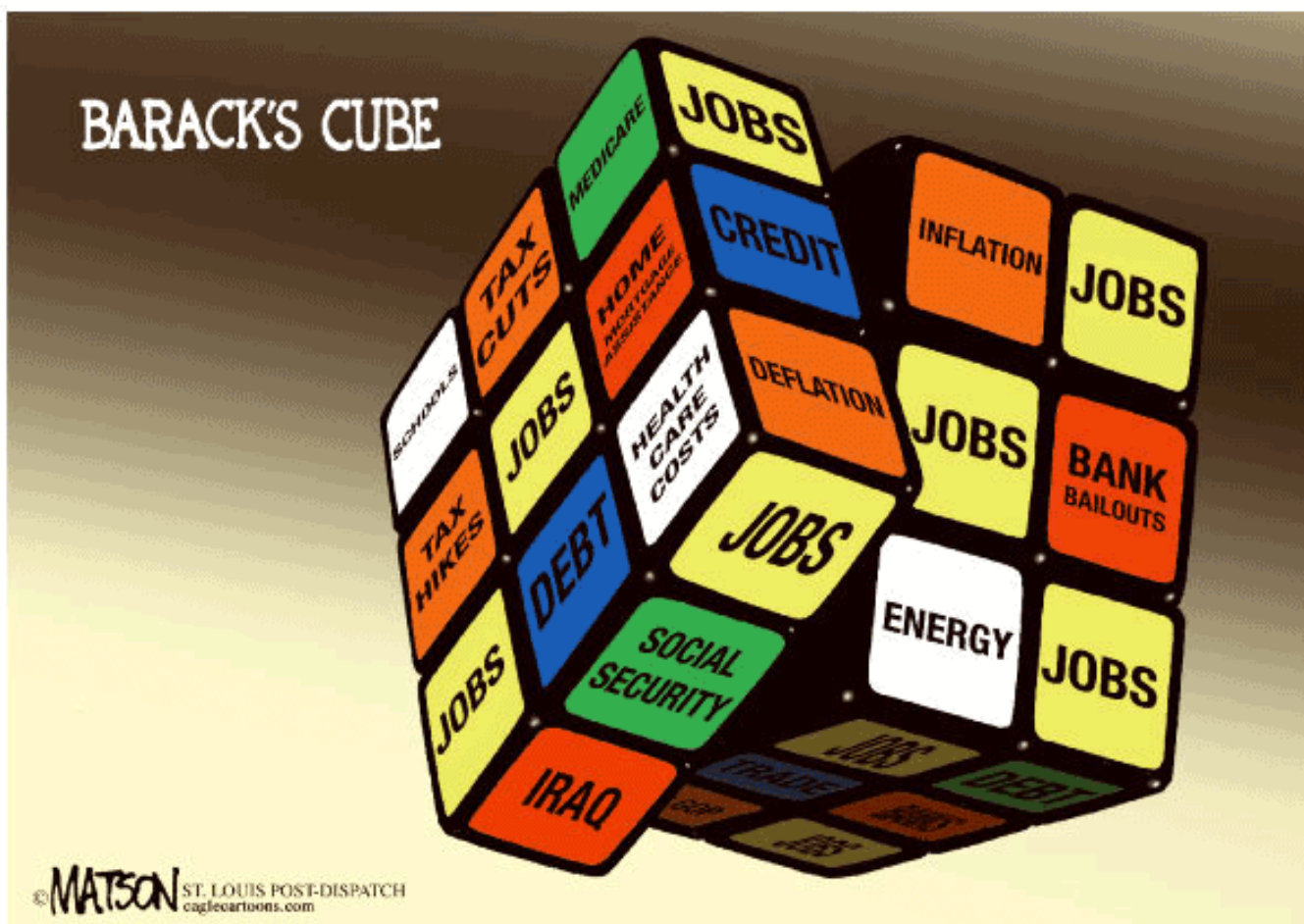




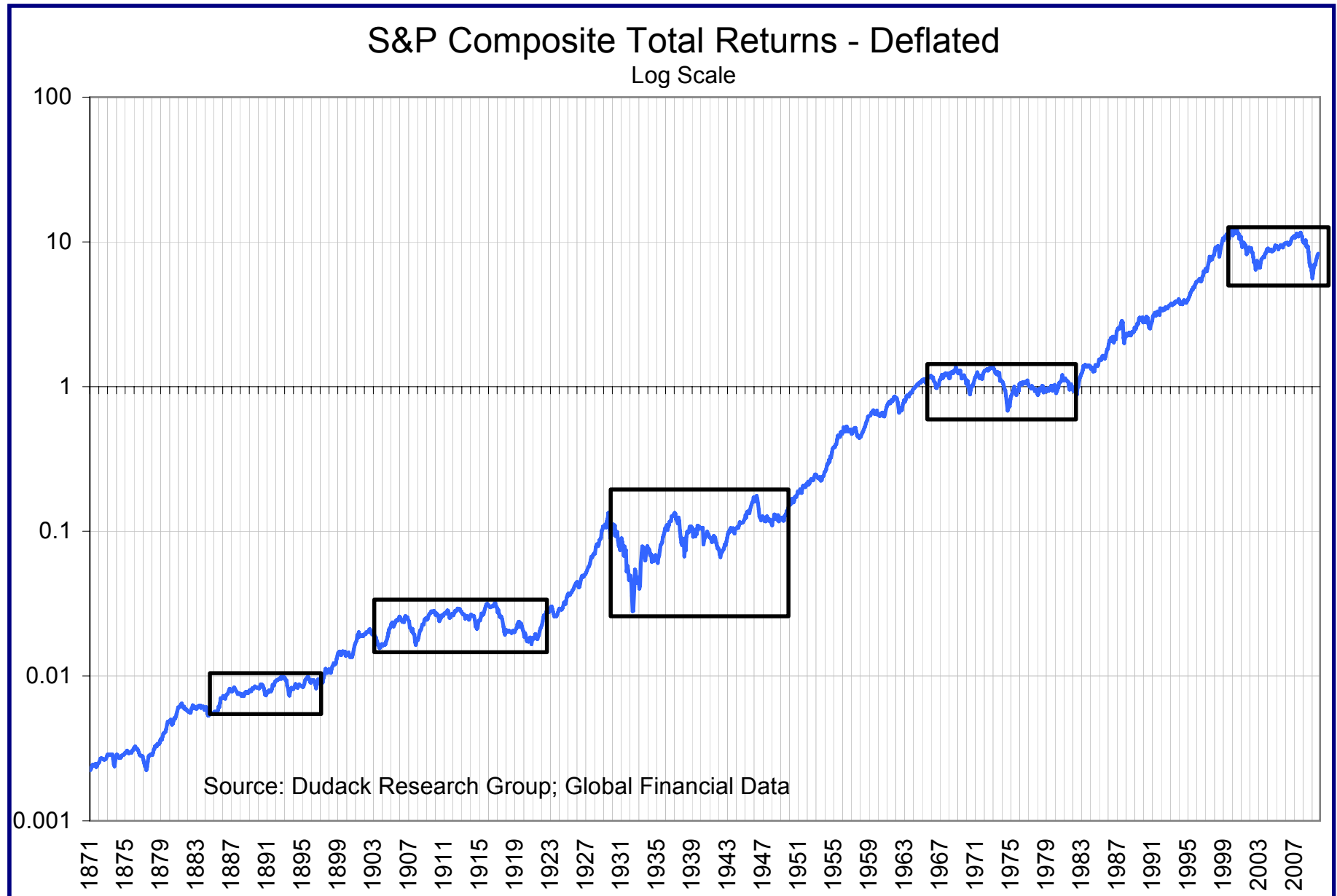
The State of the Markets:

The Final Lap for 2009 and Prospects for 2010

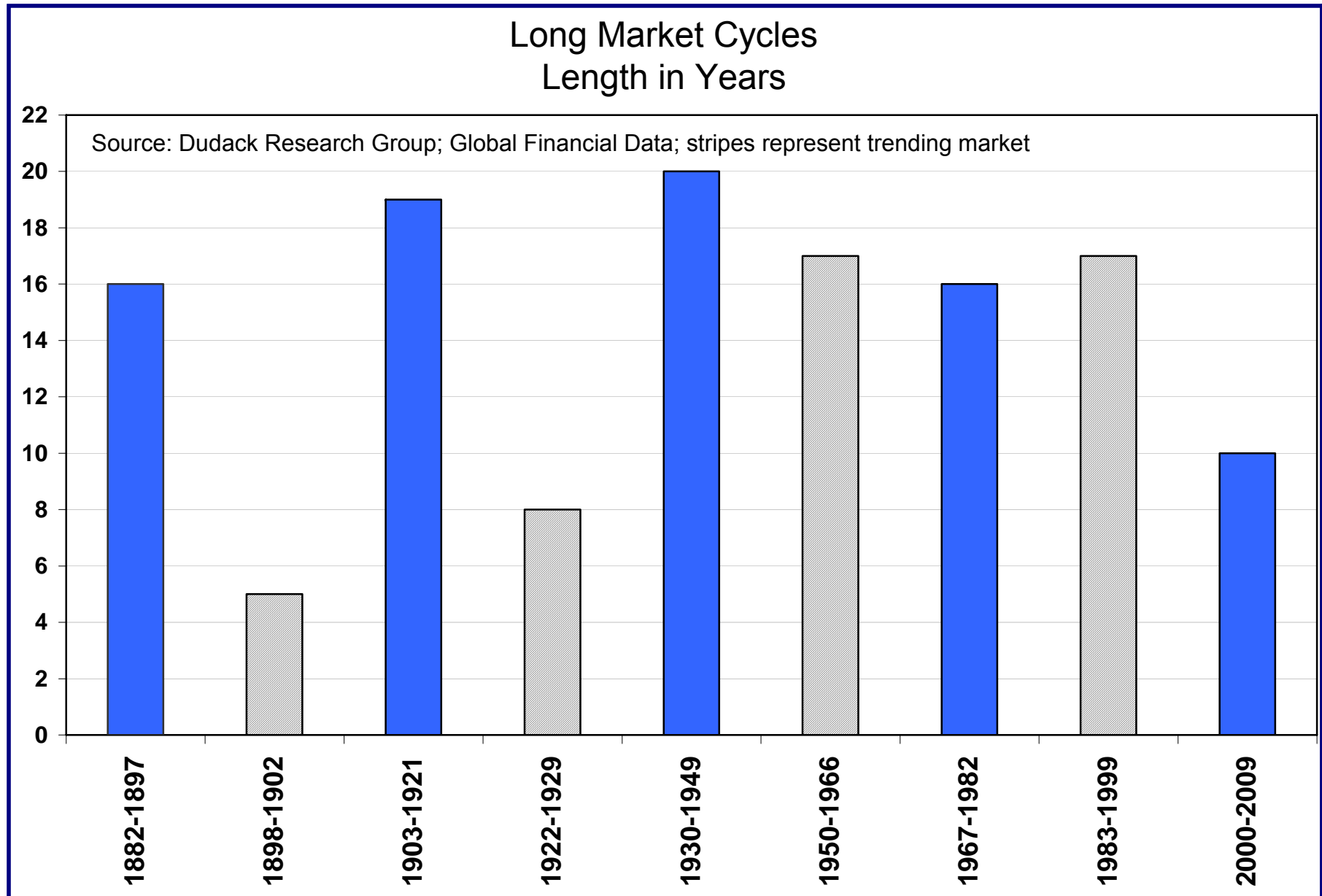
100 Women in Hedge Funds -- October 22, 2009



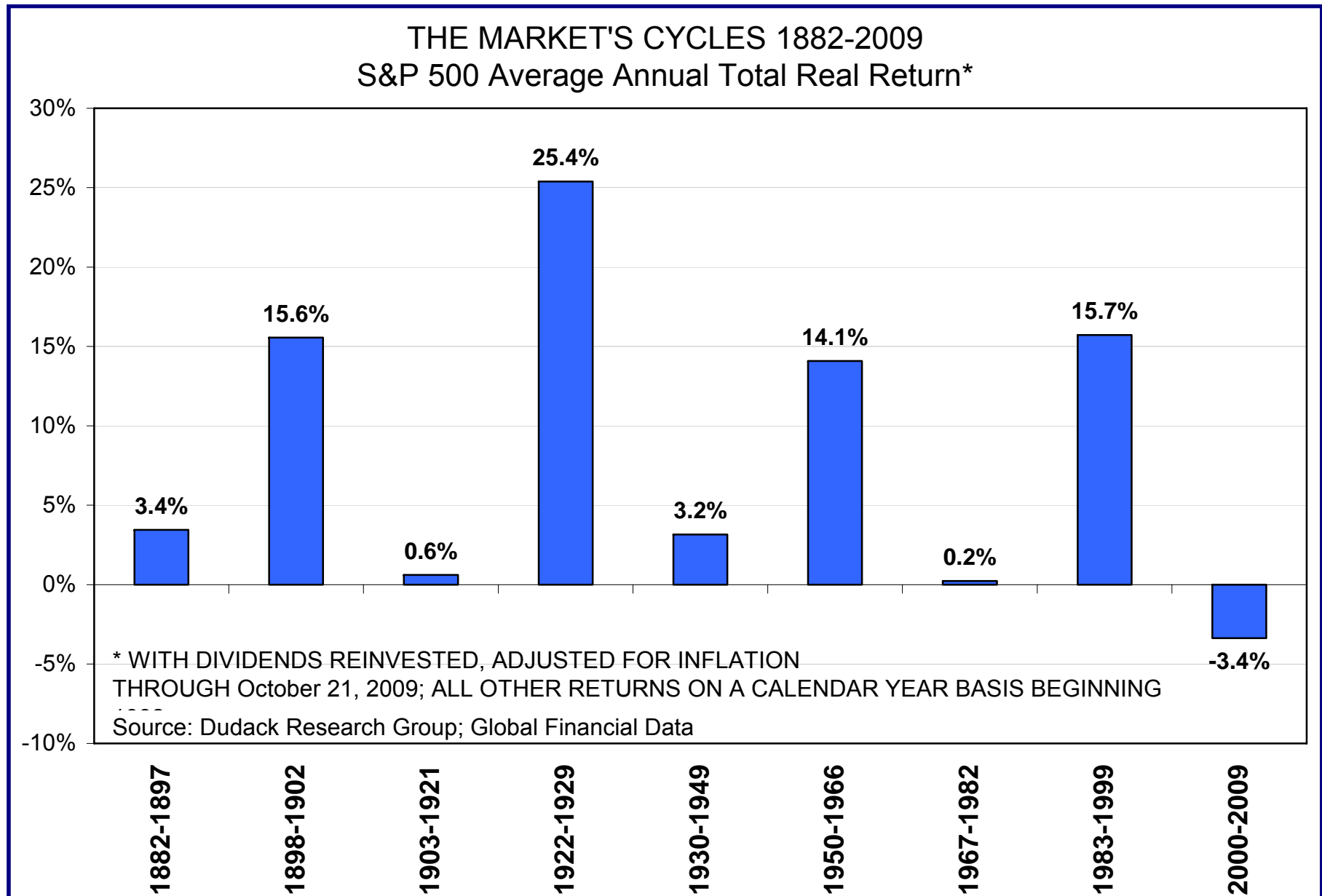
FLAT CYCLES ARE REGULARLY OCCURRING PHENOMENON



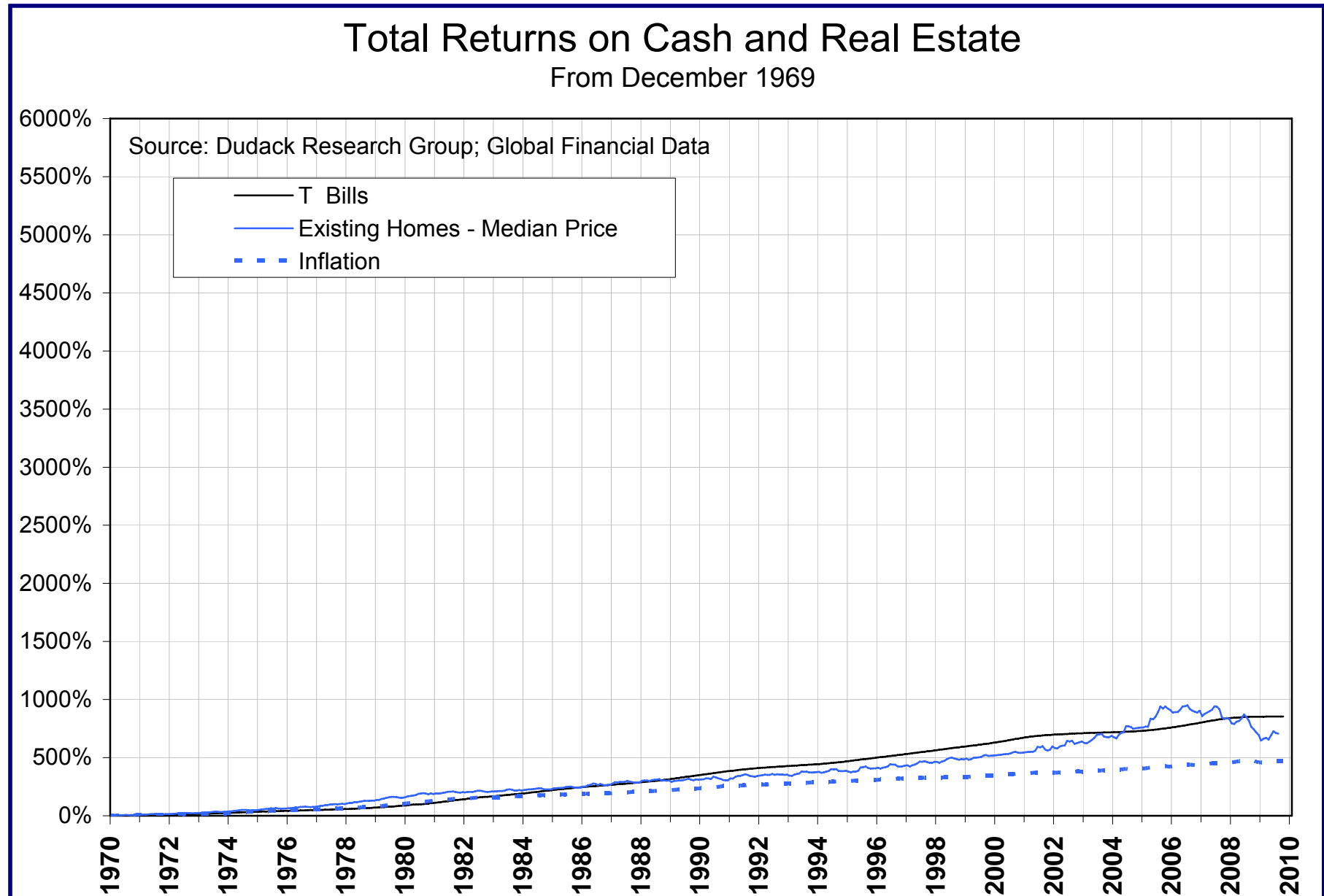
AND THESE FLAT CYCLES TEND TO LAST 16-20 YEARS (WE ARE IN YEAR 10)



BUT THE GOOD NEWS IS: THE FIRST HALF OF THE CYCLE HAS BEEN AWFUL



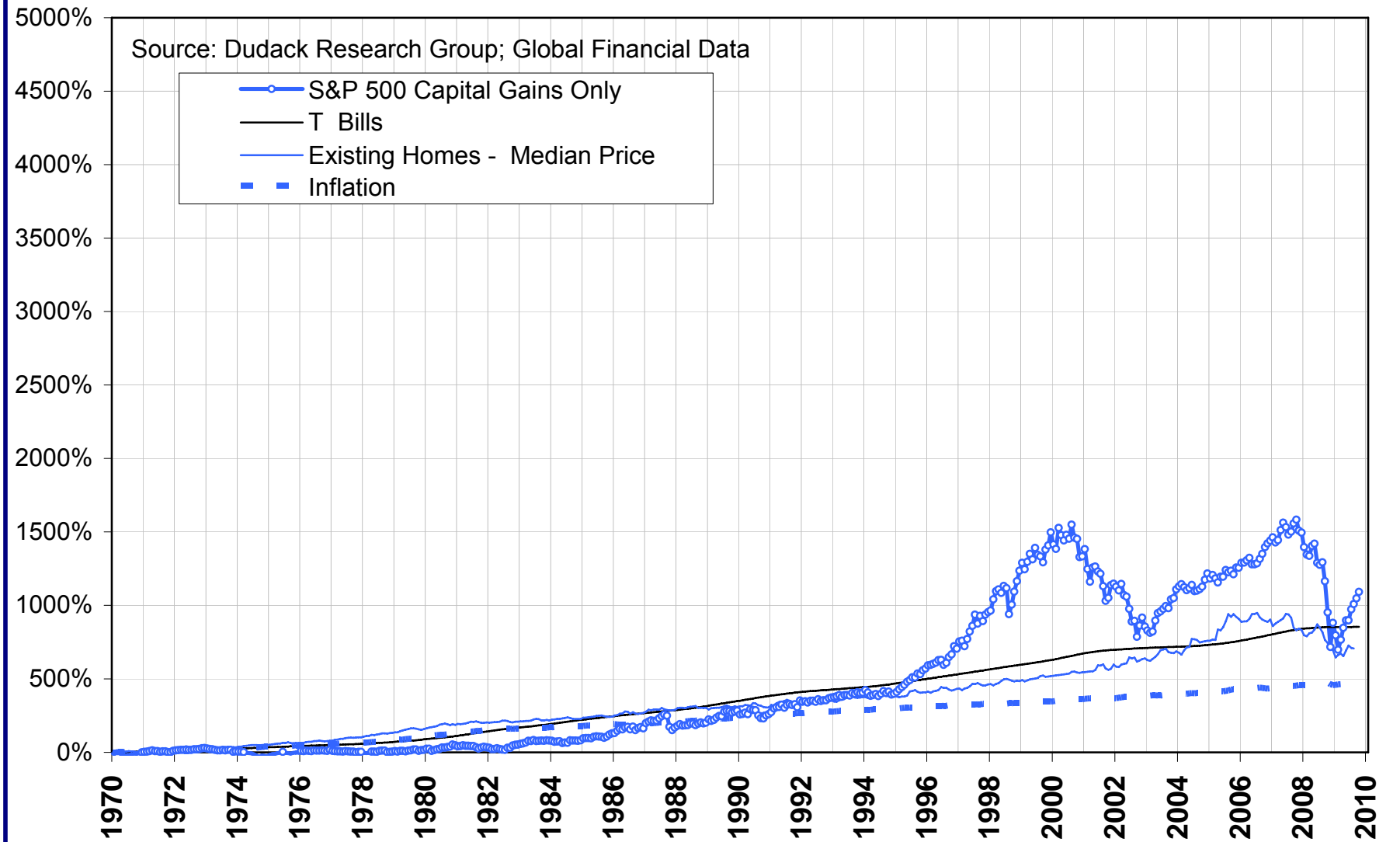
HOW TO INVEST FOR RETIREMENT: FIRST BEAT INFLATION



THEN LOOK FOR THE BEST RETURN

Total Returns on Cash, Real Estate and Equities*

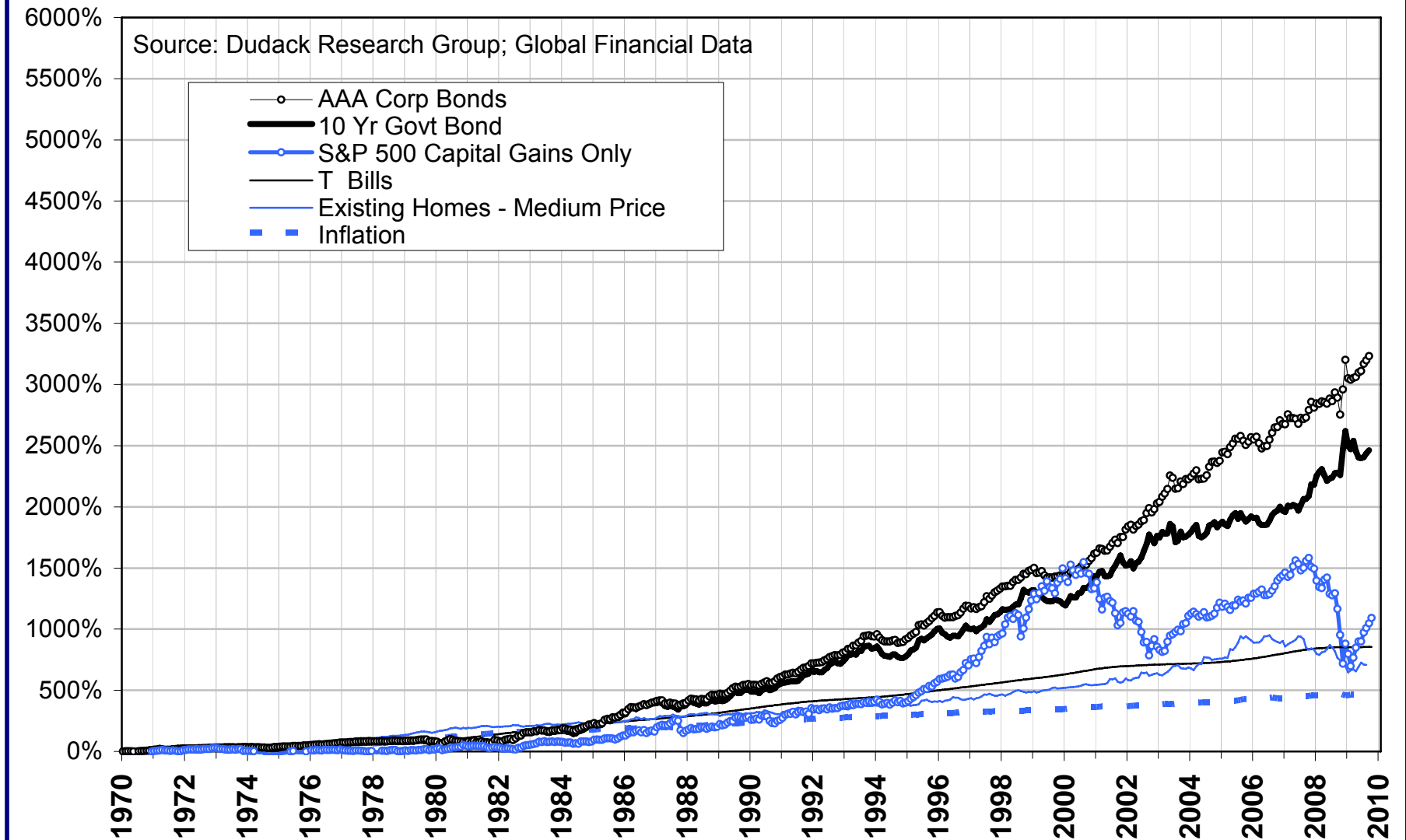
*Capital Gains Only - From December 1969



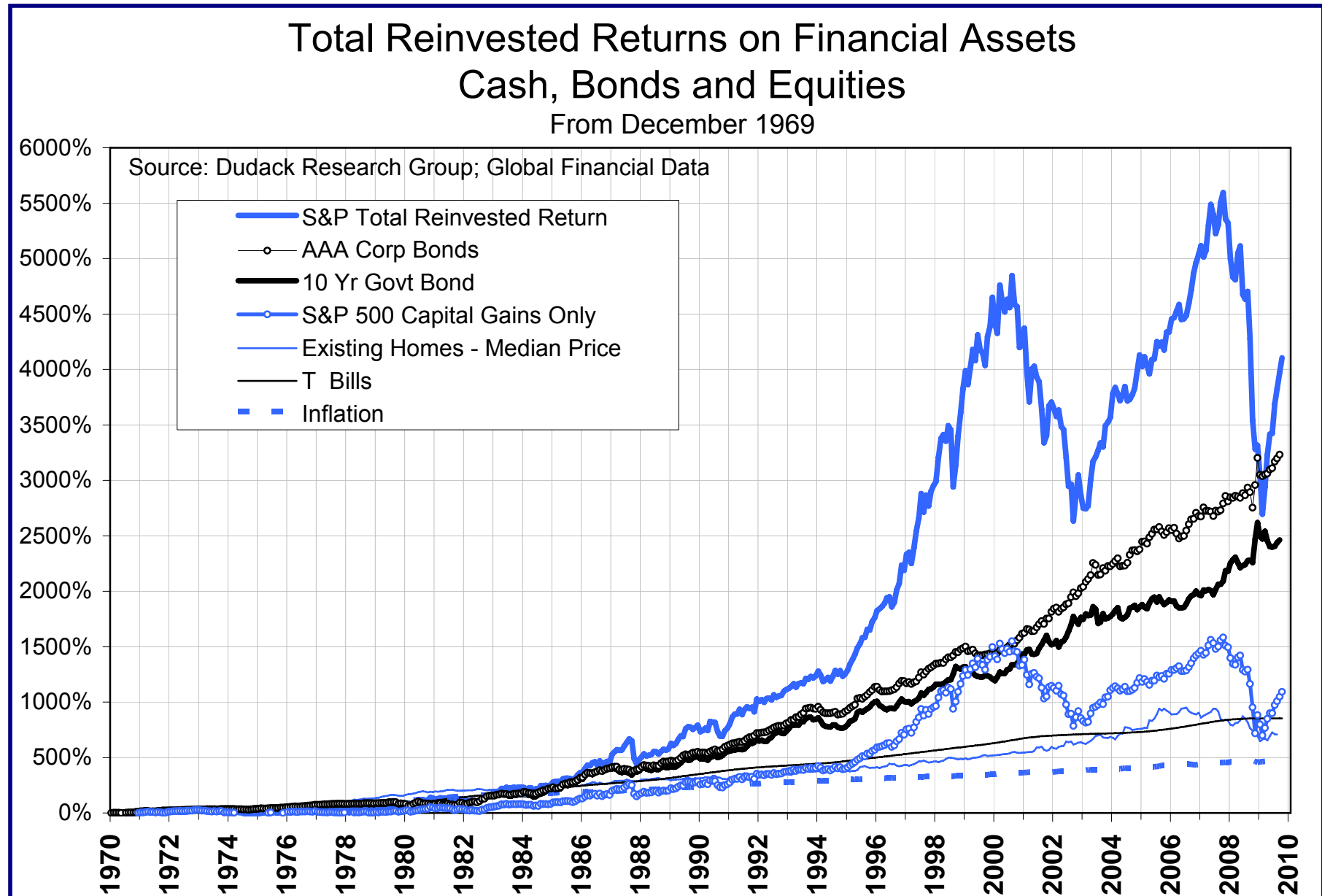
THEN LOOK FOR THE BEST RETURN

Total Reinvested Returns on Cash, Bonds and Equities*

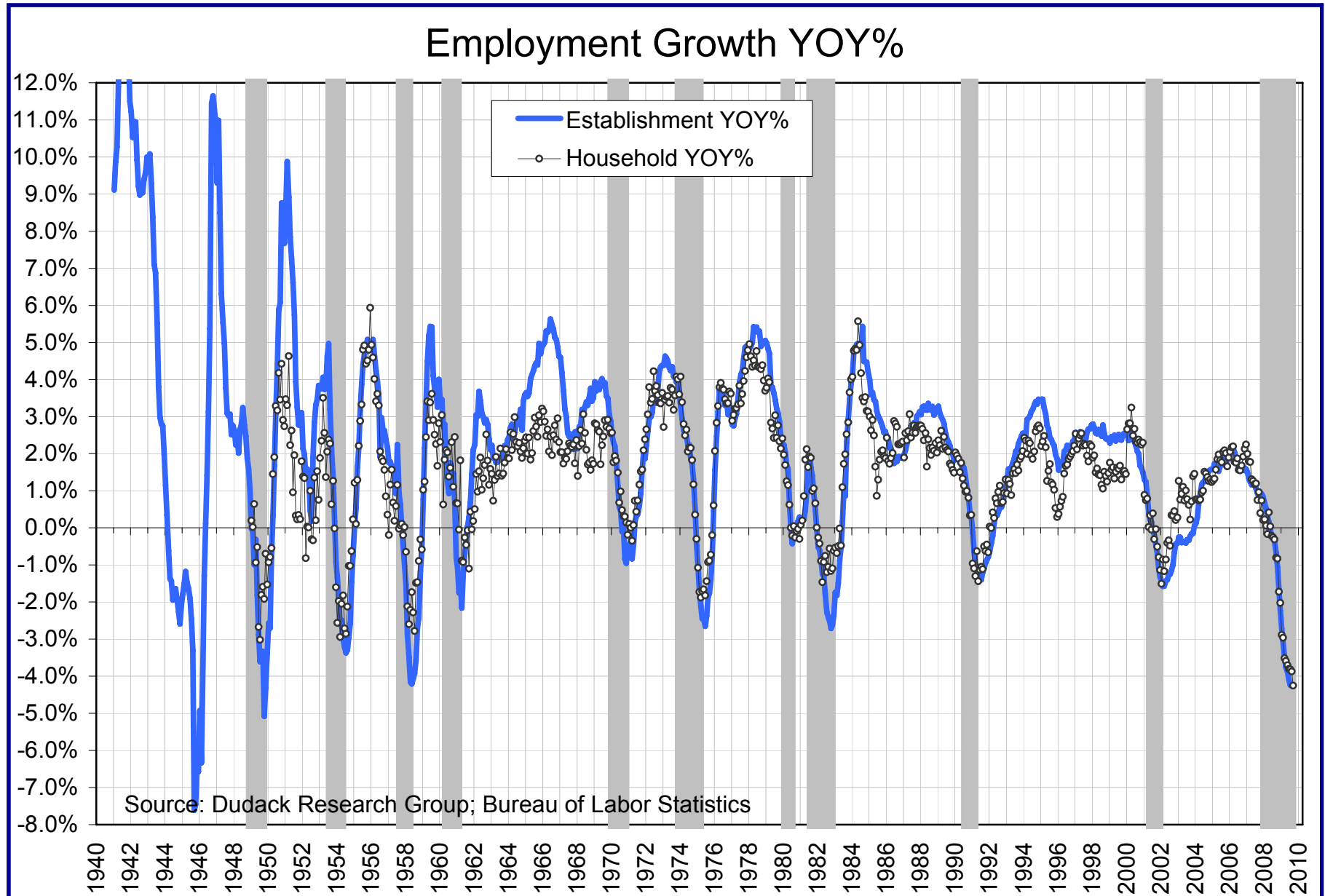
*Capital Gains Only - From December 1969



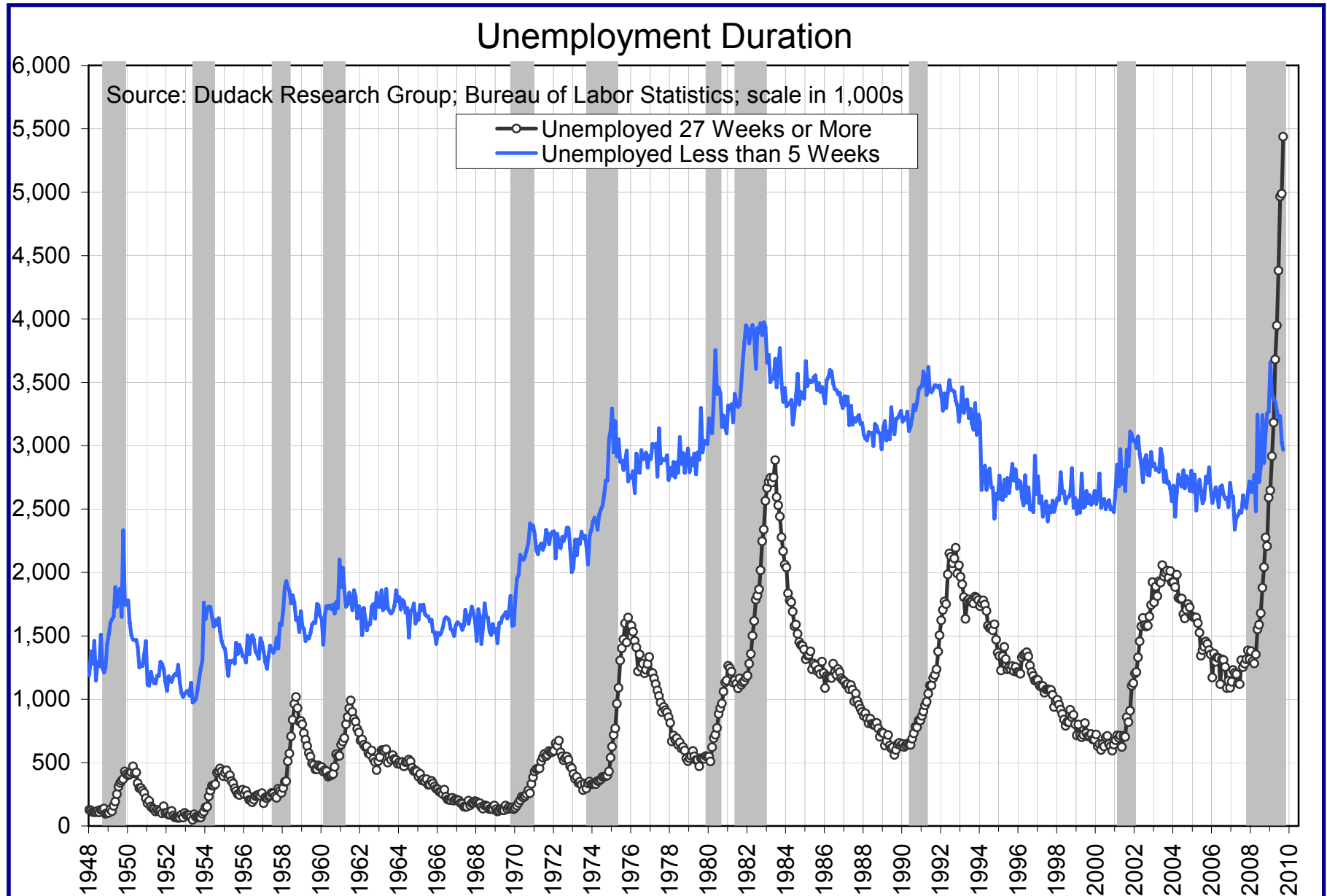
THE BEST RETURN IS TOTAL RETURN



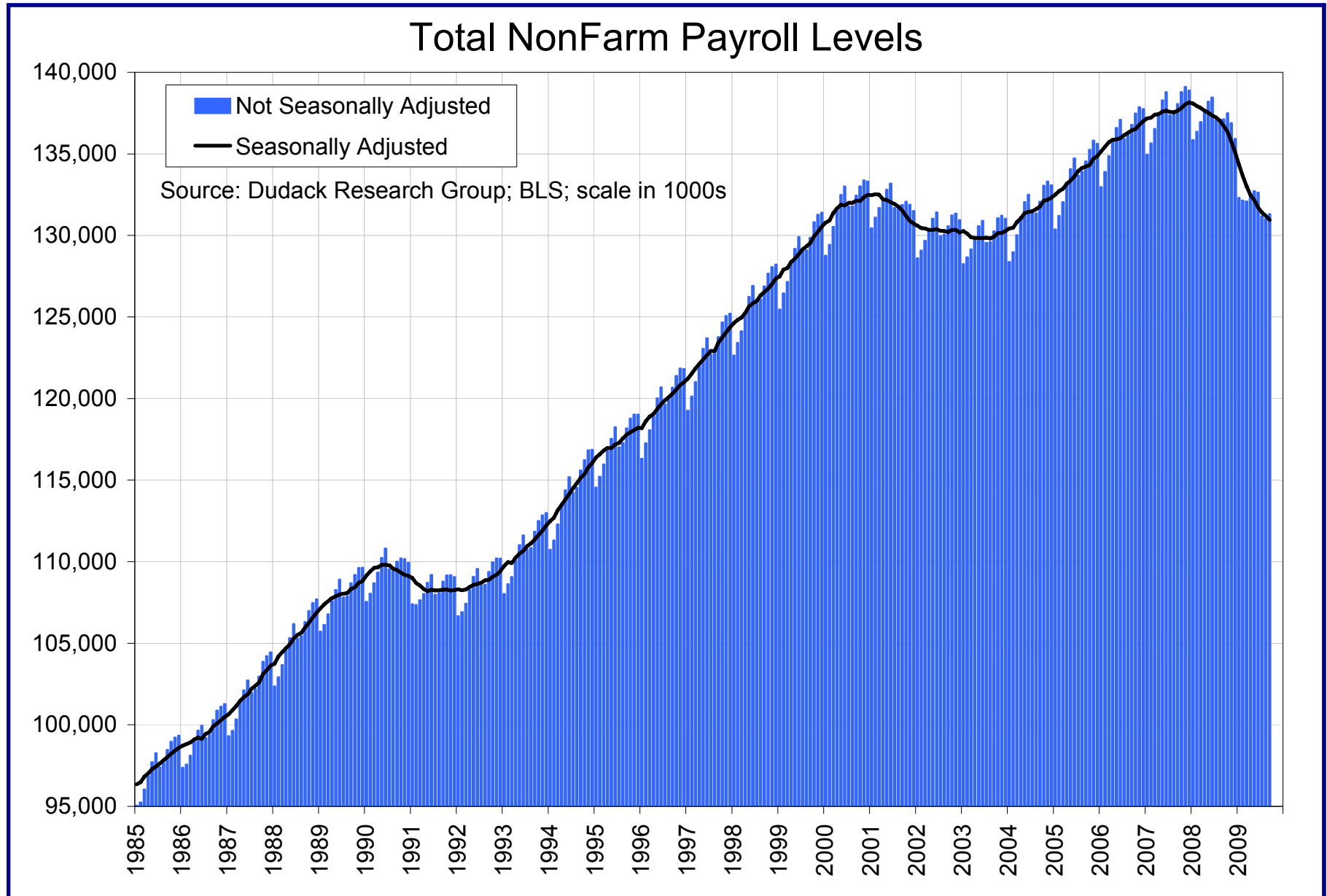
ECONOMICS: THIS IS THE WORST JOB MARKET SINCE THE 1940s



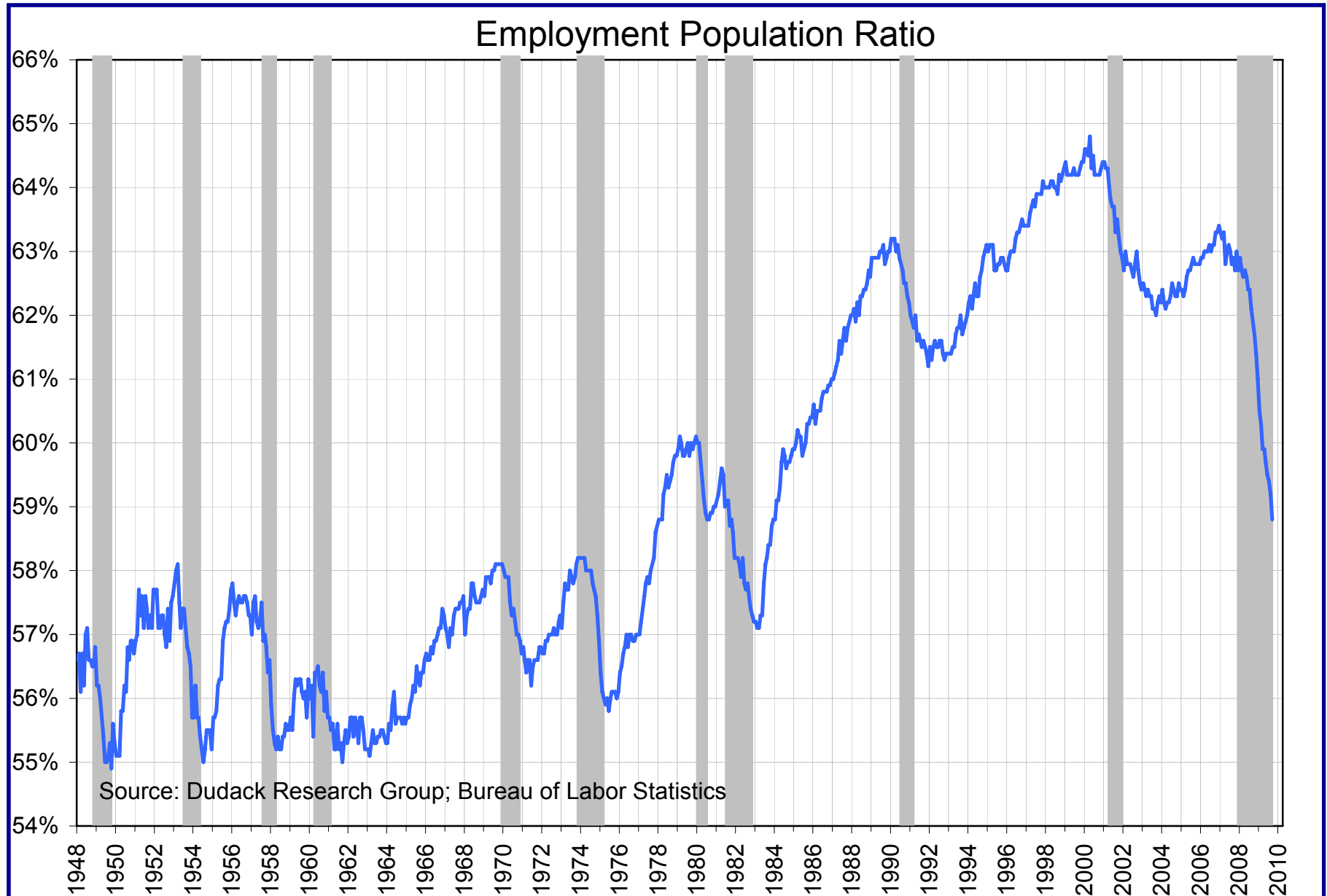
THE UNEMPLOYED HAVE BEEN RUNNING OUT OF UNEMPLOYMENT INSURANCE



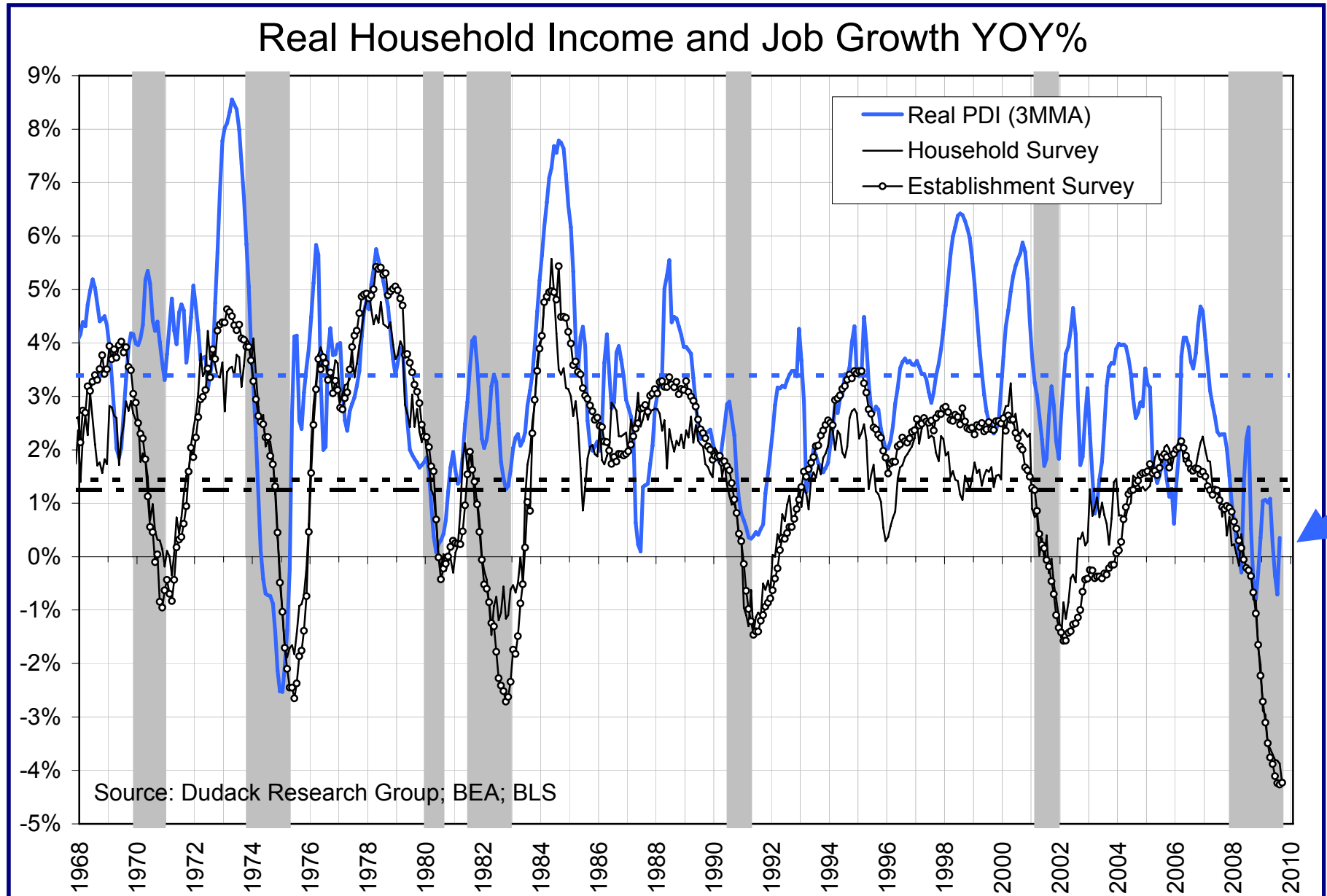
EVEN THE SEASONAL PATTERN HAS DISAPPEARED



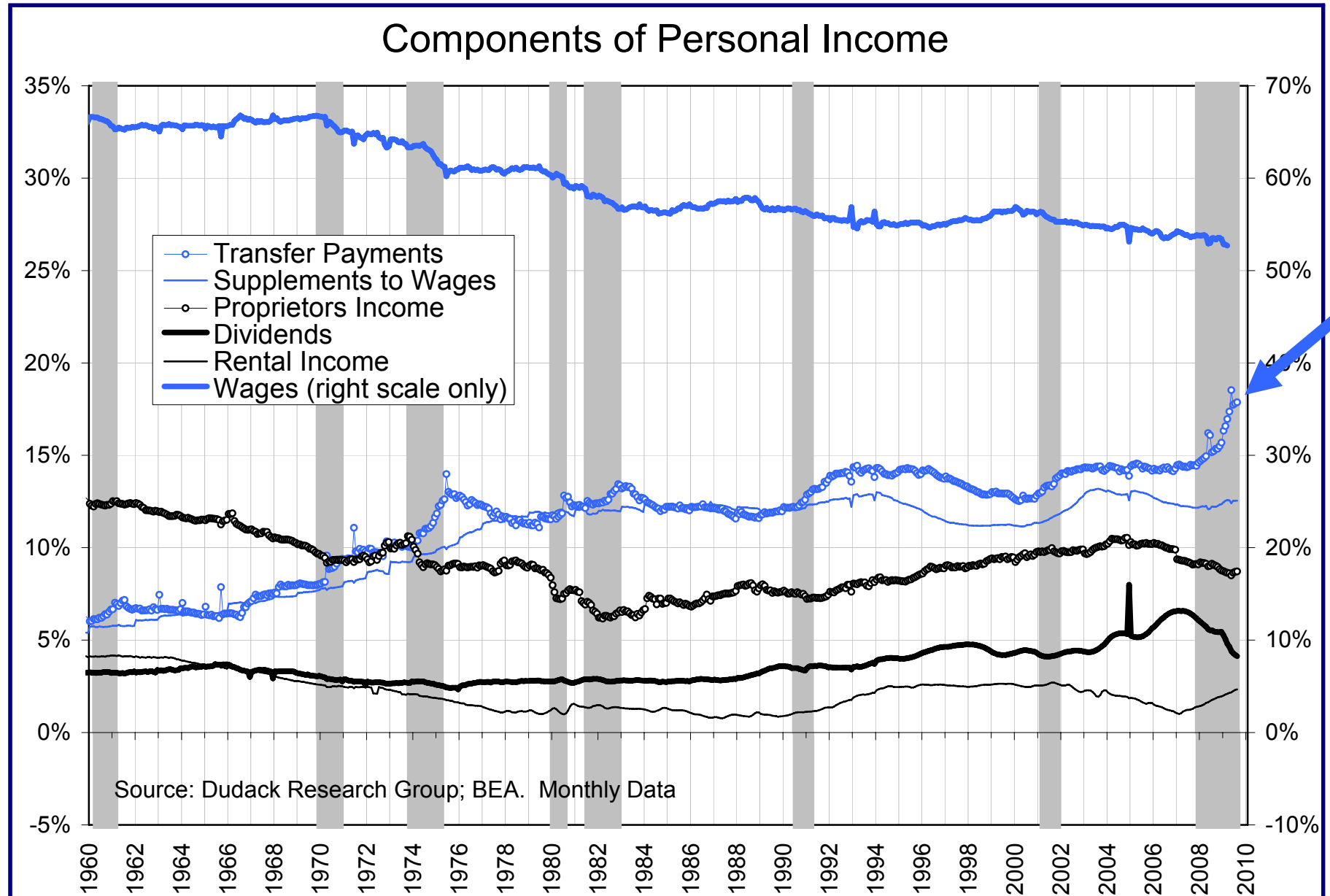
THE TWO-INCOME FAMILY IS IN TROUBLE



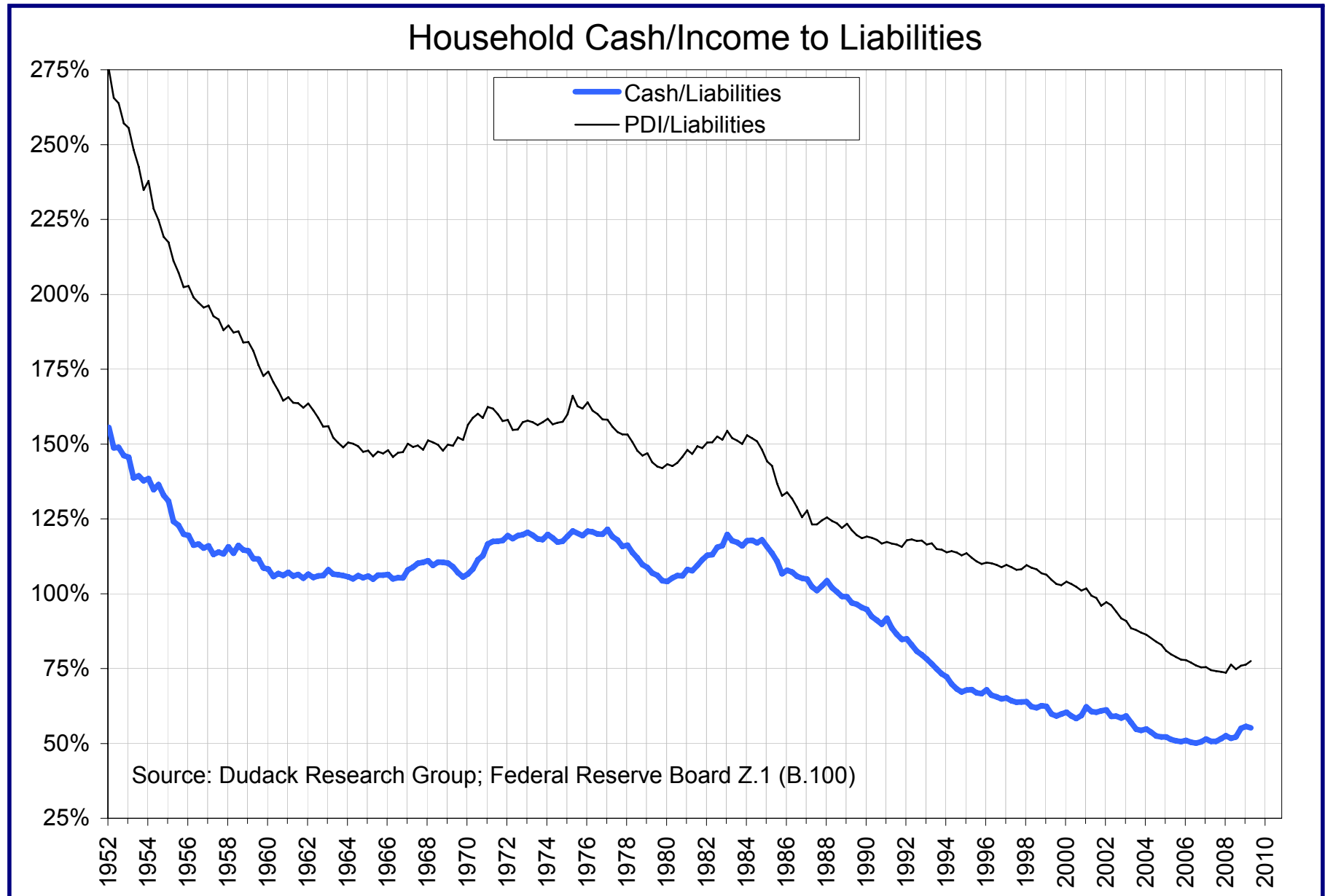
AND TOTAL PERSONAL INCOME IS NOT GROWING



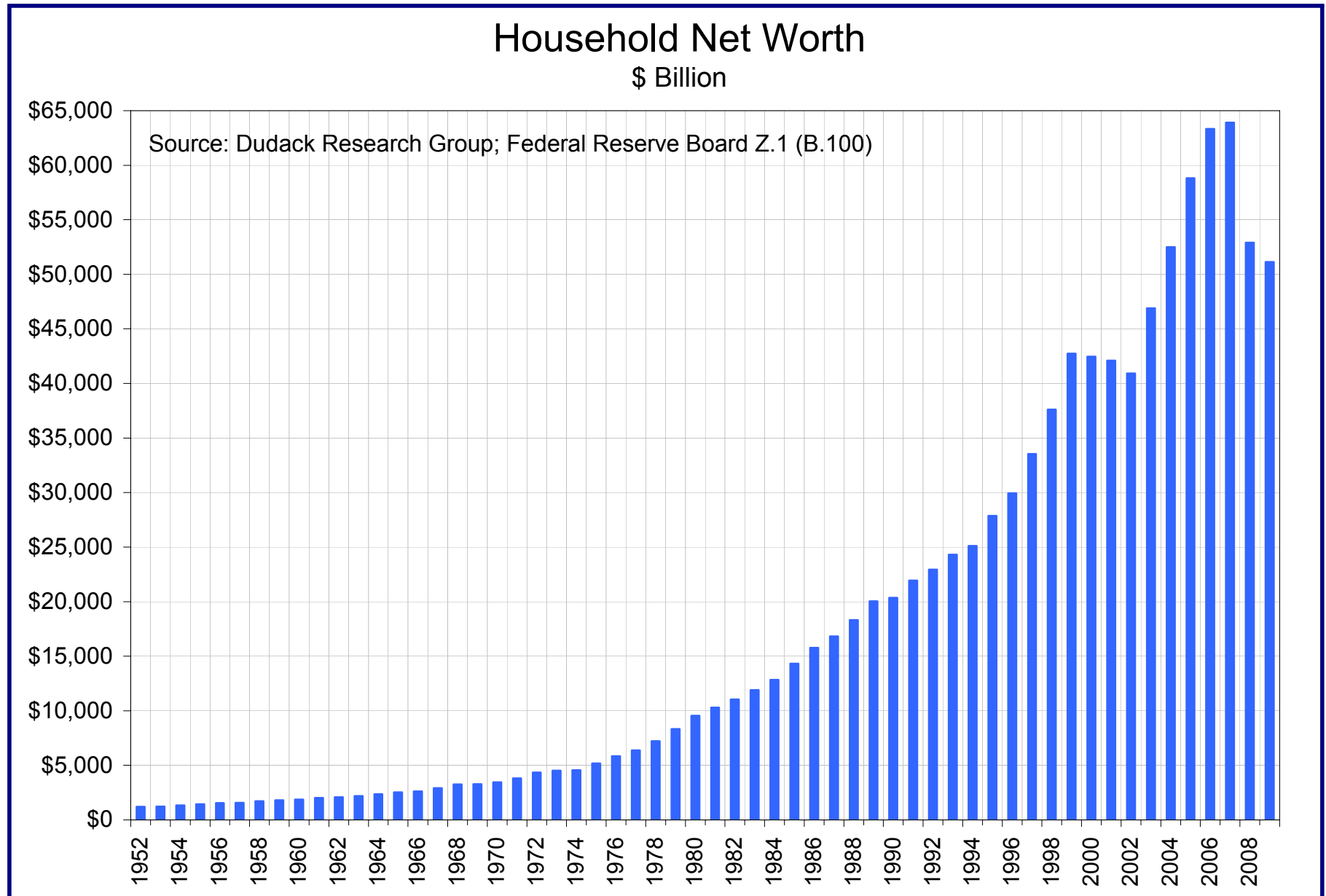
TRANSFER PAYMENTS = 18% OF PERSONAL INCOME, SECOND TO WAGES (53%)



DEBTS EXCEED ANNUAL INCOME OR CASH SAVINGS



AND HOUSEHOLD NET WORTH IS BACK TO 2003-2004 LEVELS ...



HOUSING ... ?



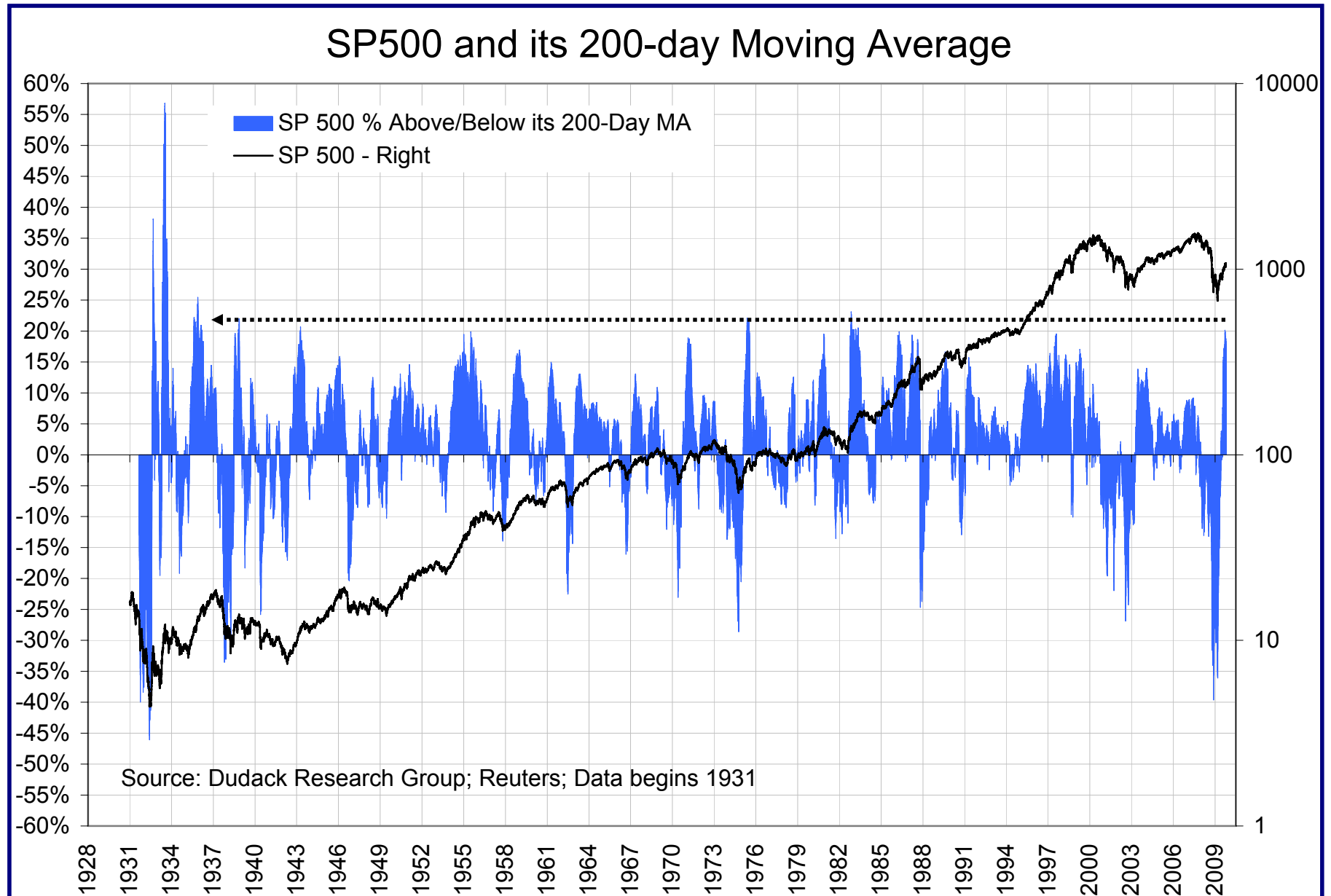
"GOING DOOR TO DOOR ISN'T WORKING. IT'S TIME TO REEVALUATE OUR BUSINESS MODEL."

WE HAVE ALREADY SEEN MORE THAN THE TYPICAL RECESSION (36% VERSUS 22.5%) AND POST-RECESSION (17% VERSUS 14%) MARKET ADVANCE

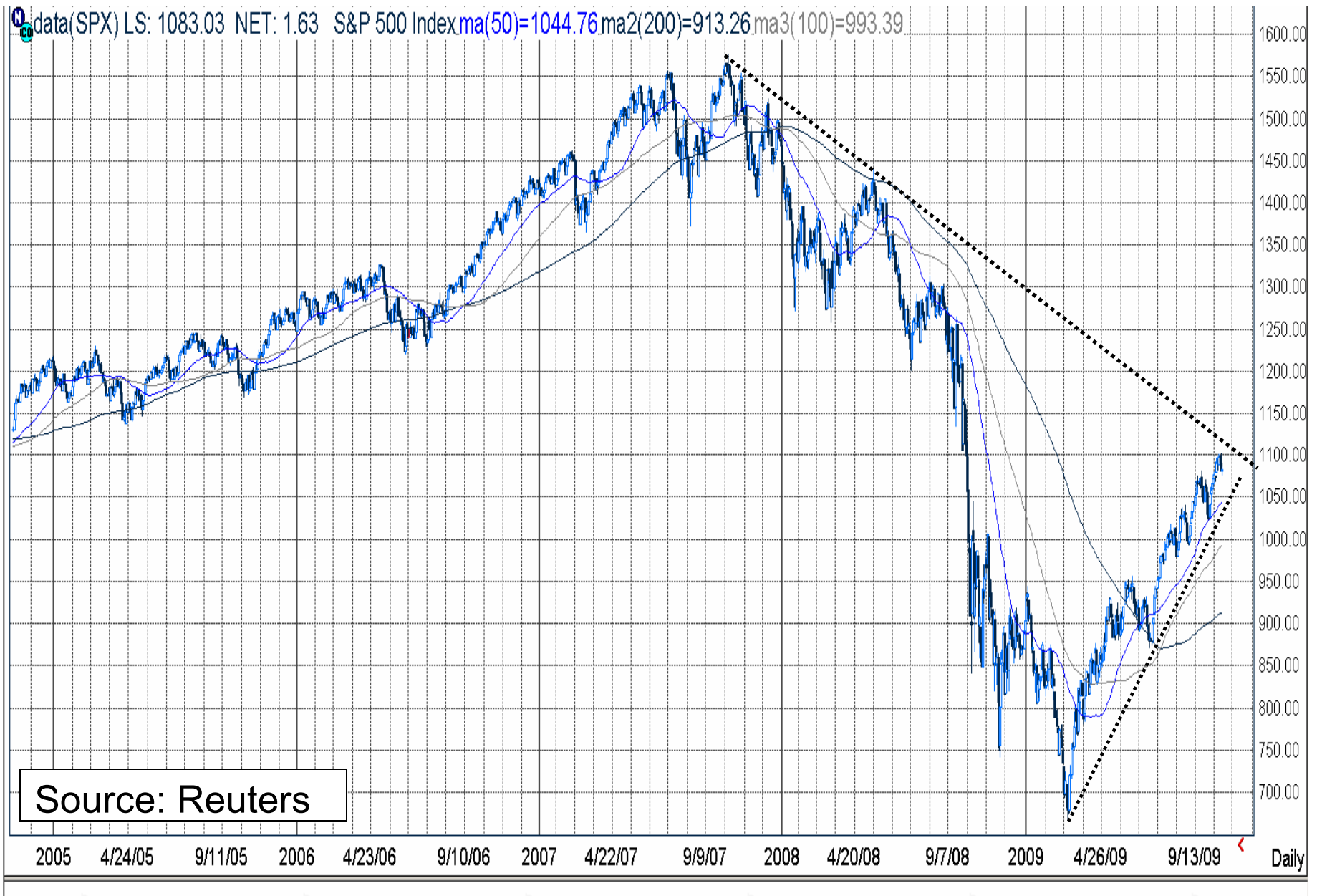
Stock Market & Recessions			CPI	Economy			Market			Earnings	
S&P 500 Low			All, NSA	Recession ended full Quarter:	Actual Recession	Length of Recession	SPX Trough leads Recession End	SPX from Trough to End of Recession	Performance 6 Months After Recession	Reported EPS (4Q Trailing)	
Date	Index	Rpt PE	YOY%	Date	Dates	Months	Months	% Change		Date	YOY%
July 8, 1932	4.41	9.0	-9.9%	Mar-33	Aug 29 - Mar 33	44	9	32.6%	68.0%	Dec-30	-40%
March 31, 1938	5.80	8.8	-0.7%	Jun-38	May 37 - Jun 38	14	3	36.0%	14.3%	Sep-38	-49%
March 26, 1945	13.39	13.9	2.3%	Dec-45	Feb 45 - Oct 45	9	7	24.3%	12.7%	Jun-46	-16%
June 13, 1949	13.55	5.9	-0.8%	Sep-49	Nov 48 - Oct 49	12	4.5	18.4%	12.7%	Mar-50	0%
September 14, 1953	22.71	9.2	0.8%	Jun-54	July 53 - May 54	11	8.5	28.5%	17.3%	Sep-54	3%
October 22, 1957	38.98	11.9	2.9%	Mar-58	Aug 57 - Apr 58	9	6	11.4%	18.2%	Sep-58	-17%
October 25, 1960	52.30	16.3	1.4%	Mar-61	Apr 60 - Feb 61	11	4	21.3%	7.3%	Mar-61	-9%
May 26, 1970	69.29	13.8	6.0%	Dec-70	Dec 69 - Nov 70	12	6	25.8%	14.3%	Dec-70	-11%
October 3, 1974	62.28	8.2	12.1%	Mar-75	Nov 73 - Apr 75	18	7	40.2%	2.0%	Sep-75	-15%
March 27, 1980	98.22	6.7	14.8%	Jun-80	Jan 80 - July 80	7	4	23.9%	6.5%	Mar-81	-5%
August 12, 1982	102.42	8.7	5.9%	Dec-82	July 81 - Nov 82	17	3.5	35.3%	17.2%	Dec-82	-18%
October 11, 1990	295.47	14.1	6.3%	Mar-91	July 90 - Mar 91	9	5.5	27.0%	3.4%	Dec-91	-25%
October 9, 2002	776.76	30.3	2.1%	Dec-01	Mar 01 - Nov 01	9	-10	-31.8%	-6.3%	Dec-01	-51%
Average		12.1				14	4.5	22.5%	14%		-19%
<i>March 9, 2009</i>	<i>676.53</i>	<i>98.6</i>	<i>-0.4%</i>	<i>?</i>	<i>Dec 07 - Jun 09?</i>	<i>19?</i>	<i>4?</i>	<i>35.9%*</i>	<i>18.0%*</i>	<i>Mar-09 ?</i>	<i>-89%</i>

Source: Dudack Research Group; Standard & Poor's (Trailing/Forecasted EPS); NBER; pre-1938 EPS from Shiller; market led recession's end 3.9 months if 2002 lag is included; *Mar low

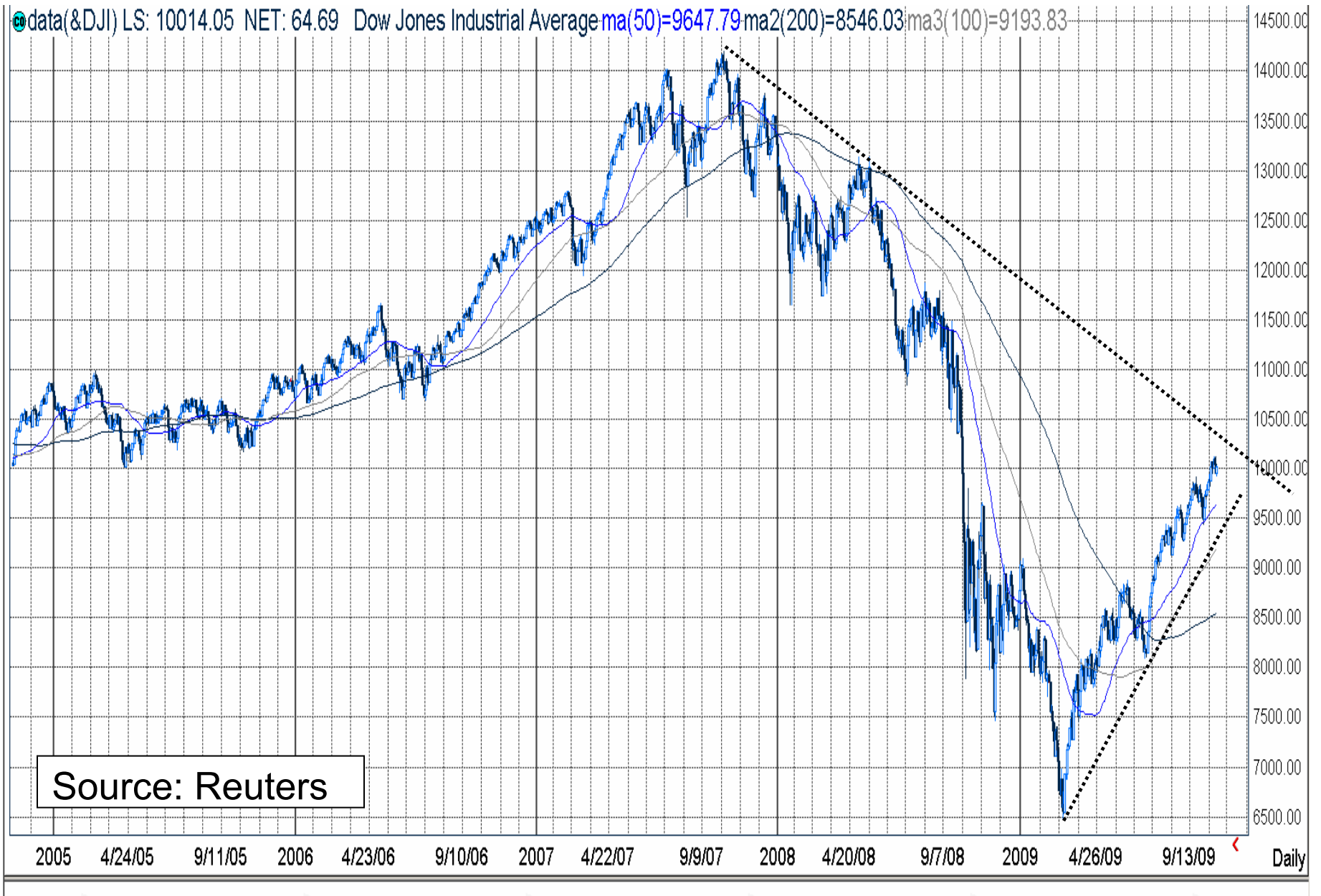
TECHNICAL DATA POINTS ARE HISTORIC



A CONVERGENCE OF TRENDLINES, I.E. RESISTANCE AND SUPPORT



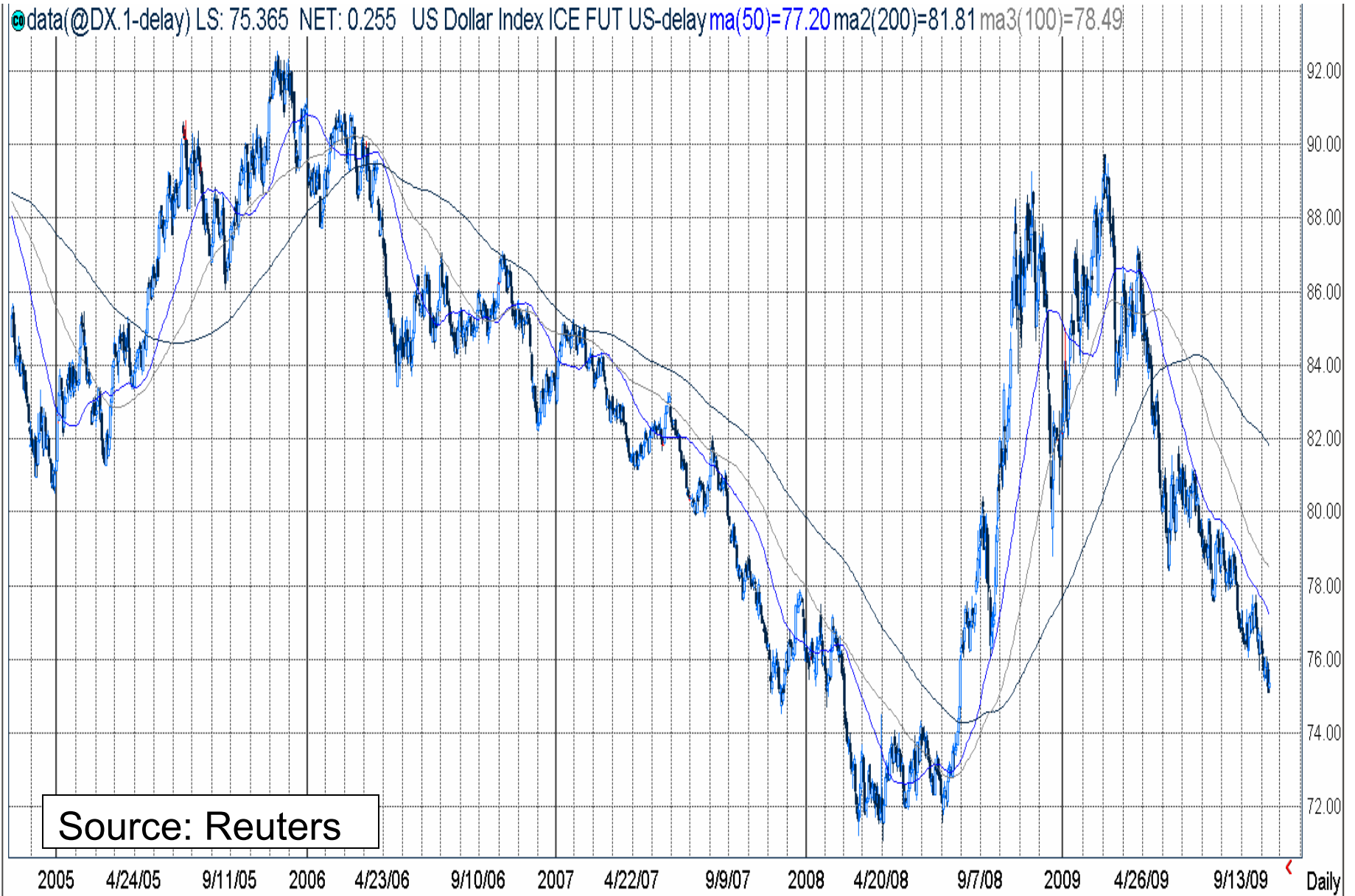
SIMILAR TO THE PATTERN IN THE DJIA



THESE WINGS ARE FROM A SALE IN FEBRUARY 2009. CAGI.ORG/ACTIONS.COM



TRADE WEIGHTED DOLLAR



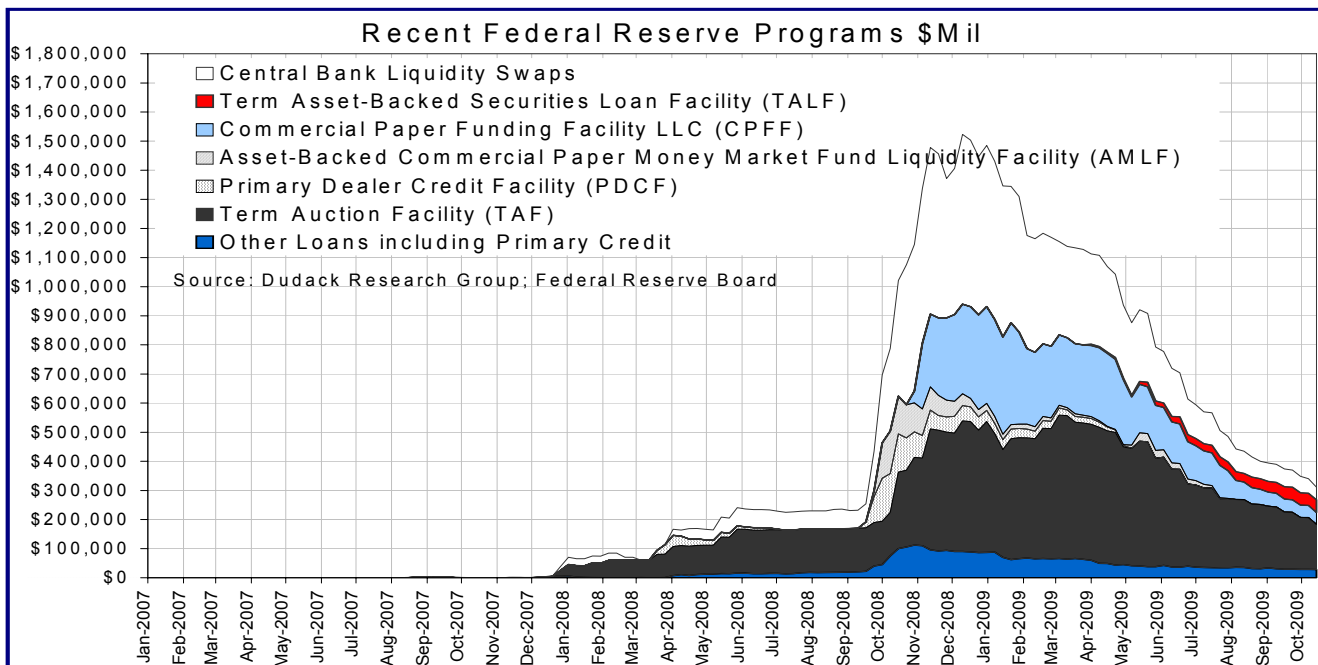
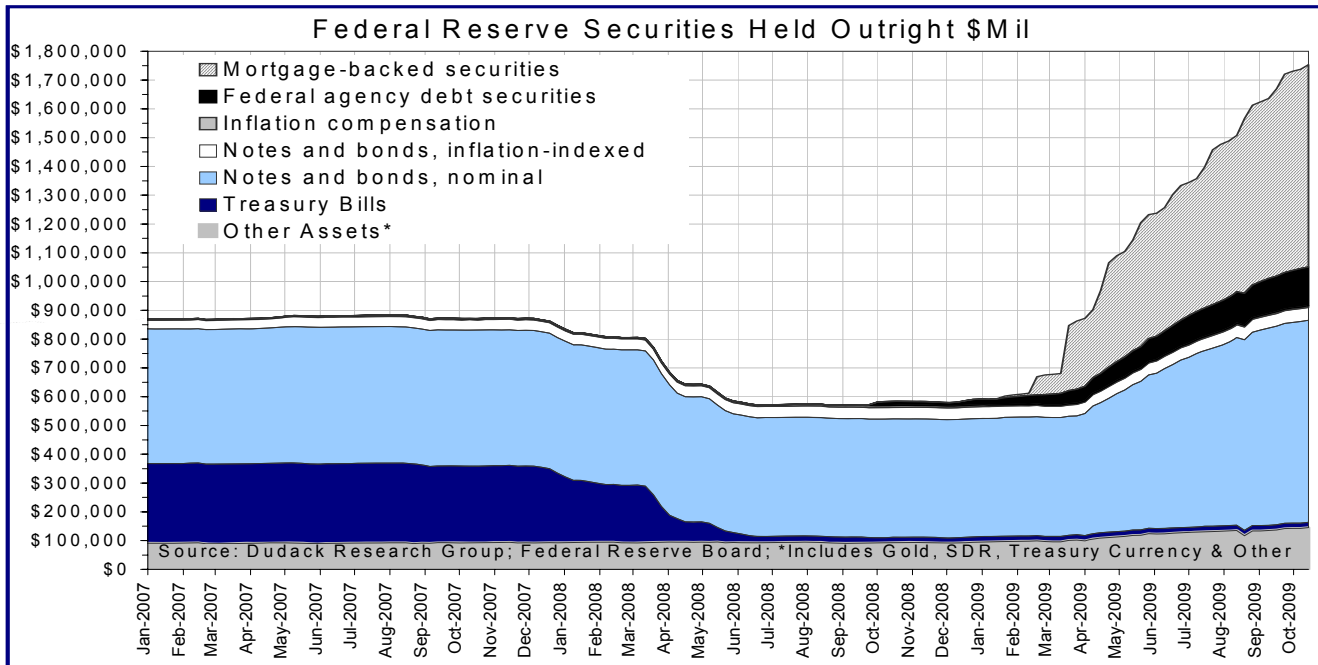
CRUDE OIL FUTURE



GOLD FUTURE



FEDERAL RESERVE'S BALANCE SHEET



Important Disclosures and Information about the Use of This Document

Regulation AC Analyst Certification

I, Gail Dudack, hereby certify that all of the views expressed in this report accurately reflect my personal views about the subject company or companies and its or their securities. I also certify that no part of my compensation was, is, or will be directly or indirectly related to the specific views contained in this report.

IMPORTANT DISCLOSURES

RATINGS DEFINITIONS:

Sectors/Industries:

“Overweight”: Overweight relative to S&P Index weighting

“Neutral”: Neutral relative to S&P Index weighting

“Underweight”: Underweight relative to S&P Index weighting

Other Disclosures

This report has been written without regard for the specific investment objectives, financial situation or particular needs of any specific recipient, and should not be regarded by recipients as a substitute for the exercise of their own judgment. The report is published solely for informational purposes and is not to be construed as a solicitation or an offer to buy or sell securities or related financial instruments. The securities described herein may not be eligible for sale in all jurisdictions or to certain categories of investors. The report is based on information obtained from sources believed to be reliable, but is not guaranteed as being accurate, nor is it a complete statement or summary of the securities, markets or developments referred to in the report. Any opinions expressed in this report are subject to change without notice and Dudack Research Group division of Midwood Securities, Inc. (DRG/Midwood) is under no obligation to update or keep current the information contained herein. Options, derivative products, and futures are not suitable for all investors, and trading in these instruments is considered risky. Past performance is not necessarily indicative of future results, and yield from securities, if any, may fluctuate as a security's price or value changes. Accordingly, an investor may receive back less than originally invested. Foreign currency rates of exchange may adversely affect the value, price or income of any security or related instrument mentioned in this report.

DRG/Midwood relies on information barriers, such as “Chinese Walls,” to control the flow of information from one or more areas of DRG/Midwood into other areas, units, divisions, groups or affiliates. DRG/Midwood accepts no liability whatsoever for any loss or damage of any kind arising out of the use of all or any part of this report.

The content of this report is aimed solely at institutional investors and investment professionals. To the extent communicated in the U.K., this report is intended for distribution only to (and is directed only at) investment professionals and high net worth companies and other businesses of the type set out in Articles 19 and 49 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2001. This report is not directed at any other U.K. persons and should not be acted upon by any other U.K. person. Moreover, the content of this report has not been approved by an authorized person in accordance with the rules of the U.K. Financial Services Authority, approval of which is required (unless an exemption applies) by Section 21 of the Financial Services and Markets Act 2000.

Additional information will be made available upon request.

©2009. All rights reserved. No part of this report may be reproduced or distributed in any manner without the written permission of Dudack Research Group division of Midwood Securities, Inc. The Company specifically prohibits the re-distribution of this report, via the internet or otherwise, and accepts no liability whatsoever for the actions of third parties in this respect.

Dudack Research Group division of Midwood Securities, Inc.

1230 Avenue of the Americas; 7th Floor

New York, NY 10022

917-639-4314

One Battery Park Plaza, 24th Floor

New York, NY 10004

212-742-9600