



UNITED ASSET STRATEGIES, INC.

"planning for a lifetime"

April 2007

To our clients and friends,

Slowing U.S. economic growth along with rising oil prices and unrest in the Middle East have not crippled the stock markets, so far, in 2007. Low unemployment, rising personal wages and a relatively low-income tax environment are allowing the U.S. consumer to keep on spending; thus, the soft landing and a positive environment for the markets continue.

China for the second time this year has increased the reserves necessary for banks, making lending slightly more restrictive and curtailing economic expansion in that country. On February 26, 2007, the first time China announced this bias towards tightening lending, global markets retreated as much as 17% in one morning. Our disciplined stop-sell strategy was an effective safety net for clients with individual stock portfolios. If you would like to learn more about this defensive strategy, or to learn more about selling covered calls on larger positions, please call our office. We would be happy to review these important principal protection strategies.

We expect continued volatility in the markets and consider a significant price improvement a profit-taking opportunity and substantial drops in the market, if *short-term event driven*, a buying opportunity.

The first quarter performance for the major stock market indices were:

S&P500	+0.18%
Dow Industrials	-0.87%
NASDAQ	+0.26%
Merrill Lynch (Taxable) Bond	+1.53%
Municipal Bond Buyer	-0.59%

Recent visits with many of our clients have resulted in reviews of important estate planning documents, healthcare directives and long-term care plans in place. As Certified Financial Planners®, we calculate the amount of life insurance you need, rather than round to the nearest \$1Million like so many "sales people." If you would like to avail yourself of this free consultation service, contact our office for an appointment today.

United Asset Strategies, Inc. is pleased to announce that we will once again sponsor a Blood Drive this June on behalf of Long Island Blood Services. Last year 35 pints of blood were donated from concerned citizens. We look forward to this terrific event.

The Professional Staff at United Asset Strategies, Inc