



>: Inside the Market's recent Dropâ€¦

Friday, June 9, 2006 / Dylan Jovine

For those of you who have been surprised about the market's recent drop, I'd like to share with you a direct excerpt from what I wrote to members of Fallen Angel Stocks in the April issue.

When I wrote it, the market was over 1,000 points higher than it is today, and the front page of Barron's the following week proclaimed that many of its fund managers were predicting the market to go over 12,000. Everybody was as bullish as I've seen in some time.

As you might have guessed by now, I predicted the market was going to drop. But I am not writing today to brag or say "I told you so." To be brutally frank with you, my own sense of self-worth has little to do with the opinions of other people.

Instead, I have two specific reasons to share this with you:

The first is to remind you not to lose perspective and get nervous about it. As I explain below, what's happening is simply a paradigm shift as the markets finally begin to "price in" higher interest rates and other ri

The other reason is because, unlike many competing financial advisory services, we take our obligation to share our experience with our readers very seriously. I'm not saying that our competitors don't take their obligations seriously. What I am saying is that many just don't have the capacity to break it down like this. That's what separates us from 99% of our competitors.

Unfortunately, for that piece of the article you'll have to [become a member of Fallen Angel Stocks](#)

Fortunately, that could be one of the best investments you'll make all year.