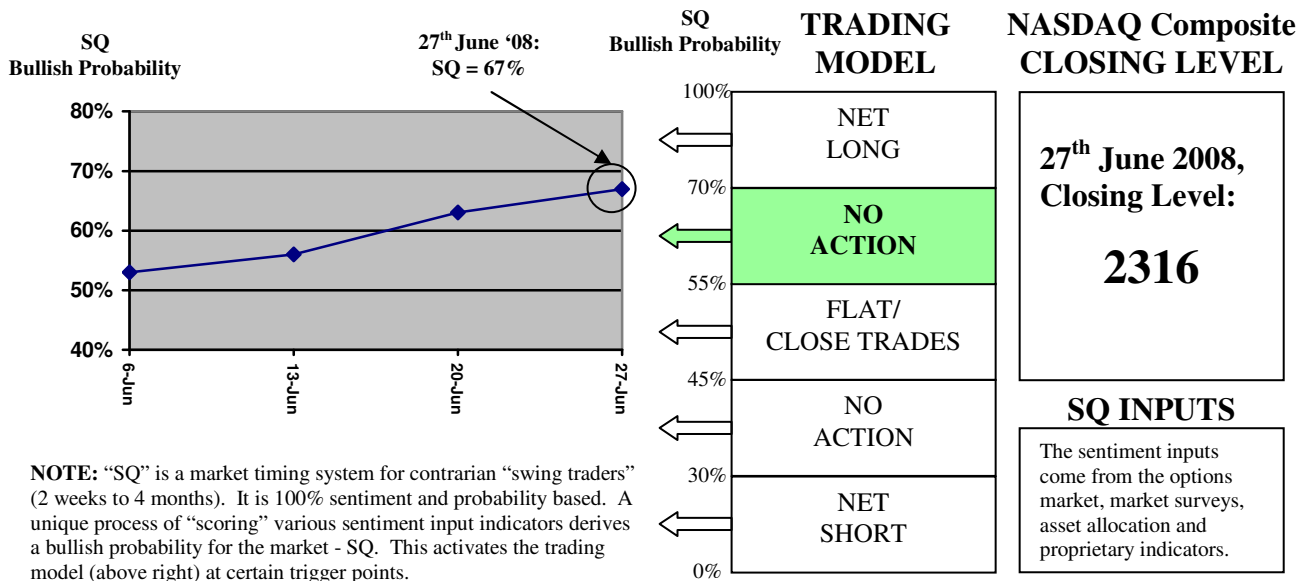


# Swing Trading Bulletin

Week 215,  
Market Close,  
27<sup>th</sup> June 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 market's recent downward lurch continued as we remain on the sidelines. There is encouraging evidence of festering pessimism, shown most dramatically by some surveys showing a rare predominance of bears over bulls. However, the model has not quite reached our trigger point of 70%. We prefer to wait for confirmation before looking to position ourselves LONG once again. Therefore we wait and hope for further falls in the next week or two.

## 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 1,839,937 in cash.

### Current Pending Orders/New Trades:

NONE.

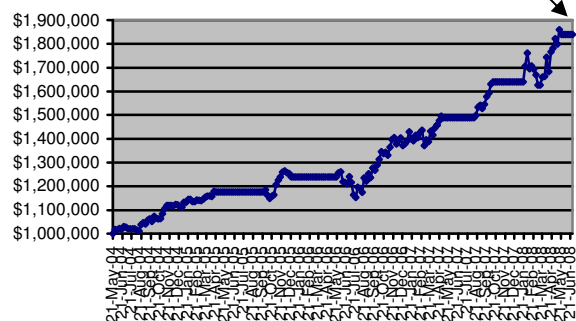
## Weekly Performance Track (27<sup>th</sup> June '08)

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

9 Winning Closed Trades, 0 Losing Closed Trades.

Change in NAV since 1 week ago: + 0.0%

Change in NAV since inception: **+84.0%**



**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.