.

International Business Machines (IBM) is the world's largest supplier of information technology for the business community. IBM sold its unprofitable personal computer business in May of 2005. The company continues to produce mainframe computers and recently introduced several new models. IBM is experiencing rapid growth in its microchip manufacturing business, which sells to computer game makers. EPS will likely increase by 15% to nearly \$6.00 per share in 2006. Buy the new and improved IBM at \$87.10 or below.

Lowe's Companies (LOW) is a home improvement retailer that has become a formidable competitor to Home Depot. The company has created a rapid response replenishment system that is successfully improving inventory control and increasing profit margins. EPS jumped by more than 40% for the quarter ended 4/30/06 and will likely increase by 20% or more for the fiscal year ending 1/31/07. Buy LOW at \$67.82 or below.

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 expanding in the US, Europe, Russia, China, and smaller countries throughout the world. We expect EPS growth of 11 to 13% during the next 3 years or more. MCD shares sell at a modest 15.7 times current EPS, and the dividend provides a 2.1% yield. Buy MCD at \$32.57 or below.

NIKE, Inc. (NKE) is the world's leading designer and marketer of footwear, apparel, and accessories for athletic and leisurely activities. NKE acquired Converse in 2003, which is providing a big boost to revenues and earnings. NKE sales in China are expected to triple to \$1 billion during the next 3 years. Earnings per share increased by 23% for the quarter ended 2/28/06 and will increase by 20% for the fiscal year ending 5/31/06. Nike sells at only 15.6 times current earnings. Buy at \$80.98 or below.

UnitedHealth Group (UNH) is a leading provider of health care products and services. UNH coordinates health services for employers, facilitates services for Medicaid, and provides health services to seniors. The company has established an enviable record of 25% steady growth during the past 10 years. UNH recently acquired PacifiCare Health Systems, which will enhance services to senior citizens and to West Coast residents. EPS will likely increase by 20% per year during the next 3 years. UNH shares have declined markedly during 2006 because of an investigation into management's backdating of stock options. The current low price provides an excellent opportunity to purchase a premier growth company at a very reasonable price. Buy UNH at \$44.44 or below.

MODEL UPDATES

SELL RECOMMENDATIONS for Classic Benjamin Graham Value Stocks

There are no new sell recommendations at this time.

SELL RECOMMENDATIONS for Wise Owl Stocks

BP PLC ADR (BP) dropped out of the 250 Highest Ranked Wise Owl Stocks listing and therefore is recommended to be sold. BP's Owl Total Rating is now too low to be included in our listing on page 9. BP was first recommended in our April 2005 issue at \$65.27.

Previously Recommended Model Stocks

The following tables contain all of the stocks that have been recommended for you to buy in previous issues. The information contained in the tables includes our Minimum Sell Price target and our current opinion for each stock. The stocks that were previously recommended to be sold are not included in the tables. The top buy recommendations for June can be found on pages 2 and 4.

Previously Recommended Classic Model Stocks

Symbol	Company	6/2/06 Price	Max Buy Price	Min Sell Price	Roy Says
AEG	AEGON N.V. (ADR)	16.73		21.95	Hold
CTX	Centex Corp.	47.59		90.70	Hold
CHC	CharterMac	18.46		24.00	Hold
CSS	CSS Industries	29.65		35.09	Hold
FAF	First American Corp.	42.44		59.07	Hold
LFG	LandAmerica Financial Group	67.61		81.74	Hold
MHO	M/I Homes	36.29		66.75	Hold
MGA	Magna International Inc. (USA)	77.50		94.92	Hold
MBI	MBIA Inc.	57.78		72.72	Hold
MTG	MGIC Investment Corp.	67.41		93.67	Hold
ORI	Old Republic International Corp	21.33		27.08	Hold
OSG	Overseas Shipholding Group	51.25		86.40	Hold
PMI	PMI Group, Inc.	45.81		60.87	Hold
RGF	R & G Financial Corp.	9.15		18.00	Hold
RDN	Radian Group Inc.	61.82		84.94	Hold
REP	Repsol-YPF ADR	28.38		38.31	Hold
SCT	Scottish Re Group, Ltd.	19.39		31.10	Hold
WERN	Werner Enterprises	20.28		26.81	Hold

Previously Recommended Owl Model Stocks

Symbol	Company	6/2/06 Price	Max Buy Price	Min Sell Price	Roy Says
AMGN	Amgen, Inc.	69.18	63.25	103.82	Buy
APOL	Apollo Group 'A'	52.64	52.92	84.31	Buy
COF	Capital One Financial	83.71	79.76	119.45	Buy
CSCO	Cisco Systems	20.44	19.96	29.39	Buy
CL	Colgate-Palmolive	60.22	57.40	73.60	Buy
DELL	Dell, Inc.	25.96	30.08	44.65	Buy
FISV	Fiserv, Inc.	44.92	42.59	63.30	Buy
HDI	Harley-Davidson, Inc.	50.61	52.50	79.98	Buy
NKE	Nike, Inc. 'B'	81.79	80.98	113.87	Buy
PAYX	Paychex, Inc.	37.45	36.89	53.67	Buy
SYK	Stryker Corp.	44.65	43.98	72.52	Buy
ACS	Affiliated Computer Services	50.05	56.76	86.78	Hold
AFL	AFLAC Incorporated	47.27	45.19	66.63	Hold
AIG	American International Group	61.11	67.53	108.40	Hold
CBH	Commerce Bancorp, Inc.	40.00	30.18	49.23	Hold
CVS	CVS Corporation	29.24	24.31	35.69	Hold
DHR	Danaher Corp.	64.32	55.53	82.86	Hold
FDC	First Data Corporation	46.92	41.31	58.12	Hold
HMA	Health Management Assoc.	20.90	25.04	39.37	Hold
ITW	Illinois Tool Works Inc.	50.07	45.59	66.67	Hold
LEN	Lennar Corporation	48.08	52.39	79.38	Hold
PCAR	PACCAR Inc	78.99	76.32	97.21	Hold
PSUN	Pacific Sunwear of CA	20.57	23.48	39.36	Hold
SEIC	SEI Corp.	46.31	38.18	59.69	Hold
TSS	Total System Services	18.72	20.63	30.43	Hold
WAG	Walgreen Company	42.65	40.00	60.41	Hold
WWY	Wrigley (Wm.) Jr.	45.52	47.64	60.87	Hold

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 Owl Total Rating. If a stock recommended in the Wise Owl Model 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, we will issue a sell. We hope that you will find the listing also useful in looking up other stocks you already own or have an interest in.

Company Name	Ticker Symbol	Industry Name	6/2/06 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
A.S.V. Inc.	ASVI	Auto & Truck	20.00	18.49	33.36	16.4%	18.0	2.35	3.96	4.81	1.34	7.55
Aaron Rents Inc. 'A'	RNT	Industrial Services	28.21	20.82	26.72	12.9%	18.1	3.33	2.57	3.30	4.21	8.13
Abbott Labs.	ABT	Medical Supplies	43.13	43.50	60.68	9.0%	17.3	4.63	3.36	1.90	3.20	7.94
Abercrombie & Fitch	ANF	Retail (Special Lines)	58.01	54.99	94.54	16.0%	13.8	3.48	3.49	3.58	3.31	8.40
Adobe Systems	ADBE	Computer Software/Svcs	29.00	25.13	37.96	13.2%	24.6	3.34	3.14	3.07	2.87	7.53
Advance Auto Parts	AAP	Retail Automotive	38.00	32.37	56.71	15.6%	15.9	2.31	3.23	4.16	3.13	7.78
Affiliated Computer	ACS	Computer Software/Svcs	50.05	56.76	86.78	12.5%	16.0	3.24	3.89	3.11	2.56	7.76
Aflac Inc.	AFL	Insurance (Life)	47.27	45.19	66.63	13.2%	17.3	3.78	2.98	3.01	3.35	7.96
Alberto Culver	ACV	Toiletries/Cosmetics	46.98	45.09	64.50	10.6%	18.7	5.00	3.04	2.59	3.41	8.51
Alliance Resource Ptnrs L	ARLP	Metals & Mining (Div.)	37.52	35.20	47.96	15.8%	9.9	2.07	3.66	4.28	2.12	7.35
Allstate Corp.	ALL	Insurance (Prop/Cas.)	55.11	52.25	66.45	9.2%	8.6	1.94	3.68	3.05	4.26	7.83
Ambac Fin'l Group	ABK	Financial Svcs. (Div.)	80.13	78.21	106.27	10.1%	10.6	3.83	3.72	2.43	2.78	7.74
Amer. Eagle Outfitters	AEOS	Retail (Special Lines)	32.41	25.68	40.64	13.4%	16.0	2.21	2.97	3.35	4.09	7.65
Amer. Int'l Group	AIG	Financial Svcs. (Div.)	61.11	67.53	108.40	12.3%	14.4	3.26	4.77	3.67	2.69	8.72
Ametek Inc.	AME	Diversified Co.	47.11	34.08	47.89	11.9%	21.0	3.45	2.59	2.61	3.63	7.44
Amgen	AMGN	Biotechnology	69.18	63.25	103.82	14.5%	20.8	3.97	3.69	3.74	2.54	8.45
Amphenol Corp 'A' New	APH	Electronics	57.31	35.04	49.43	15.6%	22.0	2.48	2.33	3.45	4.33	7.64
AmSurg Corp 'A'	AMSG	Medical Services	24.89	23.55	35.07	13.9%	20.7	2.73	3.50	3.20	3.35	7.75
AnnTaylor Stores	ANN	Retail (Special Lines)	39.25	26.14	37.87	10.3%	22.1	2.12	2.09	3.48	4.38	7.31
Apollo Group 'A'	APOL	Educational Services	52.64	52.92	84.31	15.5%	21.5	3.57	3.89	4.19	3.14	8.96
Applebee's Int'l	APPB	Restaurant	20.15	21.02	34.26	12.7%	15.4	3.42	3.86	2.64	2.45	7.49
Automatic Data Proc.	ADP	Computer Software/Svcs	45.75	43.12	56.65	9.3%	23.1	5.00	2.52	1.93	3.93	8.11
AutoZone Inc.	AZO	Retail Automotive	91.70	81.32	122.87	11.4%	12.3	2.78	3.23	3.38	3.59	7.87
Baker Hughes	BHI	Oilfield Svcs/Equip.	88.60	49.08	68.21	11.0%	23.9	2.50	1.90	3.53	5.00	7.83
Bank of America	BAC	Bank	49.26	46.65	61.38	9.1%	12.3	3.85	3.66	2.21	3.33	7.91
Bank of Montreal	BMO	Bank (Canadian)	56.73	51.79	62.87	7.4%	12.6	4.07	3.40	2.07	2.98	7.59
Bank of Nova Scotia	BNS	Bank (Canadian)	40.78	36.07	44.47	9.6%	13.2	4.21	3.11	2.26	3.02	7.63
Bard (C.R.)	BCR	Medical Supplies	73.99	55.42	79.66	11.8%	22.6	4.15	2.40	2.71	3.46	7.71
Bear Stearns	BSC	Securities Brokerage	137.28	113.76	144.99	10.4%	11.1	3.78	2.92	2.75	3.95	8.12
Beazer Homes USA	BZH	Homebuilding	49.56	51.30	76.02	13.1%	4.6	3.38	4.27	4.35	1.53	8.20
Becton Dickinson	BDX	Medical Supplies	60.87	50.97	73.12	10.8%	19.0	4.54	2.80	2.43	3.32	7.93
Bed Bath & Beyond	BBBY	Retail (Special Lines)	36.19	35.52	59.19	14.5%	18.2	4.55	4.17	4.12	3.47	9.88
Bemis Co.	BMS	Packaging & Container	30.92	27.89	36.37	7.5%	17.5	4.31	2.62	1.95	3.61	7.58
Best Buy Co.	BBY	Retail (Special Lines)	52.60	39.20	64.56	13.8%	22.1	3.27	2.77	4.20	3.01	8.03
BHP Billiton Ltd. ADR	BHP	Metals & Mining (Div.)	42.85	42.54	54.90	13.2%	8.0	2.15	2.71	3.54	3.97	7.50
Biomet	BMET	Medical Supplies	35.90	36.50	56.11	13.8%	20.2	4.38	3.51	3.15	2.89	8.44
BJ Services	BJS	Oilfield Svcs/Equip.	36.96	31.49	46.72	13.8%	15.7	2.05	3.06	4.33	3.79	8.02
BlackRock Inc Cl A	BLK	Financial Svcs. (Div.)	136.05	65.07	90.22	15.0%	29.9	3.54	1.41	3.84	3.69	7.56
Brown & Brown	BRO	Financial Svcs. (Div.)	31.19	21.80	33.73	13.4%	26.0	4.17	1.90	3.75	3.06	7.81
Brown-Forman 'B'	BF.B	Beverage (Alcoholic)	74.41	49.21	65.95	9.3%	24.6	4.79	1.57	2.41	3.33	7.33
C.H. Robinson	CHRW	Industrial Services	45.99	28.15	44.97	16.4%	34.1	4.24	1.76	4.24	3.43	8.28
CACI Int'l	CAI	Computer Software/Svcs	60.55	51.87	82.13	12.9%	20.5	2.87	2.92	3.54	2.96	7.45
Can. National Railway	CNI	Railroad	45.39	36.94	48.07	12.3%	16.9	3.71	2.60	3.00	3.93	8.02
Canon Inc. ADR	CAJ	Foreign Electronics	71.72	62.15	85.98	10.4%	17.4	3.50	2.48	3.03	4.35	8.10
Capital One Fin'l	COF	Financial Svcs. (Div.)	83.71	79.76	119.45	12.3%	11.2	3.77	4.11	3.78	3.25	9.04
Career Education	CECO	Educational Services	32.50	38.67	73.44	15.7%	13.5	2.38	4.80	4.42	1.53	7.96
Carlisle Cos.	CSL	Tire & Rubber	83.00	66.30	90.85	8.3%	17.0	3.71	2.60	2.51	3.78	7.63
CDW Corp.	CDWC	Retail (Special Lines)	56.35	55.97	84.13	10.4%	17.0	3.75	3.48	2.57	2.83	7.66
Ceradyne Inc.	CRDN	Chemical (Specialty)	45.09	41.82	76.45	19.5%	13.7	1.16	3.65	5.00	2.47	7.44
Cheesecake Factory	CAKE	Restaurant	29.14	27.32	43.27	13.7%	26.0	3.58	3.33	3.42	2.08	7.52
Chevron Corp.	CVX	Petroleum (Integrated)	60.75	61.70	70.51	7.6%	8.3	3.22	3.32	2.48	3.80	7.78
Chico's FAS	CHS	Retail (Special Lines)	30.85	21.72	41.53	17.8%	25.9	3.42	2.59	5.00	2.74	8.33
Chubb Corp.	CB	Insurance (Prop/Cas.)	50.17	50.84	63.26	9.7%	10.7	2.56	3.60	2.55	3.72	7.53
Church & Dwight	CHD	Household Products	36.00	32.44	44.21	11.6%	18.3	3.96	2.57	3.05	3.34	7.83
Cintas Corp.	CTAS	Industrial Services	42.17	38.66	54.39	10.0%	22.2	3.88	3.00	2.39	3.34	7.64

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Cisco Systems	CSCO	Telecom. Equipment	20.44	19.96	29.39	13.1%	22.3	3.39	3.66	2.74	3.29	7.93
Citigroup Inc.	C	Financial Svcs. (Div.)	50.14	48.49	64.45	10.3%	12.6	3.60	3.48	2.17	3.64	7.81
Coca-Cola	KO	Beverage (Soft Drink)	43.89	44.00	54.45	7.1%	19.3	4.36	2.63	2.05	3.87	7.82
Cognizant Technology	CTSH	Computer Software/Svcs	62.83	34.71	66.72	21.9%	47.2	3.21	1.98	5.00	3.45	8.26
Colgate-Palmolive	CL	Household Products	60.22	57.40	73.60	9.6%	21.4	4.76	2.40	2.50	3.99	8.27
Commerce Bancorp NJ	CBH	Bank	40.00	30.18	49.23	13.4%	24.8	3.84	2.34	3.29	3.00	7.56
Computer Sciences	CSC	Computer Software/Svcs	56.80	55.30	79.04	9.2%	16.1	2.89	3.57	2.31	3.39	7.37
Constellation Brands	STZ	Beverage (Alcoholic)	24.98	21.50	29.49	11.1%	15.1	2.92	2.99	2.84	3.58	7.47
Corporate Executive	EXBD	Information Services	105.45	66.80	96.73	17.2%	57.9	3.53	1.56	4.31	2.72	7.34
Costco Wholesale	COST	Retail Store	53.45	43.32	62.53	10.2%	22.7	3.98	2.28	2.54	3.59	7.51
Countrywide Financial	CFC	Financial Svcs. (Div.)	39.09	36.57	54.33	11.2%	8.7	2.42	3.99	3.29	3.48	7.98
Covance Inc.	CVD	Drug	59.32	41.33	58.05	12.5%	27.6	2.77	2.16	3.03	4.26	7.41
Curtiss-Wright	CW	Machinery	33.81	29.48	40.20	10.8%	19.2	3.71	2.82	2.53	3.64	7.70
CVS Corp.	CVS	Pharmacy Services	29.24	24.31	35.69	12.5%	19.1	3.53	2.79	2.78	3.37	7.56
Danaher Corp.	DHR	Diversified Co.	64.32	55.53	82.86	12.8%	21.0	4.12	2.74	3.32	3.81	8.48
Dell Inc.	DELL	Computers/Peripherals	25.96	30.08	44.65	13.6%	16.6	3.90	4.33	3.15	2.37	8.33
Dentsply Int'l	XRAY	Medical Supplies	62.22	47.91	65.48	9.9%	22.1	4.02	2.51	2.44	4.05	7.89
Dollar General Corp.	DG	Retail Store	15.95	18.48	29.94	12.3%	14.4	3.41	4.06	2.68	2.55	7.69
Dollar Tree Stores	DLTR	Retail Store	25.95	29.46	48.18	11.7%	15.2	3.62	4.36	2.53	3.11	8.26
Donaldson Co.	DCI	Machinery	33.60	26.45	36.97	9.7%	21.7	4.28	2.16	2.73	3.30	7.56
Dun & Bradstreet	DNB	Information Services	73.37	52.88	75.80	13.0%	19.6	3.00	2.41	2.82	3.88	7.34
Eagle Materials	EXP	Cement & Aggregates	50.18	39.92	63.62	19.6%	14.0	2.26	3.23	4.50	3.35	8.08
eBay Inc.	EBAY	Internet	32.63	29.39	47.27	15.5%	46.6	3.24	3.18	4.56	2.27	8.03
Ecolab Inc.	ECL	Chemical (Specialty)	38.32	26.39	35.14	10.3%	29.0	4.28	1.79	2.70	3.78	7.61
Education Mgmt.	EDMC	Educational Services	43.00	34.64	60.44	15.8%	22.7	2.87	2.59	4.02	3.14	7.65
Energen Corp.	EGN	Natural Gas (Div.)	35.40	35.35	43.12	8.9%	10.9	2.95	2.72	3.38	3.32	7.50
EOG Resources	EOG	Natural Gas (Div.)	65.91	62.58	85.64	13.3%	10.8	1.96	2.90	4.13	3.44	7.53
Expeditors Int'l	EXPD	Industrial Services	103.03	43.54	66.29	15.2%	100.0	4.31	0.96	3.61	4.06	7.85
Express Scripts 'A'	ESRX	Pharmacy Services	73.72	50.71	83.28	16.4%	24.0	3.14	2.04	4.27	3.05	7.58
Exxon Mobil Corp.	XOM	Petroleum (Integrated)	61.65	63.79	79.92	7.7%	10.5	4.04	3.18	2.47	3.73	8.14
FactSet Research	FDS	Information Services	46.16	31.09	49.56	14.0%	30.6	3.54	1.70	3.54	4.35	7.95
Family Dollar Stores	FDO	Retail Store	24.69	24.52	36.49	9.8%	17.6	3.67	3.60	2.29	3.36	7.83
Fastenal Co.	FAST	Retail Building Supply	44.56	31.03	50.11	17.2%	35.1	3.96	2.13	3.86	3.43	8.11
Federated Investors	FII	Financial Svcs. (Div.)	32.80	29.57	43.26	11.2%	17.4	3.62	3.46	2.72	2.48	7.44
FedEx Corp.	FDX	Air Transport	111.13	96.22	132.97	11.7%	17.6	3.16	2.50	2.83	4.20	7.69
Fifth Third Bancorp	FITB	Bank (Midwest)	38.81	44.89	62.16	8.1%	14.6	4.25	4.57	1.89	2.45	7.98
First Data Corp.	FDC	Computer Software/Svcs	46.92	41.31	58.12	10.6%	21.3	4.66	3.33	2.75	2.92	8.28
Fiserv Inc.	FISV	Computer Software/Svcs	44.92	42.59	63.30	12.0%	18.2	3.20	3.46	3.05	3.71	8.13
Florida Rock	FRK	Cement & Aggregates	55.05	44.63	61.00	12.7%	17.4	3.94	2.14	3.99	3.11	7.99
Forest Labs.	FRX	Drug	38.03	35.41	53.49	12.2%	18.3	3.13	4.37	2.98	2.15	7.65
Franklin Electric	FELE	Electrical Equipment	54.59	37.65	60.33	13.5%	22.9	3.90	2.36	2.80	3.29	7.49
Franklin Resources	BEN	Financial Svcs. (Div.)	90.69	65.02	91.06	12.2%	17.4	3.95	2.11	2.91	3.24	7.40
Freddie Mac	FRE	Financial Svcs. (Div.)	60.67	70.42	104.49	11.3%	10.5	3.10	4.53	2.80	2.65	7.93
Gannett Co.	GCI	Newspaper	54.31	70.72	91.08	7.5%	11.0	4.23	4.21	1.46	2.30	7.40
Gardner Denver	GDI	Machinery	38.02	37.48	57.69	11.9%	18.7	2.23	2.24	3.57	4.11	7.37
Garmin Ltd.	GRMN	Electrical Equipment	97.28	50.42	84.75	13.6%	29.9	3.01	1.65	3.56	5.00	8.01
Genentech Inc.	DNA	Biotechnology	82.29	56.59	87.71	15.4%	55.6	2.24	2.19	4.35	3.63	7.52
Gen'l Dynamics	GD	Aerospace/Defense	64.07	58.95	76.72	9.2%	16.0	4.71	2.68	2.67	3.37	8.14
Gen'l Electric	GE	Electrical Equipment	34.66	35.19	48.37	9.5%	18.1	4.80	2.98	2.33	3.29	8.11
Genlyte Group	GLYT	Building Materials	74.49	48.57	56.56	14.0%	16.9	3.29	2.09	3.38	3.62	7.50
GlaxoSmithKline ADR	GSK	Drug	55.99	47.76	55.43	7.7%	17.6	3.68	2.06	2.46	4.31	7.58
Golden West Fin'l	GDW	Thrift	74.86	66.82	92.97	13.3%	14.3	3.87	2.88	3.07	2.80	7.65
Goldman Sachs	GS	Securities Brokerage	154.09	145.97	191.57	14.1%	9.6	3.78	3.26	3.79	4.38	9.22
Graco Inc.	GGG	Machinery	47.00	30.80	46.56	14.0%	22.7	4.08	1.67	3.41	4.34	8.18
Grainger (W.W.)	GWW	Electrical Equipment	73.60	63.66	90.41	10.4%	18.4	4.17	2.81	2.19	3.55	7.71
Guitar Center	GTRC	Retail (Special Lines)	49.47	43.64	69.88	15.9%	18.1	2.68	3.60	3.37	2.72	7.50
Harley-Davidson	HDI	Recreation	50.61	52.50	79.98	11.5%	13.8	4.11	3.65	3.61	3.24	8.86
HCC Insurance Hldgs.	HCC	Insurance (Prop/Cas.)	30.50	28.38	39.40	12.4%	11.8	2.67	3.24	3.77	2.94	7.65
Health Mgmt. Assoc.	HMA	Medical Services	20.90	25.04	39.37	12.1%	14.4	3.13	4.46	3.06	2.67	8.07
Heartland Express	HTLD	Trucking	17.35	13.72	18.54	10.3%	21.2	3.57	2.55	2.94	3.19	7.42
Helix Energy Solutions	HELX	Oilfield Svcs/Equip.	36.04	36.66	53.94	16.5%	11.6	1.52	3.68	5.00	4.17	8.70
Henry (Jack) & Assoc.	JKHY	Computer Software/Svcs	19.29	19.67	29.75	12.9%	19.5	3.36	3.39	3.17	3.05	7.86
Hershey Co.	HSY	Food Processing	56.33	48.60	62.93	10.0%	22.8	4.21	1.77	2.46	3.65	7.32
Home Depot	HD	Retail Building Supply	38.00	50.35	76.62	13.0%	12.4	4.81	4.59	3.42	4.23	10.00
Hormel Foods	HRL	Food Processing	35.96	31.47	43.38	9.4%	18.2	4.47	2.54	2.01	3.91	7.84

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Horton D.R.	DHI	Homebuilding	26.16	28.52	44.89	13.9%	4.8	4.23	4.37	4.88	1.19	8.89
Hovnanian Enterpr. 'A'	HOV	Homebuilding	32.36	38.45	68.10	13.1%	4.0	2.62	5.00	4.56	0.56	7.72
Hudson City Bancorp	HCBK	Thrift	14.00	13.17	19.11	13.5%	25.5	2.80	3.20	3.49	2.76	7.42
HydriL	HYDL	Oilfield Svcs/Equip.	77.65	47.78	66.93	16.5%	20.1	2.68	2.20	3.73	3.69	7.45
Illinois Tool Works	ITW	Metal Fabricating	50.07	45.59	66.67	10.9%	17.3	4.57	3.54	2.58	3.96	8.88
Imperial Oil Ltd.	IMO	Canadian Energy	37.69	25.66	31.49	7.5%	16.1	4.13	2.29	2.79	3.51	7.71
Ingersoll-Rand	IR	Machinery	44.27	39.54	61.92	11.3%	12.8	3.80	2.70	2.74	4.12	8.10
Ingram Micro 'A'	IM	Computers/Peripherals	17.50	20.20	29.76	8.4%	10.7	1.88	5.00	1.78	3.47	7.35
Int'l Business Mach.	IBM	Computers/Peripherals	79.52	87.10	124.87	9.5%	14.0	4.49	3.57	1.87	3.26	8.00
Intuit Inc.	INTU	Computer Software/Svcs	55.63	50.14	71.27	12.0%	16.6	2.77	2.77	3.80	3.75	7.93
Jabil Circuit	JBL	Electronics	36.05	29.41	44.66	12.5%	22.5	2.45	3.04	3.61	3.16	7.44
Johnson & Johnson	JNJ	Medical Supplies	60.74	61.82	85.32	9.8%	16.2	5.00	3.29	2.67	3.96	9.05
Johnson Controls	JCI	Auto Parts	89.12	71.87	95.48	10.3%	17.7	4.21	2.41	2.73	3.16	7.59
KB Home	KBH	Homebuilding	51.10	55.37	85.77	14.2%	4.6	3.72	4.43	4.13	1.91	8.60
Knight Transportation Inc	KNX	Trucking	19.82	13.73	19.20	15.2%	24.2	3.34	2.80	3.93	3.00	7.92
Kohl's Corp.	KSS	Retail Store	54.33	51.03	87.30	14.5%	20.3	3.52	3.77	3.18	4.18	8.88
L-3 Communic. Hldgs.	LLL	Aerospace/Defense	75.21	74.84	110.93	11.7%	15.6	2.64	3.46	3.61	3.12	7.77
Landstar Sys.	LSTR	Trucking	46.11	26.55	36.23	12.7%	22.2	3.48	1.53	3.07	4.01	7.33
Lauder (Estee)	EL	Toiletries/Cosmetics	40.16	39.61	52.80	9.2%	17.7	3.66	2.87	2.52	3.36	7.53
Legg Mason	LM	Securities Brokerage	95.80	86.75	136.38	14.2%	19.1	3.12	3.02	3.78	2.69	7.64
Lehman Bros. Holdings	LEH	Securities Brokerage	67.53	58.28	80.31	12.6%	10.8	2.79	3.14	3.28	3.74	7.84
Lennar Corp.	LEN	Homebuilding	48.08	52.39	79.38	12.1%	5.1	3.83	4.74	3.85	1.62	8.51
Lifepoint Hospitals Inc	LPNT	Medical Services	36.19	34.48	50.29	13.7%	16.7	2.11	3.97	2.91	3.29	7.44
Lilly (Eli)	LLY	Drug	52.03	51.04	70.58	8.7%	16.8	4.15	3.14	1.95	3.85	7.94
Linear Technology	LLTC	Semiconductor	35.23	35.58	53.21	13.8%	24.5	3.64	3.88	2.87	2.96	8.09
Liz Claiborne	LIZ	Apparel	38.99	37.46	51.95	8.9%	13.7	4.57	3.47	1.79	2.55	7.51
Lowe's Cos.	LOW	Retail Building Supply	63.46	67.82	105.29	14.2%	15.4	4.37	3.42	4.00	3.82	9.46
M&T Bank Corp.	MTB	Bank	116.89	109.30	144.53	9.6%	16.1	4.22	3.18	2.49	2.94	7.77
M.D.C. Holdings	MDC	Homebuilding	55.50	58.94	86.44	13.5%	4.7	3.87	4.59	3.81	1.63	8.43
Manpower Inc.	MAN	Human Resources	65.12	51.36	77.32	11.2%	19.8	3.03	2.55	2.36	4.75	7.69
Manulife Fin'l	MFC	Insurance (Life)	66.97	45.99	63.35	12.9%	35.2	3.90	2.64	3.05	2.93	7.58
Marshall & Ilsley	MI	Bank (Midwest)	45.87	42.91	57.22	9.4%	14.5	4.04	3.32	2.15	2.99	7.58
Martin Marietta	MLM	Cement & Aggregates	94.52	69.21	95.67	11.1%	18.1	2.84	2.53	3.23	4.05	7.67
Maxim Integrated	MXIM	Semiconductor	32.37	32.14	52.88	14.7%	21.4	3.41	4.13	3.11	2.57	8.01
McDonald's Corp.	MCD	Restaurant	33.51	32.57	45.48	8.6%	15.7	4.23	3.34	2.18	3.24	7.87
Medtronic Inc.	MDT	Medical Supplies	51.20	50.17	75.33	13.5%	22.2	4.84	3.42	3.15	3.82	9.23
Meredith Corp.	MDP	Publishing	50.97	52.91	73.33	11.5%	16.2	3.41	3.25	3.06	2.85	7.62
Meritage Corp	MTH	Homebuilding	54.01	54.66	81.28	12.2%	4.6	2.60	4.37	4.56	0.84	7.50
Microchip Technology	MCHP	Semiconductor	34.83	27.47	42.47	12.5%	24.7	2.73	3.11	3.17	3.38	7.50
Microsoft Corp.	MSFT	Computer Software/Svcs	22.76	25.50	37.47	11.4%	17.7	4.58	4.22	2.30	3.15	8.64
Moody's Corp.	MCO	Information Services	52.92	39.52	58.12	14.7%	25.8	3.86	1.90	4.64	3.10	8.18
Morgan Stanley	MS	Securities Brokerage	60.59	59.55	83.77	10.9%	11.0	3.30	3.28	2.40	3.41	7.51
Mylan Labs.	MYL	Drug	20.91	19.53	26.65	8.8%	21.1	2.93	3.24	3.05	3.54	7.73
Nabors Inds.	NBR	Oilfield Svcs/Equip.	36.02	35.85	54.02	12.2%	12.5	1.87	3.76	4.19	3.79	8.25
Newfield Exploration	NFX	Natural Gas (Div.)	45.03	41.35	51.82	11.6%	10.3	1.97	3.85	4.05	2.40	7.44
NIKE Inc. 'B'	NKE	Shoe	81.79	80.98	113.87	11.5%	15.6	4.54	3.25	2.73	3.45	8.46
Novartis AG ADR	NVS	Drug	56.40	44.59	59.67	7.9%	19.7	3.86	2.62	2.22	3.79	7.57
Novo Nordisk ADR	NVO	Drug	64.00	49.23	71.00	11.6%	22.2	3.61	2.84	2.82	3.21	7.57
Nuveen Investments Inc	JNC	Financial Svcs. (Div.)	46.22	31.08	41.41	12.2%	20.5	4.01	1.66	3.16	3.71	7.60
NVR Inc.	NVR	Homebuilding	612.00	642.90	1049.87	15.1%	6.0	3.52	4.15	4.87	1.92	8.77
Occidental Petroleum	OXY	Petroleum (Integrated)	100.90	86.16	96.88	9.8%	9.1	3.12	2.99	2.76	4.15	7.90
Omnicom Group	OMC	Advertising	96.06	84.64	118.36	9.9%	20.7	3.77	2.75	2.59	3.95	7.91
Oracle Corp.	ORCL	Computer Software/Svcs	14.15	15.78	24.85	14.7%	16.0	2.70	3.87	3.69	4.00	8.64
O'Reilly Automotive	ORLY	Retail Automotive	33.04	26.69	40.60	13.1%	20.5	3.67	2.83	3.59	3.37	8.15
Oshkosh Truck	OSK	Auto & Truck	54.00	37.72	54.79	15.9%	19.3	3.64	2.25	3.90	3.07	7.80
PACCAR Inc.	PCAR	Auto & Truck	78.99	76.32	97.21	9.5%	9.9	2.80	2.90	3.22	3.20	7.35
Pacific Sunwear	PSUN	Retail (Special Lines)	20.57	23.48	39.36	14.4%	12.5	3.20	3.94	3.44	1.74	7.47
Patterson Cos.	PDCO	Medical Supplies	34.42	33.40	49.87	12.4%	23.1	3.74	3.29	3.37	2.66	7.92
Paychex Inc.	PAYX	Computer Software/Svcs	37.45	36.89	53.67	14.3%	31.2	4.09	2.15	3.43	2.85	7.59
Penn National Gaming Inc	PENN	Hotel/Gaming	38.88	21.89	30.83	17.4%	23.7	2.15	2.08	5.00	3.28	7.58
PepsiCo Inc.	PEP	Beverage (Soft Drink)	60.67	54.68	70.49	10.0%	21.1	5.00	2.35	2.38	4.27	8.49
Petroleo Brasileiro ADR	PBR	Petroleum (Integrated)	89.32	59.66	64.74	9.8%	7.3	2.07	2.79	3.65	3.70	7.40
Pfizer Inc.	PFE	Drug	24.19	31.76	44.06	6.4%	11.8	4.68	4.61	2.34	3.31	9.05
Price (T. Rowe) Group	TROW	Financial Svcs. (Div.)	80.94	57.52	84.54	12.2%	23.5	4.19	2.22	2.60	4.03	7.91
Procter & Gamble	PG	Household Products	53.95	52.17	69.02	9.3%	20.8	4.64	3.07	1.89	3.07	7.68

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Company Name	Ticker Symbol	Industry Name	6/2/06 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
Pulte Homes	PHM	Homebuilding	31.33	33.62	57.50	16.1%	5.2	3.87	4.01	3.86	0.94	7.69
Qualcomm Inc.	QCOM	Telecom. Equipment	47.00	36.24	52.85	14.2%	35.1	2.96	2.46	3.42	3.52	7.49
Quiksilver Inc.	ZQK	Retail (Special Lines)	12.60	12.38	20.18	13.4%	16.8	2.33	3.90	3.47	3.26	7.85
ResMed Inc.	RMD	Medical Supplies	45.47	29.46	45.37	15.8%	33.3	3.66	1.93	4.33	3.58	8.18
Ross Stores	ROST	Retail (Special Lines)	28.38	24.47	39.36	14.5%	19.2	3.63	2.97	3.13	2.92	7.66
Royal Bank of Canada	RY	Bank (Canadian)	41.94	37.95	48.10	10.3%	13.7	4.02	3.08	2.45	2.90	7.54
Ruby Tuesday	RI	Restaurant	28.38	25.93	41.48	12.6%	16.9	2.75	2.97	3.18	3.49	7.51
Ryland Group	RYL	Homebuilding	49.50	53.24	79.61	13.0%	4.8	3.65	4.42	4.16	0.87	7.94
Schein (Henry)	HSIC	Medical Supplies	46.90	35.71	53.22	12.1%	22.8	3.11	2.70	3.06	3.26	7.35
Schlumberger Ltd.	SLB	Oilfield Svcs/Equip.	66.18	42.48	58.26	12.5%	27.2	2.69	1.48	3.55	5.00	7.71
SEI Investments	SEIC	Computer Software/Svcs	46.31	38.18	59.69	14.1%	21.4	4.04	2.73	3.76	3.83	8.70
Sherwin-Williams	SHW	Chemical (Specialty)	49.18	46.50	66.22	11.5%	13.1	3.80	2.94	2.60	3.26	7.63
Sigma-Aldrich	SIAL	Chemical (Specialty)	70.25	59.26	77.47	8.6%	18.9	4.12	2.60	2.44	3.17	7.48
SLM Corporation	SLM	Financial Svcs. (Div.)	54.21	46.05	74.15	14.9%	20.1	4.16	3.11	3.60	3.26	8.57
Smith Int'l Inc.	SII	Oilfield Svcs/Equip.	41.44	32.55	47.31	13.6%	19.6	1.98	2.81	4.16	4.27	8.01
Southern Peru Copper	PCU	Metals & Mining (Div.)	86.96	65.17	90.32	14.6%	7.2	1.66	2.77	4.76	3.71	7.82
Speedway Motorsports	TRK	Recreation	38.22	38.97	52.58	9.0%	14.9	3.00	3.08	2.67	3.38	7.35
St. Jude Medical	STJ	Medical Supplies	34.50	31.22	48.39	14.7%	28.5	3.11	3.31	4.20	2.54	7.97
Standard Pacific Corp.	SPF	Homebuilding	30.00	32.29	47.83	11.7%	4.4	3.02	4.39	3.31	1.71	7.53
Staples Inc.	SPLS	Office Equip/Supplies	24.10	20.32	31.38	13.8%	19.8	3.72	2.74	2.99	2.83	7.44
Starbucks Corp.	SBUX	Restaurant	35.99	26.52	36.96	15.4%	50.0	3.70	1.57	3.93	3.48	7.68
State Street Corp.	STT	Bank	63.35	52.89	76.57	10.9%	20.0	3.47	2.84	2.77	3.24	7.46
Strayer Education	STRA	Educational Services	101.93	91.24	146.97	16.5%	29.5	3.77	2.75	3.67	2.65	7.78
Stryker Corp.	SYK	Medical Supplies	44.65	43.98	72.52	15.6%	22.9	3.97	3.48	4.00	3.30	8.93
Suncor Energy	SU	Canadian Energy	82.38	47.70	59.69	10.4%	18.9	3.10	1.42	3.90	3.76	7.38
SunTrust Banks	STI	Bank	77.02	74.30	91.30	8.3%	13.1	3.80	3.42	1.90	3.61	7.72
Swift Transportation	SWFT	Trucking	29.11	25.94	41.30	11.4%	16.0	1.85	3.45	2.82	4.69	7.77
Synovus Financial	SNV	Bank	26.47	27.80	39.16	9.2%	15.0	3.79	3.72	2.61	2.51	7.65
Sysco Corp.	SYU	Food Wholesalers	30.55	29.89	43.45	11.6%	20.7	4.87	2.61	2.97	2.31	7.73
Taiwan Semic. ADR	TSM	Semiconductor	9.79	9.66	16.40	15.2%	12.6	2.21	4.19	3.98	3.21	8.24
Target Corp.	TGT	Retail Store	49.19	49.79	76.98	12.9%	16.7	3.96	3.35	2.89	3.12	8.07
Technical Olympic USA In	TOA	Homebuilding	18.09	20.61	30.59	12.4%	4.3	2.53	4.79	3.62	1.31	7.42
Teva Pharmac. (ADR)	TEVA	Drug	37.53	33.05	52.12	14.9%	21.4	2.76	3.15	4.21	3.18	8.06
Thor Inds.	THO	Manuf. Housing/RV	49.95	35.89	53.42	13.4%	17.1	2.98	2.36	4.18	4.41	8.44
3M Company	MMM	Chemical (Diversified)	84.78	76.24	99.38	8.8%	19.0	4.52	2.69	2.24	3.49	7.84
Tiffany & Co.	TIF	Retail (Special Lines)	34.39	33.48	51.94	11.8%	19.0	3.90	3.31	2.59	2.39	7.38
TJX Companies	TJX	Retail (Special Lines)	23.70	22.69	34.55	12.2%	16.3	4.44	3.40	2.91	2.83	8.23
Toll Brothers	TOL	Homebuilding	28.83	31.54	48.08	12.2%	5.8	3.34	4.48	4.02	1.68	8.19
Torchmark Corp.	TMK	Insurance (Life)	59.73	54.51	68.09	7.7%	12.4	4.26	3.63	1.89	2.47	7.42
Toro Co.	TTC	Home Appliance	48.60	32.95	46.28	11.4%	16.8	3.42	1.91	3.80	4.01	7.96
Total ADR	TOT	Petroleum (Integrated)	65.98	70.39	88.91	8.5%	10.1	3.80	4.11	2.71	4.38	9.08
Total System Svcs.	TSS	Financial Svcs. (Div.)	18.72	20.63	30.43	11.6%	18.0	3.97	4.52	2.99	2.38	8.40
Tractor Supply	TSCO	Retail Building Supply	59.24	38.13	67.35	15.4%	26.2	3.34	2.32	3.84	2.91	7.52
Triad Guaranty Inc.	TGIC	Financial Svcs. (Div.)	54.95	50.78	67.93	11.8%	11.8	3.29	4.01	2.64	3.59	8.20
Trustmark Corp.	TRMK	Bank	31.00	28.80	35.65	8.1%	15.1	3.85	3.17	1.70	3.39	7.34
UCBH Hldgs Inc	UCBH	Bank	18.05	17.91	26.14	13.8%	17.4	2.80	3.58	3.75	2.74	7.80
UnionBancal Corp	UB	Bank	68.26	60.99	72.41	8.7%	13.7	3.97	2.86	2.17	3.14	7.36
Unit Corp.	UNT	Petroleum (Producing)	61.77	55.76	72.19	23.6%	9.3	1.68	3.23	4.61	2.65	7.38
United Parcel Serv.	UPS	Air Transport	81.05	78.99	104.97	10.7%	21.4	3.81	2.67	2.65	4.25	8.11
United Technologies	UTX	Diversified Co.	63.03	52.32	73.39	11.0%	18.6	4.51	2.77	2.69	3.69	8.29
UnitedHealth Group	UNH	Medical Services	46.98	44.44	75.17	17.1%	17.2	4.51	3.67	4.25	2.66	9.14
Urban Outfitters	URBN	Retail (Special Lines)	18.96	14.27	26.69	19.2%	22.8	2.73	3.35	4.66	1.47	7.40
Valero Energy	VLO	Petroleum (Integrated)	63.05	51.00	56.59	7.9%	8.3	1.84	2.56	3.69	4.09	7.38
Vulcan Materials	VMC	Cement & Aggregates	81.89	61.07	85.34	10.5%	18.2	3.49	2.13	3.01	4.06	7.68
Walgreen Co.	WAG	Pharmacy Services	42.65	40.00	60.41	13.8%	24.9	5.00	2.79	3.19	3.13	8.55
Wal-Mart Stores	WMT	Retail Store	47.83	49.77	74.75	12.2%	16.7	4.84	3.58	2.85	4.55	9.58
Washington Mutual	WM	Thrift	46.18	43.72	59.10	8.7%	12.1	3.17	3.72	2.33	3.06	7.45
Weatherford Int'l	WFT	Oilfield Svcs/Equip.	53.92	34.74	50.60	11.8%	24.2	1.64	2.35	3.89	5.00	7.81
Wells Fargo	WFC	Bank	68.14	63.82	86.48	10.6%	14.1	3.91	3.34	2.44	3.03	7.70
Williams-Sonoma	WSM	Retail (Special Lines)	37.73	35.03	53.61	12.1%	20.1	3.16	3.65	3.23	2.08	7.35
Wolverine World Wide	WWW	Shoe	23.45	20.58	29.90	11.5%	17.1	3.77	3.01	2.48	2.93	7.39
Wrigley (Wm.) Jr.	WVY	Food Processing	45.52	47.64	60.87	9.0%	24.0	4.87	2.61	2.24	2.65	7.50
Xilinx Inc.	XLNX	Semiconductor	26.81	29.31	42.71	11.3%	23.5	2.58	3.92	3.16	3.09	7.73
XTO Energy	XTO	Natural Gas (Div.)	42.10	41.11	54.37	15.7%	9.6	1.65	3.70	5.00	2.94	8.06
Yahoo! Inc.	YHOO	Internet	31.52	24.40	34.03	12.8%	61.8	2.05	2.57	4.38	3.14	7.36