

08 August 2010

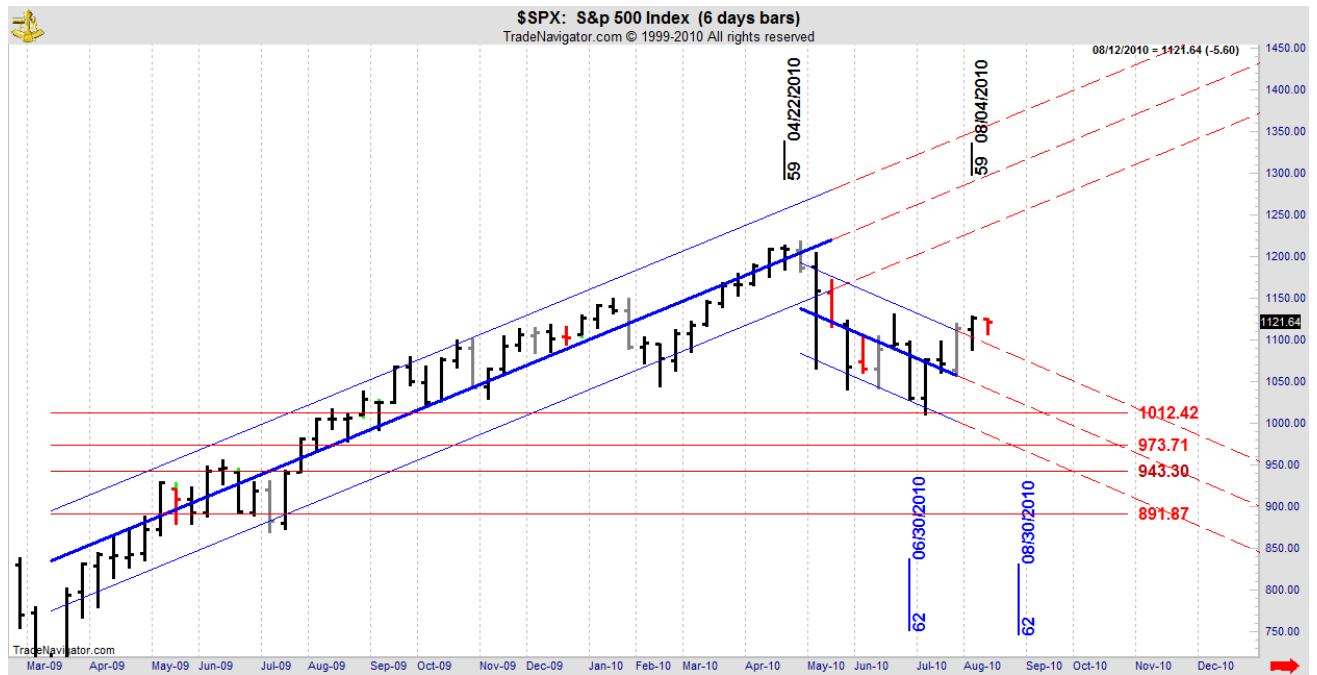
Long Term Trend Charts-Major Markets-S&P, Gold, DX, Oil, US T Bonds & EUR-USD

S&P

On 6 Day Regression Channel, trend is: UP

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

On 24 Day Regression Channel, Trend is: DOWN



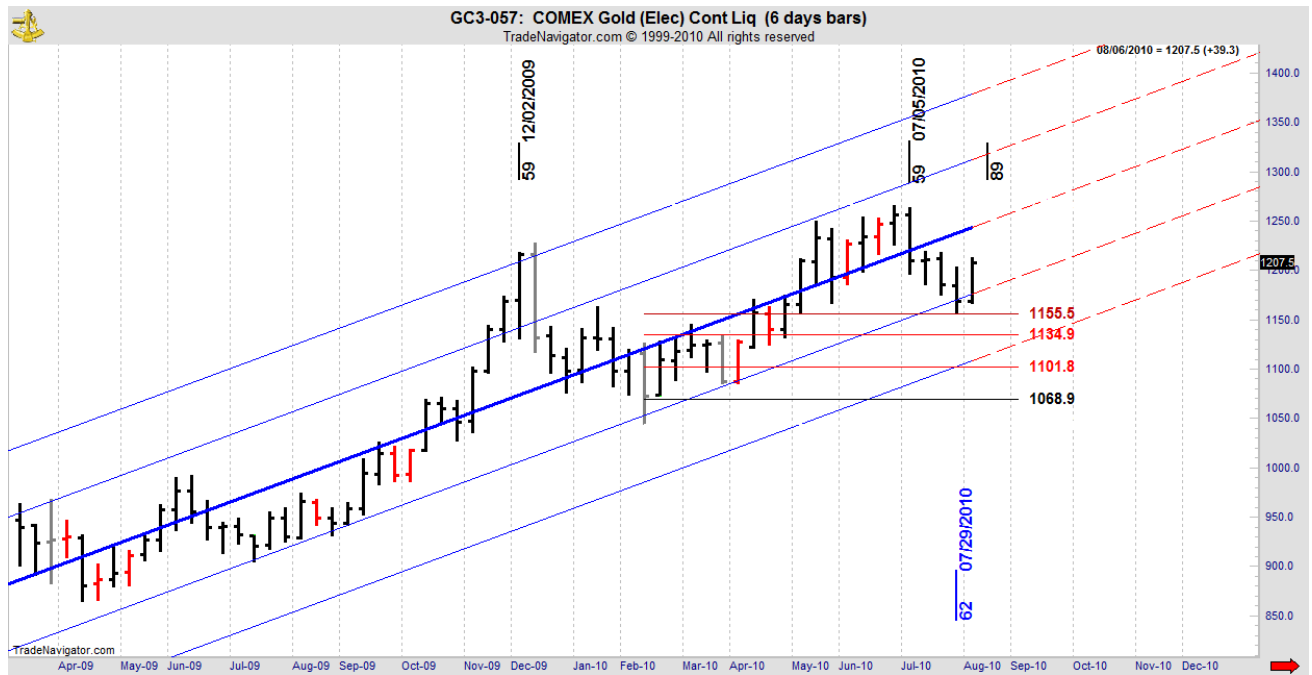
Charts may have slight variances for the next 2 months as I am travelling and creating these charts on a different machine. Members who create their own LTTCs will know that small variances appear depending on the start of the data set.

Gold

On 6 Day Regression Channel, trend is: DOWN

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

On 24 Day Regression Channel, Trend is: UP



Last week again held support at the lower regression line. A break of the regression channel will target 1113 as the next support area.

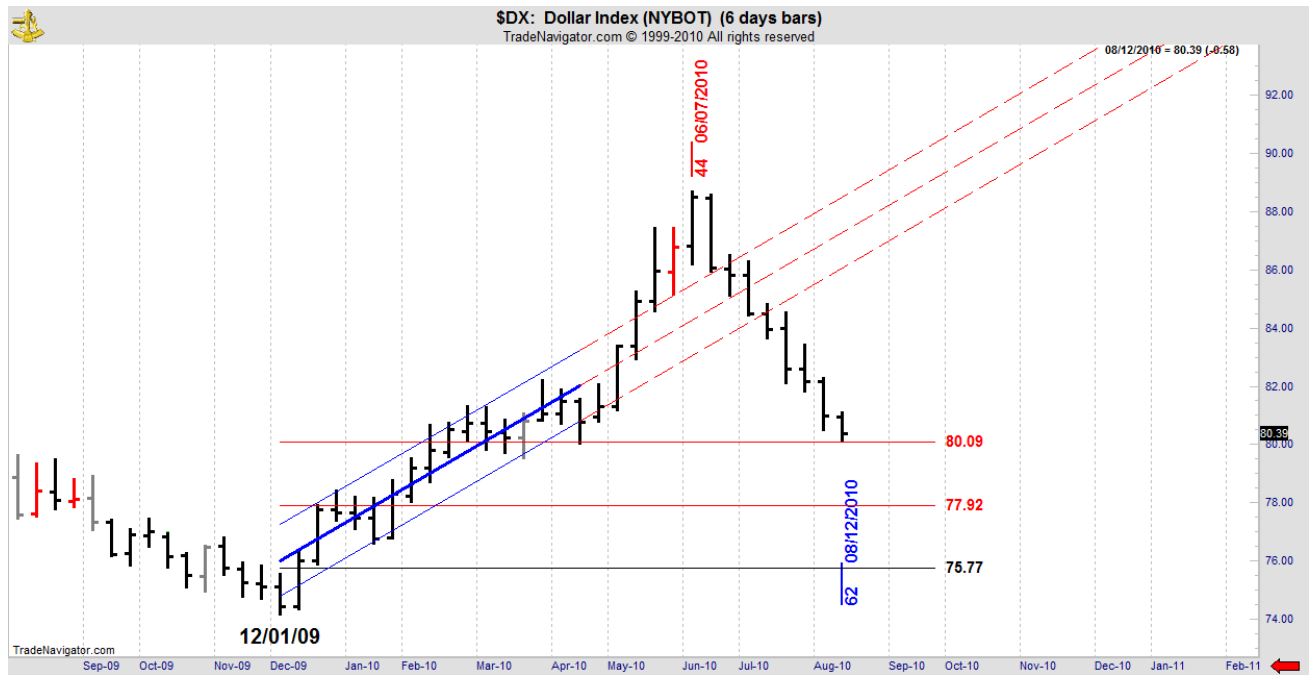
The 62 DC “week” Blue time cycle provided support for Gold last week, as did the 50% retracement of the minor swing.

US Dollar Index (DX)

On 6 Day Regression Channel, trend is: DOWN

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

On 24 Day Regression Channel, Trend is: UP.



DX slipped through its 50% support last week and landed with just a 1 tick variance at the next DC retracement at 80.09. Precision indeed!

For this week we have a known DC retracement being recognised by this market and also a 62 DC “week” expiring. This makes the probabilities for a trend change high, but only price action can confirm or deny those probabilities.

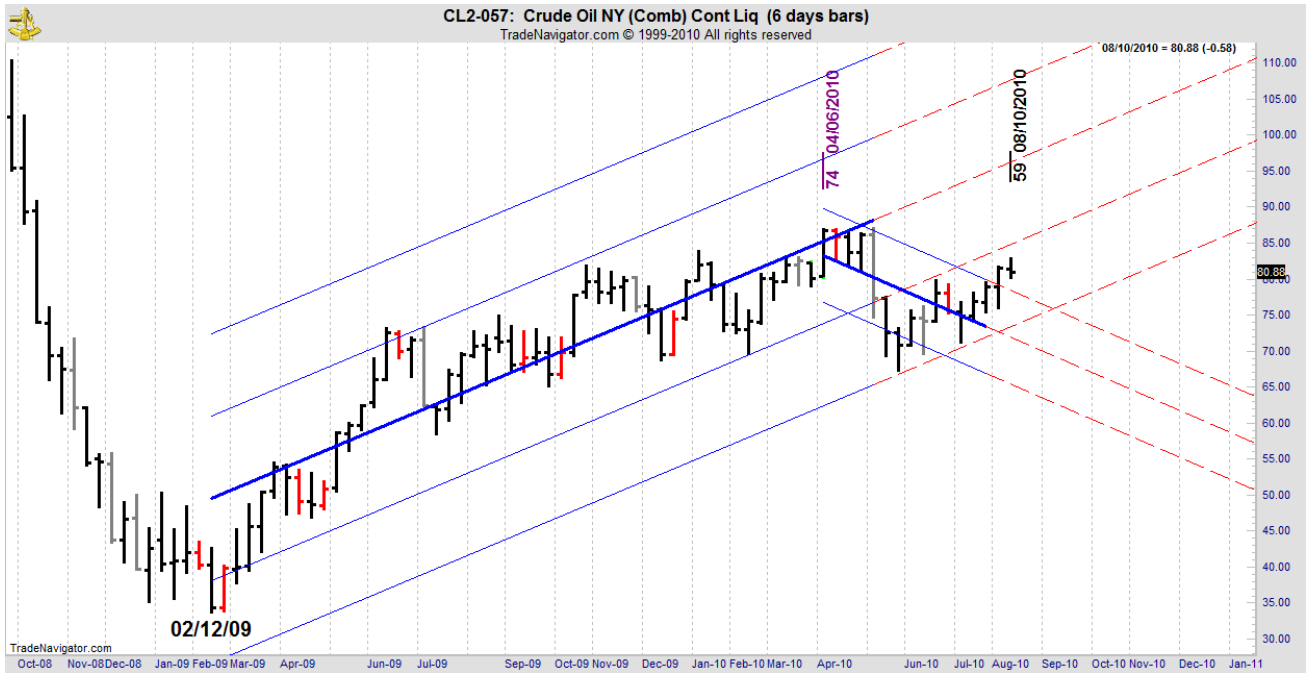
Dates on the charts are slightly different from the machine usually used for the LTTCs. On this time series, the conditional Sell signal on the 12 day chart is still awaiting confirmation. The pullback from the June high is too narrow to allow the creation of a new downward regression channel.

OIL

On 6 Day Regression Channel, trend is: DOWN, but now with a conditional Buy signal.

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

On 24 Day Regression Channel, Trend is: UP



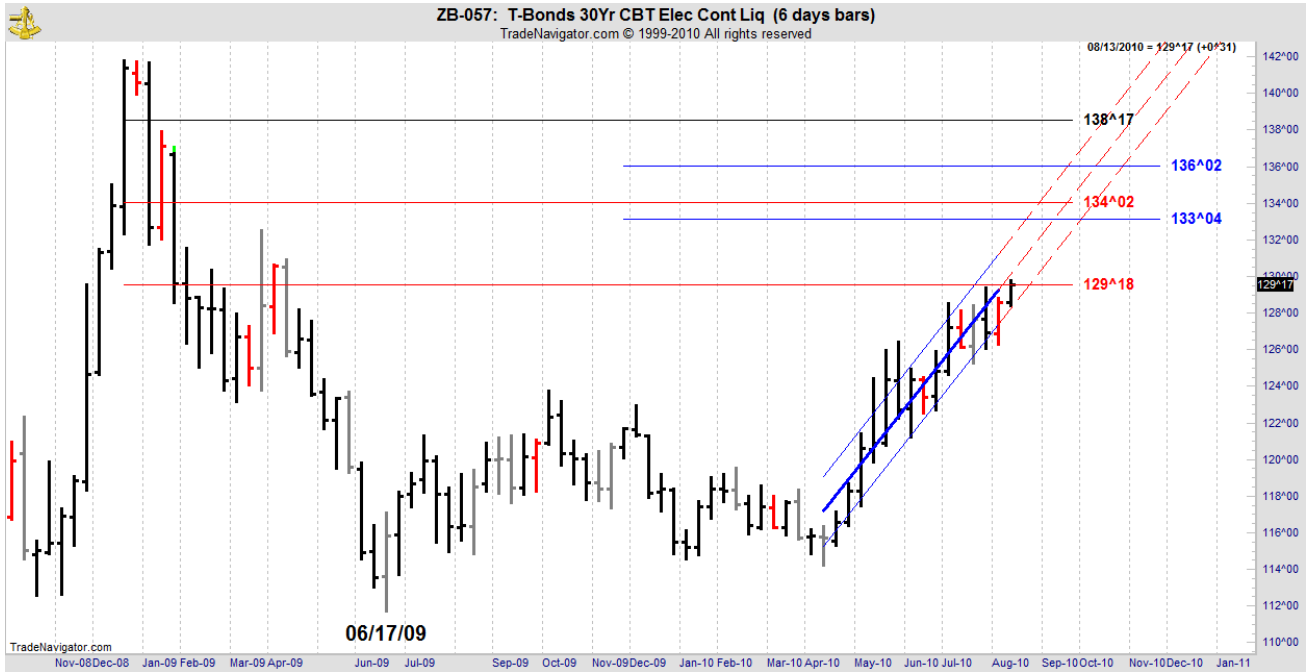
This market is now fighting to regain its main regression channel, which is an imperative if the rally from 02/09 is to continue, and is now testing the lower extension of the old upwards regression channel. The recent high came at the DC 74 week cycle expiration, a number familiar to DC members. The 2nd iteration of the upward regression channel continues to provide support.

Price action in the next fortnight and in particular price recognition of the looming DC 59 week cycle or otherwise will likely determine the trend of Oil for the rest of the year.

US T Bonds

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

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

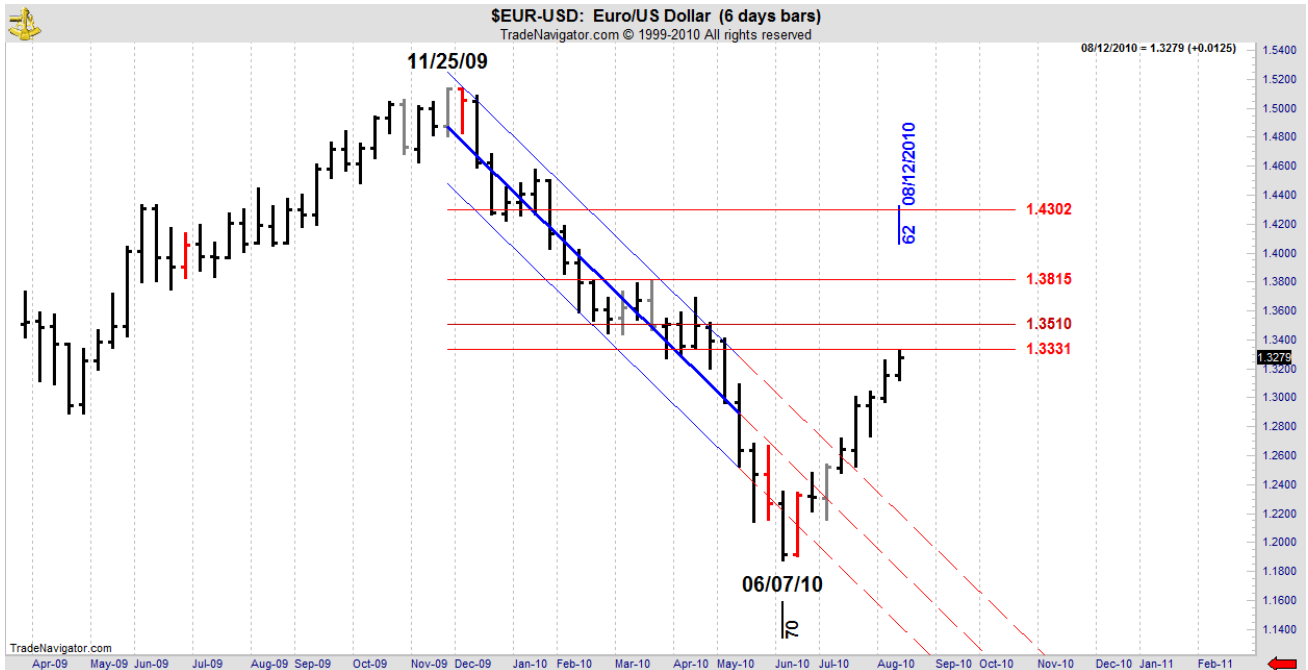


EUR-USD

On 6 Day Regression Channel, trend is: UP

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

On 24 Day Regression Channel, Trend is: DOWN, but now with a conditional Buy signal.



The Danielcode retracements are extremely accurate (as are all the DC numbers). This market is telling us with a degree of precision which swing it is correcting, and hence the relative strength of the rally. It is now correcting the major swing.

EUR-USD has strong characteristics of a “Heathen” market. The dominant DC time cycles for Heathen markets are 62, 70 and 69. The 62 DC ‘Week’ cycle referred to here is not from the Binomial series that we see on other “Urbane” or compliant markets.