1/29/13

I undertook to create 3 LTTCs a month and that effort has been thwarted with the roll out of our new products, the auto trade programs for GENIE PRO and GMAJ PRO, and the release of the amazing 4th Seal, all of which have taken considerable time to get set up for you. Next comes the DC Channel charts which will give you a new take on swing trading and options.

S&P

On the 6 day chart the trend is UP On the 12 day chart the trend is UP On the 24 day chart the trend is UP

S&P has been on a tear in 2013 adding 82 points so far this month. We said last month that the next major target for \$SPX is the old highs at 1576.09. Our DC trading channel on the 6 day chart postulates that this could occur in mid-April at the earliest with mid-August a more comfortable target. And that is only 76 points away, so I do expect some sideways action to match those time probabilities.



Below is the 12 day chart of S&P Index (\$SPX):

The 12 day chart has been our best outlook indicator all year. S&Ps next target to continue the rally is the old highs at 1576, and from the 12 day timing chart, the earliest that can happen within the existing DC trading channel which has been controlling it since the 2009 lows is around early March and the high probability trend is more likely to arrive at that target late next year. Those probabilities mean that we are likely to see more sideways action with complex corrections in Q1 2013.

We have a 59 time cycle expiring on the current bar and this chart is at 4^{th} Degree resistance. The time cycle is expected to be accurate to +/- 1 period, and that's because these cycles can originate from either a bar high/low or the highest/lowest close.



GOLD

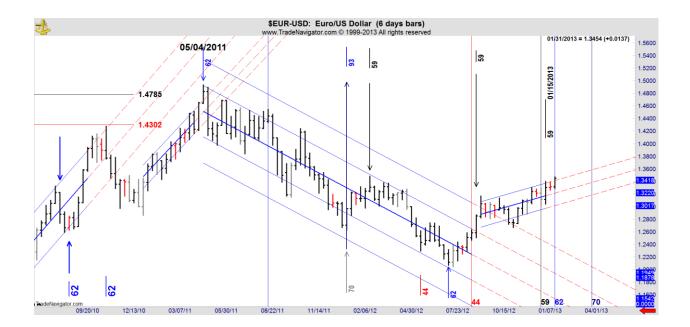
On the 6 day chart the trend is DOWN On the 12 day chart the trend is UP but now with 2 conditional Sell signal On the 24 day chart the trend is DOWN



EUR-USD

On the 6 day chart the trend is UP On the 12 day chart the trend is UP On the 24 day chart the trend is UP

At a 62 time cycle which can give tops in this market, but looks happy enough so far as it works its way along the DC trading channel.



DX-US Dollar Index

On the 6 day chart the trend is DOWN On the 12 day chart the trend is DOWN

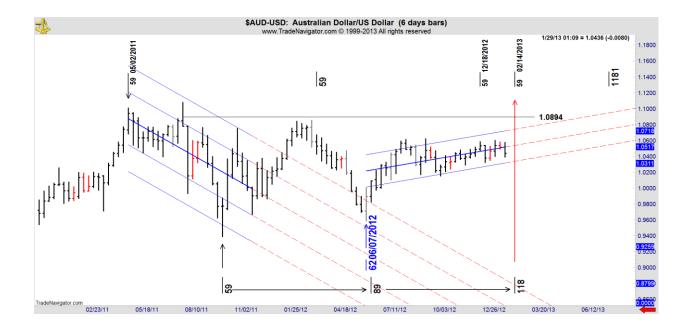
On the 24 day chart the trend is UP but now with 1 conditional Sell signal.



This market scared itself by closing below the 2nd SD 11 weeks ago and then fought like a fiend to cling precariously to that rising support. Last low came a period early, often a sign of strength, but not so at the moment as \$DX drifts lower in a downward sloping channel which is now a valid DC channel. If a rally takes hold, minimum target is around 84+. Another down leg will target 74. Watch the DC Members weekly charts.

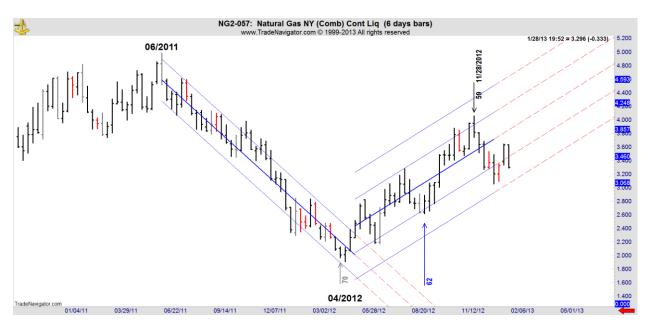
AUD-USD

On the 6 day chart the trend is UP On the 12 day chart the trend is UP On the 24 day chart the trend is DOWN



Natural Gas

On the 6 day chart the trend is DOWN On the 12 day chart the trend is UP On the 24 day chart the trend is UP



Good volatility in the past few weeks for some of the Futures and lots of vol in Forex as the EUR monster trades continue.