



Exceptional Bear Market Letter

The Rally has begun; A bit more upside before a small correction

November 11, 2008

Summary: a little upside left in everything but *FXI* or *FXP short*. Traders sell/cover these at the opening with a limit 24.3/64; hold off on selling anything else. *Long-term* sell all; *Pension* sell half of your long position.

We have at least the **b** wave to ride in most instances. Monday's close should be the high, although an intra-day high is possible, it will likely exceed Friday's close, in everything but gold and China FXI.

The *Diag II* in the **Dow** means this is only **sub-wave iii**. After a small correction, the upside should exceed 8200, the minimum upside indicated by the *Diag >* on the way down.



With equities starting a long rally, gold is going to nose-dive. This is what I expected in the **b** wave that never materialized. Gold now should drop below the red dashed line. *Long term* would be advised to take a negative position *at the opening*. *Pension investors* need to wait 3 business days. However if you also have a margin account then buy *HGD.TO* or *GDX short* at the opening, obviously *HGD* is twice as good as *GDX*.



The **b** wave complete, next is a plunge down, or a 50% gain in HGD.



Saturday came around and I only found out as I was reading the paper this morning. Our Timertrac performance is up to 240% with a week to go for the full year. Needless to say I was pleasantly surprised. Frankly I have never known anyone who performed at over 45% in a Bull Market - much less at a time when the S&P was down 40%. Usually I would tell you to go to our subscribe page on PayPal to subscribe, unfortunately that has been hacked, in the meantime by sending a check. [Click here](#) to see our rates.

Regards,

Eduardo Mirahyes

Exceptional Bear



"Opportunistically timed investments that maximize wealth"