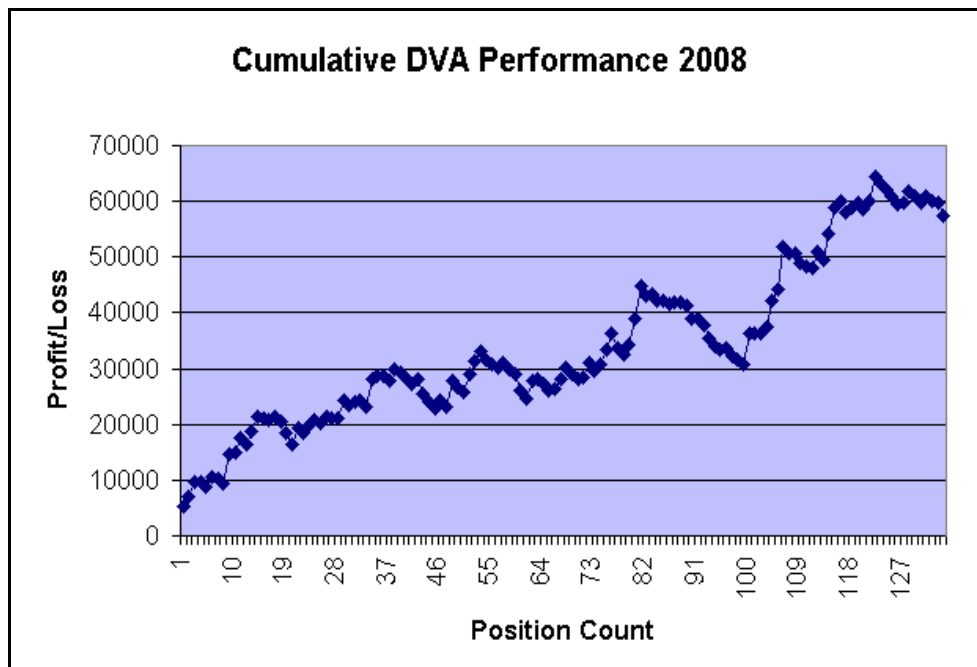


Daily Volume Alerts – Performance Summary 2008



Total Positions: 134	Wins: 62	Losses: 72	Percent wins: 47%
Total Gain: +\$57,385	Avg Win: +\$2,158	Avg Loss: -\$1,062	
			Max. Drawdown: -\$14,006

2008 was a strong year, particularly early, and then again in the fall when the stock market virtually crashed. The above totals reflect the total profits and losses of all position closed in 2008. No open positions are included (they will be on the 2009 performance chart).

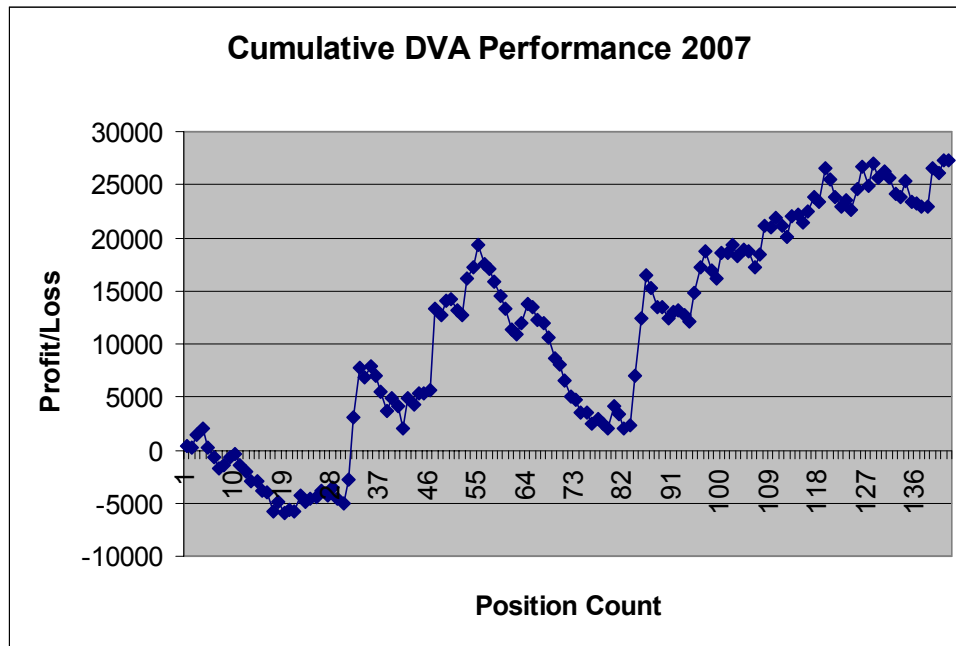
The year started strong, with a put trade in **COF**, followed by several other strong trades – notably in **MRR** and **GGB**, which were rolled through several strikes, as we used trailing stops to let profits run. Buy May the cumulative profits had reached \$30,000. After some sideways action, profits rose again in August, after strong trades in **BP** and **BBH**. However, from there, the year’s largest drawdown set in, as a number of small consecutive losses occurred. However, the year’s biggest profit run then ensued, mostly in October, as large profits were registered in put buys in **BGC**, **CRZO**, **SPY**, **ERTS**, and **ECA**. Cumulative profits had exceeded \$64,000 at that point, After that, profits slipped into year-end, finishing – as noted above – with a total gain of \$57,385.

It was assumed that six options were bought for each recommendation (so it is easy to take partial profits on a third or a half of the position). A commission of \$4 per option was included for all trades (most customers should be able to get lower rates than that at a discount option broker).

The largest drawdown occurred in the late summer, and was \$14,006.

In 2008, we had 47% winners, which is about our average. Since the average win is much larger than the average loss (\$2,158 vs. \$1,062), it equates to a very strong return.

Daily Volume Alerts – Performance Summary 2007



Total Positions: 142	Wins: 65	Losses: 77	Percent wins: 46%
Total Gain: +\$27,283	Avg Win: +\$1,547	Avg Loss: -\$952	

2007 was a strong year, at least after the first month or so. The last half of the year saw fairly steady gains being made, as noted in the cumulative profit chart above.

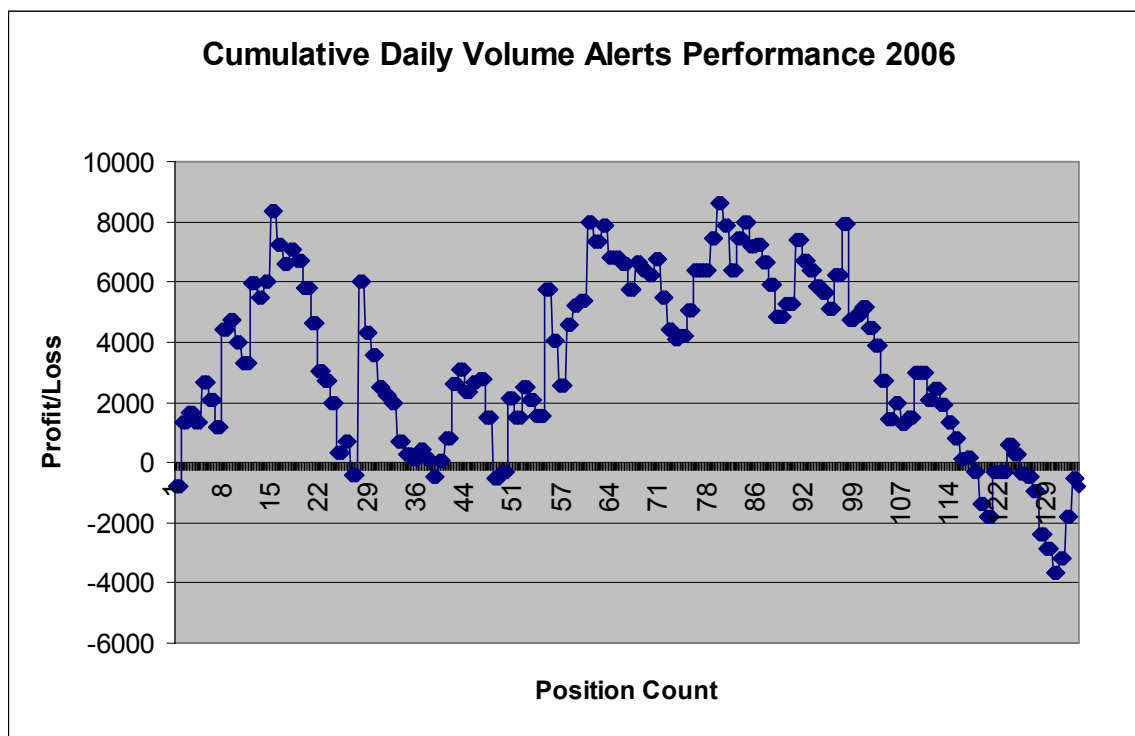
The fact that there were 142 recommendations means that there was one made about every other trading day in 2007. It was assumed that six options were bought for each recommendation (so it is easy to take partial profits on a third or a half of the position). A commission of \$4 per option was included for all trades (most customers should be able to get lower rates than that at a discount option broker).

The year started with some small losses, but then three large winning trades in a row turned things around – a put buy on Merrill Lynch, a put buy on SPY, and a short in S&P e-mini futures. These were all established in advance of the Chinese “mini-meltdown” and were very profitable. A strong run took the cumulative profits up to almost \$20,000 in April, with a very large profit in Foster-Wheeler (FWLT) calls.

A setback occurred in the early summer, before strong gains in three more positions set the tone for the remainder of the year. They were a put buy in Sepracor (SEPR), prior to a negative earnings report. A call buy in Navteq (NVT) prior to receiving a takeover bid, and a put buy in Radian (RDN).

This year we had 46% winners, with winners outpacing losers by about a 5-to-3 ratio. That makes for a winning system. In years past, we’ve generally had about 41% to 42% winners. We look forward to another profitable year in 2007.

Daily Volume Alerts Service – Performance 2006



In the above graph, the X-axis (Position Count) shows the cumulative number of positions recommended year to date. For the entire year of 2006, there were 134 recommendations, which works out to about one every other trading day for the year. It was assumed that six options were purchased for each recommendation (so that it is easy to take partial profits on a third or a half of the position). The Profit/Loss figures include a commission of \$3 per option contract; most traders should be able to do slightly better than that with active accounts at deep discount brokers.

The year started out well as a number of profits were registered in the first 15 positions (through the end of February). But we struggled in the spring, until the position count reached 50 (in May). Then another profitable streak brought the cumulative profit back up to its yearly highs, where it remained more or less through about position count of 98 (October). Throughout that point in the year, we were running about 42% winners. Over the entire history of this service, we generally have had 40% to 45% winners, because we choose so cut our losses and try to let our profits run. Hence, winners should be bigger than losers in general, and so 40-45% winners can produce a nice profit if wins are bigger than losses.

Unfortunately, in the last two months of the year, the year's profits were once again given back and, after dipping into negative territory in December, we closed out the year just about even.

We approach these speculations without a broad market bias (except for an occasional index option recommendation), so the losses in November and December were not attributable to an incorrect market opinion (in fact, most of our recommendations were bullish while the market was rising) – just to lack of follow-through on several breakout situations in relatively small-cap stocks. We view this as a temporary aberration and look forward to profitable trading in 2007.

Statistics: 54 wins, 80 losses (40.3% wins)

Average win: +\$1,111

Average loss: -\$760

Average trade: -\$6