

Reallocation Commentary
March 10, 2005

Sometimes, our decision to reallocate portfolio weightings is driven by selling positions that meet our sell discipline and then purchasing other positions that meet our buy standards. We have just implemented a reallocation in the ICON Frontier Portfolios but not for this reason.

Our analysis indicates the international markets are particularly attractive, and our methodology has led us to invest more assets internationally. In fact, it is difficult to find industries to sell in the U.S., as underpricing relative to our estimate of intrinsic value is the norm. Nevertheless, we have slightly reduced positions in the Information Technology and Financials sectors in order to increase international positions in the Frontier Growth Portfolio.

In the Frontier Moderate Growth Portfolio, we have reduced the Information Technology weighting. In the Frontier Conservative Growth Portfolio, the Information Technology position was liquidated and replaced with Healthcare because our system indicates certain industries in Healthcare look very attractive.

Past performance does not guarantee future results. Opinions and forecasts regarding industries, companies, and/or themes, and portfolio composition and holdings, are all subject to change at any time, based on market and other conditions, and should not be construed as a recommendation of any specific security.

Investments in foreign securities may entail unique risks, including political, market, and currency risks. An investment in a sector fund may involve greater risk and volatility than a diversified fund, and the technology sector has been among the most volatile sectors in the market.