

# ETF Selections & Timing

## Watercourse Way Holdings, LLC

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December 6, 2010 (data through previous Friday close)  
 Volume 1  
 Issue 45

## Topping Formation

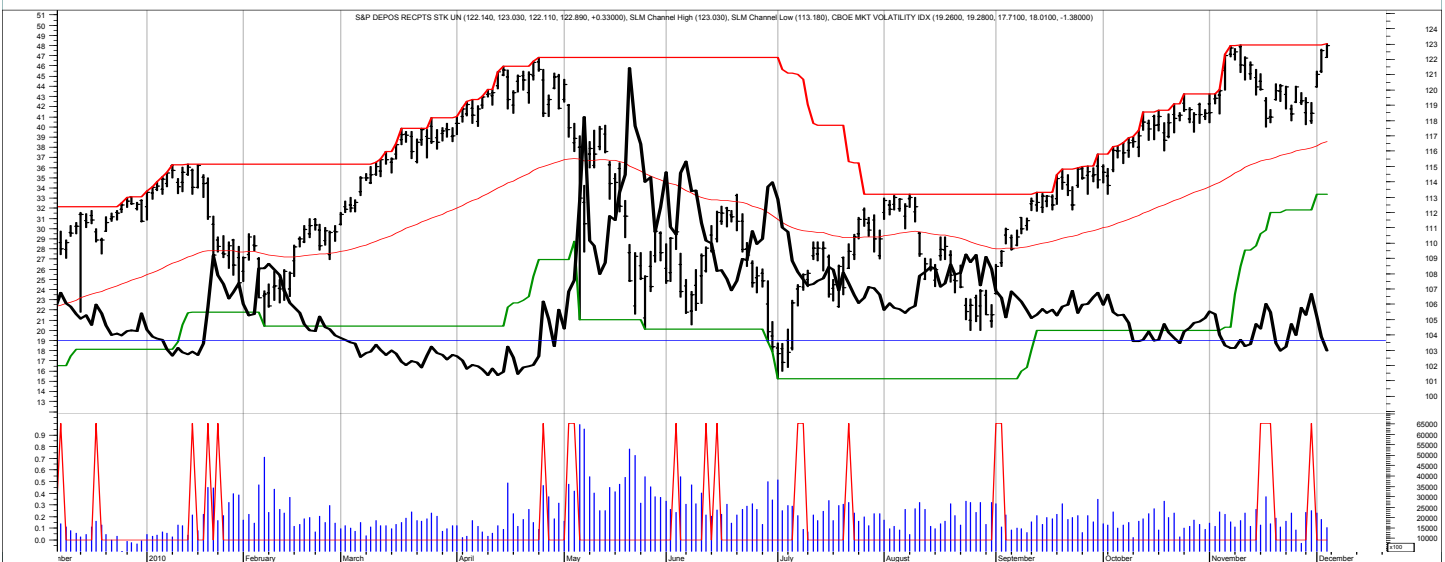
The expected stock market correction got short circuited last week as the European Community addressed some of its sovereign debt issues, the conflict in Korea cooled, and the Fed announced it was ever ready to pump more cash into the system.

Despite all of that, the market has set up more potential topping indications.

As I've talked about, the percentage of advisors and investors who are bullish are at market top numbers. The complacency index, the VIX index, shown on the chart below has

again dropped below 19. The advance-decline line for the first time since March, 2009 has lagged the rally. On a fundamental basis, retail sales are coming in strong, S&P 500 earnings are projected to rise

*(Continued on bottom right on page 6 see REVIEW)*



The chart shows the daily S&P 500 with red smoothed line an 80-day moving average. The black is the VIX index. 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	5.4%		5.4	0.4	-1.9	-0.3%
ETF Growth Portfolio	7.9%		7.4	3.1	0.2	0.2%
Aggrgt Bond (AGG)	3.0%		0.6	-1.6	-2.2	-1.0%
Wilshire 5000	12.5%		16.3	13.4	0.5	3.0%

## CONTENTS

Page 2-3	Income
Page 4-6	Growth
Page 7	Database
Page 8	Disclaimers

# Income Portfolio

ACTION FOR			PORTFOLIO DETAILS				Value as of date: 11/26/2010						
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
7-Sep	sell	PHB	18.02	600	10,812	PHB			17.71	18.24	557.4	10,167.52	9.6%
7-Sep	buy	AGG	108.33	120	13,000	TIP	108.00		104.93	108.54	121.1	13,140.16	12.5%
27-Sep	sell	PHB	18.20	600	10,920	BSV	81.00		80.25	81.22	204.9	16,638.89	15.8%
27-Sep	sell	BSV	81.70	100	8,170	AGG			105.13	106.26	169.4	18,002.14	17.1%
27-Sep	buy	PCY	27.65	651	18,000	PCY			27.65	27.34	355	9,709.45	9.2%
4-Oct	sell	PHB	18.28	1,000	18,280	TLT			101.08	94.89	101	9,566.81	9.1%
18-Oct	buy	TLT	101.08	100	10,108								
22-Nov	sell	PHB	18.20	500	9,100								
22-Nov	sell	PCY	27.44	300	8,232								
						Money Market			1.00		28,222	28,222.00	26.8%
								Total Valuation=				105,446.97	100.0%

## PERFORMANCE RANK

SYMBOL	NAV	RoC
PFF	39.09	4.45%
HYG	89.42	3.54%
TIP	108.54	3.06%
PHB	18.24	0.81%
SHY	84.17	0.50%
BSV	81.22	0.47%
GVI	108.90	-1.25%
BND	81.25	-1.38%
TBF	43.98	-1.46%
IEF	95.90	-2.06%
PCY	27.30	-3.67%
AGG	106.26	-4.42%
TBT	37.03	-6.23%
LQD	108.90	-7.13%
BWX	58.19	-7.49%
PLW	28.25	-7.68%
TLH	115.12	-7.74%
MBB	106.05	-14.86%
IGOV	102.22	-15.24%
FXE	133.58	-15.74%
TLT	94.89	-19.06%
PST	40.95	-21.81%

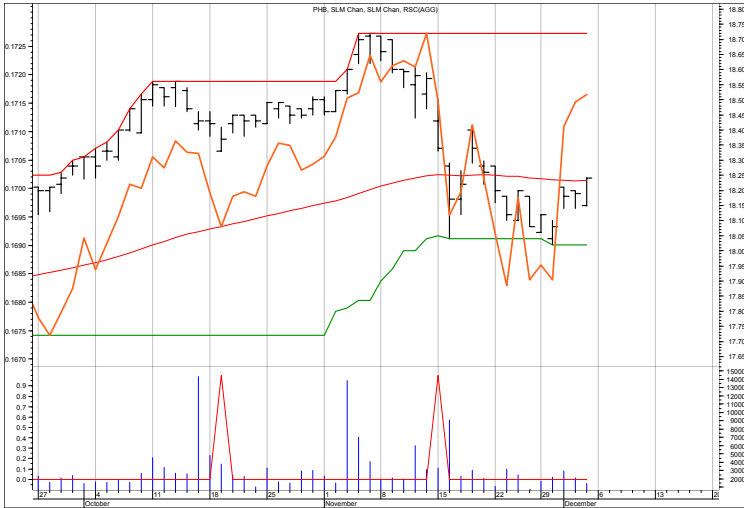
## INCOME DATABASE

iShares Agg Bond	AGG
Vngrd TTL Bond	BND
Vngrd ShrtTrm Bond	BSV
SPDR Intrntl TBond	BWX
iShares Inter Gov	GVI
iShares High Yld	HYG
iShares 7-10yr Trsry	IEF
iShares Intrntl Tbond	IGOV
iShares Long Corp Bond	LQD
iShares Inter Bond	MBB
PS Emrg Mrkt Bnd	PCY
PS High Yield	PHB
PS Laddrd 1-30 T	PLW
iShares 1-3 yr Trsry	SHY
iShares Trsry Infltn	TIP
iShares 10-20 Trsry	TLH
iShares 20+ yr Trsry	TLT
Currency	FXE
Preferred	PFF
Ultrashort 7-10 yr T bond	PST
Short 20 yr T bond	TBF
Ultrashort 20 yr T bond	TBT

## WEEKLY REVIEW

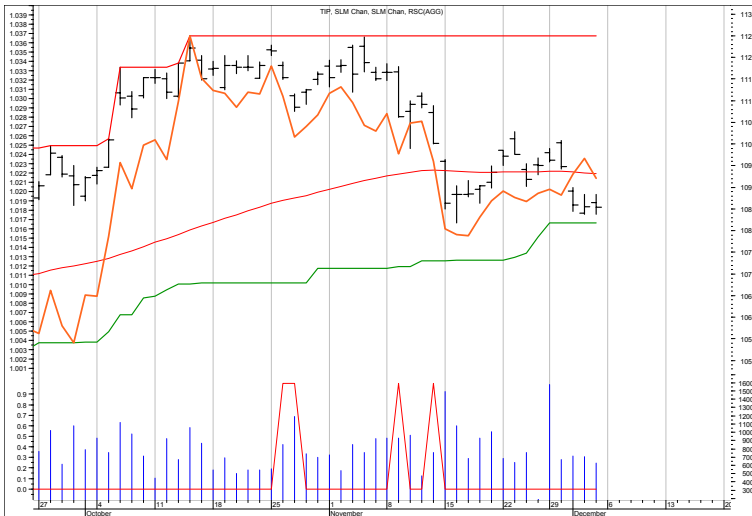
No changes this week.

# Income Charts



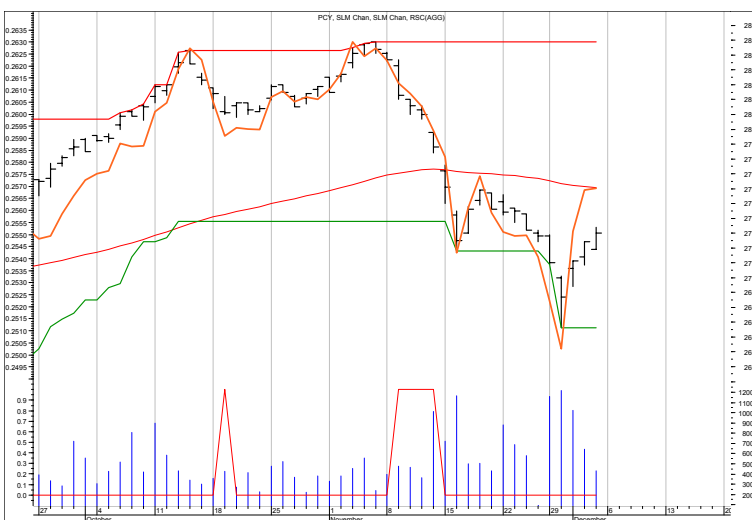
PHB—high yield ETF.

12/6/10 No change.  
 11/29/10 No change.  
 11/22/10 Reduce exposure.  
 11/15/10 Pullback to a major uptrend line. If it declines through it, I will look to sell.  
 11/8/10 Still looking strong.  
 11/1/10 Still in an uptrend  
 10/25/10 Needs to hold its intermediate-term up trend line.  
 10/18/10 Recovery highs.  
 10/4/10 Take further profits on the rally.



TIP—Treasury inflation protection

12/6/10 No change.  
 11/29/10 No change.  
 11/22/10 Expect a bounce.  
 11/15/10 Consolidation appears to have changed to profit taking. Sit tight for now.  
 11/8/10 Consolidation phase.  
 11/1/10 Continue to hold.  
 10/25/10 Shot higher the past month.  
 10/18/10 Inflation fears pushing it up.



PCY—Emerging Market Sovereign Debt

12/6/10 No change.  
 11/29/10 Sit tight for now.  
 11/22/10 Reduce exposure.  
 11/15/10 Dollar has rallied, which has pulled PCY lower. Will look to sell.  
 11/8/10 Hit the new high. See if the dollar has an oversold rally, which would pull this index lower.  
 11/1/10 Expecting another new high.  
 10/25/10 Higher highs and higher lows is bullish.  
 10/18/10 Nice trade.

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.

# Growth Portfolio

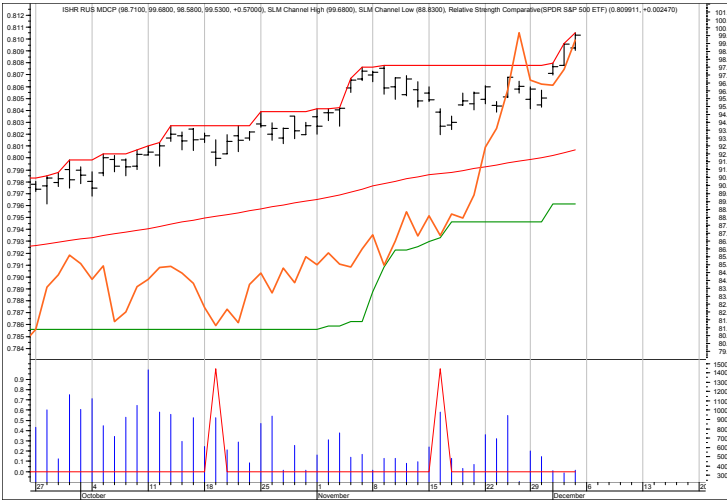
ACTION FOR			PORTFOLIO DETAILS				Value as of date:		11/26/2010					
Action Date	Action	Symbol	Action Price	# of Shares	Action Value	Symbol	Closing Stop	Description	Start Price	Ending Price	# of Shares	Current Value	Percent of Total	
8-Oct	sell	RSW	45.93	100	4,603	<b>LONG ETFs-</b>								
						IWR	89.00		82.25	99.53	121.5	12,092.90	11.2%	
18-Oct	sell	ICF	65.32	174.2	11,389									
15-Nov	buy	IWR	95.44	100	9,554	EWS			13.91	13.73	400.0	5,492.00	5.1%	
15-Nov	buy	EWS	13.91	400	5,574									
						RSW			47.93	40.88	100.0	4,088.00	3.8%	
22-Nov	sell	XLU	31.22	300	9,376									
22-Nov	sell	IYM	71.17	163	11,604									
22-Nov	short	EWP	38.90	(100)	(3,880)									
						<b>SHORT ETFs-</b>								
1-Dec	cover	EWP	36.67	100	3,677	RSW is a 200% short position								
1-Dec	buy	ICF	63.72	100	6,382	EWP	39.00	Spain			(100.0)	-	0.0%	
6-Dec	short	EWP		100										
						<b>Cash from short Money Market</b>				1.00			-	0.0%
									1.00		86,186	86,186.00	79.9%	
												<b>Total Valuation=</b>	<b>107,858.90</b>	<b>100.0%</b>

## WEEKLY REVIEW

After covering for a small profit, re-short EWP (Spain).

See performance rankings of the equity oriented ETFs on page six.

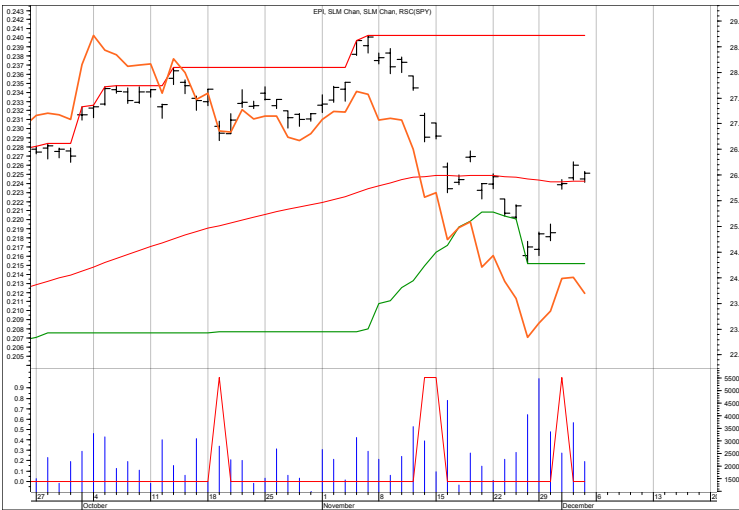
# Growth Charts



## IWR—Midcap

12/6/10 No change.  
11/29/10 No change.

11/22/10 Hold for now  
11/15/10 Buy on the pullback.



## EWP—Spain

12/6/10 Reshort.

11/29/10 I shorted this fund on the news of financial troubles.



## EWS—Singapore

12/6/10 No change.

11/29/10 Should hold in here.

11/22/10 Monitor.  
11/15/10 Buy on the pullback.

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.

## ETF Growth Performance Page

SYMBOL	NAV	RoC
IYM	74.35	92.26%
IGV	57.62	91.66%
DSG	106.94	91.52%
VCR	60.54	86.67%
VBK	75.68	86.54%
IAU	13.82	85.54%
GLD	138.07	85.38%
IGE	40.49	82.89%
IWP	55.73	82.82%
EWV	60.68	80.43%
PWO	49.09	80.27%
XLY	37.42	78.67%
XLE	65.82	76.23%
VAW	80.83	75.19%
EZA	71.87	74.61%
VXF	53.25	74.21%
VO	73.50	72.70%
IYT	91.77	71.58%
EWD	30.51	71.44%
VB	70.87	70.42%
IYE	37.66	69.52%
EWT	14.78	68.71%
IWM	75.67	67.71%
IYC	67.39	66.52%
QQQQ	53.87	65.86%
IGN	32.39	65.55%
IWR	99.53	65.54%
EWM	13.96	63.00%
PWC	43.78	60.58%
EWB	19.39	59.64%
IYJ	63.54	58.83%
EWY	57.31	57.74%
VUG	60.52	57.17%
XLI	34.04	57.12%
ELG	55.98	56.49%
XLB	37.01	56.05%
VBR	65.75	55.26%
IGW	47.70	55.16%
EWC	30.50	55.08%
IGM	59.96	54.84%
VGT	60.94	54.37%
RSP	46.08	53.54%
ILF	53.17	53.19%
IYW	63.34	53.04%
DSV	67.29	52.34%
IWS	43.88	50.94%
DBC	26.36	49.97%
EWS	13.73	47.25%
EEM	47.14	46.27%
ICF	64.77	46.19%
IYK	63.55	45.37%

EWG	24.24	45.04%
XLK	24.81	43.58%
VTI	63.34	43.47%
IYY	61.94	42.81%
RWR	60.07	42.75%
ISI	56.00	41.93%
IXN	60.35	40.35%
VV	56.27	40.33%
IYR	55.32	40.26%
EPP	46.79	38.86%
IXC	37.62	37.92%
EWZ	78.15	36.55%
DVY	49.07	33.92%
PGJ	27.33	31.56%
VDC	73.45	31.16%
EWA	25.05	30.78%
ITF	46.41	30.68%
OEF	55.13	28.72%
EWJ	10.64	27.50%
EWL	23.95	26.44%
XLP	28.81	24.16%
PEY	8.60	24.10%
ELV	62.38	22.56%
IXP	58.50	19.38%
VHT	55.81	17.67%
EWO	21.03	17.40%
IOO	61.49	15.16%
EFA	57.41	14.92%
EWU	17.08	13.63%
IYH	64.30	13.35%
XLV	31.09	12.26%
IBB	84.00	12.06%
IDU	76.88	11.46%
VPU	66.90	11.13%
DGT	56.70	9.65%
IXJ	51.28	9.61%
FXI	44.42	7.13%
VFH	31.39	7.13%
IYF	55.04	5.61%
XLU	31.27	5.47%
IEV	38.87	3.41%
EWK	13.30	3.06%
XLF	15.18	0.98%
EWN	20.39	0.31%
IYG	54.49	-4.28%
EZU	35.30	-8.44%
EWQ	24.22	-12.49%
IXG	45.04	-12.87%
FEU	33.77	-14.04%
FEZ	36.92	-22.70%
EWI	16.43	-43.30%
EWP	38.50	-51.35%

The two columns to the left show the rankings of the equity oriented ETFs in our database through the previous Friday's close.

These rankings are based on momentum indicators around which we generally want to trade. Our general strategy is to invest with the stronger performing ETFs by investing with the main trend and against the minor trend down. This means that in a bear (down) market, we want to short the funds that rally against their main trend downward. In a bull market, we want to buy during selloffs with the main trend up.

*(Continued from page 1) REVIEW*

31% for the 4th quarter. Car sales have rebounded. The jobs report is expected to be revised upwards.

But, the thing to keep in mind is that the stock market has always been a forward looking animal. What's coming up 6 months from now is the question.

Even though participants are very bullish, I suspect in the back of the mind is the question about the huge monetary easing. Why is more necessary? Aren't we out of the woods yet? How solvent are banks really? Have they marked their real estate holdings to the market? What about the Federal deficit? How will that be handled with a combination of tax increases, austerity programs, or what?

So, the market has rallied back, but the underlying internals have worsened. I still expect a more significant correction.

# ETF Database

Exchange Traded Fund	Symbol	Base	Provider	Exchange Traded Fund	Symbol	Base	Provider
streetTRACKS DJ Global Titans ETF	DGT	Broad	streetTRACKS	iShares MSCI United Kingdom Index Fund	EWU	Intrntl	iShares
DIAMONDS	DIA	Broad	PDR Services LLC	iShares MSCI-Mexico	EWW	Intrntl	BGI
streetTRACKS DJ Wilshire Small Cap ETF	DSC	Broad	streetTRACKS	iShares MSCI-South Korea Index Fund	EWY	Intrntl	iShares
streetTRACKS DJ Wilshire Small Cap Growth ETF	DSG	Broad	streetTRACKS	iShares MSCI-Brazil Index Fund	EWZ	Intrntl	iShares
streetTRACKS DJ Wilshire Small Cap Value ETF	DSV	Broad	streetTRACKS	iShares MSCI-South Africa	EZA	Intrntl	BGI
iShares Dow Jones Select Dividend Index Fund	DVY	Broad	BGI	iShares MSCI-EMU	EZU	Intrntl	BGI
streetTRACKS DJ Wilshire Large Cap Growth ETF	ELG	Broad	streetTRACKS	streetTRACKS Dow Jones STOXX 50 Index Fund	FEU	Intrntl	streetTRACKS
streetTRACKS DJ Wilshire Large Cap ETF	ELR	Broad	streetTRACKS	streetTRACKS Dow Jones EURO STOXX 50 Index Fund	FEZ	Intrntl	NA
streetTRACKS DJ Wilshire Large Cap Value ETF	ELV	Broad	streetTRACKS	iShares FTSE/Xinhua China 25 Index Fund	FXI	Intrntl	BGI
streetTRACKS DJ Wilshire Mid Cap Growth ETF	EMG	Broad	streetTRACKS	iShares S&P Europe 350 Index Fund	IEV	Intrntl	iShares
streetTRACKS DJ Wilshire Mid Cap ETF	EMM	Broad	streetTRACKS	iShares S&P Latin America 40	ILF	Intrntl	BGI
streetTRACKS DJ Wilshire Mid Cap Value ETF	EMV	Broad	streetTRACKS	iShares S&P/TOPIX 150	ITF	Intrntl	BGI
First Trust Dow Jones Select MicroCap Index Fund	FDM	Broad	First Trust ETF	Vanguard European VIPERs	VGK	Intrntl	Vanguard
streetTRACKS Gold Shares	GLD	Broad	streetTRACKS	Vanguard Pacific VIPERs	VPL	Intrntl	Vanguard
iShares COMEX Gold Trust	IAU	Broad	iShares	Vanguard Emerging Markets VIPERs	VWO	Intrntl	Vanguard
iShares S&P MidCap 400 Index Fund	IJH	Broad	iShares	iShares Nasdaq Biotechnology	IBB	Sector	BGI
iShares S&P MidCap 400 Value Index Fund	IJJ	Broad	iShares	iShares Cohen & Steers Realty Majors	ICF	Sector	BGI
iShares S&P MidCap 400 Growth Index Fund	IJK	Broad	iShares	iShares Dow Jones U.S. Utilities Sector Index Fund	IDU	Sector	iShares
iShares S&P SmallCap 600 Index Fund	IJR	Broad	iShares	iShares Goldman Sachs Natural Resources	IGE	Sector	BGI
iShares S&P SmallCap 600 Value Index Fund	IJS	Broad	iShares	iShares Goldman Sachs Technology	IGM	Sector	BGI
iShares S&P SmallCap 600 Growth Index Fund	IJT	Broad	iShares	iShares Goldman Sachs Networking	IGN	Sector	BGI
iShares S&P 1500 Index Fund	ISI	Broad	iShares	iShares Goldman Sachs Software	IGV	Sector	BGI
iShares S&P 500 Value Index Fund	IVE	Broad	iShares	iShares Goldman Sachs Semiconductor	IGW	Sector	BGI
iShares S&P 500 Index	IVV	Broad	iShares	iShares S&P Global Energy Sector	IXC	Sector	BGI
iShares S&P 500 Growth Index Fund	IWW	Broad	iShares	iShares S&P Global Financial Sector	IXG	Sector	BGI
iShares Russell 1000	IWB	Broad	BGI	iShares S&P Global Healthcare Sector	IXJ	Sector	BGI
iShares Russell 1000 Value	IWD	Broad	BGI	iShares S&P Global Information Technology Sector	IXN	Sector	BGI
iShares Russell 1000 Growth	IWF	Broad	BGI	iShares S&P Global Telecommunications Sector	IXP	Sector	BGI
iShares Russell 2000	IWM	Broad	BGI	iShares Dow Jones U.S. Consumer Services Sector Index Fund	IYC	Sector	iShares
iShares Russell 2000 Value	IWN	Broad	BGI	iShares Dow Jones U.S. Energy Sector Index Fund	IYE	Sector	iShares
iShares Russell 2000 Growth	IWO	Broad	BGI	iShares Dow Jones U.S. Financial Sector Index Fund	IYF	Sector	iShares
iShares Russell Midcap Growth Index Fund	IWP	Broad	BGI	iShares Dow Jones U.S. Financial Services Index Fund	IYG	Sector	iShares
iShares Russell Midcap Index Fund	IWR	Broad	BGI	iShares Dow Jones U.S. Healthcare Sector Index Fund	IYH	Sector	iShares
iShares Russell Midcap Value Index Fund	IWS	Broad	BGI	iShares Dow Jones U.S. Industrial Sector Index Fund	IYJ	Sector	iShares
iShares Russell 3000	IWV	Broad	BGI	iShares Dow Jones U.S. Consumer Goods Sector Index Fund	IYK	Sector	iShares
iShares Russell 3000 Value	IWW	Broad	BGI	iShares Dow Jones U.S. Basic Materials Sector Index Fund	IYM	Sector	iShares
iShares Russell 3000 Growth	IWZ	Broad	BGI	iShares Dow Jones U.S. Real Estate Index Fund	IYR	Sector	iShares
iShares Dow Jones U.S. Total Market Index	IYY	Broad	iShares	iShares Dow Jones Transportation Average Index Fund	IYT	Sector	iShares
MidCap SPDRs	MDY	Broad	PDR Services LLC	iShares Dow Jones U.S. Technology Sector Index Fund	IYW	Sector	iShares
iShares S&P 100 Index Fund	OEF	Broad	BGI	iShares Dow Jones U.S. Telecommunications Sector Index Fund	IYZ	Sector	iShares
SPDR O-Strip ETF	OOO	Broad	State Street	streetTRACKS KBW Bank ETF	KBE	Sector	streetTRACKS
PowerShares WilderHill Clean Energy Portfolio	PBW	Broad	PowerShares ETF	streetTRACKS KBW Capital Markets ETF	KCE	Sector	streetTRACKS
PowerShares High Yield Equity Dividend Achievers Portfolio	PEY	Broad	PowerShares ETF	streetTRACKS KBW Insurance ETF	KIE	Sector	streetTRACKS
PowerShares Dividend Achievers Portfolio	PFM	Broad	PowerShares ETF	streetTRACKS Morgan Stanley Technology ETF	MTK	Sector	streetTRACKS
PowerShares Golden Dragon Halter USX China Portfolio	PGJ	Broad	PowerShares ETF	PowerShares Dynamic Biotechnology & Genome Portfolio	PBE	Sector	PowerShares ETF
PowerShares High Growth Rate Dividend Achievers Portfolio	PHJ	Broad	PowerShares ETF	PowerShares Dynamic Food & Beverage Portfolio	PBJ	Sector	PowerShares ETF
PowerShares International Dividend Achievers Portfolio	PID	Broad	PowerShares ETF	PowerShares Dynamic Media Portfolio	PBS	Sector	PowerShares ETF
PowerShares Value Line Timeliness Select Portfolio	PIV	Broad	PowerShares ETF	PowerShares Dynamic Leisure & Entertainment Portfolio	PEJ	Sector	PowerShares ETF
PowerShares Dynamic Large Cap Growth Portfolio	PWB	Broad	PowerShares ETF	PowerShares Dynamic Water Resource Portfolio	PHO	Sector	PowerShares ETF
PowerShares Dynamic Market Portfolio	PWC	Broad	PowerShares ETF	PowerShares Dynamic Hardware & Consumer Electronics Portfolio	PHW	Sector	PowerShares ETF
PowerShares Dynamic Mid Cap Growth Portfolio	PWJ	Broad	PowerShares ETF	PowerShares Dynamic Insurance Portfolio	PIC	Sector	PowerShares ETF
PowerShares Dynamic OTC Portfolio	PWO	Broad	PowerShares ETF	PowerShares Dynamic Pharmaceuticals Portfolio	PJP	Sector	PowerShares ETF
PowerShares Dynamic Mid Cap Value Portfolio	PWP	Broad	PowerShares ETF	PowerShares Dynamic Building & Construction Portfolio	PKB	Sector	PowerShares ETF
PowerShares Dynamic Small Cap Growth Portfolio	PWT	Broad	PowerShares ETF	streetTRACKS Morgan Retail Portfolio	PMR	Sector	PowerShares ETF
PowerShares Dynamic Large Cap Value Portfolio	PWV	Broad	PowerShares ETF	PowerShares Aerospace & Defense Portfolio	PPA	Sector	PowerShares ETF
PowerShares Dynamic Small Cap Value Portfolio	PWY	Broad	PowerShares ETF	PowerShares Dynamic Semiconductors Portfolio	PSI	Sector	PowerShares ETF
PowerShares Zacks Micro Cap Portfolio	PZI	Broad	PowerShares ETF	PowerShares Dynamic Software Portfolio	PSJ	Sector	PowerShares ETF
Nasdaq-100 Index Tracking Stock	QQQQ	Broad	Nasdaq Financial Products	PowerShares Dynamic Telecom & Wireless Portfolio	PTE	Sector	PowerShares ETF
Rydex S&P Equal Weight ETF	RSP	Broad	Rydex ETF	PowerShares Dynamic Utilities Portfolio	PUI	Sector	PowerShares ETF
SPDR Dividend ETF	SDY	Broad	NA	PowerShares Dynamic Energy Exploration & Production Portfolio	PXE	Sector	PowerShares ETF
SPDRs	SPY	Broad	PDR Services LLC	PowerShares Dynamic Oil Services Portfolio	PXJ	Sector	PowerShares ETF
streetTRACKS DJ Wilshire Total Market ETF	TMW	Broad	streetTRACKS	PowerShares Lux Nanotech Portfolio	PXN	Sector	PowerShares ETF
Vanguard Small-Cap VIPERs	VB	Broad	Vanguard	PowerShares Dynamic Networking Portfolio	PXQ	Sector	PowerShares ETF
Vanguard Small-Cap Growth VIPERs	VBK	Broad	Vanguard	streetTRACKS DJ Wilshire REIT ETF	RWR	Sector	streetTRACKS
Vanguard Small-Cap Value VIPERs	VBR	Broad	Vanguard	Vanguard Materials VIPERs	VAW	Sector	Vanguard
Vanguard Mid-Cap VIPERs	VO	Broad	Vanguard	Vanguard Consumer Discretionary VIPERs	VCR	Sector	Vanguard
Vanguard Total Stock Market VIPERs	VTI	Broad	Vanguard	Vanguard Consumer Staples VIPERs	VDC	Sector	Vanguard
Vanguard Value VIPERs	VTV	Broad	Vanguard	Vanguard Energy VIPERs	VDE	Sector	Vanguard
Vanguard Growth VIPERs	VUG	Broad	Vanguard	Vanguard Financials VIPERs	VFH	Sector	Vanguard
Vanguard Large-Cap VIPERs	VV	Broad	Vanguard	Vanguard Information Technology VIPERs	VGT	Sector	Vanguard
Vanguard Extended Market VIPERs	VXF	Broad	Vanguard	Vanguard Health Care VIPERs	VHT	Sector	Vanguard
Rydex Russell Top 50 ETF	XLG	Broad	Rydex ETF	Vanguard Industrials VIPERs	VIS	Sector	Vanguard
iShares MSCI Emerging Markets	EEM	Intrntl	BGI	Vanguard REIT VIPERs	VNQ	Sector	Vanguard
iShares MSCI-EAFE	EFA	Intrntl	BGI	Vanguard Telecommunication Services VIPERs	VOX	Sector	Vanguard
iShares MSCI-Pacific Ex-Japan	EPP	Intrntl	BGI	Vanguard Utilities VIPERs	VPU	Sector	Vanguard
iShares MSCI-Australia	EWA	Intrntl	BGI	Select Sector SPDR-Materials	XLB	Sector	State Street
iShares MSCI-Canada	EWC	Intrntl	BGI	Select Sector SPDR-Energy	XLE	Sector	State Street
iShares MSCI Sweden Index Fund	EWD	Intrntl	iShares	Select Sector SPDR-Financial	XLF	Sector	State Street
iShares MSCI-Germany	EWG	Intrntl	BGI	Select Sector SPDR-Industrial	XLI	Sector	State Street
iShares MSCI Hong Kong Index Fund	EWH	Intrntl	iShares	Select Sector SPDR-Technology	XLK	Sector	State Street
iShares MSCI Italy Index Fund	EWI	Intrntl	iShares	Select Sector SPDR-Consumer Staples	XLP	Sector	State Street
iShares MSCI Japan Index Fund	EWJ	Intrntl	iShares	Select Sector SPDR-Utilities	XLU	Sector	State Street
iShares MSCI Belgium Index Fund	EWK	Intrntl	iShares	Select Sector SPDR-Health Care	XLV	Sector	State Street
iShares MSCI Switzerland Index Fund	EWL	Intrntl	iShares	Select Sector SPDR-Consumer Discretionary	XLY	Sector	State Street
iShares MSCI Malaysia Index Fund	EWM	Intrntl	iShares				
iShares MSCI Netherlands Index Fund	EWN	Intrntl	iShares	iShares Lehman Aggregate Bond Fund	AGG	Broad	BGI
iShares MSCI-Austria	EWO	Intrntl	BGI	iShares GS \$ InvesTopTM Corporate Bond Fund	LQD	Broad	BGI
iShares MSCI Spain Index Fund	EWP	Intrntl	iShares	iShares Lehman 1-3 Year Treasury Bond Fund	SHY	Broad	BGI
iShares MSCI France Index Fund	EWQ	Intrntl	iShares	iShares Lehman 7-10 Year Treasury Bond Fund	IEF	Broad	BGI
iShares MSCI Singapore (Free) Index Fund	EWS	Intrntl	iShares	iShares Lehman 20+ Year Treasury Bond Fund	TLT	Broad	BGI
iShares MSCI Taiwan Index Fund	EWT	Intrntl	iShares				

This information is reformatted from the American Stock Exchange.



# Descriptions & Disclosures

## **PORTFOLIO DESCRIPTIONS (pages 2 and 3)**

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. Issues are normally posted on Mondays by 1:30pm est.

Portfolios are updated through the Friday close the week before.

Dividends are reinvested in additional shares. Commissions of \$5/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. 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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