



**Dynamic
Currency
Debt
Management**

3rd Quarter 2008 Second Interim Report 3 Sep 2008

Our historically tested way of interpreting the CONSENSUS Market Sentiment Index

We interpret Market Bullish / Bearish Sentiment in the following way:

High Bullish Sentiment in a bull market is a normal occurrence and thus it does not provide any significant reading. This can be observed in the peaks of the blue line in the graph below; at best they predict small setbacks in the major trend.

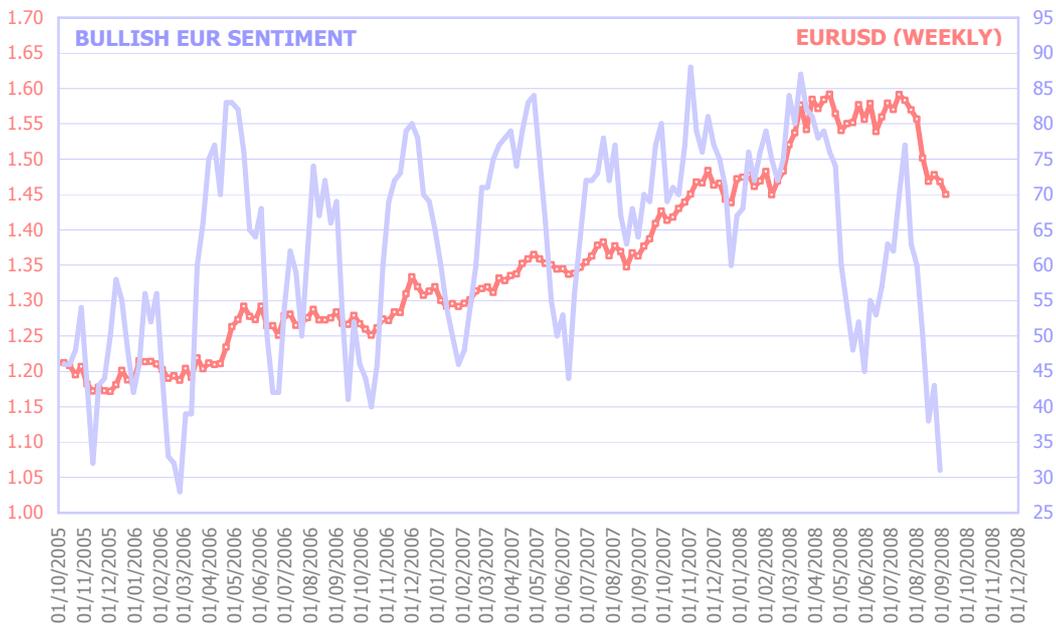
What is important though, to observe is DIVERGENCE:

IF Market Sentiment (blue line) is matching a low level on a previous occasion (the current level which matches the low level visible in March 2006), BUT at a significantly higher market price level, THEN we are provided with a potentially very powerful reading.

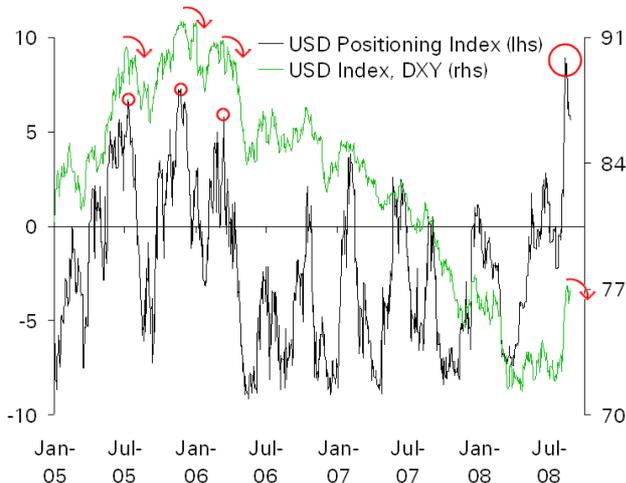
EURUSD bullishness in March 2006 - when the price was at 1.19 and indicated a buying opportunity was as low as the current level: traders have turned as bearish here - at 1.45 as they were at 1.19 in early 2006. It is the divergence that provides the strong reading.

A EURUSD is in the cards. As history also shows, it may take several weeks to materialise.

CONSENSUS Market Sentiment Index points to EURUSD bottom forming



Contrarian Indicator USD Positioning Index at an unprecedented high level



DynexCorp has the option to switch euro loans into *lower interest rate* currencies, with emphasis on added value if such currencies *depreciate* against the euro.

Current prime candidates for this have recently been the US dollar and the Japanese yen (see graphic to the left).

Borrowing can become an advantageous business if loan balances can be reduced through a) interest rate reduction and/or b) dynamic switching to weaker currencies. Interest rates for different currencies vary greatly. Switching loan balances into low interest rate currencies can reduce the interest burden. Switching loan balances into currencies that fall against the original loan currency can also reduce the loan burden. DynexCorp uses a combination of both to achieve benefits for the borrower.

For further information please contact:
Marlene Harrison, DynexCorp Ltd
8 rue de la Rôtisserie,
CH-1204 Geneva, Switzerland
+41 22 317 8888
+41 22 594 8880
info@dynexcorp.com
<http://dynexcorp.com>

Disclaimer:
This document serves for informative purposes only and does not constitute an offer or solicitation to purchase or sell any investment products. Investors should base their investment decisions. Past performance is not necessarily indicative of future performance. This document is confidential, intended solely for the information of the person to whom it was delivered, and may not be redistributed without DynexCorp's consent. All rights reserved. No element of this publication may be copied, electronically or otherwise, without prior written consent of the DynexCorp.