

# Cycle Projections ETFs

FEBRUARY 2008

ETF'S - A Diversified Selection of Major Exchange Traded Funds

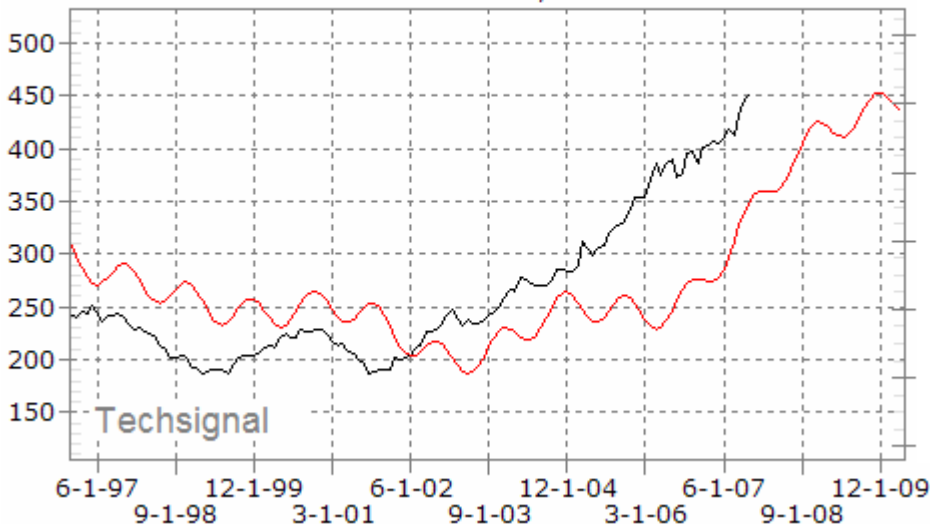
## Opportunities in a bear market

ETFs give the investor opportunities in funds that previously were not available to equity traders. In an equity bear market, there are not many options. Besides the short funds there are now Agricultural and commodity funds all of which offer opportunities. In our ETFs we feature these prominently.

The issue for the investor is whether the commodity bull market can continue. If history is a measure commodity bull markets typically last for over 10 years which means this bull market will have legs. This bull market is due to demand. Incomes in the world have risen to the point that more protein is the by word of the orient. The only way the demand can be shut down is a lack of income and that means a major worldwide recession. A look at the cycles in the monthly CRB Index show higher prices well into 2009 and beyond.

The equities markets indicate a rally but there is little or no energy so we continue to recom-

Monthly CRB Index  
Monthly



mend commodities. Our favorite is DBA with DBC a close second. In addition we continue to be very bullish on gold with our initial target at 1200 an ounce. Once we get above \$1000 then we will begin to see a small pullback prior to the next leg up. Energy longer term will be strong but a spring pullback is likely after the end of the heating oil season. The potential for recess-

sion is very high and we will have to monitor China and India to see what effect a world wide recession will have on energy. What ever the effect it will be only for the time of the recession. We do not expect China and India to go away nor their demand for energy and food.

We have included some international indices for comparison but the bottom line is stay in the commodity sectors and beware of recession sensitive issues.

*Cycle Projections*

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## QLD (2X) Double Beta

EXTRADED Ultra QQQQ(ProShr) QLD  
Daily



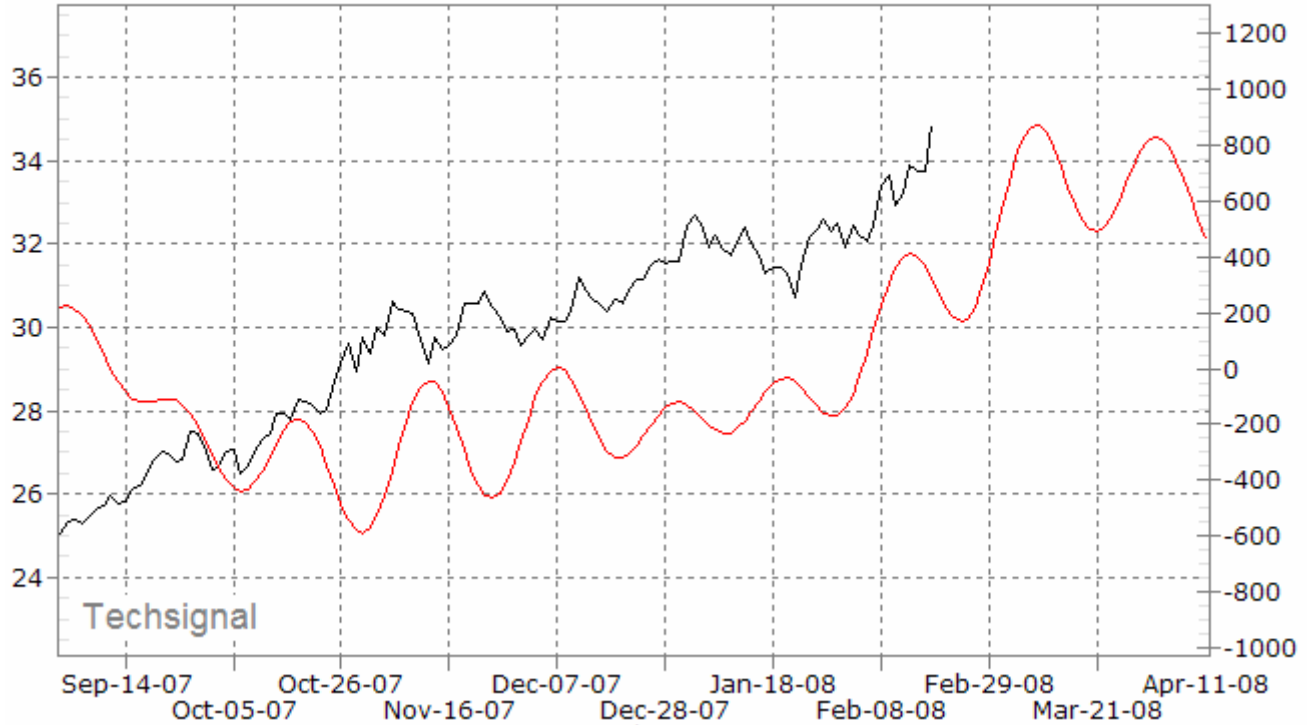
## QID (-2X) Double Beta Inverse

EXTRADED UltraShort QQQ(ProShr) QID  
Daily



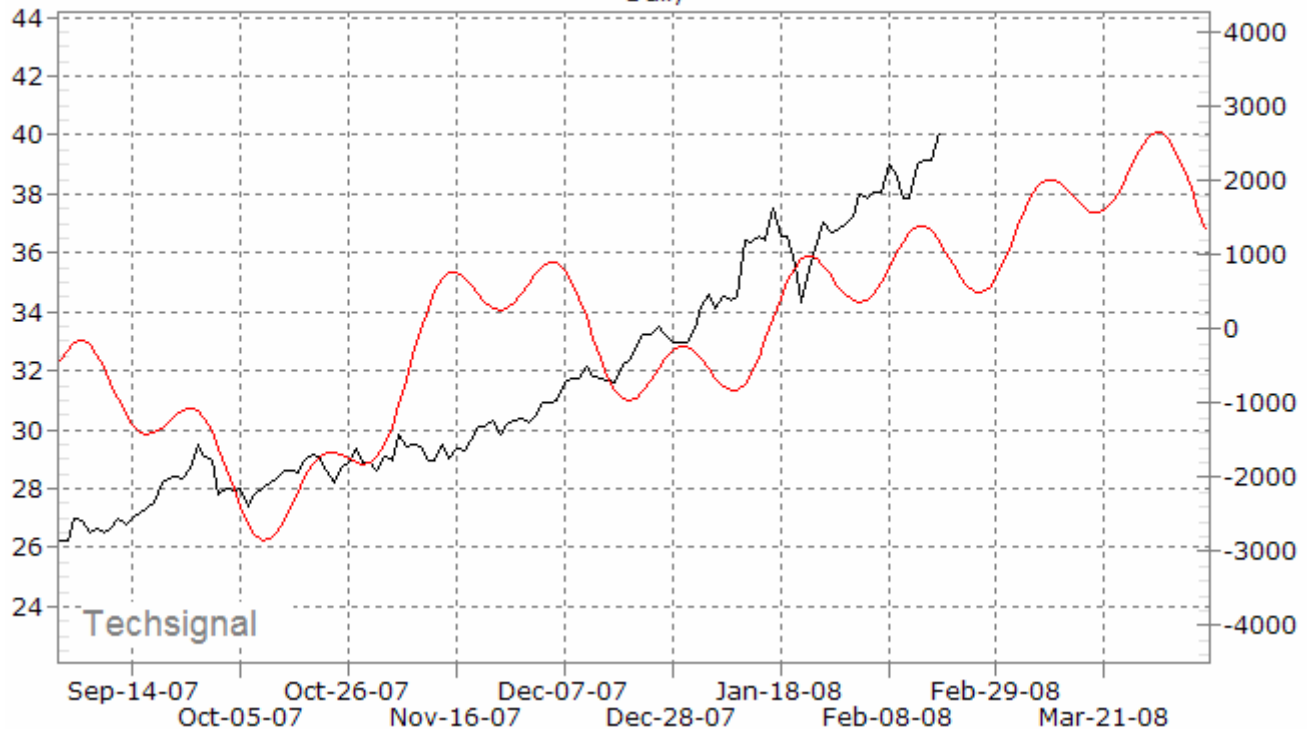
## DBC Commodities

EXTRADED DB Commodity Track(PowShr) DBC  
Daily



## DBA Agriculture

EXTRADED DB Agriculture Fund(PowShr) DBA  
Daily



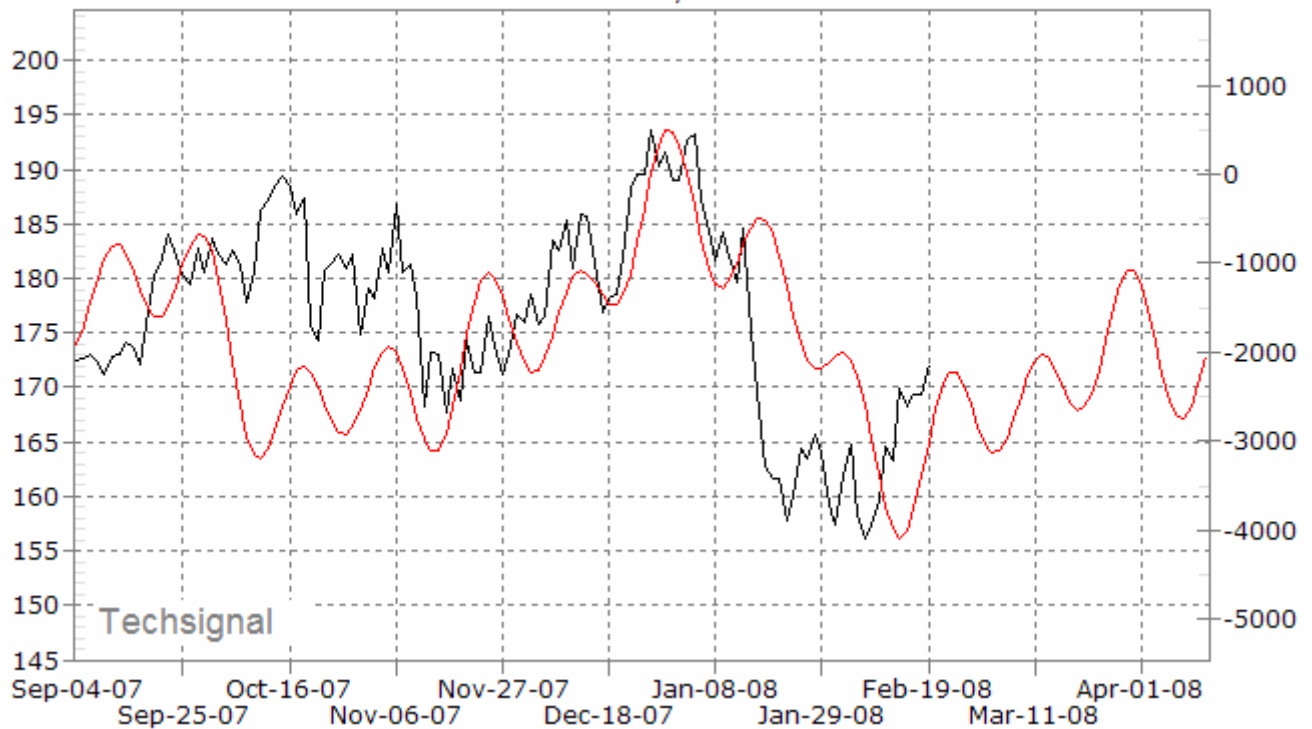
## PBW Clean Energy

EXTRADED WilderHill Clean Energy(PowShr) PBW  
Daily



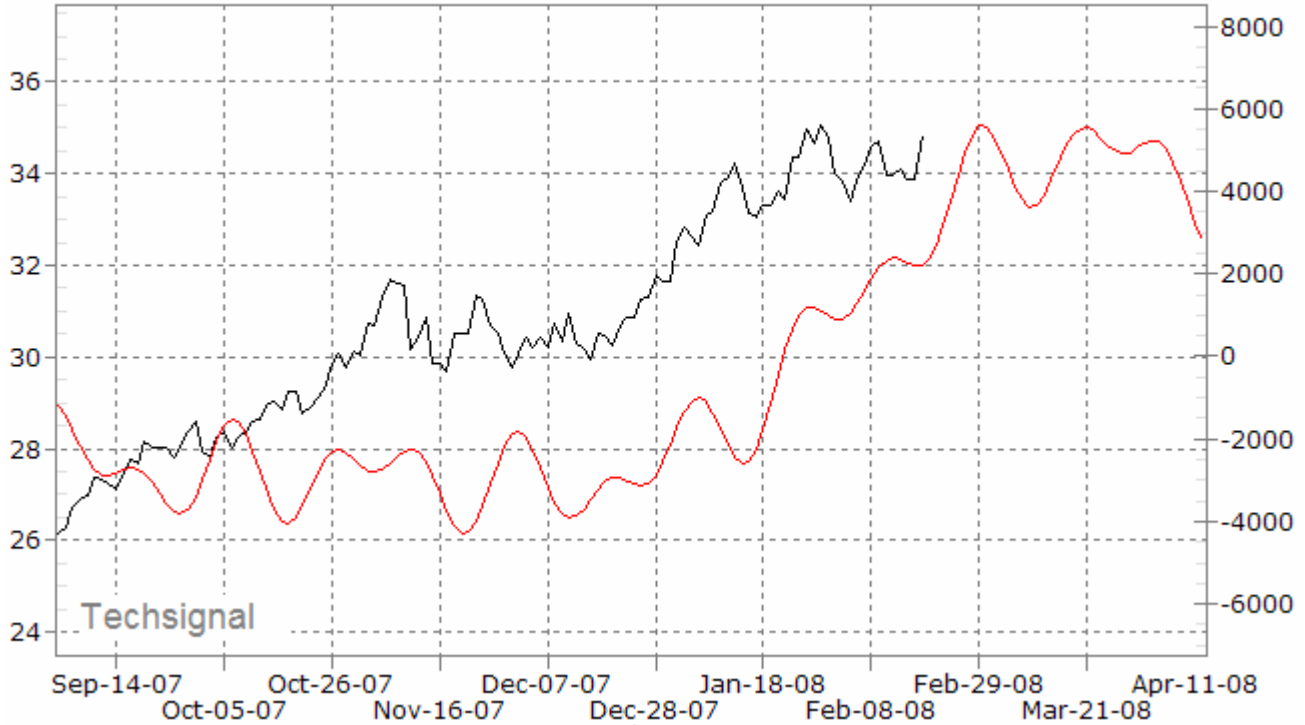
## OIH Energy Services

EXTRADED Oil Service(HLDRS) OIH  
Daily



## DGL Gold

EXTRADED DB Gold(PowShr) DGL  
Daily



## ADRE Emerging Markets

EXTRADED Emerging Mrkts 50 ADR(BLDRS) ADRE  
Daily



## PGJ China

EXTRADED Golden Dragon USX(PowShr) PGJ  
Daily



## EWG Germany

EXTRADED MSCI Germany(iS) EWG  
Daily

