

CRAWFORD *Perspectives*

January 6, 2003 Vol. 03/01

SHORT TERM LOW JAN BETTER THAN EXPECTED?!

The Bradley Model chart on page three shows possibilities for some chopping around in the next 2-3 weeks. However, our technical work is gaining unexpected strength, considering the failure of the "Santa Claus" strongly seasonal rally. Although NYSE new highs have gained very modestly, casting doubt about the market's ability to rouse itself more dynamically, the new lows have collapsed into single digits. That could increase in meaning if able to last well into the New Year! The NYSE Advance-Decline Line has just broken above recent rally highs, another indication of buying coming in quietly to broaden demand.

ARMS or TRIN levels and Put/Call Ratios have been high for some time, leading to skepticism by many technically oriented analysts. We would concur if price levels were continuing to erode...But THEY ARE NOT! We are seeing a much wider scope of underlying forces moving quietly,

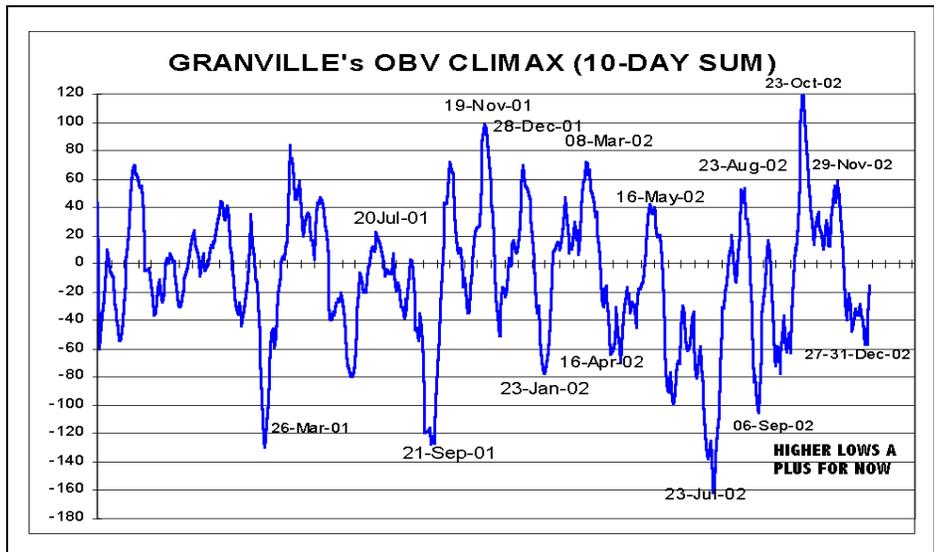
VITAL SIGNS

WE TOOK HALF OUR LONG POSITIONS ON OCT 7 AND HALF ON OCT 14 (WITHOUT USING MARGIN).

WE SOLD AND SHORTED ON DEC 2, AGAIN WITHOUT USING MARGIN.

COVER SHORTS NOW AND ACTUALLY GO BACK TO NET LONG POSITIONS, NO MARGIN.

SELL AND SHORT AGAIN ON JAN. 21, STILL NO MARGIN. WILL DOUBLE UP SHORT SIDE IN FEB IF INDICATORS CONFIRM!



against a frightening barrage of negative news and fear mongering. If I was a touch more paranoid, I'd say the Bears are GETTING SET UP!

We wrote in the December issue that: "The BRADLEY goes down for nearly all of the first quarter, showing potential for a low around 14 March, implying that previous lows will smash without difficulty. Remember that the sidereal line of the model works amazingly for awhile... and then doesn't! We intend to commit in line with it as long as it can be supported by our Technical analysis indicators."

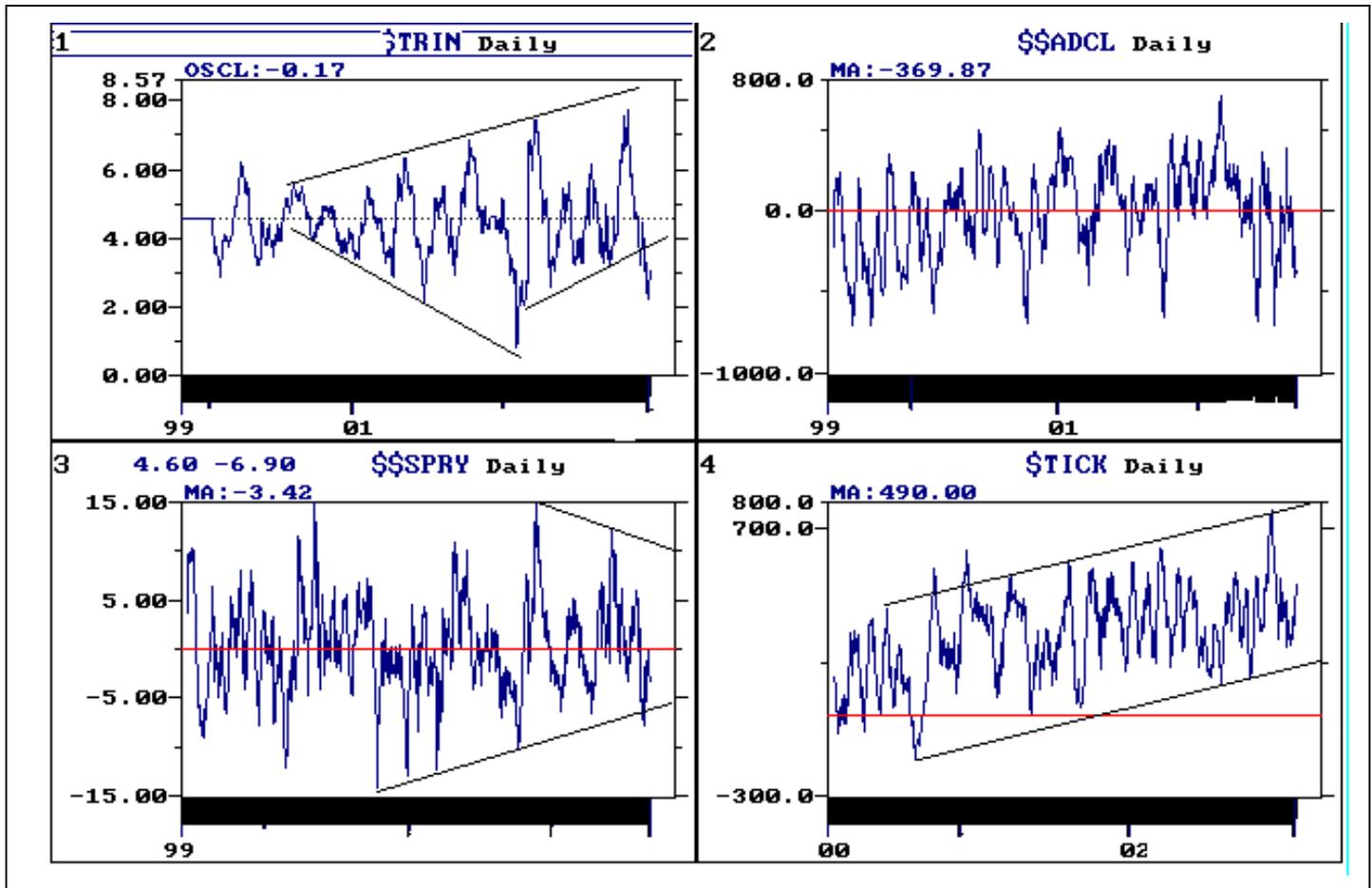
Also said: "Hurst Cycles of 10-weeks and 20-weeks are culminating Dec. 26-27, which could assist the placement of a short-term low." Figuring that would give us a boost of a minimum 2-3 weeks, our plan was to go back heavily short around the minor Bradley high of Jan. 19. This is further supported by studies showing that most calendar quarters experience a minor-to-intermediate HIGH around the 18-19th calendar day (Jan/Apr/Jul/Oct).

Having planned to hold intermediate shorts through this rally, and doubling up, using full margin, some time after mid-month, we **Now**

recommend Covering the Shorts, and actually going Net LONG, without margin, into that same target period.

Our belief that the Bradley Model will eventually be correct for this quarter is heightened by astronomic alignments February 16-22. Extremely hostile in quantity and quality, everything is in place for escalation on every front. The Sun/Uranus conjunction opposes the full moon on Tuesday, February 16th, option expiration week, forming 75 degree and 105 degree half-aspects with the local midheaven (straight overhead) for New York. The very hostile and explosive Mars conjunct Pluto insures that wars will rage as tempers flare. Jupiter opposes Neptune signifying the importance of OIL and GOLD and Raw Commodities as contributing factors in the mix!

Our sensibilities are tweaked to call this one of the worst days EVER (16th) in international relations, and a good day to be short stocks, long gold, oil & commodities. If you still have friends or relatives with bomb shelters left over from the 1960's (or Y2K), it may be time to restock the dried foods and oil the automatic weapons!



ATTEMPTING TO FORM BASES, WE THINK THEY'LL BE OK NEAR TERM!!

As a general rule, these indicators are positive when low and rising, weak when high and falling.

Chart (1) \$TRIN is an oscillator consisting of a 55-day moving average of the ARMS Index (TRIN) minus a 21-day moving average of the same. This oscillator, which was breaking clearly into its higher ranges last month, are now in range of historic Lows! Bounce in our markets could be immediate, or require some more base building.

Chart (2) \$\$ADCL is a 10-day moving average of the net change in Advances-Declines (NYSE). A double bottom has formed with the successful retest, and now a potential double top, as well. It has now pulled back and may retest recent lows, or move ahead after a slight pause in the current area. Many bottoms have formed over the years, from this level on down. We think there is not much time to form a more solid base.

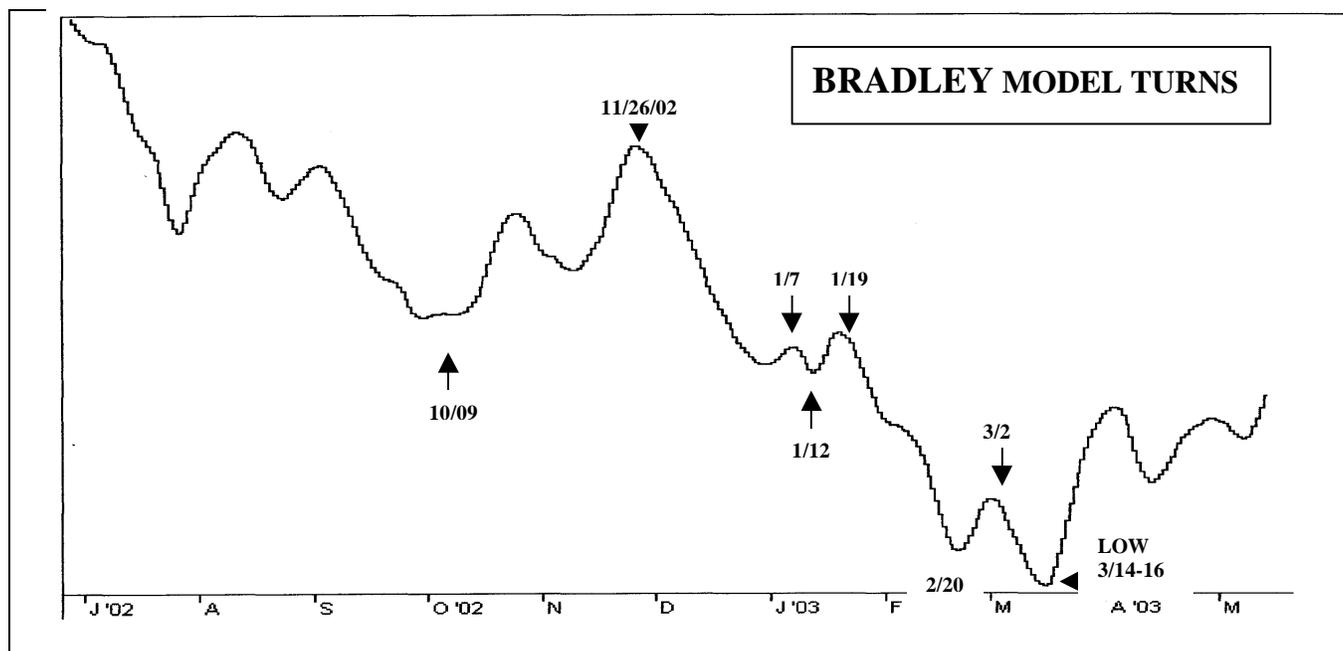
Chart (3) \$\$\$SPRY is a measure of "smart money" action in the S&P futures. The pattern of rising bottoms in the extreme low range is encouraging. The line of "rising bottoms" has now been broken, leaving this indicator in a

confirmed technical downtrend! Recent lows are in an area where good rallies have originated, must prove itself.

Chart (4) \$TICK is Closing TICK (NYSE 10-Day). The ability to hold within a long term rising pattern, while markets have been floundering is a very likely sign that Wall Street, or possibly our government is attempting to make the market look better on the last trade of most days!! (There is some concern that this indicator, as well as TRIN, could be more easily manipulated since trading began in 1 cent increments.) Intra-Day Highs on NYSE TICK have continued to rise since late 1999 while spiking to sharp new highs recently, for our data record back to 1998! That "blow-off" Top indication has been offset by this new series of rising bottoms. Remains a positive.

"The Bible code is not a prediction that we will all die in 2006. It is a warning that we might die in 2006, if we do not change our future. What we do here and now, here on Earth, will determine our fate."

BIBLE CODE II - THE COUNTDOWN by Michael Drosnin



ASTRONOMICALLY CALCULATED BRADLEY MODEL EXTENDED THRU 1ST QUARTER

The **BRADLEY MODEL**, described by Donald Bradley in his 1948 booklet, *STOCK MARKET PREDICTION*, has gained quite a bit of notoriety this year for its incredible accuracy. We have mentioned the projections on CNBC on several occasions this year, and they have worked out with stunning regularity. It is NOT Always thus. 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. Sometimes a calculated High will, in reality, come about at a Low in stock prices and vice versa. In other words, it's something we should keep our eyes on, but not something to Bet the Farm on, especially 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.

Such a time will be noted at the mid-February alignments mentioned on pages one & four. In this case, however, we expect the Bradley to be exaggerated in its proposed direction, thereby being enhanced rather than diminished by the exogenous intrusions. Many other astrologers will also consider aspect alignments relative to Birth Horoscopes of Companies, Nations, or bodies such as the Federal Reserve, which adds more extraneous information which may clarify or further obfuscate the analytical process. Go for the Big Picture, and do not get lost trying to figure trends day-to-day.

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. The FIRST Rule is: DON'T LOSE YOUR MONEY!

Arch Crawford will be speaking at the huge (more than 50 Top speakers) ROYAL MONEY-EXPO Conference in Ft. Lauderdale, FL January 10-12 and give a 4-hour Power Workshop on Monday the 13th "Secrets Gann Never Revealed About Astrology" Click on their banner at our site www.AstroMoney.com or go directly to www.money-expo.com

Arch will also be a presenter at the SIRE group in New York on Jan. 21.
email = RSuttmeier@josephstevens.com for info.

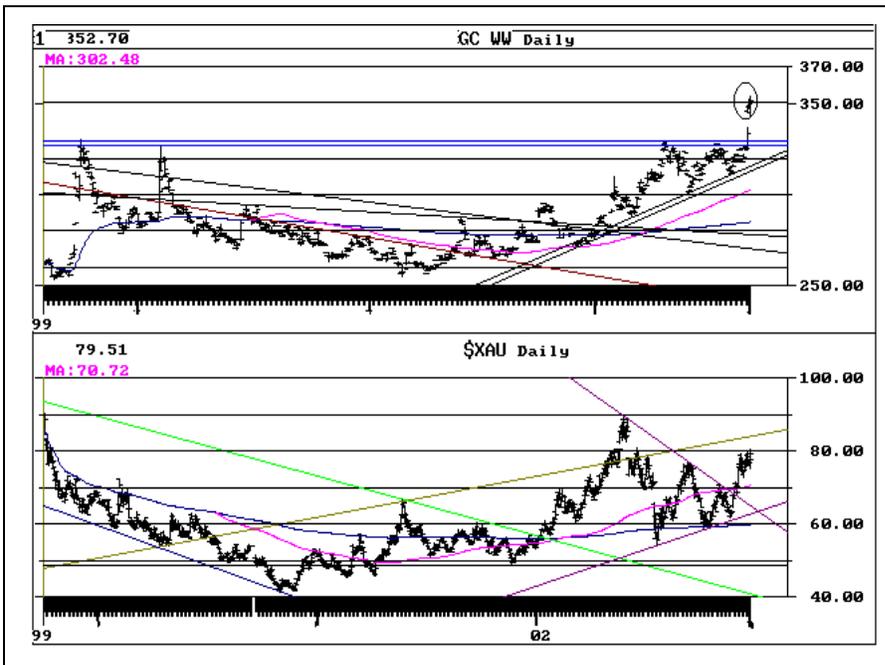
We have been So **HOT** in the **GOLD**, which broke up out of last month's Triangle pattern and proceeded to SCREAM like a Banshee! We had identified the next trading High astronomically as December 16, but the Full Moon on the 19th extended the up move until just before midnight beginning the 19th. The high then was \$355.70 basis Feb. contract. "The **XAU** must regain its 200-Day Moving Average (now 69.7) to hold the favorable designation." It closed at **80.38** last Friday! **GOLD** metal is holding well above its MA, at 300 presently, and looks far more dynamic than the stocks.

The Commodity Research Bureau (**CRB**) **Index** continues a steady ascent, now over one year old, from 180 to 240, up another 10 points in December.

OIL made the low on the Sun/Mercury/Neptune parallel, where we wrote: "Intense, wild, deceptive...Oil prices vary." and "With AETNA spewing forth volcanic ash, we could get a colder than expected winter, driving UP **Heating Oil**." (So far, these few commodity contracts have continued to make and hold New Highs!!

That Jupiter/Neptune opposition will continue to influence Inflation Hedge commodities, as the opposition repeats on 16-18 Feb. and 1-3 June of 2003. We would prefer to Overweight Metals until that completion. Since our Long-term BUY Signal for **GOLD** in April, 2001, it has been the Best acting Stock Group in both 2001 and 2002.

Currencies have all gained ground against a weakening **Dollar**, now below 103 for the first time since shortly after the Euro went into general usage. We have long recommended for maximum safety to have bonds and currencies of nations with strong ground-based asset protection. Australia, New Zealand, Canada, and to a lesser extent Russia and South Africa (greater political risk). All these have been particularly strong lately.



ASTRONOMIC ACTIVITY

After extremely heavy Outer-planet activity in December, January appears much quieter from the heavenly viewpoint.
 JAN 1-2 = New Moon is semi-square (45 deg) Uranus, Mercury Retrograde = Hacking attacks, computer failures.
 Mercury Retro at Zero Lat. may make this one strong, from Jan 2-22 = Miss-communication, equipment breaks, delays etc. Don't sign contracts, buy expensive equipment or begin new projects. Do routine work, enjoy art/music, media. Meditate!
 JAN 11 = Sun conjoins Retro Mercury, Mars square Uranus = More "surprise attacks" in electronic formats. Temp mkt hi?
 JAN 18 = Full Moon with minor aspects to Uranus = More surprises, not all pleasant. Erratic emotions. Terrorists?
 JAN 20 = MLK, Sun enters Aquarius = Humanitarian interests return to the focus. Computer stocks, tech groups more active.
 JAN 21 = Venus trines Jupiter = Some positive follow-through in stock prices after yesterday's Holiday.
 JAN 22 = Mercury stationary Direct semi-square (45 deg) to Uranus = Schedules may be useless as communication goes bad
 JAN 24 = Two negative aspects Friday, but after NYSE close. JAN 27 = Monday could be difficult, nothing good 'til late eve
 JAN 29-31 = Neptune most active and under pressure = OIL, GOLD, CRB Up, misuse of Drugs, Alcohol, fantasy situations.
 FEB 1 = New Moon conjoins Neptune, opposes Jupiter = We believe these heavy influences will continue the push Oil/Gold
 FEB 3-6 = Saturn most active contacts, responsible, not usually Fun. Mildly depressive except Mars/Jupiter on the 5th.
 FEB 16-17 = VERY BIG STUFF IN THE SKY Saturday the 22nd = Saturn Station leaves us all feeling a bit depressed!

ATTENTION: The letters are usually mailed on 1st Monday. Next month it will be Monday February 3, 2003
Our twice-daily HOTLINE update is available at 10AM & 2PM EDT for \$4.30 total per 2-3 minute call
1-900-776-3449

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