



## 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	UP	IN				
Gold	DOWN	UP	UP	IN				
Crude Oil	DOWN	DOWN	UP	IN				
US Dollar	UP	DOWN	DOWN	OUT				
	SHORT-TERM TARGET				INTERMEDIATE-TERM TARGET			
	LAST*	UPSIDE	DOWNSIDE	KEY LEVEL	UPSIDE	DOWNSIDE	KEY LEVEL	
10-Year Note	120.14	125	120	121	131	120	121	
SP500	2725	Unlimited	2,400	2,700	Unlimited	2400	2700	
Gold	1320	1,400	1320	1300	1400	1300	1300	
Crude Oil	62.66	55	40	65	60	40	65	
US Dollar	90.03	105	90	92.5	105	90	92.5	

# Intraday Intermarket



We saw reactions against the recent sell-off with strong bullish action taking stocks and oil higher off reaction lows while Gold and the US Dollar stalled and retraced lower.

Note the new planning levels in all markets as volatility settles back into a more normal range after the start-of-2018 high volatility conditions.

# 10-Year Treasury Notes (\$UST – Price)

## Monthly



As the Fed continues a Rate-Hiking campaign, we'll be cautious and even bearish on Bonds long-term especially beneath 122 and 121 should that occur. Watch support here for a bounce or breakout event though odds continue to favor more downside future action.

Ultimately the 120 level is the critical MAKE or BREAK pivot for the near-term future and that's precisely where Bonds closed last week.

## Weekly



Bonds FELL at weekly support recently as expected, crushing lower THROUGH 122 and the 121.50 target. Compare the monthly 50 EMA with the breakdown and collapse toward the prior support on the weekly chart from 2015.

With price now JUST BENEATH our 121 pivot level into **120's target** as we look to play a **bullish BOUNCE/RALLY** or **retacement higher toward the 123** weekly pivot target (pullback).

**If that does not happen and price falls further** - and yields spike higher - we could see even more selling pressure take the price of bonds AND stocks lower (alternate thesis for now).

## Daily



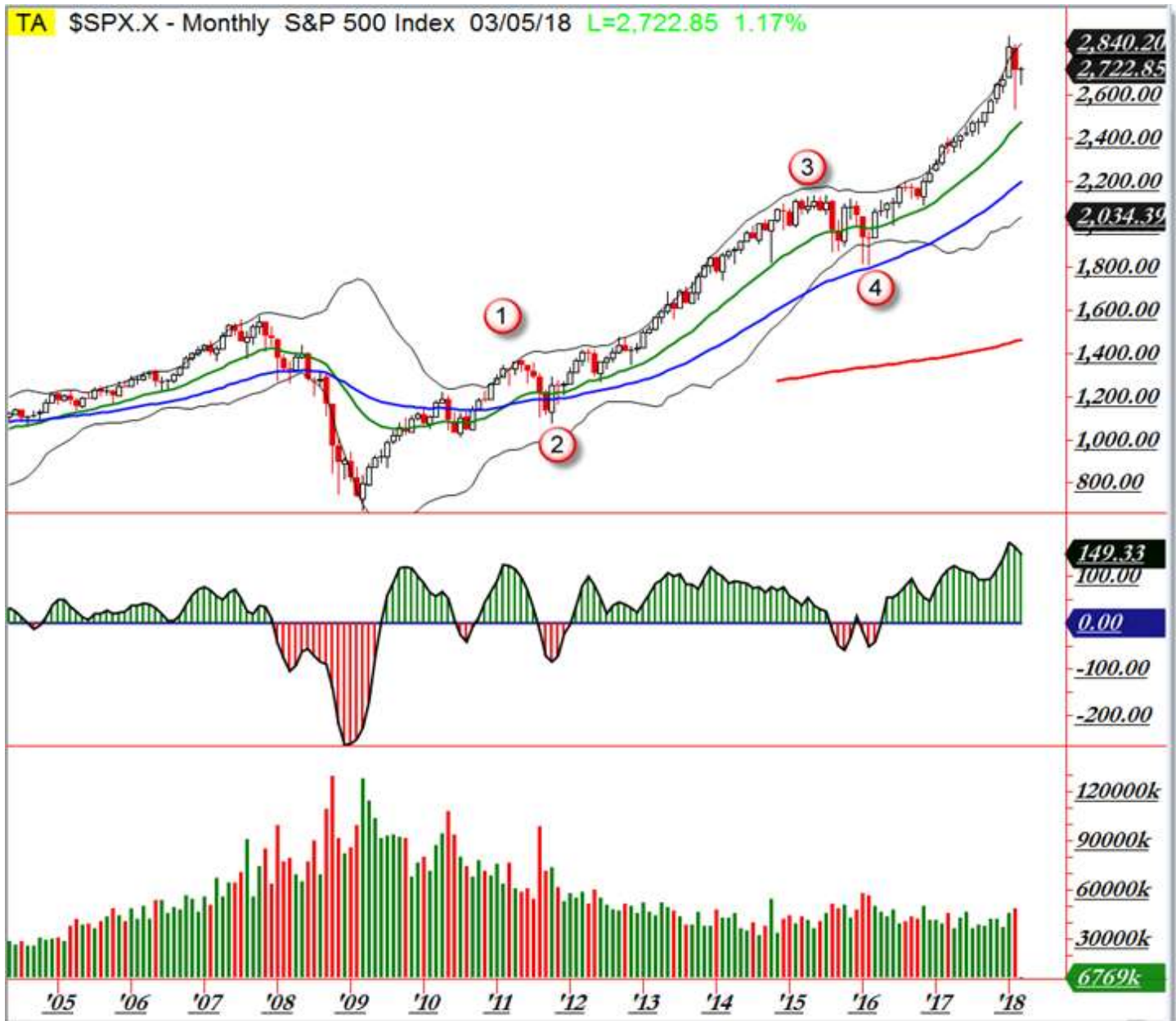
As mentioned on the WEEKLY chart, bonds are in a short-term DOWNTREND into a key weekly chart SUPPORT pivot at 122.00 (here) then 121.50 **and when those levels failed, we turn to 120.**

Here's another quote from last week : *Otherwise, look to short (or avoid) bonds beneath 123 which opens a rapid sell-swing pathway and continues the downtrend toward 122 then 120.*

Price traded all the way down through support **toward 120 where we begin next week** at a critical round number in an overextended sell-swing/collapse lower. Be ready for a bounce.

# US S&P 500 (\$SPX)

## Monthly



February gave us a wide monthly candle of high volatility; the non-stop multi-month up-rally was grossly overextended and was unlikely to end without a collapse bar at a minimum - and here it is.

Note the lower frame levels and monitor the immediate departure from the critical levels - both the Weekly and Daily long-term pivots have been achieved as price consolidates near 2,700.

## Weekly



Here's the key quote that I emphasized clearly last week: *It does increase the odds of a larger/violent snap-back in the future so please be careful however you are choosing to trade this overextended environment.*

Clearly, here is our "violent snap-back" that collapsed us from 2,900 toward 2,500. After that, we've seen a few weeks of sideways consolidation "work-off" the high volatility events. We're seeing our continuation bullish move or rally UP AWAY FROM the 2,550 pivot toward 2,800 though - as we'll see on the Daily Chart - price is pausing at the midpoint of the volatility.

## Daily:



Even with the volatility, trade the lowest timeframe possible. Rallies like we had don't tend to end nicely for bulls when the music stops (the price trend turns lower rapidly).

Like the weekly chart level, play the immediate departure/rally UP away from the surprisingly quickly achieved 200 day SMA target at 2,550. Our rally took us above our 2,700 target and now puts us in a "bullish above 2,750" environment or bearish beneath 2,700. If not already positioned, remain NEUTRAL between 2,700 and 2,750 and ready for a breakout.

Not much changed as price returns to stability/consolidation ahead of a future breakout (departure) from these consolidation levels. Stay cautious.



# Gold

## Monthly



Gold broke out of our sideways trend recently, allowing aggressive traders to play the breakout swing UP AWAY FROM the \$1,300 known resistance target. Price then played up toward our \$1,370 target and we used it as our departure point to play the bearish DEPARTURE (retracement) from this level. At this point, a SIDEWAYS trading range (triangle) has developed with price still trading DOWN away from our \$1,360 pivot (see Weekly Chart).

## Weekly



We've been playing BEARISHLY for our ongoing departure/sell-swing DOWN AWAY FROM the \$1,350 level, playing for \$1,300's price overlap as price closed the week just above our midpoint target.

We got an initial bearish play down away from \$1,370 but then a violent rally the prior week up off support - as planned - back into our pivot. Price traded DOWN AWAY FROM it again last week giving us a support target of the 20 day week EMA near \$1,330 and resistance at \$1,360.

Use \$1,300 as your pivot for this week.

## Daily



We'll repeat last week's quote as it's identical to this week (though closer to our targets):

*Like stocks, it's LATE in the game to get long/bullish here but again we don't want to fight/fade (trade against) the bullish upside strong price action. Play the departure from \$1,340.*

Once again, the Daily Chart places price **BETWEEN the 20 and 50 day EMA** making a **BREAKOUT** play the most logical approach if you're not already positioned.

Use \$1,300 as your lower support pivot and \$1,360 as your high as you play the range between these levels. Don't become very bearish unless price trades firmly beneath \$1,300.

# WTI Crude Oil (\$WTIC)

## Monthly



As always, start with the Weekly Chart and note key levels and plans - including targets for the retracement toward weekly and daily target support. Oil remains in a longer-term sideways trend with bullish overtones and bullish short-term trends.

However, we're seeing selling pressure take price down away from \$66.00 as is expected while stocks fall.

## Weekly



Here's again a quote from last week that catches us up to speed:

*The market is trading at the highs but diverging/weakening on the Daily Chart so note the pullback play toward \$60 on the weekly chart should we get a breakdown beneath \$64 (daily).*

Here we are! Like stocks, oil trades into a weekly pivot target at \$60.00 which is the rising 20 week EMA. We're in a bullish bounce - like stocks - on the departure UP AWAY FROM \$60.00 as planned and as price continues this "bullish bounce" strategy.

## Daily



As was logical given the divergences - 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.

**While that's simple and complete, note any "departure" play or bounce up away from this level as would be the expectation in stocks.**

That was the correct strategy last week as stocks rallied higher with reversal candles at pivot support all last week. Note the target achieved into \$62.50 (with stocks) and treat Oil in a similar game plan as you do stocks at similar bounce-after-falling levels.

# US Dollar Index (\$USD)

## Monthly



Targets have been achieved on all timeframes so update your positions here in the Dollar with respect to our Wide Neutral Range and bull/bear pathways.

Price fell once again beneath our critical pivot near \$91.00, collapsing in a violent breakdown as seen best on the Weekly Chart. Note the Fibonacci Level (61.8%) in play at the 88.50 level and the bounce that occurred last week.

## Weekly



The short-term downtrend continues with price trading back down - then breaking strongly beneath (on high volume) - the 90.00 low toward our 61.8% pivot target of 89.00.

Here's the active quote from last week that holds sway this week too:

*The Dollar collapses while the US Stock Market surges as the strong inverse relationship continues but should stocks continue fall, we would expect the Dollar to BOUNCE from here.*

**Right on cue and off our target, the Dollar bounces - potentially toward \$92.00.**



## Daily



Again, let's start with last week's quote as we update this week:

*However, the Dollar trades into the 61.8% Fibonacci retracement on a small positive divergence with reversal candles, suggesting odds favor a BOUNCE up away from 89.*

With the Dollar into \$90.00, look to play cautiously here as our short-term goal is achieved with a violent - yet expected - rally. Cautious is key here. The same strategy that we used last week - departing from 89.00 - is again at play in the week ahead for us.

At this point, play the DEPARTURE from \$90.00.

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