



April showers bring May flowers...or so it's said.

On Wall Street, April's showers drenched us in profits in virtually all our favorite stocks. First quarter earnings reports have brought smiles to many an investor as over 2/3 of company results have exceeded analysts' expectations. In fact, corporate profit margins are at their highest levels since the 1950's!

But the infamous elves of Wall Street have already begun muttering their old May adage "Sell in May and go away." We crunched some numbers to determine the validity of this claim that stocks perform poorly during the summer. Indeed, we found hard evidence that over the past few decades investors would have done well to stay out of the market from May to October. However, the trend has broken down. In the past five years, returns from May through October outperformed returns earned during the winter. Our strategy of investing for the long-term has been re-affirmed.

Not only stocks soared in April: Bonds gained considerable market valuation because interest rates dropped. Year-to-date our bonds are UP almost 2% in value.

So, relax and smell the flowers!

*If Yield then Prices

| INDEX | 05.04.2007 | 12.31.2006 | %Change |
|------------|------------|------------|---------|
| DOW JONES | 13,265 | 12,463 | +6.4% |
| S&P 500 | 1,506 | 1,418 | +6.2% |
| NASDAQ | 2,572 | 2,415 | +6.5% |
| Bond YIELD | 4.64% | 4.71% | -0.7%* |

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