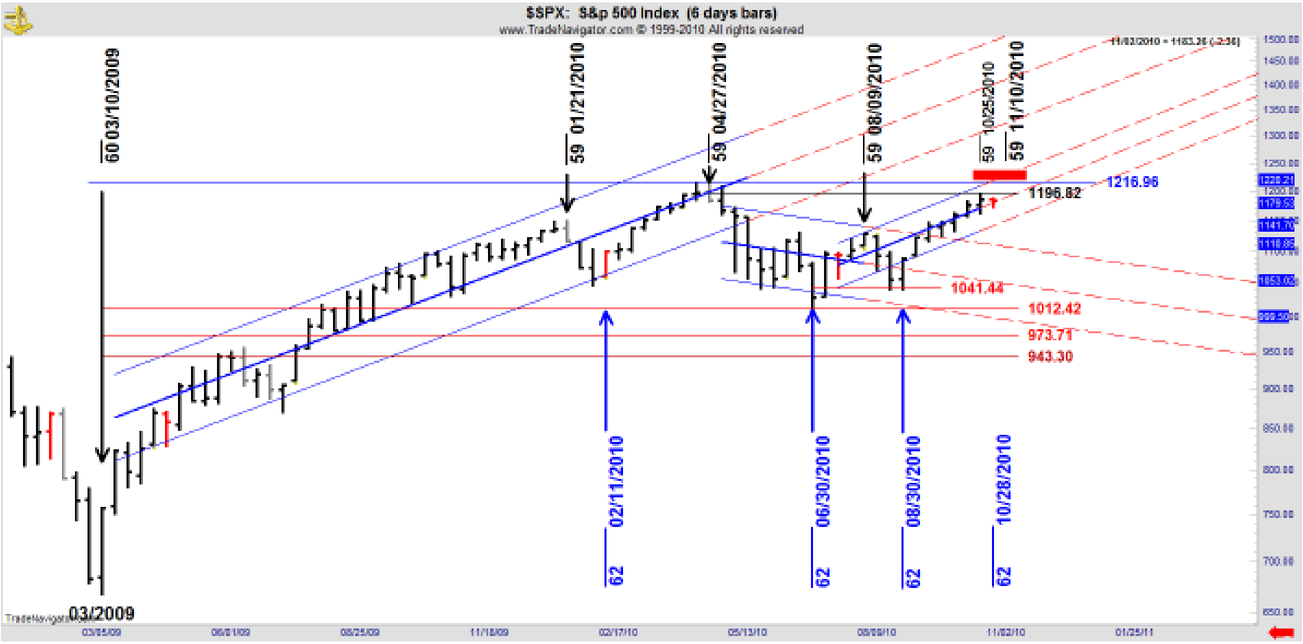
01 November 2010

Long Term Trend Charts-Major Markets-S&P, Gold, DX, Oil, US T Bonds & EUR-USD

S&P

On 6 Day Regression Channel, trend is: UP
On 12 Day Regression Channel, Trend is: UP
On 24 Day Regression Channel, Trend is: UP

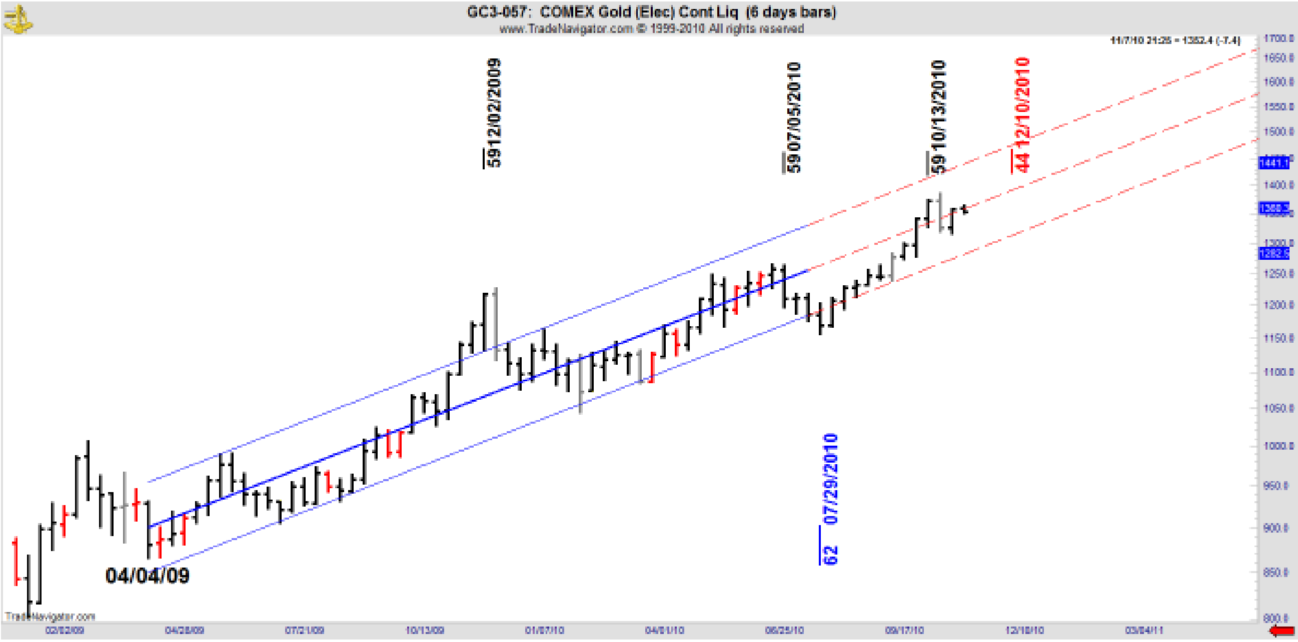


No change. S&P has advanced to the DC Black line at 1196. This is the last point of resistance for the operating swing. A close above the Black line implies that the swing will be violated shortly. We now have a recognised DC price target and this market is in the beginning of an unusually extended zone for the expiry of the dominant time cycle.

As usual, only price action will confirm any change in trend.

Gold

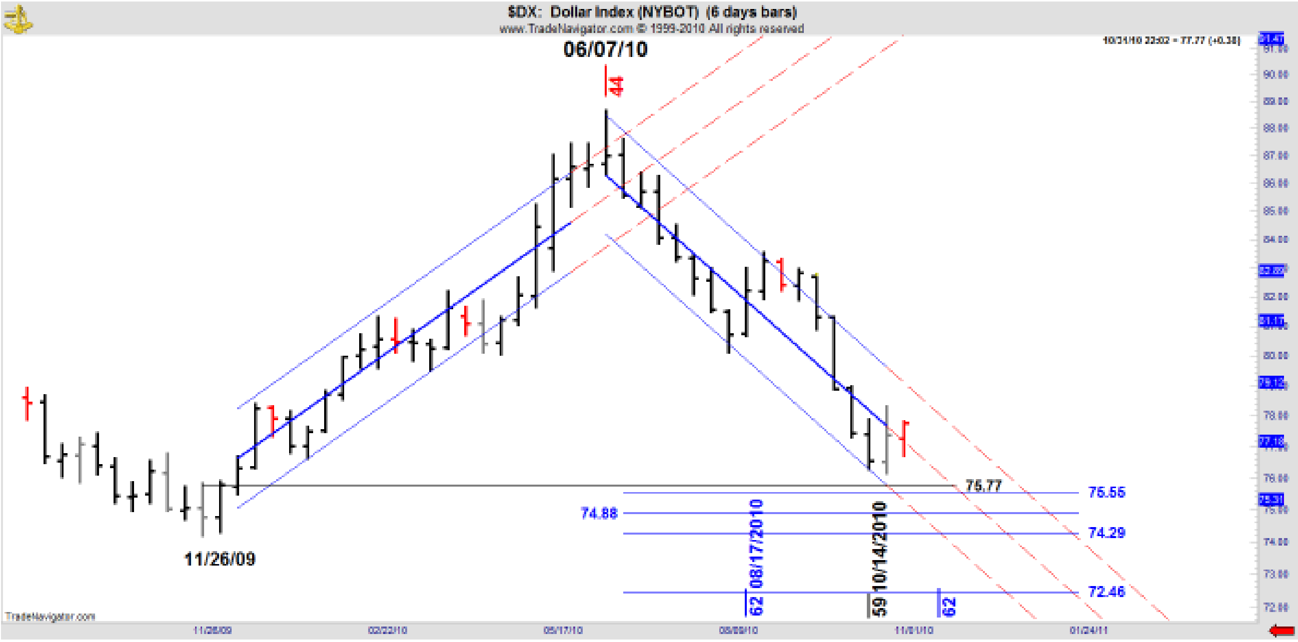
On 6 Day Regression Channel, trend is: UP
On 12 Day Regression Channel, Trend is: UP
On 24 Day Regression Channel, Trend is: UP



No change. The 10/13 time cycle expiration in Gold was followed by a DC Sell signal from the T.03 PLUS suite for Friday 10/15, which was duly elected. Possibilities at major time cycles range from a mere vibration to a complete change of trend. Only subsequent price action will determine those probabilities, but the continuing interaction of Gold with the DX 59 week time cycle rather than its own traditional vibration of 44 tells us everything about the driving force in this market.

US Dollar Index (DX)

On 6 Day Regression Channel, trend is: DOWN
On 12 Day Regression Channel, Trend is: DOWN
On 24 Day Regression Channel, Trend is: DOWN



Trying to build a bottom here. More price action is required.

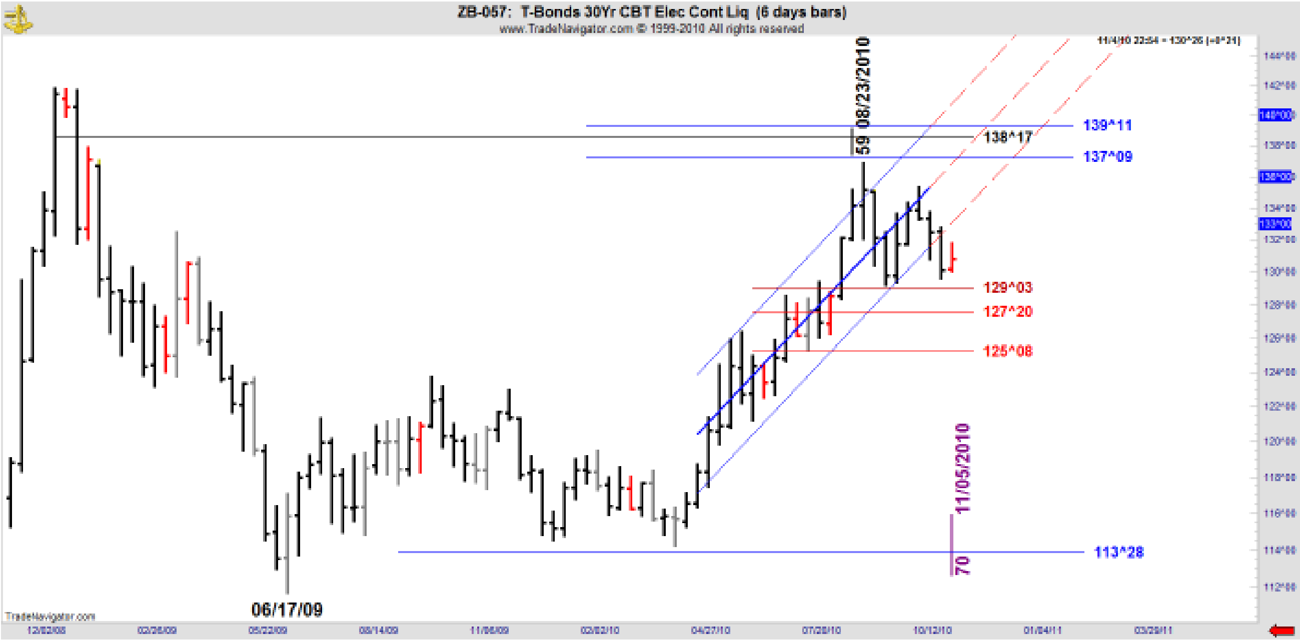
OIL

On 6 Day Regression Channel, trend is: DOWN, but now with *two* conditional Buy signals.
On 12 Day Regression Channel, Trend is: DOWN, but is close to voiding the Sell signal.
On 24 Day Regression Channel, Trend is: UP

No change here.

US T Bonds

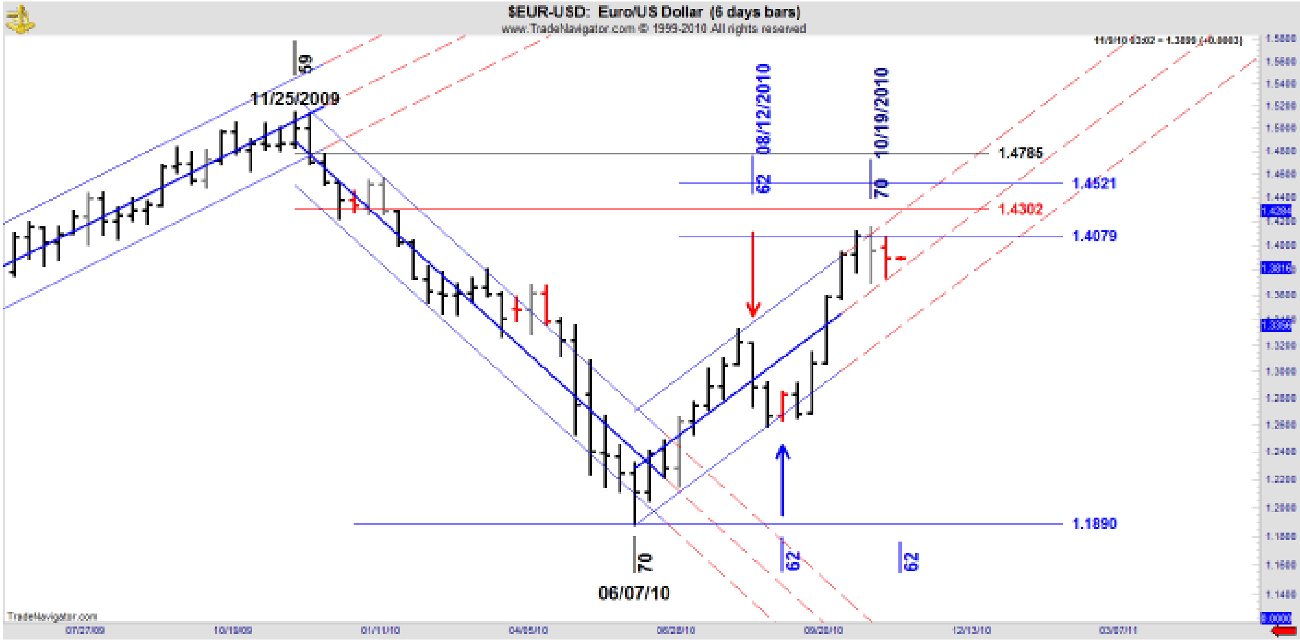
On 6 Day Regression Channel, trend is: UP, but now has a conditional Sell signal on this time series.
On 12 Day Regression Channel, Trend is: UP
On 24 Day Regression Channel, Trend is: UP



There is a DC “Heathen” time cycle of 70 weeks expiring 11/05. This market is not known to use this unusual time cycle, but it has appeared in other markets recently so we will watch with interest.

EUR-USD

On 6 Day Regression Channel, trend is: UP.
On 12 Day Regression Channel, Trend is: UP.
On 24 Day Regression Channel, Trend is: UP.



Nice snap back vibration to recognise the DC "Heathen" time cycle at 10/19. There is a 62 week time cycle expiring on 11/09 which has historically provided support to this pair.