

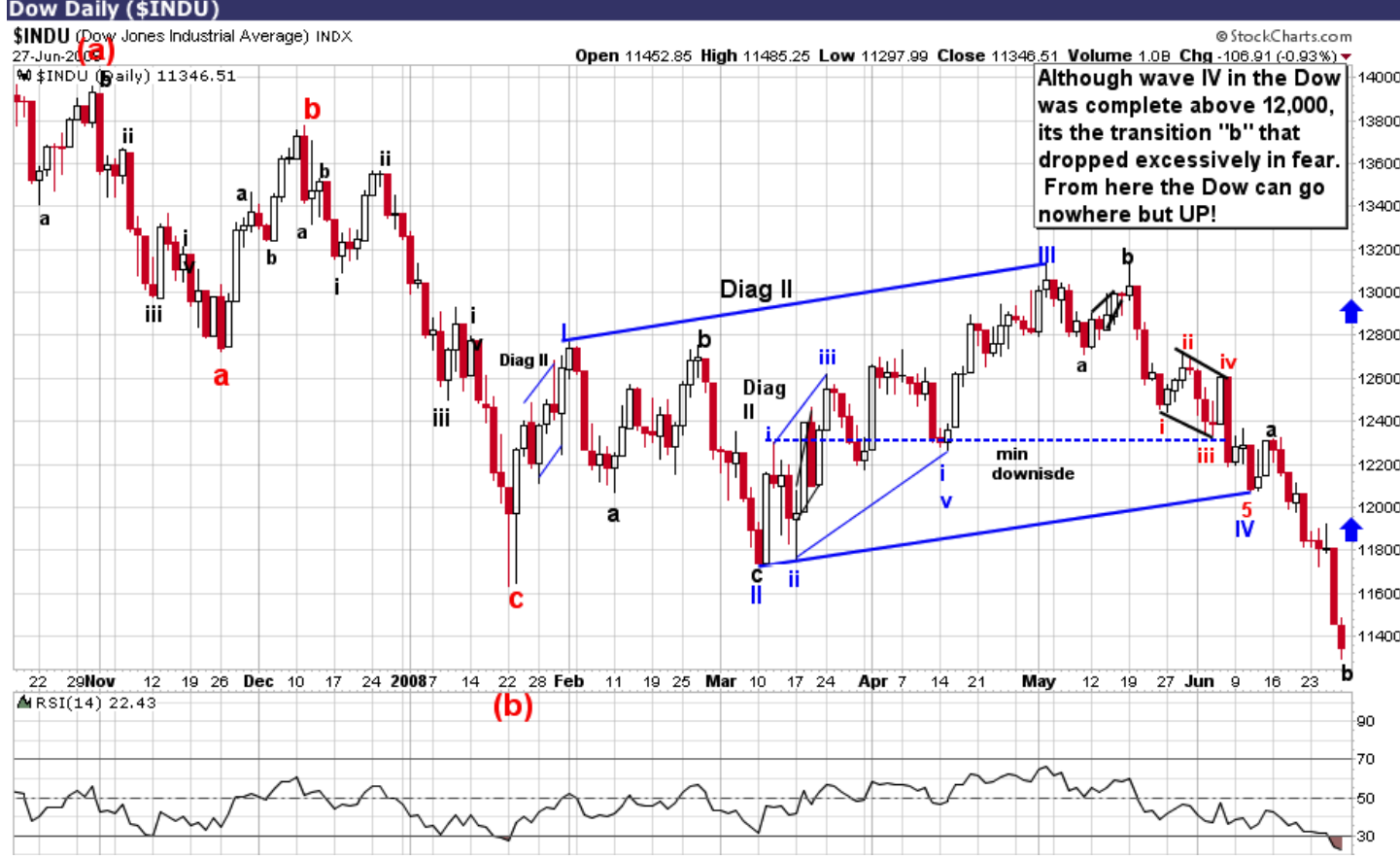


June 29, 2008

Blood in the Streets – Get in early on the Final Bubble Market!

When everyone expects the worst is still ahead, the worst is usually over – at least for another 15 months. Now is the time to load up– *the Homebuilders, Financials and Small Cap Growth*. It stands to reason that going into the final Spike there will be a false recovery. But most investors will wait until after the big gains have occurred. ACT NOW! Rear view mirror investing will never make you any money!

The Dow was especially hit last week indicating the most conservative of investors are running scared - those who hold blue chips...if ever there was a signal of a bottom - this is it! As you can see the panic “b” wave was especially long ...under normal circumstances it would have completed in the 12,000 range.



The **Homebuilders** are the most exciting group and our focus this week. Last week I showed you the weekly charts and the reason for the substantial upsides to complete **wave (2)** (a degree of trend higher). Starting with the index below you will notice a large **Diag II** on the way up, indicating the beginning of a long move. Next two **Diag >** on the way down, indicating a dramatic, violent reversal to the upside. This pattern is repeated over and over in the homebuilders. As you see XHB did not drop nearly as much as the Dow last week, and are about to go into the longest move **wave 3** of **C**, while most other stocks and indices are at the equivalent of **IV** below. Yes they are going up but only to get knocked down again in **wave 2**. The homebuilders on the other hand have **wave 2** behind them. Our subscribers receive updates on the best homebuilder stocks to buy now, for returns of 200-300% over the next 12 months these will dwarf returns on the index, which includes the likes of Home Depot and Lowes.



Meanwhile **LEH** continues to be a great short-term trade with a minimum upside of \$35, up followed by \$20 down. If you shorted originally at \$44, when we advised, you already have a substantial profit.



Finally the Financial index, **UYG** has the benefit of leverage. Although it too has had panic selling, that is all behind us and the upside should be all the more dramatic.



Lastly the **Russell 2000**, like the Homebuilders, is about to go into **wave 3** of a long **C**. You can use **UKK**, “growth” for better positioning, than **UWM**, as we will appear to be growing.



Give us a try, risk-free. If you are not completely satisfied within 30 days, we will refund 100% of your subscription.

Regards,

Eduardo Mirahyes

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