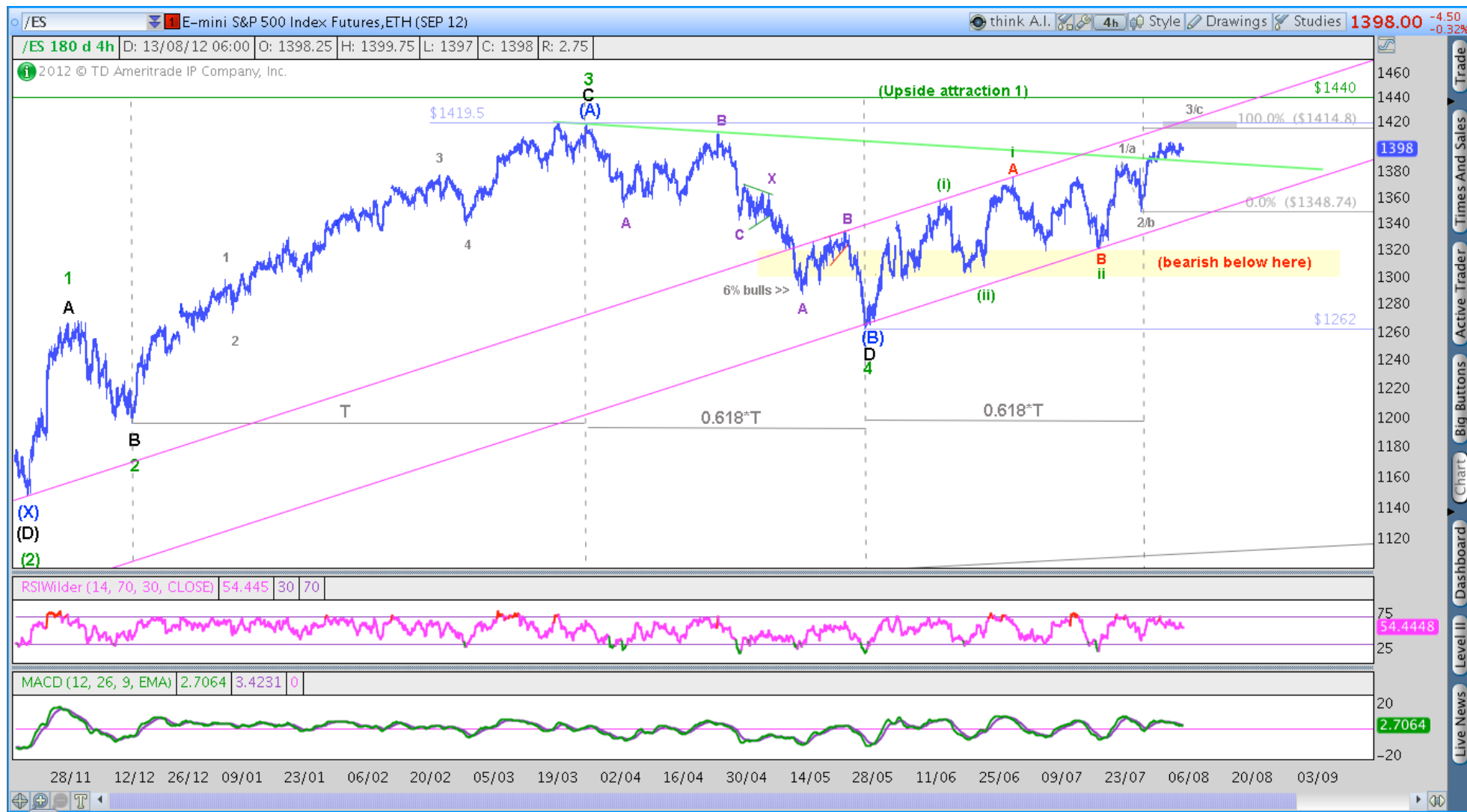


SPX (Sept Future @ 1398 on Mon, 13 Aug 2012 0915 GMT)

Trend: Up

Unchanged - While SPX holds above **1390**, **1415-1420** is the next Fibonacci projection. Watch for any reaction at **1422.38** cash SPX (the 2012 high). Medium-term support is at **1300-1320**. Possible counts from the lows (in red and green) are shown in the chart below.

Medium Term: We counted a Double Combination **ABC-X-ABC** down from this year's high down to **1262**. It took 61.8% of the time taken by the Dec'11-Mar'12 rally. **SPX (cash) did not trade below the suspected wave 1 high at 1266.73** so it is technically possible that the decline was **wave 4**. Medium-term counts maintained in **Black: 1262 = wave D; and Blue: 1262 = wave (B)**. Both are bullish for now, as long as we trade above 1300-1320 support.



US10YR (Sept Future @ 133'265 on Mon, 13 Aug 2012 0920 GMT)

Trend: Up (correcting/topping)

We are now in a short-term rally after completion of **5 waves down** from \$134'297. While a **5-wave move** can be counted from \$135'155, an alternate **a-b-c** correction from \$135'155 to complete wave **II** cannot be ruled out (wrong below \$132'180). The structure of the rally from \$133'050 will give us clues to the next big move. A small **inverse head & shoulder** is in play targeting **134'102**.

Medium Term: Notes may have completed their advance from \$127'210, along with the larger pattern that began in April 2010. It is possible that wave **5** completed and sharply reversed below \$134'137. There is negative divergence on the Daily RSI, as it failed to make a higher high, with price. A bearish daily reversal will be confirmed below \$132'180.



Gold (*December* Future @ 1624.1 on Mon, 13 Aug 2012 0925 GMT)

Trend: Range-bound

While the **\$1600-05** support area holds we can continue the advance from recent lows beyond **\$1646.4** (Green count on the chart). A break below **\$1600** would suggest that the **contracting Triangle** is still in force (shown in Red).

Medium Term: Gold is trading in a narrowing range and the direction of the next big move depends on whether support or resistance prevails. Key levels are **\$1547.6 & \$1535** for a bearish decline; and trading above the key levels **\$1625.7 & \$1642.1** for a bullish breakout.



Crude Oil (Sept Futures @ 93.26 on Mon, 13 Aug 2012 0940 GMT)

Trend: Up

Short term: Sept Future found **support** for a bounce at **\$91.71**. Further support is lower, around **\$89-90**. **BULLS** should watch the possible “**Inverted Head & Shoulders**” pattern. A clear break above the neckline, it would target **\$105**. **BEARS** have an interesting **A-B-C-D-E** “**Contracting Triangle (Reverse Alternation)**” from **\$77.7** to work with. Waves **A, C & E** are in Fibonacci ratios to each other, as is common in a Contracting Triangle.

Medium term: The recent rally broke out of the **2-month old declining trend-line** in spectacular “**out-of-the-blue**” fashion. The advance from the **\$77.7** June lows can be counted as a **bullish 1-2-(i)-(ii)** or **A-B-C-X-A** (with **B & C to follow**). Trading below the **\$85-\$87** support area will support the third (bearish) interpretation of an **A-B-C-D-E** contracting triangle (with reverse alternation).



EUR/USD (1.2288 on Mon, 13 Aug 2012 0945 GMT)

Trend: Down (correcting upwards)

A pullback within the current advance towards **1.245/1.28** continues. Channel support at **1.22** and structural support is at **1.2133**. Below that is bearish. The current mini-uptrend is correcting/reversing the 5-wave decline from **1.2693** to **1.204**.

Medium term: A decline is underway in wave **e** of **E** towards 1.18/1.20, or even lower (larger count not visible here). Whether this decline completed at **1.204** remains to be seen.



USD/JPY (78.20 on Mon, 13 Aug 0950 GMT)

Trend: Down

Multiple corrective rally attempts have failed against the \$78.68-\$78.81 **short-term pivot**. Friday's decline below \$78.3 should lead to a breach of \$77.9, targeting \$77.5 and maybe even lower.

Medium Term: Bulls may soon attempt another rally at or above \$77.5. Sustained trading below this support level is bearish.



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