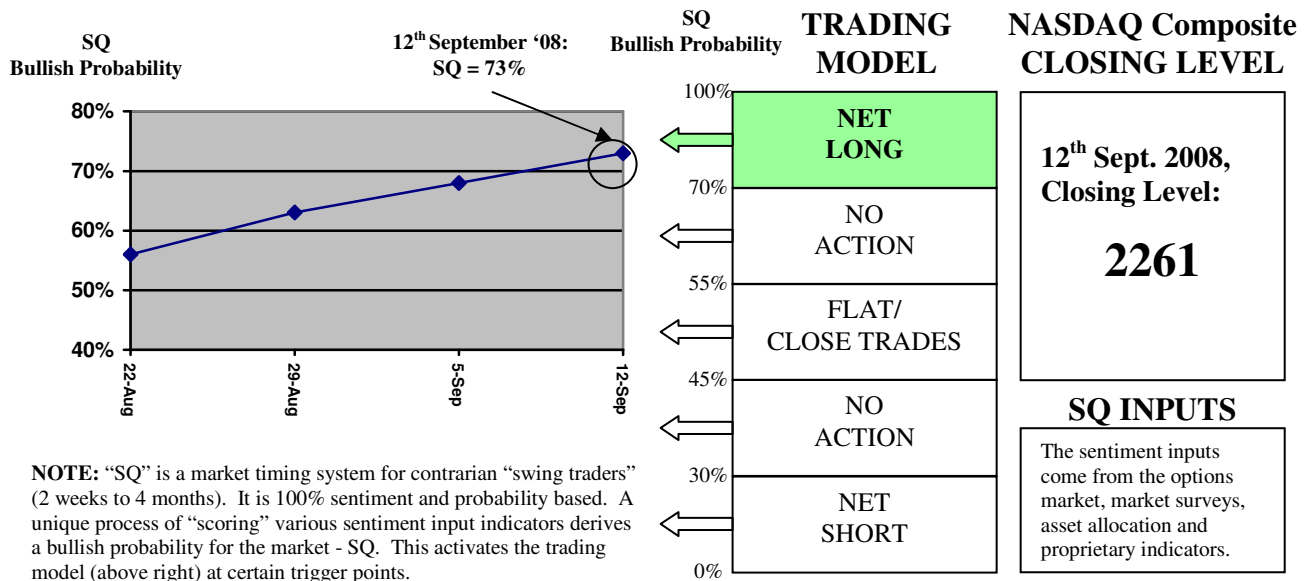


Swing Trading Bulletin

Week 226,
Market Close,
12th Sept. 2008



NOTE: "SQ" is a market timing system for contrarian "swing traders" (2 weeks to 4 months). It is 100% sentiment and probability based. A unique process of "scoring" various sentiment input indicators derives a bullish probability for the market - SQ. This activates the trading model (above right) at certain trigger points.

Commentary

As expected, the recent increase in pessimistic sentiment has now triggered a fresh LONG signal for the third time this year. We do not necessarily expect the market to recover immediately, however will set up our first scale-in at Monday's market open. There are also further LONG Limit Orders now opened, to be activated at NASDAQ levels of 2230, 2212 and 2186.

Trading Model Rules

All trades are against the NASDAQ Composite and executed either:

- Against the coming week's opening level of the Composite index.
- Via limit/stop orders at a specified level as described in the prior week's report.

Zero transaction/trading costs assumed and no spread. No interest on cash balances. All stop and limit orders entered at the next market open on a "good until cancelled" basis; specified order levels correspond to the NASDAQ Composite. Cancellation can take place only within a report such as this. All trades executed at closest exact level (no fractions).

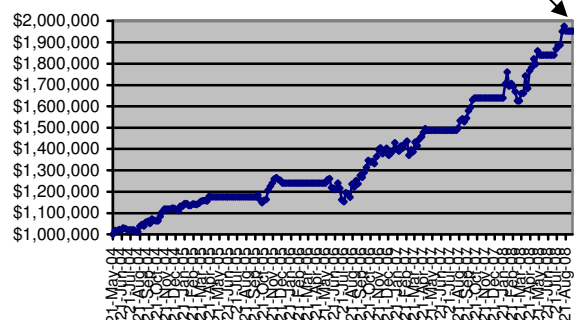
Current Trades and Open Positions

Trades Executed Last Week:
NONE.

Current Open Positions:
\$US 1,952,588 in cash.

Current Pending Orders/New Trades:
Market Order to Open \$US 900,000 LONG at NASDAQ opening level on Monday 15th Sept.
Limit Order to Open \$US 200,000 LONG at 2230.
Limit Order to Open \$US 200,000 LONG at 2212.
Limit Order to Open \$US 200,000 LONG at 2186.

Weekly Performance Track (12th Sep. '08)
Starting Capital: US\$1,000,000 (21st May 2004).
10 Winning Closed Trades, 0 Losing Closed Trades.
Change in NAV since 1 week ago: + 0.0%
Change in NAV since inception: **+95.3%**



Disclaimer: The timing signals and comments provided by ContraQuant Limited are for research and information purposes only, and should not be considered as investment advice. Descriptions of trading posture and trades simulate our own investment activity, and do not in any way infer that such actions are likely to be profitable. Reliance upon information provided by ContraQuant Limited is at your own risk, and we shall not be held liable for any loss due to posted timing signals and comments. Further, ContraQuant Limited is not registered with any association in any capacity to give investment advice. This document may not be reproduced nor copies circulated without prior authority.