



UNITED ASSET STRATEGIES, INC.

"planning for a lifetime"

July 2009

To our valued clients and friends,

The second quarter of 2009 offered glimmers of economic improvement with stock markets here and abroad responding positively. The major U.S. and International indices rose nearly 38% since the March lows. A flight from the safety of U.S. Treasury Bonds lifted the ten year yield from 2.4% to 3.5%, as yields move inversely to prices. We do not believe we are out of the U.S. or global recession yet and describe the recovery as fragile, at best.

Caution remains our investment strategy. Attention to sector rotations caused recent profit taking and principal protection in the materials and defense sectors. Momentum opportunity caused entry into the international currency markets and our diligent pursuit for companies rewarded by the current Administration stimulus awards continues.

Our efforts to grow our clients' portfolios lead us to areas outside of the U.S. as Asia continues to offer the largest and fastest growth in GDP. Additions to Asian holdings through stocks, ETF's and currency will continue via dollar cost averaging.

We are disturbed by the number of Preferred Stock exchange offerings being made by Mega-Cap Corporations in an effort to improve their balance sheets. For our clients seeking regular income, a reduction in our preferred stock holdings (which have appreciated considerably off their winter lows) and a shift into fixed income bonds will accelerate.

United Asset Strategies is pleased to report that we held our fourth annual Blood Drive in early June. In spite of pouring rain, the blood donors arrived on schedule, again enabling United to make a contribution to our Community.

We look forward to hosting a Client Loyalty Dinner to thank you for your business on October 1, 2009. The award-winning Garden City Hotel is the intended location. Please *"save the date"* on your calendars. Our tentative topics include inflation protection through proper asset allocation and a recap of year-end income tax reduction opportunities created by the American Recovery and Reinvestment Act.

With July being the month we celebrate our Independence Holiday, please take a moment to reflect upon our freedoms and to appreciate our great country – the United States of America.

The Professional Staff of United Asset Strategies, Inc