Weekly Inter-market Technical Report

Summary Chart

	TREND STRUCTURE			
	Primary	Intermediate	Short-Term	Money Flow
10-Year Note	UP	UP	DOWN	OUT
SP500	UP	UP	SIDEWAYS	OUT
Gold	DOWN	SIDEWAYS	SIDEWAYS	IN
Crude Oil	DOWN	UP	UP	IN
US Dollar	UP	DOWN	DOWN	OUT

		SHORT-TERM TARGET		
	LAST*	UPSIDE	DOWNSIDE	KEY LEVEL
10-Year Note	121.02	124	120	120
SP500	2605	2,700	2,600	2,600
Gold	1337	1,400	1320	1350
Crude Oil	61.89	65	60	65
US Dollar	89.72	94	89	90

Intraday Intermarket

Despite the volatility, the week gave us a strong bullish rally off our 2,600 target level and then an equally strong sell-swing decline that triggered just shy of our full simple 2,700 target in the S&P 500.

Gold similarly remained volatile within its well-defined sideways trading range (short-term), and Oil retraced lower as expected from our $66.00 target (with negative divergences).

Keep a close watch on the 2,600 zone for stocks and the ongoing resistance targets achieved in most of our markets we cover - next week will be important for these levels and a possible breakdown in equities should it occur.

10-Year Treasury Notes ($UST – Price)

Weekly

Bonds SUCCESSFULLY achieved our upside bounce target just above the 121 level after rallying - on a big positive divergence - from the 119 level. With bonds into a key target... and stocks into key support... watch these levels carefully. We expect them to hold or break together, meaning a bullish breakout beyond the current 20 week EMA resistance could correspond with a collapse in equities. For now, watch this level with a "take profits" bias and caution/sell-swing play into our resistance level for now.

Daily

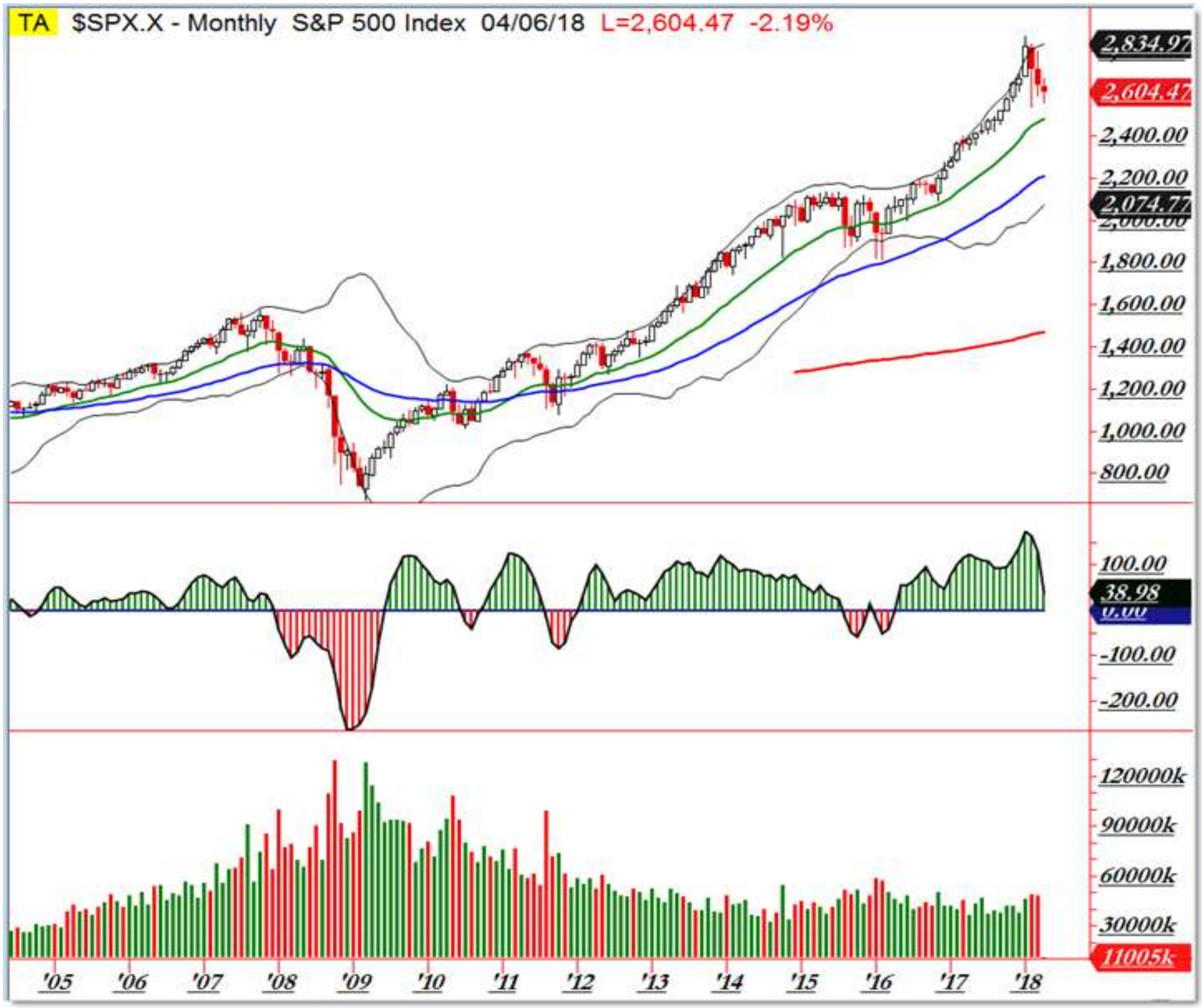
As seen on the WEEKLY chart, bonds are in a short-term DOWNTREND into a key weekly chart SUPPORT pivot at 119 with a short-term rally.

We continue the logic that bonds are into a critical resistance level that if broken (above) could lead to a short-squeezed bullish pathway toward/above the 123 level.

Should bonds fall back beneath daily levels, look to play bearishly back toward the prior low near 119 which would correspond with rates rising back toward the recent highs.

US S&P 500 ($SPX)

Monthly



February gave us a wide monthly candle of high volatility and March was another big sell-monthly candle locked in place. The non-stop multi-month up-rally was grossly overextended and was unlikely to end without a collapse bar at a minimum - and the collapse continued.

Note the lower frame levels and monitor the immediate departure from the critical levels such as 2,600. The Weekly and Daily long-term pivots have been achieved as price consolidates and now trades into our longer-term sell-swing target at 2,600 - a very critical level for the future.

Weekly

Clearly price gave us our "violent snap-back" that collapsed us from 2,900 toward 2,600 where price revisits currently. After that, we've seen a few weeks of sideways consolidation "work-off" the high volatility events. Last week gave us the expected consolidation and bounce to end a shortened holiday week.

Use the 50 week EMA near 2,580 as your pivot (just beneath 2,600's "roundie") and possible support-bounce level for next week just like we saw last week. It's also the 200 day SMA which held on Thursday - the question is whether it will hold next week (and that's how we'll trade - the departure). Do note that the week's high and low were roughly our weekly EMAs.

Daily:

This should be thrilling! We have ANOTHER test and defense at 2,600 (level) but we know that the MORE times a level is tested WITHOUT a rally (or move away from it), it increases the odds of a BREAK beneath that level. We'll keep the same game plan which calls for a dominant thesis bounce but are ever increasingly eager and ready to play the bearish alternate thesis sell-swing or even collapse pathway beneath 2,580 and 2,550 (the 2018 low so far).

Be prepared - don't predict, but be positioned or ready to position into the departure from 2,600.

Gold

Weekly

We got an initial bearish play down away from $1,360 as price continued to consolidation within our $1,310 and $1,360 wide weekly range (rectangle). Price traded DOWN AWAY FROM it again last week giving us a support target of the 20 week EMA near $1,330 and resistance at $1,360.

We've been successful trading the back-and-forth (see Daily Chart) in the new short-term trading range that has developed in Gold which continued last week between our pivot levels.

Daily

With Gold again BACK near the midpoint of $1,330, be cautious here - it's in the middle of the range and thus there's no edge like there is when playing short against $1,360 or long against $1,310. Edge comes from a higher probability outcome and tighter stops relative to your target. There's no trade here for swing traders beyond a few days UNTIL we get a breakout.

Gold continues to trade between our $1,310 and $1,360 so be safe here until we're back into the $1,360 or $1,310 levels. We'll get a breakout but it has not yet occurred.

WTI Crude Oil ($WTIC)

Weekly

Like Stocks, Oil remains in a longer-term uptrend but UNLIKE stocks, Oil trades back at the 2018 swing highs just above our $65.00 pivot level.

We successfully used the $66/$65 upper resistance to call a likely sell-swing back toward the prior low above $60.00 per barrel and that's what occurred/confirmed last week. Note the trading range (highlights) and again be prepared to trade within this range until price breaks.

Daily

As was logical given the divergences at the beginning of 2018 - and the sell signal in stocks - Oil collapsed DOWN AWAY from our $66.00 and $65.00 level toward our weekly pivot at $60.00 and then stabilized.

Price fell toward $60.00 then rallied up to create the current 2018 TRADING RANGE we've been playing successfully. Like Gold in a sense, price is at/near the MIDPOINT of the wider range between $66.00 and $60.00 or even the $59.00 level so if you're not already positioned, it's better to wait for a touch of $60.00 or a retest back toward $66.00 before your next trade.

US Dollar Index ($USD)

Weekly

Be very careful here - we DID get our bounce UP AWAY FROM the 89.00 level toward the falling 20 week EMA into 90.00 which is where we find ourselves currently with a reversal candle into our 20 week EMA resistance target of 90.00. This is a "take profits" or get cautious stance. Do note the alternate thesis bullish breakout pathway that targets 92.00.

Pay close attention to the DAILY CHART RANGE and frame your trades clearly from there.

Daily

Like we see on the Weekly Chart, the Dollar is into a key resistance target just above 90.00 with a short-term sell signal while beneath it - it targets 88.75 or 88.50 on a departure down away from the 90.00 pivot.

We don't predict - we plan. Therefore, should the Dollar surprise us with a big break above 90.50, then it likely sets in motion a breakout short-squeeze play toward the 92.00 overhead target.

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