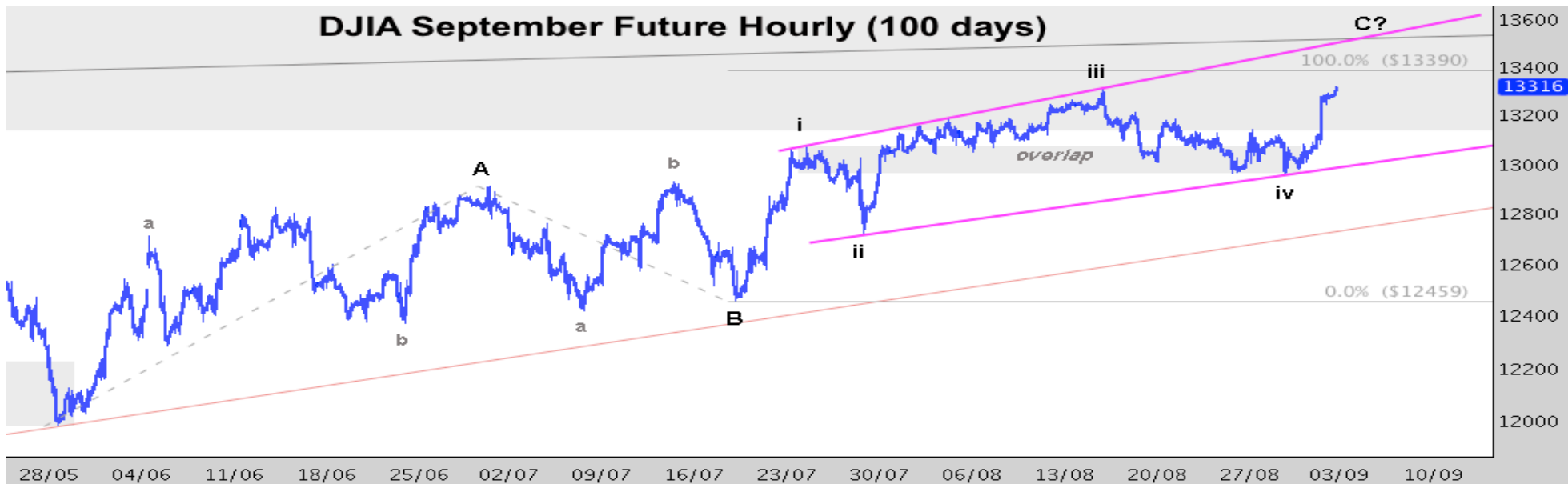
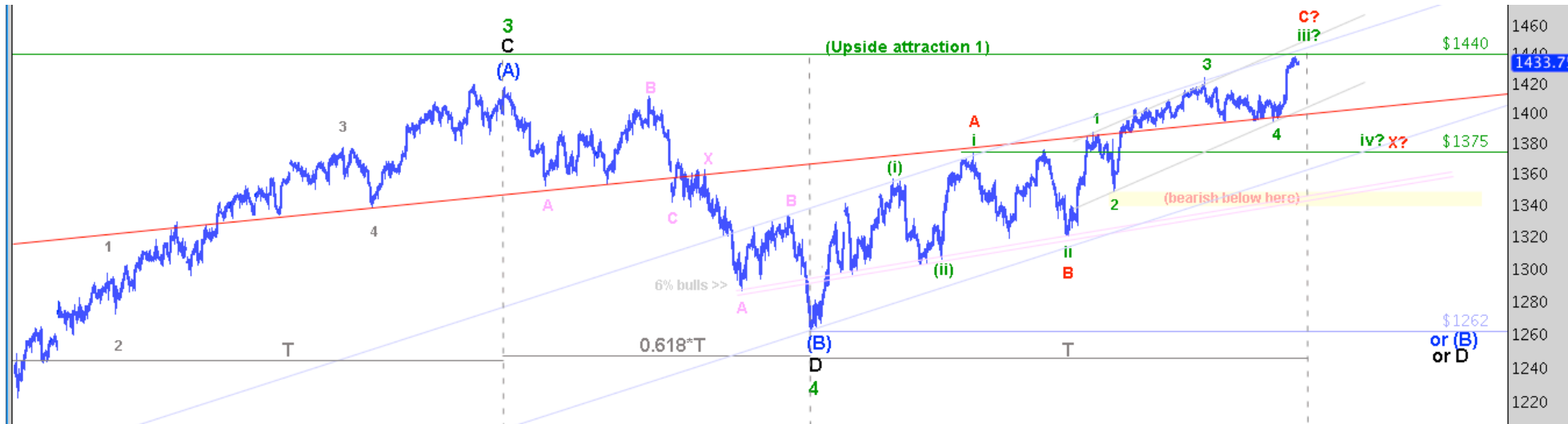


SPX (Sept Future @ 1433.75 on Mon, 10 Sep 2012 0905 GMT)

Trend: Up

- Now approaching the long-standing target of **1440**. The advance from **1262** will achieve **time-equality** with the Dec'11-Mar'12 rally this week.
- At **1440**, the advance from **1262** = **78.6%** of the size of the Dec'11-Mar'12 rally. 100% equality is at **1490** but I am not sure it will get that far.
- In the **impulsive** count from **1262**, the new high can be labeled as wave **iii** but the Dow has overlap between waves **i** and **iv**, so the Dow doesn't support the impulsive count.
- In the **corrective** count, the advance from **1320** is labeled as a 5-wave (terminal) **C**. This is an Expanding Diagonal (also a terminal) in the DJIA chart.
- While the market can continue to "blow-off", it is better to protect profits & not add new long positions. **We could see a consolidation/end of the advance from 1262 soon.**



US10YR (Sept Future @ 134'080 on Mon, 10 Sep 2012 0910 GMT)

Trend: Down

Wave **B** retraced deep into the top end of the target zone and reversed! While price remains capped by \$137'307 (May's "spike high"), a complete **w-x-y** correction can be counted. The sharpness of the advance means that a new high can no longer be ruled out. In one scenario, a break to new highs could be a megaphone-shaped Expanding Triangle pattern (Red count). This could be a nasty bull trap as the market will likely reverse violently from there. Breaking below the lower Red line can set up a textbook Head & Shoulders decline.

Medium Term: Notes have most likely completed their advance from \$127'210, along with the larger pattern that began in April 2010. There was negative divergence on the Daily RSI, as it failed to make a higher high with price. A bearish daily reversal is confirmed below \$132'180.



Gold (*December Future @ 1736.5 on Mon, 10 Sep 2012 0910 GMT*)

Trend: Up

In the primary wave-count shown in **Black**, a wave (4) consolidation from last year's blow-off top is complete. Confidence in this view grows above **1800**. Gold has broken-out of the year-old consolidation line and past the **61.8%** retracement of the decline from **1800**. Currently just below the **78.6%** level at the **1744**. The next attractions are the Nov'11/Mar'12 highs around **1800**. Overlap with 1679.3 followed by a rapid decline below **1647** is needed to have any confidence in bearish possibilities.

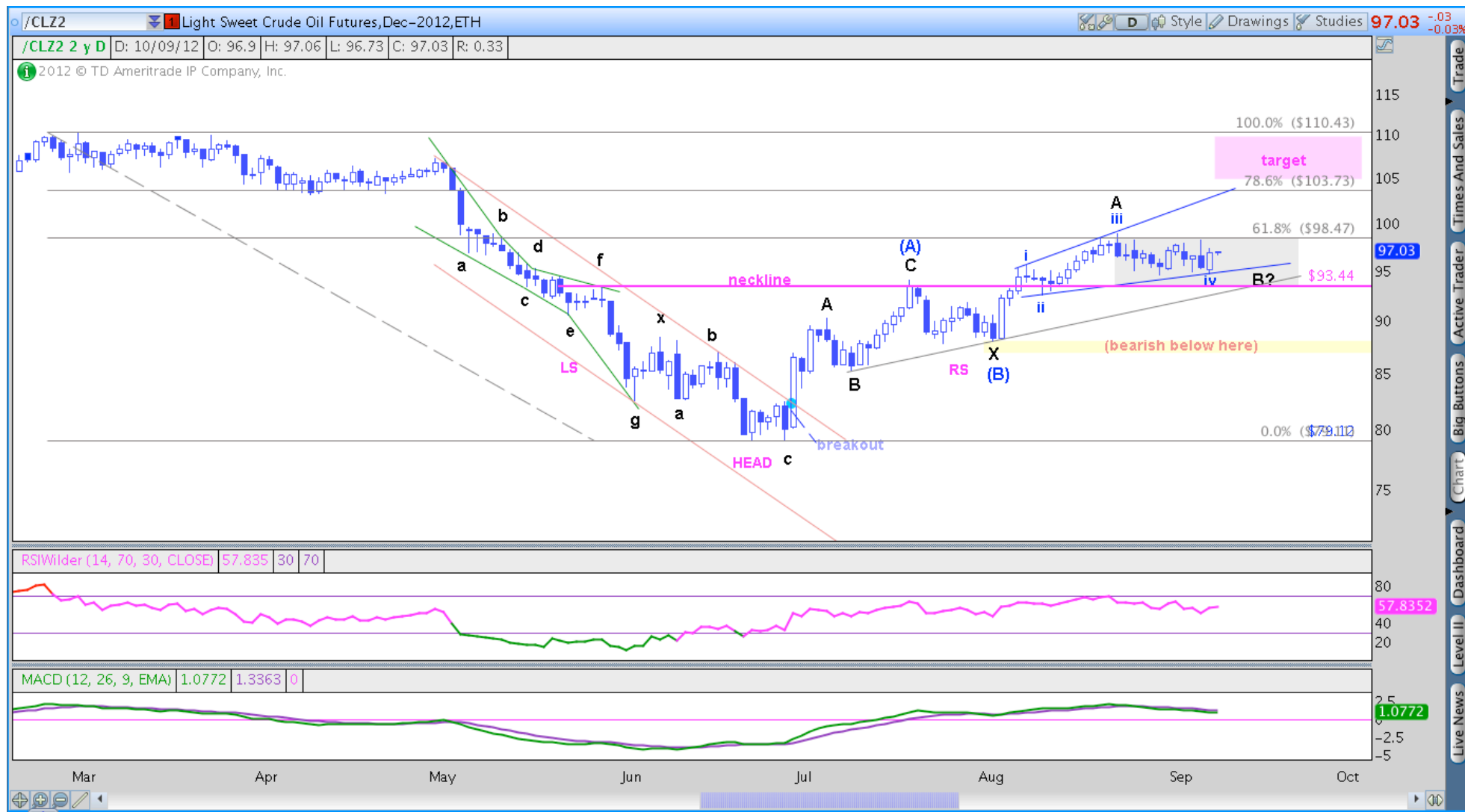


Crude Oil (*December Future @ 97.03 on Mon, 10 Sep 2012 0920 GMT*)

Trend: Up (consolidating)

Short term: [Unchanged] Dec Future continues to target **\$105-\$110** in an **"Inverted Head & Shoulders"** pattern from the **\$93.44** neckline. Reassess below **\$92.66 - \$93.44**. The recent short-term correction may have bottomed (confirmation above \$99.1).

Medium term: The recent rally broke out of the **2-month declining trend-line** in an **"out-of-the-blue"** fashion. The advance from the **\$79.12** June lows is best counted as an **A-B-C-X-A** (with B & C to follow). An alternative **(A)-(B)-(C)** count is possible but has very similar results. Only trading below **\$87-\$89** will reverse this advance.



EUR/USD (1.2787 on Mon, 10 Sep 2012 0930 GMT)

Trend: Down (correcting upwards)

EUR has broken out of a significant trend-line. Bears want this to be the last **c** wave of a Double Zig-Zag from 1.204. The advance can only be confirmed complete below 1.25. However the structure is impulsive enough to favor a break through the medium term pivot at 1.28 and into significant resistance at 1.30.

Medium term: The target of 1.245/1.28 from 1.204 is exceeded. The depth of the retrace from 1.204 means wave **e** of **E** can be marked complete at 1.204. Whether wave **E** completed at 1.204 remains to be seen. It could be forming wave **f** of a NEdWave **Symmetrical** or **Diametric**.



USD/JPY (78.30 on Mon, 10 Sep 2012 0940 GMT)

Trend: Down

[Unchanged] The corrective rally from the low at **\$77.9** (wave 'c/i') failed as expected. The preferred scenario remains a decline - targeting new lows below the wave (a) extreme at **\$77.65**. An Expanding/Contracting Terminal remains in play.

Medium Term: Bulls may soon attempt after the current Terminal structure is complete around **\$77.5**. Trading above **\$80.54** is bullish.



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