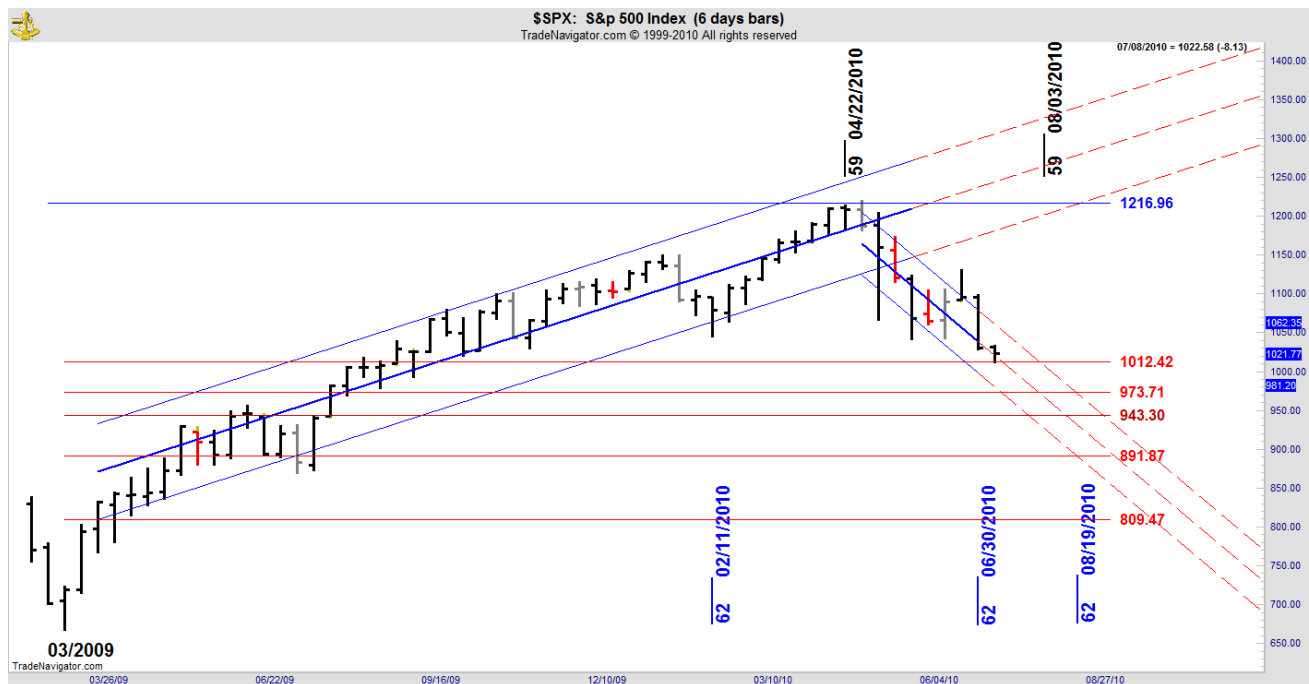


05 July 2010

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



S&P has elected the DOWN trend signal on all time frames. There is a secondary confirmation signal for the 24 day chart that has not yet confirmed, but this is a very slow indicator.

So far this market has only retraced to the Danielcode 37.5% ret.

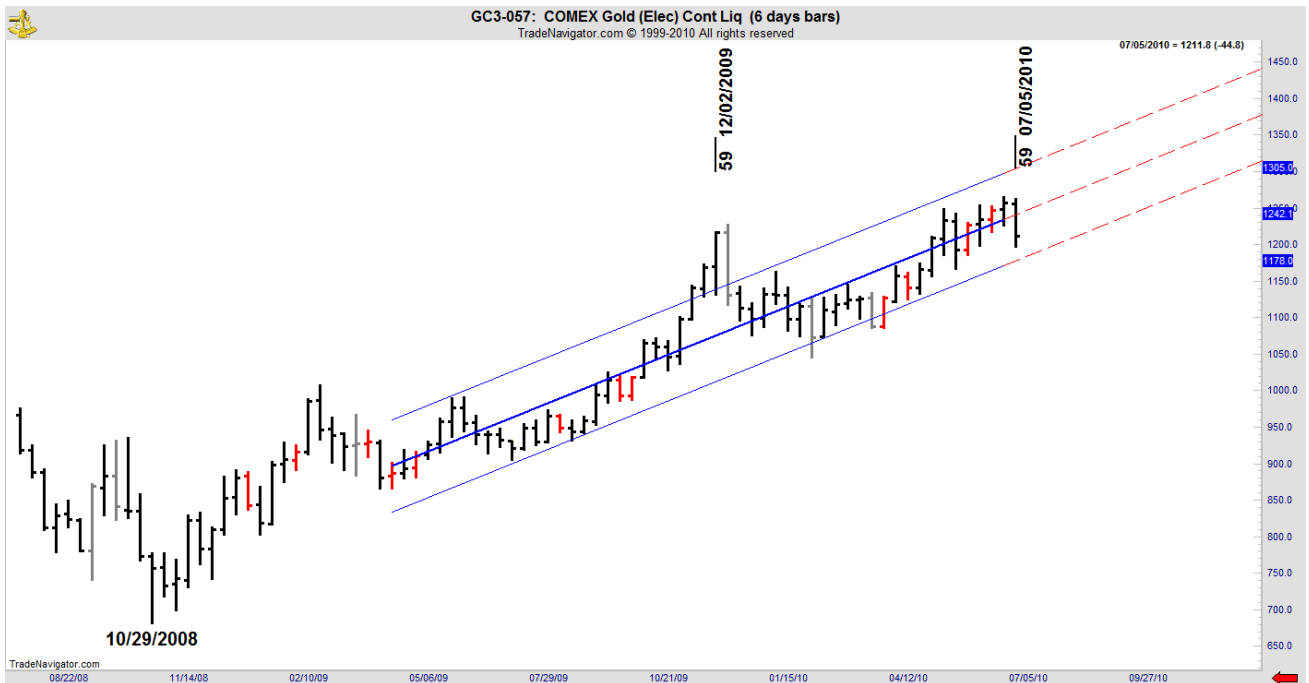
Our DC Time cycles gave us the April top with precision, and the week just completed (to 06/30) featured a minor 59 cycle expiration, and a major 62 DC week cycle. Traditionally the 62 cycle has provided support, and given our allowable variance of +/- 1 period, there is still an opportunity for the 62 time cycle to bite this week. But if so, we need to see the requisite price action right now.

The daily DC chart below shows how the week panned out for Danielcode members.



Gold

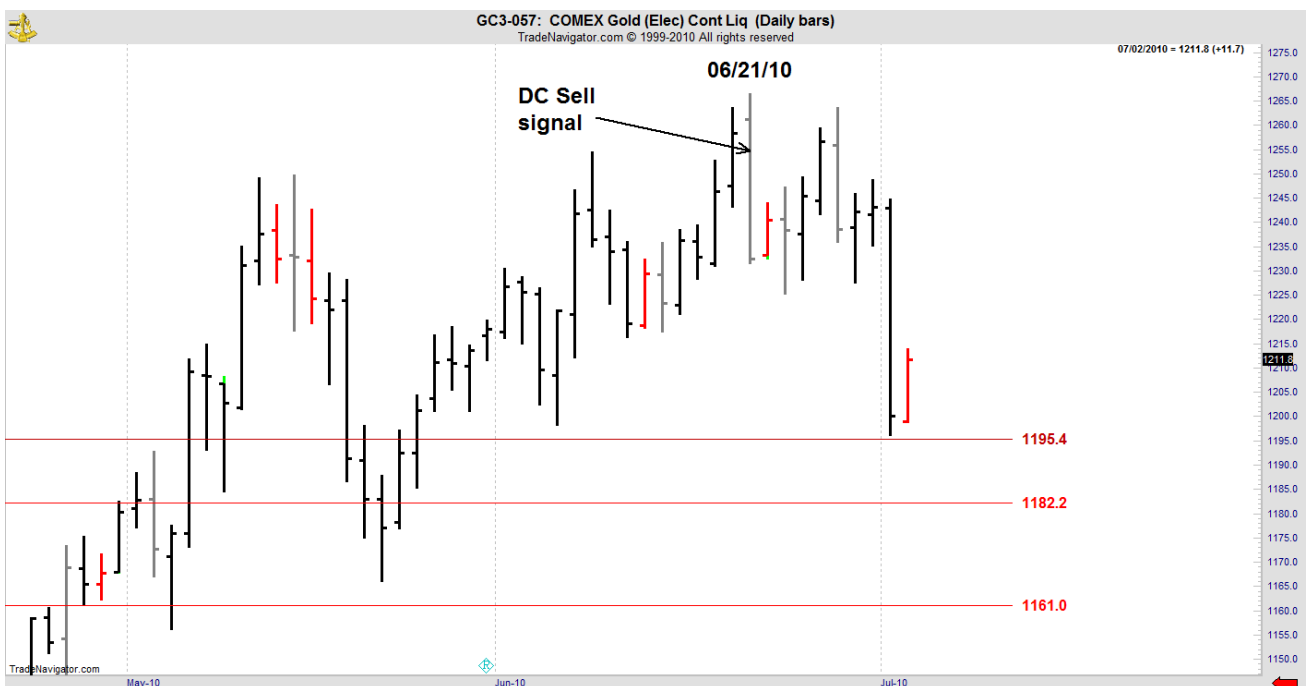
On 6 Day Regression Channel, trend is: UP
On 12 Day Regression Channel, Trend is: UP
On 24 Day Regression Channel, Trend is: UP



The 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.

This market turned right at its DC time frame and is down \$44.8 from last week's close.

We posted a DC Sell signal in GOLD for members on Sunday 06/20 so traders were alert to the selloff starting early Monday.

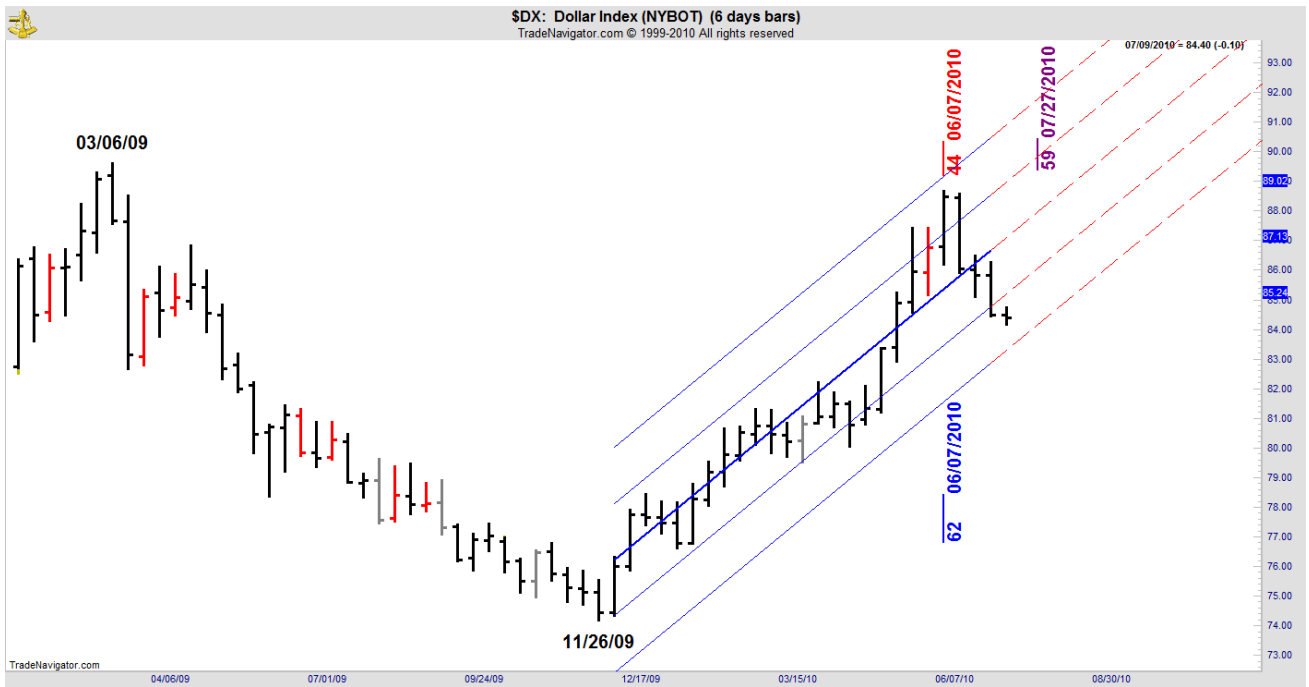


US Dollar Index (DX)

On 6 Day Regression Channel, trend is: UP, with a conditional Sell signal.

On 12 Day Regression Channel, Trend is: UP

On 24 Day Regression Channel, Trend is: UP.



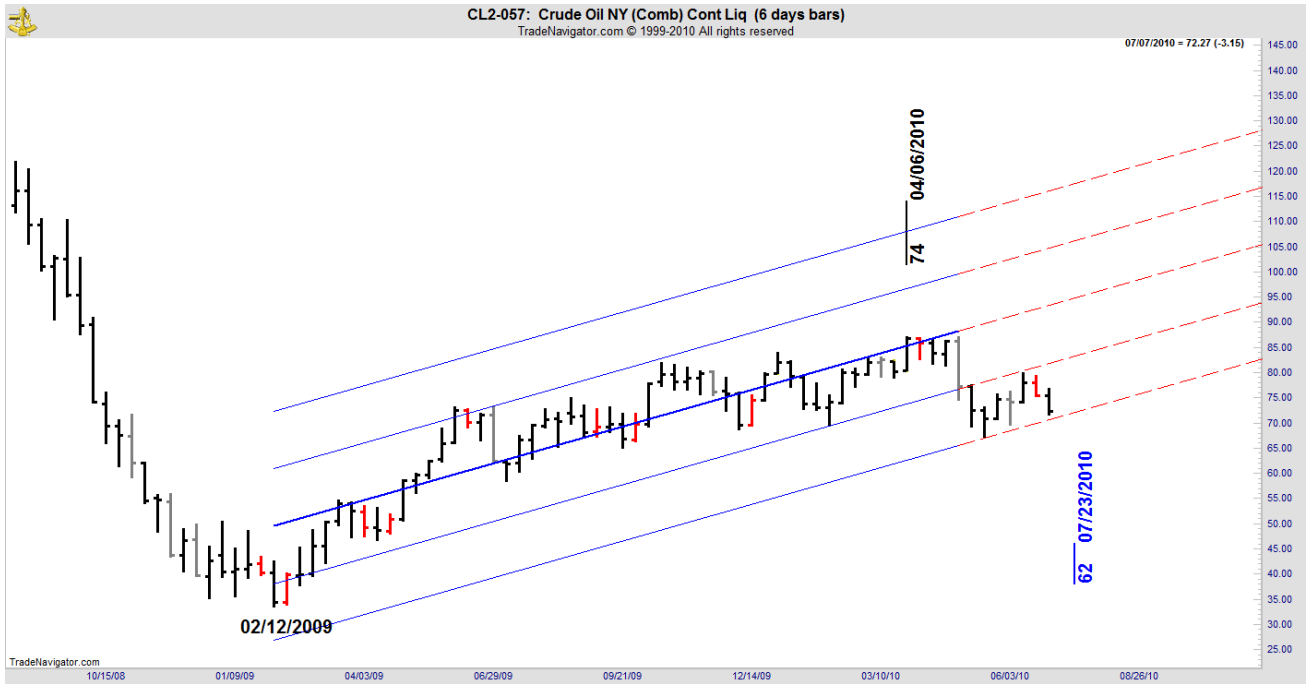
Recently we noted this market was at overhead resistance from its upper regression channel, and of course this market was at the conjunction of two DC time cycles which have been on your charts for some time, making its high in the 06/07 week just as the DC cycles ordained.

OIL

On 6 Day Regression Channel, trend is: DOWN

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

On 24 Day Regression Channel, Trend is: UP

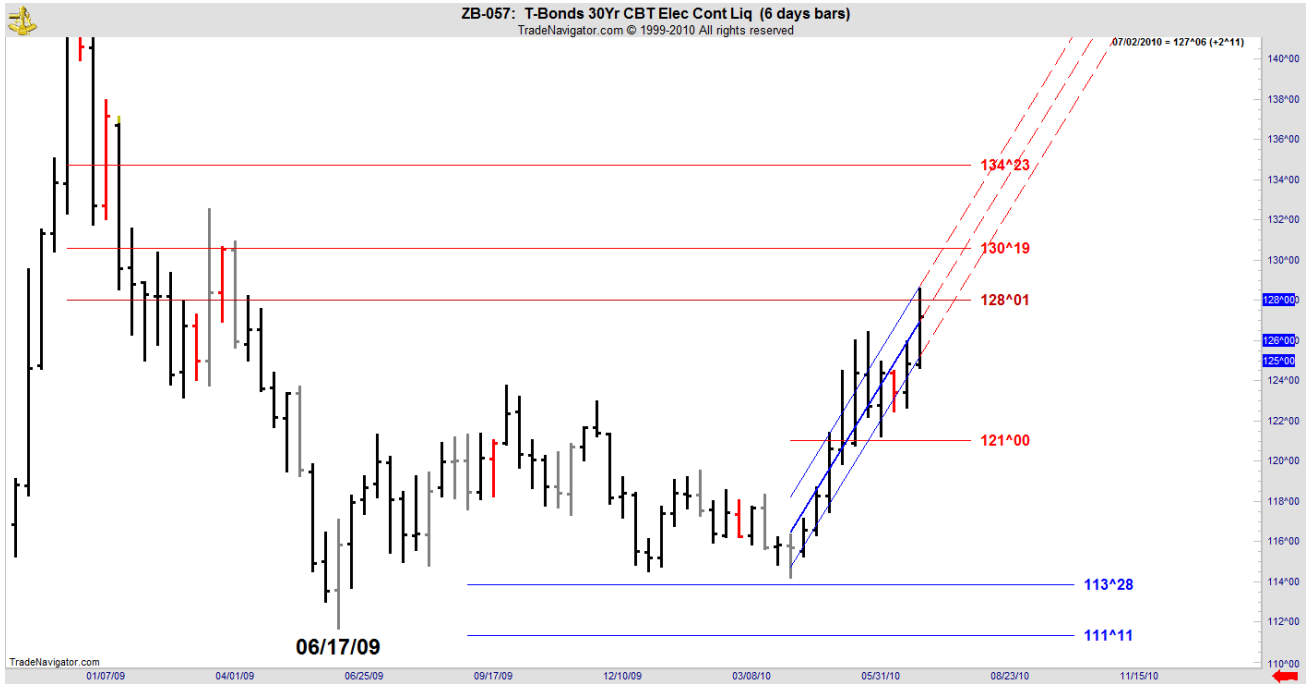


This market is now fighting to regain its main regression channel, which is an imperative if the rally from 02/09 is to continue. The recent high came at the DC 74 week cycle expiration, a number familiar to DC members. The 2nd iteration of the upward regression channel continues to provide support.

US T Bonds

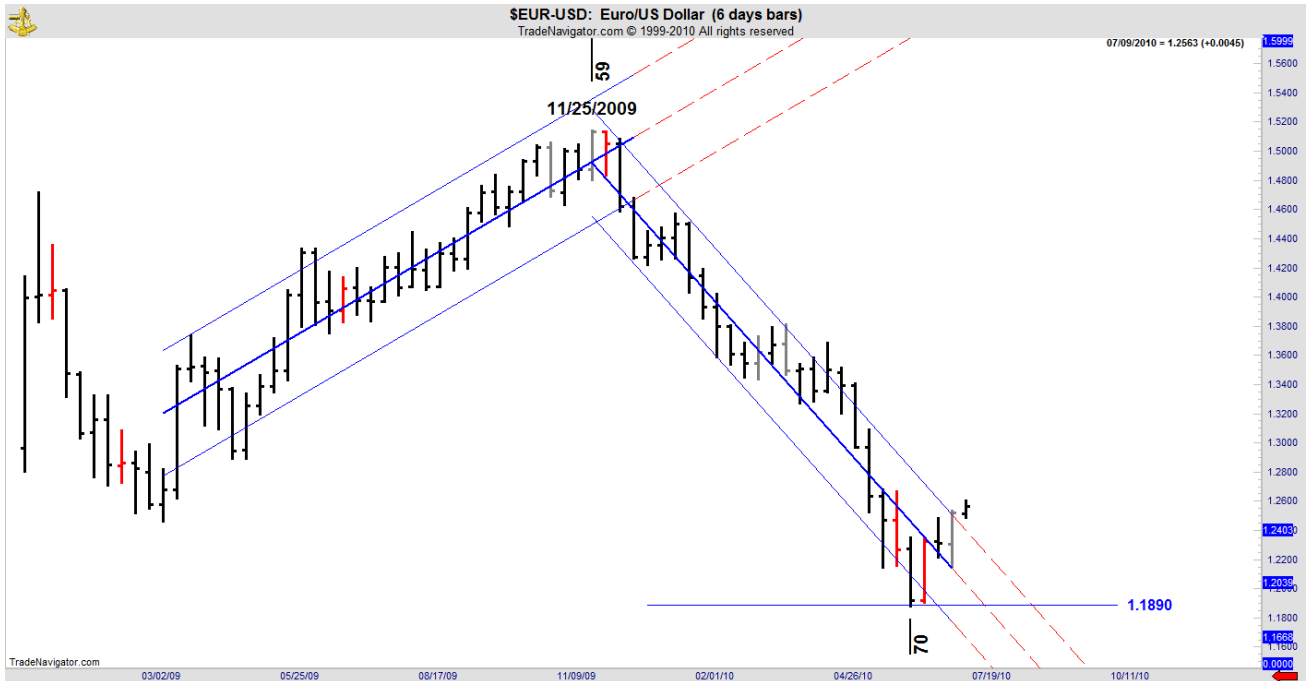
On 6 Day Regression Channel, trend is: UP
On 12 Day Regression Channel, Trend is: UP
On 24 Day Regression Channel, Trend is: UP

This market is now tracking the Danielcode retracement numbers, and 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 the next DC Blue line target at 1.1890. Trend is DOWN on all time series, but there is now a conditional Buy signal on this time sequence chart.



This forex pair made its 2009 high right at the DC 59 week cycle and has now made at least an interim low at the 70 week cycle. This is an unusual DC cycle that forms part of the “Heathen” Time cycles which are the subject of a new article for Financial Sense that will be published later this month.

One of the sillier observations from the respected Financial Times on 02/09 stated ***“The biggest surprise of Thursday’s trading session? The strength of the euro - particularly against the dollar. And that trend is continuing on Friday morning”***. Everything is a surprise to those who don’t know. The Danielcode knew and the latest Buy signal in this pair was posted for members 3 hours after the US close on Tuesday. There were no surprises for DC members. Only great trading.

