

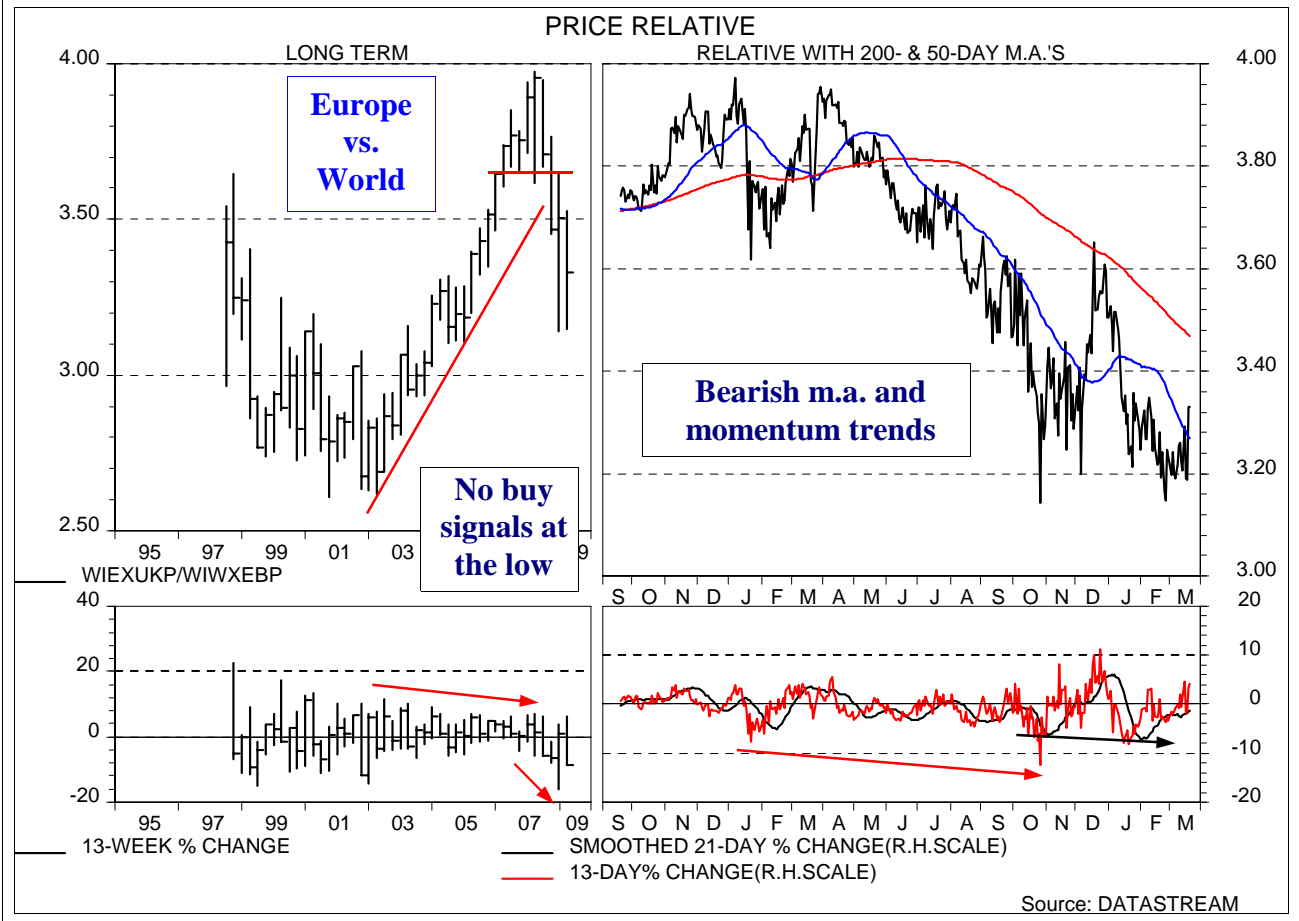
Asset Allocation Chart Pack

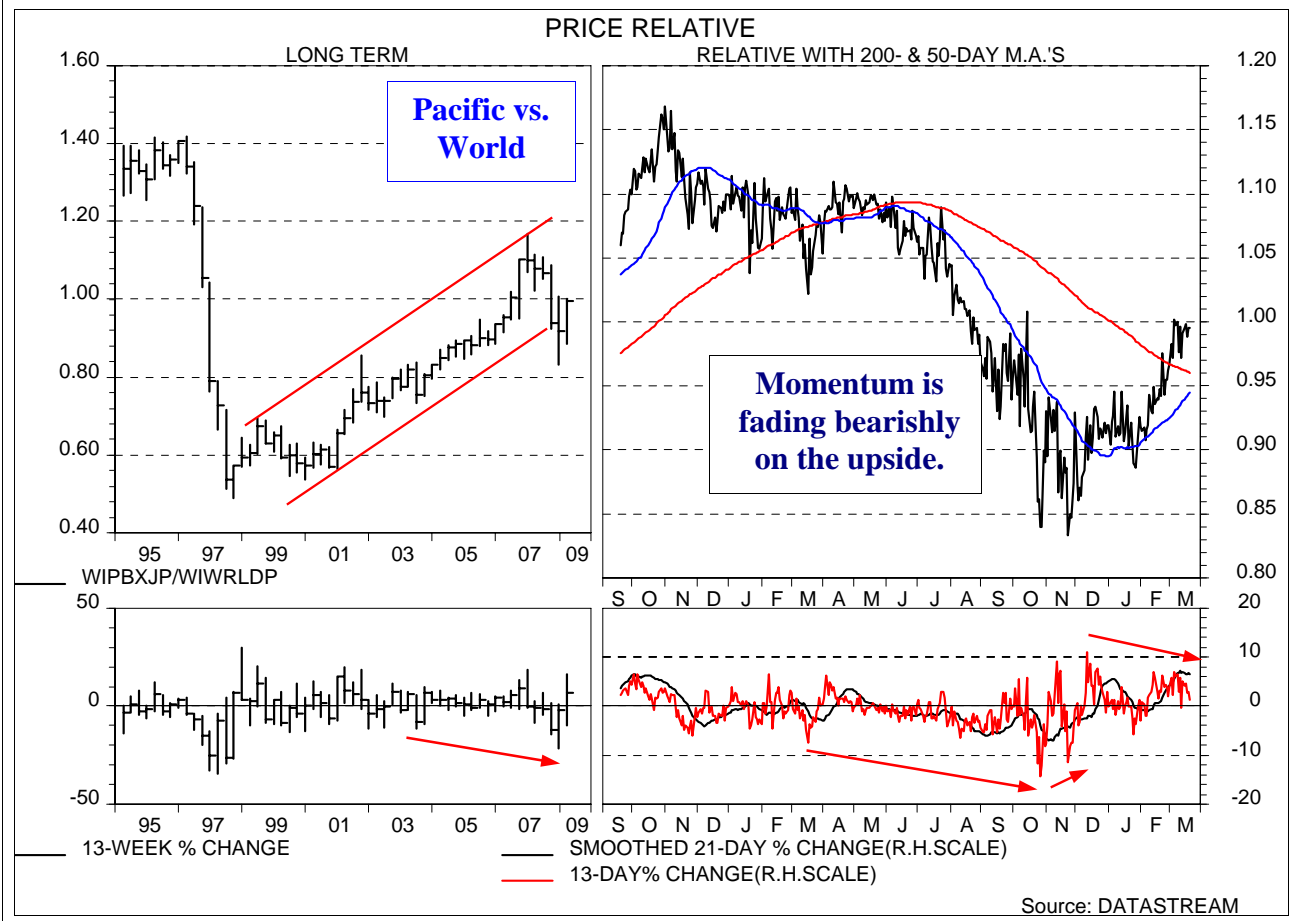
<u>Asset Class/Index</u> <u>(all TR/RI)</u>	<u>Relative Trend</u> <u>(vs. Short ILG TR)</u>	<u>Stance</u> <u>O/N/U</u>	<u>Comments</u>
FT World (p.2) US UK Europe Japan Pacific	Bearish Over Neutral Under Over Under	Over (+)	The new lows needed for indicator buy signals have occurred - upgraded on a bottom-fishing basis.
UK ASI (p.5)	Bearish	Over (+)	Ditto.
Medium Gilt (p.6)	Bullish	U	New rally highs would produce sell signals.
ILG > 5 yr. (p.7)	Bearish	Neutral (+)	Recent bullish divergence.
Standard Life Property (p.8)	Bearish	U	All support has failed and this is likely to drift lower.
CRB Continuous Commodity (p.9)	Bearish	Nplus (+)	Further recovery expected.
Cash - LCB Base (p.10)	Neutral	U (-)	Cash is looking vulnerable again.
ASI vs Long Gilt (p.5)	Bearish	O (Equ.) (+) U (Longs) (-)	Equities have produced buy signals on the new lows.
Sterling TWI (p.11)	Bearish	No hedges	Start initial hedging on further Sterling weakness.

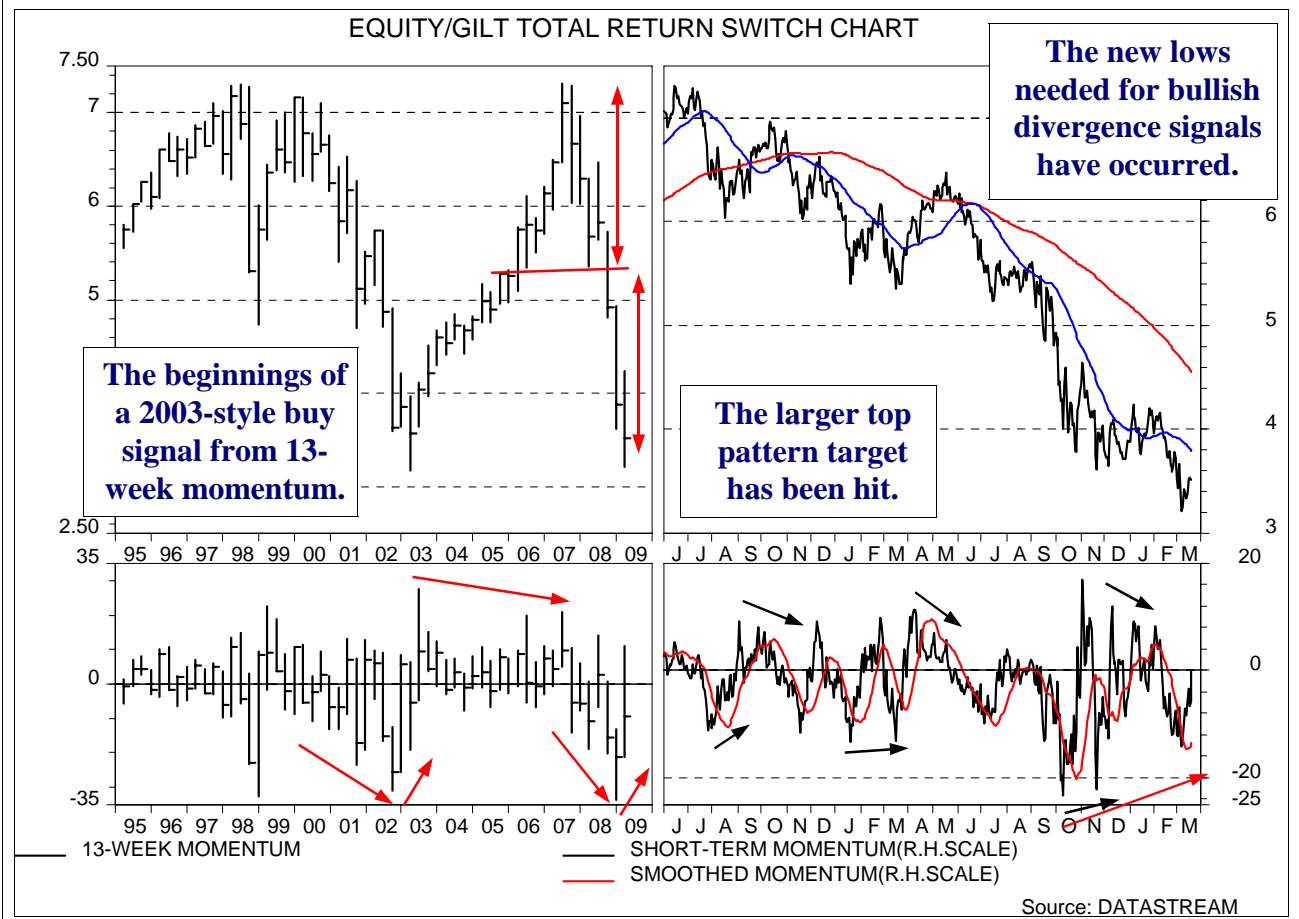
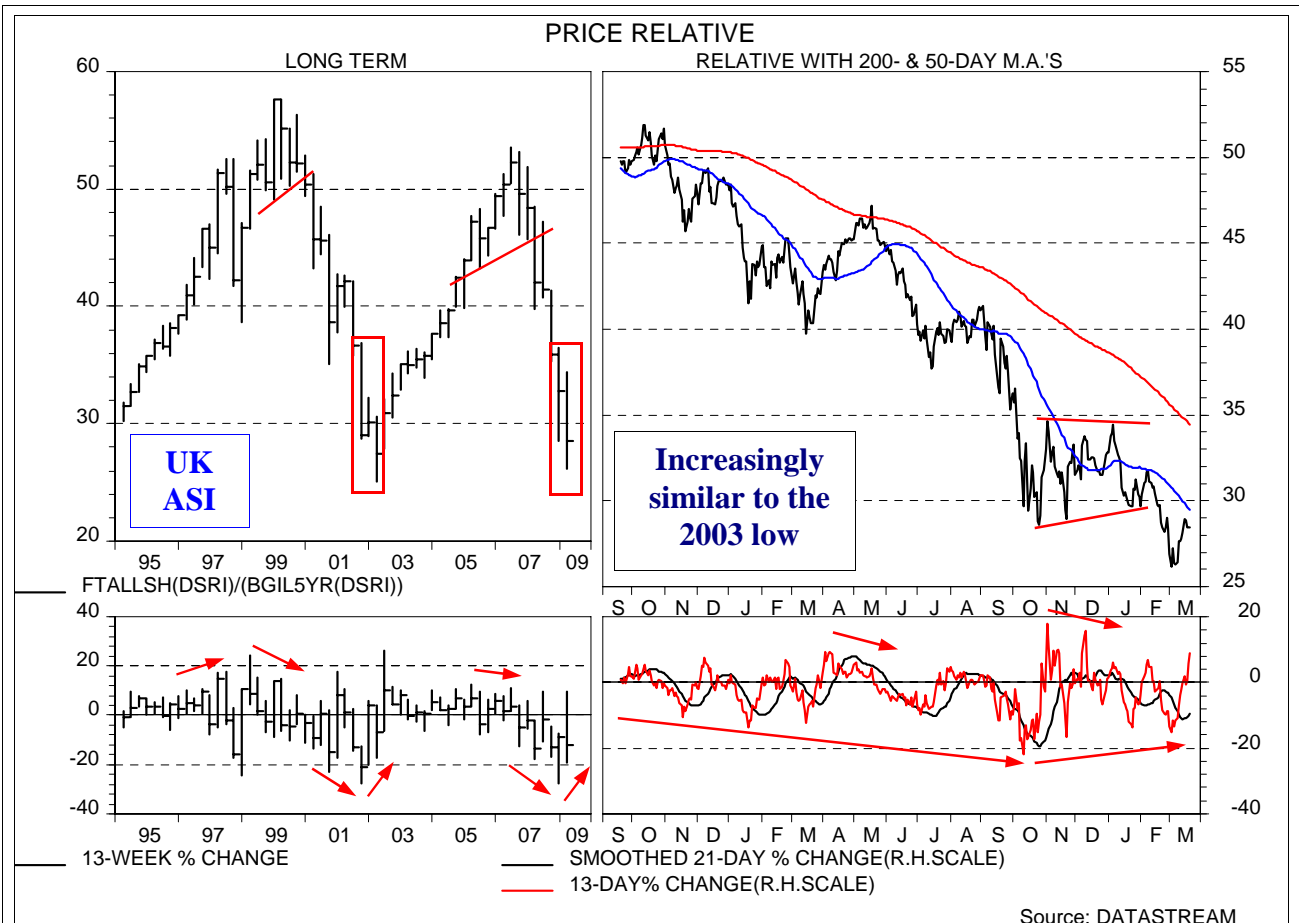
A “+” against a Stance signals increased exposure, and a “-” implies reduced exposure (either in favour of Short ILG’s or another asset class). **Charts are as of 19th March.**

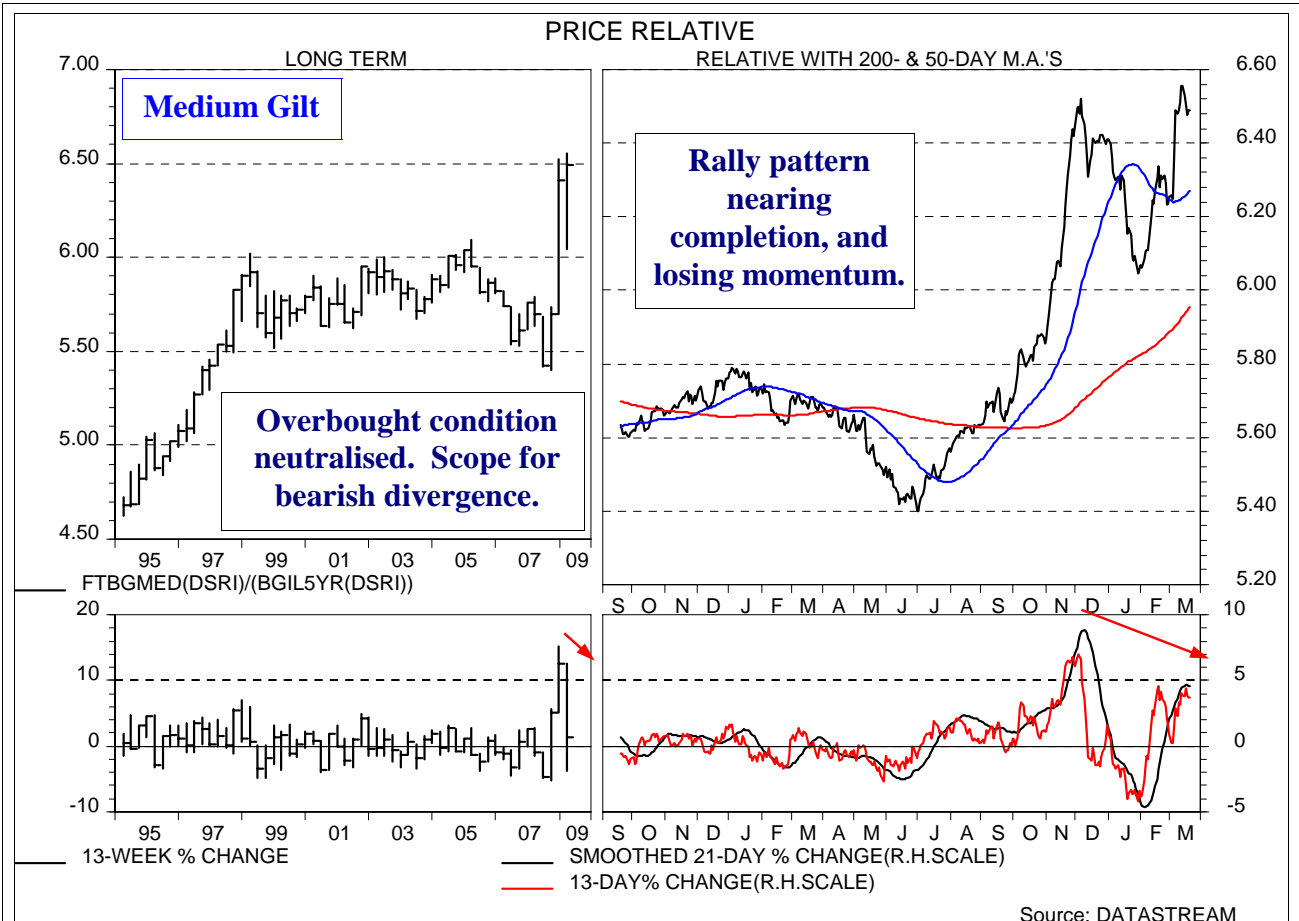
As discussed last month, the decline in Equities has made it easier to argue that the initial bear leg from the 2007 high is near to completion, if not complete (however, Europe suggests it may not be). The indicator signals have continued to improve, and we have moved to the Over stance previously indicated. This may only be a bear market rally lasting several months, but we would not want to find that more bullish signals have appeared at higher levels, and an opportunity missed. And we would be prepared to be even more aggressive if there is another leg down in the near future, prior to a larger recovery developing.

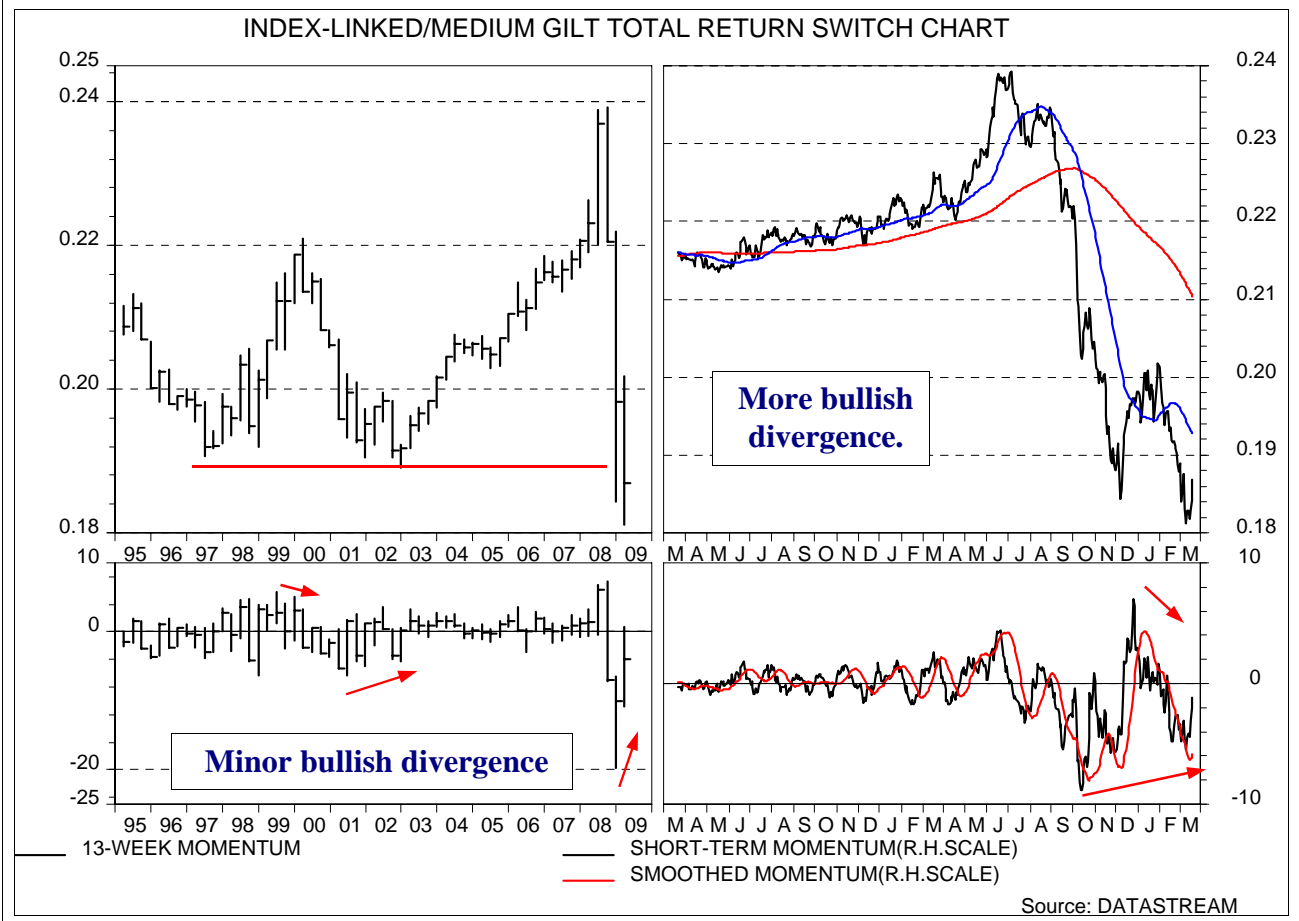
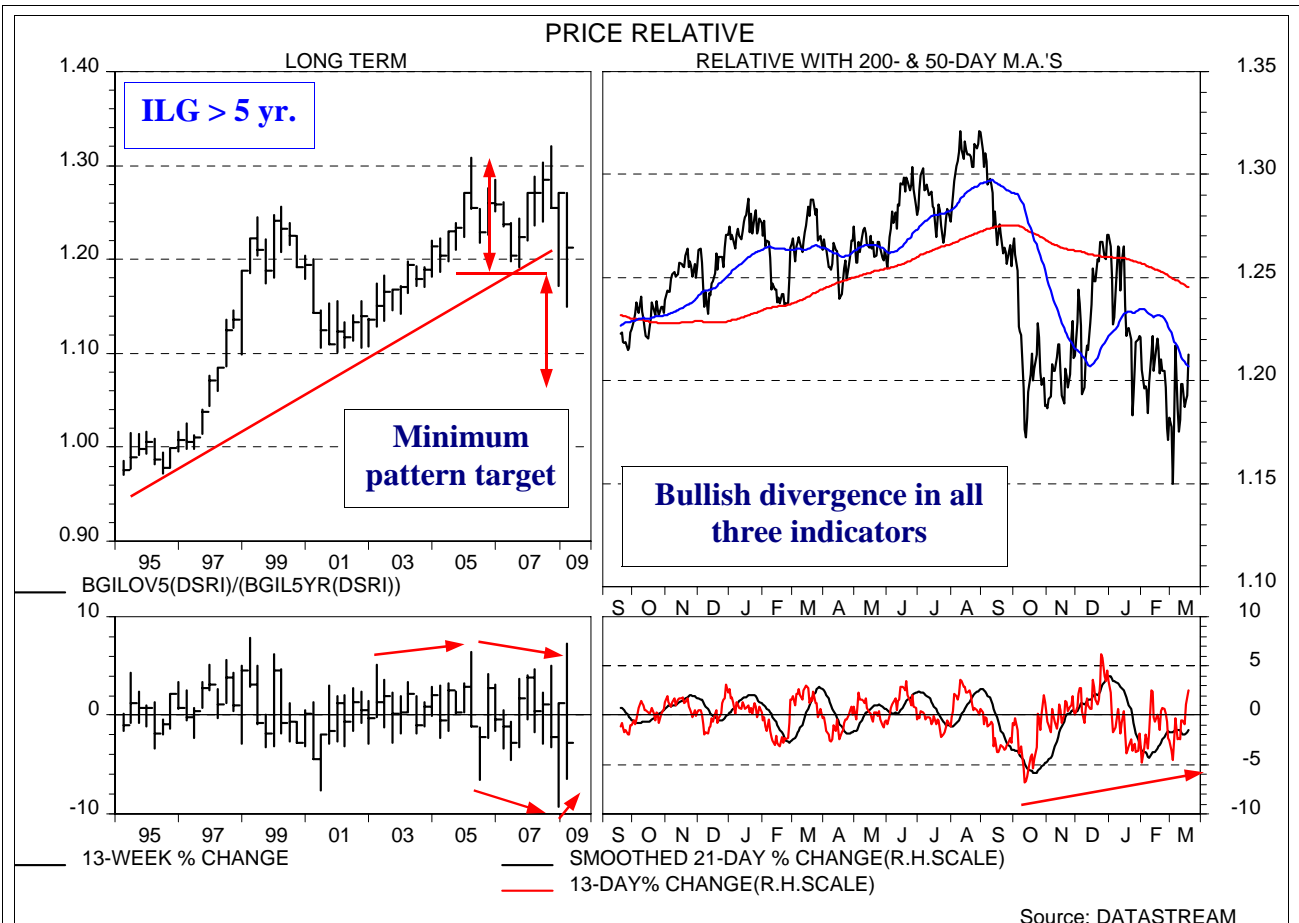


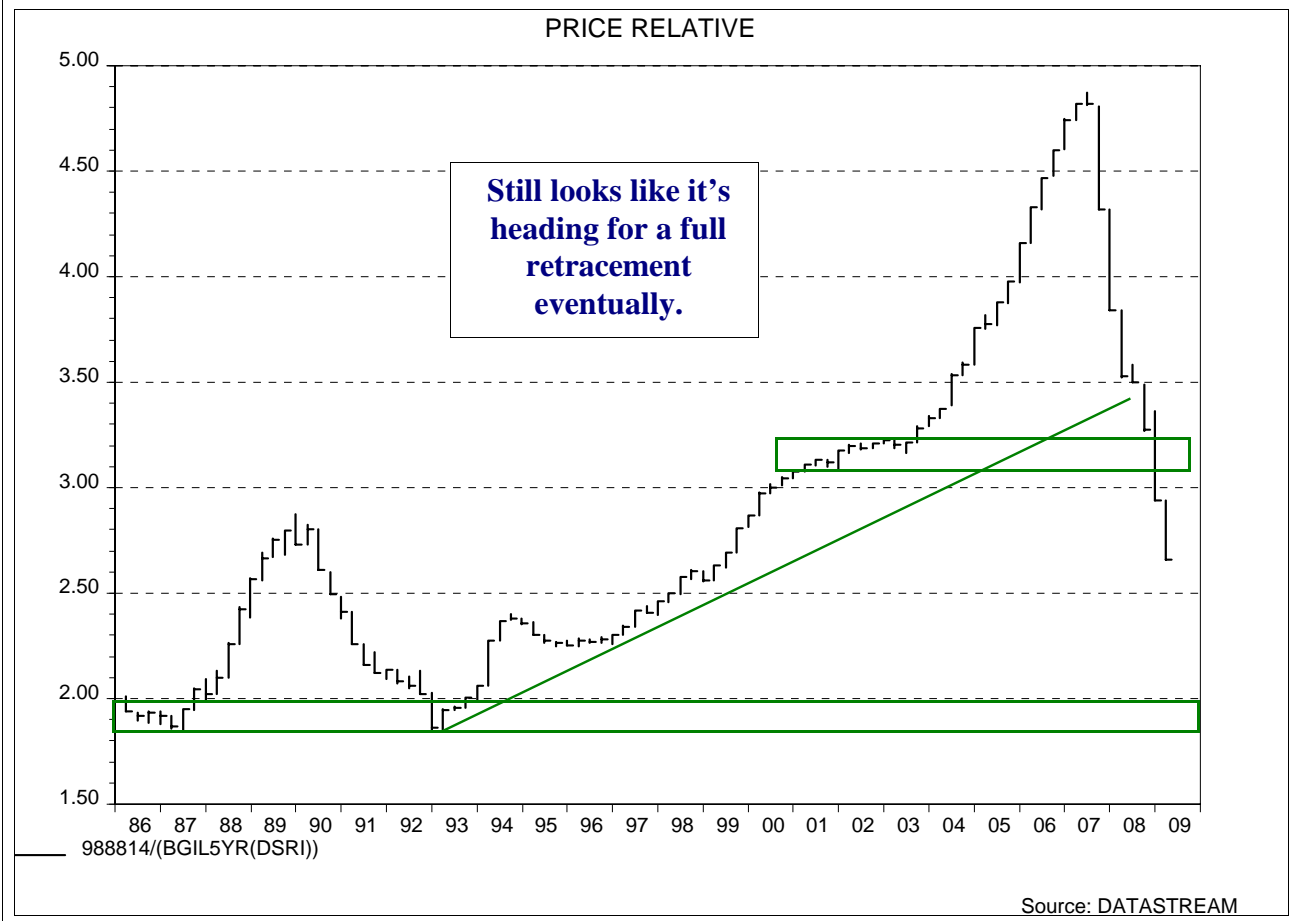
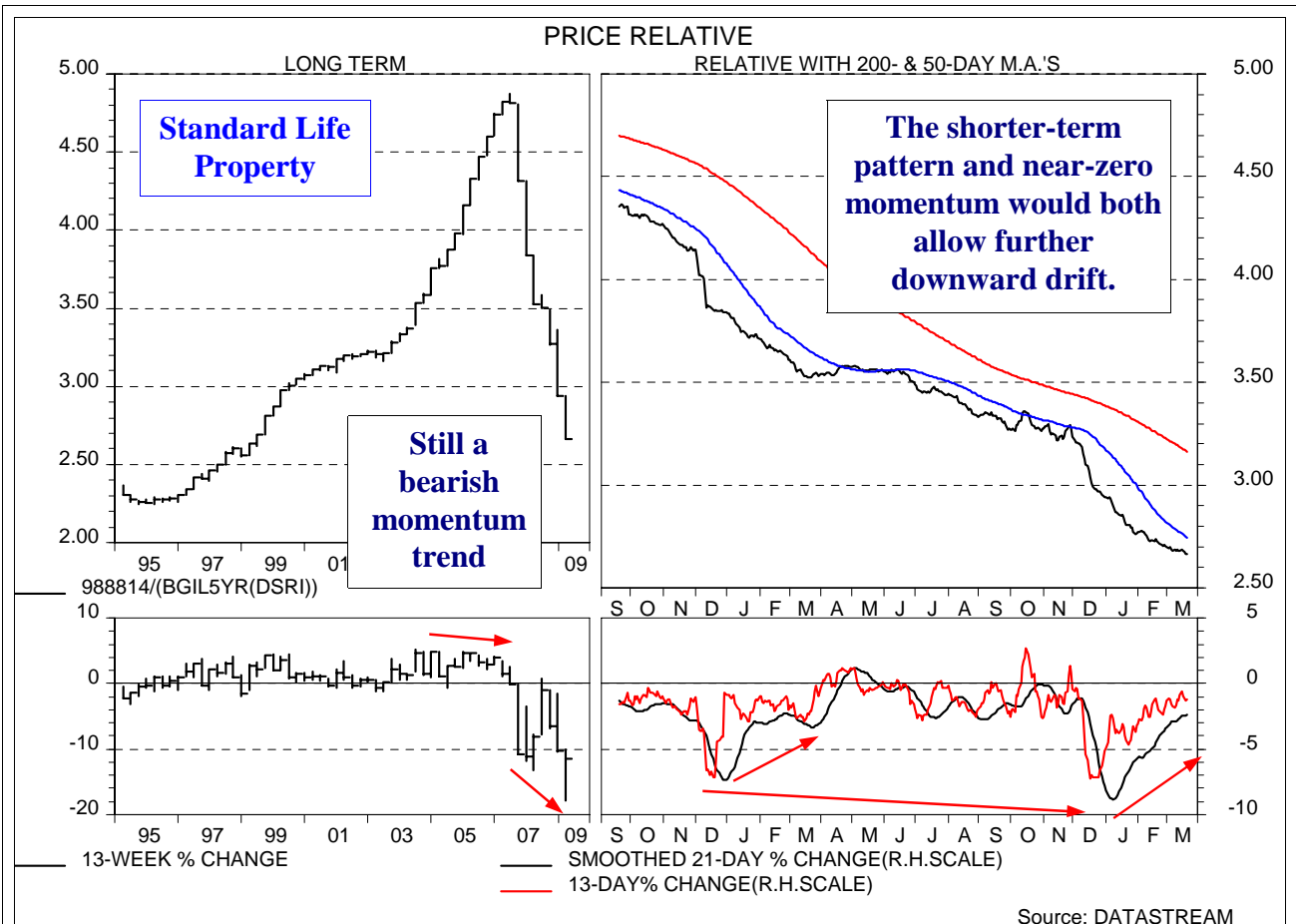


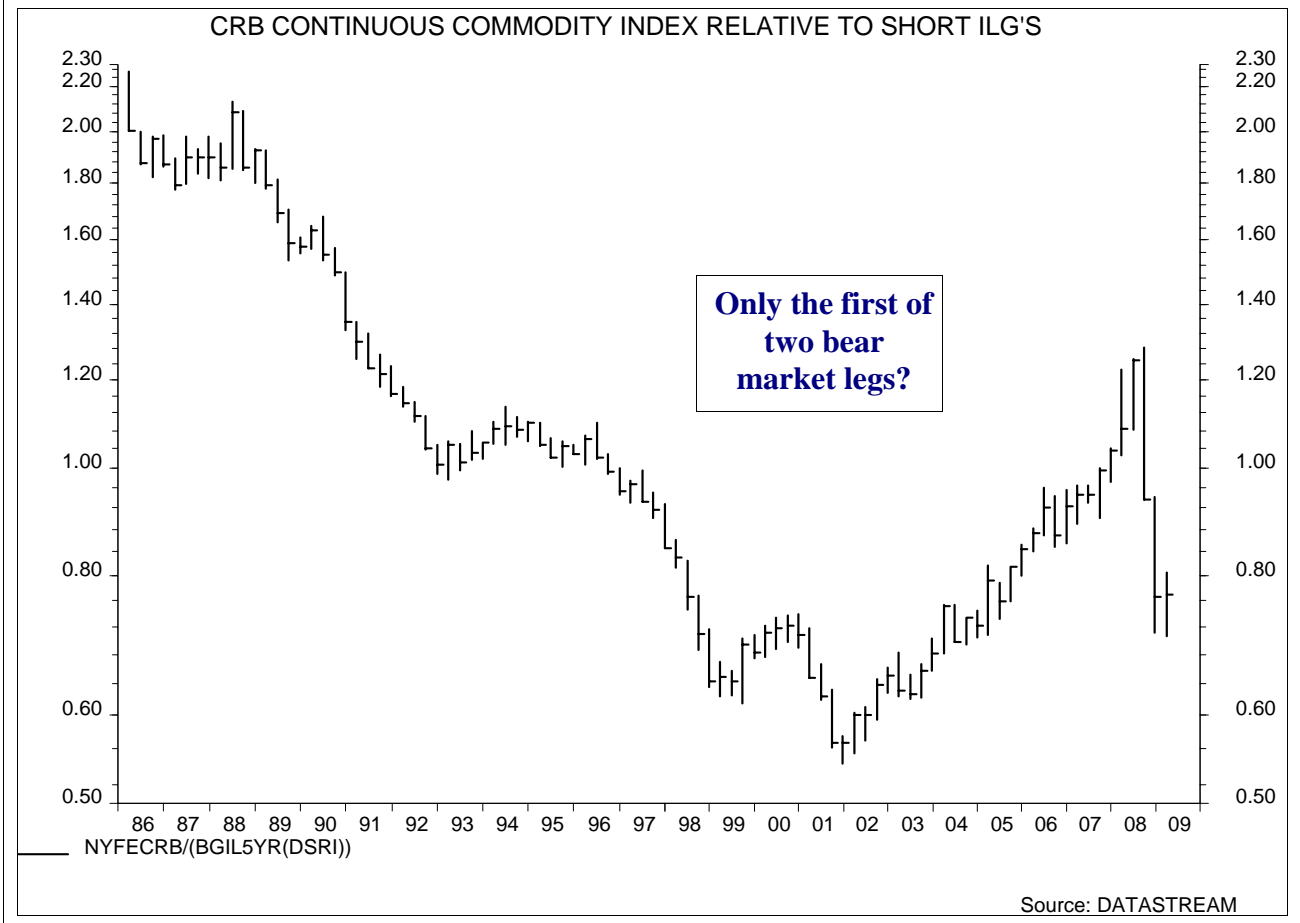
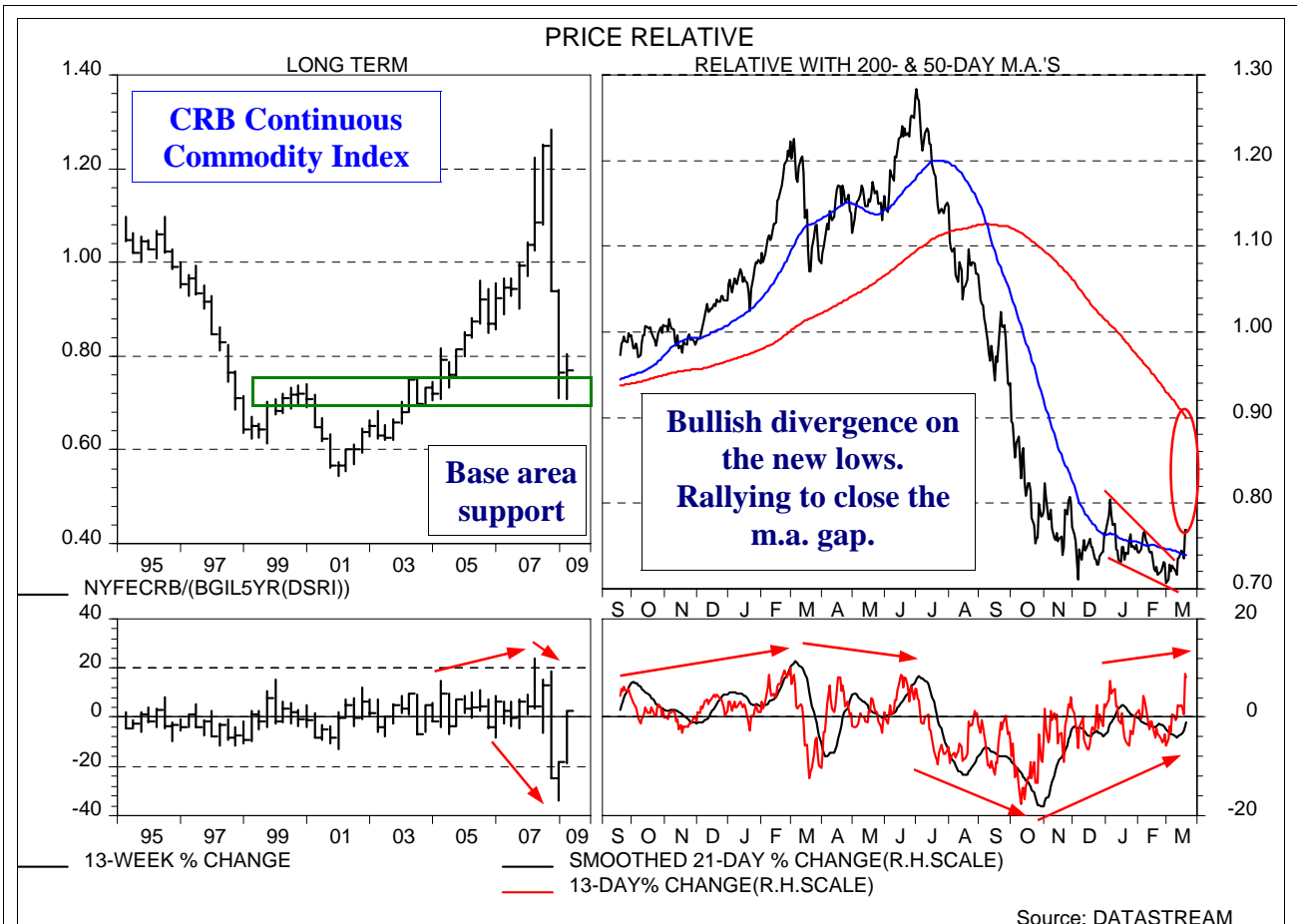


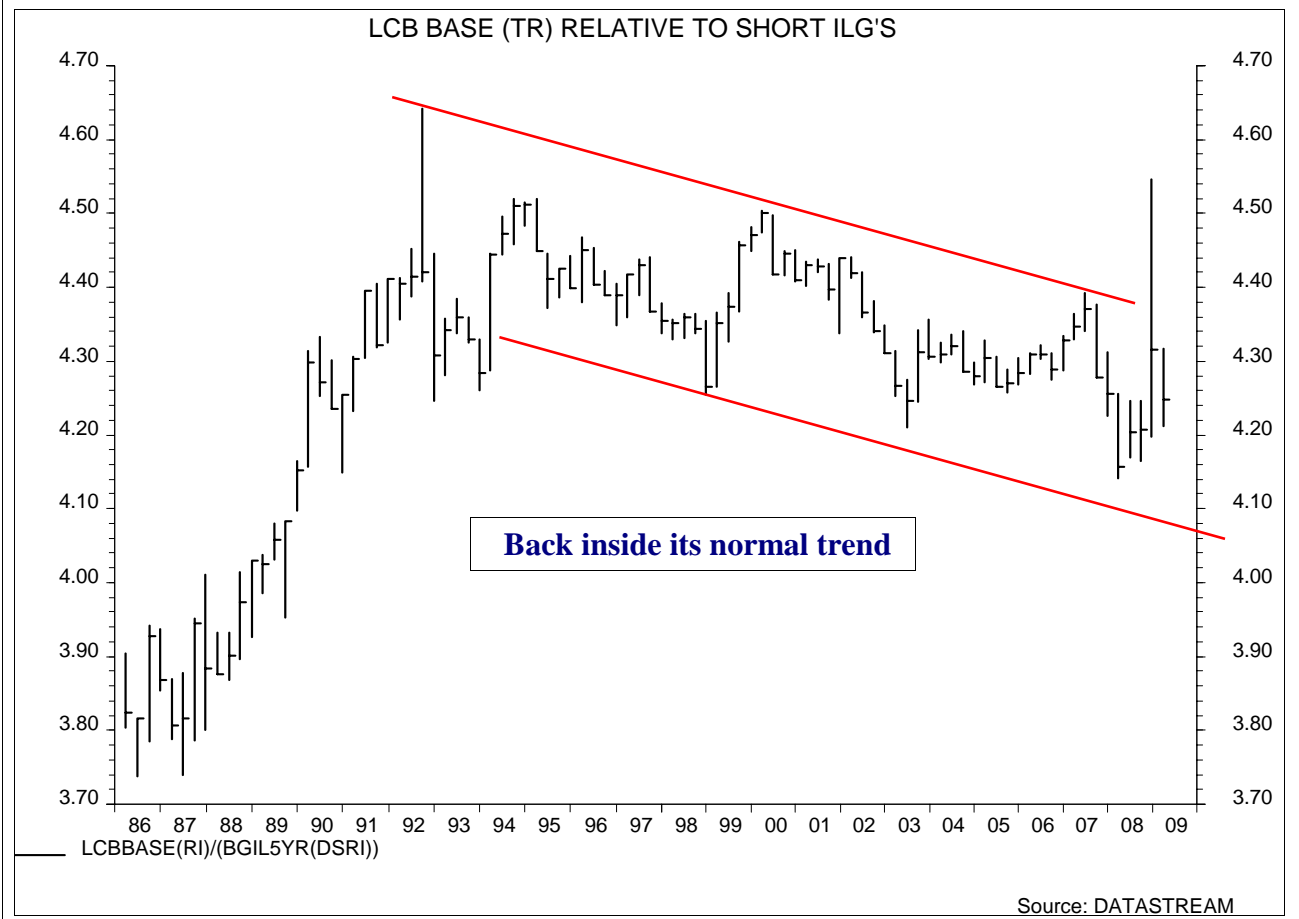


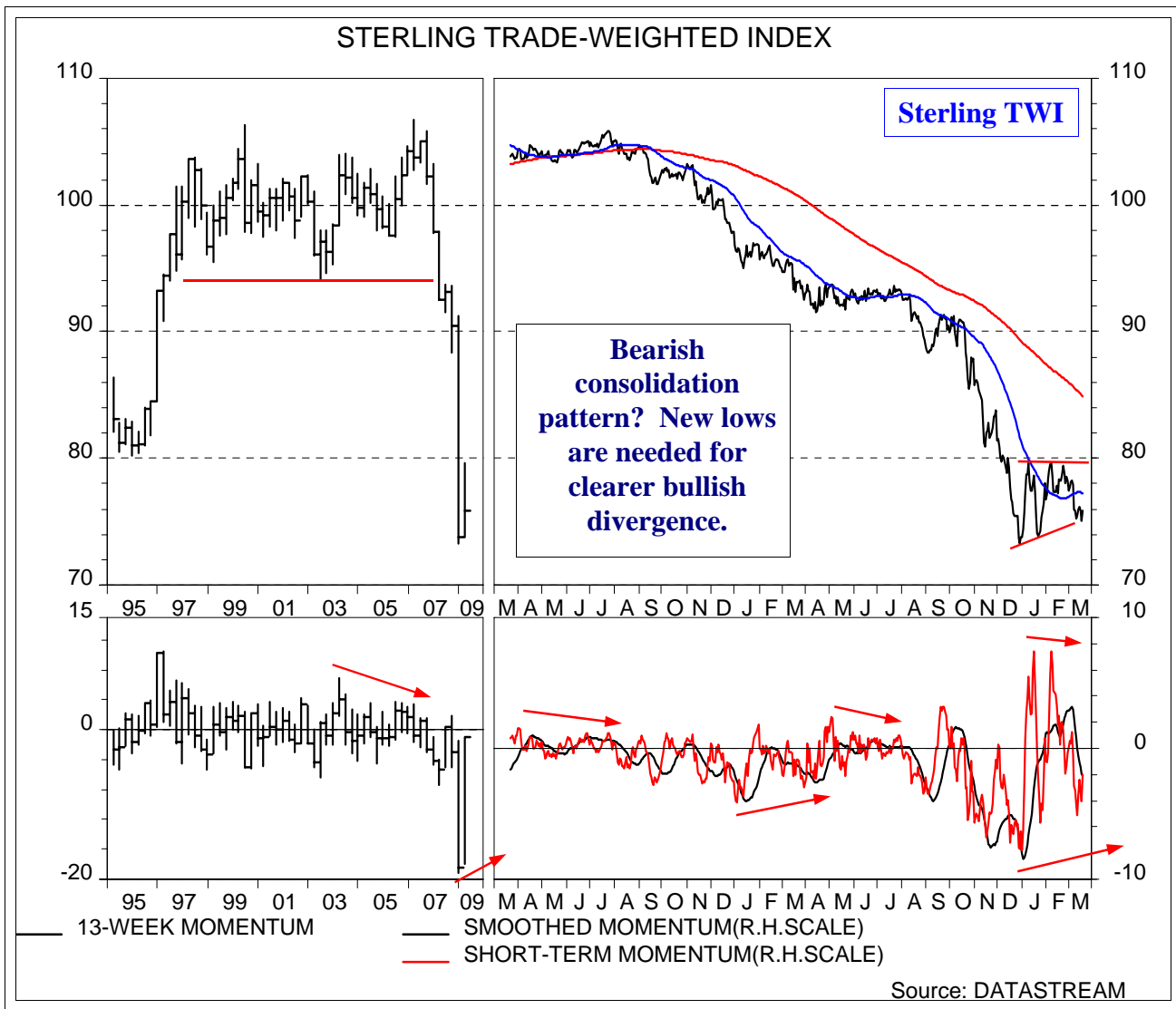












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