

CRAWFORD Perspectives

TODAY is an UNUSUAL DAY!

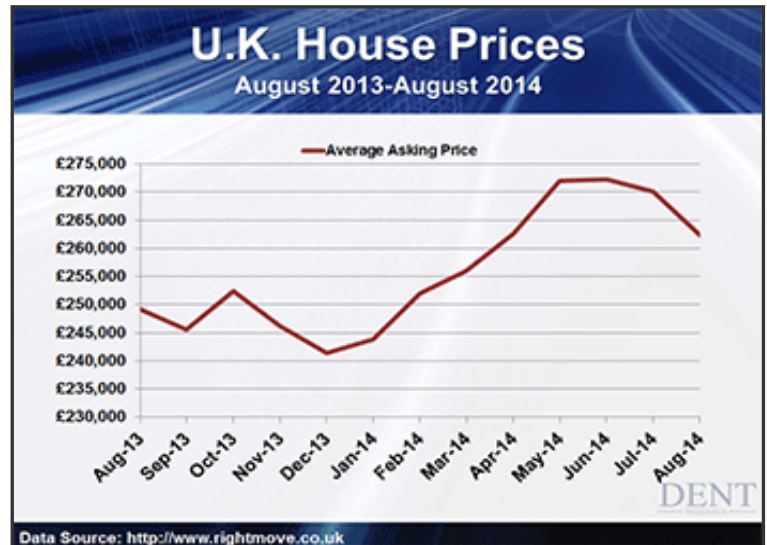
August 25, 2014 Vol. 14/09

It's a New Moon! That is fairly important as a likely energetic shift, fairly often a turning point in market indices. However, the more interesting thing about today is that there are five planet to planet harmonic aspects. Certainly not unheard of, but quite unusual for its own sake. Then there are six Lunar harmonics, including the New Moon.

Looking them over, we find those considered with a positive effect take place in the early morning. Then the New Moon in 10:13am EDT. There's nothing more of an exact nature until 3:31 when Mars catches up with Saturn in Longitude. These were considered among the ancients as the Greater Malefics, in other words, Really Bad News! Coming this close to the market close could be troublesome.

This malefic conjunction occurs about every 2.0092 years or 733 days on average, so we can be assured it's not the end of the world. We have survived quite a few of them. This one does happen in the area of the sky called Scorpio by Western astrologers. Someone may stab someone in the back, literally or figuratively, causing bad blood, even among former friends. It needn't affect all of us. Maybe it will make headlines. Maybe it will be "hushed up" as Scorpio rules secrets, death, inheritance, insurance, revenge, sexual excess or celibacy, emotional or psychological transformation. As J. R. R. Tolkien says: "In places deep, where dark things sleep, in hollow halls beneath the fells."

Mars opposes 'Caput Algol' around September 6-7 and leaves Scorpio on the 13th. More beheadings will make news. After which things should become somewhat quieter until Sun enters Scorpio on October 23 and is eclipsed there! Mercury will go Retrograde at 2 Scorpio on October 4 until the 25th. The Lunar Eclipse of October 8 may well trigger



Data Source: <http://www.rightmove.co.uk>

some excessive emotional reactions. We opine this period (Oct. 4-25) as the greatest probable negative market outcome.

Remember that the Bradley Model has past its 2014 high point but suggests the greater drop in December. We tend to watch the greater highs (July) and lows (December) but the amount of intermediate moves is less reliable. Historically, October is the negative winner and December is the positive winner, although both are within the Mars-Uranus cycle crash portion until January 15. One last mention here: the average high date for all years is Sept. 5.

Last month we wrote: "The Short Term market action seems a touch overdone on the negative side for right now, and we may get more of a bounce than 2-4 days. Some of our technical indicators are much oversold. Unless we start breaking more important price levels on increasing volume and momentum, we could stabilize in this range or have a sharp move up..."

The U.S. markets are remaining at or near highs and the U.K. charts look much like ours, but most of the world is not holding up as well. Europe, in particular, and even China appear to be slipping back into an additional recessionary phase. Even our big U.S. banks have been told that their "bankruptcy plans" are inadequate and they must rewrite them. They will be forced to account your deposit and mine as an "unsecured loan" to the bank far down the 'pay to' list!

Harry Dent sent us the chart (above) of U.K. House Prices monthly which appears to have topped out recently & dropped 2.9% in August. But the very hot market in London was off 5.9% in the same one month period. "They call it 'panic selling' in London. Households are trying to cash out of overpriced homes at the very top of the market. This is described as the worst monthly downturn seen in Rightmove's [data compiler] history."

We were Stopped Out of our S&P500 Short on March 4 and our Short levels have not been re-activated since then, leaving us in a Neutral position for the past 5 ½ months relative to that Index.

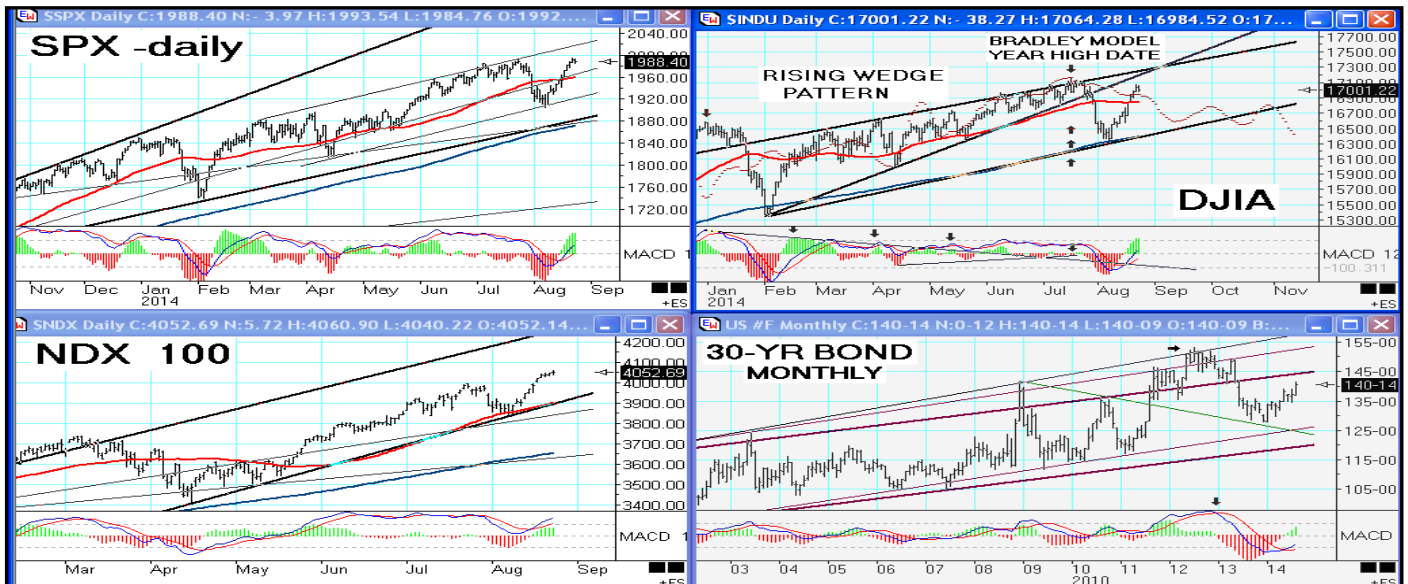
Arch is speaking to the Denver Trading Group on September 6!

VITAL SIGNS

**RESHORTED 100% JAN 6 @16,425.10
WITH 5% STOP at Close above17,246.36
INCREASED TO 200%Short DJIA on
Close 16,563.30 for an Avg 16,494.20
Add 5% STOP at 17,318.91 closing basis**

**SHORT SPX on any close below 1893
Add a 5% Stoploss
Raise to 200% SHORT on CIs below 1792
ADD a 5% Stop to new position**

ALL OUR STOPS ARE CLOSE ONLY!



BACK NEAR THE HIGHS (or More) – But is this SUSTAINABLE?!

Divergence among the several indices continues with **NDX** well above recent highs, **SPX** a very slight higher high, and the **DJIA** not able to surmount its own just yet. Technically, the DJIA could make a new high by rising to kiss the underside of the lower wedge line from which it broke down, and still be on a Sell Signal. But for now, it must break the low established two weeks ago in order to confirm a new downtrend, as do the others.

We have mentioned previously that a quick easy way to identify sell signal is generated when the NYSE New 52-week Lows rise above 40 for 3 consecutive days. That was activated Tuesday, July 29 but they fell back below 40 on August 11 and had three days below 40 by the 13th. Last week the average was 17 New Lows, indicating considerable underlying market strength. So now, we must await a further three days over 40 again.

We have also repeated warnings about all the large volume days were down days on the NASDAQ as well as most on the other indices. Now NASDAQ is having higher days on sharply contracting volume, and the others are rising on days with volume well below the 200-Day MA of the Volume. We have also had the VIX (Volatility Index) scraping ‘the bottom of the barrel’ and even on the recent correction could not rise above its levels around 18 of March and April, not to mention the 21-22 tops back in June, October and February. The control is so exquisitely moderated as to be wondrous! There are rumors that there are technical analysts assisting the FED with their control mechanisms. That seems to us an established fact by way of meddling we see in the normal development of patterns.

The **BRADLEY Model** high for this year on July 16-18 was quite prophetic and deadly accurate so far. But now the Major Indices have regained most or all of what was lost from then, placing that projection back in the category of “unproved”. We will count it a HIT on the very short term, but it must prove itself if it is going to be close to the index highs for the year. Even if they go a bit higher and then break below recent lows, we are prepared to give the Bradley a pass. However, any pickup in momentum and volume on a continuation of further highs would negate the positive correlation measured over the lesser frame. The future, as always, remains a mystery!

“Billions of dollars are spent by the networks to build a reality the size of a room in a cheap motel.”
 – Jon Rappaport - <http://jonrappoport.wordpress.com/>

"Complex systems that have artificially suppressed volatility tend to become extremely fragile, while at the same time exhibiting no visible risks. In fact, they tend to be too calm and exhibit minimal variability as silent risks accumulate beneath the surface. Although the stated intention of political leaders and economic policymakers is to stabilize the system by inhibiting fluctuations, the result tends to be the opposite." - Nassim Taleb (author of The Black Swan)



We have been more cautious than many of our colleagues in calling a BUY Point for **GOLD**. We are very positive on it long term as we firmly believe that international monetary agreements will not continue to be upheld and that the U.S. Dollar and ALL FIAT Currencies will eventually lose the confidence necessary to sustain them. We are of the firm opinion that apocalyptic chaos will become the norm when massive debt service overwhelms political and economic systems' ability to pay with currencies are no longer freely accepted and exchanged. In addition to Gold and Silver assets, supplies of potable water, food, fuel and medicines will also bring premium prices amidst their general scarcity.

We would not be surprised to see implementation of Martial Law after another 9/11 type event, or a cyber warfare event immobilizing basic services. That could also happen with unusually damaging natural disasters, even of Solar activity with damage to worldwide electrical grids. If a false flag condition activates emergency clampdown, it will occur prior to an election cycle of importance, this November or November 2016 most likely. Some planetary alignments suggest 2017 at the latest. If it's all natural, it'll be God's way of telling us to "Slow Down."

The reason we have been cautious on Gold Trading (Long side) is that there is not yet enough technical strength to prove the bullish case. We have already seen several downtrend channel patterns disrupted as prices move sideways through them. We have seen the 50-Day MA turn back up and supersede the 200-Day MA, which itself is flattening out but has not overcome negative momentum by turning up.

The price pattern has been forming an equilateral Triangle [flat] for almost a year now and we must see a break-out upside above 1325-30 on increasing momentum and volume. A break-down below 1250 would be a serious disappointment. A move either way will bring immediate action from the trading community. **GOLD** has a record of making a false move one way, and then executing a rapid reversal in the opposite direction. If this occurs in this instance, quickly double-up your trade in the new 'opposite' direction as some powerful trading group has just 'snookered' the average technical traders to 'shake-out' some more contracts at a good price for themselves.

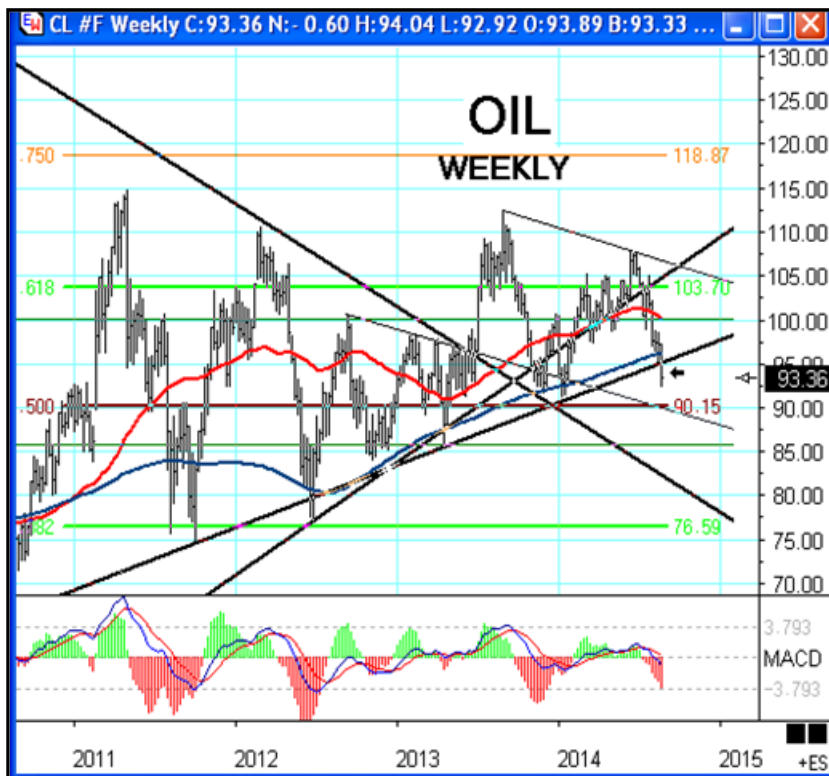
Please remember when trading ANY major market, stocks, commodities, currencies, or bonds, that "you are playing against some of the smartest and richest people in the world." Another thing to keep in mind is that "A foolish act, implemented on a favorable astrological date, is still a foolish act!" And finally: "Money management/ Risk management is as important in trading as choosing the fundamental/technical/cyclical reasons for doing so."

"Banks have been buying heavy. They are not used to that paper or how to collect it. Sub-prime paper is a different animal. Banks will have problems at some point because they are lending to our type of customer at lower rates so don't have enough in reserves for risk." - Jim Crawford III -Home Credit Corp, Henderson NC

OIL has collapsed along with other asset classes during the last several weeks, breaking the March lows and testing the 90-92 lows of late last year. Last month we wrote: “the rising bottoms are encouraging as to a positive outcome, unless the 200-Day MA and coincident trendline are penetrated.” Well, the 200-Day MA and coincident trendline look like they are pretty well busted [see arrow pointing left near the right margin], leaving the 90 level as the next important support. The decline appears to be accelerating after breaking below the 200-Day MA [thick blue line]. If the 90 support fails to hold, Oil may test the 83-84 level and then very strong support at 75.

The **US Dollar Index** has continued its powerful advance to prices not seen since September a year ago [not shown]. In our July CP we noted: “There remains the possibility that troubles in Europe or elsewhere might precipitate one more flight to safety into the dollar...”

The **10-Year Bond Rate TNX** (not shown) attempted a rally last month but was stopped at the 200-Day MA at 2.70%. It broke the late May low at 2.40% and dipped to a new low since June 2013 at 2.31%. Bouncing up from there to 2.45%, it is now trying to hold at the 2.40% line. Does not look promising. The **TYX (30-year rate)** has continued to lead on the downside, breaking comparable supports to a new low of 3.10%.



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

- AUG 23-24 = Sun and Mars attack Uranus = Terrorist act or earthquake. Which will it be... or both?! **Iceland VOLCANO! – SF 6.1 Quake!**
- AUG 25 = New Moon aspects Uranus = More uncertainty and shifting ground, actually & Metaphorically. 5 Planetary combos! Next CP
- AUG 26-27 = Venus squares the greater malefics (Mars & Saturn). No chance for peace at this time.
- SEPT 2 = Ugly market open day after Labor Day holiday! Better on Wednesday SEPT 6 = Arch speaks in Denver!
- SEP 7-8 = Ugly weekend of more War and power plays. Hostilities & explosions. Not a happy time. Mars to Pluto; Sun to Uranus; Full Moon!
- SEP 8-9 = Late Monday 3rd of 3 Supermoons! Emotions run high. Tuesday = Deadly! GOLD will open UP Wednesday.
- SEP 13 = Mercury opposes Uranus = Do NOT Buy or install electrical equipment or sign papers! Mars enters Sagittarius–Bitterness eases a bit.
- SEP 14 = Sunday has strong energies both ways With Mars negative to Uranus & Venus positive to Pluto. Very mixed day. Accidents, irritation
- SEP 17-22 = GOLD/Metals could be strong this period. Pluto stations on the Fall Equinox (22nd). Governments will FALL next 3 months!
- SEP 24-25 = New Moon very early Wednesday = OK to start new projects. Jupiter trines Uranus midday Thursday – Top of good rally phase?
- OCT 1-3 = No 2-planet aspects until one late Friday evening. Markets either Dull or easy to move on low volume.
- OCT 4 = Saturday Sun squares Pluto; Venus semi-square Saturn; Mercury goes Retrograde until the 25th; Mars trine Uranus = Energetic Mix!
- OCT 7 = Energetic negatives = Sun opposite Uranus; Mercury semi-square Mars = “Anxiety or moodiness...” according to Dell mag.
- OCT 8 = Maximum Energy Day = Lunar Eclipse early; Venus square Pluto midday; Mars trine Jupiter after the close; Jupiter N,-Saturn S late
- OCT 23 = Solar Eclipse @ Zero Scorpio 25 = Somebody gets “stung” in a big way. Surprise attacks, Governments Fall. WAR!

October looks to be the most likely time for a Crash, during the Mars-Uranus Crash Cycle – Could happen anytime?!

ATTENTION: The CP newsletters are usually Emailed 1st Monday. Next (Oct) CP will be Monday, Sept. 29.

Please remember that CP will be available in ONLY digital format. If you Must Have paper, call us to make some arrangement.

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