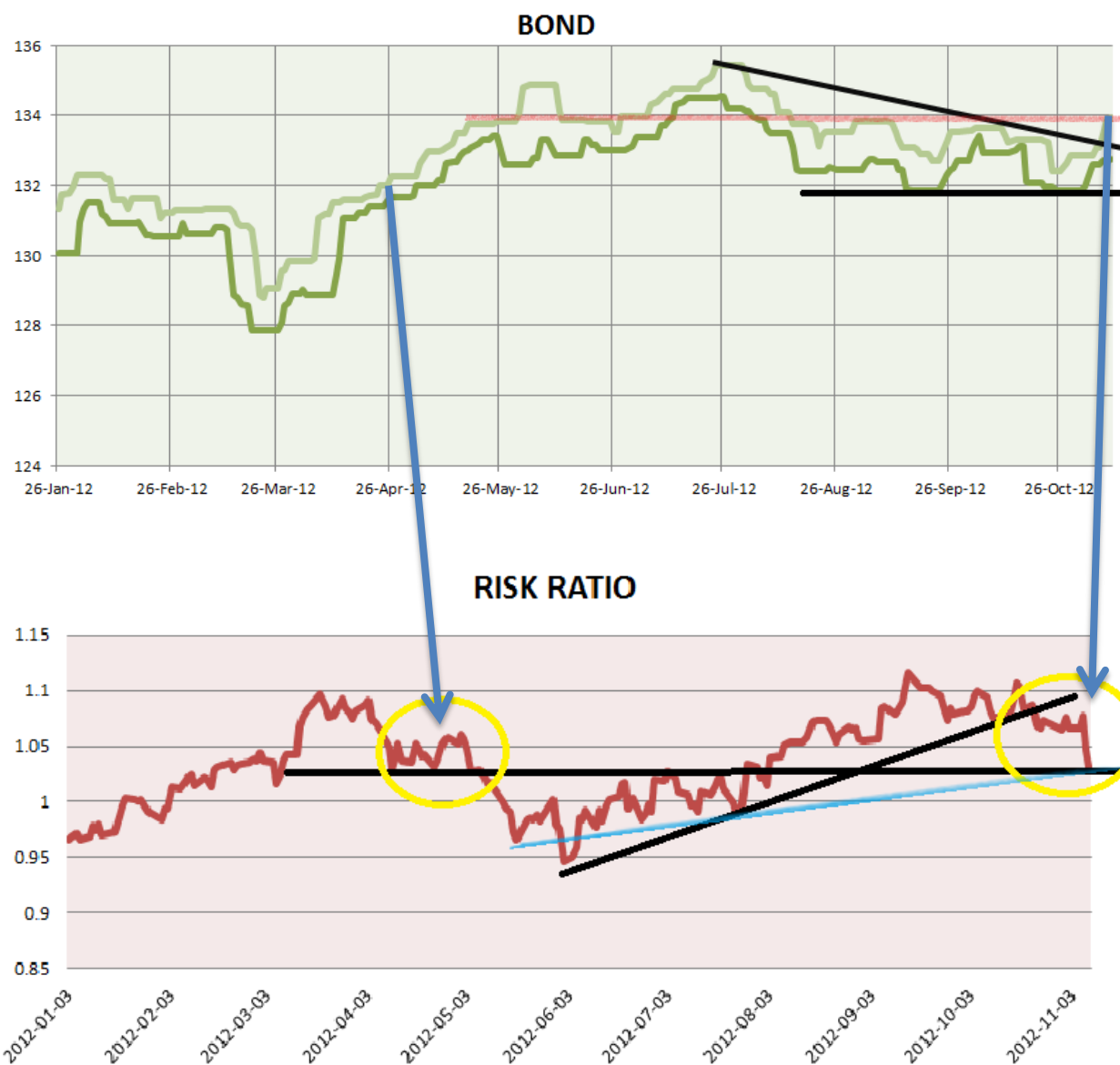


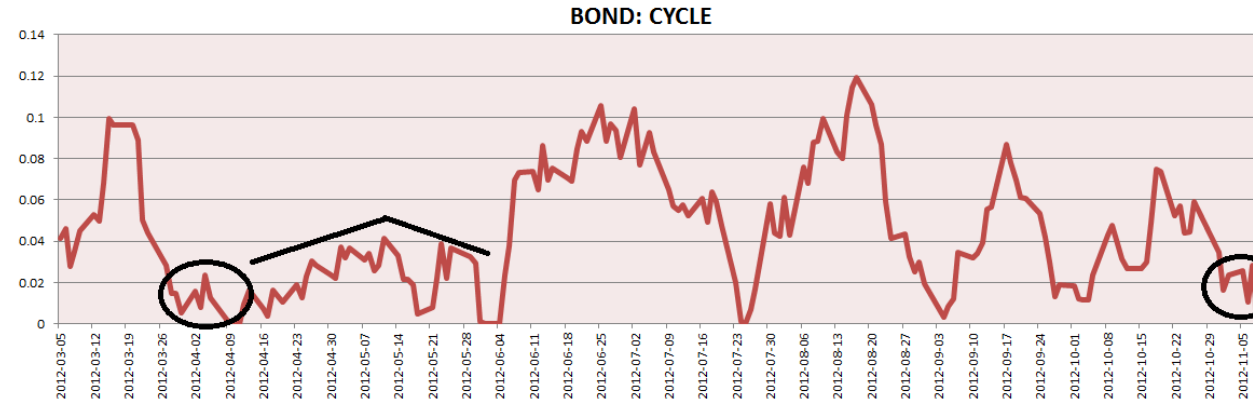
Quick Review of Key Cyclical Macroeconomic indicators:

❖ Data will be updated on Tuesday 13th.

Quick Review on Order Flow Analysis:

❖ Data is updated every Tuesday. Next update is on Tuesday 13th.

Quick review on Inter market Analysis-Technical:**Bonds (US 10 YEAR) (TNX)**



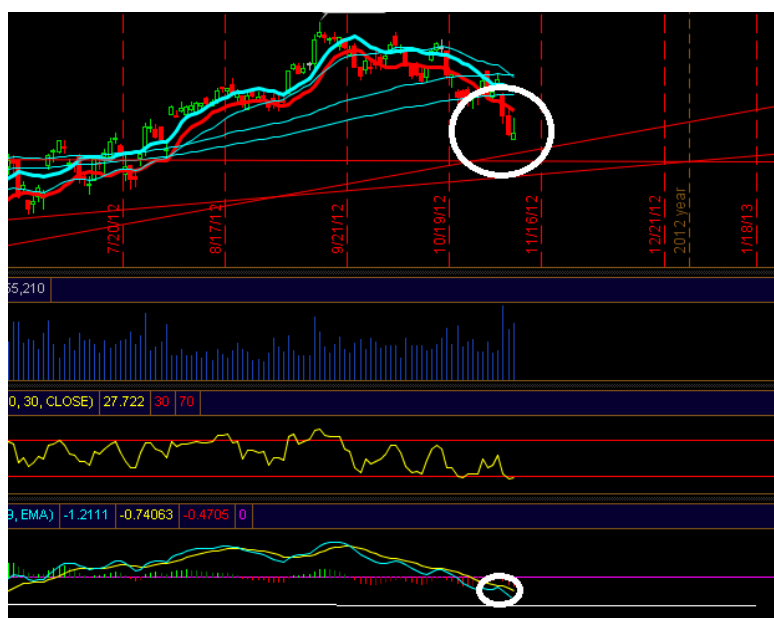
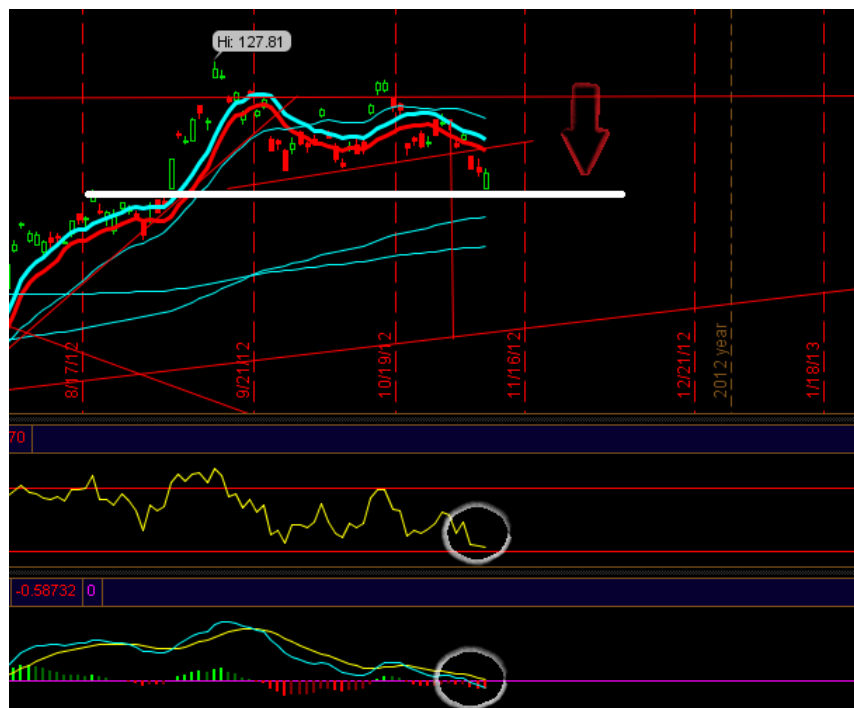
- ❖ On Friday, price still on Major Bearish but we could find a rebound soon and then continue down as the scenario on May, 2012.
- ❖ Risk Ratio= It's the bonds price/Equity price. This could give you a better look on Risk<->Risk less assets bias.
- ❖ Bond Cycle still showing weakness, we could see a rebound from bottom but will not change major bearish bias con Yield.

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

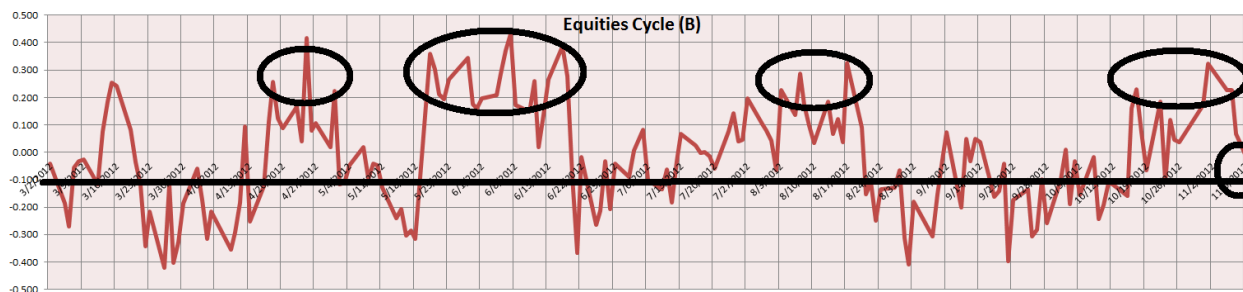


- ❖ **First Chart (ESX)**, price could find support lower at EMA 365, 200. MACD is still crossing zero level. Rsi is at 20 level. This could be neutral on euro/usd in the short term but remember bearish major trend is still playing.
- ❖ **Second Chart (SPY)**, PA showing Inverted Hammer (Reversal Signal), Price at support and MACD at last support on 29.11.2011. This could also mean eur/usd bullish in the short term but bearish on the big picture.

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.

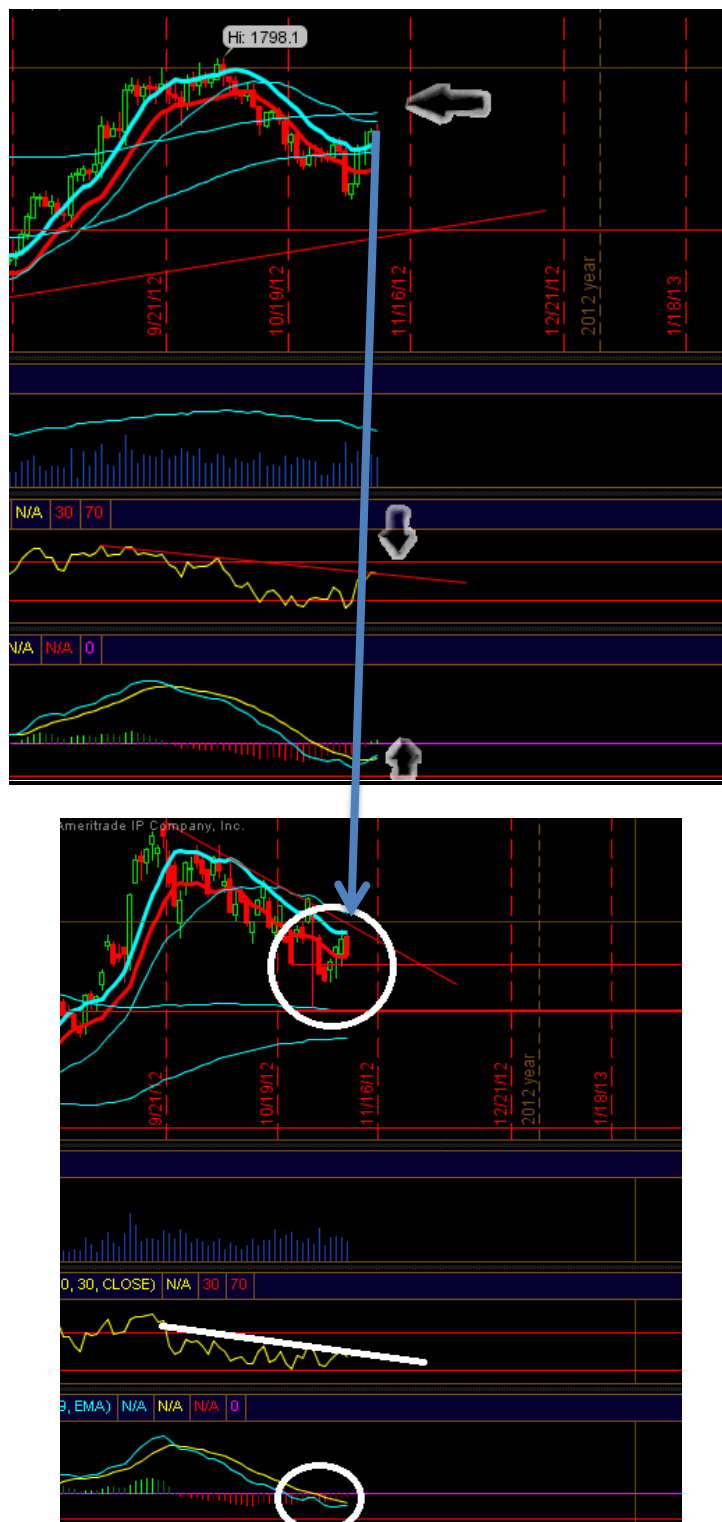
Equities: Put/Call Cycle



- ❖ This cyclical peak played well on the bearish side, we are near major equilibrium support, and this does not mean price will rebound but it could. Major bias is still bearish.

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.

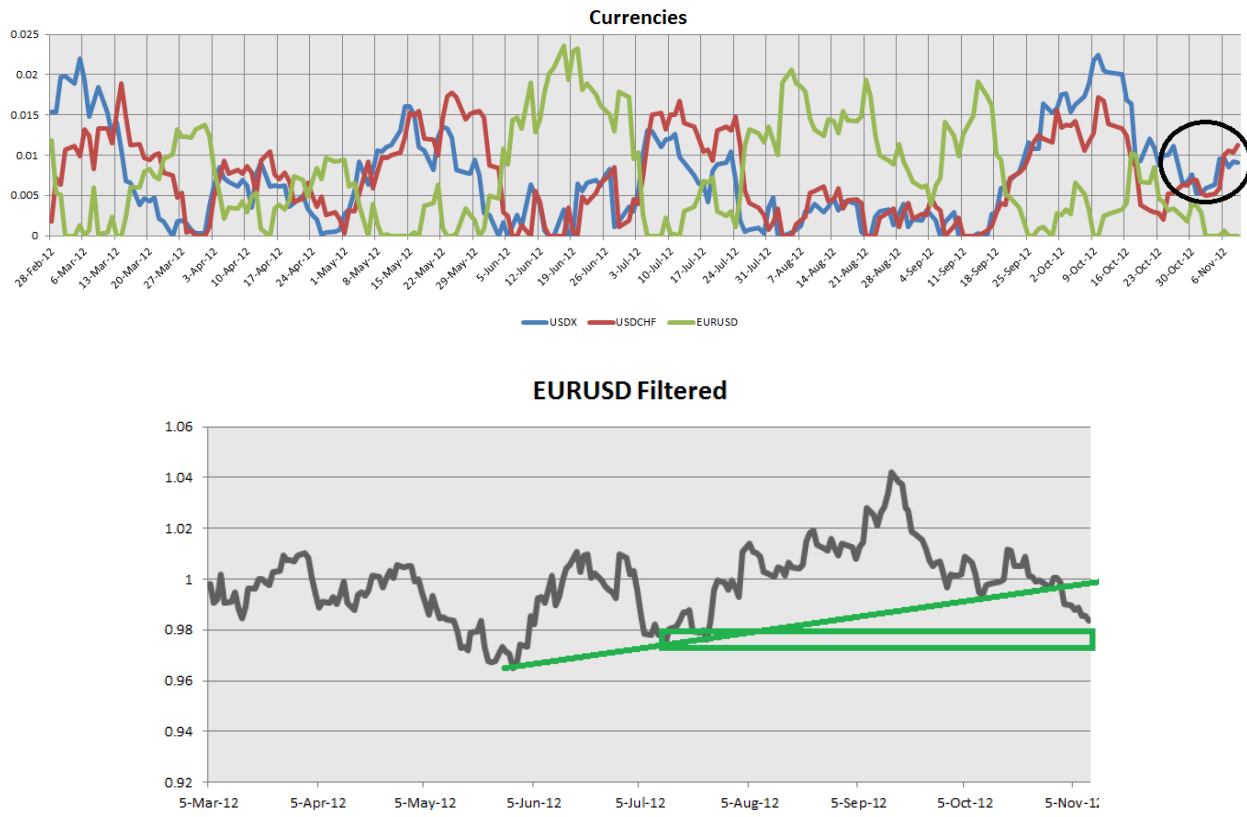
Commodities GOLD, NUGT



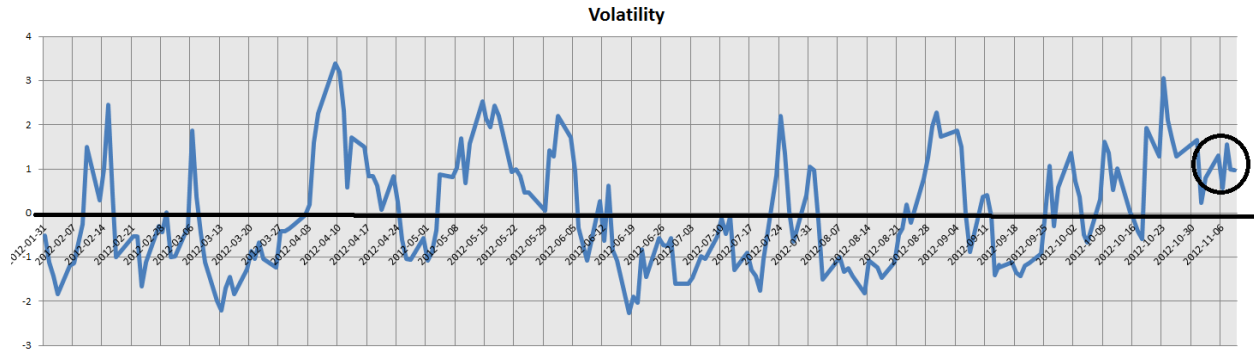
- ❖ Commodities (**Chart 1**) giving mixed signals. MACD showing cross on support but Rsi could not break RSI resistance. Also neither of them is crossing bullish levels (0 on MACD and 70 on RSI).
- ❖ Both H-L statistical still unchanged. **Note:** If you missed the (Oil/Commodities H-L statistical) link of previous report is at the final page.
- ❖ What is interesting, is PA, showing pin bar on major support EMA 365, EMA 200.
- ❖ We know there is a pressure on buying risk less assets like US Bonds.
- ❖ Also if we check NUGT ETF (**Chart 2**), price is showing us, that we are going lower and could reach support at EMA 365, EMA 200.

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)



- ❖ USDX and USDCHF still bullish on currency meter.
- ❖ EURO filtered, still has bearish bias and is reaching support.

Volatility (VIX)

- ❖ Volatility peak still on its way to 0 level (Equilibrium support), we have still more steam on the train.

Summary:

- ❖ Bonds (Value) still on major bullish side, we could find a resistance the next week on Value and on Risk Ratio. This could suggest a bullish rebound on EURUSD.
- ❖ Bonds (Yield) Cycle near 0 level, this could mean that price could rebound but bias is still bearish on the major bias.
- ❖ Equities showing there could be a rebound on the Bullish side (Short Term), this could also help rebound on EURUSD. Major bias still bearish.
- ❖ Commodities giving mixed signals. Neutral Bias but all the other markets pressuring down on the major bearish bias.
- ❖ Oil still backing up the next big move.
- ❖ Equities Put/Call peak is bearish and is going down to lower level.
- ❖ All H-L statistical unchanged.
- ❖ Currency Meter bullish for the USD, USCHF and bearish for the EURUSD.
- ❖ Euro Filtered still showing bearish bias, and could find support next week
- ❖ Volatility cycle: Still reversing towards equilibrium
- ❖ PA on EURUSD still not showing reversal pattern.

Main questions at this time

- **Should I buy Euro Pullback? On daily TF.**

No cyclical fundamentals are backing up this move. We have some indicators showing we could buy euro but only when PA shows us an entry point. This move is against major bearish sentiment. Also we are in an EMA trap (365, 200) we don't know in which support, price is going to rebound, we need more price info.

- **Should I still sell Euro?**

Definitively No, perfect entry was on Top on bearish PA candlestick. We are now at support and price could rebound. We should wait for a better entry on Resistance level. Major sentiment is still bearish. **(Less Risky move)**

**GETTING TOGETHER ALL INFORMATION EXTRACTED, I HAVE A
MAJOR BEARISH SENTIMENT ON EURUSD. AND NEUTRAL ON
MINOR BIAS (PULLBACK)**

Note: Sentiment is based on Daily Time Frame.

Link to previous report:

<http://www.forexfactory.com/search.php?do=process&provider=Member&searchuser=187355>

Tomorrow I will try to solve all your questions you sent to me.

-Gino