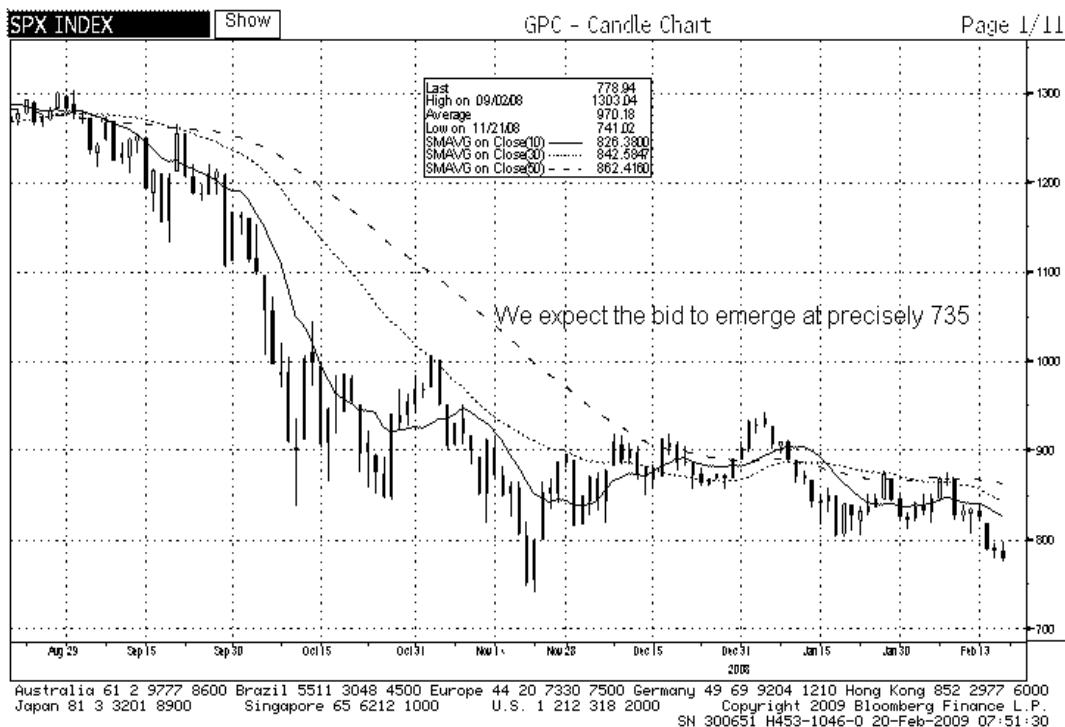


Morning Comments February 20, 2009

We have been calling for SPX prices to move substantially lower for some time and have taken a lot of derision and heat on the call. Now that everyone believes and is embracing the call we think its time to punch traders in the mouth again as they try to turn their longs into shorts down here as SPX prices break to new lows. Our analysis indicates a high probability that a major bid resides at 735 just under the market. This will frustrate traders to no end as prices can rally sharply from this level. We will look to cover a portion of our shorts at the first signs 735 is bid. If this level can hold we will consider getting long the best tech names that have gapped up in heavy volume on earnings recently and covering all the market shorts for a big trade. Unfortunately this is the more depressing of scenarios we can envision as it leads to only temporary relief albeit perhaps substantial prior to renewed downside as market forces attempt to prop up prices again not allowing the market to liquidate as it needs to. The risk here and our preferred vision is that parabolic descent has finally come knocking and the market plummets immediately to ~680 without a contravening rally. I love em long on a real parabolic move down cognizant that I may wear a few bad marks for a a day or 3 but knowing I cant be hurt long easily with 680 stock on! Good luck trading and prepare for the real possibility that a swift liquidation can unfold over the next couple days and end this foul misbegotten hateful grinding process.

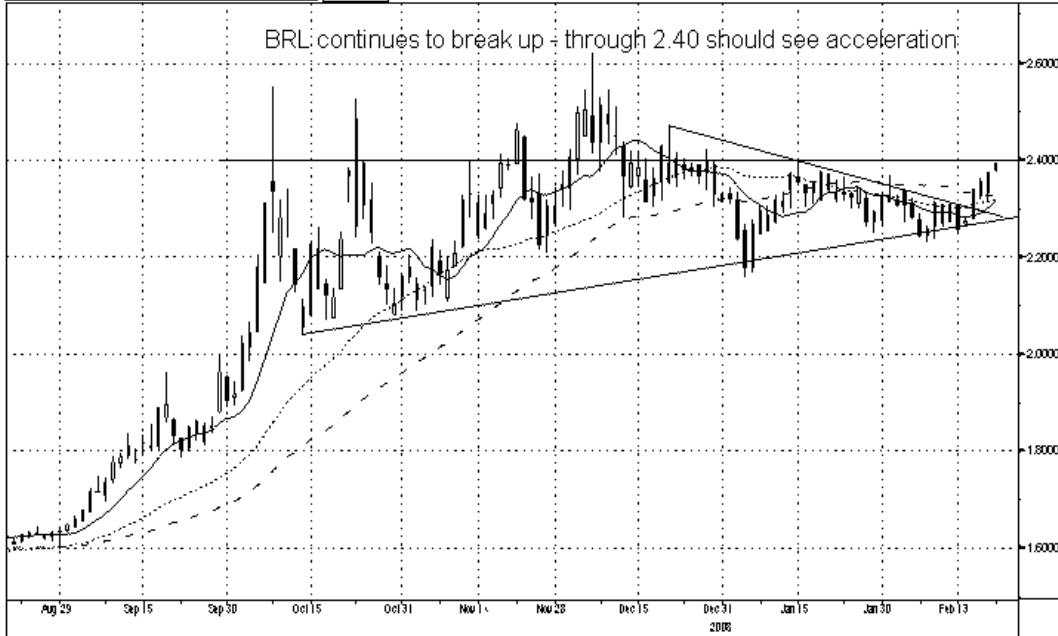
SPX 778.94Y as of close 2/19 Index GPC



The results presented should not and cannot be viewed as an indicator of future performance.
 Charts courtesy of Bloomberg Finance L.P.

BRL ↑ **2.3925** +.0187 BGN 2.3910/2.3940 BGN CurncyGPC
 At 7:33 Op 2.3810 Hi 2.3925 Lo 2.3752 Close 2.3738 Value 2/26/09

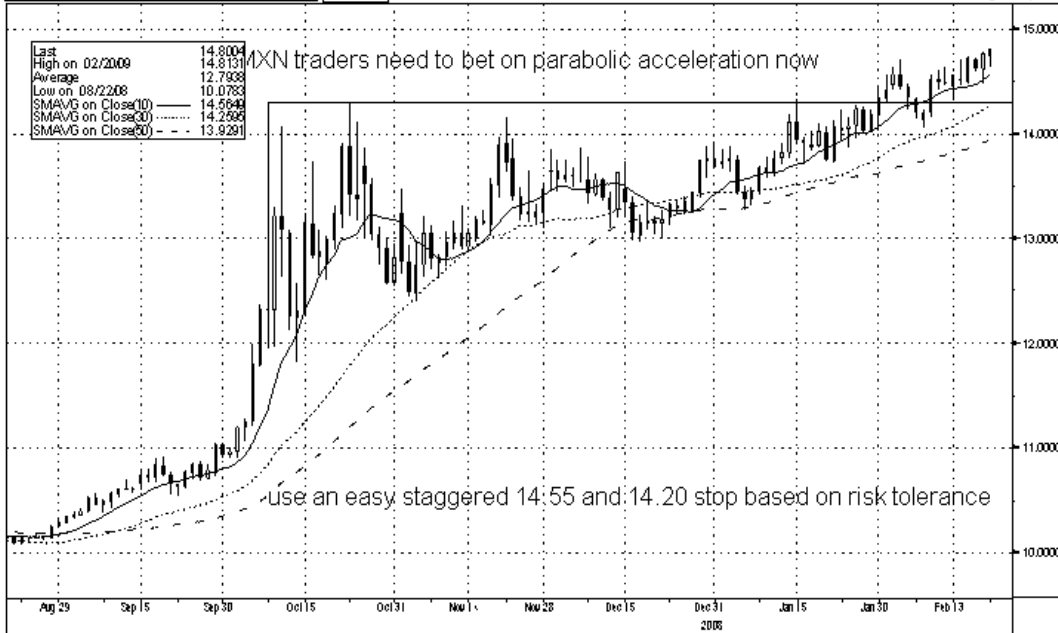
BRL BGN CURRENCY Show GPC - Candle Chart Page 1/11



Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2009 Bloomberg Finance L.P.
 SN 300651 H453-1046-0 20-Feb-2009 07:33:06

MXN ↓ **14.8004** +.0382 BGN 14.7962/14.8047 BG CurncyGPC
 Scr 7:36aved as C:\Documents and Settings\BTankersley\Desktop\mxn 2 20.gif

MXN BGN CURRENCY Show GPC - Candle Chart Page 1/11



Australia 61 2 9777 8600 Brazil 5511 3048 4500 Europe 44 20 7330 7500 Germany 49 69 9204 1210 Hong Kong 852 2977 6000
 Japan 81 3 3201 8900 Singapore 65 6212 1000 U.S. 1 212 318 2000 Copyright 2009 Bloomberg Finance L.P.
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DAX ↑ 4062.98 -152.23

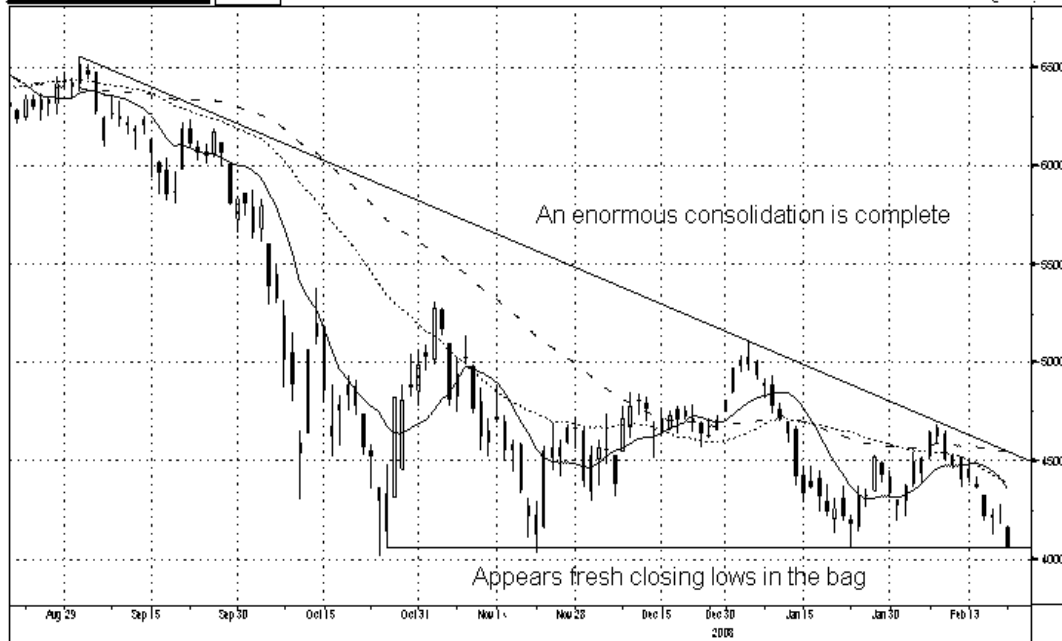
Index GPC

At 7:28 Op 4164.51 Hi 4167.05 Lo 4057.07 Prev 4215.21

DAX INDEX Show

GPC - Candle Chart

Page 1/11



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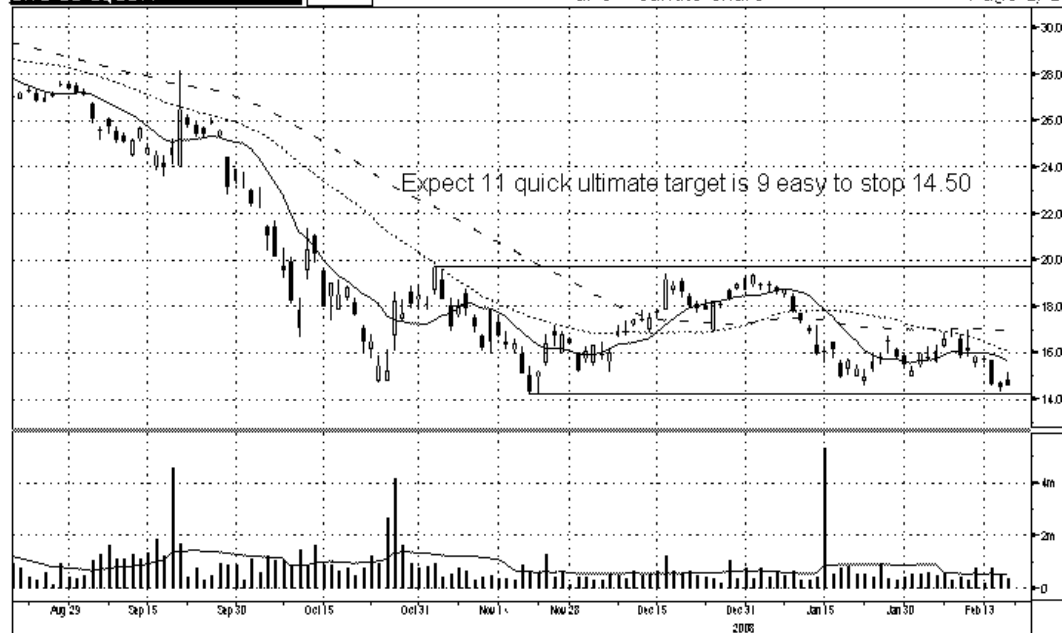
Equity GPC

EWG US \$ Market P13.01/16.62P 3x3 Prev 14.61

EWG US EQUITY Show

GPC - Candle Chart

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