

McCarthy Asset Management, Inc.

Registered Investment Advisor

October 2, 2008

Dear MAM Client,

Since September is quarter-end, I am keeping this month's Commentary very short. We will send out the quarterly reports starting this afternoon. In it I have a lot to cover:

- The performance of the stock market and MAM portfolios for the quarter and year-to-date
- An extensive discussion regarding the Federal Government's financial bailout bill, whose narrow defeat in the U.S. House of Representatives on Monday led to the worst one-day percentage drop for the S & P 500 in 21 years. Last night the Senate easily passed a revised version of the Bill. The House of Representatives is expected to vote again tomorrow.
- My current outlook for the stock market and recommendations regarding what investors should do
- I explain why anyone interested in refinancing a jumbo mortgage of up to \$729,750 may want to act soon
- Referrals: Given the uncertainty created by the tremendous financial turmoil and the sharp drop in the stock market, now may be a time when investors need guidance and assistance.

We have already uploaded to the MAM Web site (www.mamportfolios.com), the September 2008 month-end values and year-to-date performance for client portfolios.

Please let me know if you have any questions or comments, particularly during these turbulent times.

Steve McCarthy, CPA, CFP