

**Raymond James
Investor Access**

Those of you that are clients of Raymond James, and use Investor Access have been informed that they have changed the system to give you more information and in a clearer and easier fashion.

Of course, this generated computer glitches. Steven has been talking with the powers that be, and he will be involved in future developments. For things like this to work perfectly, they must go through a test period and also be reviewed by an end-user and a computer person. Steven is both.

Personals

The Alaska Airmen's Assoc. had a drawing. First prize a new airplane. Second prize (which I won) was a year's subscription to Trade-A-Plane, 200 pages of airplane ads. In reading my latest copy, I came across this category, with one ad in it.

17320 • PERSONAL

RETIREE CROP DUSTER, living on small high altitude Montana horse ranch with personal airport and airplane. I am physically fit, educated, hard working and/or playing. Non-smoker, honest Christian. No baggage or debts. Live in Montana all summer & fall for elk and deer hunting. Go to hot climate for winter. Looking for intelligent, gorgeous, svelte lady soulmate, friend, confidant & lover forever. You are plus or minus 54 years old with a nice derriere in jeans. Give me (FLKLF Forrest) a call. Let's talk and get acquainted. We'll fly to Oshkosh Fly-In and other fly-ins. MT/(406) 439-0653.

**17361 • PROPELLERS-HAMILTON
STANDARD (For Sale)**

I Don't Agree!

by Arthur Rosenberg

Please keep in mind that no one is responsible for this article other than me.

There was a large article in the Wall Street Journal about 2 weeks ago titled "Failure of a Fail-Safe Strategy Sends Investors Scrambling." The bottom line of the article was that diversifying over various asset classes just doesn't work any more. I answer that two ways.

First, there were ALWAYS times when it didn't work, not just in down markets (the emphasis in the article) but in up markets as well. Here are the net annual returns of two managed accounts, each with a different style (future results may differ, of course):

Year	Value	Growth
1995	+30.37	+ 30.18
1996	+14.45	+ 24.23
1997	+21.40	+32.43
1998	+ 9.52	+32.12
1999	+ 6.49	+27.27
2000	+12.09	- 8.52
2001	- 1.53	-15.06
2002	-20.39	-24.12
2003	+34.31	+32.86
2004	+13.06	+19.05
2005	+ 7.75	+ 9.05
2006	+18.10	+ 3.45
2007	- 2.96	+13.21
2008	-43.09	-46.00

OK. It didn't work in 1995, 2002, 2003, 2005 and 2008. Of course the article particularly emphasized 2008. As you can see, there were years in which the returns were the same, so although history repeats itself, the change is not permanent.

Second, the different styles can change their relationship with each other over time. E.g. Japanese stocks were thought to be different from the rest of Asia but more recently the performance has been quite similar. Re-balancing, which I will explain in a later article, would have made a large difference in the over-all performance of the portfolio.

Put Some Lipstick On That Pig!



Outside



Upper Level



Upper Level



Part of Lower Level

Yes, it's going to take a good bit of work. We closed on the purchase on Wednesday, September 2nd. We will have about 30% more space, and will save almost 50% on what we are paying in rent now.

STAFF

Arthur Rosenberg.....President
 Steven Rosenberg.....Exec. Vice President
 Jacki Simmons.....Vice President
 Tom Gallagher.....Investment Assistant
 Joanne Keller.....Investment Assistant
 Allen Hefner.....Client Services
 Erica Gurian.....Client Services
 Halina Campbell.....Client Services
 Bill Harbison.....Accounting
 Carol Edmond.....Client Service
 Carla SchenkClient Service

THE ARANDA GROUP
 Jenkins Court - Suite 230
 610 Old York Road
 Jenkintown, PA. 19046-2837
 Phone - 215-576-6666
 Toll Free- 877-272-4033
 Fax- 215-884-0356
 Web Site
www.arandagroup.com

We have finished plans and specs. We presented these to four General Contractors and they had their bids in on the required date, September 22nd. I think it will take a couple of weeks to go over these and make the final decision. Assuming all goes as planned (it never does) we should be able to move in January or February. We have a little leeway. Our lease is up at our current location at the end of March.

The biggest decision has been made. The finished building will be called "The Aranda Building." (Was there ever a doubt?)

A big thank you to our good friend and Real Estate Broker, Lee Rosenthal. Lee, our friend, you really were a life saver, many times over. You sure know your stuff!

Signal 30

Recently on television, there was a blurb about an addition on U Tube, produced in England, featuring automobile accidents caused by youngsters "texting" on their phones. It was rather dramatic (and pretty bloody). There were warnings about the rather violent nature of the video.

There was a discussion about the effectiveness of this "new" form of scare tactics to get people to be more careful about pulling off the road, stopping the car, and then doing their cell phone or PDA thing.

It brought back to memory (with the help of my friend, The Rode) another video (well actually a film). This was back in 1962. We were both was stationed in Fort Eustis Virginia compliments of the U.S. Army. (This was by invitation. My first stint was in Fort Knox Kentucky. I was proud of the part I played in that neither Kentucky nor Virginia were ever invaded.)

We were about to leave on our first Three Day Pass. The cars were raring to go and so were we. Just waiting until 4 PM when we were permitted to leave.

We were then asked (ordered) to go inside where we were to watch a film. The title was "Signal 30." It was a pretty gory film of automobile accidents and the effects on the drivers and passengers. I think we all walked out after the film a little nervous about the 6 hour drive home. (As I recall, we got over it.)

It probably worked then and I sincerely hope it works now. I see adults as well as kids "texting" and driving. Let's all be careful out there.