

Volume 15 • June 30, 2004

If Your
Objective is:

Income
&
Growth

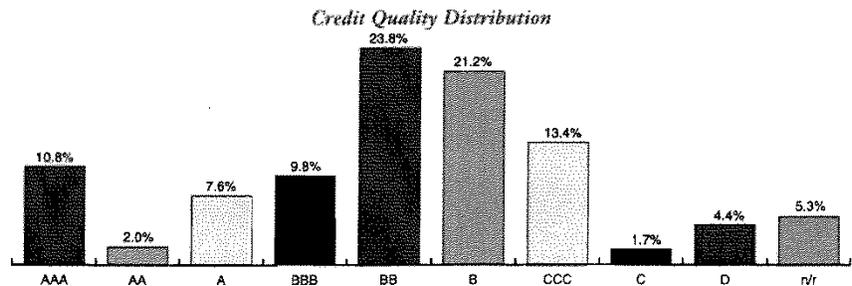
This Fund Provides:

- The potential for high current income from a broad range of asset classes
- The opportunity for capital appreciation
- Diversification across multiple fixed income asset classes
- Potential for lower NAV volatility than typical high-yield funds

the *Select Advantage*

1 Opportunity for High Current Income

The Select High Income Fund invests with a strong "value" orientation. We select below-investment-grade debt and convertible issues which offer a higher current yield than other comparably rated issues. The relatively conservative credit posture of the Fund reflects our goal of higher yields without excessive credit risk.



Note: Each rating category listed above includes all bonds within the broad rating category (i.e. BBB includes all bonds rated BBB+, BBB, and BBB-).

2 Potential for Capital Appreciation

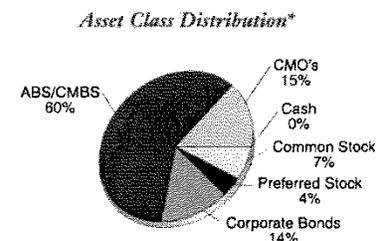
The Select High Income Portfolio is structured to provide some long-term growth in principal value. This is accomplished by:

- buying deeply discounted debt securities and...
- actively maintaining some equity exposure. We seek to "build in" the opportunity for a growth in principal value by selecting debt securities that structurally and fundamentally possess the potential to appreciate in value.

<i>Weighted Average Discount from Par</i>	26.0%
<i>Equity-Linked Securities as % of Portfolio</i>	6.6%

3 Broad Diversification

A unique advantage of the Select High Income Fund is its diversification across a wide variety of high-income debt and equity-linked securities. Not limited to high-yield corporate bonds, we invest in many types of mortgage-backed and asset-backed securities, as well as various types of convertible securities and income-producing stocks.



Investments offered through Morgan Keegan are:

Not FDIC Insured | May Lose Value | Not Bank Guaranteed

*Numbers may not add up to 100% due to rounding.

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why Invest in High-Yield?

Portfolio Statistics*	
Portfolio Credit Rating	BB
Portfolio Current Yield	15.00%
Portfolio Yield to Maturity	16.50%
Portfolio Duration	4.30
Total # of Holdings	210

*Statistics as of 6/30/04

Select Fund Facts & Performance*		
Performance	A Shares**	C Shares***
Quarter	-1.07%	0.43%
One Year	11.20%	12.45%
Three Year Annualized	12.48%	12.90%
Annualized From Inception	14.98%	14.98%
SEC Yield	11.37%	11.12%
Date of Inception	03/23/1999	03/23/1999
Symbols	MKHX	n/a
Cusips	61741T409	61741T508
Portfolio Manager	James C. Kelsoe Jr., CFA	
Asst. Portfolio Manager	Rip Mecherle, CFA	

*Statistics as of 6/30/04

**Maximum sales load used in calculating performance is 2.50% sales load applied at time of initial investment.
***For periods of less than one year, a 1% CDSC is applied in performance calculations.

how You can Invest

Regions Morgan Keegan Select Funds are distributed through Morgan Keegan financial advisors only. To invest, call your Morgan Keegan financial advisor, or please call or write to the Select Fund directly.

Phone: 1-800-564-2188

Address: Regions Morgan Keegan
Select Fund, Inc.
1100 Ridgeway Loop, Suite 510
Memphis, TN 38120-4054

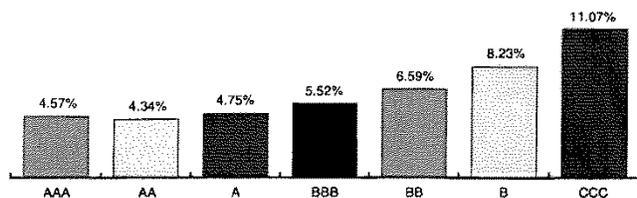
This document should be preceded or accompanied with a current prospectus. A prospectus contains more complete information about the Fund including sales charges, expenses and other risk factors. Please read it carefully before sending money or investing. Portfolio statistics as of 6/30/04. The dividend payments and principal value of an investment in the Regions Morgan Keegan Select Fund may fluctuate so that an investor's shares when redeemed, may be worth more or less than their original value. Past performance is not indicative of future results.

MAM03-7/04

High-yield debt can enhance the risk/return profile of a typical investor's portfolio. Investors should note, however, that high-yield securities carry greater risk to principal than investment-grade bonds and the purchase of shares of a mutual fund that invests in high-yield securities may result in a loss in original principal. Should you choose to invest in high income securities, here are some of the ways the Select High Income Fund can enhance your investment portfolio.

1 Generates Higher Levels of Scheduled Income than Investment-Grade Bonds

Yield by Credit Quality

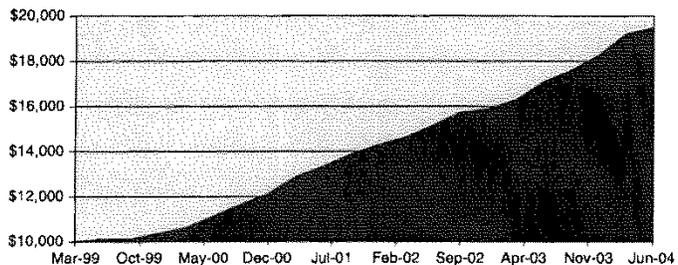


Source: As of 6/30/04, Bloomberg L.P., Lehman Brothers. Yields are reflected by Lehman Brothers Intermediate Aggregate and High-yield Index Intermediate/Quality distribution segments. Yields are for comparative purposes only and are not meant to forecast or imply future rates. It is not possible to invest directly in an index. The Fund may not have invested in the securities represented.

2 Strong Long-Term Earnings Potential

The chart below represents a hypothetical investment of \$10,000 in the A share class of Regions Morgan Keegan Select High Income Fund at inception (3/23/99), net of expenses including the maximum load of 2.5%, with all dividends and capital gains reinvested.

Growth in Investment Value



Morgan Keegan

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