

ETF Selections & Timing

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March 14, 2011 (data through previous Friday close)

Volume 2
Issue 11

Quantifying the Costs

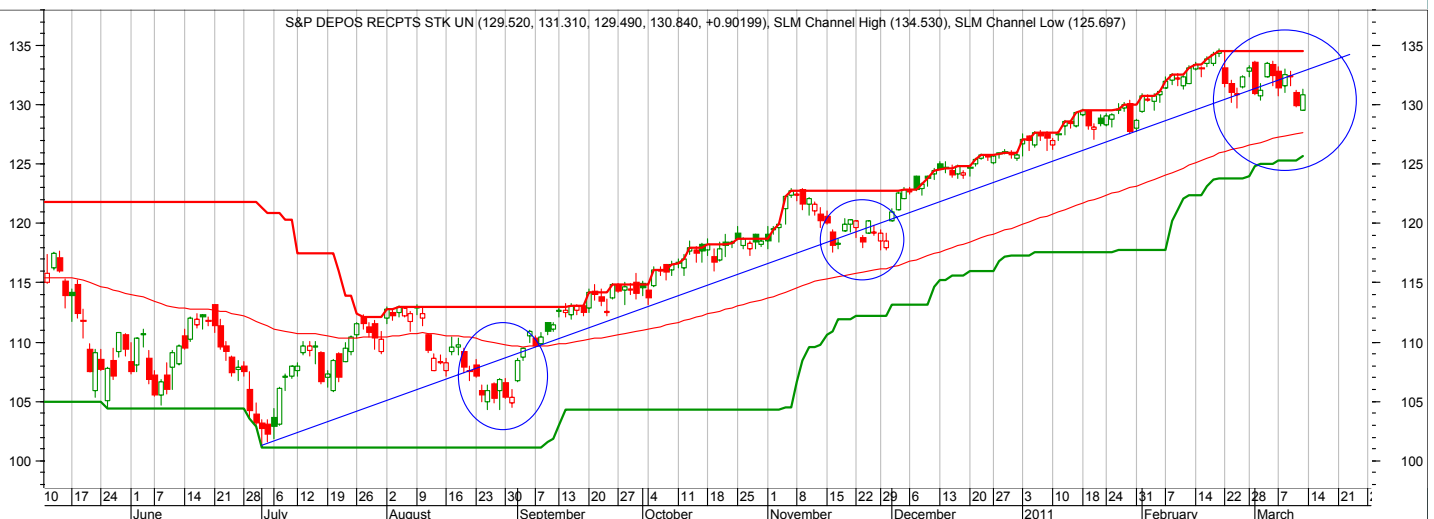
Last week I looked at the possibility that the market's current decline below its intermediate-term up trend line dating from nine months ago may not recover like the previous two times. But the low possibility of a quick recovery like the last two cannot be ruled out yet. We

have to watch to see if the lows are taken out and the rallies do not extend.

In other words, is this the beginning of the anticipated correction of 5-15% or is it a fake breakdown like the previous two times? Right now, it looks like the answer is the former.

It's easy enough to look at the current troubles around the globe, both natural and man made, to suggest the correction is taking place. The end result of these types of events is simply unknown at the present

(Continued on bottom right on page 11 see REVIEW)



The chart shows the daily S&P 500 with red smoothed line an 80-day moving average. The lower part shows blue volume and red spikes as possible trading signals.

SCOREBOARD

Model	YTD	52-week	26-week	13-week	4-week	1-week
ETF Income Portfolio	1.1%	4.3%	1.1	1.4	1.9	0.4%
ETF Growth Portfolio	2.1%	7.7%	5.9	2.4	1.2	0.0%
Aggrgt Bond (AGG)	-0.1%	1.1%	-1.7	0.3	1.3	0.6%
Wilshire 5000	3.4%	14.7%	19.0	4.9	-2.1	-1.5%

CONTENTS

Pages 2-5	Income
Pages 6-10	Equity
Page 11	Overflow
Page 12	Disclaimers

Income Portfolio

ACTION FOR			PORTFOLIO DETAILS						Value as of date: 3/11/2011					
Action Date	Action	Symbol	Action Price	# of Shares	Action Value	Symbol	Closing Stop	Description	Start Price	Ending Price	# of Shares	Current Value	Percent of Total	
10-Jan	sell	PHB	18.31	561	10,274	AGG	104.70	aggrgt	105.13	105.63	372.5	39,349.92	37.1%	
10-Jan	buy	TLT	92.85	101	9,378									
10-Jan	sell	PCY	26.69	357	9,528	TIP	106.00	inflation	105.53	109.18	200.2	21,862.09	20.6%	
14-Jan	sell	TIP	107.76	121	13,061	TLT	89.00	20+ yr	89.52	91.55	231	21,146.95	20.0%	
14-Jan	sell	BSV	80.62	205	16,543	TLH	110.00	10-20yr	112.37	112.03	200	22,406.00	21.1%	
24-Jan	buy	TIP	106.93	125	13,366									
3-Feb	sell	TLT	89.72	202	18,113									
4-Feb	sell	TIP	105.83	125	13,219									
14-Feb	buy	TIP	105.53	200	21,096									
14-Feb	buy	AGG	104.35	200	20,860									
14-Feb	buy	TLT	89.52	230	20,580									
10-Mar	buy	TLH	112.37	200	22,464	Money Market					1.00	1,216	1,216.00	1.1%
											Total Valuation=	105,980.97	100.0%	

WEEKLY REVIEW

3/11/11 Hold the bond positions for now. No changes.

3/9/11 I'll move the remainder of cash (money market) into TLH. If stocks pull back, this area should benefit.

2/28/11 Please note that I've raised the stop levels as the bond rally continues.

2/22/11 The contrarian buys from last week have paid off so far, especially the TIP buy.

2/14/11 I'll reenter the bond market again with some contrary oriented buys. Please note the sell stops near recent lows.

Annual Performance	2010	2011
ETF Income Portfolio	4.8	
Aggregate Bond	2.5	

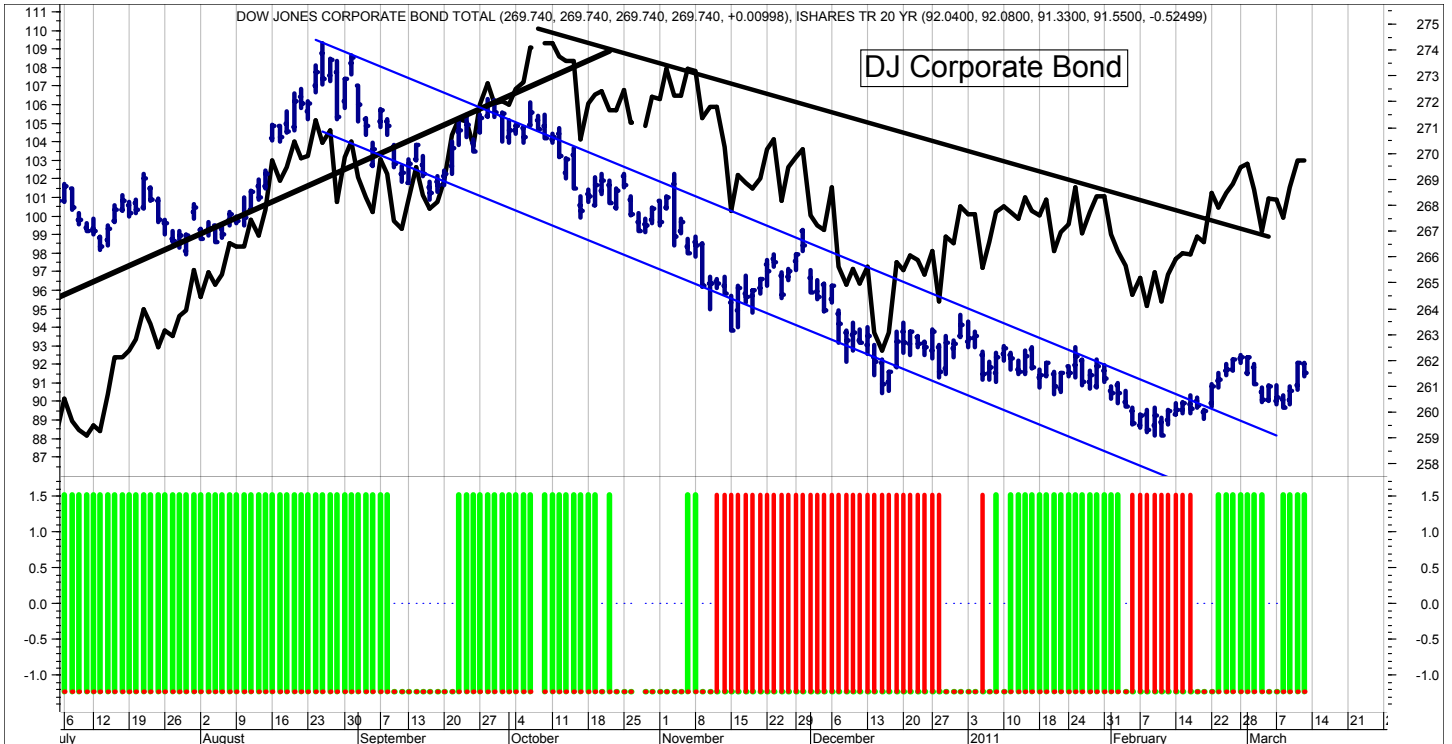
ETF Income Database and Ranking

Fund Name	D Symbol	Style	12m	9m	6m	3m	1m	V	NAV	Rank
iShares High Yld	HYG	B	6.11	9.33	6.14	3.94	0.78	1.96	92.50	*****
PS DB Dollar Bearish	UDN	B	3.93	12.74	8.22	5.79	1.05	2.63	27.79	*****
Currency Euro	FXE	B	1.16	12.31	8.86	6.29	0.77	3.48	137.43	****
PS Fdmntl Hi Yield Corp	PHB	B	4.50	7.97	3.98	2.65	0.65	1.75	18.56	****
SPDR Intrntl TBond	BWX	B	6.00	11.65	2.28	4.00	0.66	2.51	59.33	****
Wtree Dryfs Euro	EU	B	2.01	11.30	9.18	6.43	1.04	3.44	22.36	****
Wtree Dryfs Indn Rupee	ICN	B	4.40	5.41	5.51	2.15	2.07	1.81	26.58	****
Wtree Dryfs Jpn Yen	JYF	B	8.29	10.29	2.45	2.06	0.28	2.64	31.76	****
iShares 10-20yr Trsry	TLH	B	2.81	-0.60	-9.13	-4.74	0.45	2.32	112.32	***
iShares 1-3yr Trsry	SHY	B	0.30	0.10	-0.50	-0.39	-0.20	0.34	83.92	***
iShares 20+ yr Trsry	TLT	B	0.80	-4.25	-14.89	-6.11	1.29	3.57	92.40	**
iShares 3-7yr Trsry	IEI	B	2.14	1.07	-2.72	-2.35	-0.59	1.15	114.66	**
iShares 7-10yr Trsry	IEF	B	2.95	0.29	-5.93	-4.38	-0.46	1.67	93.37	**
iShares Agg Bond	AGG	B	1.07	-0.06	-3.02	-1.60	-0.01	0.79	105.65	**
iShares Inter Gov	GVI	B	1.10	0.54	-1.93	-1.40	-0.17	0.75	108.02	**
iShares Intrntl TBond	IGOV	B	2.12	8.96	2.25	4.01	0.57	2.42	103.89	**
iShares Long Corp Bond	LQD	B	3.50	3.57	-3.35	-0.82	0.68	1.30	109.22	**
iShares Trsry Inflt	TIP	B	4.08	1.93	-0.08	-1.21	0.57	1.21	108.15	**
PS 1-30 Ldr Trsry	PLW	B	1.85	-1.54	-8.92	-4.31	0.36	2.11	27.56	**
PS Bld America	BAB	B	1.18	-2.14	-6.35	-0.78	1.67	1.64	25.28	**
PS DB G10 Currency	DBV	B	3.69	5.62	9.10	3.51	0.34	2.91	23.86	**
PS Emrg Mrkt Svrgn Debt	PCY	B	2.75	2.10	-5.24	-2.49	-0.34	1.64	26.20	**
PS Low Duration	PLK	B	-0.41	-0.24	-0.90	-0.47	0.04	0.26	25.31	**
PS Prfd	PGX	B	2.46	5.75	-1.25	-0.49	0.64	1.40	14.18	**
Vngrd Intrmdt Bond	BND	B	0.93	-0.14	-3.06	-1.90	0.01	0.79	80.35	**
Vngrd ShrtTm Bond	BSV	B	0.04	0.07	-1.52	-1.32	-0.40	0.53	80.43	**
Wtree Dryfs Brazil Real	BZF	B	3.82	2.71	-2.93	-6.44	1.20	2.76	26.88	**
Wtree Dryfs Chns Yuan	CYB	B	0.48	2.30	2.26	0.59	0.44	0.67	25.37	**
Wtree Dryfs Emrg Crrncy	CEW	B	2.75	4.38	2.52	-0.97	0.77	1.59	22.39	**
Wtree Dryfs N Zlnd Dollar	BNZ	B	4.61	7.35	3.52	-3.51	-2.26	3.32	22.94	**
Wtree Dryfs S Africa Rand	SZR	B	3.78	-0.11	-4.30	-8.79	3.36	2.91	28.01	**
iShares Inter Bond	MBB	B	-1.82	-2.79	-4.02	-3.61	-0.30	0.82	105.37	**
PS DB Dollar Bullish	UUP	B	-6.56	-12.83	-8.42	-6.00	-1.21	2.68	22.09	**
PS Insr CA Muni	PWZ	B	-5.23	-6.46	-9.01	-4.26	1.76	1.27	22.36	**
PS Insr Natl Muni	PZA	B	-4.84	-5.91	-8.39	-3.63	1.12	1.15	22.59	**
PS Insr NY Muni	PZT	B	-4.47	-5.73	-8.00	-3.56	1.52	1.16	22.17	**
Wtree Dryfs Comdty Cur	CCX	B	NA	NA	NA	5.76	2.05	0.00	26.44	**
Wtree Emrg Mrkt Lcl Debt	ELD	B	NA	NA	1.11	-0.29	0.95	0.00	50.99	**
PS VRDO Tax Free Wkly	PVI	B	0.00	0.00	0.00	0.00	0.00	0.01	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; that is, 2/28/11.

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. C is Comet, which is an ETF's risk-adjusted performance; the higher the better. V, CS, and C are proprietary tools.

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

3/11/11 The bond market is confirming its new up trend.

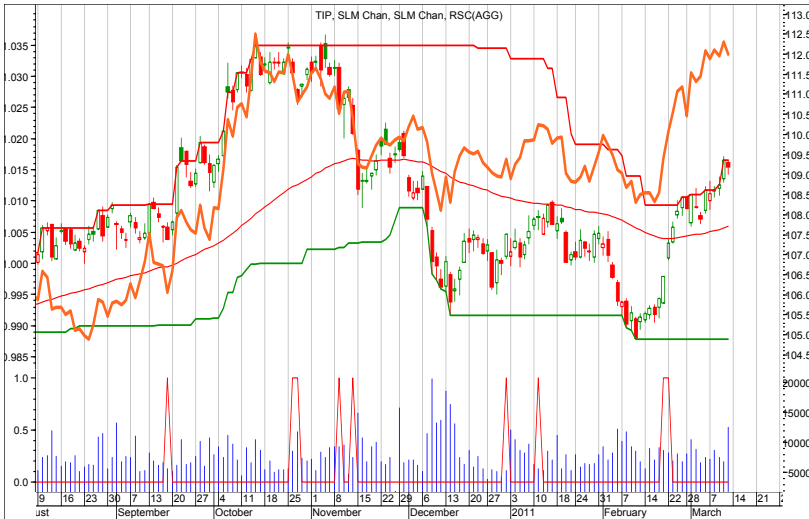
3/9/11 As mentioned on the next page, after the corporate and Treasury bond markets break out to the upside, it pulled back. Time to accumulate.

2/28/11 The SLM Bond Timing Model has turned bullish last week. Prices broke upwards through their well-defined down trend lines. This was anticipated.

2/22/11 The long term support for Treasuries appears to have held. They have bounced off support into their resistance line that has held the last six months. Given the Middle East turmoil, I'd expect the Treasury market to continue to rally.

2/14/11 The SLM Bond Timing Model is still bearish. But on a longer term chart the TLT (treasuries) is at major support levels around 88-90. That level was support back in June, 2008, June, 2009, and winter 2010. So I will begin to accumulate in anticipation of a trend change.

Income Charts



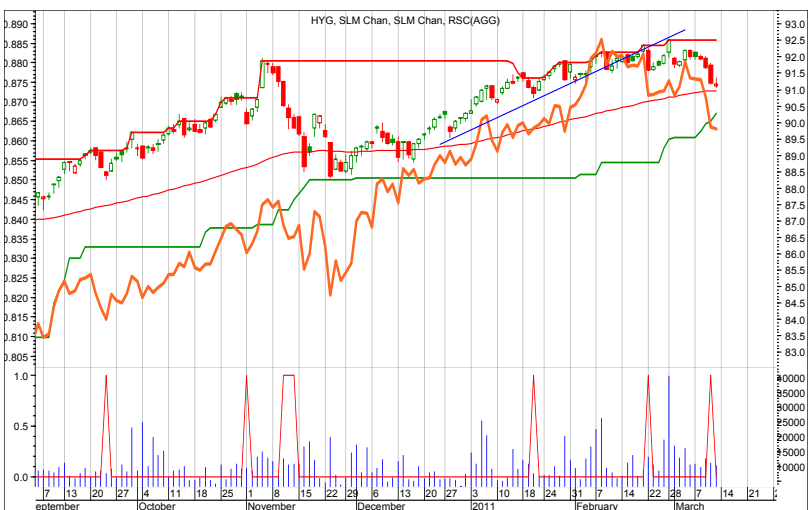
TIP—Inflation Protected

3/11/11 Rally on inflation fears.
 3/9/11 Continue to hold.
 2/28/11 A pullback would not be unprecedented after the sharp rally.
 2/22/11 Made reversal. Now needs to record a recovery high and not make new lows.
 2/14/11 Looking for a reversal.
 2/4/11 Got stopped out. Bear market.
 1/31/11 Watch for rally.
 1/24/11 Pullback to uptrend. Good entry point.



TLT--20 year Treasury bond

3/11/11 Needs to make recovery high.
 3/9/11 Need to see the new up trend hold.
 2/28/11 Expect further rally.
 2/22/11 Chance of bottom at major support.
 2/14/11 Looking for a reversal.
 2/4/11 A ledge.
 1/31/11 Bouncing along a bottom or a ledge on the way down?
 1/24/11 Still weak.
 1/18/11 Potential trend change.



HYG—High Yield

3/11/11 Top for high yield appears in place.
 3/9/11 Still moving sideways after a good rally.
 2/28/11 Potential trouble is signaled in the high-yield bond market. This bears monitoring.
 2/22/11 Needs to remain above trend.
 2/14/11 Standing aside.
 2/4/11 Investors are stretching for yield.
 1/31/11 Still waiting.
 1/24/11 Waiting for a pullback to buy.

Each chart shows daily prices (top portion), volume (bottom portion), a moving average (smoothed red line on price portion, a relative strength indicator between the ETF and AGG (Aggregated bond ETF) (orange line), and red spikes. The spikes show potential places to buy and sell short. If the moving average is trending down, the spike shows a potential sell shorts. If the moving average is trending up, the spike shows potential buys. The charts do not show selling or covering signals.

Equity Portfolio

ACTION FOR		PORTFOLIO DETAILS				Value as of date:			3/11/2011					
Action Date	Action	Symbol	Action Price	# of Shares	Action Value	Symbol	Closing Stop as of 3/4	Description	Start Price	Ending Price	# of Shares	Current Value	Percent of Total	
						LONG ETFs-								
24-Jan	buy	SLV	26.36	200	5,262									
24-Jan	buy	XLE	70.36	70	4,915	SLV	32.50		26.36	35.03	200	7,006.00	6.3%	
24-Jan	buy	DEM	58.63	90	5,267									
31-Jan	short	EWP	41.87	(100)	(4,177)									
4-Feb	sell	RSW	35.30	100	3,520									
17-Feb	cover	EWP	42.74	100	4,264									
22-Feb	sell	ICF	69.65	100	6,955									
22-Feb	sell	DEM	56.91	90	5,112									
28-Feb	short	EWP	42.05	(100)	(4,215)	SHORT ETFs-								
						EWP	43.25		42.05	40.72	(100.0)	(4,072.00)	-3.7%	
9-Mar	sell	XLE	76.62	70	5,353									
									Cash from short		1.00	4,215.0	4,215.00	3.8%
									Money Market		1.00	103,226	103,226.00	93.5%
									Total Valuation=				110,375.00	100.0%

WEEKLY REVIEW

3/11/11 No changes this week.

3/9/11 XLE looks like it is turning over and will be sold.

2/28/11 Will continue to stand aside for the most part from the long side of the market. It still appears overbought and under appreciative of the turmoil in the Middle East and North Africa.

2/22/11 Will raise even more cash, given the Middle East uncertainty. The market was very overbought and is due for a correction.

2/14/11 Raised the SLV stop very close. It should either continue it's recovery or fail. Still waiting for a pullback to buy.

Annual Performance	2010	2011
ETF Growth Portfolio	8.1	
Wilshire 5000	15.5	

Top ETF Equity Ranking

<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 Candn Enrg Incm	ENY	EWR	39.95	42.67	50.90	27.04	10.36	6.77	23.54	*****
Guggnhm Dfnsv Eqty	DEF	EV	21.51	22.08	15.83	6.77	3.27	2.54	25.54	*****
iShares Silver	SLV	EG	106.04	83.64	74.91	20.66	20.87	8.00	33.11	*****
PS DB Agriculture	DBA	EA	37.68	48.30	34.60	20.21	1.98	4.19	34.97	*****
PS DB Commodity	DBC	EA	25.77	35.34	33.87	18.55	4.17	4.58	29.72	*****
PS DB Silver	DBS	EG	103.01	81.31	73.67	19.48	20.80	8.04	59.36	*****
PS Dynmc Energy	PXI	EA	55.49	56.37	53.31	21.67	7.22	5.91	42.33	*****
PS Dynmc Energy Explor	PXE	EA	60.86	56.85	59.75	27.27	8.33	6.49	26.79	*****
PS Dynmc Oil & Gas Srvc	PXJ	EA	51.27	64.61	64.82	23.13	7.71	7.67	25.02	*****
Select SPDR Enrgy	XLE	EA	39.90	48.05	53.40	25.24	7.37	5.99	78.54	*****
PS RvrFrnt Tac Bal	PAO	EGI	16.21	17.99	19.18	7.23	3.16	3.23	13.05	****
Guggnhm MidCap Core	CZA	EMC	29.26	28.07	26.95	10.67	3.44	4.51	30.56	****
Guggnhm Ocn Grth	OTR	ELC	21.90	24.60	25.56	9.17	4.05	4.01	29.28	****
Guggnhm RJ All	RYJ	ELC	34.67	30.54	41.50	16.52	4.68	6.08	22.57	****
iShares Canada	EWC	EW	29.95	28.66	29.00	14.80	7.61	4.76	33.67	****
PS Actv Alph MultiCap	PQZ	ELC	20.70	26.49	33.38	17.03	5.13	4.73	20.82	****
PS Buyback Achievers	PKW	EGI	23.40	23.32	29.44	11.06	3.29	4.23	25.91	****
PS DB Energy	DBE	EA	19.36	27.76	34.23	21.30	5.94	5.33	29.96	****
PS DB Precious Metals	DBP	EG	37.90	26.45	23.07	5.03	9.05	4.72	52.39	****
PS Dividend Achievers	PFM	EGI	16.95	18.46	18.56	8.29	3.10	3.16	14.63	****
PS Dyn Mrkt	PWC	ELC	23.99	24.75	30.49	10.50	4.03	4.64	46.73	****
PS Dynmc Food & Bev	PBJ	EA	25.85	18.97	19.35	3.64	5.29	3.59	18.50	****
PS Dynmc Healthcare	PTH	EA	18.47	14.57	28.82	11.34	4.45	3.91	28.38	****
PS Dynmc Indstrls	PRN	EA	39.69	33.19	38.47	12.88	3.41	6.15	30.94	****
PS Dynmc Networking	PXQ	EA	52.15	43.84	44.49	16.61	9.00	6.90	28.71	****
PS Dynmc Pharma	PJP	EA	21.78	24.72	21.15	4.16	0.74	3.38	23.26	****
PS Dynmc Software	PSJ	EA	27.42	22.04	31.05	12.17	5.55	4.93	26.63	****
PS FTSE RAFI Dvlp Mrkt xUSA Sml	PDN	EW	23.40	29.21	26.02	12.42	2.10	4.59	25.26	****
PS Gbl Coal	PKOL	EA	33.21	43.68	39.45	7.49	-0.22	6.05	36.71	****
PS Mega Cap	PMA	ELC	18.19	21.97	26.00	11.51	2.54	4.00	26.65	****
PS NASDAQ Intrnt	PNQI	EA	45.38	36.47	32.71	6.13	2.03	5.31	36.68	****
Vngrd MidCap Val	VO	EMC	30.15	26.61	32.23	12.35	4.13	5.21	79.21	****
Vngrd Small Cap Grth	VBK	ESC	38.52	31.97	42.32	15.21	6.22	6.32	83.64	****
Wtree Div Ex Fincl	DTN	ELC	22.06	22.15	21.11	8.50	2.87	3.74	49.80	****
Wtree Eqty Income	DHS	EGI	19.28	20.05	14.56	7.61	3.73	3.08	40.28	****
Wtree Japan SC Div	DFJ	EWR	16.18	19.02	19.23	14.68	4.37	3.06	46.32	****
Wtree LrgCap Div	DLN	ELC	18.56	20.82	20.91	10.40	3.58	3.59	48.29	****
Wtree LrgCap Grth	ROI	ELC	17.59	18.83	26.98	10.80	3.67	3.78	38.84	****
Wtree MidCap Earn	EZM	EMC	30.93	24.97	33.79	12.87	4.42	5.36	57.46	****
Wtree S&P 500	EPS	ELC	17.54	19.98	23.98	11.37	3.31	3.78	45.76	****
Wtree Ttl Div	DTD	ELC	19.18	20.32	20.77	10.21	3.43	3.70	48.75	****

This page shows the top ranked ETF Equity 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. C is Comet, which is an ETF's risk-adjusted performance; the higher the better.

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 Equity Ranking

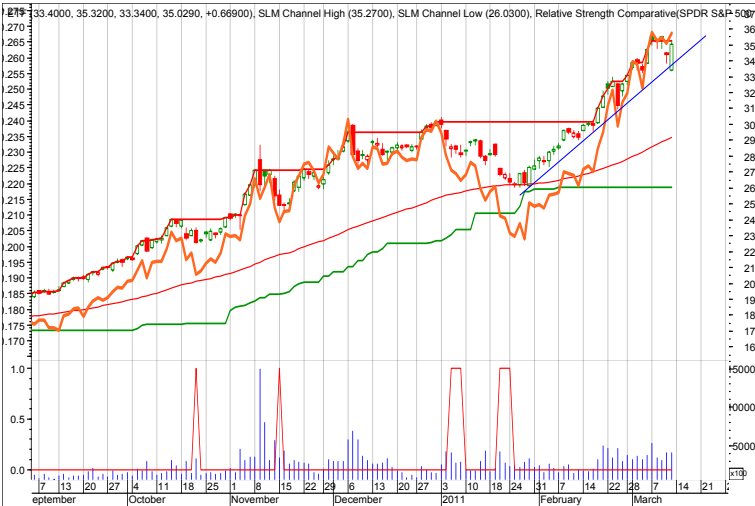
PS RvrFrnt Tac G&I	PCA	EGI	10.06	11.08	11.46	4.46	2.02	2.33	13.13	***
Guggnhm Euro-Pac	EEN	EW	17.89	24.69	19.55	9.93	1.05	4.68	20.30	***
Guggnhm Gibl Div	LVL	EW	9.70	18.33	17.17	12.10	2.60	5.09	15.56	***
Guggnhm Gibl Wtr	CGW	EW	18.63	24.96	22.54	7.15	1.91	4.20	20.82	***
Guggnhm Inscr Sentr	NFO	EMC	29.47	23.91	33.07	11.08	3.22	5.26	34.00	***
Guggnhm Intrntl A Incm	HGI	EW	15.36	22.96	17.58	7.94	1.67	4.14	19.78	***
Guggnhm Intrntl SmI Cap	XGC	EW	21.89	26.33	16.67	2.23	1.20	4.84	23.80	***
Guggnhm Multi Ast In	CVY	EV	17.46	19.47	16.11	8.69	3.61	3.33	21.26	***
Guggnhm Ocn Tomo	OTP	ELC	21.81	24.24	29.23	13.17	3.79	4.79	27.37	***
Guggnhm Sctr Rotn	XRO	ELC	26.12	20.93	27.93	6.94	4.44	5.51	25.88	***
Guggnhm Spin Off	CSD	EMC	23.19	17.61	24.62	9.65	5.21	4.47	23.64	***
Guggnhm Timber	CUT	EA	30.66	26.30	25.72	14.13	0.86	5.74	22.29	***
iShares Cohen&Str REIT	ICF	ERE	37.51	22.66	19.55	13.47	4.63	5.27	71.67	***
iShares DJ Sict Div	DVY	EGI	16.78	16.28	16.49	7.59	2.81	3.61	51.38	***
iShares EAFE Indx	EFA	EW	16.97	27.38	23.25	13.44	3.55	5.11	61.55	***
iShares Europe 350	IEV	EW	17.35	29.50	24.36	16.19	3.07	6.16	42.27	***
iShares Gold	IAU	EG	25.98	15.99	12.85	1.70	6.00	3.97	13.79	***
iShares Mexico	EWVM	EW	25.66	25.02	27.10	3.42	0.59	4.97	61.12	***
iShares REIT	IYR	ERE	33.27	33.03	18.33	13.00	4.52	4.96	60.58	***
iShares Rkt Ssl 2000	IWM	ESC	31.00	24.18	36.70	13.08	5.54	6.11	82.27	***
iShares Russel MidVal	IWS	EV	26.50	22.59	27.93	13.05	3.52	4.96	47.64	***
iShares Sict Div	IDV	ELC	19.66	30.94	24.23	13.47	3.06	5.31	35.72	***
PS Aerospace & Def	PPA	EA	14.09	14.29	26.69	12.08	0.73	5.07	20.00	***
PS AlphaQ	PQY	ELC	27.45	26.17	28.50	9.35	1.89	5.18	29.58	***
PS BLD R Asia 50 ADR	ADRA	EW	16.37	21.71	22.53	9.36	3.25	4.42	29.27	***
PS BLD R Europe 100 ADR	ADRD	EW	24.82	26.01	22.73	15.65	3.96	5.43	23.11	***
PS BLD R Europe 100 ADR	ADRU	EW	14.03	26.20	20.97	15.92	3.29	5.66	22.48	***
PS Cleantech	PZD	EA	23.27	27.68	29.98	15.15	2.43	6.03	27.86	***
PS DB Base Metals	DBB	EG	21.88	32.79	26.69	18.07	3.47	6.86	25.35	***
PS DB Gold	DGL	EG	24.38	14.60	12.04	1.39	6.04	3.99	49.69	***
PS DB Oil	DBO	EA	11.15	21.30	26.36	16.54	3.23	5.34	30.01	***
PS DWA Dvlpd Mrkt T Ldrs	PZJ	ELC	29.62	23.89	24.77	16.57	3.61	5.32	22.36	***
PS DWA Tech Ldr	PDP	ELC	31.44	26.84	32.42	10.42	3.31	5.68	25.00	***
PS Dyn Dvlp Intrnl Opp	PFA	EW	22.98	32.47	30.15	14.76	2.44	5.37	18.89	***
PS Dyn MagniQuant	PIQ	ELC	26.19	22.35	33.25	10.10	4.21	5.89	25.73	***
PS Dyn OTC	PWO	ESC	26.30	20.59	32.05	9.45	4.52	5.74	51.42	***
PS Dynmc Basic Matrl	PYZ	EA	36.91	30.92	33.58	10.76	3.28	6.31	37.47	***
PS Dynmc Biotchnl	PBE	EA	19.65	16.82	19.53	4.00	4.75	5.22	24.04	***
PS Dynmc Consmr Discr	PEZ	EA	23.73	15.00	30.93	3.28	3.29	6.11	25.76	***
PS Dynmc Consmr Staples	PSL	EA	16.12	14.61	14.80	4.40	4.29	3.58	29.17	***
PS Dynmc Fncl	PFI	EA	19.16	17.15	23.49	13.48	4.58	4.22	20.08	***
PS Dynmc Leisure & Enter	PEJ	EA	32.46	20.50	32.93	3.92	2.23	5.76	18.81	***
PS Dynmc Lrg Cap	RFJ	ELC	17.77	17.16	23.92	8.47	3.26	4.26	25.33	***
PS Dynmc Lrg Cap Grth	PWB	ELC	29.32	21.74	29.40	13.11	3.24	4.93	19.93	***
PS Dynmc Lrg Cap Value	PWW	ELC	17.18	18.95	21.52	10.94	3.24	4.05	19.63	***
PS Dynmc Media	PBS	EA	25.27	21.19	39.32	16.39	10.17	6.68	15.27	***
PS Dynmc Mid Cap	PJG	EMC	24.54	18.23	27.37	8.91	2.83	4.82	25.78	***
PS Dynmc Mid Cap Grth	PWJ	EMC	30.85	24.02	37.18	7.13	3.09	5.75	22.36	***
PS Dynmc Mid Cap Value	PWP	EMC	17.80	14.06	22.49	8.72	2.64	4.26	16.50	***
PS Dynmc Retail	PMR	EA	22.07	13.95	28.59	3.58	6.19	6.11	20.06	***
PS Dynmc Sml Cap	PSI	EA	36.94	31.87	59.13	17.43	9.01	8.49	19.83	***
PS Dynmc Sml Cap	PJM	ESC	25.92	19.15	35.90	11.69	4.47	5.99	23.51	***
PS Dynmc Sml Cap Grth	PWT	ESC	35.84	27.00	39.37	12.81	5.79	6.13	17.17	***
PS Dynmc Sml Cap Value	PWY	ESC	23.58	18.75	33.31	11.35	6.21	5.94	16.09	***
PS Dynmc Technology	PTF	EA	25.44	24.87	39.70	13.28	5.05	6.23	27.60	***
PS Dynmc Utilities	PUI	EA	14.38	11.98	8.56	6.71	2.40	2.92	16.23	***
PS Emrg Infrastrctr	PXR	EA	22.28	30.03	24.92	9.34	1.50	5.66	31.10	***
PS FTSE RAFI Asia Pac xJpn	PAF	EW	20.70	31.67	22.75	7.56	-1.91	4.88	55.04	***
PS FTSE RAFI Dvlp Mrkt xUSA	PAF	EW	18.25	29.68	24.07	13.50	2.58	5.48	42.12	***
PS FTSE RAFI Emrg Mrkt	PXH	EW	19.92	23.91	17.50	4.78	1.30	4.72	25.65	***
PS FTSE RAFI US 1000	PRF	ELC	22.77	21.81	27.56	13.67	3.28	4.69	59.20	***
PS FTSE RAFI US 1500 Sml-Mid	PRFZ	EMC	32.32	24.39	37.98	14.21	5.89	6.56	68.33	***
PS FTSE RAFI Healthcare	PAGS	EA	28.22	24.92	23.22	12.82	3.82	6.21	19.19	***
PS Gbl Gold Precious Mtls	PSAU	EG	33.87	21.86	15.75	0.08	10.19	6.11	48.50	***
PS Gbl Listd Prvt Eqty	PSP	EW	24.32	29.84	31.34	11.55	4.01	5.56	11.40	***
PS Gbl Nuclr Enrgy	PKN	EW	21.13	26.37	25.77	8.87	1.29	4.29	21.96	***
PS Gbl Water	PIO	EW	14.89	20.58	22.65	8.88	0.91	4.64	19.98	***
PS Hl Yld Eqty Div	PEY	EGI	15.52	10.87	14.01	4.72	2.66	3.68	8.87	***
PS Intl Altrntv	PTO	ELC	11.00	11.57	9.09	9.09	2.91	1.77	15.97	***
PS Intrntl Dvnd	PID	EW	16.64	22.74	17.93	9.23	2.11	3.80	15.98	***
PS Mrngstr Stk	PYH	ELC	15.72	14.42	24.39	12.91	2.39	4.63	21.42	***
PS QQQ	QQQQ	ELC	29.06	26.69	32.92	10.91	3.16	5.47	57.77	***
PS S&P 500 High Qlty	PIV	ELC	27.97	19.35	23.87	8.86	3.63	4.50	14.00	***
PS US REIT	PSR	ERE	36.93	22.39	19.66	11.85	4.62	5.24	49.85	***
PS Water Resources	PHO	EA	20.21	21.02	34.13	11.18	2.61	5.58	16.69	***
PS WilderHill Enrgy	PBW	EA	26.26	22.87	27.70	12.72	3.16	6.17	10.68	***
PS WilderHill Prgsv Enrgy	PWU	EA	32.04	30.63	35.22	12.95	3.74	6.05	29.68	***
PS Zacks Micro Cap	PZI	ESC	25.43	19.59	39.45	12.81	4.31	7.68	12.33	***
Select SPDR Cnsmr Disc	XLY	EA	29.13	21.75	30.54	9.02	6.00	5.59	39.41	***
Select SPDR Cnsmr Stpl	XLP	EA	9.95	12.79	12.24	4.94	2.91	2.88	29.72	***
Select SPDR Financs	XLF	EA	14.78	14.78	24.31	16.53	4.72	4.67	16.85	***
Select SPDR Hlth Care	XLV	EA	17.04	16.04	16.26	3.72	2.78	3.67	31.77	***
Select SPDR Intl	XLI	EA	28.33	25.03	31.29	13.49	2.12	5.49	37.01	***
Select SPDR Matrls	XLB	EA	25.27	28.33	27.13	12.13	2.65	5.36	39.46	***
Select SPDR Technlgy	XLK	EA	22.45	22.74	28.37	10.90	2.19	5.38	26.56	***
Select SPDR Utilities	XLU	EA	10.19	11.65	4.22	4.39	1.23	2.75	32.11	***
SPDR DJ Gbl Titans	DGT	EW	12.89	20.76	23.29	13.07	2.90	4.48	61.83	***
SPDR DJ Industrials	DIA	ELC	18.25	20.38	21.91	10.87	2.99	3.90	122.15	***
SPDR Gold	GLD	EG	25.80	15.80	12.76	1.65	6.00	3.98	137.66	***
SPDR NASDAQ 100	QQQQ	ELC	29.06	26.69	32.92	10.91	3.16	5.47	57.77	***
SPDR S&P 500	SPY	ELC	20.24	21.74	26.44	12.37	3.47	4.29	133.15	***
SPDR Wish REIT	RWR	ERE	34.97	21.59	19.35	12.36	4.76	5.23	66.07	***
Vngrd Consmr Dis	VCR	EA	30.92	22.42	32.31	8.09	5.56	5.88	63.22	***
Vngrd Consmr Stpls	VDC	EA	10.77	13.15	11.33	2.90	2.84	2.88	74.26	***
Vngrd Emrg Mrkt	VWO	EW	19.12	21.49	13.75	1.91	-0.17	4.53	46.41	***
Vngrd Extn 4500	VXF	ELC	32.49	26.91	35.47	13.03	4.71	5.72	57.86	***
Vngrd Fncl Srv	VFH	EA	16.25	14.40	24.17	15.66	2.85	4.70	34.63	***
Vngrd Grth	VUG	ELC	22.29	24.30	29.09	10.12	2.76	4.76	64.30	***
Vngrd Health	VHT	EA	7.23	14.30	18.07	8.04	3.47	2.75	58.67	***
Vngrd Large Cap	VW	ELC	20.88	22.41	27.21	12.45	3.44	4.38	60.97	***
Vngrd Materials	VAW	ELC	30.14	30.82	30.31	10.74	2.94	5.50	85.19	***
Vngrd Small Cap	VB	ESC	32.86	25.80	36.26	13.28	5.52	6.03	77.18	***
Vngrd Small Cap Value	VBR	ESC	26.88	19.99	30.26	11.32	4.70	5.66	70.42	***
Vngrd Tech	VGT	EA	24.41	23.98	32.72	11.77	2.44	5.81	65.50	***
Vngrd TTL Stock	VTI	ELC	22.19	22.50	28.19	12.58	3.70	4.59	68.71	***
Vngrd Utilities	VPU	ELC	12.18	13.38	6.48	5.27	1.63	2.82	69.16	***
Wtree AIFA	DWM	EW	23.91	22.49	21.09	12.12	2.12	5.37	50.19	***
Wtree DEFA Eqty Incm	DTH	EW	11.35	23.65	20.58	15.50	2.75	6.15	44.34	***
Wtree Emrg Mrkt Eincm	DEM	EW	18.73	24.59	13.57	3.73	1.06	4.57	58.07	***
Wtree Eur SC Div	DFE	EW	25.44	34.85	28.14	16.33	1.70	5.75	44.23	***
Wtree Gbl Eqty Incm	DEW	EW	14.98	23.16	18.25	11.65	2.92	4.80	44.75	***
Wtree Intrntl Basic Mtrl	DBN	EA	27.28	37.13	37.96	15.27	5.49	6.99	33.22	***
Wtree Intrntl Div Ex Fncl	DOO	EW	19.71	24.24	19.12	12.72	2.01	5.54	46.71	***
Wtree Intrntl Energy	DKA	EA	24.89	34.90	35.34	20.83	3.95	6.29	28.95	***
Wtree Intrntl LC Div	DOL	EW	11.47	24.38	20.32	13.90	2.88	5.47	48.51	***
Wtree Intrntl MC Div	DIM	EW	19.18	28.38	23.19	12.79	2.63	5.30	54.32	***
Wtree Intrntl REIT	DRW	ERE	13.42	23.63	12.93	4.17	1.46	4.44	29.25	***
Wtree Intrntl SC Div	DLS	EW	20.44	28.10	24.05	13.14	2.19	4.60	53.29	***
Wtree MidCap Div	DON	EMC	23.77	19.86	23.53	17.04	3.77	4.68	53.77	***
Wtree Pfc Ex Jpn Eq In	DNH	EW	14.85	24.57	21.10	10.86	3.74	5.52</		

Bottom ETF Equity Ranking

iShares Prfrd	PFF	EGI	3.32	7.86	-1.10	0.87	1.07	1.93	39.50	**
Guggnhm Airline	FAA	EA	11.34	10.38	12.74	-10.26	-3.73	7.31	36.91	**
Guggnhm BRIC	EEB	EW	14.14	19.29	13.48	2.78	1.27	4.87	45.46	**
Guggnhm China All	YAO	EWR	12.38	14.10	9.45	-3.00	-1.32	4.18	26.87	**
Guggnhm China REIT	TAO	EWR	8.97	16.93	4.68	-5.54	-6.82	5.66	18.58	**
Guggnhm China SmI	HAO	EWR	8.92	15.06	6.39	-10.59	-4.48	5.30	27.96	**
Guggnhm Frntr	FRN	EW	18.66	17.84	3.01	-6.82	-0.45	4.07	22.00	**
Guggnhm Solar	TAN	EA	5.80	23.27	12.62	19.85	3.14	10.16	8.21	**
iShares China	FXI	EW	7.22	7.79	8.04	-2.06	-0.24	3.94	42.45	**
iShares Emrg Mrkt Stk	EEM	EW	17.53	20.18	14.30	2.26	-0.04	4.92	45.79	**
iShares Latin Amr	ILF	EW	16.17	21.98	15.51	2.17	1.65	5.50	52.22	**
iShares Spain	EWP	EW	3.83	25.22	14.24	21.64	0.43	9.35	42.05	**
PS BLDR Emrg Mkt 50 ADR	ADRE	EW	13.83	17.84	14.55	4.04	0.99	4.78	46.83	**
PS DWA Emrg Mrkt T Ldrs	PIE	EW	23.27	23.27	12.73	-1.43	0.00	5.37	17.27	**
PS Dyncm Banking	PJB	EA	4.03	2.05	18.56	11.17	0.23	4.39	13.16	**
PS Dyncm Bldg Cnstrctn	PKB	EA	18.60	8.51	24.93	11.14	1.77	5.98	13.77	**
PS Fincl Pfd	PGF	EGI	5.96	11.48	0.62	1.81	1.35	2.45	17.96	**
PS Gbl Clean Enrgy	PBD	EW	1.60	16.03	17.53	11.21	1.83	6.22	14.48	**
PS Gbl Steel	PSTL	EA	11.93	23.51	25.25	13.41	2.31	7.18	23.99	**
PS Gbl Wind Enrgy	PWND	EW	-21.24	-4.14	3.35	11.61	1.10	6.39	10.19	**
PS Gldn Drgn USX China	PGJ	EW	15.09	18.39	16.37	2.18	-0.37	4.49	27.23	**
PS India	PIN	EW	4.82	5.02	-0.63	-6.35	-1.52	5.35	21.98	**
PS Lux Nanotech	PXN	EA	6.67	11.67	29.95	5.13	3.33	6.03	10.24	**
PS MENA Frntr Countries	PMNA	EW	-0.70	-0.78	-0.71	-6.49	-4.05	4.27	12.51	**
PS S&P 500 BuyWrite	PBP	ELC	-0.56	5.41	3.71	-1.62	1.05	2.64	21.24	**
SPDR Euro Stoxx 50	FEZ	EW	11.88	27.13	25.72	20.33	2.53	7.67	40.96	**
Wtree Emrg Mrkt SC Div	DGS	EW	21.59	22.57	10.50	-1.64	-3.12	5.03	50.29	**
Wtree India	EPI	EWR	5.57	5.03	-2.72	-9.32	-2.63	5.50	22.56	**
Wtree Intrntl Utilities	DBU	EA	4.65	17.86	15.62	13.66	2.49	5.62	21.74	**
Wtree Japan Hedge Eqty	DXJ	EC	-0.49	7.79	16.38	10.26	4.77	3.56	40.42	**
Wtree Middle East Div	GULF	EW	6.71	7.45	7.01	-3.45	-6.67	4.66	15.70	**
Guggnhm Shipping	SEA	EA	NA	NA	6.63	-0.76	0.59	0.00	27.34	*
PS S&P SmICap Cnsmr Dis	XLYS	EA	NA	9.65	32.07	3.38	3.82	0.00	27.84	*
PS S&P SmICap Cnsmr Stpl	XLPS	EA	NA	15.26	17.58	5.95	4.97	0.00	29.76	*
PS S&P SmICap Enrgy	XLES	EA	NA	71.54	79.40	28.97	10.09	0.00	39.18	*
PS S&P SmICap Fincl	XLFS	EA	NA	15.31	23.88	12.15	3.15	0.00	28.01	*
PS S&P SmICap Hlth Care	XLVS	EA	NA	22.76	32.94	15.25	5.59	0.00	29.66	*
PS S&P SmICap Indstrils	XLIS	EA	NA	22.51	36.15	11.18	2.30	0.00	29.83	*
PS S&P SmICap Info Tech	XLKS	EA	NA	30.36	46.66	16.06	4.80	0.00	31.43	*
PS S&P SmICap Mtrls	XLBS	EA	NA	16.88	30.29	7.62	1.83	0.00	28.95	*
PS S&P SmICap Utilities	XLUS	EA	NA	17.83	13.08	3.22	1.35	0.00	28.53	*

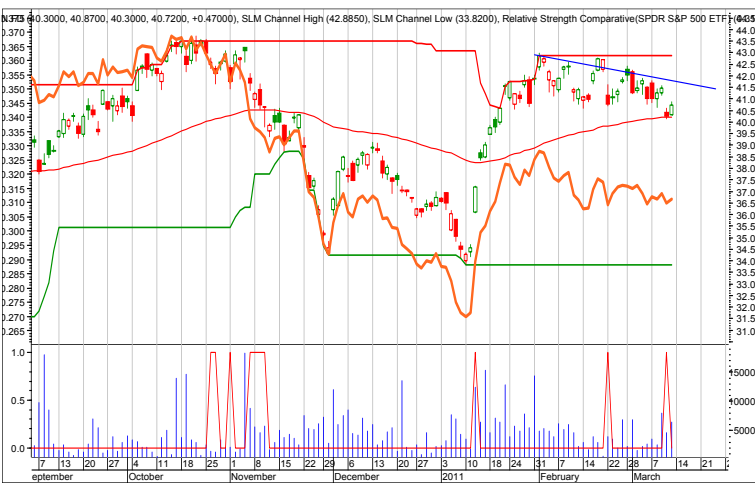
This shows the ETF Equity Database and Ranking. It shows performance over the last 12, 9, 6, 3, and 1 months through the previous month's end. V is Volatility. NAV is price. CS is Comet Strength. C is Comet, which is an ETF's risk-adjusted performance; the higher the better.

Growth Charts



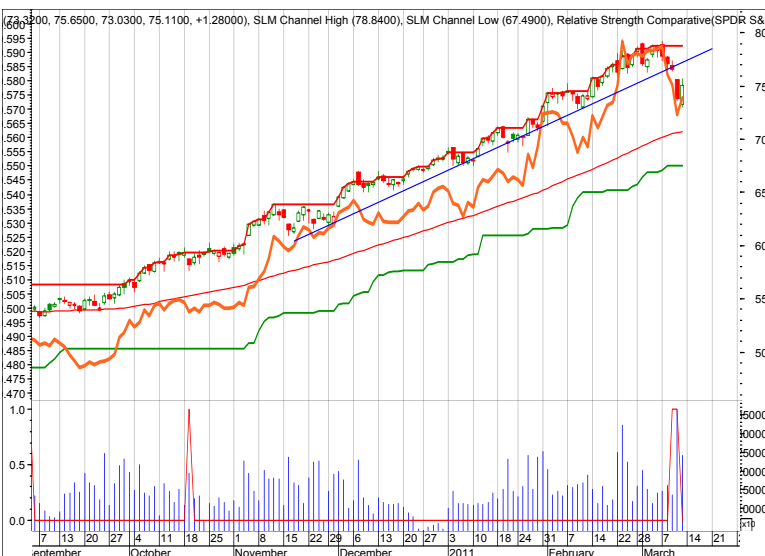
SLV—Silver

3/11/11 Watch the strong up trend.
 3/9/11 Still moving up.
 2/28/11 SLV has been on a tear. Raise the sell stop again.
 2/22/11 Maintain close stop.
 2/14/11 Caught the rally, but watch the declining volume. Watch the stop.
 2/4/11 Holding.
 1/31/11 Long SLV in the portfolio. Expect rally back to recovery highs.
 1/24/11 Buy on the correction.



EWP—Spain

3/11/11 Weakness?
 3/9/11 Still sideways.
 2/28/11 Reenter the short position with a close stop above previous highs. March 10 the Bank of Spain announce capital requirements; up to Euro \$50 billion is expected.
 2/22/11 Stopped out.
 2/14/11 Hold short.
 2/4/11 Rally appears over. Hold short.
 1/31/11 Will reshoot with a close stop.



XLE—Energy

3/11/11 Stand aside.
 3/9/11 Take profits and stand aside.
 2/28/11 Looks like the makings of a parabolic move. This means that the rate of change increases as time goes by as more speculators pile into the trade. The price may spike higher, but would signal a top.

Each chart shows daily prices (top portion), volume (bottom portion), a moving average (smoothed red line on price portion), a relative performance indicator between the ETF and S&P 500 (orange line), and red 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, but the ETF declines, the spike shows a potential buy. The charts do not show selling or covering signals.

Overflow and Errata

(Continued from page 1) **REVIEW**

time. The market hates uncertainty. Will oil climb to \$200 or will peace settle into the region? Will parts of Japan become uninhabitable? What happens then? What's the risk in these events?

On the other side of these things, however, is some benefit to other industries. I don't mean

to be callous as regards the human toll, but the reality is that cities will be rebuilt, transportation replaced, and housing rebuilt. Oil alternatives will continue to be explored and developed.

So the bottom line is that it does look like the stock market correction has begun. As we entered it, we should keep in mind

that the markets were in gear to the upside, which means the final top for this bull market dating from March 2009 has not yet been seen. Given the rebuilding and eventual expansion to GDP, after the correction, after some unknowns are quantified, the markets should again rally.

The ETF database contains nearly 250 ETFs from various providers. I plan to continue expanding this in the weeks ahead.

The ETF selecting strategy is based on investing with the ETFs that are performing the best based on a risk-adjusted relative performance. Generally speaking, we want to own the strongest performers as shown by the 4 or 5 comet selections and short the 1 or 2 comet selections.

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

All 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 1:30pm 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.

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Unless otherwise noted, the weekly eNewsletter is posted by 1:30 PM central time each Monday, except for holidays and then on Tuesday. It may contain actionable, specific buy or sell advice to take that day at the Monday close in each portfolio. We may also use stop orders. Portfolio data will be updated through the previous Friday's close. Fund symbols, rather than names, are the official identification used for activity.

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