Example of Stock Portfolio

(8/3/2005 to 3/28/2008) Back Testing 8/3/2005 to 8/3/2007 Forward testing 8/3/2007 to 3/28/2008

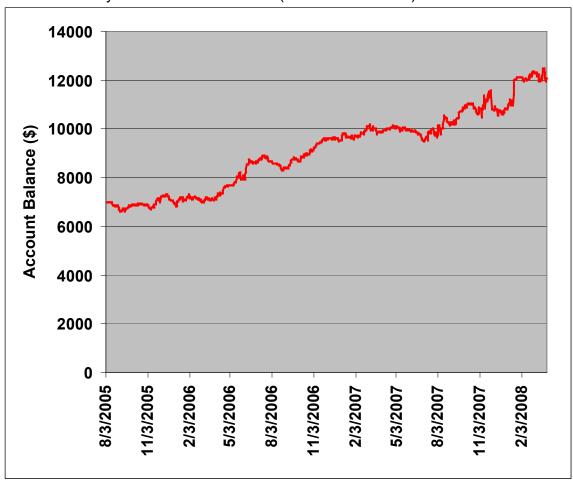
Portfolio: **DIA, EWH, GLD, QQQQ, XLE and XLB** (daily charts)

Initial Account Size: \$7,000

Net Profit: \$5,053

Select 6 stocks from ETFs

- Each stock started trading with \$1,000
- \$20 deducted as cost per trade
- Use daily chart and EBC results (100% mechanical)



Summary

| | | | Minimum | | Return |
|-------------------|---------|---------|---------|----------------------------|--------|
| Combined Combined | | Account | | on Mini. | |
| Profits | MDD | R/R | Size | Portfolio | Acct. |
| 5053.10 | 1021.86 | 4.95 | 7021.86 | {QQQQ,EWH,DIA,XLB,GLD,XLE} | 71.96% |

Month by Month Results

| Na - 41 | Net | Account | Yearly | 485 |
|---------|----------|---------|--------|--------|
| Month | Profits | Balance | Return | APR |
| 5-Aug | (315.97) | 6684.03 | | |
| 5-Sep | 203.76 | 6887.79 | | |
| 5-Oct | (4.82) | 6882.97 | | |
| 5-Nov | 114.92 | 6997.89 | | |
| 5-Dec | (68.91) | 6928.98 | | |
| 2005 | (71.02) | 6928.98 | -1.01% | -2.42% |
| | | | | |
| 6-Jan | 341.69 | 7341.69 | | |
| 6-Feb | (259.93) | 7081.76 | | |
| 6-Mar | 107.69 | 7189.45 | | |
| 6-Apr | 549.30 | 7738.75 | | |
| 6-May | 365.09 | 8103.84 | | |
| 6-Jun | 582.66 | 8686.50 | | |
| 6-Jul | 48.93 | 8735.43 | | |
| 6-Aug | (284.94) | 8450.49 | | |
| 6-Sep | 297.68 | 8748.17 | | |
| 6-Oct | 446.09 | 9194.26 | | |
| 6-Nov | 464.32 | 9658.58 | | |
| 6-Dec | (67.43) | 9591.15 | | |
| 2006 | 2591.15 | 9591.15 | 37.02% | 24.00% |
| | | | | |
| 7-Jan | 197.14 | 7197.14 | | |
| 7-Feb | 363.77 | 7560.91 | | |
| 7-Mar | (231.61) | 7329.30 | | |
| 7-Apr | 161.39 | 7490.69 | | |
| 7-May | (55.25) | 7435.44 | | |
| 7-Jun | (421.97) | 7013.47 | | |
| 7-Jul | 263.62 | 7277.09 | | |
| 7-Aug | 464.82 | 7741.91 | | |
| 7-Sep | 578.93 | 8320.84 | | |
| 7-Oct | (221.05) | 8099.79 | | |
| 7-Nov | 191.68 | 8291.47 | | |
| 7-Dec | (13.55) | 8277.92 | | |
| 2007 | 1277.92 | 8277.92 | 18.26% | 21.59% |
| | | | | |
| 8-Jan | 1316.95 | 8316.95 | | |
| 8-Feb | 162.08 | 8479.03 | | |
| 8-Mar | (223.98) | 8255.05 | | |
| 2008 | 1255.05 | 8255.05 | 17.93% | 27.00% |

IMPORTANT DISCLAIMER:

FUTURES, OPTIONS AND SECURITIES TRADING HAS RISK OF LOSS AND MAY NOT BE SUITABLE FOR ALL PERSONS. NO SYSTEM CAN GUARANTEE PROFITS OR FREEDOM FROM LOSS. PAST RESULTS ARE NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. HYPOTHETICAL OR SIMULATED PERFORMANCE RESULTS HAVE CERTAIN INHERENT LIMITATIONS. UNLIKE AN ACTUAL PERFORMANCE RECORD, SIMULATED RESULTS DO NOT REPRESENT ACTUAL TRADING. ALSO SINCE THE TRADES HAVE NOT ACTUALLY BEEN EXECUTED, THE RESULTS MAY HAVE UNDER- OR OVER-COMPENSATED FOR THE IMPACT, IF ANY, OF CERTAIN MARKET FACTORS SUCH AS LACK OF LIQUIDITY. SIMULATED TRADING PROGRAMS IN GENERAL ARE ALSO SUBJECT TO THE FACT THAT THEY ARE DESIGNED WITH THE BENEFIT OF HINDSIGHT. NO REPRESENTATION IS BEING MADE THAT ANY ACCOUNT WILL OR IS LIKELY TO ACHIEVE PROFITS OR LOSSES SIMILAR TO THOSE SHOWN.