



Schorpp Capital Management, P.C.

623 Georges Rd.
North
Brunswick, NJ
08816

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Schorpp Capital has been approved by Dimensional Fund Advisors

We are pleased to announce that Dimensional Fund Advisors (DFA) has chosen Schorpp Capital to be among a select group of Advisors to have access to Dimensional's ground breaking index funds.

Dimensional has chosen us because we share a view of how capital markets work and how to provide our clients with a successful investing experience.

The relationship we have formed with Dimensional Funds involves a commitment to our clients and does not involve a monetary exchange. We are not compensated in any way by selling Dimensional Funds. We are aligned philosophically with DFA and that is the basis of

our relationship. Our clients will begin to see DFA Funds www.dfaus.com in their portfolios. Of course, you will be notified and we will discuss your portfolio addition.

How will this application of DFA Funds in our client's portfolios help them achieve their financial goals? We have always been proponents of index investing. DFA takes index investing to the next level. DFA shows its value proposition in how they trade and manage their index funds. Without getting too in depth they develop their different indexes in house and do not license and attempt to replicate another companies' index.

This translates in cost savings on trading and execution. The result will be increased returns for our client's. The leaders of DFA are among some of the brightest minds in investing today. Through their research they have found that there are superior returns to be had over time in the value and small cap asset classes. .

Here are four beliefs that guide our decision to utilize DFA:

1. Markets are efficient
2. Diversification is key
3. Risk and return are related
4. Portfolio structure explains performance

Investing Tip of the Quarter

Beware of Investment Pornography

As consumers we are inundated with latest hot sector or the hot money manager. How many times have we seen this cover in Money Magazine "the 6 best Mutual Funds to own now." These headlines are used to generated magazine sales and have documented poor records on actually selecting the best fund or manager or hot sector.

3rd Quarterly performance of Various Asset Classes

<i>S & P 500</i>	+2.41%
<i>NASDAQ Comp</i>	+4.00%
<i>DJIA</i>	+1.87%
<i>Russell 2000</i>	+3.90%
<i>Hang Seng</i>	+7.58%
<i>10yr. Treasury</i>	+8.69%
<i>Oil Futures</i>	+15.68%

Check Out the New Performance Reports

We are continuously striving to provide our client's with better service. Through conversations with our client's we have ascertained the two most important issues our client's are concerned

about; how is my portfolio performing and how much are my fees. The new performance reports will give all of our client's the ability to see how their portfolios performed. This performance

report along with a very transparent billing procedure gives our client's a lot of visibility concerning these two important factors.