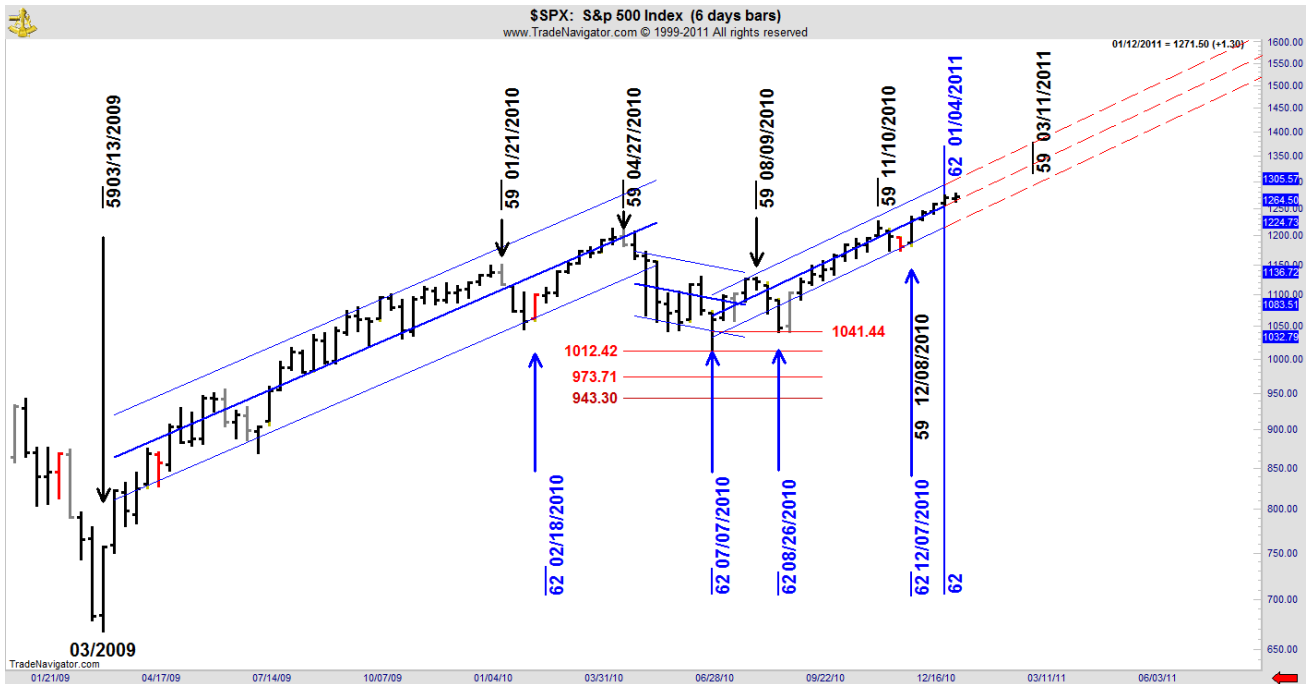# 09 January 2011-Long Term Trend Charts-Major Markets

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

Last week we had a 62 DC week cycle expiring. In this market, the 59 week cycle has been resistance and given us intermediate tops since the 03/2009 low. But note from that low, we can get major lows as well as tops. The 62 week cycle has traditionally supported this market, and whilst a correction is well overdue, the probabilities favour a correction rather than an important market top.

This market continues to track the median, suggesting that there is little selling and continued support. Small bars reflect record lows in volatility.

More commentators are getting bearish, but to date the uptrend is intact. Next high probability for an important top is not before March. As usual the forward thoughts are meaningless and price action is paramount. Markets cannot have significant trend changes without giving the appropriate price signal.

Gold

On 6 Day Regression Channel, Trend is: UP, but now with a conditional Sell signal
On 12 Day Regression Channel, Trend is: UP
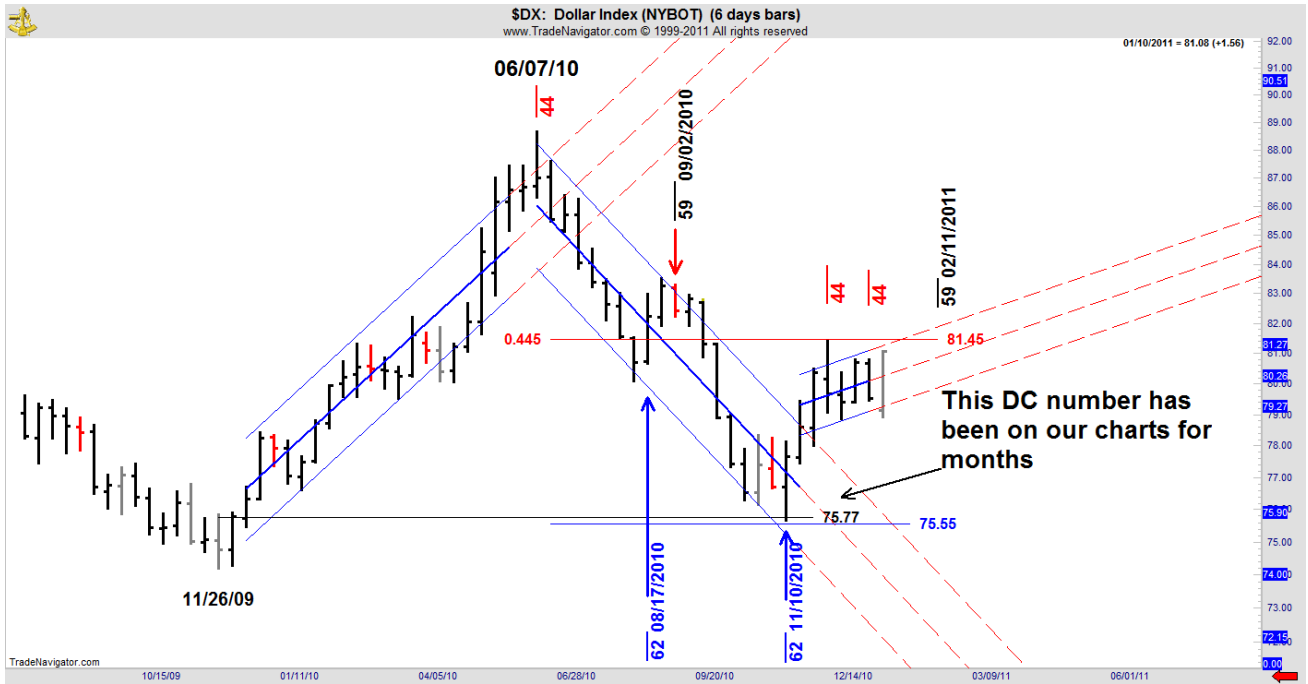On 24 Day Regression Channel, Trend is: UP
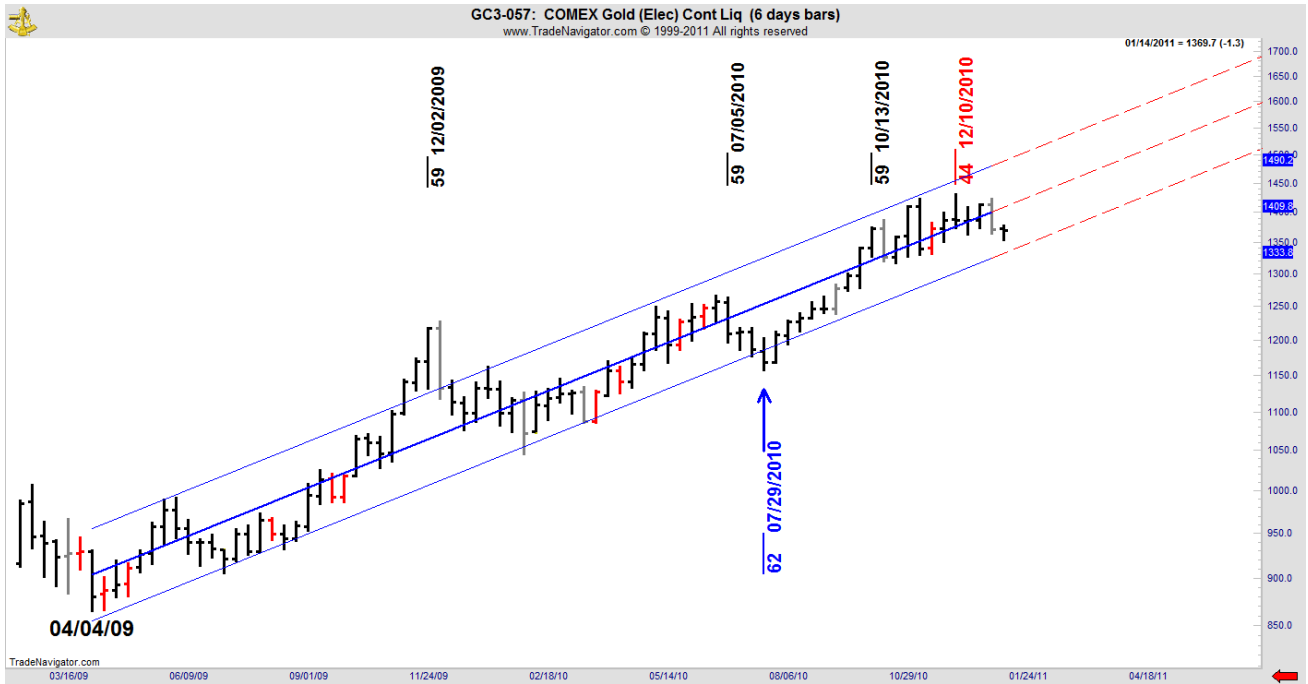
Gold's 44 DC week cycle on 12/01 forced the current correction. Support for the coming week is around 1334.

US Dollar Index (DX)

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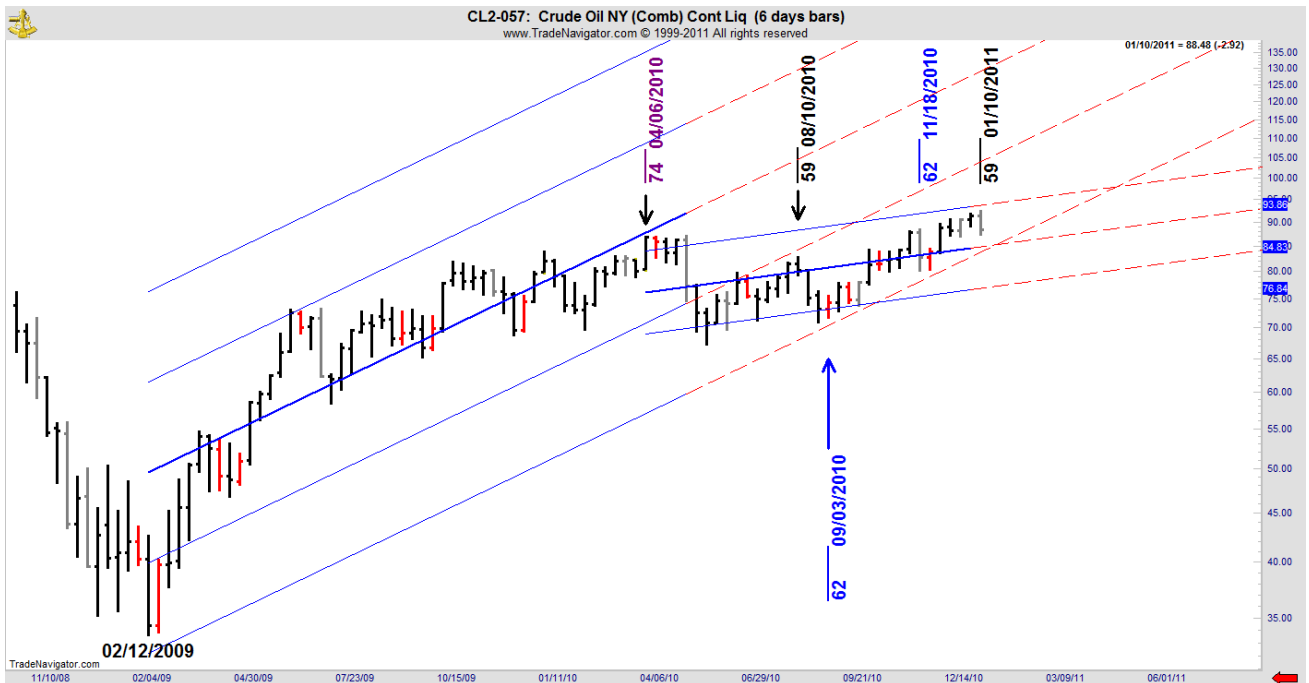On 12 Day Regression Channel, Trend is: UP
On 24 Day Regression Channel, Trend is: DOWN

Support continued to come at the bottom regression channel as it usually does.

OIL

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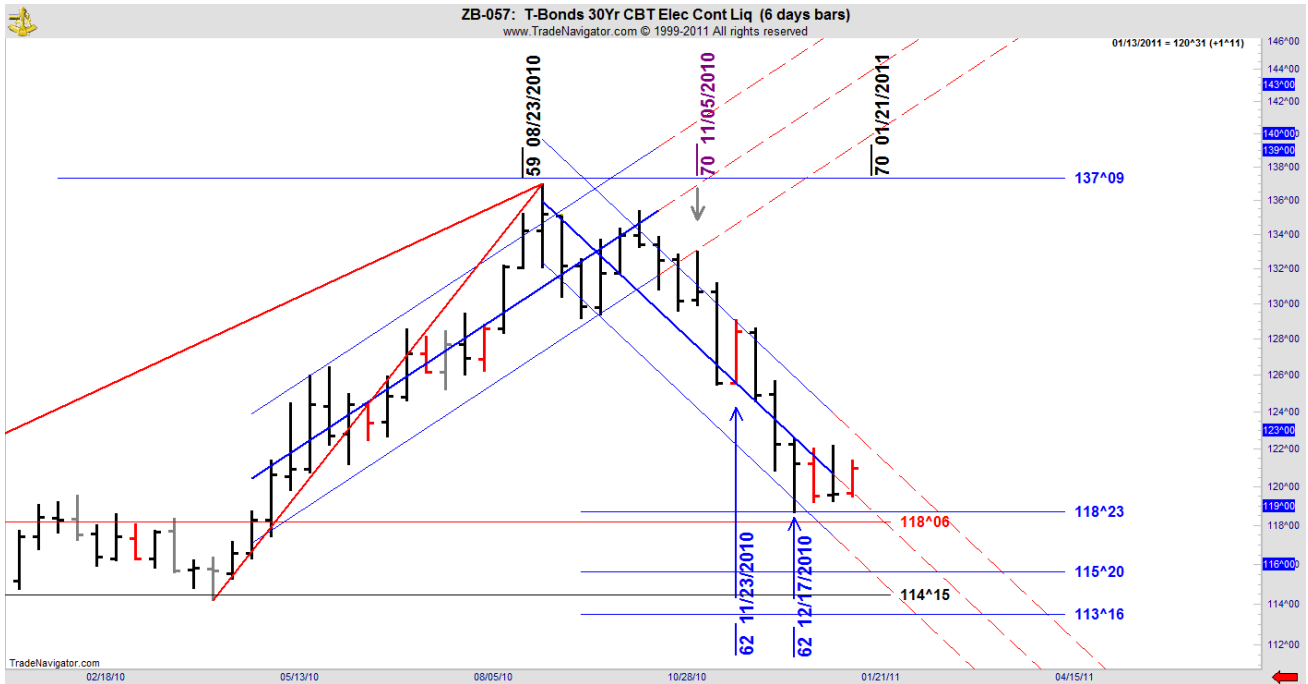On 24 Day Regression Channel, Trend is: UP

Oil is making a long sideways consolidation within the DC regression channel. As you can see, it is using a range of DC time cycles to mark its inflexions. This is characteristic of consolidations or 'wandering' markets. There is no dominant force, ergo no dominant time cycles, but the DC regression channel continues to define this market. The latest 59 cycle has forced a correction but its genesis appears minor so we expect the reaction to also be minor. But price action will issue the definitive signals, as always.

US T Bonds

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

Time and Price squared at the 12/17 low has held this market for 4 weeks. There will likely be a conditional trend change on the 24 day chart at its 01/12 close. Major support is at 116^11 on the 24 day trend chart.

EUR-USD

On 6 Day Regression Channel, Trend is: DOWN
On 12 Day Regression Channel, Trend is: DOWN
On 24 Day Regression Channel, Trend is: UP, but now with a conditional Sell signal.