

27 October 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



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



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.

The chart below is the DX Futures chart. For those wondering, screaming, or merely bemused by Friday's "Flash Crash" in DX Futures, here is your answer. Sometimes markets will follow their index and at other times the Futures chart.

The 2 minute mini Flash Crash late on Friday made a dive to 75.85, just 4/100ths from the now famous DC Black line on the 6 day Futures charts, to fulfil the prophecy inherent in the DC numbers. And with a 70 DC "Heathen" time cycle at the closing low, and the DX standard 59 week cycle expiring on 10/28, we have a great example of Time and Price being "Squared".

And that is strong evidence that at least an intermediate low has been made. DC clients should use the DC retracement tool to prove this to themselves. Prophecy indeed!!



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 close to setting up a conditional Sell signal on this time series.

On 12 Day Regression Channel, Trend is: UP

On 24 Day Regression Channel, Trend is: UP



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.