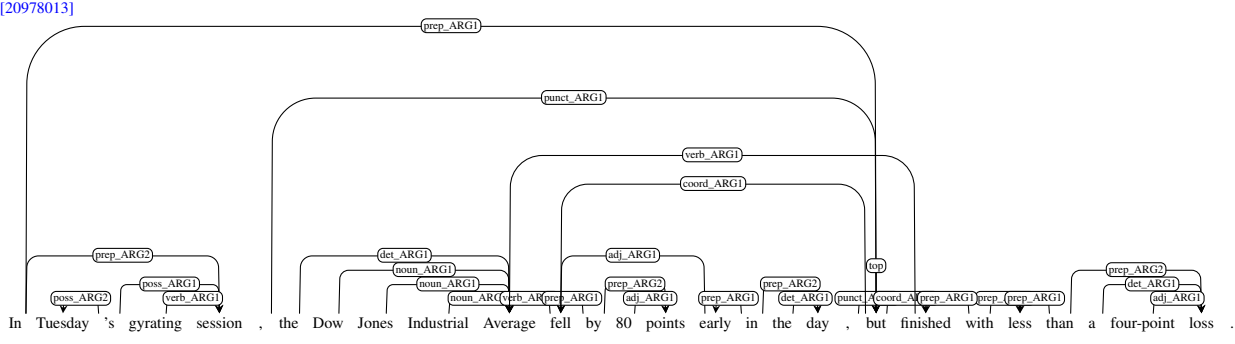
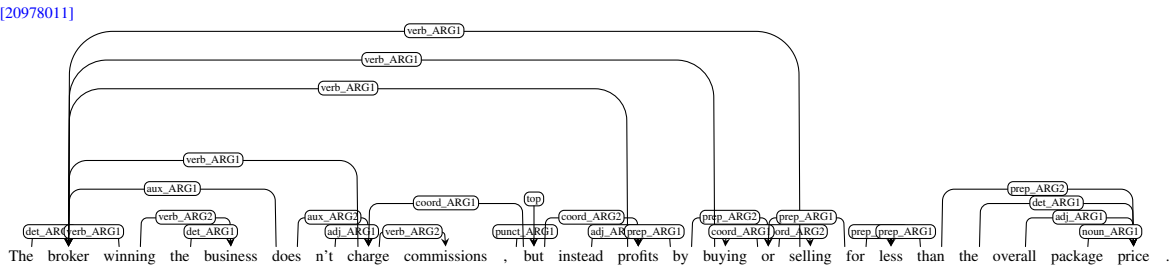
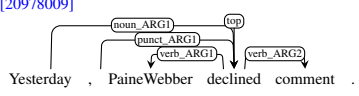
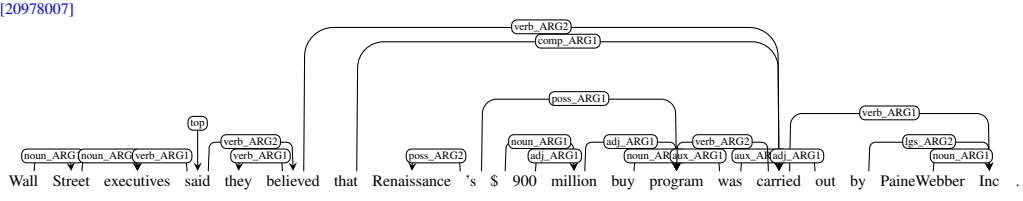
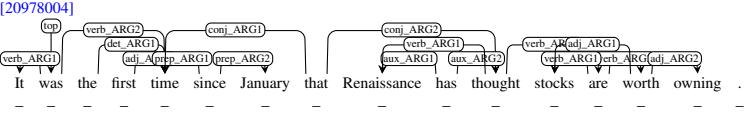
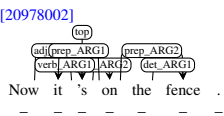


[20978001]



Renaissance 's last portfolio shift , carried out by Goldman , Sachs & Co . , was a highly publicized decision last January to sell its entire stock portfolio and buy Treasury bills .

[20978015]

The sell signal , which sent a bearish chill through the stock market , came when Renaissance 's computer found that stocks were overpriced compared with bonds and Treasury bills .

[20978016]

At the time , the Dow Jones Industrial Average stood at about 2200 .

[20978017]

The Dow average now stands more than 20 % higher , while Renaissance 's portfolio of Treasurys produced a return of about 6 % through the first three quarters of the year .

[20978018]

The computer 's miscalculation has been painful for Renaissance .

[20978019]

Almost any money manager holding stocks has turned in better results , while Renaissance has played it safe with Treasury bills .

[20978021]

" With the decline in stock prices and continued low or stable interest rates , stocks are representing a better value all the time , " Renaissance President Frank W. Terrizzi said yesterday .

[20978022]

Three-month T-bill yields have fallen to 7.8 % from about 9 % at the start of the year .

[20978023]

Stock prices , meanwhile , are about 140 points lower than the peak of 2791.41 reached on the Dow industrial average Oct. 9 .

[20978024]

Are those declines enough to signal a partial return to stocks ?

[20978025]

Mr. Terrizzi wo n't say specifically , explaining that if there was such a move , it would take about three days to complete the loose ends of the transaction .

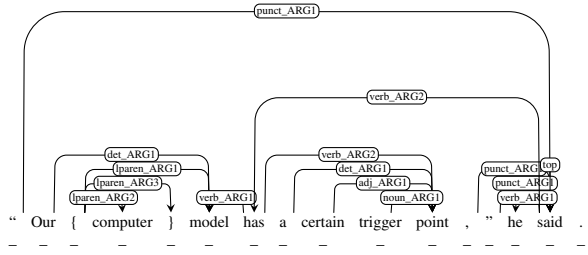
[20978026]

During that time , a buyer with the clout of a Renaissance could end up driving up the price of stocks it was trying to buy if it tipped its hand .

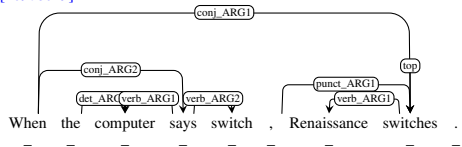
[20978027]

But everything is relative to Mr. Terrizzi , so stocks in his view can become more attractive in comparison with bonds or T-bills , even if shares are more expensive than when they were sold in January .

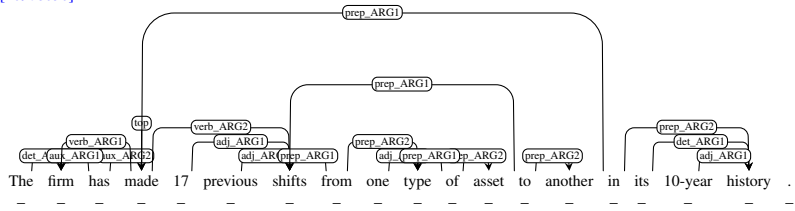
[20978028]



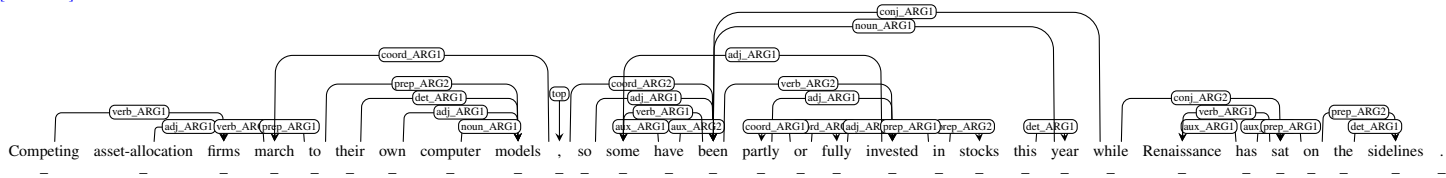
[20978029]



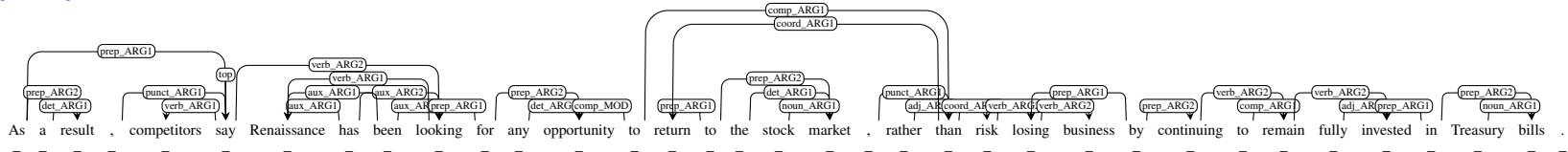
[20978030]



[20978032]



[20978033]



[20978034]

