LTBC
CAPITAL ADVISORS LLC

Dear Investor Friends, July, 2008

LTBC Capital Advisors was established in 2005 to provide investment advise and portfolio services to help clients achieve their investment goals. We believe that diversification is the key to both preserving capital and achieving a competitive long-term return. Diversification is achieved by casting a wide net. We seek companies and industries across the entire market cap spectrum as well as embracing both value and growth. We believe in GARP or growth at a reasonable price. Past performance is no guarantee of future results but we believe our unique approach and experience through multiple market cycles helps achieve reasonable returns while limiting the downside in difficult times.

In July, we officially entered bear market territory for both the Dow Jones Industrials and the S&P 500 indexes. A bear market is defined as a 20% drop from the recent highs. The 2nd quarter ended 6/30/08 was the third consecutive negative quarter for the S&P 500 (first time since 1977-78). There have been eleven bear markets since WW II with an average duration of eleven months and a negative return of 30.4%. The two longest in this period lasted twenty-one months; both were associated with oil shocks in 1973-74 and 1980-82 (losses of 48% and 27% respectively). Regardless if this current period is an average bear market or not it is very likely that we are much closer to the end of this bear than the beginning. Bear markets are typically followed by massive recoveries where investors not only recoup their bear market losses but also often go considerably higher in the following one to three years. Bear markets provide attractive entry points for new positions and to add to current holdings at depressed prices.

Some prognosticators are making analogies between the current period and the 1970's. Despite oil spiking up and commodities rising the other important factors are very different. In the1970's inflation averaged over 8% and interest rates were persistently high, near and above double digits for protracted periods. The1970's were a lost decade or range bound period for stocks where the old high was not eclipsed for good for the entire decade. The high achieved in the late 1960's was not topped to stay until 1982. Currently we are again below the highs of 2000-01 or again range bound. Otherwise: things are very different, interest rates are low, inflation remains contained, oil and energy are less than 20% of manufacturing costs as opposed to closer to 40% in the 1970's and corporate profits in general remain robust.

The end of the depressed markets of the 1970's came about with the taming of inflation and lowering of interest rates. The eventual end of the range bound market of the 1970's also brought on the biggest and longest lasting bull market in stock market history.

Please feel free to contact us to discuss our current market outlook or the particulars of your portfolio.

Respectfully,

Pierre Poulin
Principal

LTBC Capital Advisors
Composite Equity Returns
Periods ended 6/30/08

	S & P 500 Index @	LTBC Composite Equity Accounts @@
3 Months	-2.7%	3.3%
6 Months	-11.9%	-4.6%
9 Months	-14.9%	-0.7%
1 Year	-13.1%	0.6%
Since Inception 2.5 Years @@@	3.0%	11.8%

@ = S&P 500 Index includes reinvested dividends
@@ = LTBC Composite Returns are net of fees
@@@ = Multi-year returns are Annualized

61 Park Drive, Suite #8, Boston, MA 02215 • 617-423-2050 Office
617-816-0787 PDA • 617-424-1803 Fax • www.ltbccapital.com web-site