

# 7 "Seismic" Economic Events That Will Rock Wall Street in 2005.

**Altogether, these seven seismic events could produce gains as high as 846%.**

The first seismic event will be the biggest shocker ... and it could happen as soon as March 22, 2005. This one event could make you 130% in 21 days.



Dear Reader:

When was the last time you had advance knowledge of future events so powerful you could literally rack up a small fortune every time they occurred?

For example ... when George W. Bush beat John Kerry in one of the most highly contested presidential campaigns of all time...you could have seen a 29% gain in 3 days.

Or how about pocketing an 83% gain in just 8 days on Kodak's announcement that it was cutting dividends?

What about Greenspan's unexpected announcement in January 2002 that the Fed would not raise interest rates? You could have made a 30% gain in 1 day.

And that's just a handful of events that sent shock waves through Wall Street. You could have seen:

- ▶ A 13% gain in 3 days when Saddam was rumored to have been killed after U.S. troops bombed a house in Iraq suspected of being his hideaway.

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- ▶ 50% gains in 22 days following the bombing of Turkey.
- ▶ 17% in 8 days when the Fed added \$45.8 billion to the money supply.
- ▶ 31% profit in 4 days in anticipation of a half-percent rate cut by the Fed.

## Grow Rich With Every Market Move

How do you turn leading economic and political events into a mountain of cash?

Let me explain.

You see there are certain events — presidential elections, war, rising oil prices, a decline in consumer confidence, earnings reports, inflation, rising interest rates, negative economic news — so powerful that they literally move the market when they happen.

For instance, when Wal-Mart announced soft sales for “Black Friday” ... the big shopping day after Thanksgiving ... the retail sector plummeted after investors rushed to sell retail stocks.

And whenever Cisco, Microsoft, Intel, or any other tech giant posts quarterly earnings below the Street’s expectations, tech stocks can take a nosedive.

And it’s those up and down moves – whether big or small, that can lead to enormous moneymaking opportunities.

## Nine Times Your Money

While most investors fear these events... we embrace them. We call them “seismic events,” because the repercussions from them are explosive – sending shock waves of volatility throughout the financial markets.

For example, we know that Alan Greenspan and the Fed are so influential, that any news they release has the power to move the market substantially – literally overnight.

So when Greenspan announced that the Fed was not raising interest rates in January 2002, we had good reason to think it might have a significant effect on the Dow.

Result: we recommended a play on the Dow Index for a whopping gain of 30% in just 5 days.

Had you followed our recommendations on this trade, you could have turned \$10,000 into \$13,000 – in less than a week.

Now, my system has identified 7 seismic events for 2005 that are sure to send shock waves

through the markets.

These events will be 3 to 4 times more powerful than the ones we witnessed before... meaning your potential profits could be 3 to 4 times higher.

In fact, I'll show you how these seven seismic events of 2005 could make you 9 times your money....

## 7 seismic events that will shock Wall Street in 2005

I believe that more profits will be generated from the 7 Seismic Events of 2005 ... than in the previous 4 years combined. These events could be the greatest profit opportunity of your lifetime.

*You do not want to miss these timely profit opportunities....*

### **SEISMIC EVENT #1: Bush tax reform stalls in Washington.**

The economy is driven by how much money people have to spend and how financially secure they feel.

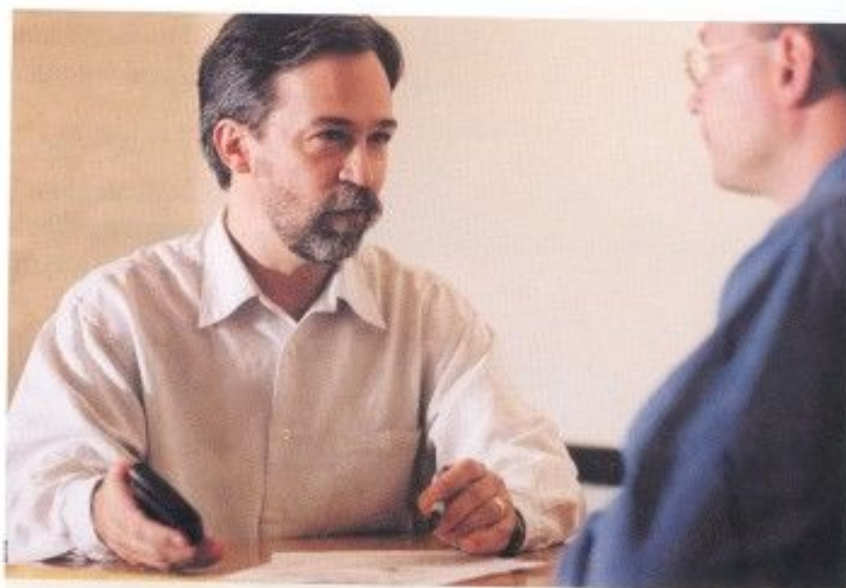
So imagine the floodgate of consumer spending that will be unleashed when you pick up the *Wall Street Journal* and read, "Bush Administration to Cut Consumers Tax Bills in Half!"

You see, George W. Bush recently formed a Tax Reform Commission to whom he gave the mandate of formulating a plan for massive tax reform.

Items on the table include changes in the Alternate Minimum Tax (AMT) ... a possible flat tax ... a consumption tax ... elimination of deductions for state income and sales tax ... and other ticking time bombs buried within the massive tax code.

Unfortunately, the government is a slow-moving bureaucracy. So tax reform isn't going to

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***"In the investment world...change equals opportunity. The bigger the change, the greater the opportunity to profit."***

— Adam Lass, creator WaveStrength Trader

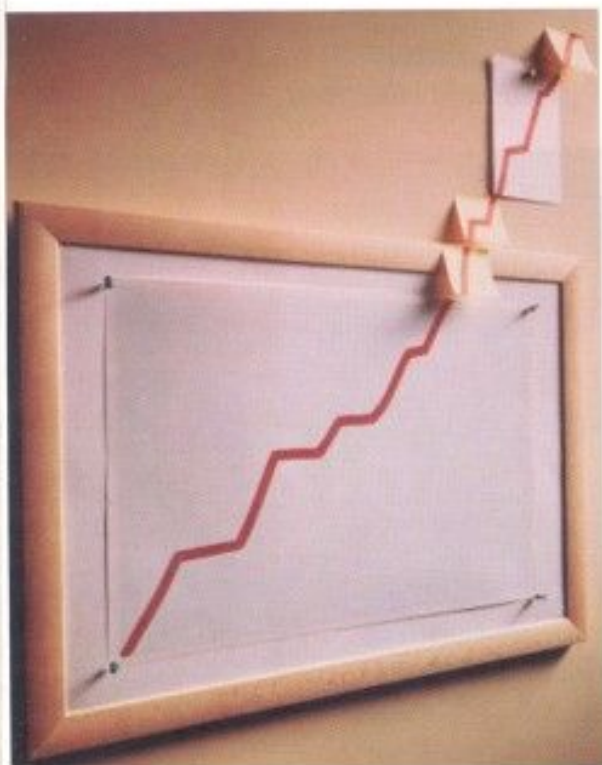


happen overnight.

Instead, deadlock inside the beltway early in 2005 will result in a slow grind that could cause the Dow to lose over 256 points within 3 weeks.

But by following our trading recommendations, you could make a 130% gain in 21 days on this play.

### **SEISMIC EVENT #2: Alan Greenspan's replacement sends interest rates out of control.**



The Chairman of the Federal Reserve gets one full 14-year term plus the number of years left of the unexpired term of his immediate predecessor.

Alan Greenspan took over in 1987 for Paul Volker, and served the remaining 5 years left on Volker's term.

In 1992, Greenspan began serving his own 14-year term. His time is up January 31, 2006. And according to a recent article in *The Washington Post*, he will not seek re-election when his term expires.

Greenspan has been an influential force in the market for so long, that the likelihood of a favorable reaction to his replacement is miniscule.

So when the appointment of the next Fed Chairman is announced, the market could drop 213 points in 6 days, giving you the opportunity for a gain of 80.7% in under a week.

### **SEISMIC EVENT #3: The housing bubble collapses...sends millions of homeowners into financial ruin.**

Over the past few years, millions of Americans have had a pleasant economic surprise: they wake up one morning to realize that their house has doubled in value!

But imagine the sheer misery that will take place when the opposite happens ... and these same Americans wake up on June 6, 2005 to discover all that gain is gone – and their house is actually worth *less* than it was when they bought it!

The foundation of economic security for millions of Americans is their (to them) certain

knowledge that the house they live in – their major asset – is going to continue to climb in value.

But all the warning signs say the American real estate dream will soon end....

An article in *Fortune* magazine warns, "The housing market is rapidly losing touch with reality. Fueled by rising interest rates, prices have continued to soar, and the gap between home values and the underlying fundamentals is greater than ever."

Based on the ratio of home prices to income, the U.S. housing market is more expensive today than at any point since World War II.

*Money* magazine reports that an increasing number of homeowners, in anticipation of a decline in housing prices, are selling their homes, "trading down" to less costly homes, and pocketing the difference ... or using it to pay off debt.

When the housing bubble collapses...don't be surprised if financial stocks (and banks) with excessive exposure to REITS cause the market to drop 328 points.

But then a massive move back from real estate into stocks will fuel a market recovery. Estimated gains on this seismic event could be as high as 354% in 11 months.

#### **SEISMIC EVENT #4: Oil terrorists strike at the heart of America and shut off the pipelines for good.**

An average of one or two sabotage attacks a week on Iraq's oil pipelines has crippled the country's ability to increase its oil production and pay for its own reconstruction.

Exports from Iraq, which boasts the second-largest oil reserves in the world, have fallen from 2.5 million barrels a day before the war to 1.5 million barrels a day now, a decline of 40%.

As a result of more than 100 attacks on Iraqi oil pipelines, 14,000 security guards have been deployed along the pipeline and its critical installations. Mobile security patrols have been increased sixfold.

On May 25, 2004, insurgents bombed the northern pipeline, halting the export of oil from Kirkuk to Ceyhan, Turkey.

Less than a month later, insurgents fired a rocket into a pipeline carrying crude oil from



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Iraq's southern fields to the Basra oil terminal – halting oil exports and killing the top security chief for the oil fields.

No mistake. The terrorists are plotting to strike at the heart of America. When the next pipeline bombing cuts off the flow of oil from the Middle East in 2005, crude could soar as high as \$85 a barrel ... and you may be paying \$40 at the pumps to fill your gas tank.

An attack this severe could send the oil index soaring...gaining as much as 35% — and the Dow could drop 145 points.

Follow the trade we recommend, and you could be looking at 85% gains in 3 days.

### **SEISMIC EVENT #5: Bin Laden strikes again ... triggers biggest crash in history of the DOW.**

Is there anybody left in America who doesn't believe that the Taliban ... or some other terrorists ... are planning more attacks?

Immediately after 9/11, the Dow Jones Industrial Average lost a record 1,369 points, falling to 8,235 – a decline of 14%.

Another terrorist attack – which we predict will happen overseas – could trigger a 100-point loss in the Dow. The profit on this trade could be 65% in 3 days.

If the attack takes place in the continental United States, it could trigger the biggest crash in the history of the Dow.

### **SEISMIC EVENT #6: Massive deficit cripples U.S. economy...reaches \$4.4 trillion.**

George W. Bush is good at cutting taxes, and strong on defense and fighting terrorists – but his attempts to balance the budget have been dismal.

Bush's budget deficit is in excess of 5% of gross domestic product ... and the Congressional Budget Office estimates the deficit will grow to more than \$4.4 trillion by 2014.

The only way to reduce the deficit is through foreign financing – since Americans save so little.

But the Bush administration's dependence on the central banks of China and Japan weakens our leverage to induce them to open further to U.S. exports.



Recent private foreign investment in U.S. equities and government bonds has been small. Fed Chairman Greenspan says that the large U.S. trade deficit threatens to weaken the U.S. Economy.

In 2005, look for inflation to slowly strangle the Dow back to pre-1996 levels. Make the trade we recommend and you could collect a handsome 73% gain – in 2 days.

## **SEISMIC EVENT #7: The War in Iraq will last five years ... U.S. presence grows in size.**

War is an 8 or 9 on the stock market Richter scale, and the situation in Iraq is only getting worse. Former General Tommy Frank has publicly stated that the U.S. will be in Iraq for at least the next 5 years.

The U.S. presence in Iraq is growing, not shrinking. The Pentagon recently announced plans to boost the number of U.S. troops in Iraq to 150,000 – the highest level since the U.S. occupation began 19 months ago.

"This announcement makes it clear that this will be a long and very expensive process for the United States," says Senator Jack Reed of Rhode Island. Eliot Cohen, a strategy expert from Johns Hopkins, concludes: "The fighting will continue for a long time."

That's good news for Boeing, General Dynamics, and Halliburton ... but bad for everyone else ... as more and more resources are plowed into a quagmire – which could cause the Dow to drop 275 points. But you could pocket a 59% gain in 6 months.

## **Meet Adam Lass, Creator of the Wave Strength Trading System**

Adam Lass, the creator of the WaveStrength™ analytic system, has been a consultant, business owner, financial writer, and entrepreneur for over 20 years.

In addition to his role as co-editor and market analyst of **WaveStrength Trader**, he has written for several major financial publications including *Taipan*, *Fleet Street (U.S.)*, *Strategic Investments*, and *Penny Stock Fortunes*.

His financial writings are wide-ranging and insightful, on topics ranging from long-term market forecasting, crude oil pricing, and currency speculation to U.S. tax policy, high-tech stocks, and precious metals investing.

Adam's fascination with technical analysis dates back to his early days as a wholesale purchasing manager, when any clue to the public's future spending habits – treasury reports, stock trends, interest rates, even the *Farmer's Almanac* – could make or break his business.

His blend of deep insight into the consciousness of the herd – and strict growth and value analysis – gives him unique foresight that has enabled him to reliably guide his readers around the minefields of today's incredibly volatile market.





## Every Tick in the Market Spells Profits For You

There are many other seismic economic events that will send shock waves through the markets in 2005 — including the continuing decline of the dollar ... the new bull market in gold and silver ... the bursting of the pension bubble ... inflation ... rising interest rates ... the Medicare and Social Security crisis ... tort reform ... regulatory relief.

Each one is an opportunity for you to profit. In fact, investors following our WaveStrength trading recommendations have been consistently raking in steady, quick gains from these seismic market shock waves since 2000.

For instance, one of our members made a \$2,900 profit.

Another, Scott M., reported making profits of \$50,000, which he earned by following our trading recommendations.

**"I made 52 trades after joining you guys last year and had 43 winners for a \$498,000 gain. Thanks again!"**

— Austin G.

And there's Austin G., who did even better ... turning his money into a \$498,000 windfall.

With 43 winners out of a total of 52 trades, he added almost half a million dollars to his portfolio — in just one year.

The following year, he made another \$90,000 in additional profits following our trading recommendations.

"I must admit we spent a lot more time on vacation this year," writes Austin. "Your service paid for a month on Maui, 2 weeks in Vail, 2 weeks in Cancun, and we just returned from spending all of December in Palm Springs."

Peter A. didn't do as well as Austin. But he's still happy. "Great call! Made \$163,700 on this one," he wrote recently. "Congrats to you...."

In fact, at its current pace, our "seismic" trading system is on track to turn an initial investment of \$100,000 into a nest-egg of over a million dollars within a decade ... with an extraordinary degree of safety you don't get with conventional buy-and-hold investing.

In 2003, our trading system generated a total return of 218.2% for Taipan readers ... giving our members the opportunity to handily triple their money.



Two years ago, during the stock market slide of 2002, our WaveStrength trading system racked up 523% total returns with 12 out of 13 winning trades. On one of these trades, we saw a gain of 92% in just 2 days.

Had you started out with just \$10,000 at the beginning of the year, and made all the trades we said to that year, your initial investment would have turned into more than \$52,254 ... in just 12 months!

Plus, as you'll see in a minute, you'll have made that money in a way that *prevents you from typically losing much more than 10% to 25% on any one trade!*

With conventional investing, you risk everything on every trade ... because any stock you own has the potential to go to zero.

Our trading system sharply limits your downside losses. It's as safe as old-fashioned "buy and hold" investing ... but much more profitable in today's volatile market.

## **Predict Tomorrow's Market Trends Before They Happen!**

The exact method by which our system charts "waves" to predict market trends is a very complicated process.

Fortunately, you don't need to understand it to profit as a member of our **WaveStrength Trader** service.

(Though when you join us, we'll send you 2 free special reports that explain our trading system – as well as how options work – in simple, easy-to-follow language.)

We tell you exactly which options contracts on the Dow and NASDAQ to buy. You also get a

## **Buy-and-Hold Investors Lose, While Traders Win Big!**

The bull market of the 1990s was a godsend for traditional buy and hold investors, who could buy blue chip stocks, hold them, forget about them, and collect 20% annual gains with their eyes closed.

But since 2000, buy-and-hold investing has been a recipe for disaster, with investors giving back \$8 trillion in wealth to the market ... many watching in horror as they lost 25% to 50% or more of their retirement nest-egg.

So, if buy and hold investing doesn't work any more in today's market – what does?

The answer: trading.

Not risky day trading ... not commodities trading ... but safe, scientific stock market trading using our proven and tested "WaveStrength system."

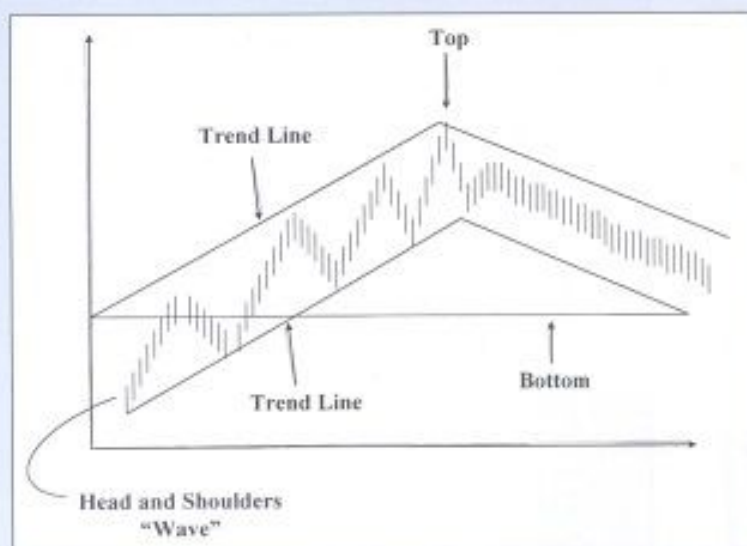
Whenever the market moves 5% to 25% in magnitude or more – up or down – our Wave Strength members can profit handsomely.

And in today's market, moves of this size happen all the time ... in 2004 alone, the Dow moved up or down 100 points 8 times.

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**"I joined WaveStrength on Oct. 1 and have increased my portfolio 100%. Your charts are deadly accurate." —B.**



Whenever a seismic economic event generates a shock wave strong enough to break above or below a trend line, that's an opportunity for you to reap fabulous profits.

chart and an explanation of our reasoning, but if you're not interested, you can skip that and just read our instructions to your broker.

In a nutshell, our WaveStrength trading system works like this:

1. Our charts detect waves, or patterns, in the market — set off by big seismic market events...
2. We use our knowledge and experience to accurately read and interpret the wave patterns — and figure out where the market is headed in the short term.
3. We then design a trade to help you profit safely, with minimum downside risk, from the direction we think the market will move.

Clearly, our system's track record of on-target market forecasts speaks for itself:

- ✓ In March 2002, our charts once again showed the NASDAQ trending downward ... and sure enough, it fell from 1,908 to 1,251 ... a decline of 34%.
- ✓ In January 2003, we called the Dow's bottom with near-perfect precision — just in time to participate in the ensuing 24% rally from 8,607 to 10,702.

When seismic economic events send shock waves reverberating throughout the market, we jump on the opportunity to rake-in quick, easy profits from gyrations in the Dow and NASDAQ....

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# We Saw Total Gains of 253% from These Past "Seismic Events."

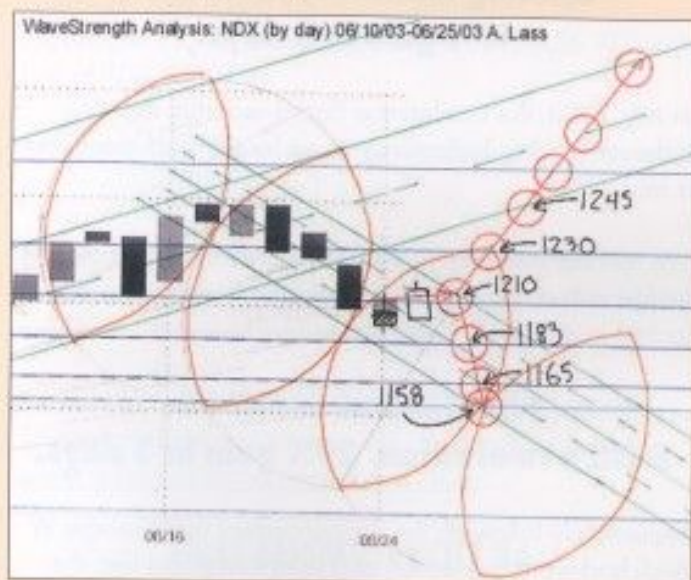
Our WaveStrength trading system routinely detects "seismic events" in the market and allows our readers the opportunity to profit handsomely from them....

## PAST SEISMIC EVENT #1:

**Fed to cut interest rates half a percent.  
31% gain in 4 days.**

You know from reading the newspaper when Alan Greenspan speaks, the market trembles ... and the shock waves from his press conferences routinely send the Dow soaring or sinking — depending on what he has said — by many points.

So when word was circulating around DC that Greenie was planning to cut the interest rate by half a percent, we smelled profit opportunity.



Our charts track the strength and direction of the market shock waves generated by seismic economic events. That's why we've named our system "WaveStrength trading."

The chart that day showed the NASDAQ moving toward a new 9-day trend. I told our members, "Current prices already reflect the overly optimistic expectation that Mr. Greenspan will cut the rate by 50 basis points. At best the

prices will pop a little and then drop a little."

We bet that the Fed's rate cut announcement would send the market lower. Sure enough, 4 days later, the NASDAQ dropped 22 points ... and we saw a quick 31% gain.

## PAST SEISMIC EVENT #2:

**Kodak reduces dividends by 70%.  
83% gain in 8 days.**

When a major corporation releases any disappointing or negative news, it's not just their stock that is affected.

The sector, even the entire market, can sink on even the hint of bad news.

So when Kodak announced it was cutting dividends by 70% to fund its push into the digital marketplace, we weren't surprised when the Dow began to slide.

But unlike buy-and-hold investors, who see their retirement nest-egg shrinking with every big drop in the Dow, we see only profit opportunity ... since we can predict market shock waves so that we see gains whether the Dow moves up or down.

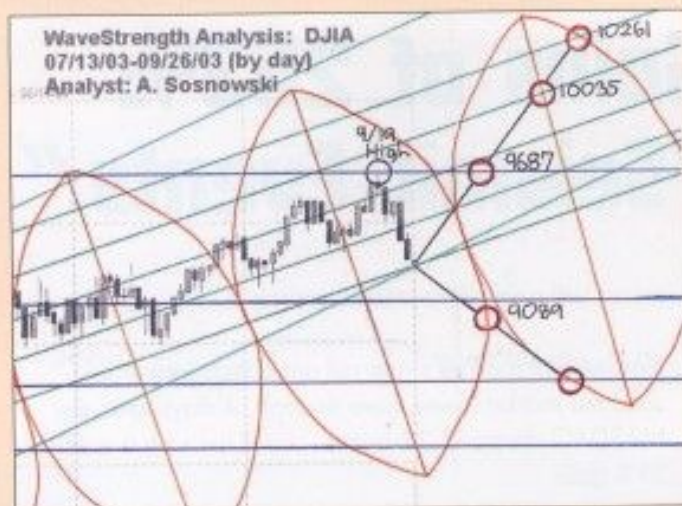
We do this by recommending options contracts on both the NASDAQ and the Dow — a "put" if we think the market is going down, and a "call" if our chart shows us it's ready to bounce upward.

(Don't worry. You don't have to understand options to profit from our WaveStrength trader service. We spell out exactly what we want you to buy, and you can simply read these instructions to your broker over the phone. If you have questions, we'll answer them personally and promptly.)

Our WaveStrength trading system chart (shown on the next page) showed that, after a September 19 high —

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which came during an East coast hurricane – the market was trending lower and lower.

The Dow was at 9,343. My analysis of the chart told me that it was not likely to remain flat.

It would either climb as high as 10,261 ... or fall further until it hit 9,089. So we recommended both puts and calls to cover both possibilities.

The bottom line: a whopping 83% gain in 8 days.

Had you invested \$10,000 in this position, you would have seen an \$8,300 gain in about a week (although you could have gotten into this play – and most of the others we recommend – for as little as \$400).

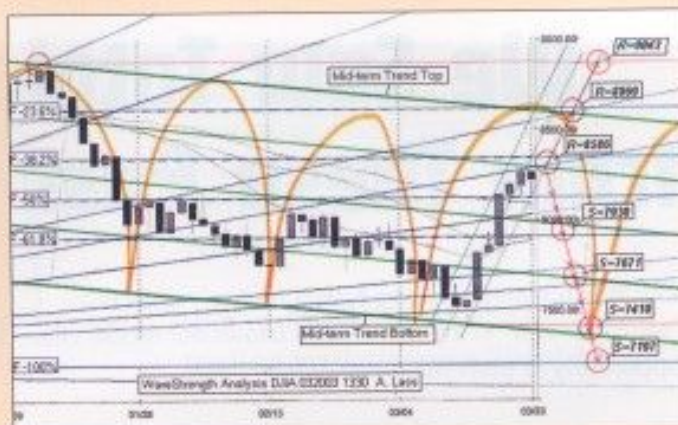
### **PAST SEISMIC EVENT #3:** **The War in Iraq 13% gain in 3 days.**

Just as earthquakes can vary in magnitude, based on a rating of 1 through 9 on a Richter scale – not all seismic market events are of equal intensity.

And on the Richter scale of the stock market, war is certainly an 8 or higher.

In March 2003, the Dow dropped more than 100 points in 12 minutes when it was believed that toxin-laden missiles were landing in Kuwait, and a rumor was beginning to spread that Saddam has been blown up in the first hour's bombardment.

On March 21, a 7-day rally in the Dow had reached a point of significant resistance on our chart. The chart



pattern told us one of two things were likely to happen: a rally or a big drop.

We recommended what is known in options trading as a "straddle play," using calls to cover the possibility that the Dow would go up, and puts in case it went down.

Within 3 days, the Dow fell by approximately 100 points. Readers who followed our trading recommendations saw a quick 13% gain in less than a week.

### **PAST SEISMIC EVENT #4:** **Leading indicators favorable.** **17% gain in 3 days.**

In July 2003, the Conference Board reported that its Index of Leading Indicators was up for the third month in a row.

We told our members to play the upstroke with a call and hedge with a put. Three days later, we issued a sell and locked in a quick 17% gain.

### **PAST SEISMIC EVENT #5:** **Bush's re-election. 29% gain in 3 days.**

Immediately following the announcement that George W. Bush had won the election and John Kerry had lost, the market moved up 5.63% in 11 days.

Why? Obviously, most Americans believe a Bush presidency is better for the economy than Kerry.

But our WaveStrength chart showed that this wave had pushed the market to overbought levels ... and in the November 15 issue of our WaveStrength Trader







# The ABC's of Trading Stock Indexes with Options

Like most Americans, you probably own individual stocks ... and may never have traded stock indices or options.

Here's the problem with such an approach to investing....

To make a significant amount of money trading a stock, you have to own a significant amount of the stock.

For instance, if Microsoft goes up 50% and you own \$1,000 worth of the stock, your profit is only \$500 – not a life-changing amount of money.

But if you have the gonads to take a \$100,000 position in Microsoft, a 50% gain will make you \$50,000 in profits.

However, you'll also have \$50,000 of your hard-earned money at risk. So if Microsoft shares should fall by 50% instead of go up, you've just lost 50 grand. Ouch!

But, because of the tremendous leverage our WaveStrength Trader options plays provide, you don't have to risk a lot of money to make a lot of money with our service.

That's because the QQQ and DJX options we recommend cost between 50 cents and five dollars. So you can execute most trades for under \$500 – and usually for less than \$300 – further reducing your trading risk.

The QQQ and DJX options we trade in WaveStrength Trader enable us to span broad market moves by making a single play.

By purchasing **QQQ (NASDAQ)** and **DJX (Dow)** options, you control a large amount of index power, with only a tiny portion of your total investment capital.

Even better, when you buy an options contract, you are risking only the premium you pay for the option, plus commissions. You know the risk, and it's limited by which contracts you choose to buy.

Plus, QQQ and DJX options have some of the best-selling index options in the world. Large daily volume gives you liquidity in your trades, so these contracts are very easy to get in and out of.

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## Turns \$100,000 into \$1.4 Million

As the trades I've gone through in this bulletin demonstrate, the WaveStrength trading system offers constant opportunities for juicy profits, as long as the market is making short-term moves in the range of 5% to 25% or more ... which it does *all the time*.

So that you fully understand how making 25% every thirty days adds up, let me do a little math for you.

According to my calculations, if you make 25% per trade compounded monthly with a \$100,000 investment, your portfolio will grow to a staggering \$1.4 million in just one year.

## Up Or Down... WaveStrength Teaches You How to Make Money

Now, here's how we help our members see gobs and gobs of money....

As soon as our charts detect a seismic shock wave building up in the market, we send out a trading recommendation that allows you to make the most amount of money with the least amount of risk.

If the market is headed **up**, we recommend a call option. A "call" index option is a contract that gives you the right – but not the obligation – to buy a



specific market index at a certain price before a certain time.

If the market is headed **down**...we'll recommend a put option. A "put" index option gives you the right to *sell* a specific market index for a certain price before a certain time.

Sometimes, up and down volatility can even enable you to profit on both sides of a trade. For instance, in the midst of the War in Iraq, my chart indicated a bias to the upside.

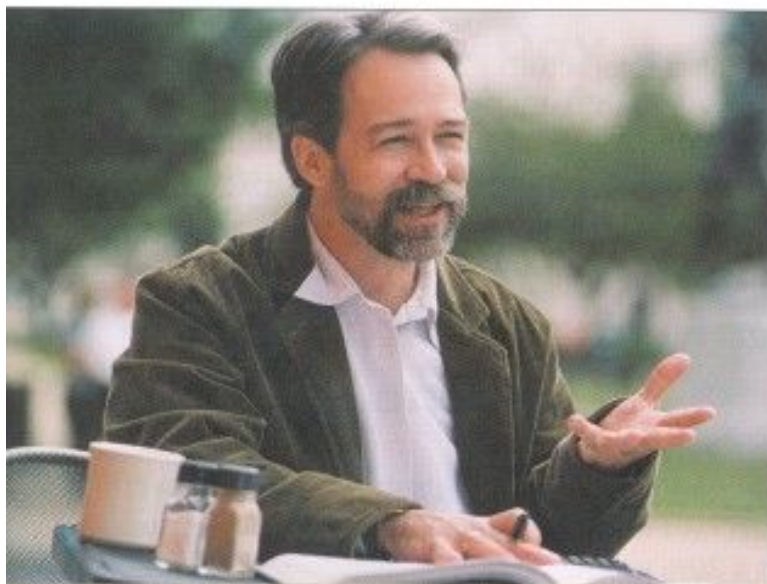
One other point...

By using both call and put options, you can make money whenever the market moves ... regardless of the direction of that move.

So while your friends and neighbors don't sleep nights when the Dow has a bad day ... and worry, in nervous anticipation, about what Mr. Market may have in store for them tomorrow ...

... WaveStrength traders sleep *soundly* each and every night ... because no matter which way the market moves, profits flow into their accounts on a regular basis, like clockwork!

## **Your Downside Protection: Our built-in Hedge**



**Adam Lass has helped WaveStrength subscribers make huge gains since the inception of this cutting-edge trading service.**

I have saved the best for last....

The WaveStrength trading system ... while much more profitable than simply investing in an index fund ... is actually far **LESS** risky than owning individual stocks.

You see, we design almost every play with a built-in "hedge." You can think of this as insurance on the trade. Just as you would insure your house or car, you can use a "hedge" to limit your losses.

A hedge protects us in case the market moves in the wrong direction. This means your losses are minimal.

It works like this. Say our charts tell us that the QQQ (NASDAQ) is going to fall from

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## Seismic Events of 2000 – 2004

Seismic Event #1:

**Fed cuts interest rates half a percent. Gain: 31% in 4 days.**

Seismic Event #2:

**Kodak reduces dividends by 70%. Gain: 83% in 8 days.**

Seismic Event #3:

**The War in Iraq. Gain: 13% in 3 days.**

Seismic Event #4:

**Leading indicators favorable. Gain: 30% in 3 days.**

Seismic Event #5:

**Bush's re-election. Gain: 20% in 4 days.**

Seismic Event #6:

**New Fed rate cut announcement. Gain: 62% in 5 days.**

Seismic Event #7:

**Fed cuts interest rates half a percent. Gain: 31% in 22 days.**

**Cumulative gain: 270%**

**"Seismic" economic events can move markets!**

**Event: 1-day change in Dow**

9/11 terrorist attacks	- 7.12%
Nixon resigns	- 1.59%
Operation Desert Storm	+4.57%
1990 invasion of Kuwait	- 6.31%
JFK assassinated	- 2.89%
Korean War	- 4.65%
Panama and Noriega	- 1.53%

\$34 to \$33 in the next 7 to 10 days.

We'd issue a buy on a QQQ October 34 put option for a dollar ... and at the same time, we'd also issue a buy on a QQQ October 35 call option for a quarter. Our total cost: \$1.25.

Let's say our prediction is on target and the QQQ falls from \$34 to \$33.

We would issue a sell on our put for \$2 (the call would be worthless), for a net gain of 60% on the original \$1.25 investment.

But let's say we're wrong. We would issue a sell on both the put and the call for 50 cents ... for a net loss of only 25%.

A 60% upside — with a 25% downside. Those are odds I like any day of the week.

And remember: we only issue trade recommendations when the market gives us a high probability of success. So our losing trades don't happen nearly as frequently as our winners.

The result: a total return for the WaveStrength trading system in last year's Taipan of 218.2% ... members who followed our trading recommendations could have more than tripled their money in just 12 months!

## Our Members Are Making a Fortune...

"Wow ... were you guys ever right. Look at the markets (as I know you are). I sold my DIA puts for about a 20% profit."  
— B.S.

"Sold my DIA puts that I bought at your published entry price of \$1.75 for a 17% gain after commissions. I hit the high for the day! It was fun



to lead and not follow the action ... thanks for the heads-up!"

— R.O.

"This morning I closed half my position at \$2.05 for a 16% gain after commission. Not bad for the first ever trade following your system. Keep up the good work."

— T.A.

And please note ... all of these testimonials are actual uncompensated and unsolicited comments we've received from service members.

They can be found – along with many more – on file at our office, where you are welcome to come and inspect them in person.

It is our policy, however, not to publish the full names of any members who write us, out of respect for their privacy ... and yours, should you join us.

## Start For Less Than \$3 a Day

You can try *WaveStrength Trader* on a quarterly billing system for only \$250 every 3 months – a price that's almost a joke, considering how much money you could make.

Or, you can sign up now for a full year at \$995. Either way, you are protected by a refund guarantee.

If you're ready to start, send in the enclosed Order Form ... or call toll-free, 1-800-708-1020.

When you do, you will receive our alerts by email or fax – usually several each week (although the tempo varies with what's going on in the market).

The alerts tell you exactly when and what to buy,

(over please)

**The Seismic Events  
of 2005 will be 3 to 4  
times more powerful and  
profitable than those of  
2000 to 2004!**

## Seismic Events of 2005

Seismic Event #1:

**Bush tax reform flounders in  
Washington. Profit Prediction:  
130% gain in 21 days.**

Seismic Event #2:

**Alan Greenspan unexpectedly  
steps down. Profit Prediction:  
80.7% in 6 days.**

Seismic Event #3:

**The housing bubble bursts.  
Profit Prediction: 354% gain in  
11 months.**

Seismic Event #4:

**Insurgents bomb a major oil  
pipeline. Profit Prediction: 85%  
in 3 days.**

Seismic Event #5:

**Bin Laden strikes again ...  
overseas. Profit Prediction: 65%  
in 3 days.**

Seismic Event #6:

**Massive deficit balloons out of  
control. Profit Prediction: 73%  
in 2 days.**

Seismic Event #7:

**The War in Iraq extended ...  
again. Profit Prediction: 59% in  
6 months.**

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**Cumulative gain: 846.7%**



# 11 Out of 12 Winners In A Row Totaling 425% Gains In 5 Months!

It doesn't get much easier than this.

Recently, WaveStrength traders following our Dow Index trades rode a blistering winning streak—with 11 out of 12 recommendations posting winners. That's a 92% accuracy rate!

These are trades that are designed to be very comfortable for the average investor. As you can see, the average time frame was 22 days. No need to sit in front of a computer all day or hang on nervously to quick trades.

Just take a look at the streak:

9/8/2003: 6% in 21 days with DJX Oct 93 Calls  
9/26/2003: 83% in 8 days with DJX Oct 93 Calls  
10/13/2003: 14% in 25 days with DJX Dec 95 Calls  
10/20/2003: 10% in 18 days with DJX Dec 95 Calls  
10/27/2003: 61% in 11 days with DJX Dec 95 Calls  
11/10/2003: 18% in 29 days with DJX January 98 Calls  
11/17/2003: 50% in 22 days with DJX January 98 Calls  
11/24/2003: 67% in 15 days with DJX January 98 Calls  
1/5/2004: (the loser) - 13% in 2 days with DJX February 105 Puts  
1/12/2004: 26% in 37 days with DJX March 105 Calls  
1/26/2004: 59% in 37 days with DJX March 105 Calls  
And 1/30/2004: 44% in 37 days with DJX March 105 Calls

Simply following these WaveStrength trades, you could have racked up a total of 425% gains on this winning streak—in roughly 5 months!

and exactly when to sell. There's no need to monitor a portfolio on a daily basis. Just execute the trades we recommend in the alerts ... nothing more is required.

You will receive a username and password for the WaveStrength website, so you can gain access to the recommendations no matter where you are.

But that's not all. You'll also receive our daily e-mail newsletter called *The WaveStrength Market Report*.

In your daily Report, we tell you what's happening in the market ... provide you with market forecast on the Dow, NASDAQ, and S&P ... offer you technical chart analysis and option trading strategies along with a deeper insight into options terms and techniques ... even throw in a dollop of political commentary.

You also get some ground-breaking stock opportunities. Members who follow the recommendations in their daily *WaveStrength Market Report* have seen handsome gains on both individual stocks as well as options.

Including:

- ▶ 115% gain in 5 days on Isonics.
- ▶ 38% gain in 12 days on call options for International Game Technology.
- ▶ 57% gain in 1 day on Genentech.



- ▶ **96% gain** in 24 days on Martha Stewart Living.

And there's more. When you sign up for *WaveStrength Trader*, you'll receive TWO FREE bonus reports called: *Take the Mystery Out of Options* and *WaveStrength Trader: Understanding One of the Greatest Trading Systems Ever Created*.

If you've never traded options before, these reports will bring you up to speed on how trading options works — as well as how easy it is to make money using them.

You'll know exactly how a put and call work. You'll understand how options give you more leverage than owning a stock outright. These reports will be your own personal guide to the world of options.

## Use It FREE for 30 Days

If you like the *WaveStrength* alerts — and the gains you're seeing — we'll continue to bill your credit card until you tell us to stop.

However, if you're not happy with it, then let us know in the 30 days.

We'll refund the money you paid in full ... and we'll never charge your credit card another dime.

Whatever you decide, you can even keep your free bonus reports...and stay a regular reader of the daily *WaveStrength Market Report*.

But I urge you to make up your mind quickly.

(over please)

## The WaveStrength Trading System Has It All...

- ▶ Quick, steady gains — accumulating massive amounts of profit slowly but surely.
- ▶ You don't have to understand the system or devote hours monitoring your account to profit from our trading service ... you simply read our trading instructions to your broker, right over the phone. Takes only a few minutes each day. You could even decide to have us send the trades automatically to your broker!
- ▶ Whenever there's a trade to make ... a contract to buy or sell ... we alert you immediately by fast fax or e-mail ... no waiting for a "snail mail" newsletter to be delivered by the U.S. Post Office.
- ▶ No need to own or hold risky individual stocks in your portfolio.
- ▶ You don't need a lot of money to get started with this trading system ... you can execute most trades for under \$500.
- ▶ You don't have to spend a lot of time on your investment. The system takes less than 10 minutes a day.
- ▶ You can earn significant profits whether the market goes up or down.
- ▶ You can follow a strategy based on the purest, cleanest market data available — price — and not on emotion, news, rumor, or innuendo.



Given the outstanding track record of *WaveStrength Trader*, I think a massive number of new subscribers will respond to this invitation.

Please don't risk losing your chance. You are literally passing up profits with every day you delay.

Join us today – and the next opportunity to profit will be on its way to you by fax or email.

Sincerely,



Bryan Bottarelli  
Co-Editor, *WaveStrength Play Tactician*

P.S. *WaveStrength Trader's* last few trades have generated gains of 19%, 20%, and 42% each in about a week. And there are more opportunities on the way.

If you want to join in on the profits, then sign up now. I can tell you with complete confidence you won't find another trading service as powerful as *WaveStrength Trader*.

And remember, you have nothing to lose by giving *WaveStrength Trader* a try because you are protected by our moneyback guarantee.

## Your Free Bonus Reports

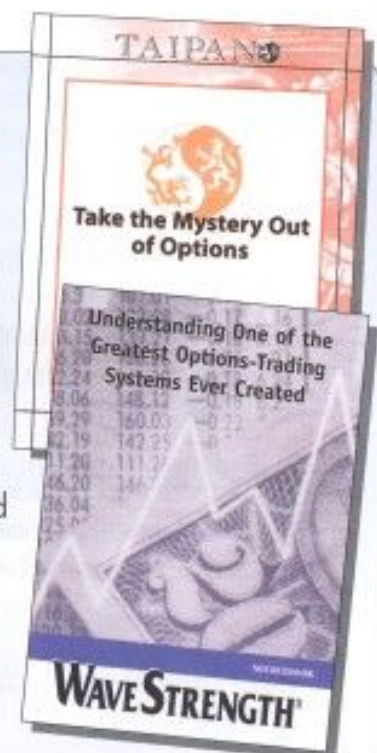
When you sign up to *WaveStrength Trader*, I'll send you **two FREE bonus reports**...part of the *WaveStrength* seismic shock wave library of reports:

**Seismic Shock Wave Report #1: *Take the Mystery Out of Options***

**Seismic Shock Wave Report #2: *Understanding One of the Greatest Trading Systems Ever Developed.***

If you've never traded options before, these reports will bring you up to speed on how trading options works – as well as how easy it is to make money using them.

You'll know exactly how a put and call work. You'll understand how options give you more leverage than owning a stock outright. These reports will be your own personal guide to the world of options.





# Members Are Making Money Hand Over Fist with the "WaveStrength trading system."

*"How come you did not mention EMRG and QQQ?  
Both have almost tripled (282% and 279% respectively)  
so far – at least for me. Thanks!"*

— A.T.

*"I'm a new WaveStrength member...This was my first trade  
and I had an average cost of \$1.98 for a 51.6% return in  
31 days of trading. Not bad guys, not bad."*

— K.P.



*"I didn't change my GTC exit order, and still got \$3.30  
this morning with the big uptick in the Dow. Net results after  
commissions? Up 22.5 in 3 days! Thanks."*

— C.F.

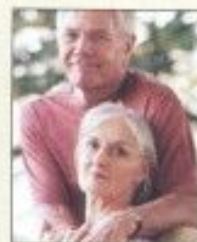


*"In at \$13,250 and out at \$20,250; WOW! 53% profit in  
10 days! Paid for several years of WaveStrength  
subscriptions. Thank you... I convinced my wife that I  
can beat the 1% bank return and have so far, since  
June, netted 45% on all positions, based largely, on your  
recommendations. Thank you again."*

— L.B.

*"I took advantage of your latest recommendation. Bought  
one May 103 call on Tuesday, filled at 2.40. Today I sold at  
3.20. Nice 75% profit."*

— D.M.



*"That was a good one. I held FMQ HO for about 8 weeks  
and just sold for 101% after commissions. Do you have any  
more like that?"*

— D.W.

(over please)





*"Bought 50 DIA's at 2.15; sold at 3.40. Profit before commission: \$6,250. Steaks and champagne are on me."*

—J. K.

*"Got out this morning at \$3.35 for a gain of \$800 exclusive of charges. Even with charges of \$96, this is \$704.00 on \$2,550, or 27.6% in 5 days."*

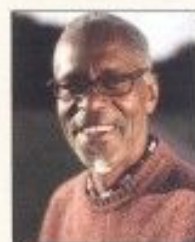
—J.M.L.

*"50%+ in about 1 trading day! All in all, an extraordinarily successful play, right in line with many of your WaveStrength plays. Keep up the great work!"*

—D.H.

*"Great job, guys! I netted \$868 on less than a \$2,000 investment overnight with autotrade on DIA May 104 puts. Thanks a bunch! This was my first trade with your service...looking forward to the next."*

—M.



*"In at \$2.00, out at \$3.30, 65% gain. My confidence in you guys is going up all the time. Keep up the good work."*

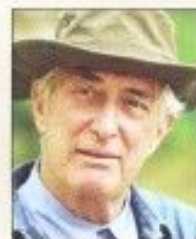
—D.V.

*"Bought DIA RX on 4/06/04 at \$2.00. Sold DIA RX on 4/10/04 at \$3.70 - - 70% return (sans commissions) in less than 3 full trading days. Thanks for the great play!"*

—J.T.

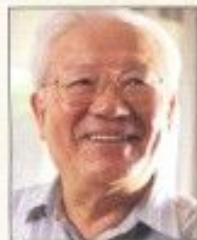
*"A \$600 (33%) profit before commissions! Thank you, guys! That will pay for the first quarter WaveStrength subscription! If I can make similar gains on each trade, you will have a long and faithful subscriber!"*

—A.L.



*"Traded 50 contracts 1-28-04. Had averaged down to \$23 and sold today 2-11-04 for \$29 for a net \$29,799.25. Thank you. Thank you. Thank you."*

—F. G.



*"I did have a sell order in at 3.20 and sold 50 contracts for a tidy \$5,200 in 14 days. I just bought in again today on the Dow with 50 contracts."*

—B. M.



# WaveStrength Trader Risk-Free Trial Form

- ☐ **YES!** Please sign me up immediately for *WaveStrength Trader*. I want to learn how to make money like the pros. I also want to make quick profits trading the movements of the QQQ and the Dow — and — I want to receive my two free reports:

**SEISMIC SHOCK WAVE REPORT #1:** *Take the Mystery Out of Options*

**SEISMIC SHOCK WAVE REPORT #2:** *Understanding One of the Greatest Trading Systems Ever Created!*

I would like to try *WaveStrength* for:

- ☐ **EXCLUSIVE OFFER!** Try *WaveStrength* for ONLY \$250! I'd like to try *WaveStrength* for just 3 months at the specially discounted rate of \$250!
- ☐ **BEST DEAL!** I'd like to try *WaveStrength* Trader for two years at the specially discounted rate of \$1,750.
- ☐ **GREAT DEAL!** I'd like to try *WaveStrength* for one year at the rate of \$995.

## METHOD OF PAYMENT:

Please charge my credit card:

☐ MasterCard ☐ VISA ☐ AMEX ☐ Discover

Card No. | | | | | - | | | | | - | | | | | - | | | | |

Exp. Date \_\_\_\_/\_\_\_\_

I prefer to pay by check. My check is enclosed for \$\_\_\_\_\_

(Please make check payable to *WaveStrength Trader*. Maryland residents please add 5% sales tax. Canadian residents add 7% GST.)

Signature \_\_\_\_\_

(Required for all credit card orders)

Fax Number \_\_\_\_\_

Telephone \_\_\_\_\_

(In case we have a questions about your order)

Name \_\_\_\_\_

Address \_\_\_\_\_

City \_\_\_\_\_ State \_\_\_\_\_ ZIP \_\_\_\_\_

Country/Postal Code \_\_\_\_\_

Email \_\_\_\_\_

(Editor's Note: It's critical that you elect to receive *WaveStrength* e-mail profit alerts)

## YOUR UNCONDITIONAL GUARANTEE

If you are not thrilled with the results — or if you decide this level of trading simply isn't for you — you can get a full refund within the first 30 days from the date your subscription is activated. In other words, you can try *WaveStrength* Trader at no risk for an entire month. Even if you cancel, you can keep your S&P "All Star" report!

QWVSEISMIC

## FOR IMMEDIATE SERVICE


and to get your first *WaveStrength* Profit Alert sent to you ASAP—place your order by phone at

**(866)-459-0005**

Or fax this page to:  
**1-410-230-1262**

Mail to:  
**WaveStrength Trader**  
PO Box 925  
Frederick, MD 21705-9913





# Shock Waves on Wall Street!

Through early detection of these 7 “seismic” economic events, our WaveStrength system could return gains as high as 846% in 2005.

## In this issue....

How we turned \$10,000 into \$13,000 in just 5 days .....Page 2

7 “seismic” economic events that could make you very rich – or  
very poor — in 2005 .....Page 3

Double your money in the stock market when Greenspan retires.....Page 4

Housing values may plummet in 2005, but you could profit  
handsomely when it happens .....Page 4

“Buy and hold” investing doesn’t work any more. But here’s  
what does. It’s safe and easy! .....Page 9

Right now your downside risk is literally 100%. Here’s how you  
could reduce it to 10% - 25% .....Page 15

**WaveStrength**

PO Box 925

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