



Philadelphia Investment Partners, LP

"Where Our Clients Are Our Partners"

"Eye on the Street"

Wow! What a holiday-shortened week. All the major indices finished up for the week but had a tough start Tuesday, (Dow down 174 pts. or 1.6%) as the Blue chips suffered their biggest one-day point decline since May 2003. All eyes are once again watching oil's every move, as it has creped above the \$50/barrel mark once again, but economic data showing tame inflation on Wednesday and an upward revision to 4th quarter GDP on Friday helped to move the markets upward. Volatility is back, if only for a week.

This week all eyes will be on the employment report on Friday; which will be a strong gage for the labor market and help to firm up plans by the Fed (as far as future rate increases) moving forward. Fourth quarter earnings continue to trickle in and everyone will continue to be occupied by the price, supply and direction of "Mr. Oil".

What to look at this week: February 28, 2005 through March 4, 2005

Key earnings this week: H.J. Heinz (HNZ); AutoZone (AZO); PetsMart (PETM); Costco (COST) 03/04/05 – **The Employment Report** – contains non-farm payrolls, average workweek, unemployment report and average hourly earnings figures.

Broad Market Overview:

	<u>Current</u>	<u>Week ending 2/25/05</u>	<u>Year-to-Date</u>
Dow Jones:	10842	0.52%	0.54%
S&P 500:	1211	0.81%	-0.05%
Nasdaq:	2065	0.33%	-5.06%
Russell 2000: (Small-cap)	638	1.17%	-2.15%
Current 10-year Treasury Note Yield = 4.27%			0.17%

If you have any questions regarding our comments please contact Peter Zeuli, CFA at pzeuli@piplp.com or Brad Pike, CFA at bpike@piplp.com. We may also be reached at (215) 731-9742 or through our website at www.piplp.com.

This day in History: On **March 4, 1933** Franklin Delano Roosevelt is inaugurated as the 32nd president of the U.S. In his famous inaugural address Roosevelt outlined his "New Deal"--an expansion of the federal government as an instrument of employment opportunity and welfare--and told Americans "the only thing we have to fear is fear itself." He delivered a speech that radiated optimism and competence and a broad majority of Americans united behind their new president to lead the nation out of the Great Depression. Born in 1882, Roosevelt was the fifth cousin of Teddy Roosevelt, who served as the 26th U.S. president from 1901 to 1909.

Quote of the Week: Jamie Foxx took home the best actor honors for his portrayal of musician Ray Charles in "Ray." In his acceptance speech he choked up when describing the tough love administered by his grandmother, who now talks to him in his dreams. "I can't wait to go to sleep tonight," he said. "We've got a lot to talk about."