The Wealth Preserver

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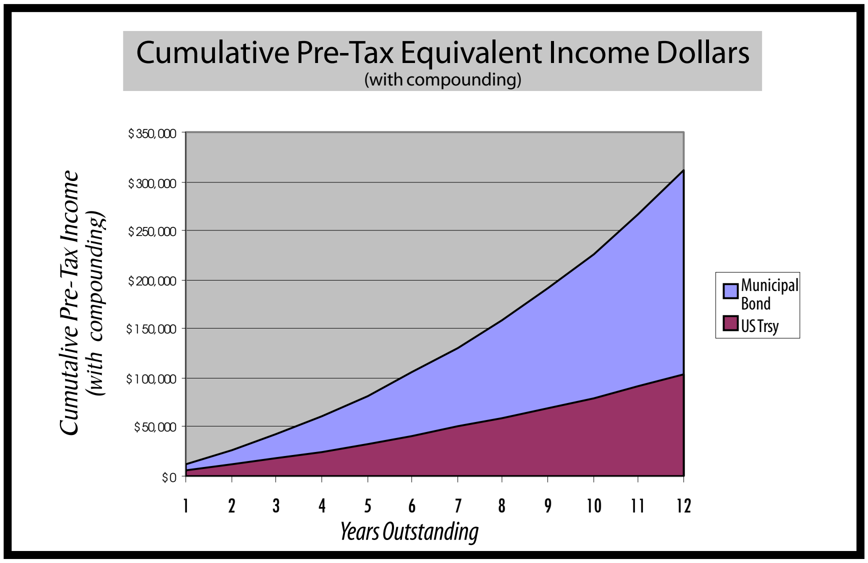
Special Municipal Bonds Can Outperform Similar Risk U.S. Treasuries by 200%!

On May 9th, 2001 we made a $135,000 par purchase that should achieve equity-sized returns at a fraction of the risk of stocks. As you can see from the graph below, this purchase by far outperforms U.S. Treasuries on a pre-tax equivalent basis, especially the longer it is outstanding.

The graph below demonstrates how much more Pre-Tax Income our client will receive compared to a U.S. Treasury over the next 12 years, if the income is reinvested at the same rate of return and the bond makes it to maturity - the municipal bond produces 200% more income than a similar risk U.S. Treasury by the 12th year! After the 12 year period, the municipal bond will have produced $311,746 in interest, whereas the U.S. Treasury only produced $103,773; the municipal bond earned **200% more income** on a pre-tax equivalent basis!

After this astonishing comparison I'm sure we need to answer some technical questions, so below we have analyzed the two investments so you can "see for yourself" how our municipal bond stacks up to other market opportunities!



We made our purchase at a tax-free 3.12% yield to the next possible call on 6-11-01 at 102 and a tax-free 6.47% to its maturity on 3-1-13. Importantly, these rates translate into Federal pre-tax equivalents of 5.17% and 10.71%, respectively (see table on next page). The yields are considerably better than U.S. Treasuries, which are subject to Federal income tax and are yielding a

Executive Summary

On May 9th, 2001 we made a $135,000 par purchase that should achieve equity-sized returns at a fraction of the risk of stocks. This particular bond possesses exceptional potential to outperform equal risk U.S. Treasuries.

As demonstrated in the graph at the left, this municipal bond, on a pre-tax basis, can produce 200% more income than a U.S. Treasury with the same length of maturity of 12 years and similar risk!

*As usual when evaluating a bond we evaluate the credit and interest rate risk. This bond has minimal credit risk as it is insured by MBIA **and** has a high credit rating of Aaa/AAA. The interest rate risk of this particular bond is also low as it is a "cushion bond" whose dollar price will hold up even with a rise in interest rates.*

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maximum of 5.27% for twelve-years! And, of course, the risk is dramatically lower than the stock market, which historically has delivered long-term average annual returns of only 10% to 11%.

Purchase Summary in Yield

Yield to	Date	Tax-Free	Fed & CA Pre-Tax Equivalent	Federal Pre-Tax Equivalent	U.S. Treasury	Spread	Duration
Next Call	*6-11-01*	*3.12%*	*6.10%*	*5.17%*	*3.76%*	*141 b.p.*	*0.1 years*
Maturity	*3-1-13*	*6.47%*	*12.66%*	*10.71%*	*5.27%*	*544 b.p.*	*8.0 years*

These bonds are California state tax-free and our client lives in California so his pre-tax equivalent yields considering both Federal and California State taxes calculate out to 6.10% to the less than one year call and12.66% to the twelve-year maturity!

Low interest rate risk - The position also has much lower interest rate risk than a twelve-year treasury and will hold up very well if interest rates rise.

Because of the bond's thirty-day call at 102, we were able to purchase it at 102.26. If the bond did not have a call, it would yield about 4.75% to maturity for a dollar price of approximately 118 points. Thus, the bond market in general could fall 15.74 points (118 less 102.26) before this bond's price would drop much.

Low call risk – This bond passed its first call earlier this year on 3-1-01 and has been callable ever since. Because the bond already passed its first call and it is backed by a hospital,

Purchase Summary in Dollars

(Annualized dollar returns on $135,000 investment)

Yield to	*Date*	*Fed Pre-Tax Equivalent*	*Treasury*	*Pre-Tax Out performance of U.S. Tsy's*	*Life*	*Muni Total Outperformance*
Next Call	*6-11-01*	*$6,979*	*$5,076*	*$1,903*	*1 month*	***$158***
Maturity	*3-1-13*	*$14,458*	*$7,115*	*$7,343*	*12 years*	***$88,116***

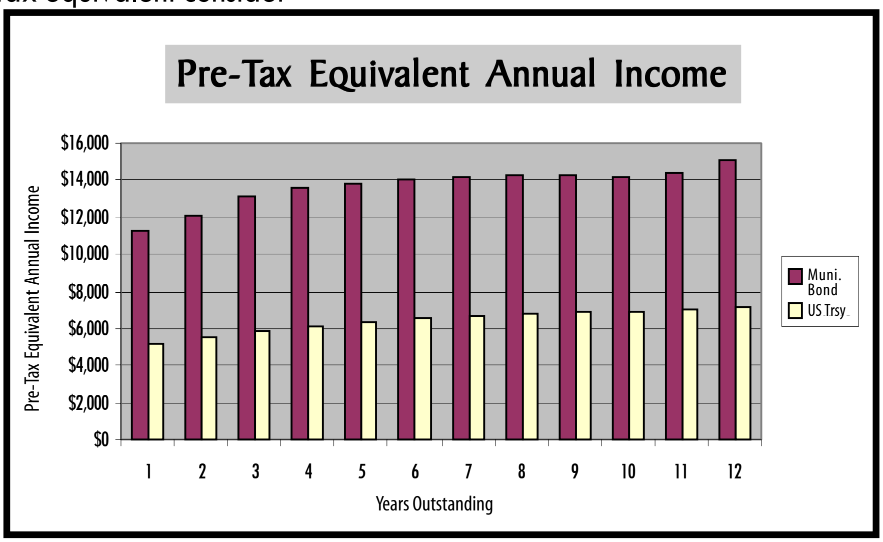
we believe that the likelihood of it being called soon is low, primarily because hospital bonds are having difficulty being refinanced. Importantly, this bond has low credit risk since it is insured by MBIA; accordingly, it's rated Aaa by Moody's and AAA by S&P. Also, even if the bond were called immediately, our return is still a tax-free 3.12%, 5.17% pre-tax equivalent considering only Federal taxes and 6.10% pre-tax equivalent considering both Federal and California taxes, for a resident of California.

More yield- From the table above, you can see that this investment should easily outperform U.S. Treasuries while having minimal credit risk. In yield terms the outperformance should be 1.41 percentage points to 5.44 percentage points on a pre-tax equivalent basis adjusted for Federal taxes.

More dollars - In dollar terms (pre-tax equivalent, annualized), the out performance should be between $1,903 and $7,343 more than if invested in U.S. Treasuries. **Over the life of the investment, the municipal bond will outperform U.S. Treasuries by $158 for the first month, up to $88,116 over twelve years! (without compounding, which as you saw on page 1 made it even higher) and, with dramatically less interest rate risk!**

To sum up our analysis of this purchase, we have broken down the income in terms of the annual benefit in pre-tax equivalent dollars and cumulative pre-tax income over the 12 year period.

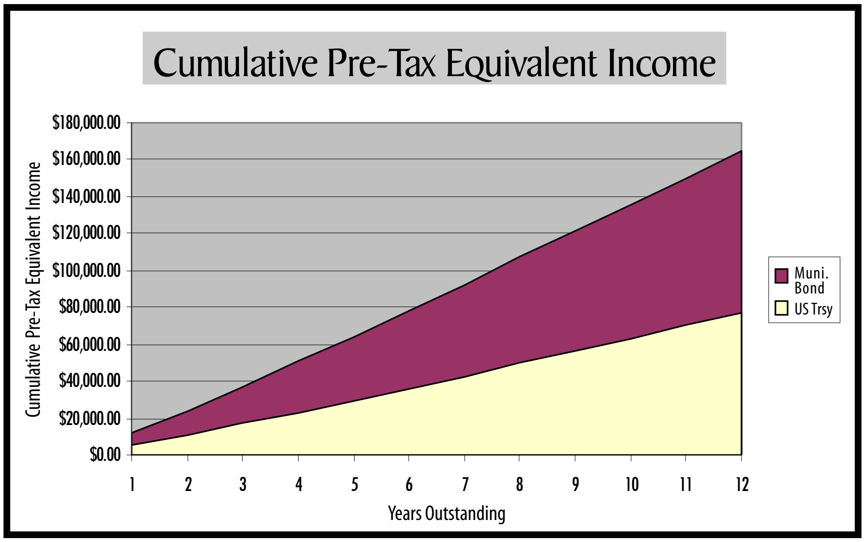
Our first graph shows how much our client will receive in income annually, if the bond continues



to pass the calls. As you can see in the graph above, the municipal bond by far outperforms the U.S. Treasury after just one year by $6,143! And if the bond goes uncalled all the way to maturity it would produce $7,972 more income than the U.S. Treasury in the 12th year alone, that's over two times the income the U.S. Treasury produced in the 12th year!

Finally we examine what the cumulative pre-tax income would be over the 12 year period for the two investments. The bottom line produced here, the municipal bond created **$87,454 more**

cumulative income over the 12 year period of the investments. Even if the bond was called on 3/1/02 and does not make it all the way to maturity it would still produce **$6291 more cumulative income** than the U.S. Treasury!



We want you to remember, in closing, the low interest rate risk and the high credit rating this municipal bond investment possesses. So the next time you're putting your money in a "safety of principal" investment, make sure it's a municipal bond with Stamper Capital & Investments, Inc., your source for high quality bonds that can outperform other market opportunities!

Equity Size Returns At Your Command!

Do you ever think about the risks taken when investing in the stock market? Investors have little control over the type or amount of risk they take when investing in a company.

risk

Municipal bond characteristics offer different types and levels of risks investors can choose to be a part of, so you are in control of the risks you take on in your investment portfolio.

Stamper Capital specializes in Municipal bond strategies tailored to our clients needs. We educate our clients about the types and levels of risk so they can make smart, well informed decisions about their long-term investment needs.

experience

Stamper Capital has over 16 years experience in different and changing bond markets and offers its expertise and experience at a fraction of the cost of a load mutual fund, starting at a 75 basis point asset management fee.

You have worked long and hard to build a solid portfolio, chances are you will never be able to acquire the amount of money you have saved again in your lifetime, so why risk your hard-earned life savings in the stock market? Call Stamper Capital TODAY to start getting your equity-sized returns at a fraction of the risk! 888-206-6295

rewards

About Stamper Capital & Investments, Inc.

Institutional & High Net Worth Private Account Portfolio Management

Stamper Capital & Investments, Inc. specializes in fixed-income portfolio management strategies and implementation tailored to each client's specifications. In order to help our clients meet their long-term investment goals while maintaining their chosen life-style, we focus on maximizing risk-adjusted performance, that is, we seek to obtain the most return per amount of risk our clients choose to take. The majority of our fixed income portfolios are invested in municipal bonds, but we also offer strategies for taxable municipal bonds, corporate bonds, mortgage-backed securities, high yield corporate (junk) bonds and convertible bonds, you could say we like bonds! In addition to private account management Stamper Capital & Investments, Inc. manages The Evergreen High Income Municipal Bond Fund.

In the 16 years our Portfolio Manager, Clark Stamper, has been managing accounts in the fixed income markets, he has come to believe that maximizing investor's risk-adjusted performance is the most professional and prudent investment approach that can be implemented – and it works, as you can see from our top performance in the table on the back page of this newsletter. Call us today at 888-206-6295 for your free consultation to learn how municipal bonds can dramatically decrease your overall portfolio risk, we'd love to teach you how our strategies will help secure your wealth for your future, or check out our website at www.risk-adjusted.com.

Our Fund Performance

Stamper Capital & Investments, Inc. has managed the Evergreen High Income Municipal Bond Fund since June 1990. The $430 million fund has been repeatedly recognized by Morningstar as a top-performer among its class, with the highest ratings in the current overall, three, five and ten-year periods. Stamper Capital & Investments, Inc. is a Registered Investment Adviser that specializes in the municipal bond market and is dedicated to helping investors earn the maximum return per the amount of risk taken. **Check out our website at www.risk-adjusted.com to find out more about how our strategies can reduce your overall portfolio risk, while maintaining equity-sized returns!**

Short-Term Municipal Bond Fund Category, Morningstar Rankings

Period As of 5-1-01	E.H.I.M.B.F.* Rank	Number of Competitors	Category Average Total Return	E.H.I.M.B.F. Tax-Free Total Returns	Pre-Tax Equivalent Total Return[1]	Morningstar Ratings[2] (5 stars possible)	Percentage Ranking
1 Year	**2**	103	6.43%	8.15%	13.49%		
3 Years	**56**	91	3.98%	3.93%	6.51%	★★★★★	Top 10%
5 Years	**2**	75	4.22%	5.16%	8.54%	★★★★	Top 22.5%
10 Years**	**3**	17	4.99%	5.61%	9.29%	★★★★★	Top 10%
Overall						★★★★★	Top 10%

*E.H.I.M.B.F. = Evergreen High Income Municipal Bond Fund, subadvised by Stamper Capital & Investments, Inc.
** Results from the B shares.

The above chart summarizes the performance of our mutual fund client. We also offer Private Account Management with different strategies and greater opportunities to earn higher yields. **To give you an idea of the types of strategies available and the potentials offered through our Private Account Management be sure to check out the front page article.**

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[1] The pre-tax equivalent total returns are figured based on the highest Federal income tax bracket of 39.6%, no state taxes were included in the calculation.

[2] Morningstar gives its highest rating of five stars overall and for the three, five and ten years ending April 30, 2001 out of 1695, 1458 and 452 municipal bond funds, respectively to the $430 million mutual fund we have managed for over ten years. **The top 10% of the funds in an investment class receive 5 stars, the next 22.5% receive 4 stars.** Morningstar proprietary ratings reflect historical risk-adjusted performance as of April 30, 2001. The ratings are subject to change every month. Morningstar ratings are calculated from the Fund's 3-, 5-, and 10-year average annual returns in excess of 90-day Treasury bill returns with appropriate fee and tax adjustments, and a risk factor that reflects fund performance below 90-day T-bill returns. Past performance cannot guarantee future results.