

14 May 2010-FREE TRIAL OFFER AT THE BOTTOM OF THIS DOC

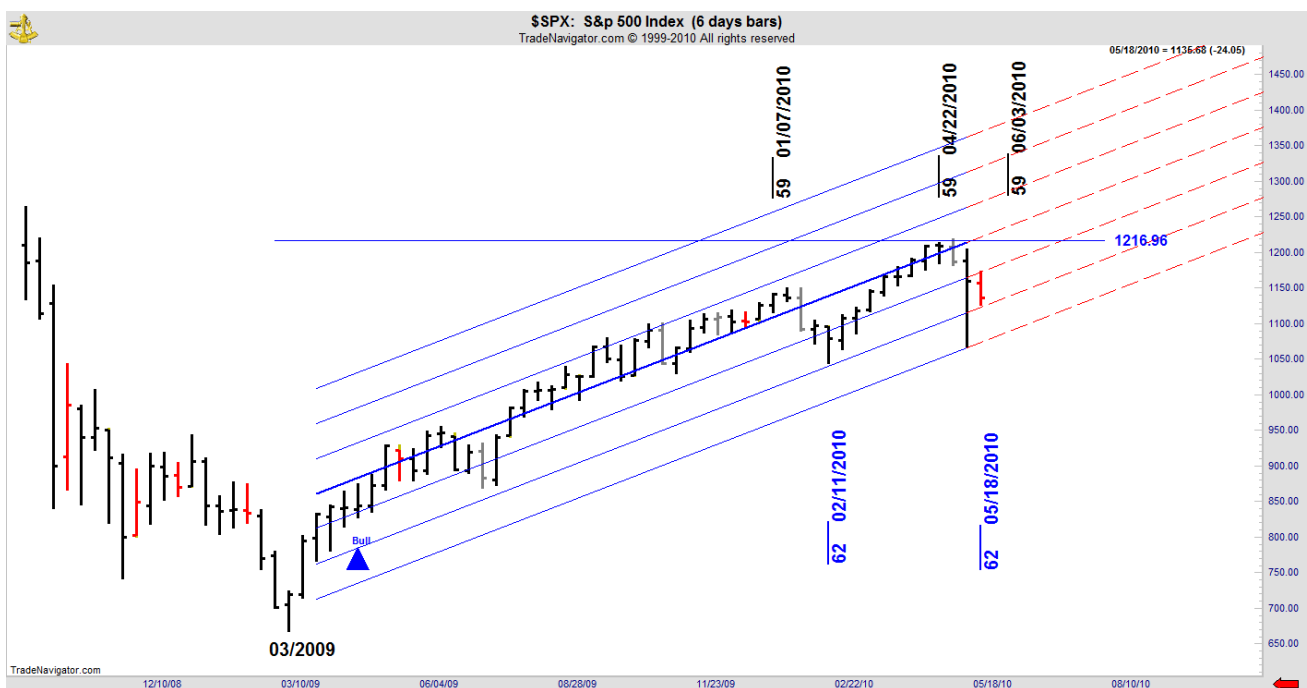
Long Term Trend Charts-Major Markets-S&P, Gold, DX and Oil and US T Bonds.

S&P

On 6 Day Regression Channel, trend is: UP, but there is a conditional Sell signal on the chart and it's now highly probable that another conditional Sell signal will be created when the current bar ends on Tuesday 05/18

On 12 Day Regression Channel, Trend is: UP with a conditional Sell signal created

On 24 Day Regression Channel, Trend is: UP



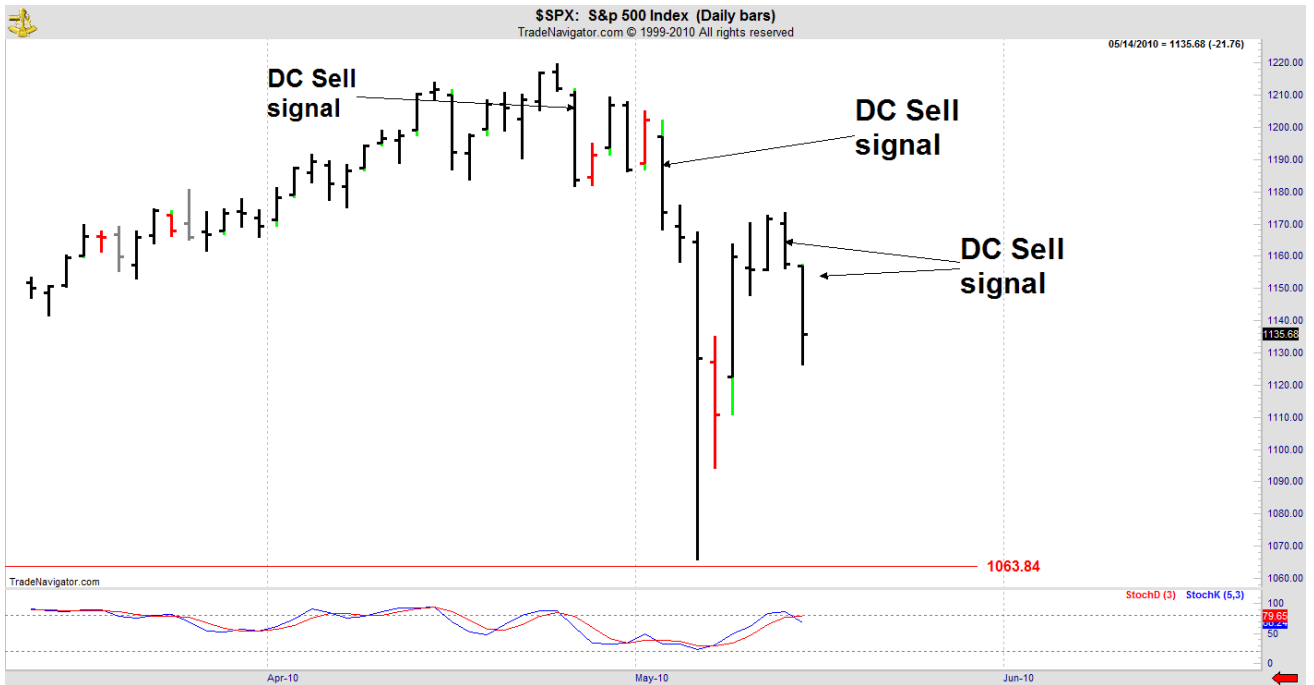
We have been seeing the effect of the DC 59 “week” time cycle that expired on 04/22. The 62 DC time cycle in Blue has traditionally marked support in this market. It's held this market for this week as expected, but that doesn't mean that trading opportunities weren't available.

Under the Danielcode trade protocols, US Equities and Germany's DAX are highly correlated. That means that a DC trade signal in any of these markets can be executed in any other of this group, so long as the signal is elected.

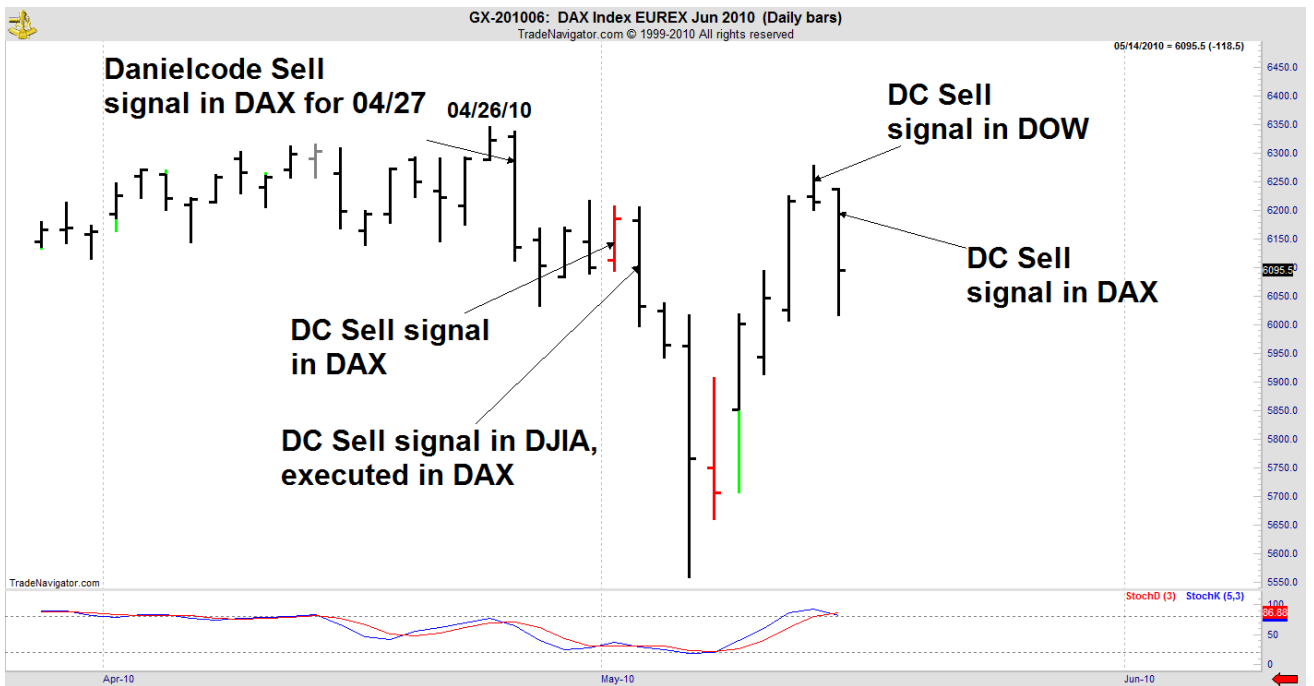
For clarity, I will refer to any elected signal s a DC signal, but members will see them originated by particular market. So we had a DC Sell signal for the Dow on Thursday and more Sell signals posted for DAX and S&P for Friday. If you missed these trades, or worse, were long any of these indices on Friday, then you should consider becoming a Danielcode member where 86% of the posted trade signals are winners and we keep you on the right side of dangerous markets. With renewed volatility markets are certainly dangerous to those who don't know the DC signals, but infinitely bountiful to DC members, even in dramatic times as we have again now.

Some of the DC signals for Friday are shown in this expanded edition of our Long Term Trend Chart report.

This is the S&P:



And Germany's DAX. This is the Futures contract:

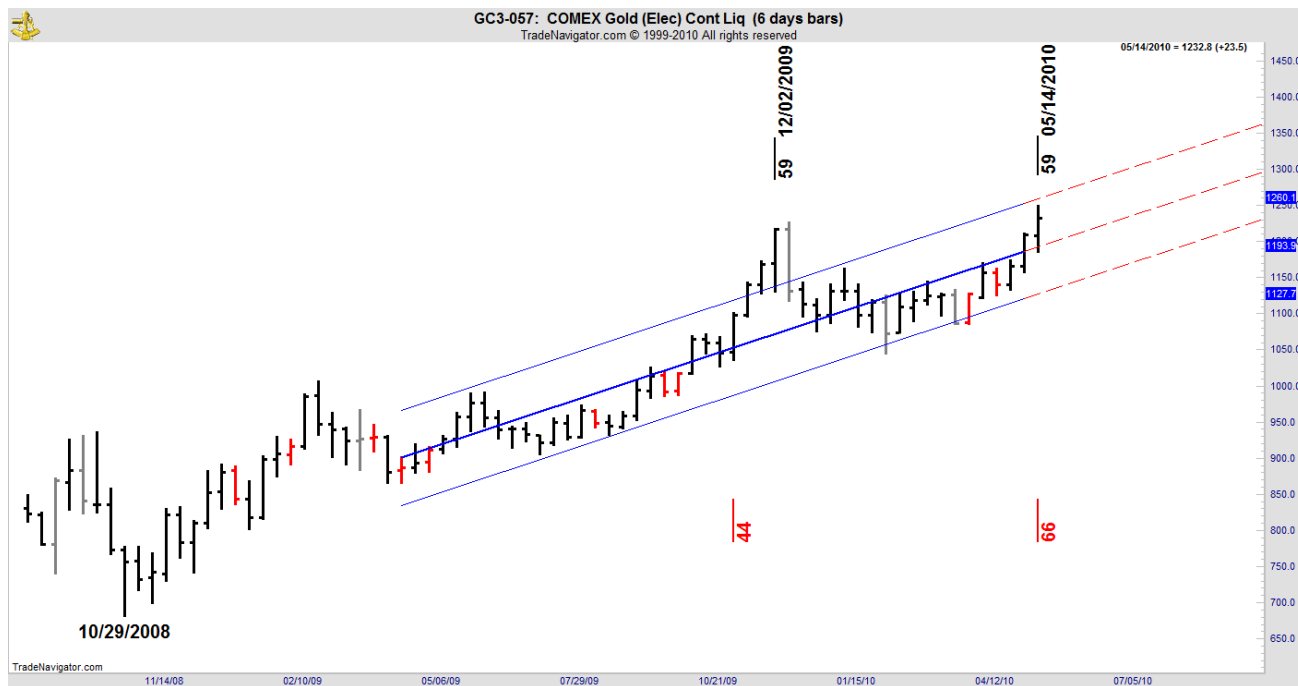


Gold

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

From the NEWS page on Friday: “Gold has 2 DC Time cycles expiring today. Long Term Trend Charts to be posted later today will show them, but treat this as a heads up to be specially aware of the potential for a counter trend move shortly.”

The dominant DC vibration in Gold is 44. The recent assertion of the 59 week DC cycle in this market is because of Gold’s relationship with DX. 59 is the DC number for DX and sometimes that sequence can become dominant on the Gold chart. We shall see shortly.



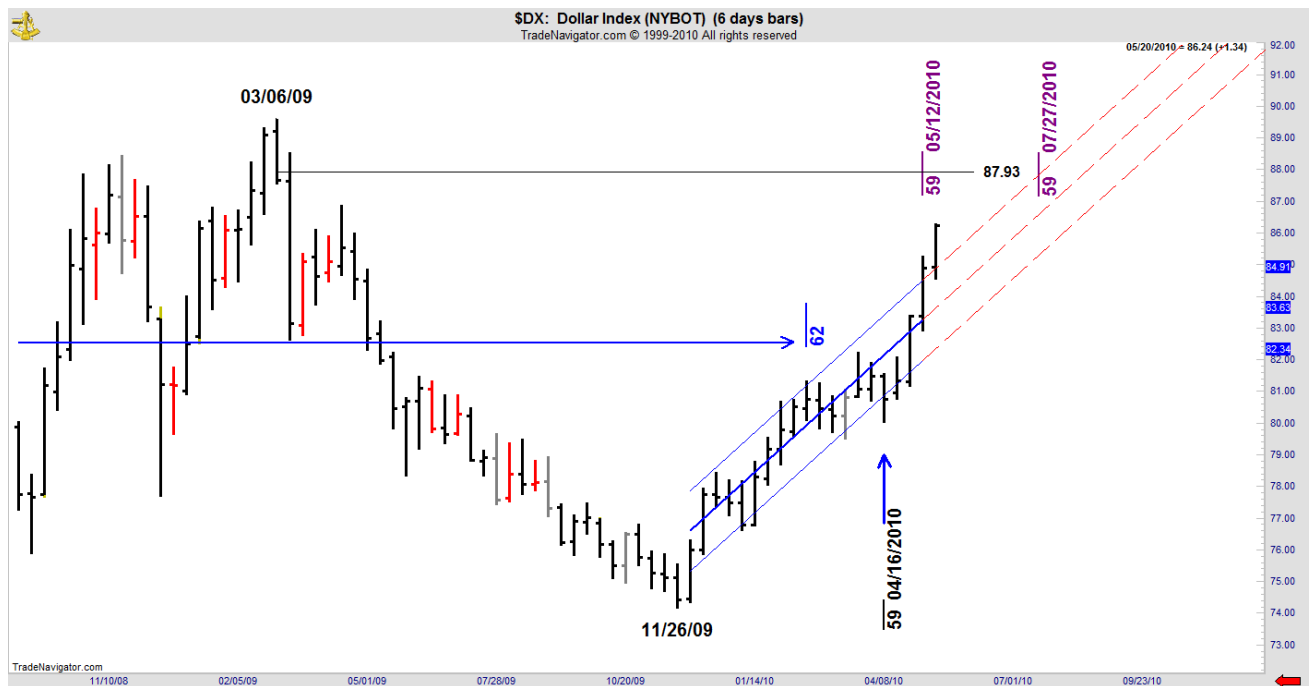
US Dollar Index (DX)

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

DX is roaring and the 24 day trend has flipped to UP. We picked this trend change in December 2009 and confirmed the Buy signal in January. That's what I call a decent swing trade!!

The last completed week on this chart ended 05/12 and closed above the upper regression channel. Markets find it hard to close outside the regression channels for more than a few periods on any time frame, so odds are that we either get a pullback for a while or DX is going parabolic in a super trend. That will have bad implications for Gold.

DX and Gold usually have an inverse relationship, Gold up; DX down etc. Occasionally they will trend in unison as they are now. Historically a direct correlation between these markets has never lasted for more than 90 days and always ends with a major move in one or other. We are at that 90 day mark now!!



Oil

On 6 Day Regression Channel, trend is: UP, but with a conditional Sell signal on this chart. Last week I told you : ***“The 6 day chart is at overhead resistance from the median of the Regression Channel”***. That certainly worked out. A close on 05/18 below 74.51 will confirm the Sell signal on the 6 day chart.

On 12 Day Regression Channel, Trend is: UP, but with a conditional Sell signal

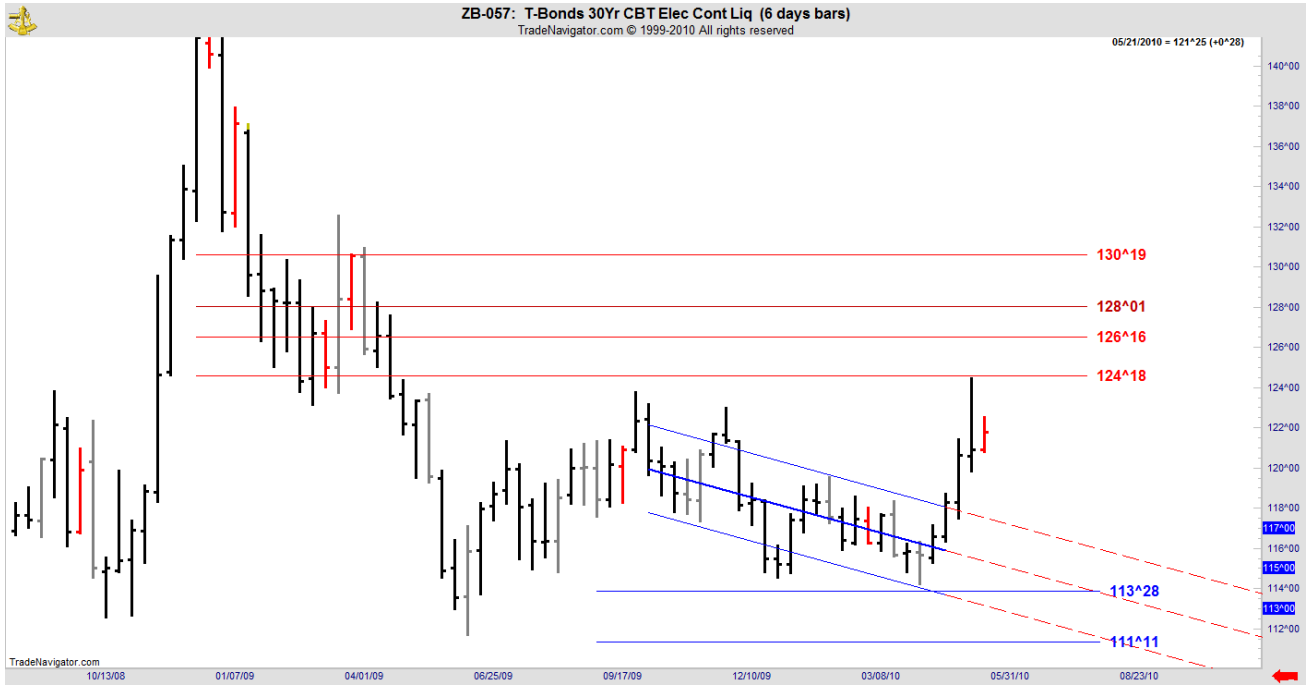
On 24 Day Regression Channel, Trend is: UP



US T Bonds

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

This market is now tracking the Danielcode retracement numbers, and is correcting the major swing.

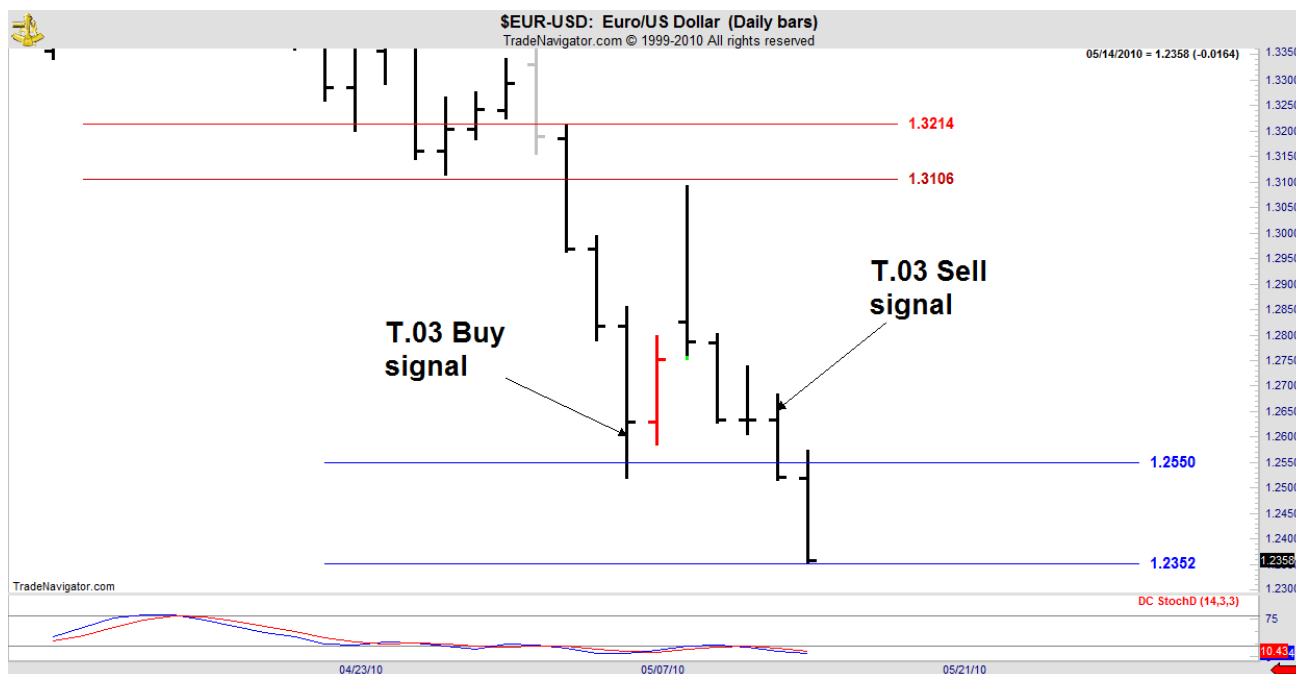


EUR-USD

Here's a nice chart of the Euro falling out of its DC Regression Channel as it capitulated into its DC Blue line target at 12356. Last week's low was 12356. Neat enough!



Here is the Daily chart from the Members Charts section. There is a 1 tick variance in these numbers which is caused by a slight revision of last Wednesday's data, but I wanted you to see the nice Buy and Sell signals that our T.03 PLUS program has been creating for members recently, as we covered for the inevitable 50% rally from 05/06 and then played for the break of the old lows on Thursday.



If you would like to know more about the Danielcode Trade Signals, I will be happy to give you a 30 day free trial if you apply this month. To avail yourself of this offer, click on the Trade Navigator logo on the DC website and complete the online request for free charts and software. Then contact Renee or Ken at Trade Navigator to download the DC Library which gives you my proprietary stochastics and other studies. Next, register at the Danielcode and email me your username (jneedham@thedanielcode.com) and I will switch on your access.

I hope you have had as much fun trading markets in the past fortnight as we have. Knowing the signals and being in the right way, is always the key!!