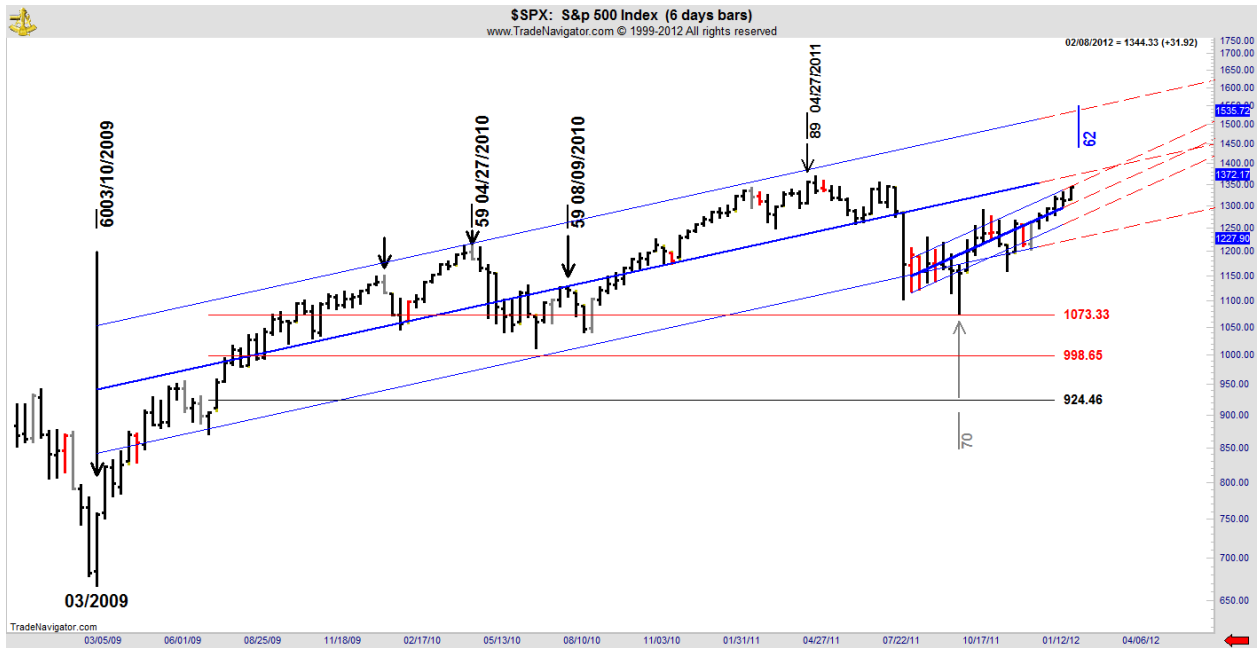


7 February 2012-Long Term Trend Charts-Major Markets

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



6 Day chart used the “Heathen” cycle to find a time and price low on the 10/07/11 bar, missing the dominant DC retracement by less than 1 point. Recognizable DC time cycle plus recognizable DC price retracement = “Time and Price Squared”, which makes a turn almost inevitable. Note the DC time cycles are only accurate to +/- 1 period Why do these DC time cycles repeat? This from King Solomon in Ecclesiastes 3:15 “That which hath been is now; and that which is to be hath already been; and God requireth that which is past.” Pretty simple really.



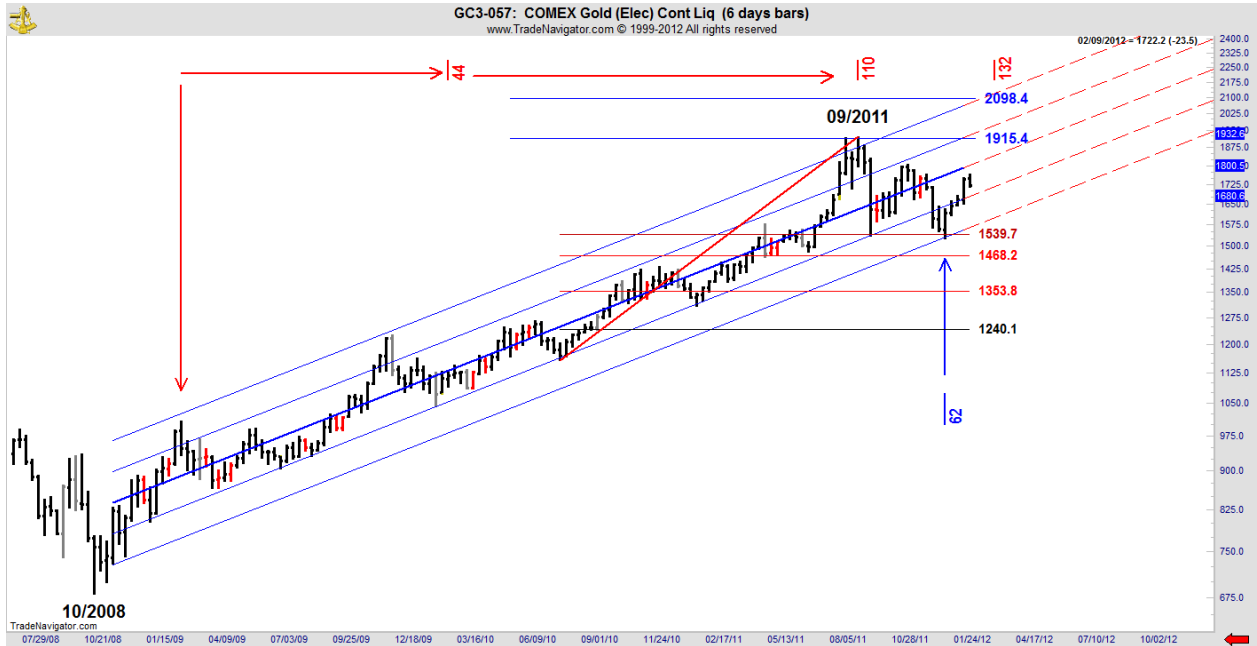
At the present rate Time and Price will square near the DC Black line in mid September.

Gold

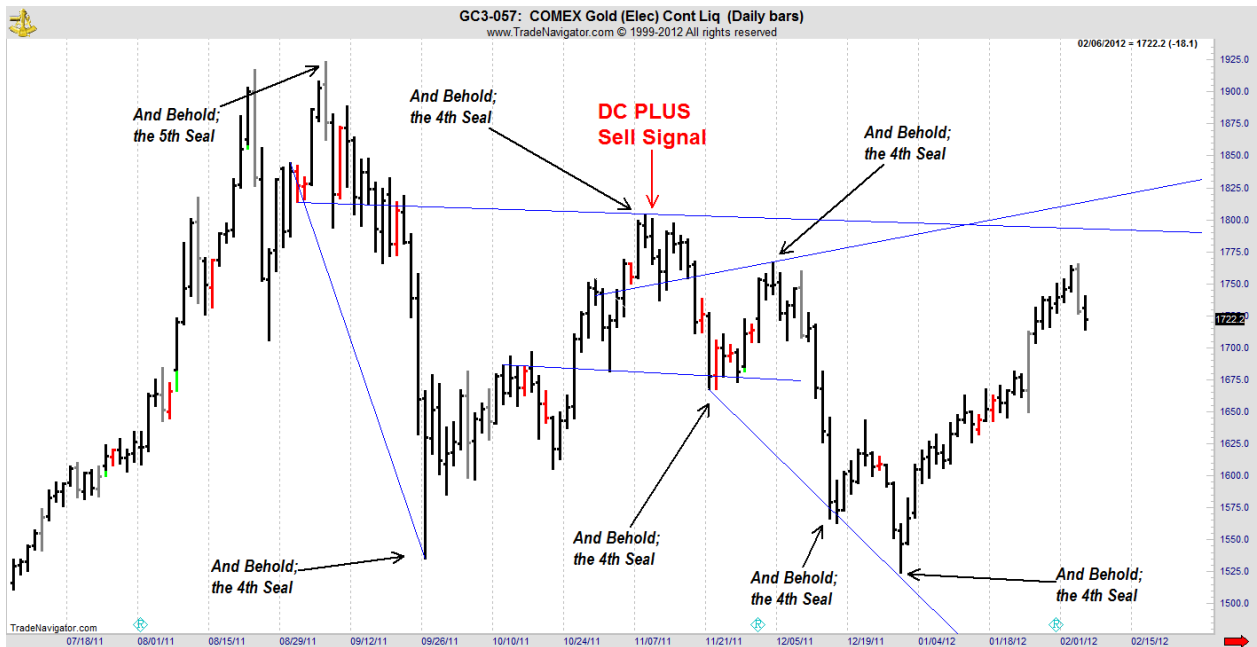
On 6 Day Regression Channel, Trend is: DOWN.

On 12 Day Regression Channel, Trend is: DOWN

On 24 Day Regression Channel, Trend is: UP, but now with 3 conditional Sell signals.



Newton's Laws of Motion aver that a force applied to an object in motion will create an equal and opposite reaction. Hence the 09/11 advance past the 2 SD line was matched by a break of the downside 2SD line on 01/12. Action begets reaction and the Devil take the hindmost. If you didn't know of the nice selloff in Gold it's only because you are not a DC member. Here's the Members charts replete with that nice Sell signal:



And a host of 4th Degree trades. Taupo Tutorial attendees actually know how to create these signals. Can you pick the next one?

AUD-USD

On 6 Day Regression Channel, Trend is: UP

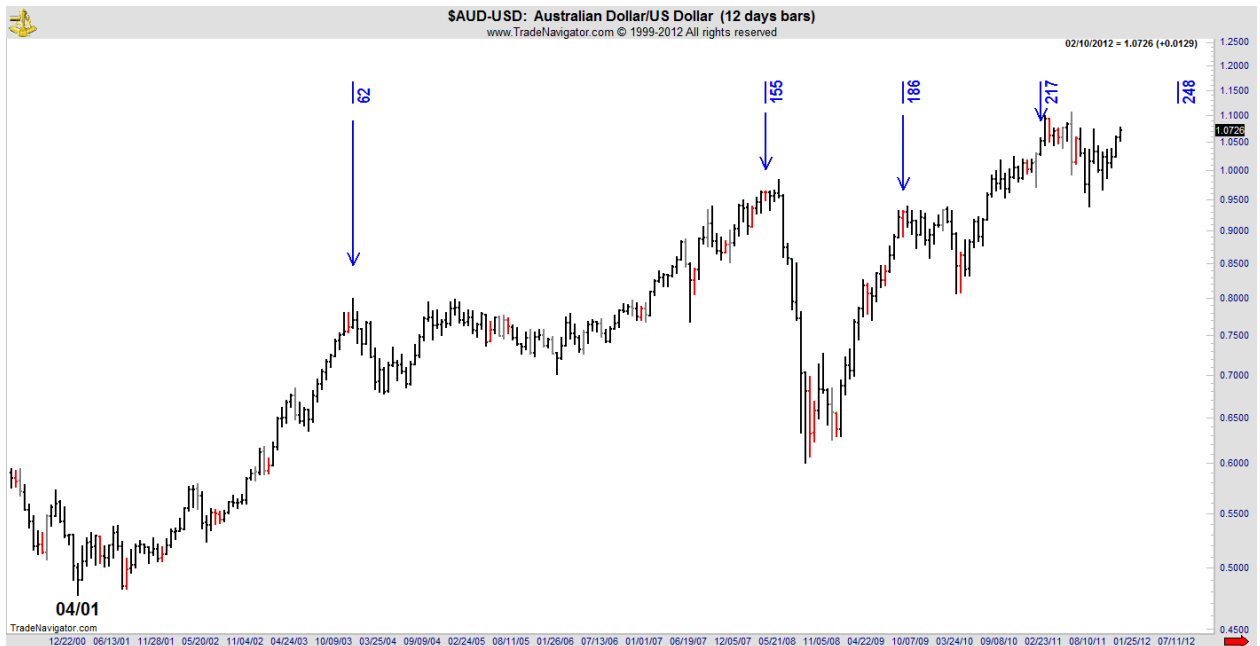
On 12 Day Regression Channel, Trend is: DOWN, but now with 1 conditional Buy signal

On 24 Day Regression Channel, Trend is: UP, but now with 5 conditional Sell signal.

Here's the big picture of one of the world's strongest and highest yielding currencies. Yield + gain on the cross rate = perfect carry trade.

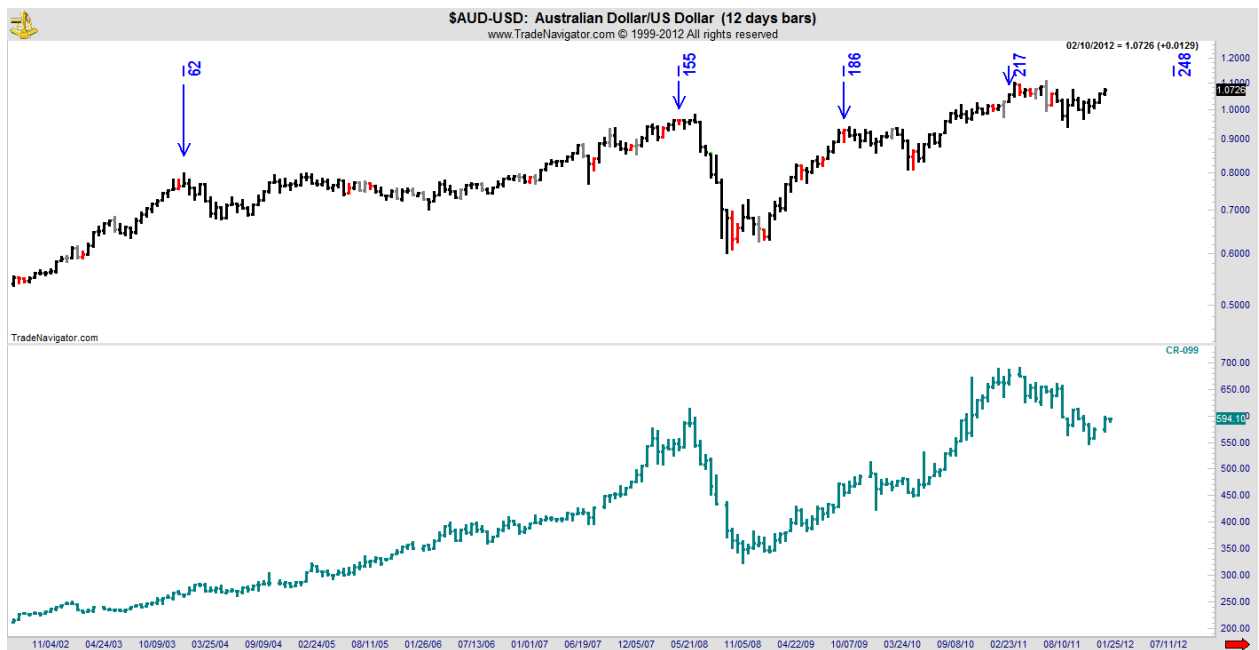


Showing why the world is upside down Down Under, this next chart uses the traditional 62 support cycle as resistance. But as we have a total dominance of Black Swans in our Lakes and Rivers, that shouldn't be a surprise.



Australia's current account is largely driven by mining exports, principally Iron Ore, Coal, Gold and more recently Uranium, so we would expect this currency to be driven largely by the CRB.

The following chart of Aussie in the top pane and CRB Index below shows how:



For some enlightened cocktail chatter, remember that this market is in a constant contango and the 24 day chart argues for an eventual price of 1.39 by November 2015.

And if you own the other side of this trade, namely US Dollar denominated assets, the outlook is grim.

Most importantly, don't confuse cocktail chatter with trading. Talk the talk by all means and even walk the walk ***BUT trade the charts!!***

Will try and add more charts later in the week.

Rev 1:10 I was in the Spirit on the Lord's day, and heard behind me a great voice, as of a trumpet,
 Rev 1:11 Saying, I am Alpha and Omega, the first and the last