



Exceptional Bear Market Letter™

June 21, 2008

The Next Rally is on the starting blocks, now is the time to go long; regardless of direction, Exceptional Bear leads you to higher profits.

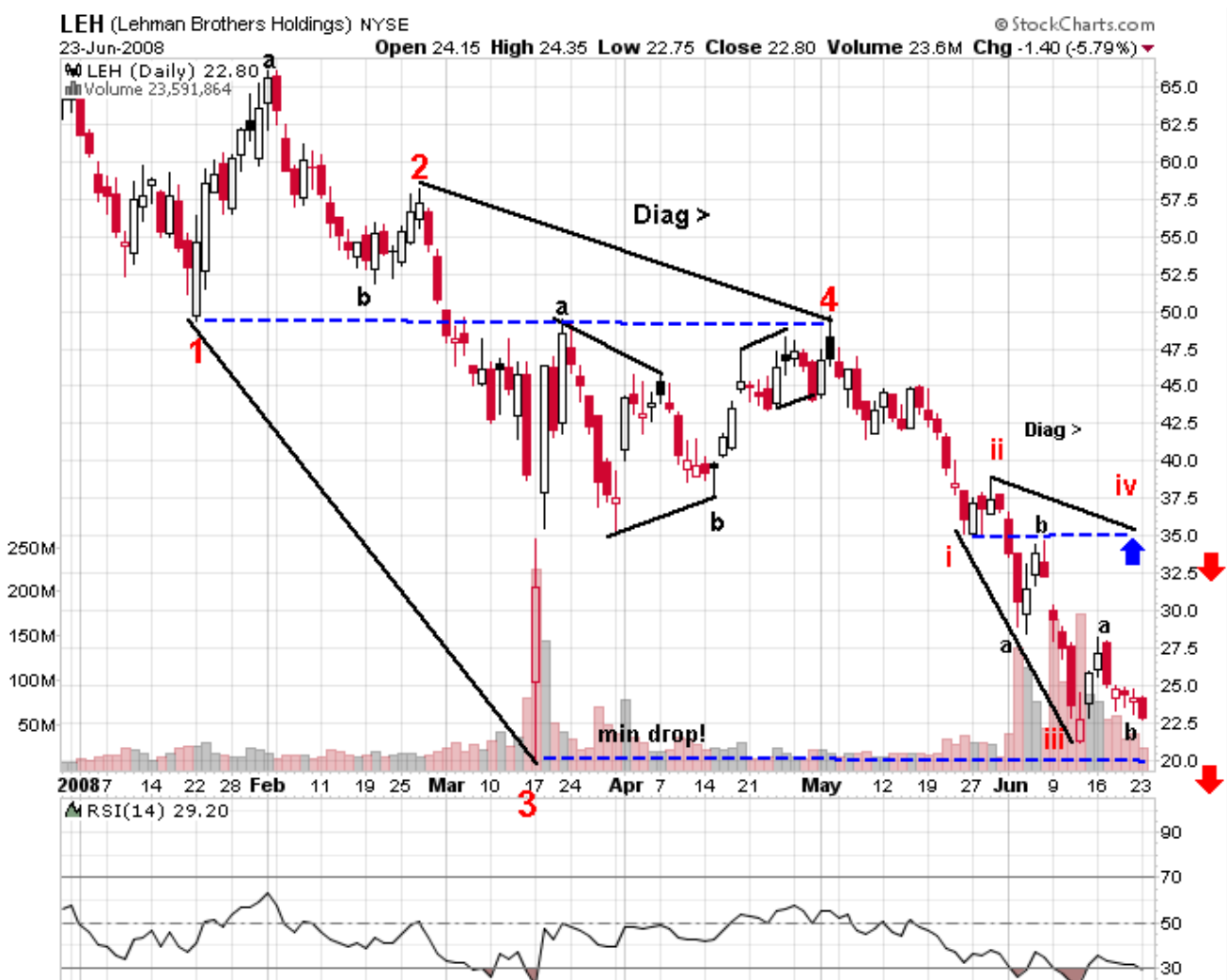
In the **Dow** and most of the other indices the *Diag II*, indicates the *beginning of a long bull move*. The minimum upside for the next rally is above 13,200, the May high. Afterwards, we will likely drop back to the current levels before continuing up. Instead of the three steps up, two steps back of a bull market, in the Bear we often get 3 up and 3 1/2 steps back before the real action begins.



The **Homebuilders Index** gives us a road map of sorts, since they are ahead of the other indices and about to undergo the a much bigger move in **wave 3**. As you see below, after **wave 1** we again drop back to the area of the previous **IVth** before reversing back up. What does this mean in terms of making the most money? Anyone who buys and holds, is in for a round trip, while those that can gingerly ride the next move up, and then reverse just when it peaks will be the real winners. As you can see from our [tracked performance](#), you too could make 50% for the price of a subscription.



Lehman remains one of the best money makers. We must now move up to \$35 and then drop below \$20. Both long and short it remains a winner. Will it survive? If it survives the drop below \$20, the first stop is \$50.



For a more detailed forecast of all our recommendations, [try our service risk-free for 30 days](#).

Eduardo Mirahyes

[Exceptional Bear](#)



“Opportunistically timed investments that maximize wealth”