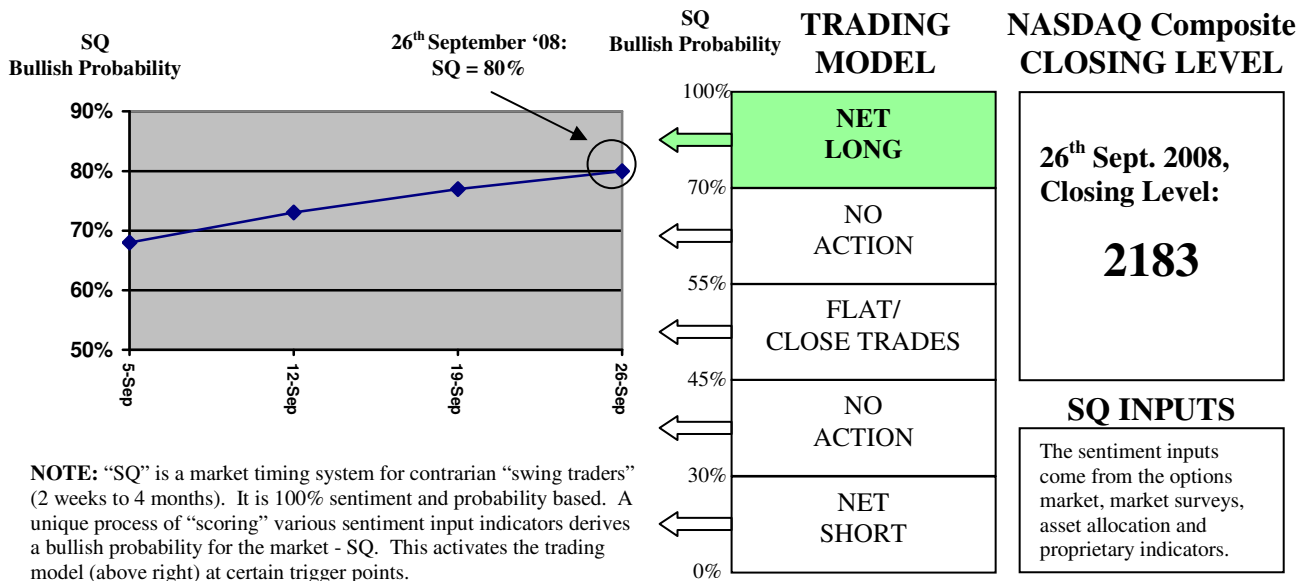


Swing Trading Bulletin

Week 228,
Market Close,
26th 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

The NASDAQ fell by 4% last week, which provided an opportunity to fill our final Limit Order at 2200 last Monday. The NASDAQ ended the week a little below our average trade entry point with the model reading rising again to 80%. We are therefore very comfortable to be fully committed LONG. A number of model inputs are suggesting that the market is now significantly oversold. How fast the elastic will spring back is anyone's guess.

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:

\$US 452,588 LONG filled at NASDAQ level of 2200 (following Limit Order signalled last weekend) on Monday 22nd September.

Current Open Positions:

\$US 1,952,588 LONG at average level of 2200 (filled on 15th September at 2202 and 2186 and on 22nd September at 2200).

Current Pending Orders/New Trades:

Stop Order to Close all LONGs at 1870.

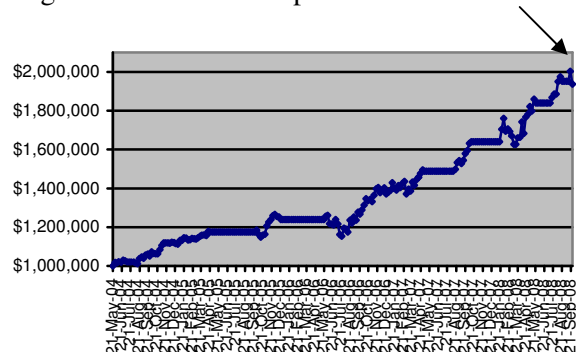
Weekly Performance Track (26th Sep. '08)

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

10 Winning Closed Trades, 0 Losing Closed Trades.

Change in NAV since 1 week ago: - 3.3%

Change in NAV since inception: **+93.7%**



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.