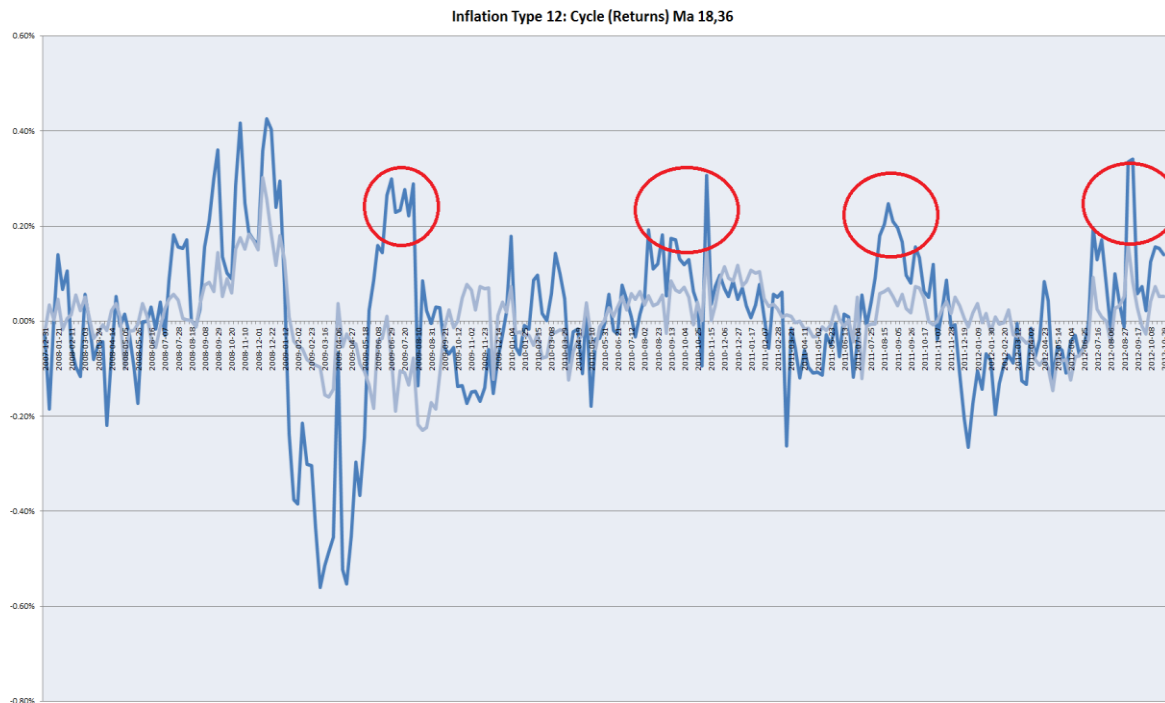


## Quick Review of Key Cyclical Macroeconomic indicators:



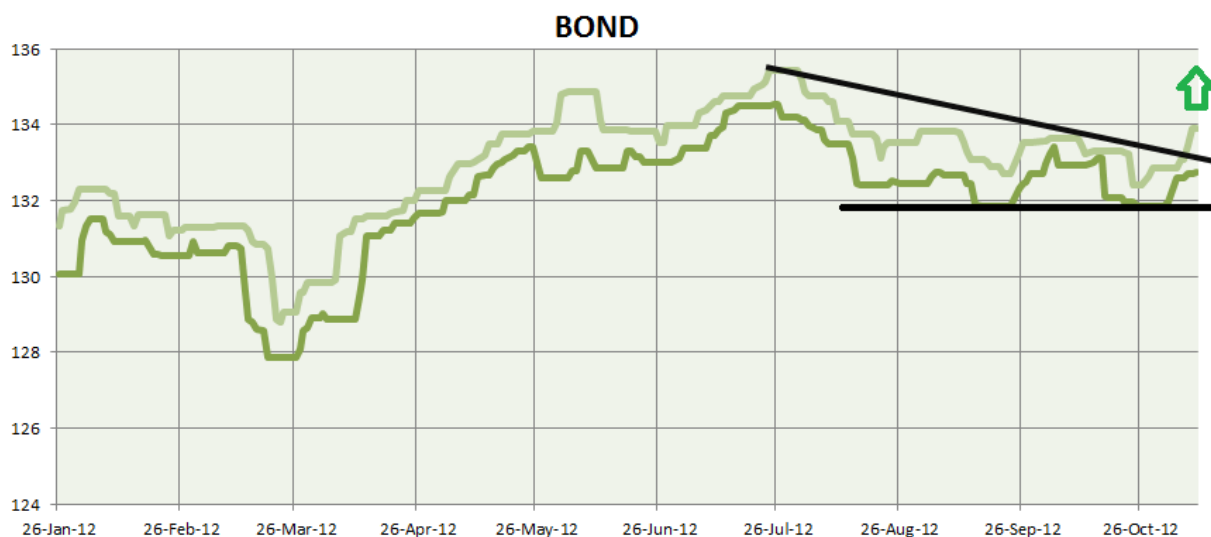
- ❖ As explain with previous indicators, Inflation (US) is now going down (Slowing). This peak is at same previous level of 0.30+. This means bearish for EURUSD and now with bonds trend line broken, this could suggest Bearish Long Term.

## Quick Review on Order Flow Analysis:

- ❖ Data is updated every Tuesday. Next update is on Tuesday 13<sup>th</sup>.

## Quick review on Inter market Analysis-Technical:

### Bonds (US 10 YEAR) (TNX)



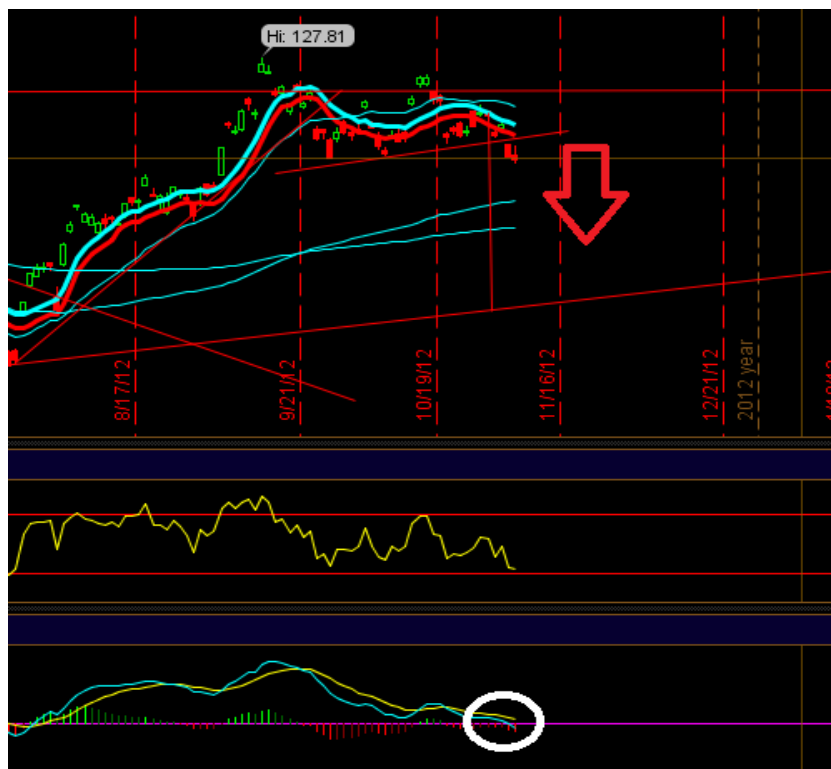
- ❖ Bond value rising with trend line broken. This is a very bullish move on USD. TNX (Yield) went down and will continue down, until support. TNX MACD ready to cross zero level this could suggest a very bearish bias on Bond YIELD that could push lower EURUSD spot.
- ❖ RSI going into 20 level and could cross it down. At this time we can talk that market bias is RISK OFF.

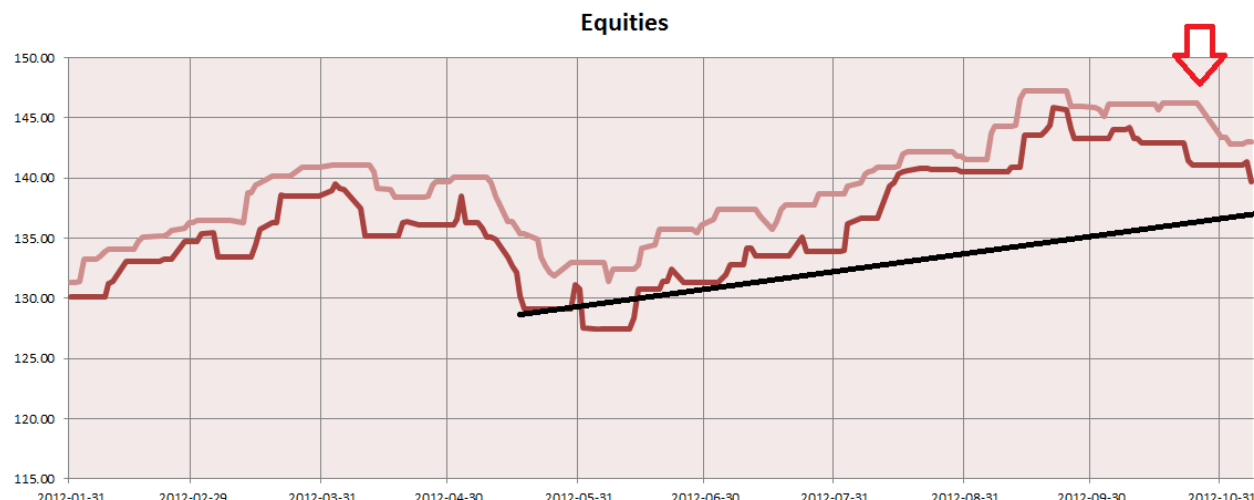
**Note:** Remember there is an inverse relationship between value and yield. More yield will imply a major risk premium and less value on the asset. Less Yield -- More value (USD) Less -- EURUSD value. This is on Daily TF.

### Bonds (H-L Statistical)

- ❖ Equilibrium price broken. **Note:** If you missed the (Bonds HL Statistical) link of previous report is at the final page.

### Equities (SPY (SPX ETF)) ESX



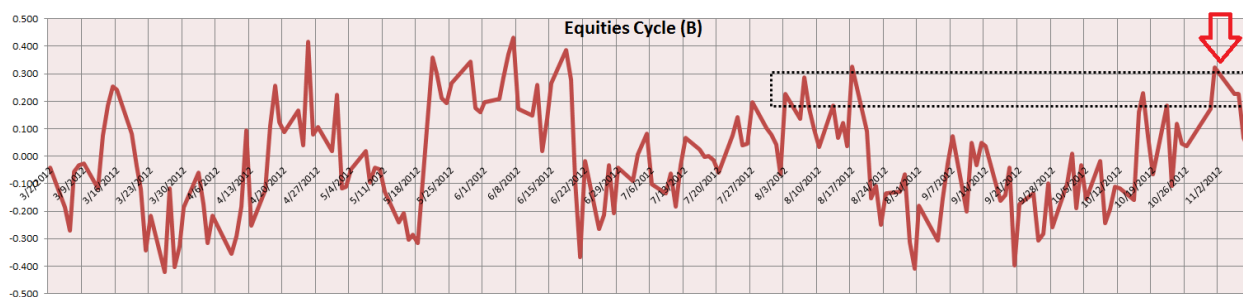


- ❖ With the bond market supporting the sell off on equities US, price should go lower to find major support. Equities EU (ESX) going down also.
- ❖ MACD ready to cross zero level suggesting a bearish bias. Equity market sell off could push and should push down EUROUSD spot.

### Equities (H-L Statistical)

- ❖ Price at equilibrium not yet broken. **Note:** If you missed the (Equities H-L statistical) link of previous report is at the final page.

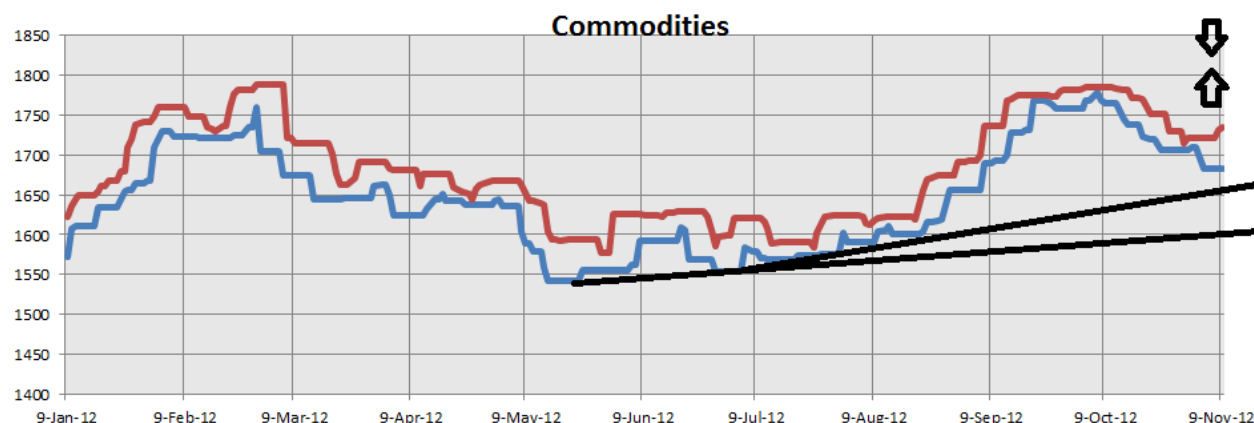
### Equities: Put/Call Cycle



- ❖ Price peak is bearish indeed. Long term down trend on Equities should play. Cycle reversing to -0.5 level.

**Note:** Remember when Equities are down or there is a bias to the downside this could imply a bearish bias on EURO but not always. This is on Daily time frame.

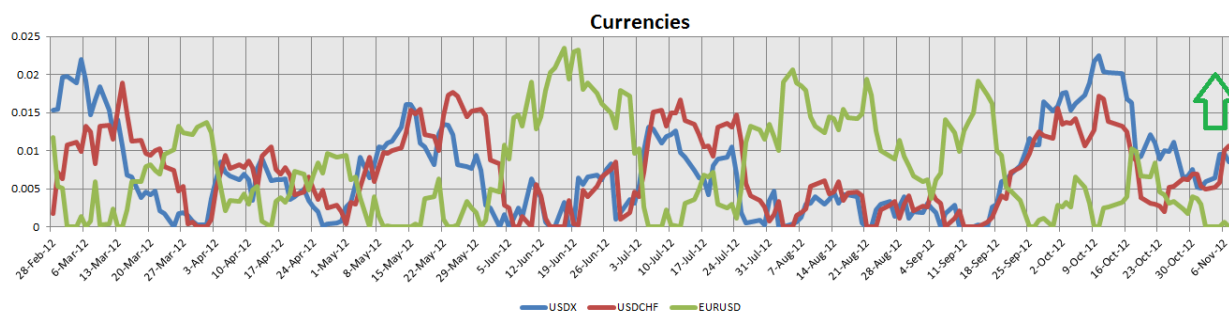
## Commodities \*(OIL)← IMPORTANT



- ❖ Commodities (GOLD) refusing to go down even though severe bearish pressure on BOND market and Equity Market are pushing down risky assets.
- ❖ Both H-L statistical still unchanged. **Note:** If you missed the (Oil/Commodities H-L statistical) link of previous report is at the final page.
- ❖ If relationship Between Commodities break Temporally) with 3 major markets people could go in a bullish crazy rally on GOLD and then price will collapse by major force pushing down everything like on September 9<sup>th</sup>, 2011.

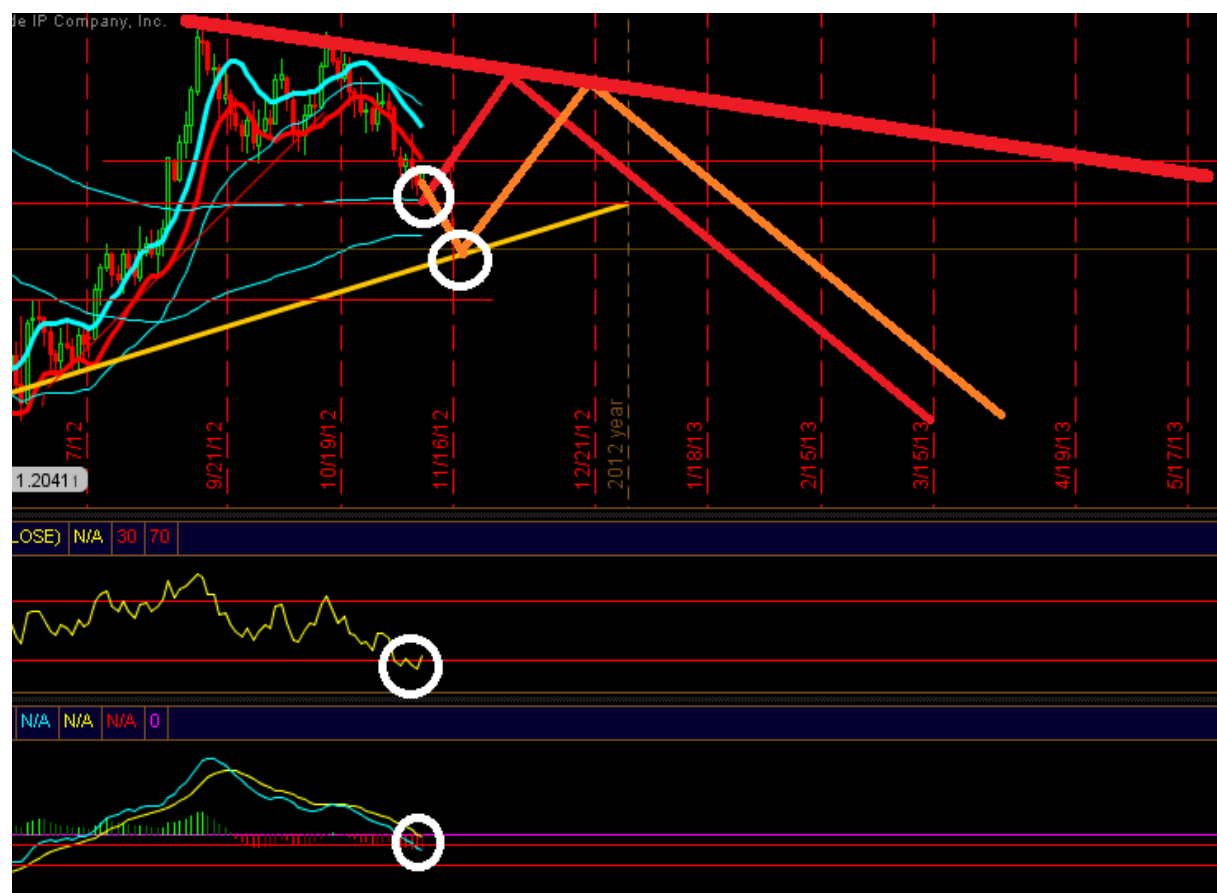
**Note:** As on Equities, Commodities relationship is not an iron law. If there is a bearish bias on commodities this could also imply a bearish bias con EURO. I do not post H-L statistical on commodities because we have same information as in equities and bonds. (Major equilibrium and possible trend bias)

## FOREX (USD, USDCHF and EURO)



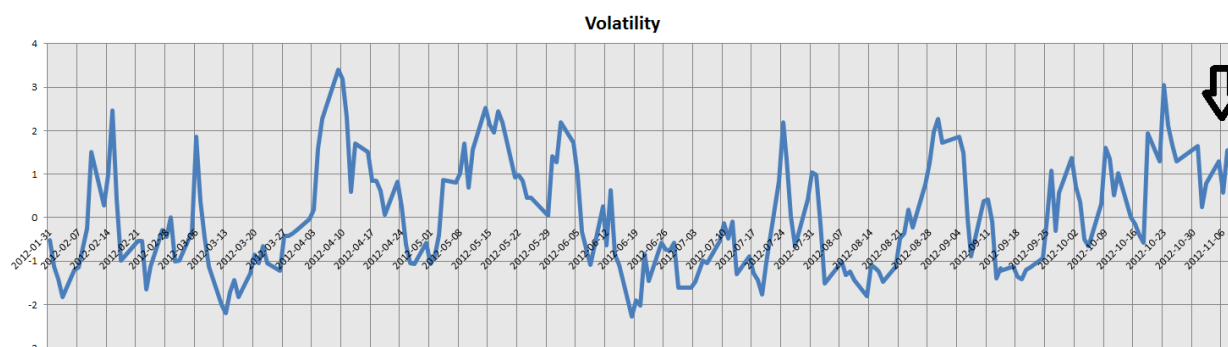
- ❖ USD and USDCHF still with bullish bias but now is supported with Bond market and equity market. Long Term (Major) Bearish Bias on EUROUSD spot.
- ❖ EURO filtered, still has bearish bias.
- ❖ **Note:** Check previous report (Euro Filtered) if you missed it. **(Link is in the final page)**

## EURO/USD POSSIBLE SCENARIOS:



- ❖ First Scenario: Support at 1.27+- then up to resistance at 1.30 then down until 1.21+-
- ❖ Second Scenario: Support at 1.244+- then up to resistance at 1.30+- then down until 1.21.
- ❖ Key info: First Support could be false. Reload shorts on 1.30+- . MACD crossing zero level, this could mean bearish trend is ready to go. RSI doing same as MACD.

## Volatility (VIX)



- ❖ Now with all markets pointing bearish on EURUSD. We can know this volatility peak should be bearish and will continue down until -2 level.

**Summary:**

- ❖ Bonds (value) Rising beyond trend line (Bullish on USD)
- ❖ Bonds (Yield) slopping downwards beyond support. (Bullish USD)
- ❖ Equities (EU) going down beyond support. Equities US still finding a lower support.
- ❖ Commodities refusing to go down.
- ❖ Oil is backing up this move and when this “ignites” will deliver serious speed.
- ❖ Equities Put/Call peak is bearish and is going down to lower level.
- ❖ All H-L statistical unchanged.
- ❖ Currency Meter bullish for the USD but now is supported by Equities (Bearish on EUR/USD → Bullish on USD), Bonds (Bullish).
- ❖ Volatility cycle: Reversing. Bearish Peak.
- ❖ EURO/USD Scenario: 1<sup>st</sup> likely 2<sup>nd</sup> most likely.
- ❖ Buying pull back is could be a good play but reloading shorts on 1.30 would be less risky.

**GETTING TOGETHER ALL INFORMATION EXTRACTED, I HAVE A  
MAJOR BEARISH SENTIMENT ON EURUSD.**

Link to previous report: <http://www.forexfactory.com/showthread.php?p=6174967#post6174967>

**Friday Report will be ready on Saturday. Have a nice Weekend.**

**-Gino**