

S&P 500 - (M6) - Up ? (+ 7.75 @ 2055.25)

Still extremely skeptical of this rally. But as I stated before we will not fight the tape. As long as the bulls are in control we have no reason assume a top is just around the corner. That being said, critical resistance is now just overhead at 2089.50. Push the S&P above this level and a march to 2353.50 becomes possible. Fail to get above 2089.50 and it will be time to entertain short positions.

R2 = 2089.50**R1 = 2064.75****S1 = 2026.25****S2 = 2002.75****10 Yr Rate - Neutral (+ 0.016 @ 1.830%)**

The question at hand, can Rates join the march higher along side equities? Carve out a bottom from the 1.801-1.784-1.774 neighborhood and that is the scenario we will need to consider. However, before we even entertain such a scenario we want to see the S&P punch through 2089.50. If the S&P can not get the job done we see no sense in looking for a bottom in Rates.

R2 = 1.905**R1 = 1.855****S1 = 1.785****S2 = 1.735****EUR/USD - Up ? (@ 1.1334 last)**

Another nice rally Wednesday. But still not enough to confirm the up trend has been restored. To signal a march to the 1.1677-1.1783 neighborhood is on tap bulls need to push the EUR/USD up and over 1.1376. Fail to bust through the previous high and the EUR/USD could easily remain mired in consolidation. Recommend waiting for a clear break out before taking a long position.

R2 = 1.1540**R1 = 1.1460****S1 = 1.1235****S1 = 1.1155****USD/JPY - Neutral (@ 112.417 last)**

With the EUR/USD looking poised to work higher the recent USD/JPY advance could be in trouble. But before we jump back aboard the short train bears still need a break beneath 110.632 to restore the down trend. Crack this low and a dump to 106.654-106.649-106.136 will be back on the table. As long as the USD/JPY holds 110.632 bottoming action remains possible.

R2 = 113.415**R1 = 112.890****S1 = 111.845****S2 = 110.630****Gold - (J6) - Neutral (- 8.9 @ 1226.9)**

While Gold has managed a bounce off 1212.1-1210.1 support the technical damage that has been done will require further upside to be repaired. In fact, I suspect the 1278.8 high will need to be bettered to restore the up trend technically. Until and unless the bulls can make that happen we would be prepared for a deeper retracement of the 1045.4 to 1287.5 advance near term.

R2 = 1256.5**R1 = 1245.0****S1 = 1206.0****S2 = 1195.0****Copper - (K6) - Down ? (- 0.0240 @ 2.1900)**

All eyes on 2.1610. This level represents the lowest level consistent with any wave 4 correction in a continuing five wave advance off the 1.9355 low. In other words, if 2.1610 can not repel the price of copper higher we will have no choice but to assume 1) a retracement of the 1.9355 to 2.3225 advance is in progress or 2) the down trend has resumed. Energy traders take note of what copper does here

R2 = 2.2525**R1 = 2.2250****S1 = 2.1610****S2 = 2.1295**

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