

S&P 500 - (M6) - Up ? / Peaking ? (- 7.50 @ 2057.50)

No change. Still see the 2089.50 level as the final challenge for the bulls. Bust through and the door will be open for a march to the 2353.50 vicinity from here. Fail to get through 2089.50 and the bulls run the risk of allowing the bears to make a run at the 1802.50 low instead. Needless to say, there is a lot riding on the bulls ability to clear 2089.50. We are not confident they can pull it off.

R2 = 2089.50
R1 = 2071.50
S1 = 2032.25
S2 = 2008.00

10 Yr Rate - Down ? / Bottoming ? (- 0.013 @ 1.779%)

No change. For Rates to have any shot at joining the equity advance one of our remaining support candidates must stop the slide. The .618 retracement cuts at 1.733. The .7862 retracement cuts at 1.660. If these levels can not repel Rates higher expect the 1.567 low to be broken. Note: should equities tank I would not expect these levels to provide any kind of support.

R2 = 1.855
R1 = 1.820
S1 = 1.735
S2 = 1.660

EUR/USD - Up ? (@ 1.1396 last)

No change. With the EUR/USD clearing the previous high at 1.1376 the door is now open for a further advance to 1.1677-1.1783 ((A)=(C) from the 1.0452 low). Between here and there the only two levels of contention we can identify are the .7862 at 1.1459 and the .852 at 1.1537. Expect the Draghi rhetoric to intensify the higher the EUR/USD goes from here.

R2 = 1.1540
R1 = 1.1460
S1 = 1.1305
S1 = 1.1220

USD/JPY - Down ? (@ 111.280 last)

It is bottom or else. Turn higher in front of the 110.632 low and the bulls have a chance to stage a larger degree recovery. Fail to hold 110.632 and the next step down targets the large cluster of objectives and ratio retracements at 106.654-106.649-106.136. Still believe the S&P could be in serious trouble if the USD/JPY dumps from here. Equity traders prepare accordingly.

R2 = 112.430
R1 = 111.710
S1 = 110.630
S2 = 108.040

Gold - (M6) - Down ? / Bottoming ? (- 4.2 @ 1219.3)

Looking very heavy from a longer term technical perspective. From a short term technical perspective the picture actually looks somewhat constructive for the bulls. But for the bullish model to gain traction the pennant formation off the 1287.8 high must reverse from the 1195.2-1179.1 vicinity. Would be prepared for a deeper retracement of the 1045.4 to 1287.5 advance otherwise.

R2 = 1249.5
R1 = 1234.5
S1 = 1195.0
S2 = 1179.0

Copper - (K6) - Down (- 0.0225 @ 2.1405)

With Copper decisively taking out key support for the bullish model on Monday we are left with only two possibilities. Either 1) a corrective retracement of the 1.9355 to 2.3225 advance is underway or 2) the longer term down trend has just been reactivated. Either way we are looking at lower prices near term.

R2 = 2.2080
R1 = 2.1805
S1 = 2.1295
S2 = 2.0835

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