

S&P 500 - (M6) - Peaking ? (- 25.25 @ 2035.00)

Short term technicals have rolled over. Longer term technicals are looking heavy. Is the S&P about finally succumbing to the downward pressure of the USD/JPY collapse? If so bulls could in for a world of hurt. Before we get too excited bears have work to do. For starters both 2024.75 and 2001.75 must be broken. Take out these levels and the 1802.50 low will quickly end up in our crosshairs.

R2 = 2064.75**R1 = 2048.75****S1 = 2008.00****S2 = 1968.75****10 Yr Rate - Down (- 0.064 @ 1.691%)**

1.121-1.099-1.086-1.043-1.027 represents critical support for the five year. 1.660-1.637-1.633-1.631 represents critical support for the 10 year. That makes the situation bottom or else. Fail to hold support and our downside target for the five year becomes .739-.713-.648. For the 10 Yr our target becomes 1.192-1.104. At this point we see no reason not to expect these targets to be tested.

R2 = 1.810**R1 = 1.765****S1 = 1.635****S2 = 1.500****EUR/USD - Neutral (@ 1.1372 last)**

While the EUR/USD is still far off our implied target the DX Index is actually holding our most bullish case support at 93.989-93.925. If the DX Index can rebound sharply from here we would have good reason to question the validity of the up trend in the EUR/USD. However, for us to completely abandon the case for another leg up in the EUR/USD 1.1064 will need to be broken.

R2 = 1.1540**R1 = 1.1460****S1 = 1.1320****S1 = 1.1235****USD/JPY - Down (@ 108.255 last)**

With Thursday's slide grinding to a halt right into 108.038 there is an opportunity for a short lived period of consolidation into the end of the week. Whether or not we pause here is irrelevant though. It will not alter our objective, the cluster of wave count targets and ratio retracements at 106.654-106.649-106.136. Would look to fade any bounce in anticipation of a test of this target.

R2 = 110.005**R1 = 109.110****S1 = 107.180****S2 = 106.650****Gold - (M6) - Neutral (+ 13.7 @ 1237.5)**

Still stuck in neutral territory. Bulls need to bust through the 1287.8 high to signal they have regained the upper hand. Bears need to take out the 1206.0 low to signal a deeper retracement of the 1045.4 to 1287.8 advance should be anticipated. Given the situation in the USD/JPY we are inclined to lean towards the bulls. But as long as we are stuck between support and resistance we wait.

R2 = 1270.5**R1 = 1256.5****S1 = 1217.5****S2 = 1195.0****Copper - (K6) - Down ? (- 0.0670 @ 2.0765)**

Big picture, we would prefer to see a more complex correction unfold from the 1.9355 low before the down trend resumes. But for that to be possible copper will need to find support in front of the 1.9355 low. The only candidates for support we have left at the .7862 and .852 at 2.0185-1.9930. Fail to turn higher and 1.5735-1.4690-1.4485 becomes the next downside target. Energy traders take note.

R2 = 2.1275**R1 = 2.1045****S1 = 2.0185****S2 = 1.9355**

The market commentary contained in this document represents the opinions of the author. Such opinions are subject to change without notice. Principals and employees of ICAP Corporates may or may not trade in the commodities discussed in this document, taking positions similar or opposite to the positions discussed herein. The information contained in this document is taken from sources we believe to be reliable, but it is not guaranteed by us as to the accuracy or completeness thereof and is sent to you for information purposes only. Commodity trading involves risk and is not for everyone. Any trade recommendations contained in this document are generated by Brian LaRose who is a registered futures broker with ICAP Corporates LLC and are intended to be a solicitation to enter into the recommended trades through ICAP Corporates LLC as futures broker.