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### Monthly Update

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## Bank Meltdown... or Opportunity!

**The banking crisis is such that the FDIC may run out of bank bailout money. This had Treasury Secretary Paulson on one knee before House Speaker Nancy Pelosi a few days ago. With the future of thousands of banks in the balance, the \$700 billion bank bailout bill has to pass.**

**Our analysis, see bank HVI's in this letter, indicates this represents a rare opportunity to invest in bank and financial funds. And our chart of the Rydex banking fund on page 2, RYKIX, illustrates that the low occurred in July and banks are in an up-trend.**

**The S&P500 is down 17% and the Nasdaq 100 index is down 20% year to date. Significant drops in both these indices occurred in the last month. These volatile markets are best left to professional money managers.**

**It is obvious to a casual observer that a buy-and-hold strategy, and counting long-term morning stars are inadequate investment techniques. Unfortunately for their clients, sales-oriented advisors employ these failed approaches.**

**Because the markets can turn quickly, be ready. May the market be with you!  
(September 26, 2008)**