

THANK GOODNESS!

December 3, 2013 Vol. 13/12

We are fortunate & grateful that damage from sunspot activity did not reach our expected levels, much less our “worst case scenario”! Our timing for the Max-out, however was accurate in that the midpoint of our most extreme period projection (November 13-23) was only one day off actual maximum activity [see chart at right]. The large rise was accomplished starting the 11th and culminating on the 17th. [Data for chart from SIDC-team, World Data Center for the Sunspot Index, Royal Observatory of Belgium. (complete from 1848) [month of November at = sidc.oma.be/products/ri/]

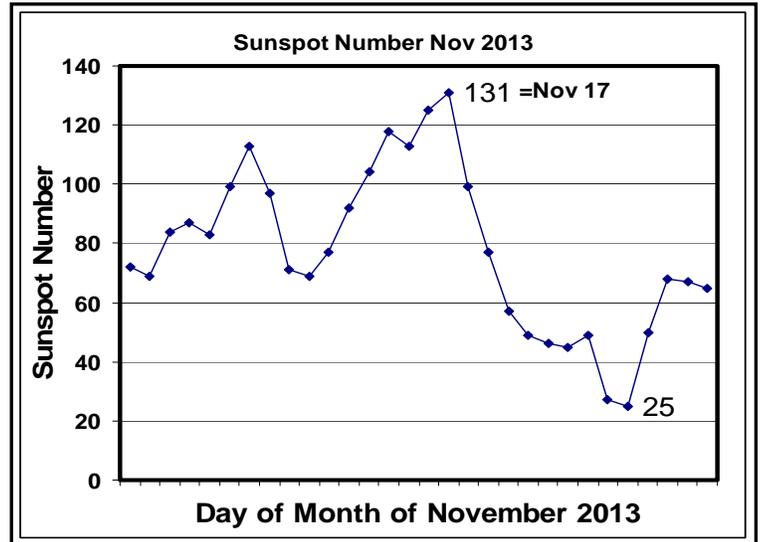
Possibly what saved our necks: “Something is up with the sun. Scientists say that solar activity is stranger than in a century or more, with the sun producing barely half the number of sunspots as expected and its magnetic poles oddly out of sync. ...”

“Based on historical records, astronomers say the sun this fall ought to be nearing the explosive climax of its approximate 11-year cycle of activity—the so-called solar maximum. But this peak is ‘a total punk,’ said Jonathan Cirtain, who works at NASA as project scientist for the Japanese satellite Hinode, which maps magnetic fields.”

“I would say it is the weakest in 200 years,” said David Hathaway, head of the solar physics group at NASA’s Marshall Space Flight Center in Huntsville, Ala.”

“Researchers are puzzled. They can’t tell if the lull is temporary or the onset of a decades-long decline, which might ease global warming a bit by altering the sun’s brightness or the wavelengths of its light. ...”

“The sun’s north magnetic pole reversed polarity more than a year ago, so it has the same polarity as the south pole.” “The delay between the two reversals is unusually long” said



solar physicist Karel Schrijver at the Lockheed Martin Advanced Technology Center in Palo Alto, Calif. Scientists said they are puzzled...They expect the sun’s south pole to change polarity next month... At the same time, scientists can’t explain the scarcity of sunspots.” **Quotes from *The Wall St Journal*, Nov 11, pg A3.**

Although Solar Flares have been smaller than usual for an 11-year cycle top, 9 of the largest 26 listed over the last three years (34.6%) occurred between October 23 and mid-November, 2013

The most critical times remaining are Dec. 1, 6 and 19-20th.

Geocentric (as seen from the Earth) Mars opposes Uranus on Christmas Day and begins an exceptionally long period of the Mars-Uranus Crash Cycle, lasting until January 2015. Our strong opinion is for Major World Crash sometime during that period.

Meanwhile, the Market is right where it was a week ago, with more and more divergences appearing in the internal market indicators, stretched out like aging rubber bands, and Major Indices bouncing up against long term rising trendlines. Yet a December decline is hard to come by in historical records. We could get a dip into December 6-9 (Friday-Monday) or we could get some really surprising news from the FOMC meeting during the Full Moon and the Station of Uranus (17th – announcement 18th). The Jupiter trine to Saturn could assist the formation of a top around the 12th.

December is a tough call this year with the Bradley Model being down the whole month, economic statistics on edge and the FOMC meeting under challenging circumstances. The climax comes at month end with the New Year for New York being far worse than the New Moon for Washington six hours later, which is quite destructive in its own right!

There will be Great Anger with explosive tempers. Bill Meridian writes in *Dell Horoscope* that the chart of Iran will be activated importantly. Closer to home we see this reading from Witte (1928): “Sudden decrees and enactments which moderate reform activities, make them ineffective.”

Raise the STOP on our DJIA Short from 16,399.31 to 16,432.00, close only. Keep the same levels for increasing shorts to 200%.

VITAL SIGNS

SHORT 100% DJIA Dec 5=15,618.22

Place 5% STOP Order = 16,399.31

Raise STOP to any Close above 16,432

INCREASE TO 200% DJIA on any

Close Below 14,900. Add 5% STOP

SHORT 100% S&P Dec 5=1762.97

Place 5% STOP Order = 1851.12

Increase to 200% SHORT IF HIT 1638

If activated use New 5% STOP

ALL OUR STOPS ARE CLOSE ONLY!



INDICES REMAIN IN RISING TREND UNDER RISING TRENDLINES FROM WAY BACK!

Notice that both **S&P500 (SPX)** and **NDX-wkly** rallied back to long-term uptrend channel lines. That actually is good Bull Market action with a continuation of New High levels, except that internal divergences are becoming more pronounced and at still higher, unsustainable, bubble-induced extravagances! Volume has been unusually contrary for an extended period, and now divergences are increasing in Advance-Decline Lines across the board.

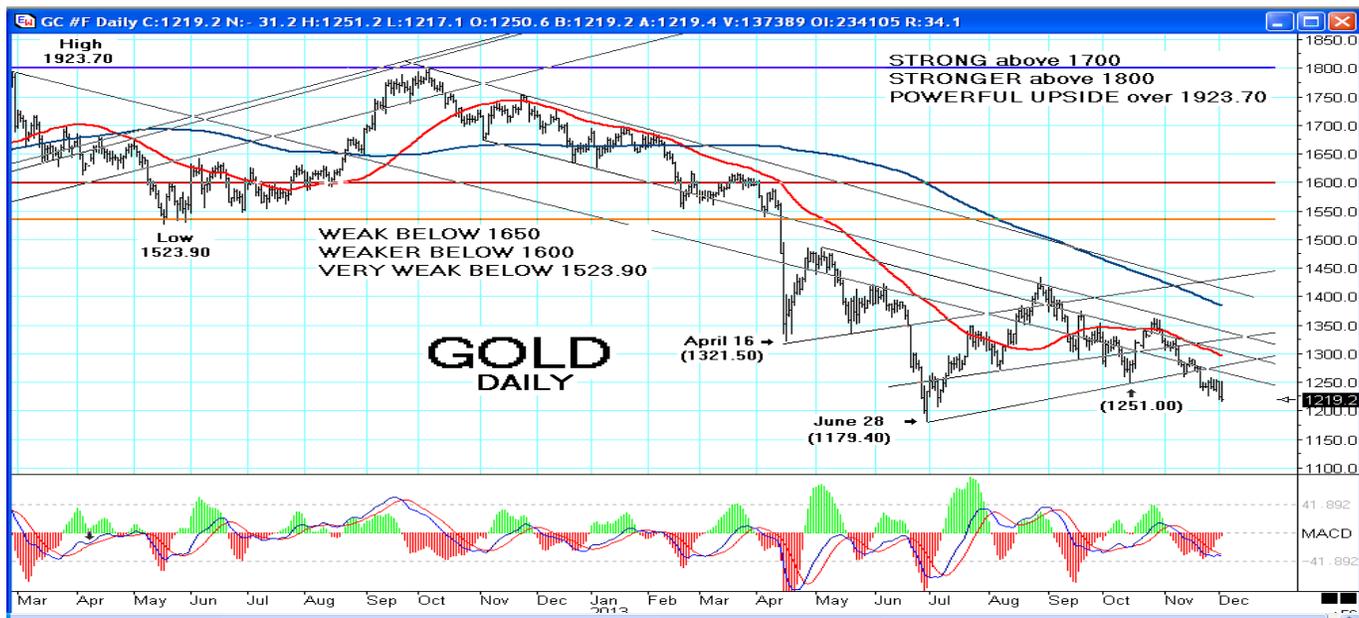
We wrote on page one last month: “One of the best signs [of a Sell signal] will be as the NYSE New [52-week] Lows expand to over 40 for three days in-a-row.” They were over 40 for two days November 7-8 and again Nov. 12-13. It finally made the grade as of the 21st and continued the string three more days through the 26th. The Signal has been given! After backing off on low Holiday volume Wednesday and Friday, we expect Monday’s drop has re-asserted the negative propensity. If the new Low number exceeds the recent high at 73, we are probably on our way for at least a short-term corrective phase.

The **BRADLEY** turns sharply lower from last month into a low in early January. There is no discernable confirmation in price evident until yesterday, but more downside, preferably with increasing volume and momentum is required for a sell-off to gain credibility. Professionals who have had a bad year expect to make up the difference with the normal seasonal cheer. We wish them **LUCK!**

The Mars-Uranus cycle has a strong tendency to spike up into the opposition of these two planets, and peak there. That does not occur until Christmas Day, December 25. That is not to say that the very powerful outer-planet aspects in play this month could not cause the cycle peak to occur early or in left-handed translation, or late, for that matter. The extremely tight alignments in the Geocentric (Earth-centered) sky look to be strong enough by year-end to override even the Federal Reserve and their printing presses. However, the dissonances warn us to be prepared and ready for anything.

The weekly **30-year BOND** in chart four began a rally last month, but ran into heavy resistance at the 200-Week Moving Average (blue line) and broke fairly sharply today (Tuesday) driving the closely-watched **10-Year Rate** up 6-ticks to 2.80, the highest close since September 17. A meaningful break above the 2.85-3.00% resistance would likely precipitate immediate powerful reactions in world equity markets. The rates appear to have completed a two-month Head and Shoulder bottom pattern, with an upside breakout at Monday’s higher close!

“Purchases at stores and websites fell 2.9 percent to \$57.4 billion during the four days beginning with the Nov. 28 Thanksgiving holiday, according to a survey commissioned by the [National Retail Federation](#). While 141 million people shopped, about 2 million more than last year, the average consumer’s spending dropped 3.9 percent to \$407.02, the survey showed. The survey results, if borne out at cash registers in American malls and on website checkout screens, herald retailers’ likely return to Black Friday-type discounts this week and suggest added stress for several chains.” - By Matt Townsend for **BLOOMBERG NEWS** - Monday afternoon [Dec. 2]



GOLD IS NOT YET ABLE TO MOUNT A SUSTAINABLE COUNTER-ATTACK!

Selling waves continue to pound the **GOLD** futures as recent lows have failed to hold, breaking the October lows at 1251.00. Despite the stories that physical Gold has strong demand from Eastern nations, the dumping of 'paper' contracts has continued to hold down world prices, very likely by manipulation by certain banking interests. The **GOLD Stocks** have already taken out their previous lows, leading downward once more. That's not a good sign for the near term.

As for the long term, we hold that all the world's Fiat (paper only) currencies will eventually go to zero. That's what they have done through all of written history. That's what they will do once more, as cultures deteriorate and civilization "reverts to the mean." Besides, there are **ONLY** Fiat currencies, now. None are directly convertible into Gold or Silver anymore.

One of the strongest currencies is the German Mark. Why is that? Because they are willing to buy only what they can afford. Well, they too are asking for trouble in supporting EU nations who have been less expeditious. But relatively, they will be one of the last to go, as they are still trusted above the others!

What is this that Germany stored their national treasure in the U.S. during the Cold War, where the probable first hot attack would have been for the Soviets to roll over Germany. Now that those tensions have eased and trust in the U.S. is waning, they asked for their Gold back! This nation answered to them: "We'll get it back to you over the course of the next seven years." Why can't we send it back today or tomorrow? Likely because it has been sold or 'loaned out' or maybe it has just been stolen by its own keepers?!

We have entered an extended period of debt unravelling worldwide whereby Individuals, corporations, cities, towns and counties, countries and groups of countries will not be able to pay their debts. They have ALL made promises they cannot keep, their political controllers continued the sham, hoping the collapse of trust would happen after they retire. Well, Time's UP! "Here comes the Judge" That's the bankruptcy judge. This is going to get very ugly, especially when political entities can no longer support their constituencies with "other people's money" and there is no more food or clean water. As this approach has become more obvious, our nation's Generals and Colonels are being dismissed because they have refused to shoot American citizens!

For metals we have purchased from Pat & Linda Gorman at Resource Consultants in Tempe, AZ (1-800-494-4149) and www.buysilvernow.com I have been a speaker at their Tempe conferences for over 10 years. For long-lasting FOOD items I bought from Virgil Jackson and Celeste Chiappetta at Living Valley, LLC in Bigfork, MT (406-837-1350). They are very knowledgeable *Preparedness Consultants*, specializing in long term food storage. I bought food from them in March 2010, since doubled in price. livingvalleyfoods@gmail.com

10-YEAR RATES HAVE REVERSED UP

The low for the 10-Year Interest Rate actually took place July 24, 2012. We have been calling for rates to rise since a bit before then. They rose gradually, at first; broke out above the 50-Week MA (red line); suffered a pull-back. Then from early this May to early September, the rise became quite startling, even breaking above the 200-Week MA (blue line) and being held in check by an important downtrend line (black straight line).

Now the rate has held since June between the 200-Week MA and the long term trendline. Yesterday, Monday, December 2nd, the closing price broke to a new recent high, suggesting the distinct possibility that the long downtrend line could soon be breached.

We have maintained that if this 10-Year Rate broke above the 2.85-3% range band, it could trigger a massive debt bomb which could sink a goodly portion of the world's political entities, who could no longer pay the interest on huge debt loads they have built up in recent decades.

This is likely to precipitate the whole works into the Kondratieff Winter, whereby the very long term economic/political cycles regress into chaotic dismemberment. This 'Winter' will arrive as reliably as the familiar seasonal winter, although timing is somewhat more flexible. The monetary forces of our civilization are fighting the arrival of this spectre tooth and nail, first by unhooking currencies from their 'store of value' so they can be increased exponentially, and then by increasing them exponentially. We are now in the final stages of this process, which is hastened by the 'ageing' of our populations, which can no longer be subsidized by a dwindling workforce.

As of NOW, they can no longer afford our healthcare. Soon, they will not be able to feed the non-productive. Hence, the necessity of the 'Death Panels' and the impossibility of political compromise.

OIL (no chart this month) after breaking out of a large triangle pattern, has pulled back too far technically, to recover into a healthy advance without a war in the Middle East. Price weakness there is also symptomatic of our contracting growth phase, in addition to our increased production. Incidentally, Iraq is ramping up oil production and making OPEC nervous about who will be marginalized thereby, as they meet this Wednesday.

ASTRONOMIC ACTIVITY – (Give all these a time period of +/- 2-3 Days)

NOV 17 = Helio Mercury conjunct Mars both square Saturn = Solar activity continues at record levels. **THIS was the highest Sun day!**
DEC 1 = Helio Venus opposes Saturn = After this Sun quiets down a bit until...
DEC 2 = New Moon at 11 Sagittarius = "In the left section of an archaic temple, a lamp burns in a container shaped like a human body."
DEC 6 = Solar Activity picks up but only for about a day +/- 1 day.
DEC 12 = Jupiter trines (120 deg.) Saturn this evening. Long term economic statistics could turn lower after this.
DEC 17-18 = Uranus Station Direct; Full Moon; Jupiter quincunx (150 deg.) Neptune = These are heavy NEWS days during FOMC!
DEC 18-20 = Solar activity sharply higher again, but not as high and not as long as previous.
DEC 25 = Geo. (normal from Earth) Mars opposes Uranus which begins the dangerous period for the Mars-Uranus Crash Cycle!
DEC 30 – JAN 2 = ALL HELL BREAKS LOOSE! Massive activation of the Uranus/Pluto square prompts Anger, Revolution & War!
JAN 8 = OIL and precious metals rally sharply but higher still Jan 15-17!
JAN 15-17 = Full Moon at 25 Cancer. Venus-Mars-Neptune configuration could be a High in precious metals & Oil.
JAN 30-31 = New Moon; Jupiter opposes Pluto; Venus Station = Significant market turns. Be quick to follow changes!

ATTENTION: The CP newsletters are usually mailed 1st Monday. Next CP will be Monday, Jan. 6



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