

S&P 500 - (M6) - Up ? / Peaking ? (- 0.25 @ 2042.50)

With the USD/JPY sporting what now appears to be a potential bear trap it may be time for us to get much more bullish on the S&P. But before we are willing to do that the bulls still need to push the S&P up and over two big hurdles, 2044.50-2064.75 and 2094.50. Have no reason to assume new highs are on tap until and unless the S&P can get through these levels first.

R2 = 2094.50
R1 = 2064.75
S1 = 2011.75
S2 = 1989.75**10 Yr Rate - Neutral (+ 0.012 @ 1.935%)**

If the USD/JPY can manage a sharp recovery then the S&P has a good shot at getting through key resistance. And if the S&P can get through resistance Rates should be able to continue their march higher. If this is the way things play out we will be looking for a push to the 2.102-2.128-2.137-2.144 area next in the 10 Yr. Should the USD/JPY or the S&P falter, expect a similar outcome for Rates instead.

R2 = 2.030
R1 = 1.975
S1 = 1.880
S2 = 1.835**EUR/USD - Neutral (@ 1.1217 last)**

No change. Still have no reason to entertain a run at the 1.1677-1.1783 neighborhood until and unless the 1.1376 high can be breached. And given the situation developing in the USD/JPY that scenario may be in jeopardy. In fact, if the USD/JPY can accelerate higher we will be forced to entertain a resumption of the longer term down trend in the EUR/USD. Prepare accordingly.

R2 = 1.1460
R1 = 1.1340
S1 = 1.1145
S1 = 1.1080**USD/JPY - Neutral (@ 112.330 last)**

Only one way to signal a bottom is in place in the USD/JPY, clear resistance. To start the bulls need to push the USD/JPY up and over the 112.225-112.385 zone and the 113.390 level. Successfully clear these levels and we will be forced to entertain the case for a march to new highs from here. Fail to clear resistance and a dump to 108.038-107.824-106.654-1.0649 is still on the table.

R2 = 114.225
R1 = 112.855
S1 = 110.635
S2 = 108.035**Gold - (J6) - Neutral (+ 4.4 @ 1248.6)**

With the USD/JPY now in a position to stage a recovery Gold is starting to feel a bit heavy. However, there has been no decisive shift on the technicals and no break down in terms of price. To signal a top has formed bears will need to push Gold below 1212.1-1210.1 and swing the longer term technicals in their favor. Have no reason to anticipate a deeper retreat until this can be accomplished first.

R2 = 1287.5
R1 = 1272.0
S1 = 1230.0
S2 = 1210.0**Copper - (K6) - Neutral (- 0.0030 @ 2.2895)**

No change. Still sitting in the same position we were in at the end of last week. To open the door for a push to 2.4095 next bulls need to bust through 2.3315-2.3375. To signal a top is forming bears need to crack 2.2320. Until resistance can be exceeded or support can be broken we are stuck in neutral territory. Suggest the sidelines until we have some clarity.

R2 = 2.4095
R1 = 2.3375
S1 = 2.2670
S2 = 2.2320

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