

# MONEYWATCH

## ADVISORS

Newsletter to Clients

May 2010

**Your happiness is intertwined with your outlook on life.**

Inside my personal 'pending' folder is the above pearl of wisdom and this is the way I begin my business day. I don't claim authorship. In fact I believe from its appearance, it came from a Chinese fortune cookie. Happiness is free of worry. Don't worry about things you cannot change. You and I cannot change the economic environment, the direction of the stock market, the actions of our government, etc. Each of you reading this newsletter is so much better off than the average citizen for two reasons. You care about your future and you are doing something about improving it. Prioritize your life activities by following this rule - health first, family second, business third.

The American economy is bouncing back, albeit in smallish bounces. The stock market has recovered nicely. Worldwide economic growth is on the mend also, in spite of Greece, Spain or Portugal. We at Moneywatch regard these recoveries linked and durable. We invest your money right along with ours. Needless to say, you benefit from some very careful thinking. We are confident that if the current administration and our congressional representatives would get out of the way, the recovery might move along even faster.

Our BlackRock Floating Rate Income Trust (BGT) bounces from the low fourteen dollar area to the high fifteen dollar area and each time it goes up I think it will finally break through the \$16 level. Here's the problem. Tons of people bought lots of shares between fourteen and the high fifteen dollar range and saw their stock fall like a stone in flight during the financial crisis. Most people who invest do so out of greed that is, hoping to make a profit. Should the investment fall in value, fear kicks in and the natural inclination is to want to get even. In fact, the reason most investors never succeed is because they lack discipline. Once all the undisciplined BGT holders get out, the stock price can move higher.

Thank you for your continuing confidence.