FORTUNE

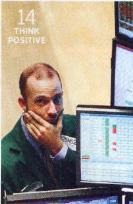
12.22.08

Volume 158, Number 11



18
THE BEST
MONEY
MOVES







FEATURES

INVESTING IN A CRISIS

14 Should You Jump In Now?

Ignore, for a minute, the turmoil in the business world. If you have the time (say, six years) and the patience, you may want to carefully consider the markets. BY ALLAN SLOAN

18 The Best Stocks for 2009

Here's the silver lining of the market meltdown: Equities are cheaper than they've been in years. We found ten prospects that should flourish. BY JON BIRGER, KATIE BENNER, STEPHEN GANDEL, AND MINA KIMES

32 The Case for Bonds

Solid corporate issues are offering juicy yields. BY SHAWN TULLY AND MINA KIMES

36 Stock Picks From the Experts

The crash has driven prices so low that even extreme value investors see some buys. BY GEOFF COLVIN

42 Riding the Housing Bust

Investors are scooping up foreclosed properties, afraid of missing the real estate chance of a lifetime. Want to join them? Follow our tips. BY DAVID WHITFORD

52 The 2009 Housing Outlook

When will prices rebound? With the economy weakening, probably not next year, when only two of the top 100 U.S. markets are expected to show gains.

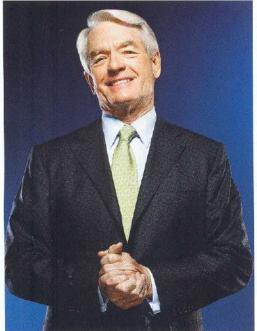
BY SCOTT CENDROWSKI

CLOCKWISE FROM TOP: DAVID YELLEN-REDUX: SPENCER PLATT-GETTY: BENJAMINLOWY-YII NETWORK: JAMES WOJCIK

FORTUNE

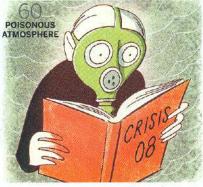
Volume 158, Number 11

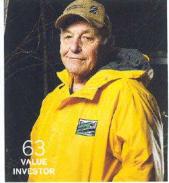
73 ADVICE FROM MR. SCHWAB





78 HEDGIE IN THE HOUSE





55 Where in the World to Put Your Money

International stocks are in even worse shape than U.S. equities, especially in once-hot emerging markets. That presents hardy investors with an opportunity to go abroad.

BY BILL POWELL

60 Playing the Blame Game

Americans want simple answers to our economic woes. Here are four. BY GEOFF COLVIN

63 When Bad Years Happen to Good Funds

Even the best managers lost money in 2008. But we've found five with stellar long-term records who see today's crisis as a golden opportunity.

BY YUVAL ROSENBERG

73 The Colvin Interview

When will the market roar back? Charles Schwab, who's had a few comebacks himself, says a lot sooner than you think. WITH GEOFF COLVIN

78 Citadel Under Siege

Ken Griffin's \$15 billion firm was flirting with disaster this fall. In a rare interview, he explains how it survived. BY MARCIA VICKERS AND RODDY BOYD

92 How to Get Back in the Game

Here are some tips

pages of this year's investment guide.

culled from the

for navigating the

financial meltdown.

6 LETTERS

MARKET GURUS

66 Making Sense of the Madness

Will the financial panic of 2008 spill into 2009? With a scary recession looming, we asked eight of the market's sharpest thinkers—including Nouriel Roubini, Bill Gross, Robert Shiller, and Sheila Bair—to put a historically bad year in perspective and offer guidance on what's ahead.