

ETF Selections & Timing

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Short Term and Very Short Term

There was a short-term pullback last week. If you blinked though, you missed it. Investors slowly and surely are continuing their trek, moving away from the low risk investments like Treasuries into higher risk investments like stocks. This has been taking

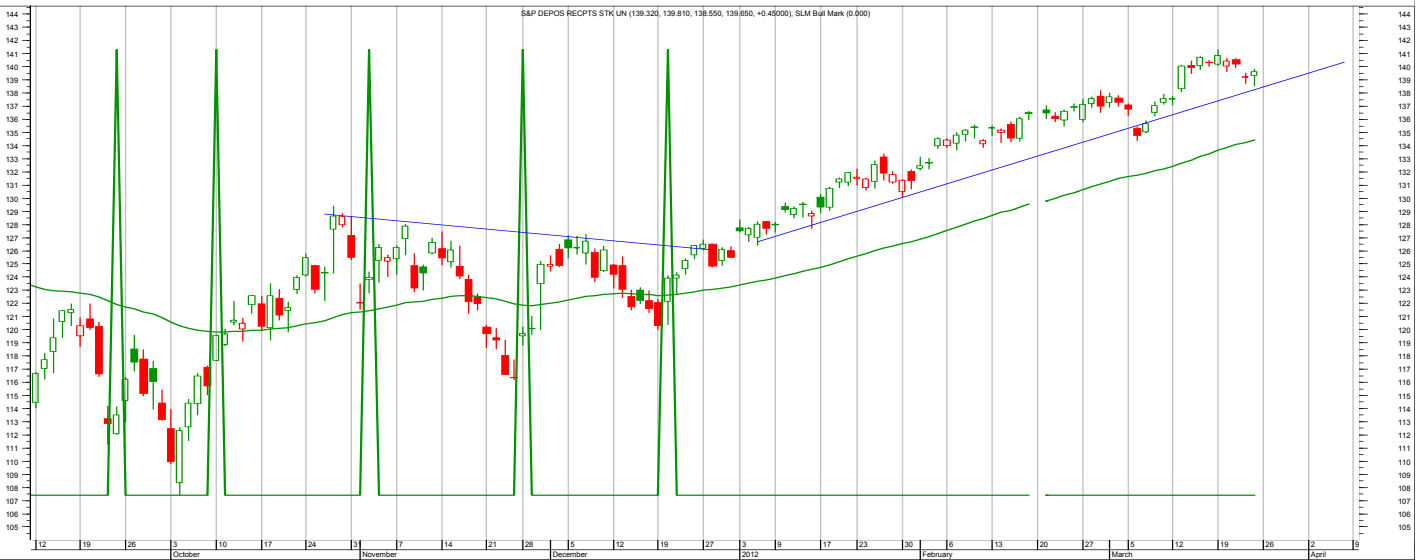
place off and on since the bear market bottom in March, 2009.

As you can see on the chart, there is a fairly well-defined up trend supporting those short-term pullbacks. People are buying the dips. As the sage said, this will continue till it doesn't.

The economic background

remains positive on the domestic front, but not so strong internationally. Domestic leading economic indicators from the Conference Board continue their up trend. There is no recession in sight for at least the next six

(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	1.4%	4.0%	2.1	1.8	-0.6	0.0%
ETF Growth Portfolio	1.0%	5.3%	1.0	1.0	-0.2	-0.2%
Aggrgt Bond (AGG)	-0.5%	4.2%	-0.5	-0.1	-0.8	0.4%
Wilshire 5000	12.2%	7.6%	24.8	11.5	2.2	-0.4%

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Income Portfolio

ACTION FOR			PORTFOLIO DETAILS				Value as of date: 3/23/2012						
Action Date	Action	Symbol	Action Price	# of Shares	Action Value	Symbol	Closing Stop as of 3/23	Description	Start Price	End Price	# of Shares	Current Value	Percent of Total
3-Oct	buy	AGG	110.34	250.0	27,595	AGG	110.00						0.0%
6-Oct	sell	AGG	109.45	752.5	82,351	LQD	116.00						0.0%
17-Oct	buy	AGG	109.37	687.0	75,147	JNK	39.00	hi yield					about 30%
21-Nov	buy	LQD	111.69	250.0	27,933								
13-Mar	sell	AGG	109.92	700.6	77,000								
14-Mar	sell	LQD	114.85	256.3	29,426								
26-Mar	buy	JNK yield 7.3%		800.0 about 30%									
						Money Market			1.00		110,137	110,137.00	100.0%
								Total Valuation=				110,137.00	100.0%

WEEKLY REVIEW

3/26 Junk bonds compared to Treasuries and investment grade corporates remain cheap, as they have since 2008. But with the economy muddling along in expansion and the Fed committed to keeping interest rates low, I suspect that spread will narrow over the next year. Buy as noted above. However, with the economic weakness in Europe and China, this may impact the US. So, watch the stop level closely.

3/19 All of the positions were stopped out last week. The economic news is coming in fairly strong. The Fed hinted that QE3 is probably not going to happen (that was the sell off trigger). But, they also said they'll keep rates low through the end of 2014. So, after this pullback, I expect to reenter. I'll let the dust settle first though. Target for LQD is about 112.

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.

	2010	2011	ytd 2012	Incptn	SD
ETF Income Portfolio	4.8%	3.6	1.4	10.1	3.0
Aggregate Bond	2.5%	4.3	-0.5	6.3	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

Fund Name	Symbol	Style	12m	9m	6m	3m	1m	V	NAV	Rank
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 Insrld CA Muni	PWZ	BI	11.25	7.85	5.38	4.49	0.20	1.54	24.87	****
PS Insrld Natl Muni	PZA	BI	11.02	7.73	5.11	4.72	-0.44	1.59	25.08	****
PS Insrld 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	***
Vngrd Intrmtdt 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 Comdty 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	**
Vngrd ShrtTrm 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

3/26 As expected, the negative divergence between corporates and Treasuries has led to a sharp selloff. I'll continue to stand aside for now, except for junk bonds (JNK) as noted on page 2.

3/19 The Model turned bearish (higher yields and lower prices forecasted).

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.

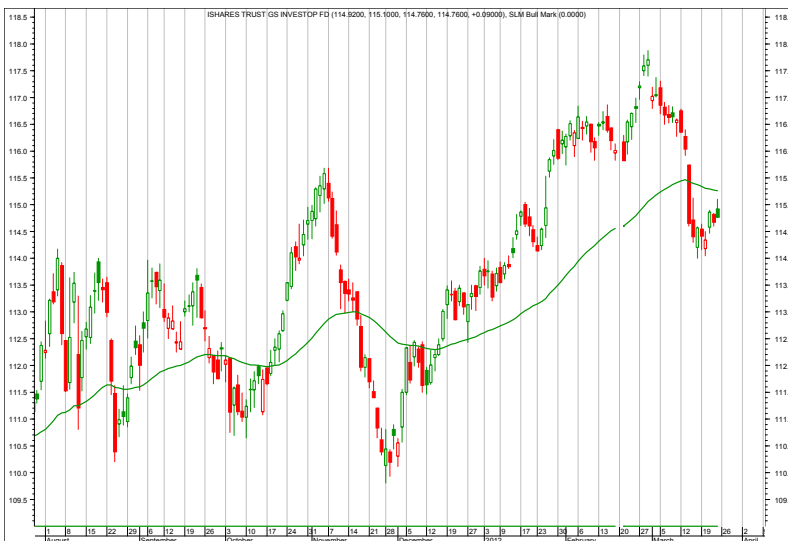
2/27 Corporate bonds continue their relative performance. We remain bullish on bonds.

Income Charts



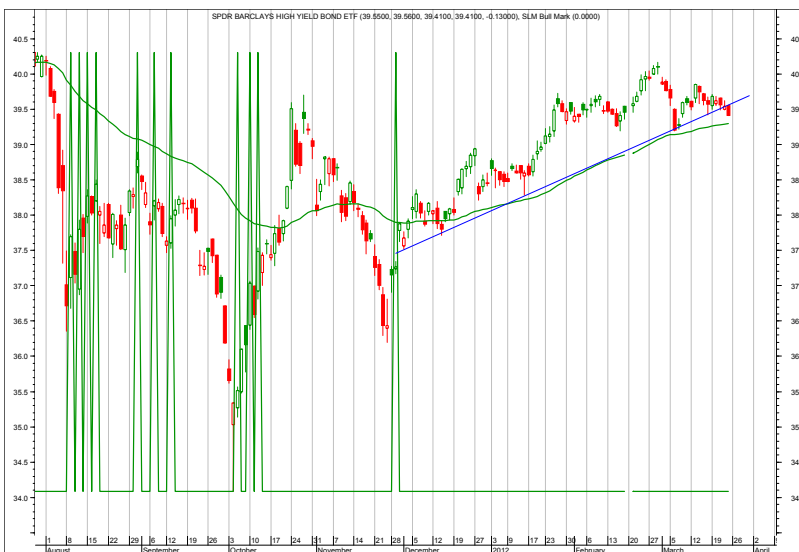
AGG—Aggregate Bond Market

3/26 AGG has bounced off previous support, but possible downside target is 107.50.
 3/19 Direction was down and we were stopped out. Have to wait for the next buy signal.
 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.



LQD—Corporate Bonds

3/26 No changes.
 3/19 Blue trend line is the next buy target.
 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.



JNK—Hi Yield

3/26 JNK has dropped back to support. Time to buy with a tight stop.

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: 3/23/2012						
Action Date	Action	Symbol	Action Price	# of Shares	Action Value	Symbol	Closing Stop as of 3/26	Description	Start Price	Ending Price	# of Shares	Current Value	Percent of Total
						LONG ETFs-							
6-Feb	short	GLD	167.18	(130)	(21,743)	GLD	158.00	Gold	161.59	161.53	40	6,461.20	5.5%
21-Feb	sell	EEM	43.75	500	21,865	EEM	42.00	Emrg Mkt	43.92	42.90	150	6,435.00	5.5%
22-Feb	cover	GLD	172.94	130	22,492	DVY	54.00	Dividend			200		
5-Mar	sell	DVY	55.43	400	22,162								
5-Mar	sell	QQQ	64.20	400	25,670								
19-Mar	buy	GLD	161.59	40	6,474								
			about 5%										
19-Mar	buy	EEM	43.92	150	6,598	SHORT ETFs-							
			about 5%										
26-Mar	buy	DVY		200									
			about 10%										
26-Mar	buy	EEM		150									
			about 5%										
Cash from short Money Market									1.00	-	-	0.0%	
									1.00	103,769	103,769.00	88.9%	
									Total Valuation=		116,665.20	100.0%	

WEEKLY REVIEW

3/26 Buy DVY as noted above. Buy more EEM. Note the tight stops.

3/19 I will make a couple of minor trades in here, buying GLD and EEM.

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.

	2010	2011	ytd 2012	Incptn	SD
ETF Growth Portfolio	8.1%	6.9	1.0	16.7	5.7
Wilshire 5000 TR	17.7%	0.5	12.2	32.8	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	*

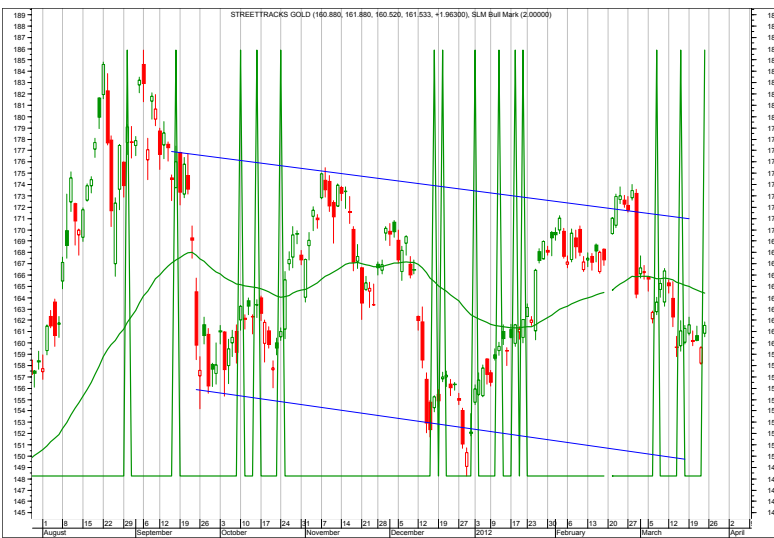
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Growth Charts



DVY—dividend

3/26 Buy on this dip as noted on page 6.



GLD—Gold

3/26 The longer-term bear trend appears intact with lower highs and lower lows. But given inflation's increase, we'll see if GLD can reverse this.

3/19 Go long per the Growth Portfolio.

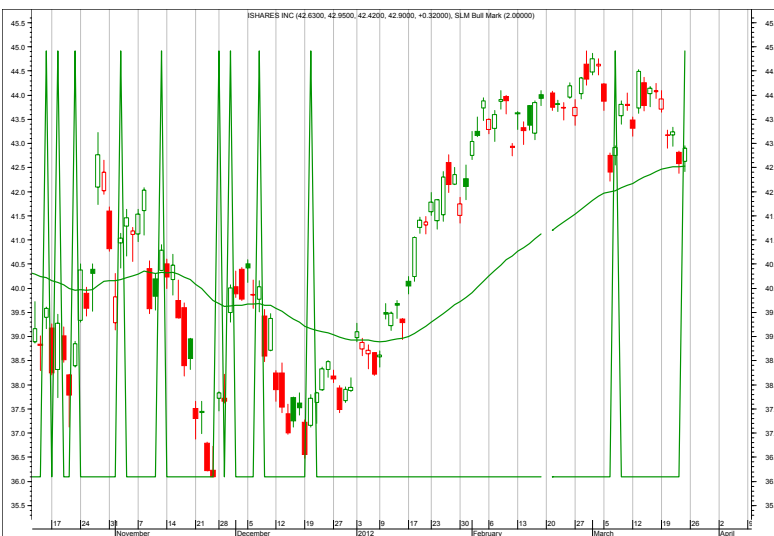
3/12 Short-term buy signal on gold, but standing aside.

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.



EEM—MSCI Emerging Markets

3/26 Another buy signal on EEM.

3/19 There's been many false signals, but I'll enter per the Growth Portfolio.

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**

months. Europe, however, is in a recession as they continue to grapple with sovereign debt issues. The emerging markets look relatively attractive with higher growth and less debt.

Investor sentiment is the surprise. While it continues to move toward the frothy complacency, it

surprisingly isn't fully there yet. I say surprisingly because it's been a good rally, and it'd be normal to see some wildly bullish spike readings, which hasn't happened.

It's been more of a stealth rally. The only thing supporting it is the accommodative Fed and the fact that investors can't quite

believe it.

So, I'll continue to nibble with tight stops.

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.

3/26/12 Most of the work on a relative strength model between bond ETFs (Treasuries, Corporates, Internationals, Hi Yield, very short corporates) is completed. Right now JNK is still relatively cheap compared with Treasuries.

3/19/12 No changes.

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.

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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Unless otherwise noted, the weekly eNewsletter is posted by 1:35 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. For stops, check the ETF at quarter to the close. If it is below (or above) a stop level, assume it will close there and act on that. 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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