

The Squeeze Play

Portfolio Adjustments - 09/24/01 Opening Hour

Our tactic remains one of trimming the non-performing short positions from our portfolio. Our "confidence" indicators are suggesting that for the short-term, the selling is overdone.

We are therefore pruning two more issues from our portfolio, covering our shorts in **GE (\$33.60)** and **UTX (\$44.00)**. Keep in mind, as we cover our shorts, we are in the process of raising cash.

Here is our portfolio as it now stands:

MODEL					Price						
PORTFOLIO			Date of	Basis	9/24/01	Delta	Days	Date of	P&L%	P&L%	
			Opening		or on		in	Closing	9/24/01	Annual	
			Trade		Close		Trade	Trade			
APA	S	APACHE	6/26/01	\$51.98	\$47.84	-\$4.14	81	3/17/01	7.96%	35.89%	
NBL	S	NOBLE AFFILIATE	6/26/01	\$37.01	\$34.60	-\$2.41	81	3/17/01	6.51%	29.34%	
SLB	S	SCHLUMBERGER	6/26/01	\$54.52	\$45.68	-\$8.84	88	Open	16.21%	67.25%	
SGY	S	STONE ENERGY	6/26/01	\$43.51	\$39.28	-\$4.23	81	3/17/01	9.72%	43.81%	
CMVT	S	CONVERSE TECH	7/16/01	\$26.03	\$24.25	-\$1.78	64	3/20/01	6.84%	39.00%	
MSFT	S	MICROSOFT	7/24/01	\$67.09	\$50.18	-\$16.91	60	Open	25.20%	153.33%	
KLAC	S	KLAC TENCOR	7/24/01	\$49.21	\$34.43	-\$14.78	60	Open	30.03%	182.71%	
QUAL	S	QUALCOMM	7/24/01	\$60.85	\$46.50	-\$14.35	60	Open	23.58%	143.47%	
CSCO	S	CISCO	7/24/01	\$18.27	\$12.50	-\$5.77	60	Open	31.59%	192.16%	
UTX	S	UNITED TECH	8/9/01	\$72.36	\$44.00	-\$28.36	53	3/24/01	39.19%	269.91%	
GE	S	GENERAL ELEC	8/9/01	\$42.76	\$33.60	-\$9.16	53	3/24/01	21.42%	147.53%	
IBM	S	IBM	8/29/01	\$102.80	\$94.50	-\$8.30	29	3/20/01	8.07%	101.62%	
SNE	S	SONY	8/29/01	\$47.25	\$38.00	-\$9.25	33	Open	19.58%	216.53%	
									=====	=====	
									18.92%	124.81%	

L=Buy Long, S= Short Sale % Buys = 0% % Shorts = 100%

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