

ETF Selections & Timing

Watercourse Way Holdings, LLC

P.O. Box 830396
Richardson, TX 75083-0396
972-680-2366

InvestmentST.com

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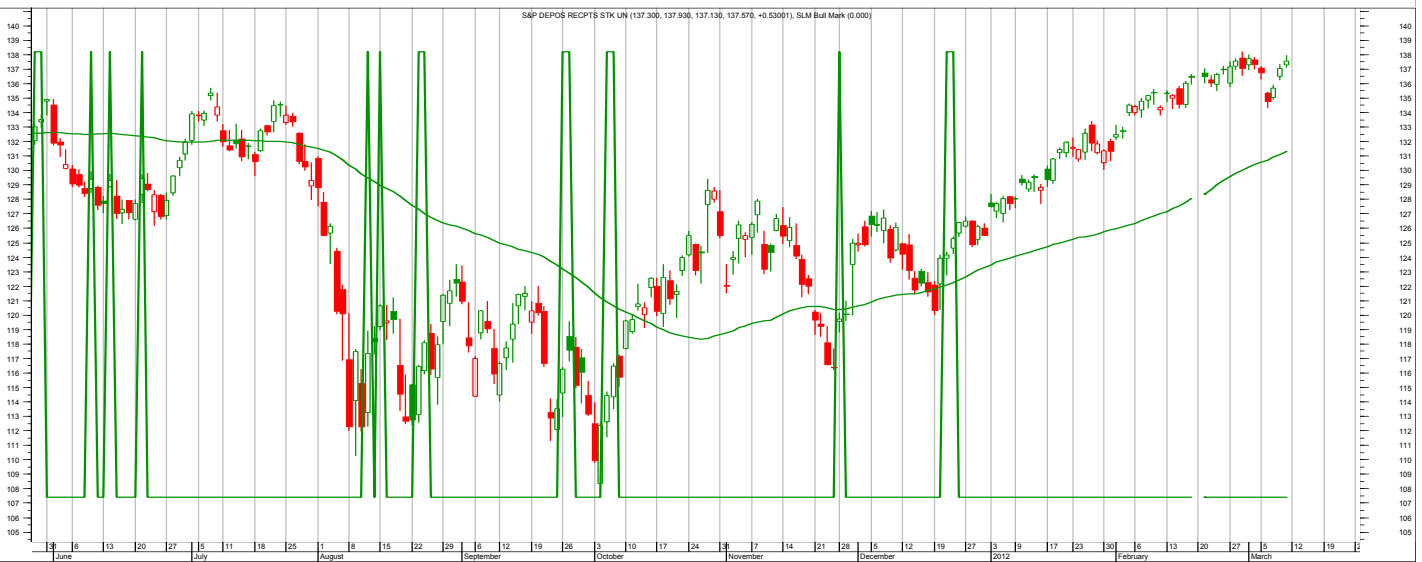
Better News and Prices

The domestic economic news is coming in a bit better than expected. Housing clearly appears to be stabilizing at these lower levels. This doesn't mean prices are heading up, but just not heading lower and wiping out more equity for homeowners or banks.

Job growth is continuing. The unemployment rate continues to decline, even as the number of people seeking jobs is expanding. The leading economic indicators continue to expand; they do not forecast a recession in sight. Consumer confidence has also picked up.

On the international front, Greece appears to have dodged the bullet with its successful re-financing package, even if bond holders lost more than half their principle. Europe is in a recession, but the hope is it will not

(Continued on bottom right on page 12 see REVIEW on top)



This is the daily chart of SPY (S&P 500 index). The green spikes show potential buying areas.

SCOREBOARD

Model	YTD	52-week	26-week	13-week	4-week	1-week
ETF Income Portfolio	2.0%	4.5%	2.7	3.3	0.3	-0.3%
ETF Growth Portfolio	1.1%	5.9%	2.1	0.8	0.5	-0.2%
Aggrgt Bond (AGG)	-0.1%	4.3%	0.0	0.7	-0.2	-0.3%
Wilshire 5000	10.2%	6.7%	20.3	10.3	2.2	0.3%

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Income Portfolio

ACTION FOR		PORTFOLIO DETAILS				Value as of date:		3/9/2012						
Action Date	Action	Symbol	Action Price	# of Shares	Action Value	Symbol	Closing Stop as of 3/12	Description	Start Price	End Price	# of Shares	Current Value	Percent of Total	
29-Aug	buy	PHB	17.88	1,400.0	25,042	AGG	110.00	total bond	109.37	110.19	700.6	77,200.00	69.7%	
6-Sep	buy	BWX	62.00	190.0	11,790	LQD	116.00	corp bond	111.69	116.58	256.3	29,878.06	27.0%	
19-Sep	sell	BWX	61.20	190.0	11,618									
30-Sep	sell	PHB	17.55	1,400.0	24,560									
3-Oct	buy	AGG	110.34	250.0	27,595									
6-Oct	sell	AGG	109.45	752.5	82,351									
17-Oct	buy	AGG	109.37	687.0	75,147									
21-Nov	buy	LQD	111.69	250.0	27,933									
						Money Market					1.00	3,711	3,711.00	3.3%
						Total Valuation=						110,789.05	100.0%	

WEEKLY REVIEW

3/12 Watch the stops carefully. The assumption seems to be growing that the domestic economy is coming in fairly strong and so, the Fed may alter its 2014 “keep rates low” target. I don’t think they will change it because of underlying bank solvency issues, but monitor the stops.

3/5 No changes.

2/27 Bonds pulled back slightly. LQD got within 0.02 of getting stopped out, but has rebounded again.

2/21 The Treasury market is being sold, as the risk trade comes off with the news Greece won’t default, but will offer a haircut of some 50%. There is some advantage to being too big to fail.

Please note the very close STOP levels. We may be in for a pullback here.

	2010	2011	ytd 2012	Incptn	SD
ETF Income Portfolio	4.8%	3.6	2.0	10.8	3.0
Aggregate Bond	2.5%	4.3	-0.1	6.8	2.0

This shows the returns of previous years, year to date (ytd), and from inception (incptn). It also shows standard deviation (SD).

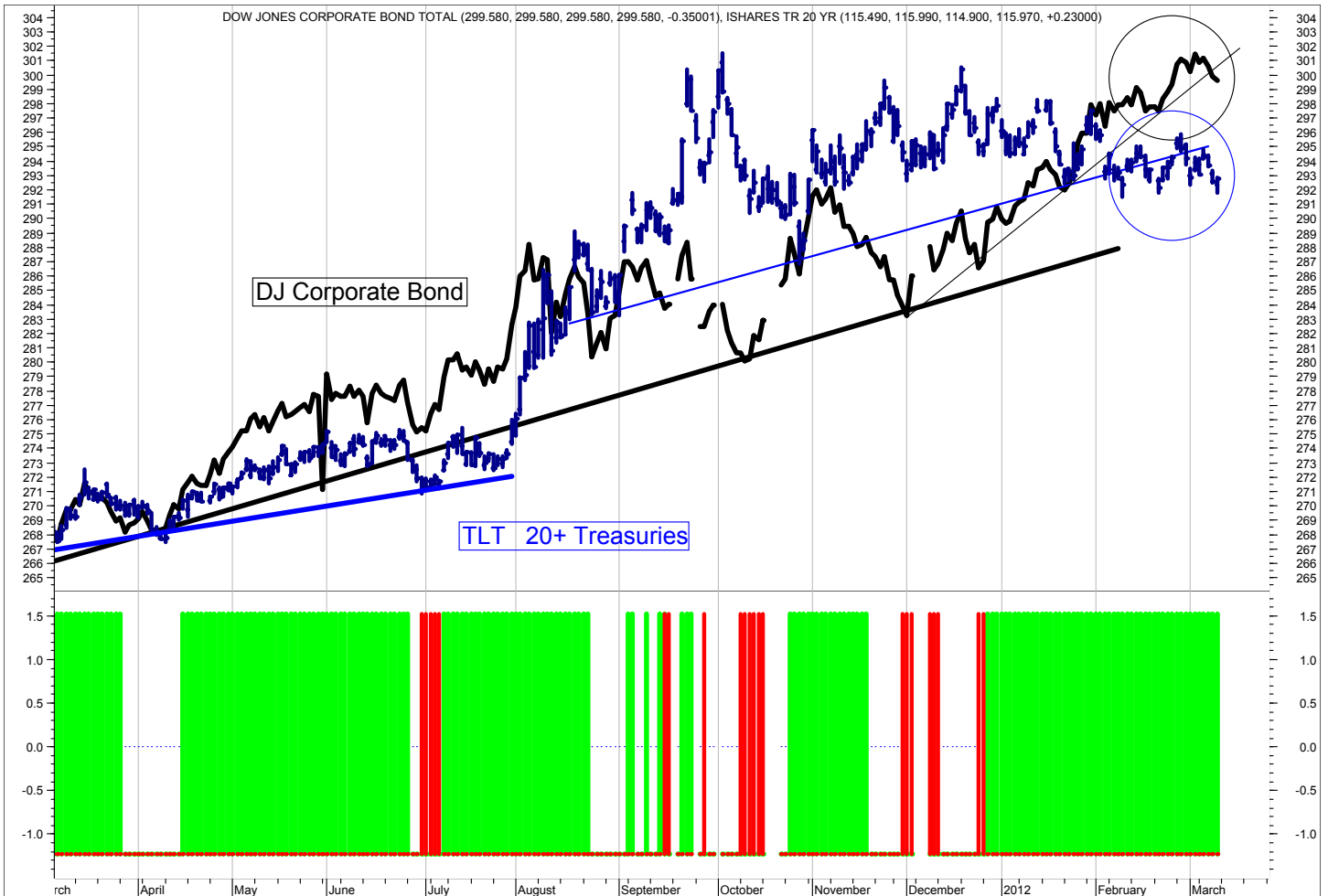
ETF Income Database and Ranking to 2/29/12

<i>Fund Name</i>	<i>Symbol</i>	<i>Style</i>	<i>12m</i>	<i>9m</i>	<i>6m</i>	<i>3m</i>	<i>1m</i>	<i>V</i>	<i>NAV</i>	<i>Rank</i>
iShares 20+ yr Trsry	TLT	BL	27.09	21.45	9.72	-0.38	-2.83	3.64	117.43	*****
PS Bld America	BAB	BI	16.40	10.44	7.35	3.36	0.10	1.92	29.42	*****
iShares 10-20yr Trsry	TLH	BL	17.03	12.82	4.20	0.82	-1.68	2.26	131.45	****
iShares Long Corp Bond	LQD	BL	7.76	5.62	4.78	6.33	1.29	1.42	117.70	****
PS 1-30 Ldr Trsry	PLW	BI	16.00	11.94	4.48	0.31	-1.84	2.21	31.97	****
PS Insrđ CA Muni	PWZ	BI	11.25	7.85	5.38	4.49	0.20	1.54	24.87	****
PS Insrđ Natl Muni	PZA	BI	11.02	7.73	5.11	4.72	-0.44	1.59	25.08	****
PS Insrđ NY Muni	PZT	BI	10.18	7.67	4.94	4.18	-0.53	1.39	24.43	****
Currency Euro	FXE	BF	-3.50	-7.50	-7.34	-0.92	1.80	2.49	132.62	***
iShares 3-7yr Trsry	IEI	BI	6.33	3.79	0.53	0.40	-0.72	0.86	121.92	***
iShares 7-10yr Trsry	IEF	BI	12.58	8.83	2.06	1.17	-1.28	1.62	105.12	***
iShares Agg Bond	AGG	BI	4.84	3.07	1.15	1.26	-0.26	0.71	110.76	***
iShares High Yld	HYG	BH	-0.40	-0.30	4.65	6.38	1.53	2.24	92.13	***
iShares Inter Gov	GVI	BI	3.52	2.12	0.47	1.19	-0.43	0.61	111.82	***
iShares Intrntl Tbond	IGOV	BW	-2.68	-5.06	-8.03	1.50	2.51	1.86	101.11	***
iShares Trsry Infitn	TIP	BI	9.73	7.04	3.81	1.65	-0.58	0.93	118.67	***
PS DB Dollar Bearish	UDN	BF	-1.42	-4.45	-5.24	-0.05	0.57	2.00	27.40	***
PS DB Dollar Bullish	UUP	BF	-0.59	2.91	4.22	-0.45	-0.72	2.03	21.96	***
PS DB G10 Currency	DBV	BF	7.12	3.23	5.32	7.08	4.07	2.26	25.56	***
PS Emrg Mrkt Svrgn Debt	PCY	BW	7.14	3.31	0.90	4.19	2.41	1.73	28.07	***
PS Fdmntl Hi Yield Corp	PHB	BH	1.62	0.86	4.95	5.07	1.78	1.40	18.86	***
PS Prfd	PGX	BF	1.83	0.00	2.41	5.71	1.48	1.42	14.44	***
SPDR Intrntl TBond	BWX	BW	1.97	-2.26	-4.17	2.30	0.10	1.76	60.50	***
Vngrđ Intrmđt Bond	BND	BI	4.42	2.71	0.60	0.65	-0.20	0.66	83.90	***
Wtree Dryfs Brazil Real	BZF	BF	-20.46	-25.63	-26.25	-17.42	1.81	5.70	21.38	***
Wtree Dryfs Comđty Cur	CCX	BF	-17.21	-20.95	-21.40	-14.93	2.92	4.62	21.89	***
Wtree Dryfs Emrg Crrncy	CEW	BF	-5.27	-8.46	-7.34	0.47	2.12	2.98	21.21	***
Wtree Dryfs Euro	EU	BF	-6.93	-10.84	-10.81	2.92	1.46	3.00	20.81	***
Wtree Dryfs N ZInd Dollar	BNZ	BF	0.34	-0.85	0.56	-8.00	-10.93	3.66	23.46	***
Wtree Dryfs S Africa Rand	SZR	BF	-9.00	-12.01	-10.87	5.30	5.16	4.54	25.49	***
Wtree Emrg Mrkt Lcl Debt	ELD	BF	3.12	-1.57	-2.34	6.65	1.84	2.94	52.58	***
iShares Inter Bond	MBB	BI	2.68	1.06	-0.25	0.36	-0.17	0.58	108.19	**
PS Low Duration	PLK	BS	0.83	0.47	0.35	0.47	0.39	0.30	25.52	**
Vngrđ ShrđTrm Bond	BSV	BS	0.96	0.07	-0.71	-0.06	-0.12	0.44	81.20	**
Wtree Dryfs Chns Yuan	CYB	BF	0.20	-0.24	-1.55	-0.74	0.08	0.79	25.42	**
Wtree Dryfs Indn Rupee	ICN	BF	-16.96	-18.59	-17.71	-7.93	1.47	3.90	22.07	**
Wtree Dryfs Jpn Yen	JYF	BF	-0.19	-0.03	-7.04	-5.57	-7.50	1.79	31.70	**
iShares 1-3yr Trsry	SHY	BS	0.60	0.06	-0.34	-0.14	-0.18	0.18	84.42	*
PS VRDO Tax Free Wkly	PVI	BS	0.00	0.00	-0.08	-0.04	-0.04	0.03	24.99	*

ETF data on pages 3, 7, 8, and 9 are for the periods shown (12months, 9, 6, 3, and 1) through the previous month's close. Generally, we want to own the top ranked ETFs (shown in green) and avoid or short the lower ranked ETFs (shown in red).

This is the ETF Income Database and Ranking. It shows performance over the last 12, 9, 6, 3, and 1 months through the previous month's end. V is Volatility. NAV is price. CS is Comet Strength (not shown). C is Comet (not shown), which is an ETF's risk-adjusted performance; the higher the better. V, CS, and C are proprietary tools. Rank column shows the number of comets.

SLM Bond Timing Model



The SLM Bond Timing Model is based on the expected direction of the Corporate Bond market. The green bars are bullish (expect higher prices and lower yields) and the red bars are bearish (expect lower prices and higher yields). White spaces indicate that the previous signal is still in effect.

WEEKLY REVIEW

3/12 Although the SLM Bond Timing Model is bullish this moment, it looks like the bond market is weakening. Treasuries and corporates are diverging from each other. And they have both broke their uptrend lines. Monitor the stop levels as noted on page 2 in the portfolio.

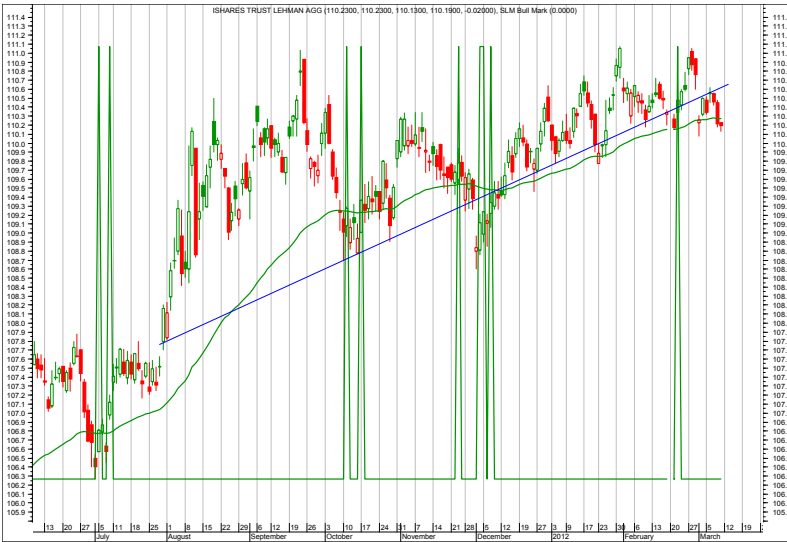
3/5 No changes.

2/27 Corporate bonds continue their relative performance. We remain bullish on bonds.

2/21 The Treasury market appears to be weakening, at least on a short-term basis. Can the corporate market hold up nonetheless? Please note the updated very close stop levels on the Portfolio page 2.

2/13 Corporate bond rally continues. Treasuries have lagged a bit with the assumption of Greece solving its problems.

Income Charts



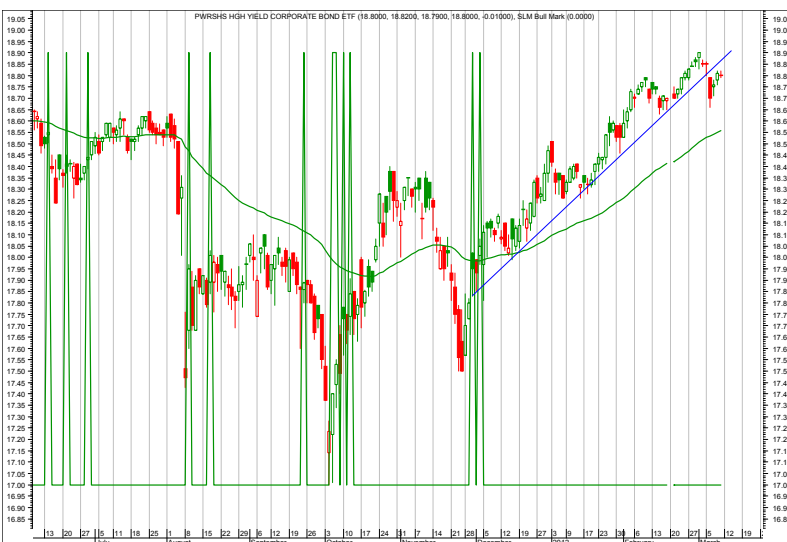
AGG—Aggregate Bond Market

3/12 Watch the stop levels, seems to be weakening.
 3/5 No direction yet.
 2/27 No breakout yet.
 2/21 Still wondering which way?
 2/13 Which way will she break?
 2/6 No change.
 1/30 Still bullish on bonds.
 1/23 Watching for an entry point.
 1/17 Coming back to where selling entered.
 1/10 No change.
 1/3 Still in an uptrend, but is it weakening?
 12/27 The longer-term trend remains up for bond prices (down for yields).



LQD—Corporate Bonds

3/12 The strong rally of the last 3 months appears in need of rest.
 3/5 No change.
 2/27 Trending up.
 2/21 Nice rally from the last signal, but can't go straight up forever. Watch the stops.
 2/13 Been a good rally, but watch for prices to break down through the uptrend for first signs of weakness. Otherwise hang on.
 2/6 Continuing to hold. Raised the stop.
 1/30 No changes.
 1/23 Been a nice rally of some 4% off the turn (last green spikes).



PHB—High Yield

3/12 High yields show the same short-term weakness.
 3/5 No change.
 2/27 Rebounded to previous highs.
 2/21 High yield showing some relative strength.
 2/13 Daily chart again. Been a nice rally in "junk" bonds also.
 2/6 This is a weekly chart. I wanted to back up and show how far high yield prices could still rally to get back to where they were before the financial implosion.
 1/30 No change.

Each chart shows daily prices, a moving average (smoothed red line on price portion), and spikes. The spikes show potential buy and sell short signals. Generally speaking, if the moving average is trending down, the spike shows a potential sell short. If the moving average is trending up, the spike shows a potential buy. The charts do not show selling or covering signals.

Growth Portfolio

ACTION FOR			PORTFOLIO DETAILS				Value as of date: 3/9/2012					
Action Date	Action	Symbol	Action Price	# of Shares	Action Value	Closing Stop as of 2/21	Description	Start Price	Ending Price	# of Shares	Current Value	Percent of Total
						LONG ETFs-						
17-Jan	buy	EEM	40.04	500	20,030							
17-Jan	buy	DVY	53.98	400	21,602							0.0%
17-Jan	buy	QQQ	58.71	400	23,494							
17-Jan	short	GLD	160.50	(130)	(20,875)							
17-Jan	short	XLF	13.71	(1,600)	(21,946)							
26-Jan	cover	GLD	167.27	130	21,755							
3-Feb	cover	XLF	14.73	1,600	23,578							
6-Feb	short	GLD	167.18	(130)	(21,743)	SHORT ETFs-						
21-Feb	sell	EEM	43.75	500	21,865							
22-Feb	cover	GLD	172.94	130	22,492							
5-Mar	sell	DVY	55.43	400	22,162							
5-Mar	sell	QQQ	64.20	400	25,670							
Cash from short								1.00	-	-	-	0.0%
Money Market								1.00	116,841	116,841.00	116,841.00	100.0%
Total Valuation=										116,841.00	116,841.00	100.0%

WEEKLY REVIEW

3/12 No changes.

3/5 Time to take profits. The market looks like it is at a short-term top area.

2/27 The short positions were all stopped out. The long positions participated in the rally. The net gain is nothing to write home about. Work on the newish model continues with backtesting.

2/21 Raised the stops and sold EEM based partially on the negative divergences between the Industrials and Transports.

2/13 No changes to the model at this time.

2/6 Covered two ETFs for losses, while the other positions rallied. I will reshort GLD. Please note the updated stop prices.

	2010	2011	ytd 2012	Incptn	SD
ETF Growth Portfolio	8.1%	6.9	1.1	16.8	5.7
Wilshire 5000 TR	17.7%	0.5	10.2	30.4	10.1

This shows the returns of previous years, year to date (ytd), and from inception (incptn). It also shows standard deviation (SD).

Top ETF Growth Ranking to 2/29/12 (month end)

<i>Fund Name</i>	<i>Symbol</i>	<i>Style</i>	<i>12m</i>	<i>9m</i>	<i>6m</i>	<i>3m</i>	<i>1m</i>	<i>V</i>	<i>NAV</i>	<i>Rank</i>
Guggnhm Spin Off	CSD	EMC	9.43	4.40	16.43	11.94	7.05	3.88	25.87	*****
PS Buyback Achievers	PKW	EGI	10.23	4.69	15.99	8.84	3.78	3.34	28.56	*****
PS Dynmc Pharma	PJP	EA	31.69	13.03	18.81	12.53	5.88	3.80	30.63	*****
PS Dynmc Retail	PMR	EA	21.88	13.09	23.39	14.90	6.17	4.10	24.45	*****
Select SPDR Cnsmr Disc	XLY	EA	9.59	6.80	14.96	11.49	4.53	3.56	43.19	*****
Select SPDR Technlgy	XLK	EA	8.98	9.39	18.43	12.98	7.08	3.59	28.94	*****
SPDR NASDAQ 100	QQQ_O	ELC	11.50	10.37	16.98	14.22	6.41	3.85	64.41	*****
Vngrd Consmr Dis	VCR	EA	9.68	5.85	14.99	11.64	5.36	3.77	69.34	*****
Vngrd Tech	VGT	EA	8.17	9.02	19.68	13.43	6.98	4.15	70.85	*****
Wtree Eqty Income	DHS	EGI	9.53	3.49	9.61	5.78	2.72	2.49	44.12	*****
Guggnhm Dfnsv Eqty	DEF	EV	8.46	3.12	7.78	4.40	1.99	2.13	27.70	****
Guggnhm MidCap Core	CZA	EMC	6.02	1.02	13.39	10.87	4.13	4.02	32.40	****
Guggnhm Ocn Grth	OTR	ELC	8.30	4.62	9.72	11.97	4.10	3.38	31.71	****
iShares DJ Slct Div	DVY	EGI	7.85	2.42	8.75	4.90	3.05	2.55	55.42	****
PS Dividend Achievers	PFM	EGI	6.36	2.44	9.50	5.49	2.84	2.66	15.56	****
PS Dynmc Banking	PJB	EA	-2.13	2.14	23.14	15.00	3.29	5.04	12.88	****
PS Dynmc Consmr Discr	PEZ	EA	10.71	4.51	14.63	14.91	6.74	4.29	28.52	****
PS Dynmc Healthcare	PTH	EA	9.62	-2.57	11.27	10.11	4.91	4.20	31.11	****
PS Dynmc Leisure & Enter	PEJ	EA	9.89	4.29	11.73	13.26	5.35	3.82	20.67	****
PS Dynmc Lrg Cap Grth	PWB	ELC	5.51	2.19	13.29	10.07	6.27	3.71	17.83	****
PS Dynmc Lrg Cap Value	PWV	ELC	3.49	-0.05	11.72	7.18	3.78	3.24	20.31	****
PS Hi Yld Eqty Div	PEY	EGI	5.30	3.66	10.53	3.66	1.41	2.40	9.34	****
PS Mega Cap	PMA	ELC	7.95	5.61	13.71	11.08	4.88	3.50	28.77	****
PS S&P SmlCap Cnsmr Dis	PSCD	EA	10.63	3.43	17.38	16.76	4.96	4.99	30.80	****
PS S&P SmlCap Hlth Care	PSCH	EA	14.50	-1.45	14.46	8.22	3.64	4.97	33.96	****
Select SPDR Cnsmr Stpl	XLP	EA	11.81	2.85	7.58	4.17	3.75	2.64	33.23	****
Select SPDR Health	XLV	EA	10.75	0.19	8.32	6.79	1.06	2.94	36.18	****
SPDR DJ Industrials	DIA	ELC	5.85	3.02	11.50	7.57	2.55	3.25	129.29	****
SPDR S&P 500	SPY	ELC	2.91	1.57	12.11	9.62	4.34	3.61	137.02	****
Vngrd Consmr Stpls	VDC	EA	12.73	2.44	6.03	3.00	3.85	2.33	83.71	****
Vngrd Grth	VUG	ELC	6.97	4.51	13.54	10.40	4.78	3.54	68.78	****
Vngrd Health	VHT	EA	10.50	-0.46	8.79	6.87	1.68	3.06	64.83	****
Vngrd Large Cap	VV	ELC	2.74	1.10	11.88	9.70	4.24	3.66	62.64	****
Wtree Div Ex Fincl	DTN	ELC	9.38	3.44	10.80	6.51	2.79	2.71	54.47	****
Wtree LrgCap Div	DLN	ELC	7.41	3.72	11.84	7.93	3.22	2.93	51.87	****
Wtree LrgCap Grth	ROI	ELC	4.18	4.24	14.43	13.20	5.34	4.14	40.47	****
Wtree MidCap Earn	EZM	EMC	5.65	1.73	15.73	13.48	4.85	4.72	60.71	****
Wtree S&P 500	EPS	ELC	5.49	4.29	14.63	11.69	4.78	3.63	48.27	****
Wtree Ttl Earn	EXT	ELC	4.13	2.77	13.44	10.88	3.91	3.71	49.12	****

This page shows the top ranked ETF Growth Database. It shows performance over the last 12, 9, 6, 3, and 1 months through the previous month's end. V is Volatility. NAV is price. CS is Comet Strength (not shown). C is Comet, which is an ETF's risk-adjusted performance; the higher the better (not shown). This gives us the Rank column (shown).

Generally speaking, we want to own the top-ranked ETFs with 5 and 4 comets. (Comets, not stars, because unlike stars that are fixed, comets come into and out of prominence. We want our thinking, our metaphor aligning with reality.

Middle ETF Growth Ranking to same month end

<i>Fund Name</i>	<i>Symbol</i>	<i>Style</i>	<i>12m</i>	<i>9m</i>	<i>6m</i>	<i>3m</i>	<i>1m</i>	<i>V</i>	<i>NAV</i>	<i>Rank</i>
Guggnhm BRIC	EEB	EW	-9.04	-9.93	0.44	9.16	4.66	5.94	41.35	***
Guggnhm China All	YAO	EWR	-5.66	-12.10	1.12	9.74	6.42	6.27	25.35	***
Guggnhm China REIT	TAO	EWR	1.35	-6.18	5.31	23.80	12.75	7.49	18.83	***
Guggnhm China Sml	HAO	EWR	-15.13	-18.59	-0.96	8.50	13.05	7.92	23.73	***
Guggnhm Frntr	FRN	EW	-4.77	-8.71	-3.01	9.83	4.33	5.25	20.95	***
Guggnhm Gbl Wtr	CGW	EW	-1.15	-6.96	2.95	5.27	4.04	3.90	20.58	***
Guggnhm Insdrr Sent	NFO	EMC	0.94	-5.19	8.47	8.85	6.35	4.98	34.32	***
Guggnhm Intrntl A Incm	HGI	EW	-8.57	-9.64	2.49	9.44	4.99	4.63	18.09	***
Guggnhm Multi Ast In	CVY	EV	3.72	0.19	7.98	8.57	3.52	3.11	22.05	***
Guggnhm Ocn Tomo	OTP	ELC	-1.28	-2.20	11.75	10.74	4.24	4.17	27.02	***
Guggnhm RJ All	RYJ	ELC	2.30	-0.13	15.91	13.69	5.15	5.20	23.09	***
Guggnhm Sctr Rotn	XRO	ELC	0.03	-4.23	10.77	11.98	6.74	4.68	25.89	***
iShares China	FXI	EW	-5.10	-11.21	4.28	11.22	3.75	5.39	40.28	***
iShares Cohen&Str REIT	ICF	ERE	2.57	-2.79	5.21	8.63	-1.25	5.08	73.51	***
iShares EAFE Indx	EFA	EW	-11.19	-11.92	2.03	6.67	4.83	4.90	54.66	***
iShares Emrg Mrkt Stk	EEM	EW	-3.19	-8.65	3.70	10.80	5.27	6.14	44.33	***
iShares Europe 350	IEV	EW	-11.57	-14.74	3.35	7.66	5.06	5.83	37.38	***
iShares Gold	IAU	EG	19.51	9.94	-7.52	-3.40	-2.94	6.29	16.48	***
iShares Latin Amr	ILF	EW	-6.89	-7.18	3.27	11.46	4.65	5.59	48.62	***
iShares Mexico	EWX	EW	-2.91	-4.84	0.95	7.83	2.01	4.29	59.34	***
iShares Prfrd	PFF	EGI	-0.96	-2.42	3.57	8.85	2.57	2.32	39.12	***
iShares REIT	IYR	ERE	-0.73	-4.24	5.10	9.07	-0.69	4.50	60.14	***
iShares Russel 2000	IWM	ESC	-1.48	-4.47	11.56	9.93	2.57	4.79	81.05	***
iShares Russel MidVal	IWS	EV	-0.78	-3.59	10.78	9.52	3.80	4.14	47.27	***
iShares Silver	SLV	EG	1.33	-10.77	-17.06	4.84	3.93	14.36	33.55	***
iShares Sict Div	IDV	ELC	-8.79	-11.76	-0.15	6.12	4.32	5.08	32.58	***
PS Aerospace & Def	PPA	EA	0.14	-1.00	13.80	10.96	3.99	3.99	20.03	***
PS BLDR Asia 50 ADR	ADRA	EW	-11.02	-6.85	3.84	9.99	4.76	4.75	25.99	***
PS BLDR Dvlpd Mrkt 100 ADR	ADRD	EW	-11.60	-10.47	3.15	6.52	4.29	5.08	20.43	***
PS BLDR Emrg Mkt 50 ADR	ADRE	EW	-6.62	-7.10	3.16	9.63	3.11	5.28	43.73	***
PS BLDR Europe 100 ADR	ADRU	EW	-10.85	-12.23	3.79	6.25	3.61	5.29	20.04	***
PS DB Commodity	DBC	EA	-1.35	-3.07	-2.79	6.08	5.35	4.91	29.32	***
PS DB Energy	DBE	EA	2.40	-0.65	4.96	8.10	8.56	5.68	30.68	***
PS DB Gold	DGL	EG	18.09	8.95	-8.10	-3.82	-3.17	6.24	58.68	***
PS DB Oil	DBO	EA	3.67	1.26	18.51	8.40	8.43	6.67	31.11	***
PS DB Precious Metals	DBP	EG	14.22	4.12	-10.20	-2.21	-1.58	7.94	59.84	***
PS DB Silver	DBS	EG	1.47	-10.86	-17.27	4.94	4.38	14.57	60.23	***
PS DWA Emrg Mrkt T Ldrs	PIE	EW	2.72	-5.54	-1.99	7.91	3.86	5.77	17.74	***
PS DWA Tech Ldr	PDP	ELC	5.64	0.23	8.68	9.09	5.51	3.78	26.41	***
PS Dyn MagniQuant	PIQ	ELC	1.20	-2.33	10.81	11.76	5.29	4.77	26.04	***
PS Dyn Mrkt	PWC	ELC	-2.82	-5.10	10.35	12.29	5.15	4.50	45.41	***
PS Dyn OTC	PWO	ESC	-3.40	-6.95	9.55	11.84	3.16	4.47	49.67	***
PS Dynmc Basic Matr	PYZ	EA	0.11	-6.26	9.58	15.42	2.21	6.09	37.51	***
PS Dynmc Biotech	PBE	EA	5.47	-4.59	12.30	13.62	1.36	4.96	22.19	***
PS Dynmc Bldg Cnstrctn	PKB	EA	-1.09	-0.51	19.47	17.01	3.10	5.72	13.62	***
PS Dynmc Consmr Staples	PSL	EA	9.70	-0.48	5.90	5.30	2.98	3.12	32.00	***
PS Dynmc Energy	PXI	EA	-0.28	-1.35	10.18	8.93	6.08	6.66	42.21	***
PS Dynmc Energy Explor	PXE	EA	-3.35	-1.18	10.65	12.77	7.84	7.25	25.89	***
PS Dynmc Fncl	PFI	EA	-1.99	-1.06	13.56	11.63	5.18	4.53	19.68	***
PS Dynmc Food & Bev	PBJ	EA	5.24	-4.56	0.83	3.45	1.25	2.96	19.47	***
PS Dynmc Indstrls	PRN	EA	-3.26	-5.63	12.56	10.47	1.70	5.22	29.93	***
PS Dynmc Media	PBS	EA	-3.60	-4.97	11.43	14.73	5.29	5.22	14.72	***
PS Dynmc Networking	PXQ	EA	-3.41	-3.38	22.16	9.41	3.62	6.34	27.73	***
PS Dynmc Oil & Gas Srvcs	PXJ	EA	-12.27	-11.53	1.95	3.73	6.40	8.17	21.95	***
PS Dynmc Semicndctr	PSI	EA	-12.45	-12.79	16.87	12.06	1.63	6.52	15.61	***
PS Dynmc Software	PSJ	EA	-2.29	-2.95	14.52	7.23	5.64	4.56	26.02	***

This shows the ETF Growth Database and Ranking. It shows performance over the last 12, 9, 6, 3, and 1 months through the previous month's end. V is Volatility. NAV is price. Rank shows the number of comets from 5 to 1. The larger the better.

Middle ETF Growth Ranking to same month end

<i>Fund Name</i>	<i>Symbol</i>	<i>Style</i>	<i>12m</i>	<i>9m</i>	<i>6m</i>	<i>3m</i>	<i>1m</i>	<i>V</i>	<i>NAV</i>	<i>Rank</i>
PS Dynmc Technology	PTF	EA	-3.43	-2.20	18.80	13.94	5.34	5.02	26.65	***
PS Dynmc Utilities	PUI	EA	2.11	-5.60	2.55	2.49	2.24	2.38	16.57	***
PS Emrg Mrkt Infrastrctr	PXR	EW	-12.13	-17.04	0.20	15.81	6.64	7.76	44.90	***
PS Fincl Pfd	PGF	EGI	-0.50	-2.54	3.06	9.97	3.06	2.47	17.87	***
PS FTSE RAFI Asia Pac xJpn	PAF	EW	-3.19	-10.40	1.17	6.15	4.36	6.27	53.29	***
PS FTSE RAFI Emrg Mrkt	PXH	EW	-7.06	-8.73	4.10	12.08	5.39	5.73	23.84	***
PS FTSE RAFI US 1500 Sml-Mid	PRFZ	EMC	-2.74	-4.08	12.19	11.01	3.04	4.86	66.46	***
PS IbtSn Altrntv	PTO	ELC	0.93	-2.23	-0.42	5.88	2.86	3.12	11.88	***
PS India	PIN	EW	-8.92	-12.46	-2.01	11.04	3.46	7.47	20.02	***
PS Intrntl Dvnd	PID	EW	-3.38	-6.93	1.53	4.82	3.83	3.68	15.44	***
PS Mrngstr Stk	PYH	ELC	-0.14	0.61	9.80	8.08	2.79	3.58	21.39	***
PS NASDAQ Intrnt	PNQI	EA	7.02	-0.75	6.64	13.16	6.07	5.11	39.25	***
PS RvrFrnt Tac Bal	PAO	EGI	-4.97	-6.76	4.65	8.30	4.30	3.40	12.40	***
PS RvrFrnt Tac G&I	PCA	EGI	-1.07	-2.84	4.09	6.39	2.90	2.48	12.99	***
PS S&P 500 High Qlty	PIV	ELC	7.99	-0.30	4.66	5.27	3.99	2.95	14.59	***
PS S&P SmlCap Cnsmr Stpl	PSCC	EA	8.57	-2.47	4.56	5.11	1.03	3.28	32.31	***
PS S&P SmlCap Energy	PSCE	EA	-2.55	-2.87	15.63	9.62	5.41	8.29	38.18	***
PS S&P SmlCap Fincl	PSCF	EA	2.57	1.34	12.71	10.06	1.39	4.20	28.73	***
PS S&P SmlCap Indstrils	PSCI	EA	-0.27	-1.39	11.80	10.55	1.64	4.86	29.75	***
PS S&P SmlCap Info Tech	PSCT	EA	-1.85	-3.53	18.47	10.77	1.24	5.38	30.85	***
PS S&P SmlCap Mtrls	PSCM	EA	-1.55	-4.80	8.86	11.28	-1.14	4.65	28.50	***
PS S&P SmlCap Utilities	PSCU	EA	7.36	0.23	2.41	1.89	-0.26	2.25	30.63	***
PS US REIT	PSR	ERE	5.70	-0.11	6.34	8.71	-1.13	4.46	52.69	***
PS Water Resources	PHO	EA	-3.96	-4.97	9.94	9.94	3.56	4.77	18.91	***
PS WilderHill Prgsv Enrgy	PUW	EA	-10.38	-8.95	10.83	15.40	6.77	6.49	26.60	***
PS Zacks Micro Cap	PZI	ESC	-9.81	-8.78	10.76	10.10	2.02	5.16	11.12	***
Select SPDR Div	SDY	EGI	3.56	0.99	7.89	3.92	1.97	2.45	55.91	***
Select SPDR Enrgy	XLE	EA	-4.66	-2.89	9.09	5.66	5.93	6.01	74.88	***
Select SPDR Financs	XLF	EA	-12.40	-6.82	10.31	15.22	5.02	5.59	14.76	***
Select SPDR Indl	XLI	EA	0.59	-1.06	14.91	9.86	2.79	4.72	37.23	***
Select SPDR Matrils	XLB	EA	-6.31	-6.99	4.61	7.10	-0.56	5.24	36.97	***
Select SPDR Utilities	XLU	EA	8.66	3.01	2.95	-0.91	0.61	1.83	34.89	***
SPDR DJ Gbl Titans	DGT	EW	-9.75	-8.42	4.49	8.12	4.26	4.69	55.80	***
SPDR Gold	GLD	EG	19.34	9.79	-7.56	-3.44	-2.97	6.26	164.29	***
SPDR Wish REIT	RWR	ERE	2.56	-2.42	5.74	9.03	-1.07	4.94	67.76	***
Vngrd Div Apprctn	VIG	EGI	4.38	1.59	10.13	5.84	2.76	3.12	57.62	***
Vngrd Emrg Mrkt	VWO	EW	-3.84	-9.12	1.59	9.33	5.43	6.03	44.63	***
Vngrd ExtnD 4500	VXF	ELC	0.41	-2.94	11.99	10.79	4.18	4.77	58.10	***
Vngrd Fincl Srv	VFH	EA	-10.42	-6.57	9.81	14.21	4.37	5.32	31.02	***
Vngrd Materials	VAW	ELC	-4.03	-6.16	5.42	6.95	-0.11	5.43	81.76	***
Vngrd MidCap Val	VO	EMC	1.07	-2.82	10.81	9.42	4.33	4.39	80.06	***
Vngrd Small Cap	VB	ESC	-0.30	-3.47	11.62	9.24	3.27	4.81	76.95	***
Vngrd Small Cap Grth	VBK	ESC	1.67	-3.00	12.67	10.12	3.87	5.19	85.04	***
Vngrd Small Cap Value	VBR	ESC	-2.37	-3.94	10.53	8.25	2.55	4.44	68.75	***
Vngrd TTL Stock	VTI	ELC	2.47	0.66	12.15	9.95	4.22	3.74	70.41	***
Vngrd Utilities	VPU	ELC	7.85	2.37	2.94	-0.67	0.63	1.86	74.59	***
Wtree Emrg Mrkt Eincm	DEM	EW	0.46	-6.90	1.71	11.36	5.19	5.24	58.34	***
Wtree Emrg Mrkt SC Div	DGS	EW	-4.35	-12.07	0.78	12.59	5.58	6.40	48.10	***
Wtree Eur SC Div	DFE	EW	-13.06	-16.92	2.00	13.83	7.17	6.58	38.45	***
Wtree Gbl Eqty Incm	DEW	EW	-6.50	-9.32	1.06	6.70	3.92	4.19	41.84	***
Wtree India	EPI	EWR	-9.49	-13.25	-1.55	16.42	6.24	8.50	20.42	***
Wtree Intrntl REIT	DRW	ERE	-7.79	-11.08	0.26	10.53	5.48	4.89	26.97	***
Wtree Intrntl SC Div	DLS	EW	-7.88	-9.29	1.07	8.44	3.94	4.32	49.09	***
Wtree Japan Hedge Eqty	DXJ	EC	-11.80	-0.89	7.77	10.61	9.76	3.27	35.65	***
Wtree Japan SC Div	DFJ	EWR	-4.95	5.01	0.87	4.02	0.82	3.25	44.03	***
Wtree MidCap Div	DON	EMC	3.24	-1.07	9.30	8.24	3.05	3.59	55.45	***
Wtree Middle East Div	GULF	EW	-1.58	-6.08	2.32	2.32	5.03	3.49	15.45	***
Wtree Sml Cap Div	DES	ESC	-0.48	-1.43	10.58	8.44	0.90	3.74	48.18	***
Wtree World Ex US Grth	DNL	EW	-2.84	-8.38	1.30	11.07	6.23	5.27	52.75	***

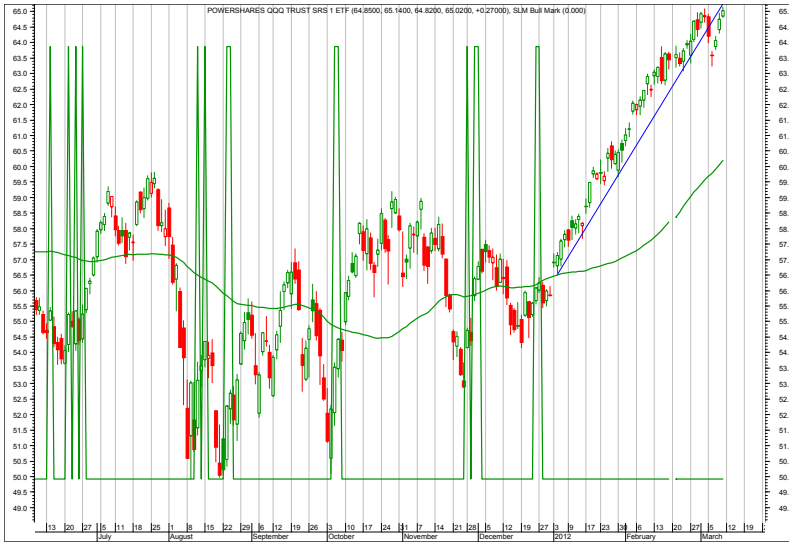
This shows the ETF Growth Database and Ranking. It shows performance over the last 12, 9, 6, 3, and 1 months through the previous month's end. V is Volatility. NAV is price. Rank shows the number of comets from 5 to 1. The larger the better.

Bottom ETF Growth Ranking to same month end

<i>Fund Name</i>	<i>Symbol</i>	<i>Style</i>	<i>12m</i>	<i>9m</i>	<i>6m</i>	<i>3m</i>	<i>1m</i>	<i>V</i>	<i>NAV</i>	<i>Rank</i>
Guggnhm Airline	FAA	EA	-20.51	-19.92	2.84	11.35	-6.68	5.82	29.34	**
Guggnhm Candn Enrg Incm	ENY	EWR	-22.18	-16.95	0.05	9.70	3.74	6.97	18.32	**
Guggnhm Euro-Pac	EEN	EW	-15.35	-15.68	-3.35	12.31	4.08	6.10	17.18	**
Guggnhm Gbl Div	LVL	EW	-8.42	-11.77	-0.56	4.39	2.96	4.35	14.25	**
Guggnhm Intrntl SmlCap	XGC	EW	-20.76	-21.38	-7.87	12.80	7.46	7.10	18.86	**
Guggnhm Shipping	SEA	EA	-34.31	-27.19	1.35	25.16	7.93	7.06	17.96	**
Guggnhm Timber	CUT	EA	-15.30	-15.64	1.61	11.39	5.47	5.49	18.88	**
iShares Canada	EWC	EW	-13.81	-11.79	-2.91	5.68	3.24	4.45	29.02	**
PS Cleantech	PZD	EA	-13.89	-17.62	-2.44	6.76	3.44	5.69	23.99	**
PS DB Base Metals	DBB	EG	-16.69	-12.00	-9.08	5.76	1.00	5.64	21.12	**
PS DWA Dvlpd Mrkt T Ldrs	PIZ	ELC	-12.93	-16.22	-2.76	6.38	5.29	5.65	19.47	**
PS FTSE RAFI Dvlp Mrkt xUSA	PXF	EW	-14.13	-14.33	2.32	6.89	5.33	5.52	36.17	**
PS FTSE RAFI Dvlp Mrkt xUSA Sml	PDN	EW	-9.11	-9.43	-1.20	6.74	3.99	4.22	22.96	**
PS Gbl Agriculture	PAGG	EA	-9.73	-9.98	-5.46	6.89	2.94	5.17	29.96	**
PS Gbl Gold Precious Mtls	PSAU	EG	-8.99	-7.40	-11.84	-3.62	0.17	6.96	44.14	**
PS Gbl Listd Prvt Eqty	PSP	EW	-18.07	-20.58	2.64	14.60	5.54	6.78	9.34	**
PS Gbl Nuclr Enrgy	PKN	EW	-19.92	-11.18	3.39	6.58	3.49	5.58	17.59	**
PS Gbl Steel	PSTL	EA	-25.83	-20.59	-5.02	12.74	4.34	7.24	17.79	**
PS Gbl Water	PIO	EW	-12.06	-16.01	-0.34	7.26	3.17	5.11	17.57	**
PS Gldn Drgn USX China	PGJ	EW	-16.93	-17.17	-6.88	6.30	3.90	5.81	22.62	**
PS MENA Frntr Countries	PMNA	EW	-9.25	-9.60	-1.26	4.84	5.04	3.37	11.35	**
PS S&P 500 BuyWrite	PBP	ELC	-4.19	-5.74	4.31	-2.86	1.75	2.87	20.35	**
SPDR Euro Stoxx 50	FEZ	EW	-19.60	-20.96	0.83	6.12	5.27	6.94	32.93	**
Wtree DEFA	DWM	EW	-10.28	-12.41	0.56	6.03	4.38	4.83	45.03	**
Wtree DEFA Eqty Incm	DTH	EW	-11.66	-14.34	-1.16	3.60	3.74	5.11	39.17	**
Wtree Intrntl Div Ex Fincl	DOO	EW	-9.53	-13.41	-0.63	3.00	4.29	4.53	42.26	**
Wtree Intrntl LC Div	DOL	EW	-10.41	-11.88	1.68	5.64	4.17	5.04	43.46	**
Wtree Intrntl MC Div	DIM	EW	-11.48	-12.98	-0.84	8.28	5.00	4.87	48.08	**
Wtree Intrntl Utilities	DBU	EA	-12.45	-11.94	-2.96	4.68	3.88	4.00	19.03	**
Guggnhm Solar	TAN	EA	-64.79	-61.40	-47.05	-5.83	-4.59	11.92	28.91	*
iShares Spain	EWP	EW	-25.85	-27.87	-13.22	-5.20	0.78	5.97	31.18	*
PS DB Agriculture	DBA	EA	-16.36	-10.63	-14.25	0.90	0.86	3.86	29.25	*
PS Dyn Dvlp Intrnl Opp	PFA	EW	-15.24	-20.16	-16.76	-0.26	7.26	5.03	15.63	*
PS Gbl Clean Enrgy	PBD	EW	-34.81	-35.16	-16.68	3.40	4.08	7.71	9.44	*
PS Gbl Coal	PKOL	EA	-25.55	-24.52	-11.15	1.15	2.47	7.24	27.33	*
PS Gbl Wind Energy	PWND	EW	-27.97	-30.56	-13.24	0.69	2.95	6.66	7.34	*
PS Lux Nanotech	PXN	EA	-36.52	-29.42	-10.81	4.17	0.15	5.37	6.50	*
PS WilderHill Cln Enrgy	PBW	EA	-46.47	-39.69	-20.55	4.35	0.00	7.69	5.76	*

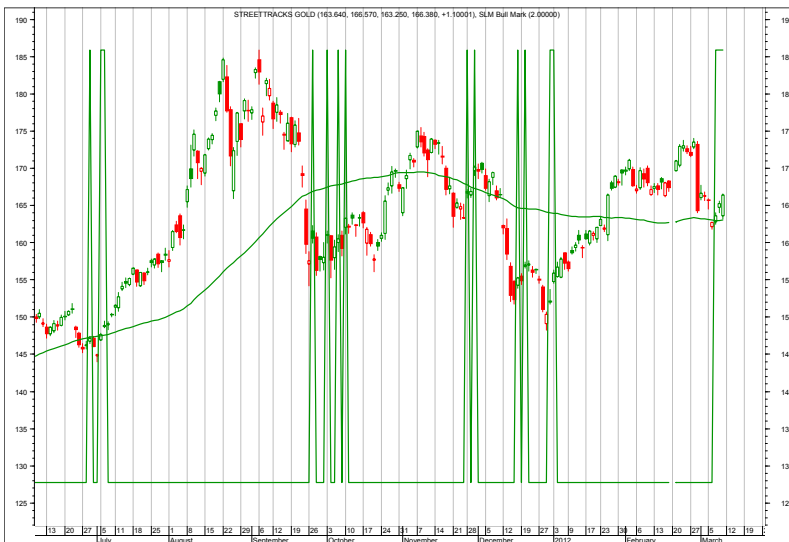
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Growth Charts



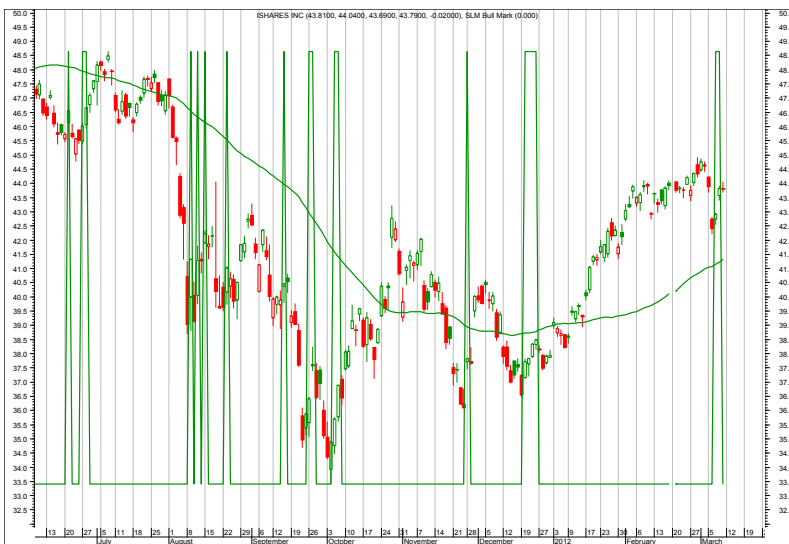
QQQ—OTC

3/12 Sharp correction and rally back up. Have to watch for any follow through or failure.
 3/5 Not shown is the action today (sell off below up trend line). So take profits.
 2/27 Still trending up.
 2/21 Watch the tight stop mentioned on page 6.
 2/13 Can't go straight up forever. Watch the trend line for reversals.
 2/6 Weekly chart, showing tech is leading.
 1/30 Recovery highs.
 1/23 QQQ has made it back to the top of its trading range. Time for a very tight stop.



GLD—Gold

3/12 Short-term buy signal on gold, but standing aside.
 3/5 Something happened on the way to the bank.
 2/27 Broke through its down trend line. Odds are it is heading to recovery highs.
 2/21 Maintain short for now, as GLD is still in a downward intermediate-term trend.
 2/13 Have resorted with the idea that GLD is in a confirmed down channel. Since it is close to the top of the channel, it provides a low-risk entry point.



EEM—MSCI Emerging Markets

3/12 There was a short-term buy triggered, but standing aside.
 3/5 Standing aside.
 2/27 Also broke through the down trend.
 2/21 This fund has rallied back to its intermediate-term down trend line. Time to take profits as noted on page 6.

Each chart shows daily prices, a moving average (smoothed red line on price portion), and spikes. The spikes show potential buy and sell short signals. Generally speaking, if the moving average is trending down, the spike shows a potential sell short. If the moving average is trending up, the spike shows a potential buy. The charts do not show selling or covering signals.

Overflow from Page 1, Definitions, and Newsletter Updates

(Continued from page 1) **REVIEW**

worsen. China has also slowed its growth pace, and the same hope is that it won't devolve into recession is widespread.

Given these things, we can understand why the stock market has rallied the past two months. For my part, I underestimated the resolve to bail out Greece. I suppose it is better to lose half one's investment than to lose all of it.

So, the news is fairly well discounted. For the market to move higher, it will require more improvement. As long as the Fed stays accommodative and the economy stays out of recession, the market should move irregularly higher in 2012.

It is to 2013 when the elections are over that the new worry will emerge. Congress will have to address the deficit. It may do

this by increasing taxes and cutting spending. Both of these measures will be negatives.

Trading the top ETFs and shorting the weak ETFs will still be the strategy going forward.

Just to clarify a couple of terms that I use regularly.

Short-term is days to weeks.

Intermediate-term is weeks to months.

Long-term is months to years.

Cyclical is 2-5 years.

Secular is 5 years to decades.

Bull market is a series of higher highs and higher lows.

Bear market is a series of lower lows and lower highs.

Neutral market is sideways without a discernible pattern.

Oddly, bull and bear markets may occur simultaneously, but over different time periods. For example, we may be in a secular bear market, but there are cyclical bull and bear markets.

Closing stops are "mental". I look at the position at quarter to the close. If it is trading below the stop (or above if short), then I act with the assumption the security will trigger that closing stop on that day. I sell (or cover) at the close that day.

3/12/12 No changes to the Newsletter.

3/5/12 Back testing of a new timing model is underway.

2/27/12 No changes to the letter or models yet.

2/21/12 No changes.

2/13/12 I am still working on the ETF allocation model that I've mentioned a few times before. It is designed to combine both ETF selecting and timing into one model. It is moving more slowly than I thought it would, but steady progress continues.

2/6/12 Monthly updates for the ETF equity and bond rankings are shown.

Descriptions & Disclosures

PORTFOLIO DESCRIPTIONS (pages 2 and 6)

Our guiding goal is to provide the most return with the least risk consistently over time through bull and bear markets.

Income Portfolio, page2: Uses a proprietary selection methodology on all of the monitored bond-oriented ETFs to pick the top ETFs. I then use a proprietary timing model to decide whether to buy, sell, hold, or avoid.

Growth Portfolio, page 6: Uses the same methodologies as in the Income Portfolio, except as it is applied to stock-oriented ETFs.

Both portfolios were started on 1/1/10 with \$100,000.

Portfolio changes will usually be made at the close on Monday, unless otherwise noted in any emailed hotline update or triggered stop orders. Issues are normally posted on Mondays by 1:35pm cst.

Portfolios are updated through the Friday close the week before.

Dividends are reinvested in additional shares. Commissions of \$10/trade and short-term redemption charges, if any, are applied.

Interest is zero for the money market (cash) position.

Wilshire 5000 TR (total return) includes dividend reinvestment. This is a broad based index of domestic stocks.

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