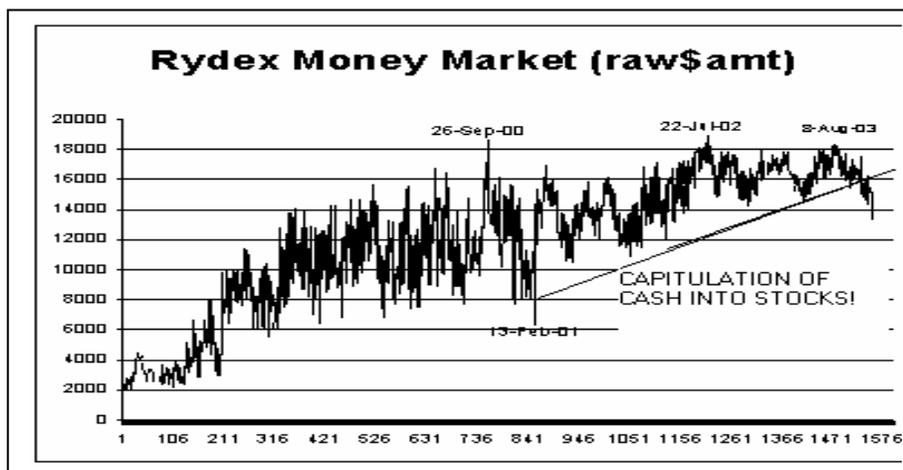


HORNS OF A DILLEMA? Buys and Sells Together?

Most Bullish items are: (1) Major Indices remain in uptrends, (2) NYSE Advance-Decline Line remains in strong uptrend, NYSE New Highs are listed in the 100's while New Lows are mainly single digit, (3) Bradley Model turned UP November 24 and will remain in an uptrend throughout the normally strong seasonal period, (4) the Seasonal Period, the Four-year Presidential Cycle and the Decennial Pattern ALL turned up the second week of October, (5) On-Balance-Volume statistics on major stocks still strong, VIX and VXN remain low, (6) Dow Theory remains positive with new highs in DJIA on Nov. 7, and Dow Transports on Nov. 5 (no higher highs since), (7) NYSE Short Interest Ratio above 5, (8) Major Indices keeping above critical Moving Averages.

Most Bearish items are: (1) Insider Selling [Smart Money] at near \$60/\$1 [historic] ratio, (2) Sentiment Ratios ALL very Bullish [contrary indicators], (3) McClellan Oscillator recent SELL Signal, (4) Hurst (type) Cycles topping for a potential low mid-December to mid-January [9-month or 40-week Low], (5) RYDEX Money Market [cash] Fund breaking Down [indicating capitulation of Bears – page One chart], (6) NYSE Seat Sales at declining prices, (7) Extremely Rapid Increase in NASDAQ Margin



Totals, (8) MACD Momentum peaks on major indices back in June at Bradley TOP [red arrows on Index charts page two], (9) Steepest ever declines in M-3 Money Supply, (10) Highest rate of Bankruptcies, (11) SCANDALS in Mutual Funds, Corporations, NYSE Specialists, Freddie Mac, (12) Difficulties in the horoscopes of Bush & Cheney Dec. 8-10, (13) Inflationary Rise of Commodity Prices including GOLD, OIL & Agriculturals, and nearly ALL Currencies against the U.S. Dollar.

These are by no means ALL of the factors that are meaningful under current auspices, but it is most of them! The attempt here was to be thorough... but it may seem tedious to the non-technically oriented among us. It was also to justify our lack of strong conviction. As long time readers know, we are not generally of the wishy-washy persuasion. The summation of all these pertinent indicators is that caution should be your watchword. This is NOT a time to increase risk, but to decrease risk. Take positions if you so desire, but keep stop-loss strategies updated, and stay close to the exit doors.

VITAL SIGNS

DJIA FOLLOWERS SHORTED AGAIN TO 100% SEP. 7 OR UPON RECEIPT OF SEP. CP LETTER WITHOUT USING MARGIN, INCREASE TO 200% ON A CLOSE BELOW 9230 ORDER WAS NOT ACTIVATED. COVERED ALL SHORTS ON A RISE TO 9820. WE LOWERED THE S&P STOP TO 1052 AND WAS HIT.

RESHORTED ON A DROP BELOW 9820 BASIS DJIA WITH NEW STOP AT 10150, OR 1047 BASIS S&P500 WITH NEW STOP 1110!

ALL OUR STOPS ARE CLOSE ONLY!!

The best year-end moves occur immediately following weakness into seasonal low periods. As we have had no seasonal weakness in evidence this time round, perhaps the normal cyclic rise will disappoint. Bradley, and the 4-year Presidential Cycle would speak for a tremendous rally into next spring. Current ridiculous/dangerous fundamental valuation levels, the percentage gains already in hand, and the excessive Sentiment readings moderate against further acceleration.

The NASDAQ rose from October 1999 to March 2000, a stupendous 50%. It was wild, it was crazy...and yet it happened. Could we do the same here? – of course! The market CAN and will do ANYTHING! It is not a game of certitude. It is a game of calculated risk/reward. When we say GAME in this context, we mean the strictly mathematical term as in GAME THEORY.

We believe that this extended period of low volatility will roll into a period of greatly increased volatility in 2004. Last month we misspoke, or miss-wrote that the VIX was becoming the VXO (volatility ratios). The VIX has been changed, but remains the current designation for Option Volatility ratios. In January, the CBOE hopes to start trading in the Futures and Options based on the New VIX indicator. We find volatility much easier to predict than market direction, and sincerely hope to profit thereby!

OUR NEW WEBSITE LAUNCH EXPECTED DECEMBER 4 AT www.CrawfordPerspectives.com



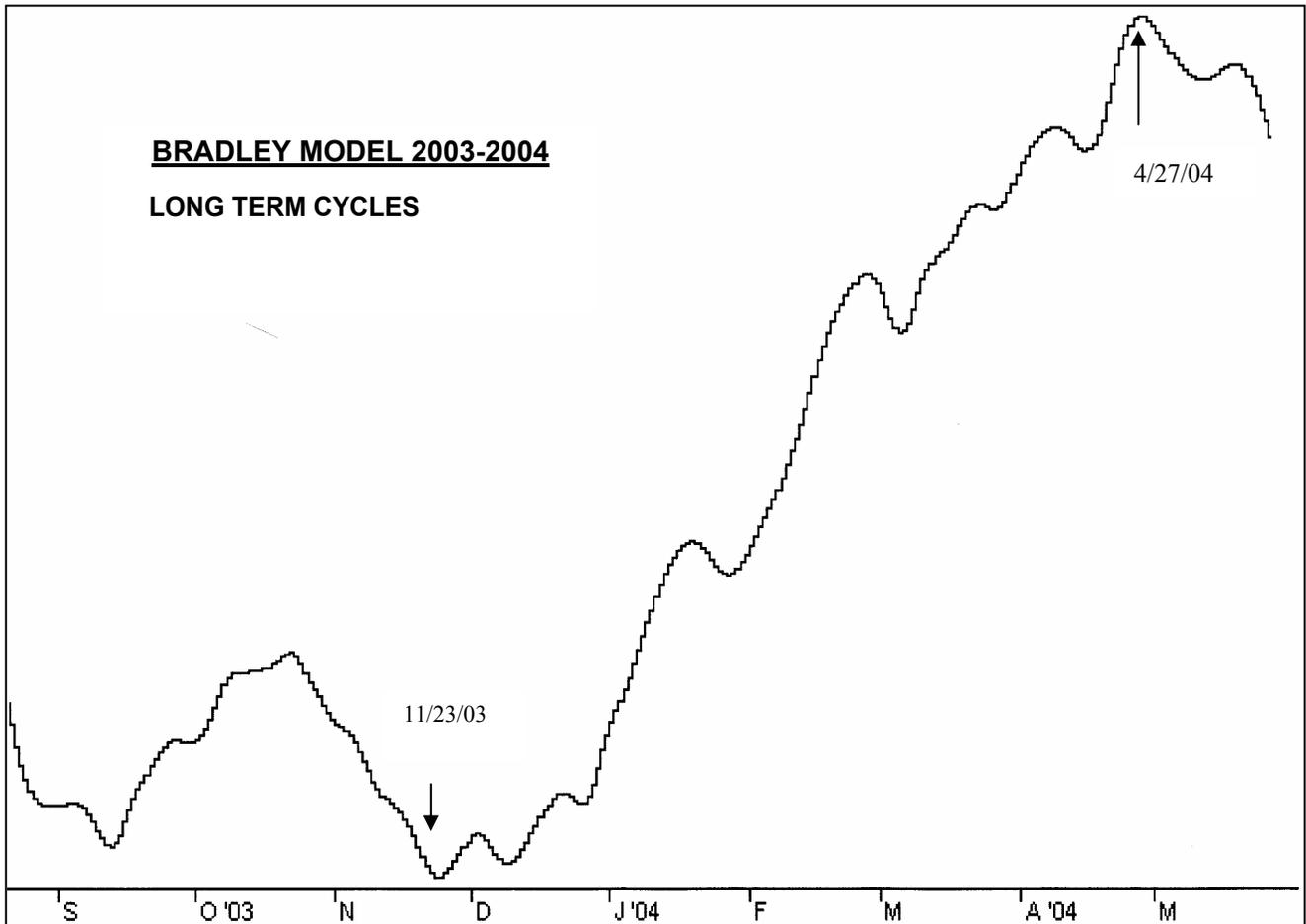
AS YET THERE IS NO FINAL TOP CONFIRMATION

Charts pictured above show (\$SPX) S&P500 Cash Index, (\$INDU) Dow Jones Industrial Average, (\$NDX) NASDAQ 100 (not COMPOSITE), and (US #F) 30-Year T-BOND (price)

These Major Indices (3) have all broken their steepest uptrend channel lines more than once, and successfully retested their 50-Day Moving Averages (thin Red line), bouncing quickly after each penetration. All three made new yearly highs on November 7, and only the S&P has very briefly surpassed those heights on the 14th. They may do so this week, as the first trading days of each new month are given additional power by the inflow of reinvestment money and new money pouring into retirement plans. Although each new round goes higher...higher, there has been no clear or decisive upside break on good momentum and higher volume, leaving us once more betwixt & between, continuing higher but on reduced momentum, and into heavier chart resistance. (Color ONLY in the Online version.)

MACD studies, at bottom of individual charts, show that volatility oscillations have continued to narrow to very low levels. This action simulates that of a triangle Price pattern, where the direction of a break will signal the direction of a new leg of price movement. There has been no definitive change, so far. The most interesting point with the MACD stats, right now, is that the red arrows on the chart show that the MACD momentum peaked Exactly on the June 23 Bradley TOP! The green arrows point to the time of the Bradley bottoms! We shall see what comes.

An editorial comment on the administration for sending troops to Iraq: The Middle East is becoming less stable as Islamic fundamentalists grow in power and numbers to threaten ruling families. Those families have been stable, if not always pliable partners in greasing the wheels of Western Civilization. The fundamentalists, however, more likely have their eye on our scalps! Is it foolish to attempt to moderate the potentially unsettling forces that might, if allowed free reign, plunge our own technology-dependent society back into the dark ages? United Nations statistics show that the Arab World will, in decades, overcome ours by sheer force of demographics, alone. Is it possible that some of our leaders, observing this handwriting on the wall, would seek to engage these hordes while we yet retain tremendous technological superiority? Is it righteous? Is it moral? Of course not. But neither is it stupid!



BRADLEY CALLS FOR LARGE MOVE NEXT 5 MONTHS – LIKELY UP, MAYBE NOT!

The **BRADLEY MODEL**, described by Donald Bradley in his 1948 booklet, *STOCK MARKET PREDICTION*, has gained quite a bit of notoriety recently for its incredible accuracy. We have mentioned the projections on CNBC on several occasions during the past year and a half, and they have worked out with stunning regularity. This summer has been less than perfect after this quite unusual long run. There has **NOT** yet been a clear **INVERSION**, whereby an expected low becomes a high or vice versa. The September 12 indicated low was **the low day** for 3 weeks on either side, a total of six weeks! Although the extent of decline indicated was never realized, the turning date remained legitimate.

Our latest interview on CNBC, with Ron Insana and Sue Herera is available in streaming video on our website at www.astromoney.com/events.html. It will be transferred or forwarded to our new site, this week. We mentioned the Bradley turn date of November 21-24, which is expected to reverse the course of several stock groups, futures, currencies, etc., that this frame should be observed for potential important changes, especially in markets experiencing strong emotional turmoil. It appears that the stock market has turned UP, as the Bradley anticipated. We doubt that it will advance in a straight line as the Bradley seems to indicate in the chart (above). Markets may invert or consolidate at many points before May, 2004. It is possible that the entire move will top now, and decline to next April. We are doubtful of a pure scenario, either way.

Bradley's **SIDEREAL POTENTIAL LINE** takes into consideration EVERY one of the classical Ptolemaic harmonic angles between any 2-planet pairs. Its strength and its weakness is that some years, it will precisely point up Highs, Lows and Turning dates for the Major Stock Market Indices, and other years will seem a random mishmash of useless squiggles. The Turning Dates are the most reliable portion of the Bradley, Direction, somewhat less so, and Amount of Move, least reliable. We do NOT use the BRADLEY in a vacuum, as in the absence of other technical confirmation from real-time data generated by the actual movements of prices in Wall Street.

NOT Included in Bradley's work are Syzygies (New & Full Moons) and their special cases, the Eclipses, Declination Factors (North-South positions, except for Mars & Venus), Heliocentric alignments and Large Configurations composed of Multiple Harmonic Interactions among several planets, simultaneously. When the Force is extra-ordinarily perturbed by any of these other factors, the Bradley projection can go totally awry.

Let it be here noted that we consider entry and exit strategies, and risk management at least as important as projective techniques in preparing your overall investment campaign.

GOLD, after breaking out of a large triangle pattern at 368, has continued an accelerating advance which as of last week, is challenging the critical \$400 level. Popping briefly to \$402 last Wednesday, it was summarily beaten back down to \$396. If the 400 level can be breached, the precious one could possibly fulfill the chart count of the triangle to the \$430 area. After each downside attempt, it has quickly recovered above its 50-day moving average. Even though the MACD Oscillator has been turned back at its downtrend line, a hold above the 50-day MA is a positive. Last month we wrote: "The parameters are 380 to 394...follow whichever breaks first." To date, it has weathered every test! The long-term charts continue to show exceptional price expansion, with healthy corrective phases.

The **US Dollar Index** has now dipped below its 1998 low of 90.74 with little or no support down to 85-87. Last month we suggested that: "The Lunar Eclipse on November 8 should clarify these imponderables. The long term looks like a bottomless pit, unless the balance of payments and budget deficits miraculously go away!" The weak rally peaked out on November 7, and then proceeded to new lows!

SILVER surmounted its 2002 high at 5.40 in mid-November, and appears ready to take it out again very soon! The **XAU Index** blasted through all immediate resistance to its highest level since 1997! Much stronger than the metal, which has been suppressed with help from Central Bank selling, metal stocks moved ahead smartly as the #1 advancing group over the last 3 weeks. Although the long term Gold/Silver Ratio suggests a deeply undervalued Silver component, the **GOLD** continues to outperform, nearing its early 1996 peak at 416.70.

COPPER has suffered a high-volume corrective phase in November, but has done little technical damage to trend. MACD momentum is making a positive cross-over, suggesting a further rally attempt. With downside volume predominating, it must prove itself by sustaining the next move through the previous high at 95.50. **PLATINUM** continues with superior relative strength.

The **OIL Complex** looks like Huge Multi-Year TOPPING patterns! Either our troops in proximity to so much **OIL** has guaranteed a cheap supply, or a worldwide recession is on the horizon. A break of 27.00 on **Light Sweet Crude** would see a quick retreat to the 21-23 support.

We have continued to recommend the Stocks, BONDS and Currencies of Australia, New Zealand, Canada, and to a lesser extent Russia and South Africa (greater political risk) for the last 2 ½ years! "The Major shift to Resources is ongoing and will probably last for years. We firmly believe that coordinated attacks against US\$-denominated assets might yet occur over next few weeks.



ASTRONOMIC ACTIVITY

NOV 26 = Mars square Pluto, Jupiter Biquintile Neptune = Violent! Major changes in Gold, Oil & currencies.

DEC 8 = The Full Moon will form a T-square with Jupiter and Sun/Pluto, but a Grand Trine including Jupiter increases complexity. Intense!

But Not an easy prediction. Most likely favorable for stocks, marriage, births. Focus on Democrats.

DEC 8-10 = Major public issues with Bush &/or Cheney, Washington is riled up, NOT fortunate!

DEC 14 = Jupiter square Pluto in Right Asc. = Bankruptcies. Change or transformation. Political Liberals silenced by force, somewhere.

DEC 17 = Jupiter trines (120 deg) Moon's Node=A strong & positive attitude, maybe a short-term market high. Mercury Retrograde Station.

DEC 18 = Pluto on the Descendant at NYSE market Close! Forcing the market one way or the other into OPTION Expiration!

DEC 22 = Winter Solstice! Uranus on MC., Moon on descendant opposing Hades at NYSE Close! 22nd & 23rd are momentous!!

DEC 23 = New Moon very near Solstice, Mercury at Perihelion (nearest distance to Sun), Markets react to NEWS!

High Tidal Force correlates with sunspots, unusual weather patterns & Earthquakes +/- 3 days.

DEC 25 = Very harmonious, but short-term influences bolster Holiday cheer, parties & dates. Friday 26th up in quiet trading.

DEC 29-31 = Unusual amount of negativity may affect the Santa Claus rally on Wall Street. New Years gatherings somewhat dour!

JAN 3 = Jupiter Retrograde Station = A "high" feeling may lead to excesses. Don't buy stocks this week!

JAN 5-6 = Some are hung over from recent excesses. Markets as well. Mercury stations on the Galactic Center. Information Rules!

Jan 7-8 = Saturn will be on the Ascendant for NYC at the NYSE Close (4 PM, EST). Markets slip near the close!

JAN 9 = Quite the opposite on Friday, as Jupiter conjoins the IC (bottom) for the NYSE Close! Sentiment soars near Close.

JAN 14 = Mercury enters Capricorn while Venus enters Pisces, an odd combination of practicality & dreaminess. CHANGE!

ATTENTION: The letters are usually mailed 1st Monday. In January 2004, that will be the 5th! Happy New Year!

Crawford Perspectives is published 12 times per year. Sources of information are believed reliable, but are in no way guaranteed. Opinions and