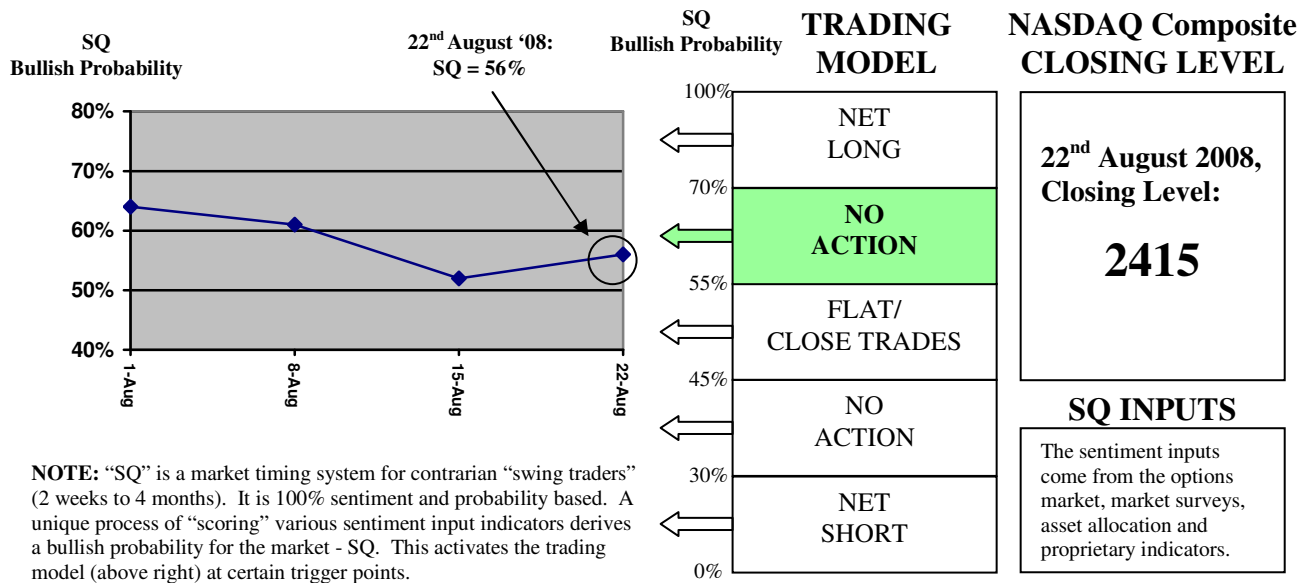


Swing Trading Bulletin

Week 223,
Market Close,
22nd August 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

Our trade was closed out last Monday (18th August) at the Stop which we had set up at 2417. This trade had been entered in mid-July at an average level of 2237. The market ended the week near our trade closing level. We are satisfied with having locked in 8% profit for the 10th consecutive successful trade. The model has delivered +19.1% in 2008 year-to-date. We will now stay in cash and await the next opportunity.

Current Trades and Open Positions

Trades Executed Last Week:

Full LONG position closed at 2417 (Stop Order fixed in last weekend's report was activated) on Monday 18th August. Limit Order was not hit and was therefore cancelled.

Current Open Positions:

\$US 1,952,588 in cash.

Current Pending Orders/New Trades:

NONE.

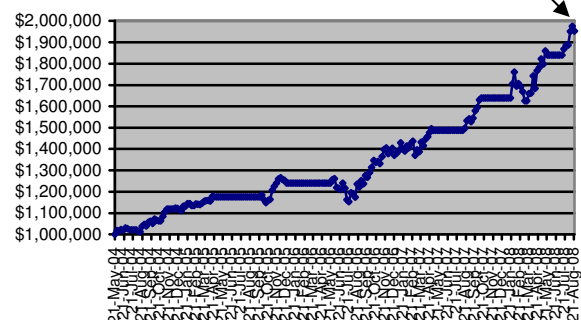
Weekly Performance Track (22nd Aug. '08)

Starting Capital: US\$1,000,000 (21st May 2004).

10 Winning Closed Trades, 0 Losing Closed Trades.

Change in NAV since 1 week ago: - 1.1%

Change in NAV since inception: **+95.3%**



Trading Model Rules

All trades are against the NASDAQ Composite and executed either:

- (i) Against the coming week's opening level of the Composite index.
- (ii) 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).

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.