



REviewing the previous week & **LAY**ing the groundwork for the week ahead

System Trade Updates Taken from Corresponding Issues of Weekly Re-Lay...

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11/09/02 SYSTEM TRADE(S) UPDATE: Stock Indices extended their gains and fulfilled the potential for another spike high. They are now expected to retrace into Nov. 27/29th. Traders should be long SPX 825 puts w/losses. Bonds & Notes exceeded gap resistance and could retest their highs. The Dollar fulfilled projections for it to test its lows while the Euro set new highs. The Yen rallied and could still head higher. Traders should have exited JYX 8200 call options w/avg. gains of \$1,700/option & be

holding JYZ 8300 call options w/avg. open gains of about \$1,200/option. Gold & Silver may have just set a top. Traders should be short March Silver futures from the recent high. Soybeans remain in congestion. Crude reversed its weekly trend to down. Copper rallied further before pulling back. Traders should have exited long futures positions w/avg. gains of about \$1,200/contract. www.insidetrack.com

11/02/02 SYSTEM TRADE(S) UPDATE: Stock Indices continued to consolidate but did not yet complete a reversal lower. Another spike high is possible on 11/04. Traders should be long SPX 825 puts up to 909.4/SPZ. Bonds & Notes shot up to gap resistance and are expected to consolidate. The Dollar is likely to test its lows while the Euro should set new highs. The Yen could

rebound to 74.20/JYZ in the next 1-2 weeks. Traders should be holding long Yen call options with growing gains. Gold & Silver have given a moderate rebound and are poised to set a top. Soybeans appear set to retest their highs. Crude could bounce back above 28.00 in the coming week. Copper rallied further. Traders should be long w/avg. open gains of about \$1,500/contract.

10/26/02 SYSTEM TRADE(S) UPDATE: Stock Indices consolidated but did not yet complete a reversal lower. A final spike high is possible on 10/28. Traders should be buying SPX 825 puts at current levels. Bonds & Notes are trying to signal a low. Traders should have exited short Eurodollar positions w/avg. gains of \$250--\$300/contract. The Dollar & Euro are in a trading range while the Yen is rebounding from its downside objective. Traders should be holding long Yen call options with

small gains. Gold & Silver are poised for a moderate rebound. Traders should have exited ½ of Gold short positions w/average gains of about \$1,000/ contract & ½ with almost \$1,100/contract average. gains. Soybeans remain in no-man's-land. Crude gave a second sign of a developing top. Copper rallied to new highs and to initial resistance. Traders should be long w/avg. open gains of about \$1,200/contract. www.insidetrack.com

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10/19/02 SYSTEM TRADE(S) UPDATE: Stock Indices fulfilled analysis for a 1,000+ pt. DJIA & 120+ pt. SPZ surge. A peak is likely by 10/22. Bonds & Notes confirmed signs of a top. Traders should be short Eurodollars w/avg. open gains of \$450/ contract. The Dollar & Euro are in a trading range while the Yen has fulfilled its downside objective. Traders should have entered & exited Euro longs w/avg. losses of \$850/contract and entered Yen call options. Gold & Silver reinforced intermediate weakness. Traders should

be short a ½ position in Gold w/avg. open gains of about \$1,100/contract & have taken avg. profits of about \$1,000/contract on the other ½. Soybeans rebounded & could spike higher. Wheat rallied after triggering traders to exit short positions. Traders were short & should have taken profits of \$1,100/contract on one ½ & \$1,000/contract on the other ½ of these positions. Crude remains at a decisive point but has not telegraphed its next move. Copper reversed its daily trend up. Traders should be long w/avg. open gains of about \$600/contract.

10/12/02 SYSTEM TRADE(S) UPDATE: Stock Indices remain on track for a rally into mid-October. An additional 1-3 day surge is possible. Bonds again retested their Sept. 24th high and gave a 1-3 week sell signal. Eurodollars are confirming signs of a top. Traders should be short Eurodollars w/avg. open gains of about \$300/contract. The Dollar is poised to retest its lows, the Euro its highs & the Yen to spike down into mid-October. Gold & Silver reinforced analysis for a decline into mid-November.

Traders should be short Gold futures w/avg. open gains of about \$700/contract. Soybeans confirmed an intermediate top is taking hold. Wheat is confirming a top and traders should be short ½ positions w/avg. open gains of \$1,700/contract (& have taken profits of \$1,100/contract on other ½). Crude is at a decisive point in both time & price. Copper is confirming signs of a low. Traders should be long w/avg. open gains of about \$400/contract. www.insiidetrack.com

10/05/02 SYSTEM TRADE(S) UPDATE: Stock Indices set a low on Sept. 30th and retested it on Friday. Barring daily closes below the 9/30 lows, the indices should rebound for a couple weeks. Short-term traders were triggered into and out of options w/avg. losses of \$650/option. Bonds retested their Sept. 24th high and are at a decisive time. Eurodollars are showing signs of a top. The Dollar & Euro remain in congestion while the Yen is poised to spike down into mid-October. Gold & Silver

gave at least one sign that a new decline is beginning but an intervening spike high in Gold is possible. Soybeans reinforced an intermediate top is taking hold. Wheat is signaling a top and traders should be short w/avg. open gains of \$1,150/contract. Crude could drop and set a low around mid-month. Cotton longs should have been exited w/avg. gains of about \$300/contract while Copper is still triggering new long positions. Sugar has the potential to trigger a new decline.

09/28/02 SYSTEM TRADE(S) UPDATE: Stock Indices followed analysis for a mid-week bounce and late-week sell-off, leading into a potential low on Sept. 30th. A drop to 7532/DJIA is probable before a low is intact. Bonds set a high on Sept. 24/25th... but are yet to confirm. The Dollar & Euro are caught in congestion and likely to stay there for several weeks to come. Gold & Silver reversed lower after spiking to anticipated resistance levels. A new wave down could be confirmed as early as Monday.

Soybeans reversed their daily trend to down, signaling that an intermediate top is taking hold. Wheat is at an important juncture when it could confirm a top. Crude vacillated near its high and could still spike higher. Coffee continued its retracement but is now at a decision level. Cotton longs remain intact around break-even or with small gains while Copper is triggering new long positions. Sugar has the potential to trigger a new decline. www.insiidetrack.com

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System Trade Updates from Weekly Re-Lay (Page 3)...

09/21/02 SYSTEM TRADE(S) UPDATE: Stock Indices finally gave definitive action regarding late-September cycles. Short-term traders should have entered and exited positions w/avg. losses of about \$200/contract. Bonds remain on course for a potential high on Sept. 24/25th. The Dollar could not reverse its weekly trend to up, casting some doubt on whether it will do so in the foreseeable future. Gold & Silver edged higher and could rally further before an intermediate top takes hold.

Soybeans are in the process of setting a top while Crude has the potential to edge higher yet. Coffee spiked to a new high and completed a '5th' wave advance, signaling a near-term top. Traders should have exited ½ of long positions w/avg. gains of \$3,300/contract and the other ½ w/avg. gains of about \$3,100/contract. Cotton longs remain intact around break-even or with small gains. Copper is validating analysis for a low and is triggering long positions.

09/14/02 SYSTEM TRADE(S) UPDATE: Stock Indices retested their Sept. 3--5th lows and are at a crucial point. Monday's action should determine what to expect leading into Sept. 23rd cycles. Bonds set new highs and could edge higher into Sept. 24/ 25th. The Dollar rallied but has not yet reversed its weekly trend to up. Until it does, congestion should reign. Gold & Silver completed rebounds and are in a position to begin new multi-week declines. Traders should have exited ½ of long positions in Gold w/avg. gains of about \$1,200/contract and the

other ½ w/avg. gains of about \$900/contract. Soybeans shot up to new highs, triggering buy stops on short positions w/avg. losses of about \$850/contract. Crude vacillated near its highs. Coffee rallied further, triggering partial profit-taking. Traders should have exited ½ of long positions w/avg. gains of \$3,300/contract and be holding the other ½ w/avg. open gains of almost \$4,100/contract. Sugar shorts were stopped out with average losses of \$650/contract. Cotton longs were just triggered.

09/07/02 SYSTEM TRADE(S) UPDATE: Stock Indices fell into cycles on Sept. 4--6th and have begun to reverse higher. Traders should have exited long NQU futures w/avg. losses of about \$1,200/ contract. Bonds retested their continuous highs but did not signal a breakout. Aggressive traders only should have exited puts w/avg. losses of \$400/ option. The Dollar pulled back to important support and is poised to rally in late-September. Gold & Silver are completing a second rebound. Traders should be long ½ position in Gold

futures w/avg. open gains of about \$1,350/contract and have taken profits of \$1,200/contract on the other ½. Soybeans edged higher, triggering traders to sell futures. Crude dropped to support then surged to new highs. A September 11--13th high is still likely. Coffee rallied further, adding to existing gains. Traders should be long from an average price of 50.65/KCZ & holding w/avg. open gains of almost \$2,600/ contract. Sugar shorts are intact from just below current levels. www.insidetrack.com

08/31/02 SYSTEM TRADE(S) UPDATE: Stock Indices fell back to near-term support and initially held. Traders should have exited short e-mini S+P futures w/avg. losses of \$150--\$250/contract and entered Nasdaq 100 longs near current levels. Bonds edged higher but are in congestion. Aggressive traders should be holding puts w/small losses. The Dollar pulled back and could drop lower in the coming week(s). Gold & Silver are trying to mount a second rebound. Traders should have bought

Gold futures at the open and be holding w/avg. gains of about \$600/contract. Soybeans edged higher while Crude spiked to a slight new high... but did not follow through. Cotton reversed higher and triggered traders to exit shorts with w/avg. gains of about \$500/ contract. Coffee rallied after triggering traders to enter longs. These positions remain intact with avg. open gains of about \$1,000/ contract. Sugar shorts are being implemented at current levels.

08/24/02 SYSTEM TRADE(S) UPDATE: Stock Indices finished their projected rally into August 19--22nd and are pulling back. Traders should be short e-mini S+P futures w/avg. open gains of about \$600/ contract. Bonds spiked a little lower and then reversed higher. Aggressive traders should be holding puts w/mixed results. The Dollar rallied and is poised to reverse its weekly trend higher. Gold & Silver dropped and are now trying to mount a second rebound. Traders should have exited

long Gold futures w/avg. gains of about \$150--\$200/ contract. Soybeans reversed their daily trend to down and are poised for further declines. Crude spiked to new continuous highs, the minimum criteria for a 5th wave. An 8-10 week decline is likely to ensue. Cotton reinforced a developing top. Traders should be short from about 48.00/CTZ & holding w/avg. open gains of \$1,400/contract. Coffee & Sugar are signaling new trades as well. www.insidetrack.com

08/17/02 SYSTEM TRADE(S) UPDATE: Stock Indices pulled back and then rallied again in synch with both short-term & intermediate analysis. A 2-3 week top is probable this week. Bonds spiked higher than expected, retesting important resistance above 112-00/US. Aggressive traders could have been buying puts & should be holding w/open gains of \$100--\$400/option. The Dollar dropped lower than expected, triggering traders into & out of longs w/avg. losses of \$640/contract. Gold & Silver are consolidating after Silver spiked to another new low.

Traders should be long Gold futures & holding w/avg. open gains of about \$850/contract. Soybeans gave a quick rally beyond resistance. Traders should have exited puts w/avg. losses of either \$150 or \$250/option. Crude rallied into week's end. Traders should have entered & exited put options w/avg. losses of \$150/option. Cotton reinforced a developing top. Traders should be short from about 48.00/CTZ & holding w/avg. open gains of \$1,200/contract. Coffee & Sugar are signaling new trades.

08/10/02 SYSTEM TRADE(S) UPDATE: Stock Indices set secondary lows and are still on track for a rally into Aug. 19--22nd. Short-term traders should have entered and exited ESU short positions with avg. losses of about \$400/contract. Bonds rallied to test their monthly resistance and are poised to set a peak. The Dollar is set for a brief pullback before a renewed surge. Gold & Silver are rebounding after hitting support. Traders should have exited Gold puts w/gains of about \$200--

250/option and entered Gold long positions and be holding w/avg. open gains of about \$900/contract. Soybeans are set up for a quick rally and subsequent reversal lower. Traders should be holding puts with gains. Crude is giving mixed signs but has just triggered traders to enter put options. Copper reached its projected low and triggered traders to exit puts w/avg. gains of about 350% or about \$900/option www.insidetrack.com.

08/03/02 SYSTEM TRADE(S) UPDATE: Stock Indices spiked to initial resistance and reversed lower. Traders should have entered and exited SPQ call options with avg. gains of about \$1,250/ option. Bonds rallied back to their highs in an unexpected extension of this move. Traders should have exited USU 104 put options with avg. losses of about \$400/option. The Dollar is showing additional signs of a low while the Euro & Yen are in the process of confirming a top. Gold & Silver are hitting support and

are poised to see a rebound in the coming weeks. Traders should be holding Gold puts w/gains of about \$400/ option. Soybeans rallied back to their highs and triggered traders to purchase put options. Crude could not confirm a reversal lower and could surge back to its highs. Copper is consolidating near its lows. Traders should be long HGU 72.00 puts & holding w/avg. gains of about 350% or about \$900/option.

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System Trade Updates from Weekly Re-Lay (Page 5)...

07/27/02 SYSTEM TRADE(S) UPDATE: Stock Indices spiked to new lows during the critical July 22--26th period and 2 of the 3 indices were able to give weekly key reversals higher. This is expected to spur an initial rebound into early August. Traders should have entered and exited NQU longs with avg. losses of about \$600/ contract. Bonds spiked to new highs but quickly retreated. Traders should have entered & exited put options with avg. losses of about \$150/option, then entered Sep. 104 puts

and be holding. The Dollar is close to confirming a bottom while the Euro & Yen are close to confirming a top. Gold & Silver fell sharply, reinforcing analysis for a bear market into Sept./Oct.. Traders should be holding Gold puts w/gains of about 100%. Soybeans & Crude pulled back. Copper dropped further. Traders should be long HGU 72.00 puts & holding w/avg. gains of about 200% or about \$500/option. www.insidetrack.com

07/20/02 SYSTEM TRADE(S) UPDATE: Stock Indices again fulfilled the potential for another spike low leading into critical, intermediate cycles on July 22nd. The Nasdaq 100 remained above its low while the DJIA & SPU dropped to some important long-term levels of support. A low and reversal higher is still expected to take place on July 22nd. Bonds are vacillating near their highs and capable of giving an intermediate sell signal soon. Traders should have entered put options. The Dollar also

fulfilled analysis for another spike low while the Yen jumped right to important resistance. Gold & Silver rebounded. Traders should have entered Gold puts. Soybeans spiked up to monthly resistance while Crude rallied to set new Sept. contract highs. Copper confirmed the onset of a '3' wave lower. Traders should be long HGU 72.00 puts and holding. Sugar is poised for a correction to 5.50/SBV. www.insidetrack.com

07/13/02 SYSTEM TRADE(S) UPDATE: Stock Indices reversed lower from near-term resistance and fulfilled the potential for another spike low. The Nasdaq 100 might have seen its final low while the DJIA & SPU have the potential to spike lower. Bonds did reverse higher but are showing signs of an impending top. The Dollar retested support and could not muster much of a bounce. Another spike low is probable. Gold & Silver fulfilled analysis for

a spike low & rebound into mid-month. A top is possible in the coming week. Soybeans are likely to spike up to monthly resistance and potentially reverse lower. Crude went right to support and reversed. It is still expected to spike above 28.15/ CLQ before an intermediate top is plausible. Copper edged lower and nearly confirmed the onset of a '3' wave lower. Traders should be long HGU 72.00 puts. Sugar rallied, giving reinforcement to its low.

07/06/02 SYSTEM TRADE(S) UPDATE: Stock Indices have fulfilled all downside objectives for this decline, following the anticipated divergent spike low of the past week. Bonds vacillated and closed slightly lower on the week. They need to accelerate lower to avoid the potential for a spike low and reversal higher. Traders should have exited short Notes positions w/avg. gains of about \$280/ contract. The Dollar bounced while the Euro & Yen

dropped. Each traded within the range of the previous week so these moves need immediate corroboration. Gold & Silver are poised for a spike low & rebound into mid-month. Soybeans reached their upside objective, reinforcing a developing, long-term bull market. Crude is entering a dangerous week where it could see a reversal lower. Copper drifted lower while Sugar reversed its daily & weekly trend up. Traders should be long HGU 72 puts.

06/29/02 SYSTEM TRADE(S) UPDATE: Stock Indices have - for all intents and purposes - fulfilled all downside objectives for this decline. A final spike low is still possible but is likely to be a divergent one. Traders should have entered and exited call options w/avg. losses of \$250--\$500/ option. Bonds reversed lower after testing their intra-year high. Traders should have sold Notes and be holding short positions w/avg. open gains of about \$1,100/ contract. The Dollar dropped below

major long-term trend support, reinforcing its bear market. The Yen reversed its monthly trend to up, further corroborating Dollar analysis. Gold & Silver are poised for a rebound. Soybeans surged to new highs. Traders should have entered and exited put options w/avg. losses of \$100/option. Crude is still poised to rally into mid-July. Traders should be long HGU 72.00 puts.
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06/22/02 SYSTEM TRADE(S) UPDATE: Stock Indices have hit a juncture in which the action between now and mid-July will impact that of the ensuing 2 months. Bonds have extended their rally but could see a high in the coming week. The Dollar dropped below yearly support and is now approaching major long-term trend support. Gold & Silver are holding above monthly support.

Soybeans & Copper reversed their daily uptrends so consolidation is likely. Crude is still in a position to rally back to its high... but the coming week will be decisive. Traders should be long HGU 72.00 puts w/small gains and have entered and exited long Copper futures w/small losses.

06/15/02 SYSTEM TRADE(S) UPDATE: Stock Indices continue on their quest for a decline that extends into July. Bonds have fulfilled analysis for a rally into mid-June. The Dollar is still holding yearly support and is poised for a quick surge. Traders are out of ECM puts w/avg losses of \$150/option. Gold & Silver are confirming recent highs but approaching monthly

support. Soybeans have pulled back but not reversed their uptrends. Copper & Crude are both at decision levels that could pave the way for rallies to new highs. Traders should long HGU 72.00 puts & have exited long Sugar & Coffee futures w/avg. gains between break-even and \$100/contract. *www.insiidetrack.com*

06/01/02 SYSTEM TRADE(S) UPDATE: Stock Indices are poised for a quick spike high while Bonds could dip & then rally into mid-June. The Dollar reached intra-year support & could rebound. Traders are holding ECM 87.00 puts w/avg losses of \$150/ option. Gold & Silver surged to new highs. Soybean traders entered & exited put

options w/avg. losses of \$50/option & exited Cotton calls w/avg. losses of \$200/option. Traders should be averaging into HGU 72.00 puts & be long Sugar & Coffee futures w/avg open gains of \$650/contract & \$1,050/contract. *www.insiidetrack.com*

05/25/02 SYSTEM TRADE(S) UPDATE: Stock Indices gave the 2-3 day pullback and are at an important decision point. Traders should have exited SPM 1100 calls w/average gains of about \$1,000/ option. Bonds & Notes did not spike lower and are on the cusp of signaling a new advance. Int. traders should have exited July 99 put options w/average gains of about \$200/option while short-term traders sold & covered futures w/average losses of \$550/contract. The Dollar is capable of

continuing lower into early June while the Euro & Yen rally. Traders are holding ECM 87.00 put options w/average losses of \$150/option. Gold & Silver spiked to new highs. Traders should have exited SIN & GCM puts w/avg. losses of \$200--\$250/option. Soybeans & Crude are signaling tops. Traders should be holding CTN 42.00 calls, HGU 72.00 puts & be long Sugar & Coffee futures w/average open gains of \$350/contract and \$850/contract, respectively.

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