



9 Faculty Road
 Durham, NH 03824
 603.742.7100
 aol im: ebcapitalcampy

LG.		3/11/2008
Symbol	Sector	Quant
BEST		Rating
GILD	Healthcare	105
RIG	Basic Materials	105
APA	Basic Materials	100
ECA	Basic Materials	100
WMT	Services	100
ADM	Consumer Goods	95
BCR	Healthcare	95
DNA	Healthcare	95
DVN	Basic Materials	95
NUE	Basic Materials	95
MON	Basic Materials	90
MOS	Basic Materials	90
OXY	Basic Materials	90
ABV	Consumer Goods	85
BNI	Services	85
CSX	Services	85
GGB	Basic Materials	85
WORST		Rating
AMD	Technology	15
AU	Basic Materials	15
BRCM	Technology	15
DT	Technology	15
FNM	Financial	15
GM	Consumer Goods	15
HMC	Consumer Goods	15
MBI	Financial	15
MU	Technology	15
MXIM	Technology	15
NSANY	Consumer Cyclical	15
TM	Consumer Goods	15
XMSR	Services	15

General Notes:

Basics continue to score highest while tech and financials remain weakest. The Fed interrupted the corrective action again, halting the VIX prior to signaling an oversold reading. While we applaud the Fed's creativity, we would've preferred a mid-day announcement - allowing additional fear to be priced into equities. The action today clearly increases the risk the Fed is seeing greater risk of hedge fund and bank collapses. The move boosted the dollar, offsetting some devaluation from the pending rate cut. Short covering rallies can be used to lighten up at risk sectors. We saw basics sell-off as winners were sold to cover margin calls. Use any profit-taking to buy. Overseas demand for U.S. goods expanded 1.6% to a record \$148.2 bn. Ex-petroleum, the trade gap was \$32.1 bn, the smallest since October '02. Crude hit \$109 today. Nat gas, up 33% in 08, hit 2-year highs before pulling back. Seasonality remains bullish for nat gas and refiners – increase positions into profit taking. WLP cut its forecast, sending HMO's plunging. Biotech seasonal tailwinds are ending – healthcare is stock by stock. Use our best lists to position correctly. TXN cut guidance suggesting slower demand for wireless devices, including their biggest customer: NOK. Rallies should be used to reduce Internet and semi related until tailwinds return. LME copper stockpiles fell to the lowest since late August. Most metals traded up on hopes coordinated global central bank action will help ease recessionary pressures. Buy miners. In February, China's inflation rate rose to 8.7%, the highest in 11 years, with food costs rising 23%. China's export growth was 6.5%, smallest in 6 years. China's imports rose 35% to \$78.8 bn. Exports to the U.S. fell 5%. Imports from the U.S. rose 33% to \$6.1bn. China will continue to aggressively battle inflation, curtail commodity exports and ramp commodity imports to help ease price pressure. Own ag supply and equipment. 39 ships are now sitting off Newcastle Coal Terminal, up from 37 last week. Use pull-backs to buy coal mining and mining equipment stocks.