

Charts to Friday 4th January

AIQ's **Chart Profit** eBook

Market Charts, Major ETFs

Market Sentiment Analysis



www.aiqsystems.com

www.chartprofitwebcast.com

terms of service

Stock Market Summary

from eBook 23rd November:>>The level of measurable pessimism reached at the June price low wasn't exceeded at the time of the recent price low. Indicators based on the AII and Investors Intelligence polls, the ISEE (Equity only) and Rydex data came close but didn't quite make it. Frustrating because a test like this is often seen at market lows that stay established. The rally last week has taken ES and Large Cap indices up to the 1/2 retracement levels off the September high but these levels have, so far, not been exceeded. With breadth indicators not yet supportive and Bonds (TLT) and Dollar Index charts at Support we should wait for a clearer picture. We enter a bullish period in the decade cycle so hopefully the negatives will fall away. Improved technicals would include Significant Buying marked above ES 1408 (poc) and %Stocks>50dyma numbers getting back above 50 for Nyse and Nasdaq. Once again, Significant Selling marked below ES 1397 would be the obvious negative.<<

from eBook 7th December:>>As discussed in the webcast on Friday the analysis is suggesting an unclear picture although in the ST the Bulls may have a slight edge. Sentiment indicators are also not giving much guidance. The majority of major charts are printing close to Key levels so an analysis of strength/weakness based on Price Location could change quickly. I'm looking for things to line up a little better here. QQQ and EURUSD could be KEY charts this week.<<

from eBook 14th December:>>Breadth is supportive (could change quickly). Dollar and bonds (TLT) are currently in weak price location which should be supportive for equities. ES: Sellers were active but in the longer timeframe their activity can be called Responsive as it took place above the maj poc at 1406 with price action generally higher than the previous week and last week's low only probing First Level Support (1413) on Friday. For now I will assume this is

corrective price action unless Effective Selling is marked below 1406 which would have negative implications for the longer timeframe. Daily Momentum (price osc) turned down for the majority of stock indices/ETFs.<<

from eBook 21st December:>>More Bulls emerged in the Sentiment readings. AII, NAAIM and OCC Calls%_10dyma particularly indicated that optimism has been increasing fast. Breadth is supportive (could change quickly) and the Dollar and Bonds ETFs are currently in a weak price location which should be supportive for equities....Bulls would want to see ES holding 1406 (see below).<<

from eBook 28th December:>> w/e 21st Dec we saw an increase in bullish sentiment and last week this continued with lipperusfundflows reporting Equity Fund inflows of \$3 billion and particularly the NAAIM number which showed the money managers indicator reaching a bullish extreme. SPY Closed below Mon-Wed Hi-Lo Range which indicates Sellers Active (and effective) on the weekly timeframe. Of the four major stock index ETFs only IWM finished the week in a strong price location highlighting its current relative strength. ES closed very weak. Breadth deteriorated. A news driven market. Emphasis should be on price location and this has weakened.<<

Last week was volatile and saw a sharp rally putting the major index ETFs back in a much stronger price location. Can this be sustained?

Positives: 1) Stronger price location. 2) There was no obvious increase in bullish sentiment with the rally although VIX collapsed last week. 3) LT Breadth is supportive.

Negatives: 1) Big gaps up on the major index ETF charts, the majority of the time these are filled. 2) Market is overbought e.g. Nyse %stocks>50dyma is well above 80. 3) Possible negative is the Supporting charts which are not conclusively supportive (see below).

***** PRICE PERFORMANCE / LOCATION

Unlike Equity Index/ETF charts, the following KEY Charts are printing very close to useful reference levels. Monitoring price relative to these levels over the next few days will give us a very good idea about the markets current appetite for risk.

Bonds TLT: At major poc Support (117.15). Price printing below this level would indicate further weakness and be a positive for equities. Price holding this Support would most likely indicate equities will stall.

Oil USO: Has rallied to important 1/2R and poc Resistance. Price printing above this level would indicate further strength and "risk on". Failure at this Resistance would most likely indicate equities will stall.

EURUSD: Chart indicated weakness late in the week by printing back below the 24mn poc. This is now Resistance in the ST. Price back above 1.3117 would be a positive for

equities.

Dollar Index: Strength late in the week saw the Dollar Index back above 80.15 which is strong price location. Can that level now hold as Support? If so it would most likely indicate equities will stall.

ES analysis:

from pre-open 2nd Jan. >>Until we see a VA printed entirely below the maj poc at 1406 we can say that the longer term trend has not broken down. We haven't seen that yet and no part of a VA has been printed below 1397, the 1/2R (basis March).<<

***** BREADTH

Chartprofit Market Timing System is positive for all Major Market Charts.

%Stocks>50dyma numbers: Nyse 87% and Nasdaq 81%. UK 87%. Numbers >50 are supportive. Numbers>80 usually considered overbought.

***** SENTIMENT

Consensus Polls:

01/04: AAI (public poll) reported Bulls% lower for the second week at 38.7% (from 44.4%) and Bears% was higher at 36.2% (from 30.2%). The nett (Bulls - Bears) at 2.5 is the lowest in six weeks.

01/04: Investor's Intelligence Bulls% was lower for the first time in six weeks at 47.8%. Bears% was again unchanged at 24.5%.

01/04: Market Vane (advisers) poll was higher at 68, a 15week high.

01/04: The NAAIM number (a measurement of average current equity exposure among active money managers) has been volatile recently. Last week's 88.1 was an extreme reading, being the highest since 2007. This week the number is sharply lower at 75.98, the lowest in four weeks.

Mutual Fund Flow:

01/04: My version of the Rydex Assets Ratio ended the week at 3.22 down from Thursday's 3.85

01/04: lipperusfundflows reported Equity Fund inflows of \$3.7 billion in the week to 22nd January.

01/04: lipperusfundflows ex ETFs reported Equity Fund outflows of -\$3.5 bill in the week to 2nd January.

Volatility:

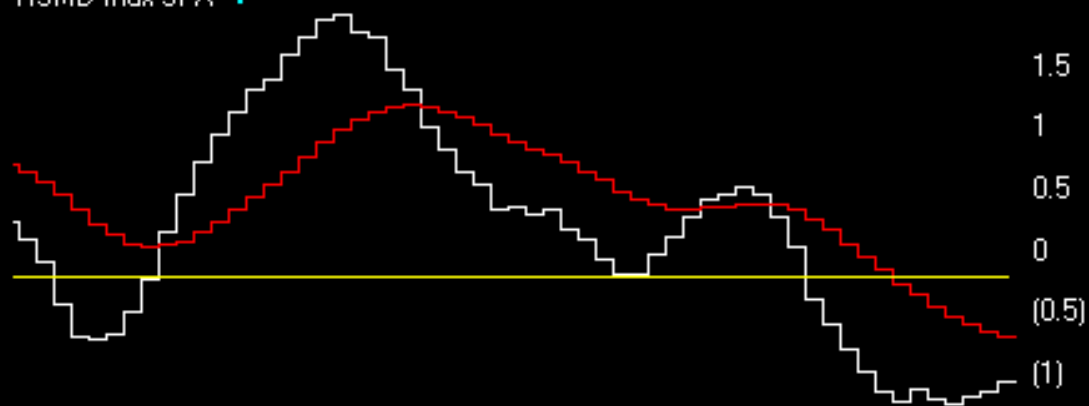
01/04: VIX closed at 13.83, very close to August's extreme low

NASDAQ COMPOSITE (Weekly)

Nasdaq Relative to SP500



RSMD Indx SPX ?



ChartProfit Breadth System - wk ending 01/04

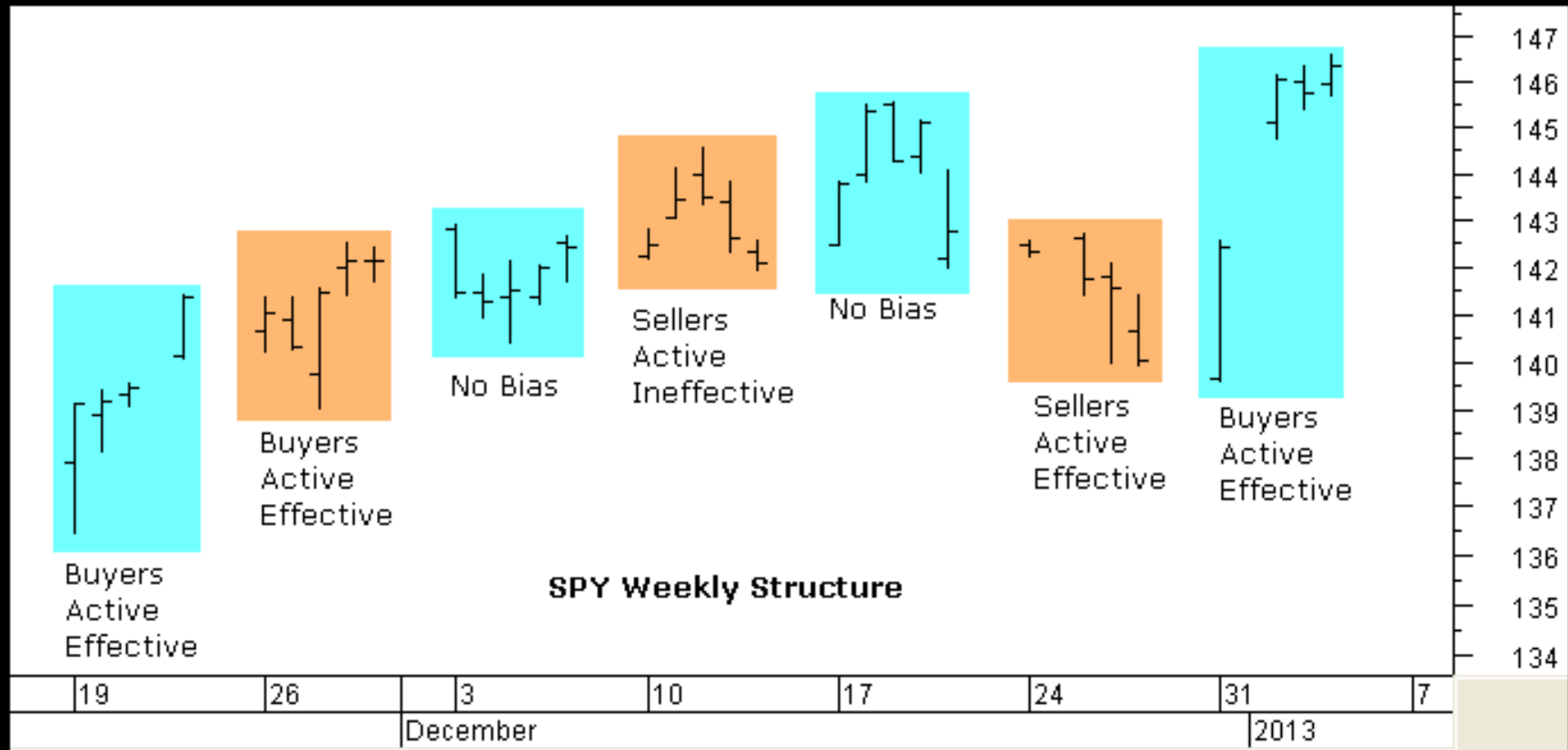
	-5	-4	-3	-2	-1	↓
NYSE	56	62	58	74	59	87
NasDaq	46	45	49	64	53	81
SP500	56	65	63	74	54	89
ND100	60	60	66	75	59	84
R2000	49	52	65	71	60	87
UK	67	72	74	76	77	87

number = % stocks >50day ma

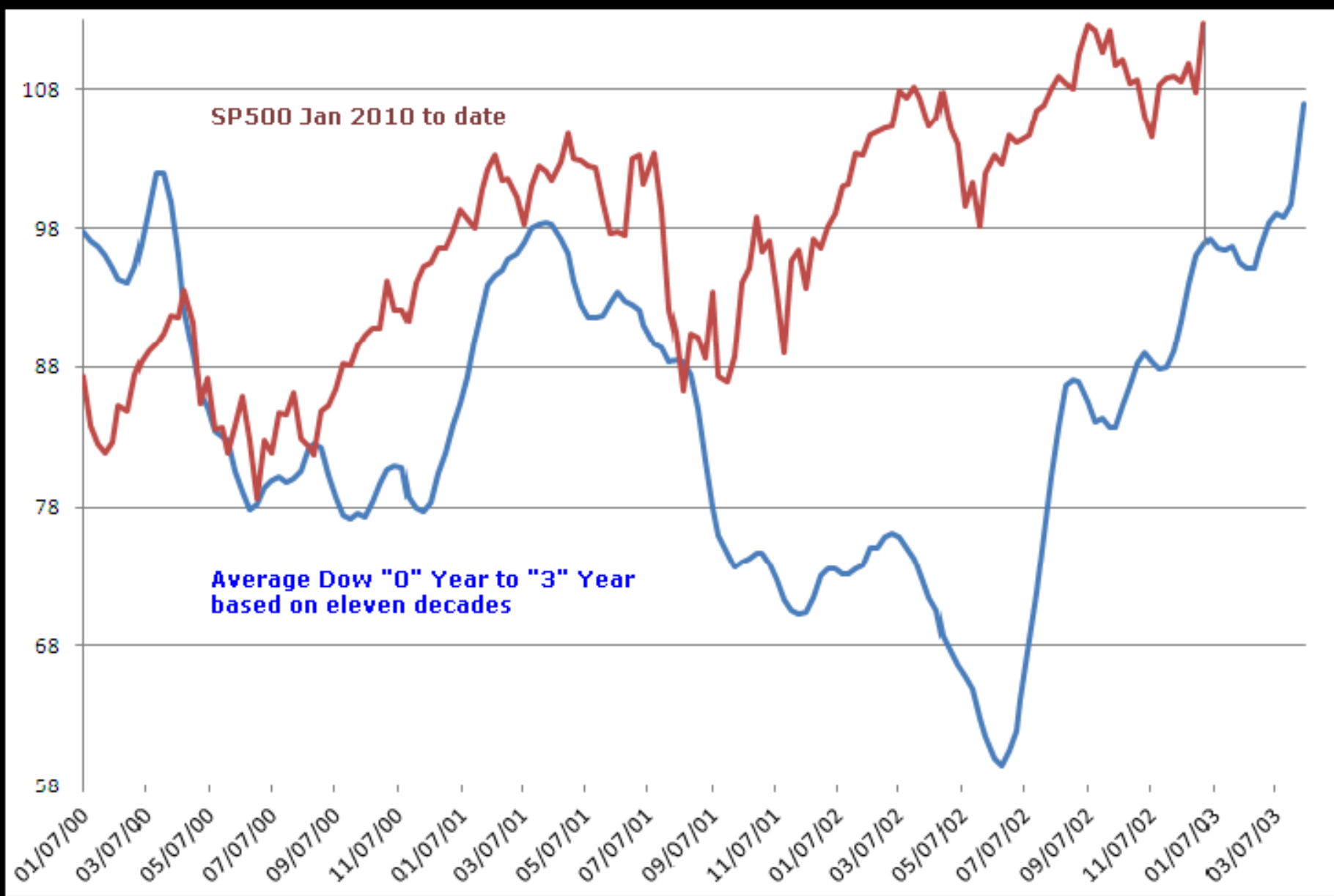
Relative to SPX wk ending 01/04

	-5	-4	-3	-2	-1	↓
NasDaq Comp	■	■	■	■	■	■
NasDaq 100	■	■	■	■	■	■
SOX	■	■	■	■	■	■
Russell 2000	■	■	■	■	■	■





19	26	3	10	17	24	31	7
December						2013	



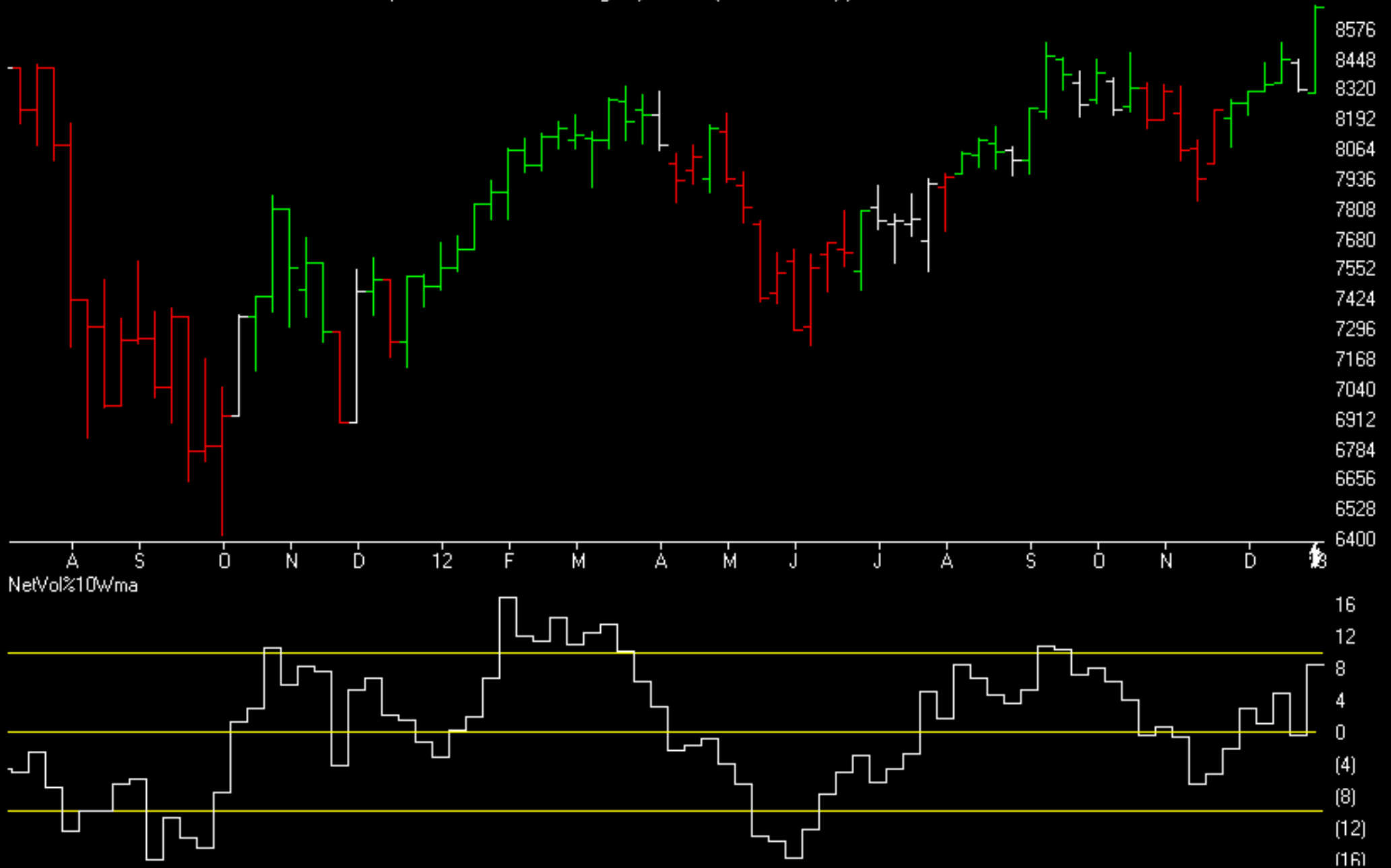
Commitments of Traders

Charts by AIQ TradingExpert

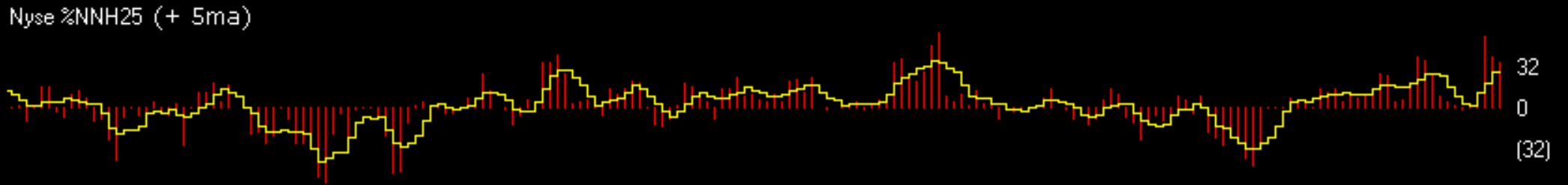
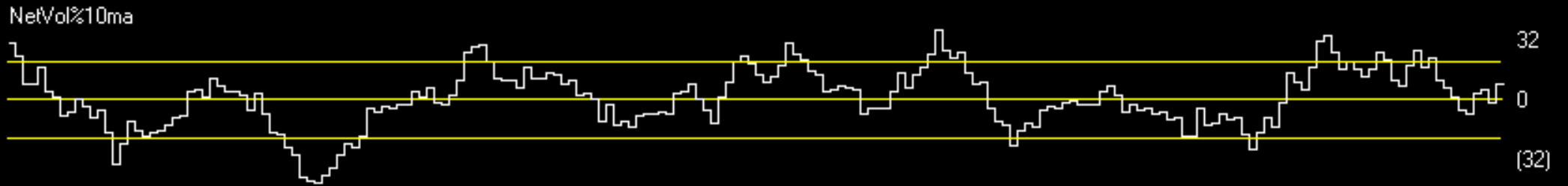
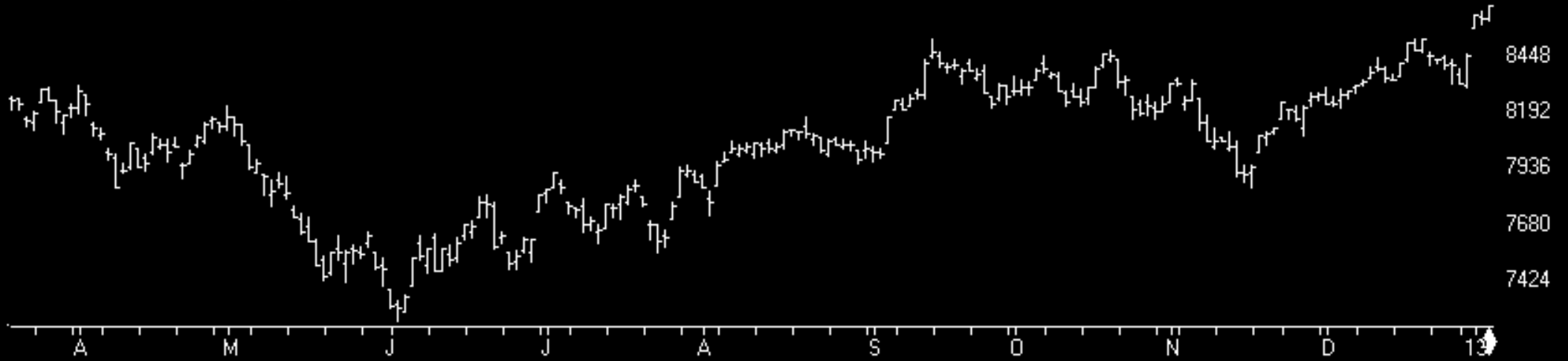
C.O.T.
Quick
View

	SP500	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
	12/31/12	22.5	8.5	80.7	80.0	71.9	9.6	66.4	45.0	27.1
	12/24/12	31.9	21.1	74.2	62.6	41.9	0.0	62.4	66.0	37.7
	GOLD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
	12/31/12	60.6	50.5	44.9	36	59.7	81.1	44.8	57	55.7
	12/24/12	61.3	44.5	38.4	37.5	64.9	82.5	38	46.2	58.2
	CRUDE OIL	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
	12/31/12	58.0	0.0	27.1	46.8	30.4	26.8	41.0	31.7	69.1
	12/24/12	59.7	0.0	26.5	46.6	45.4	41.1	21.0	29.2	90.8
	T-BONDS	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
	12/31/12	88.6	82.5	20.2	29.7	35.2	54.2	10.6	22.8	74.0
	12/24/12	91.0	64.7	0.0	34.9	41.7	50.9	0.0	41.9	100.0
	GBPUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
	12/31/12	1.8	3.4	100.0	97.8	87.2	0.0	95.5	80.7	6.9
	12/24/12	0.0	1.0	98.2	100.0	94.8	6.0	96.7	73.8	3.1
	JPYUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
	12/31/12	90.6	81.0	3.7	10.9	29.5	94.2	13.4	16.9	76.4
	12/24/12	97.3	90.2	0.4	6.9	23.4	95.1	0.0	5.8	86.9
	EURUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
	12/31/12	0.0	0.0	95.8	100.0	100.0	9.5	97.3	90.6	40.8
	12/24/12	0.0	0.0	87.4	100.0	100.0	14.3	100.0	100.0	52.2
	USD IX	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
	12/31/12	96.6	87.1	1.5	4.4	6.3	94.3	0.0	35.2	100.0
	12/24/12	100.0	100.0	0.0	0.0	0.0	100.0	1.8	0.0	78.8

MARKET CHART NYSE (Weekly) + Chartprofit Market Timing System (color study)



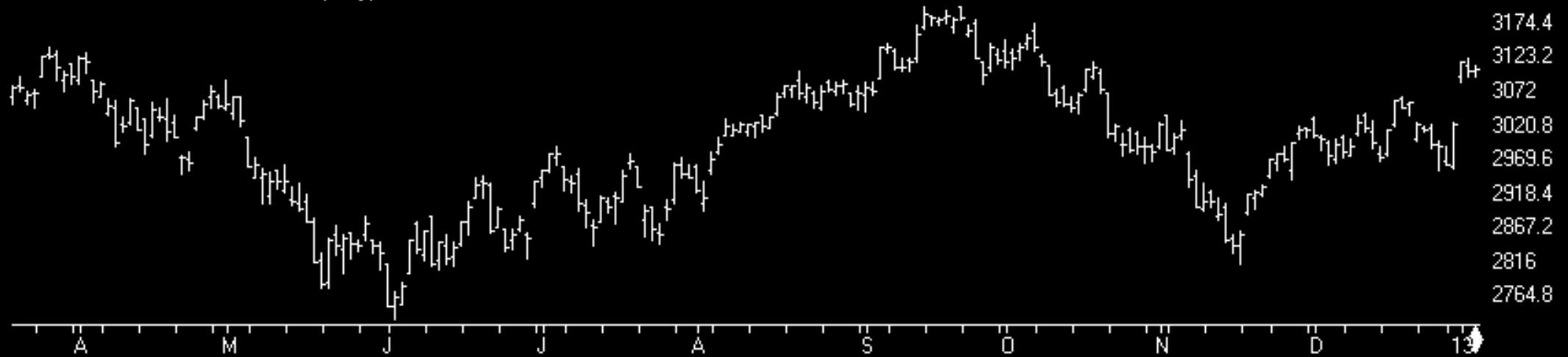
MARKET CHART NYSE (Daily)



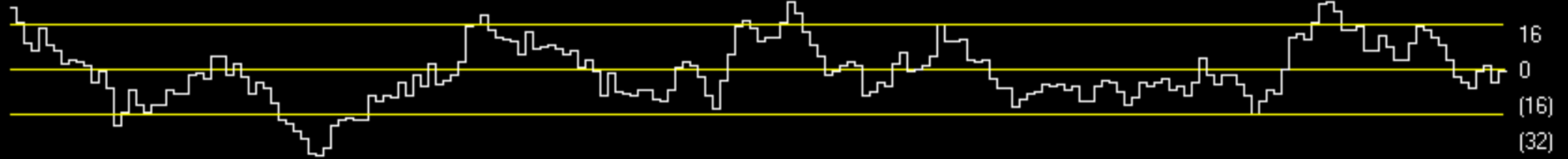
MARKET CHART NASDAQ 1800 (Weekly) + Chartprofit Market Timing System (color study)



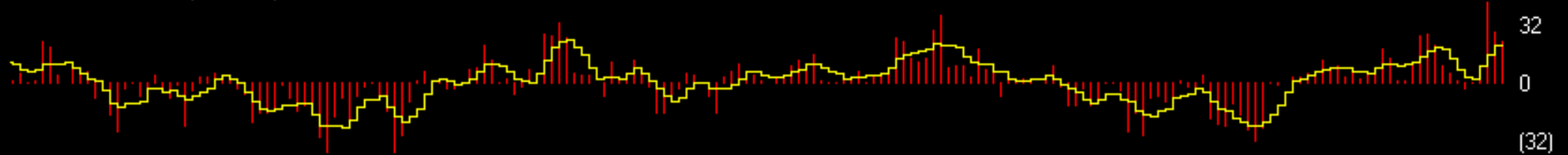
MARKET CHART NASDAQ 1800 (Daily)



NetVol%10ma



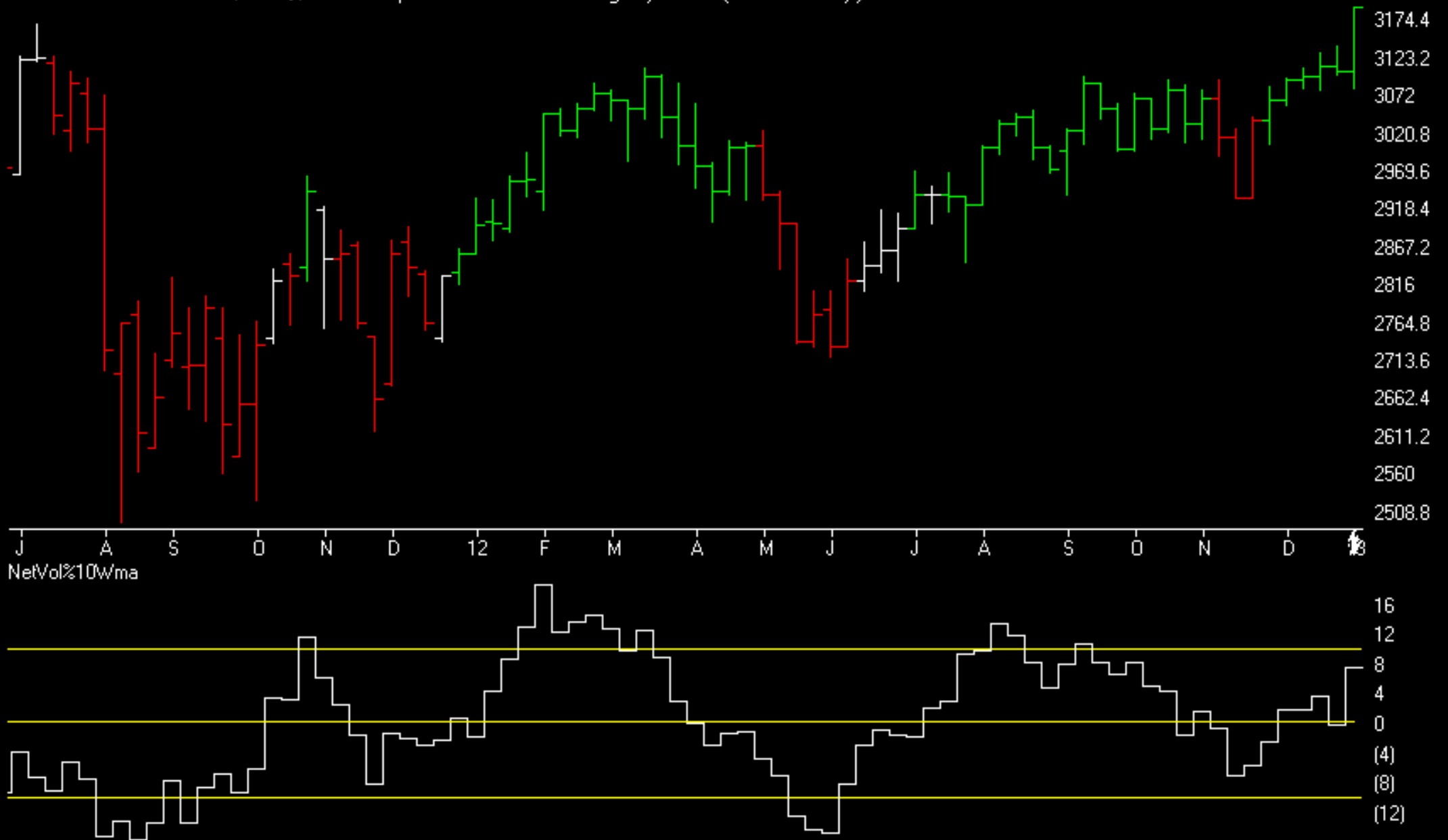
Nasdaq %NNH25 (+ 5ma)



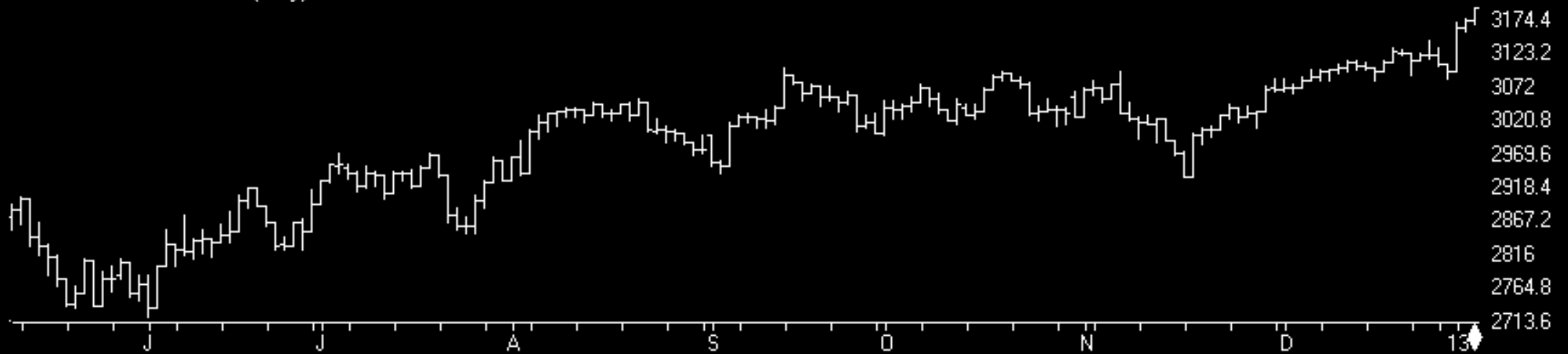
Nasdaq Bullish% *bullish % shows percent stocks > 50day ma*



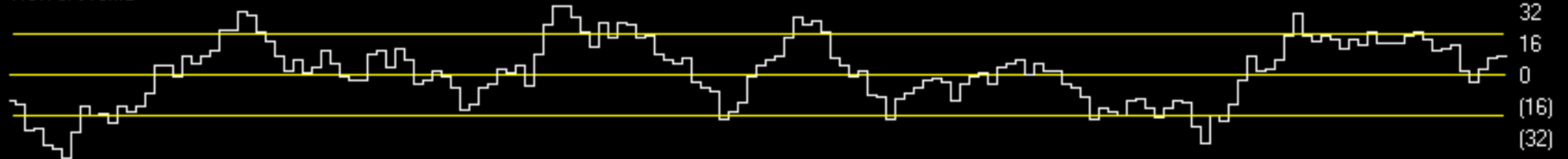
UK ALLSHARE MKT 2012 (Weekly) + Chartprofit Market Timing System (color study)



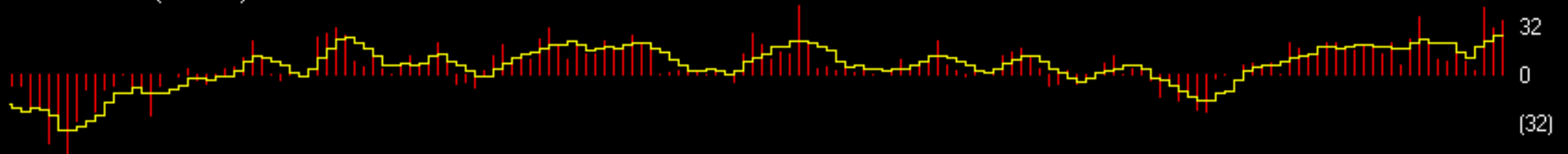
UK ALLSHARE MKT 2012 (Daily)



NetVol%10ma



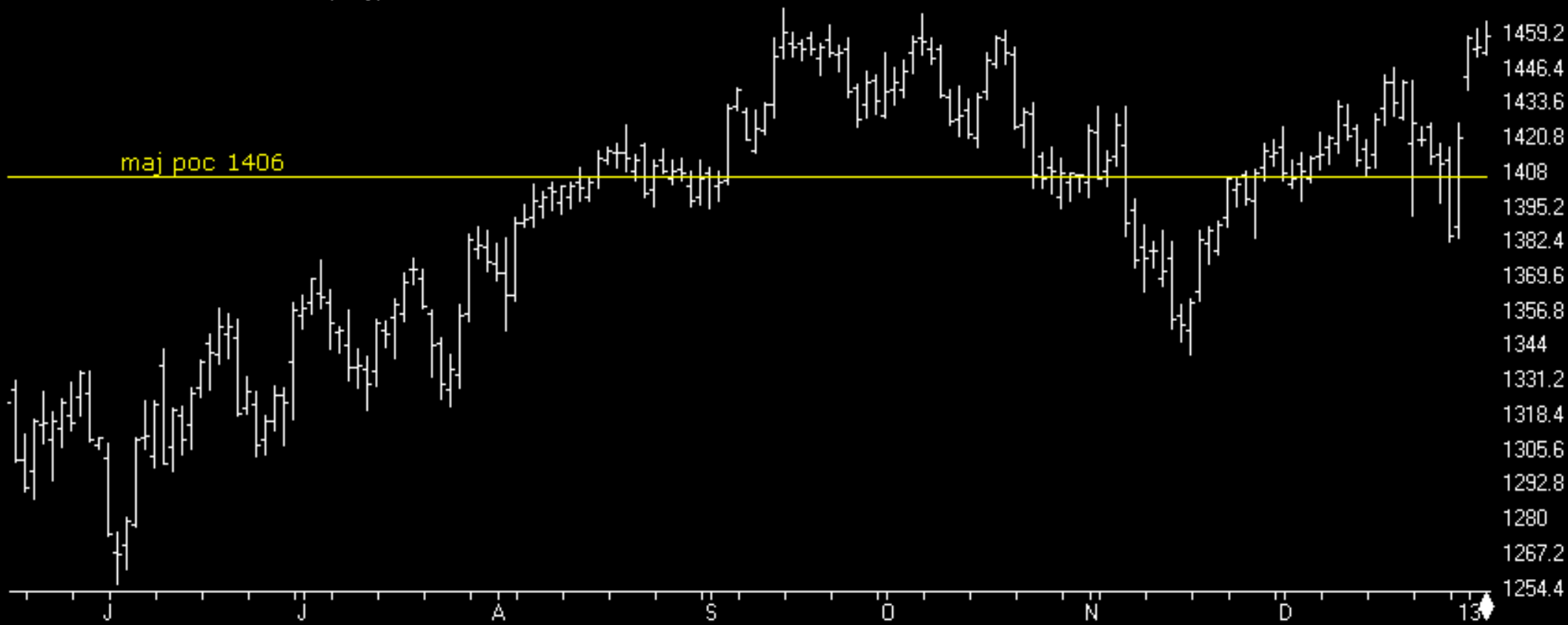
UKA %NNH25 (+ 5ma)



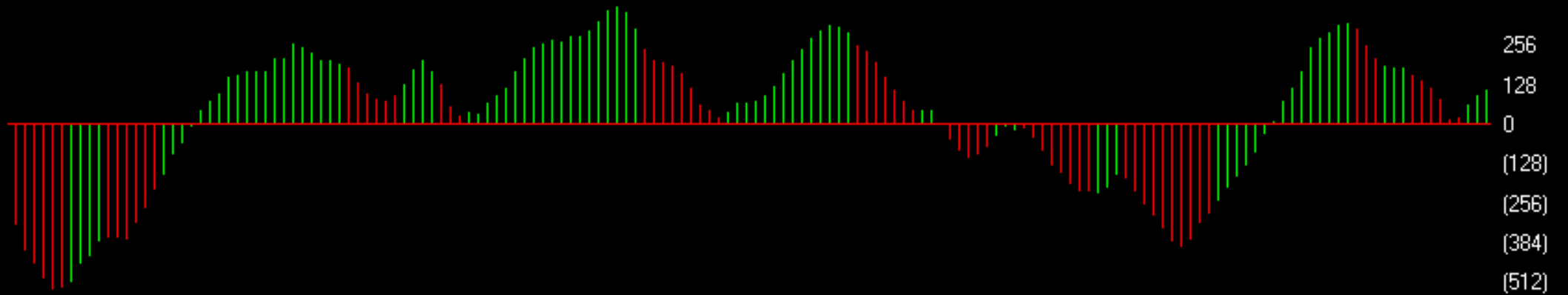
Allshare%St_50 bullish % shows percent stocks > 50day ma



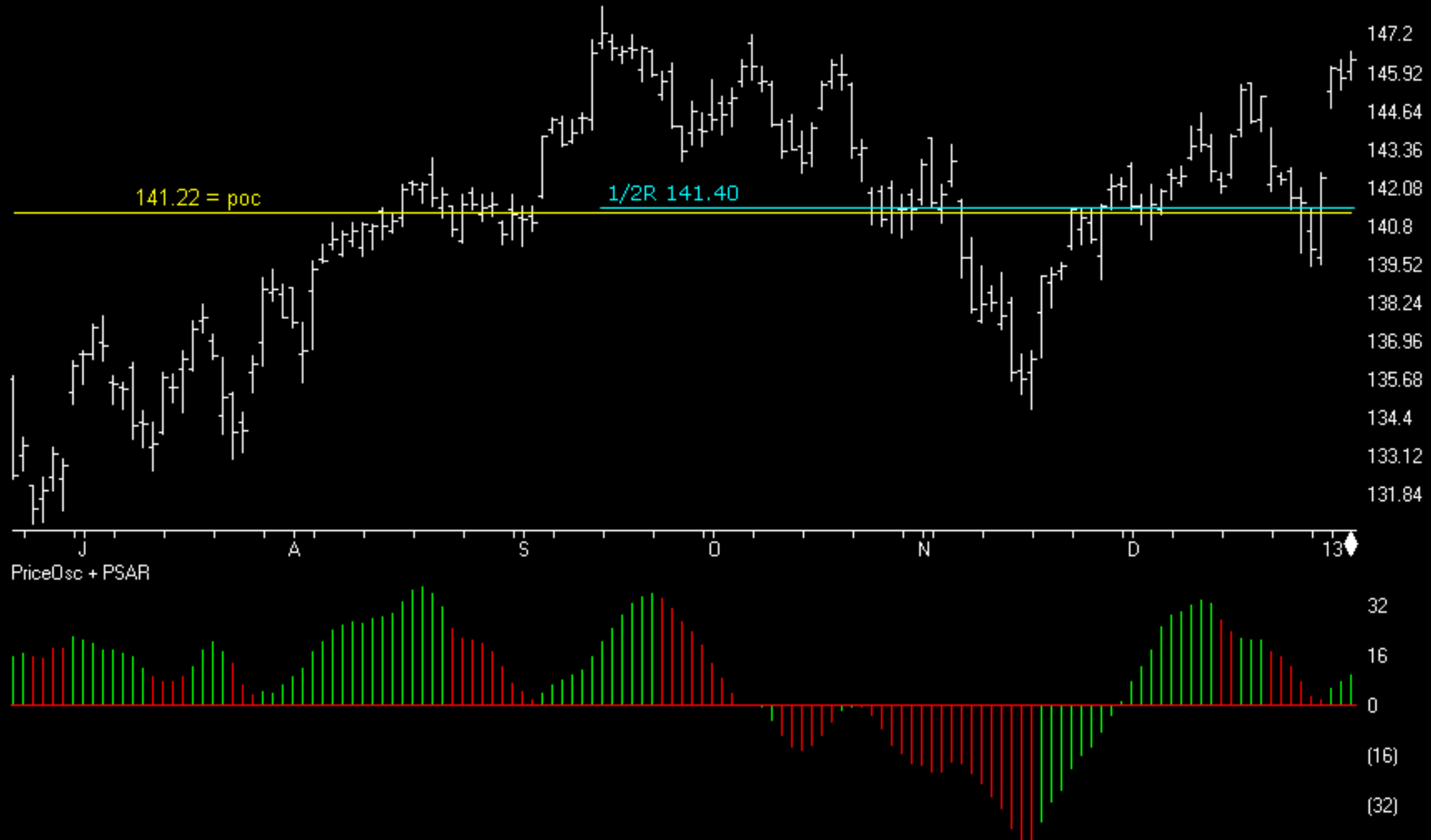
E-MINI S&P NEAREST FUTURES (Daily)



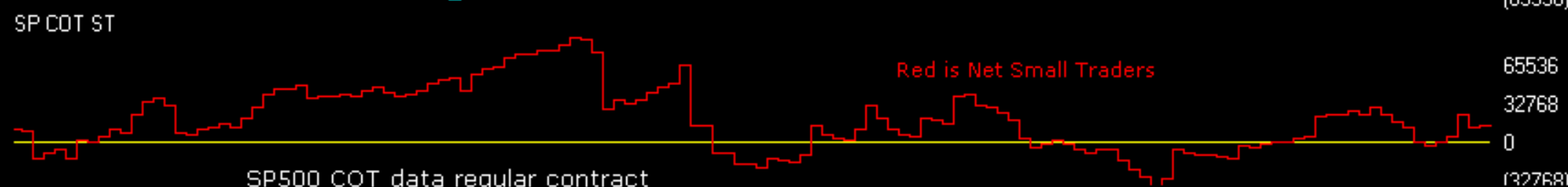
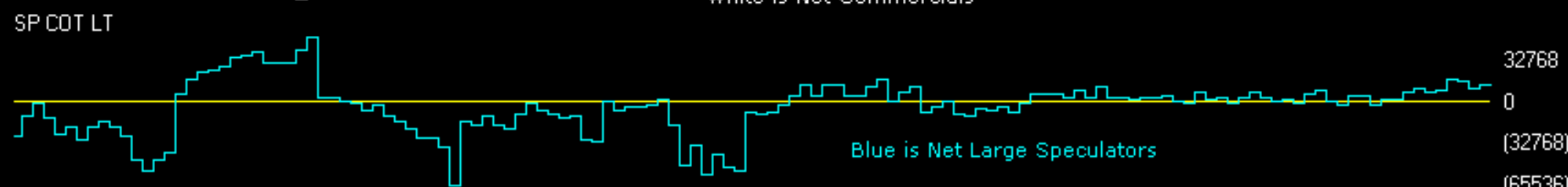
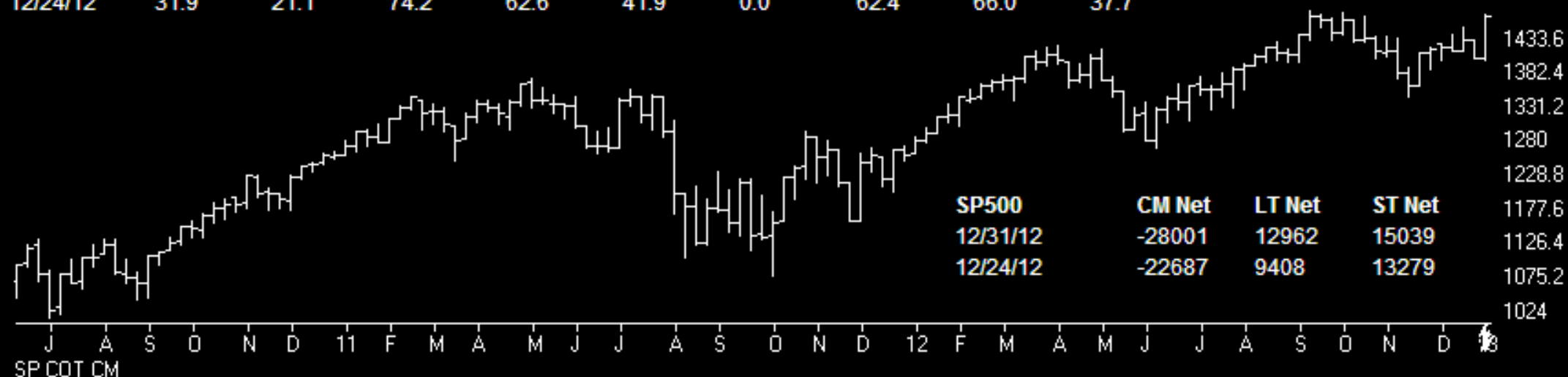
PriceDsc + PSAR



SPY SP500 ETF (Daily)



SP500	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
12/31/12	22.5	8.5	80.7	80.0	71.9	9.6	66.4	45.0	27.1
12/24/12	31.9	21.1	74.2	62.6	41.9	0.0	62.4	66.0	37.7

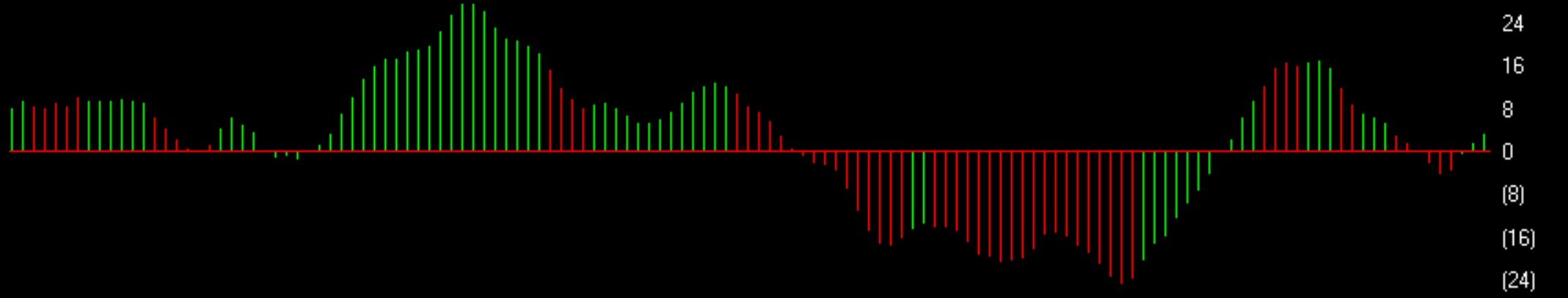


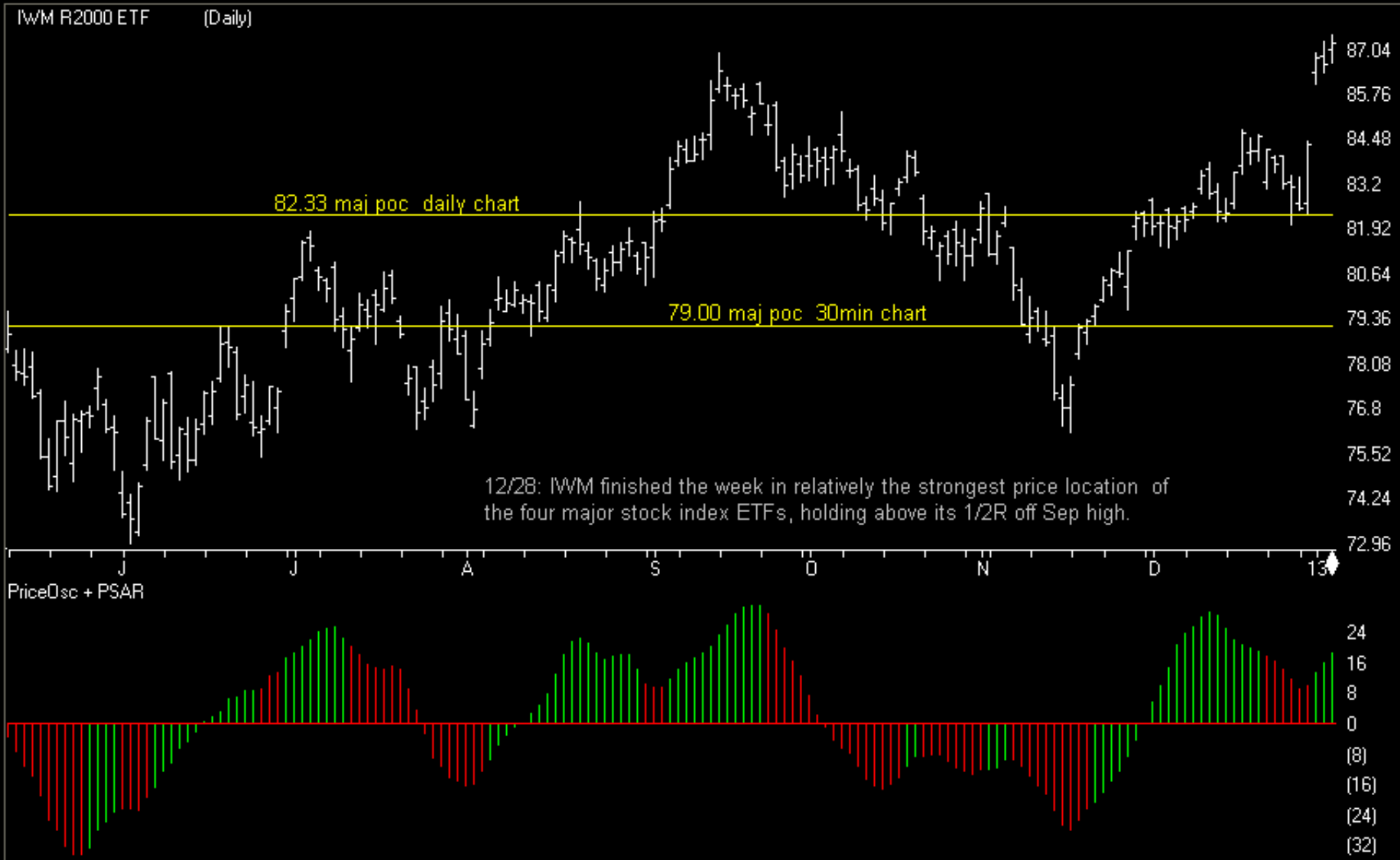
SP500 COT data regular contract commitments of traders data

QQQ N100 ETF (Daily)

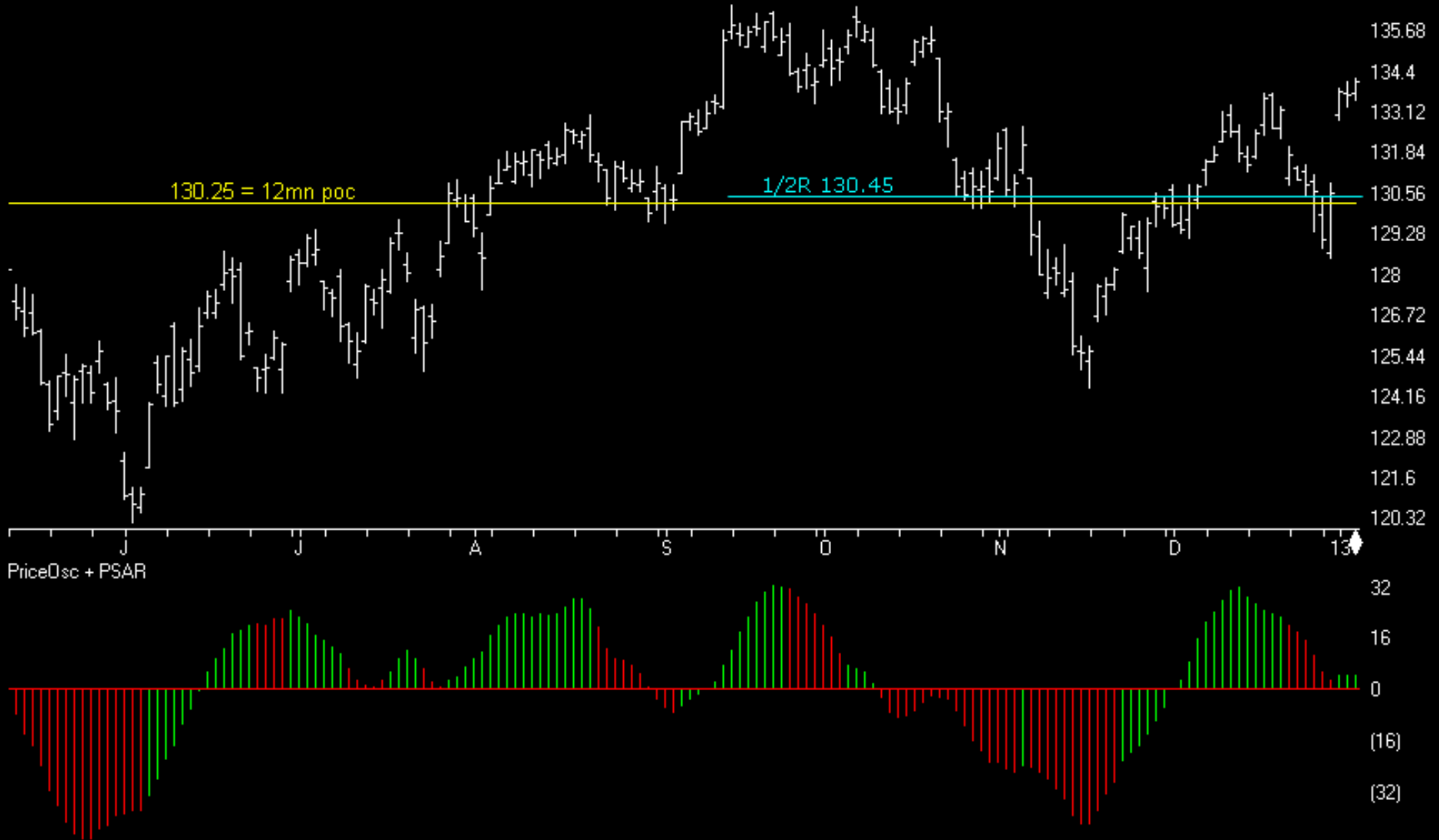


PriceOsc + PSAR

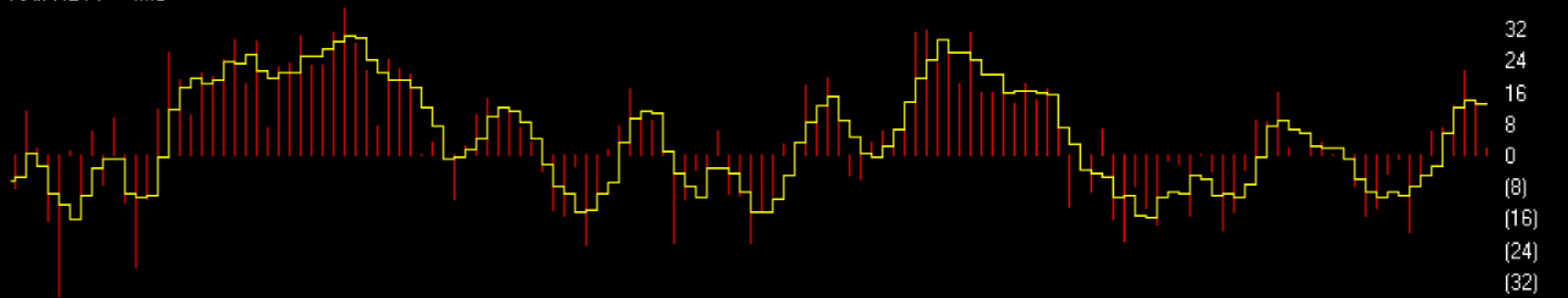
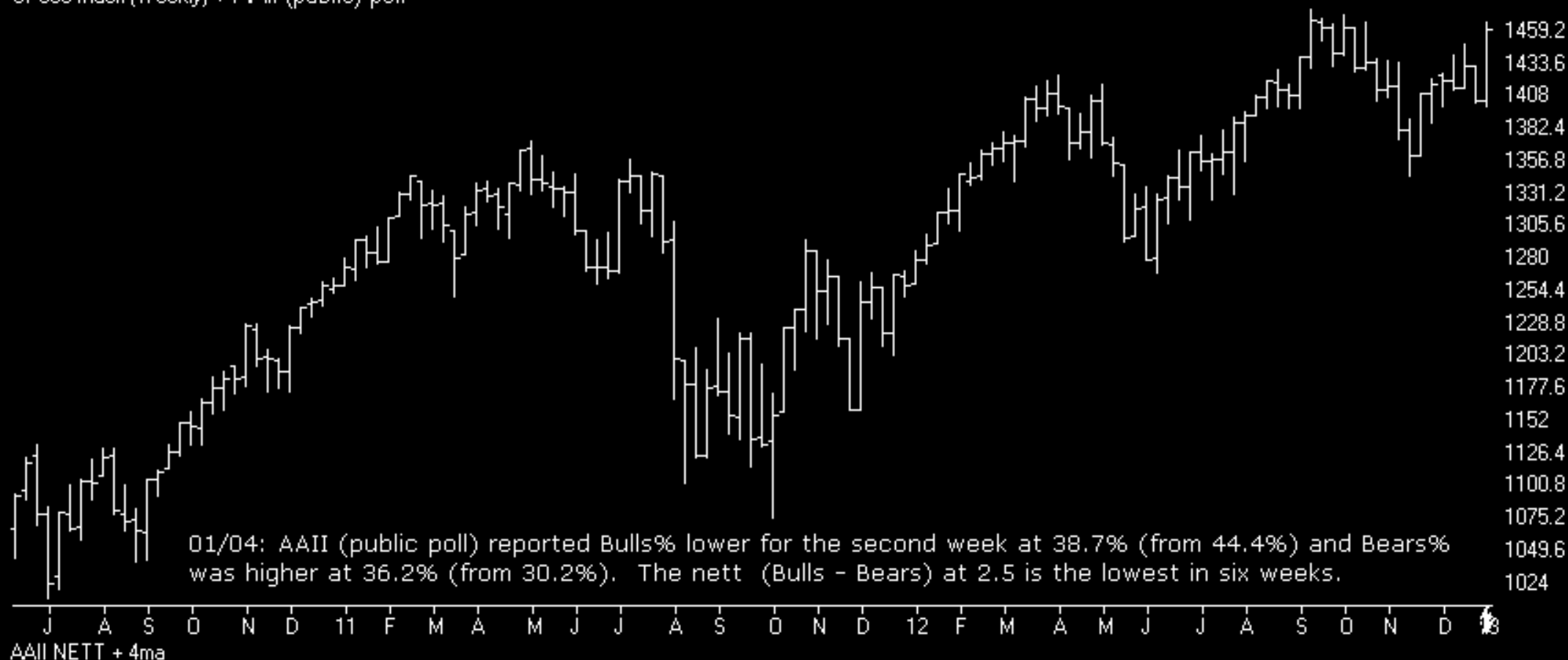




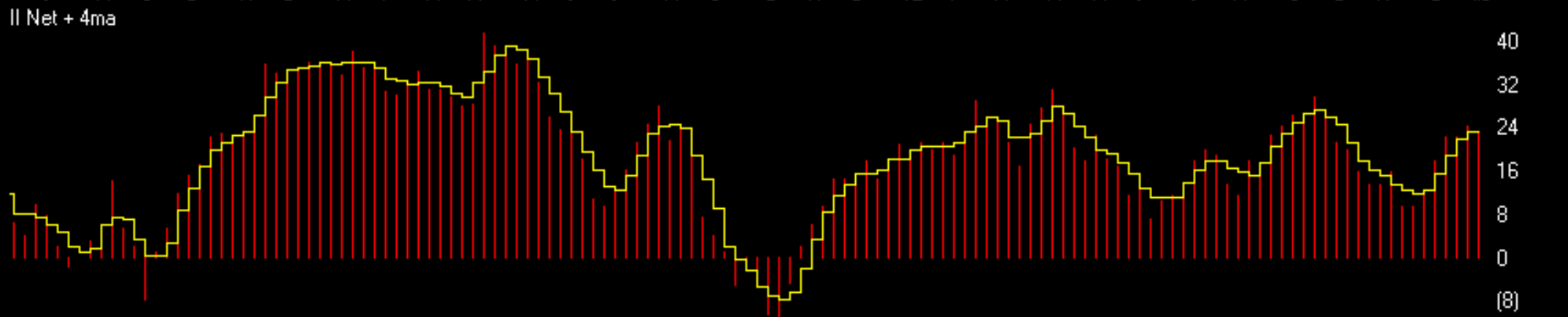
DIA DDW ETF (Daily)



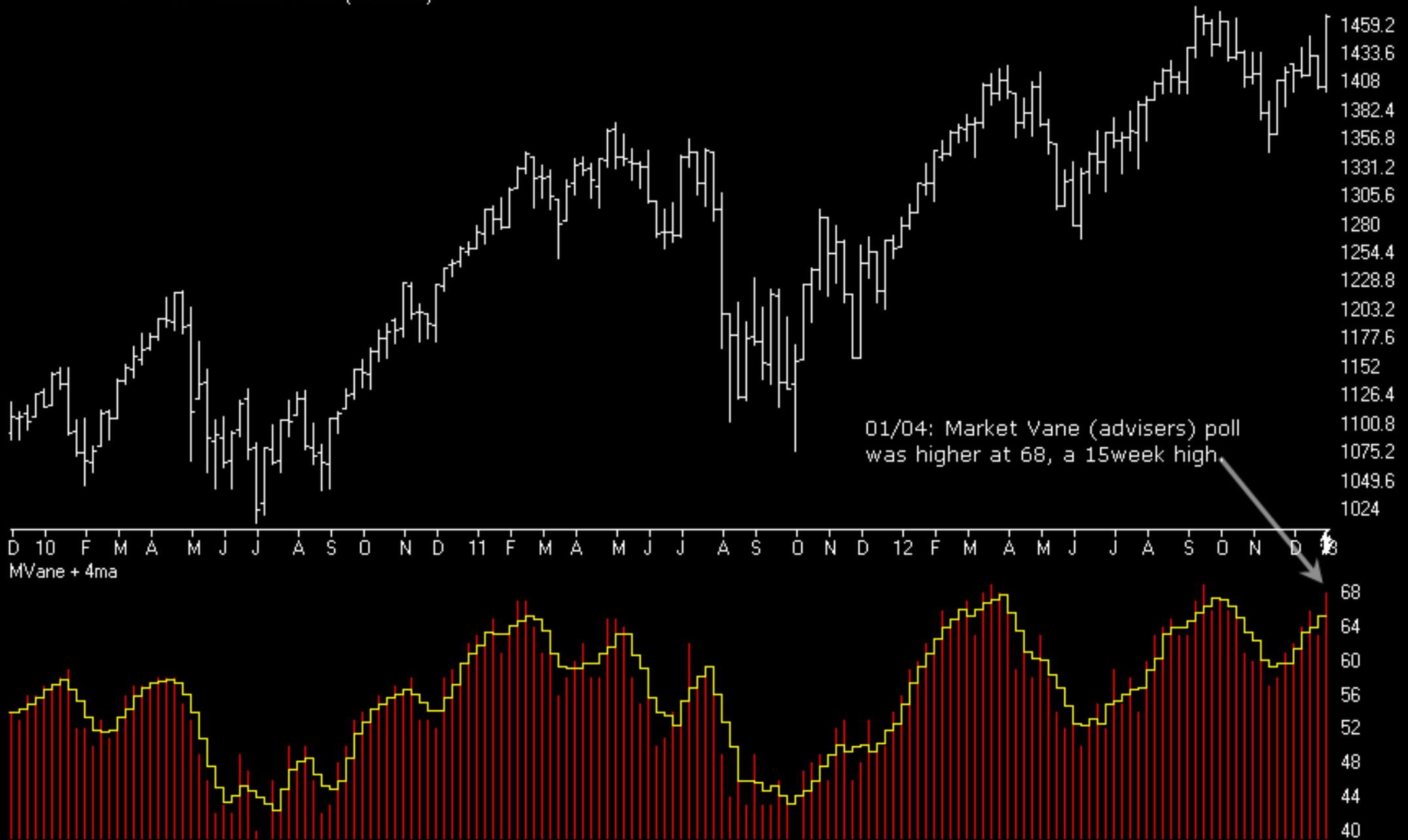
SP500 Index (Weekly) + AAll (public) poll



SP500 Index (Weekly) + Investors Intelligence Poll (newsletters)

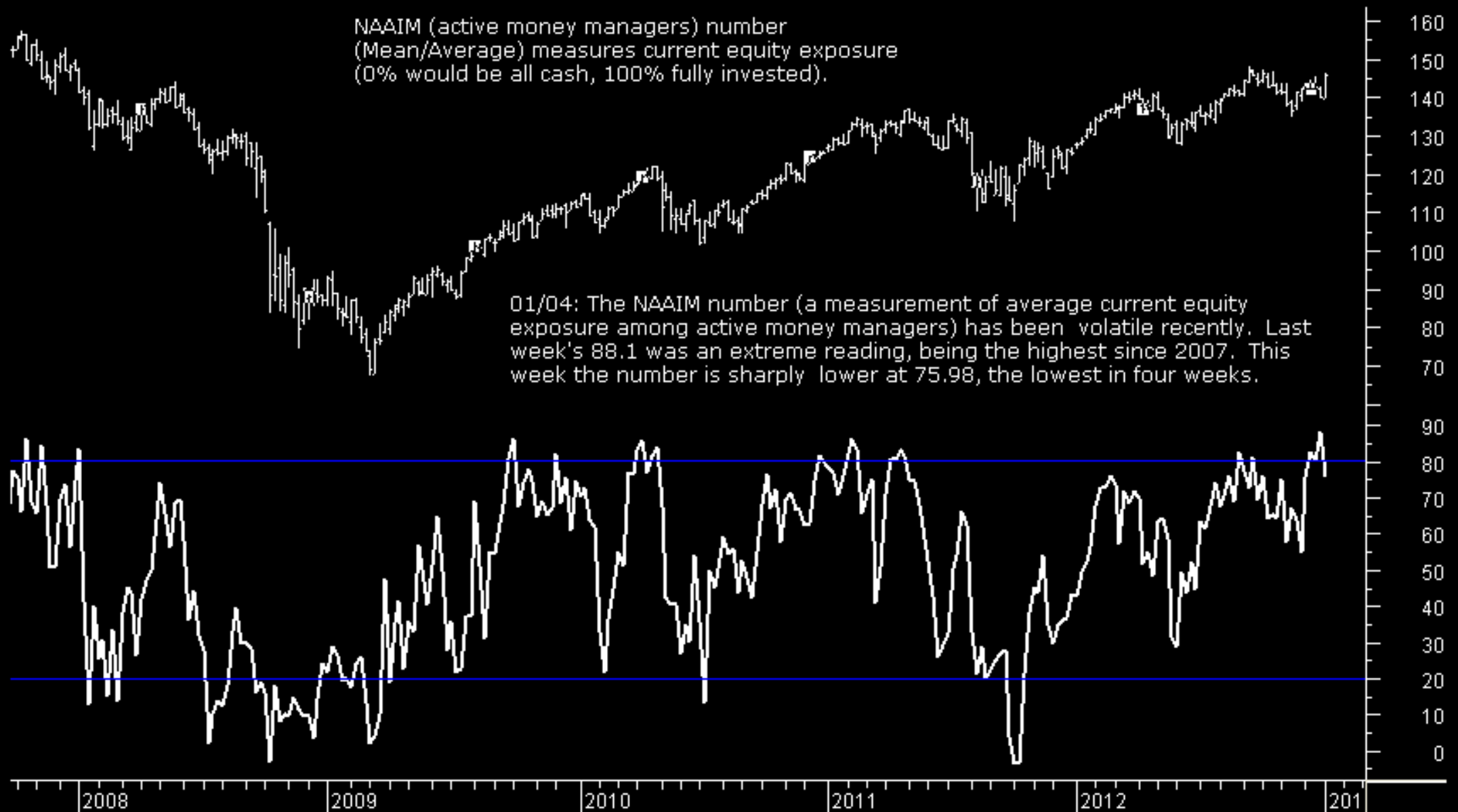


SP500 Index (Weekly) + Market Vane (advisers)



SPY + NAAIM Number
National Association of Active Investment Managers

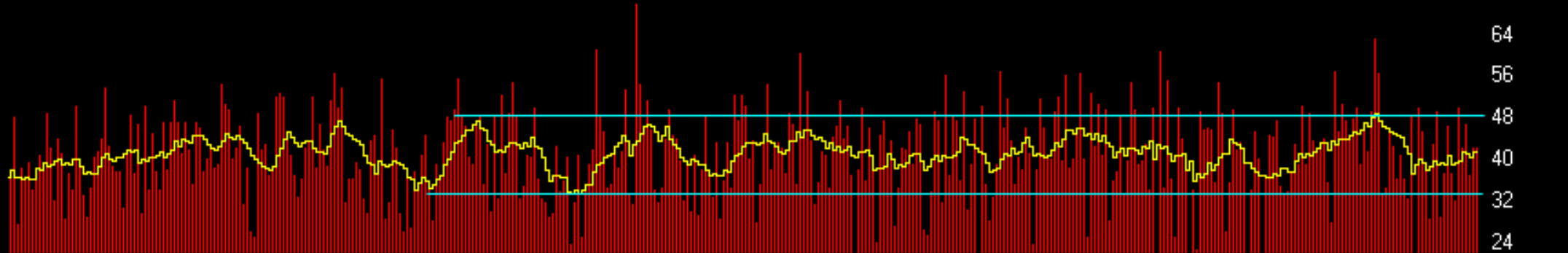
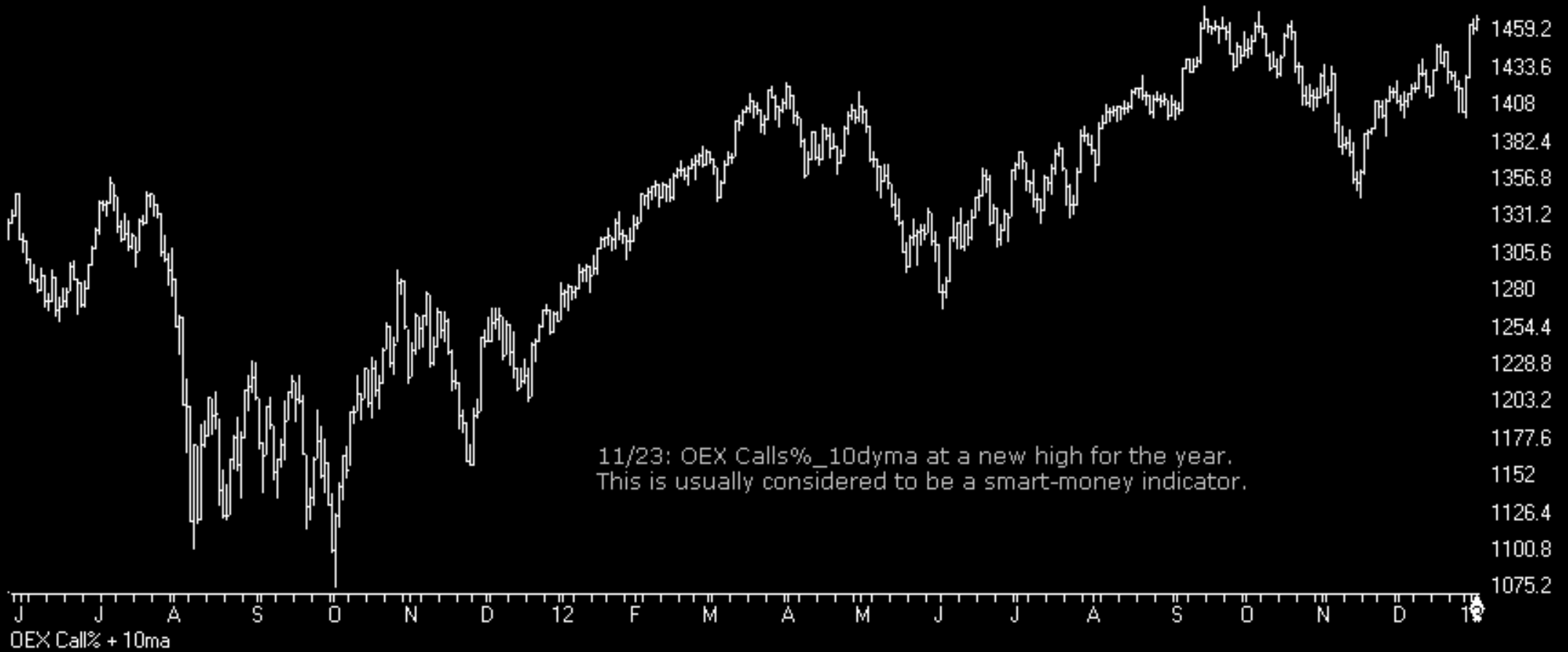
NAAIM (active money managers) number
(Mean/Average) measures current equity exposure
(0% would be all cash, 100% fully invested).



SP500 Index (Daily) + OCC Calls% (equities only)

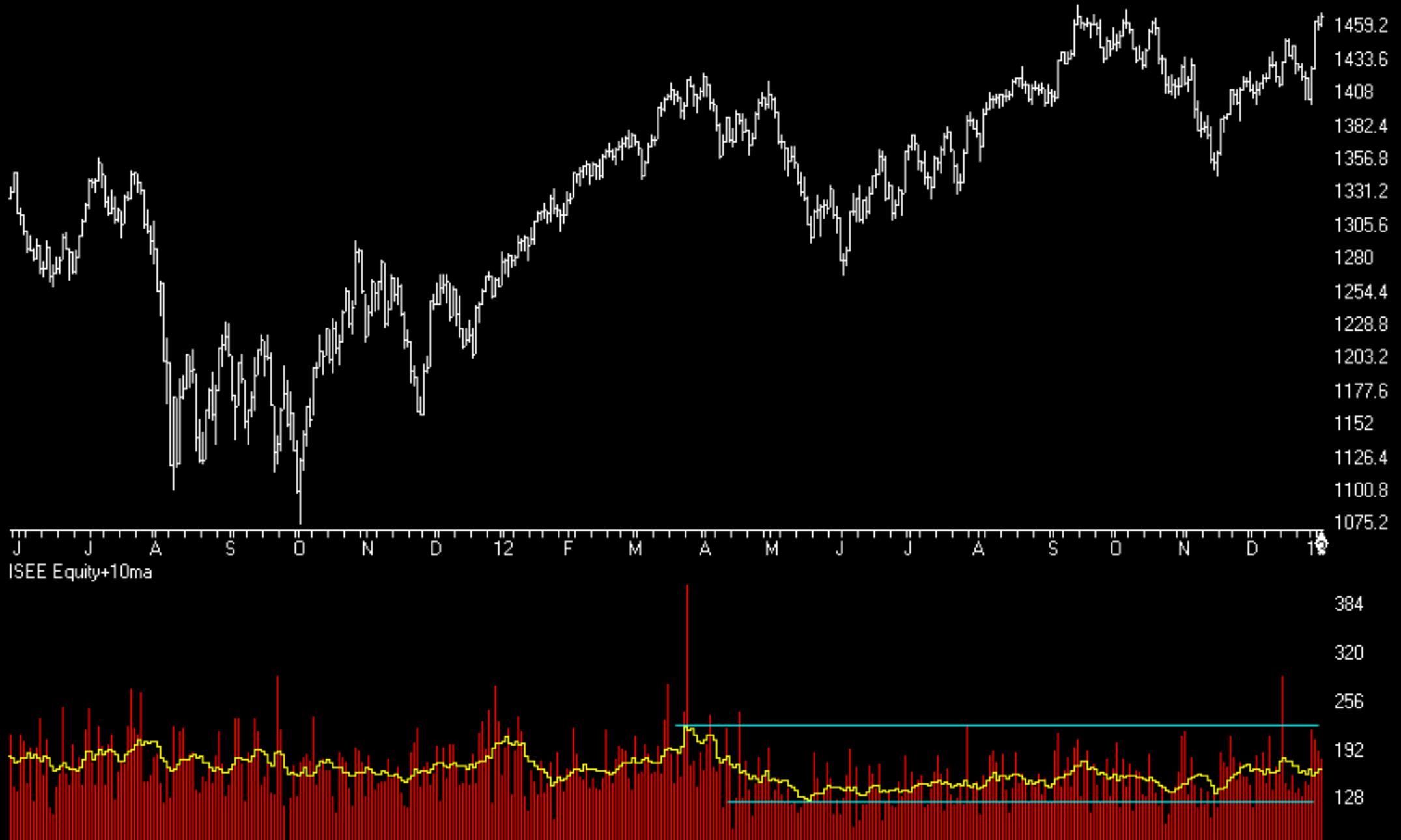


SP500 Index (Daily) + OEX Calls%

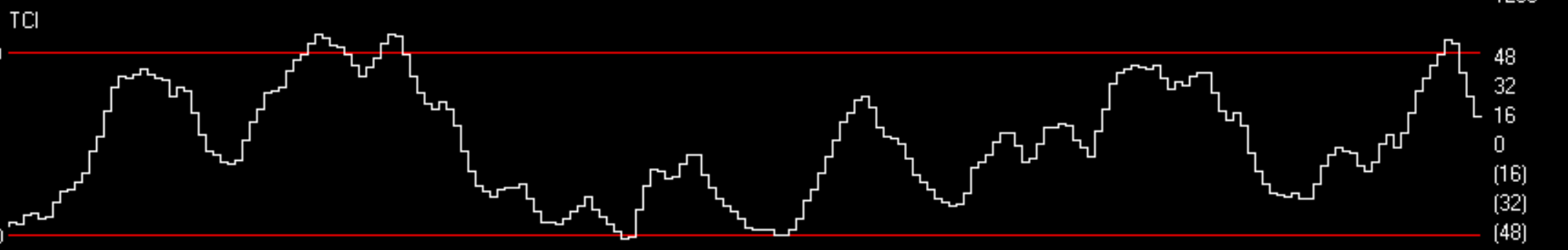
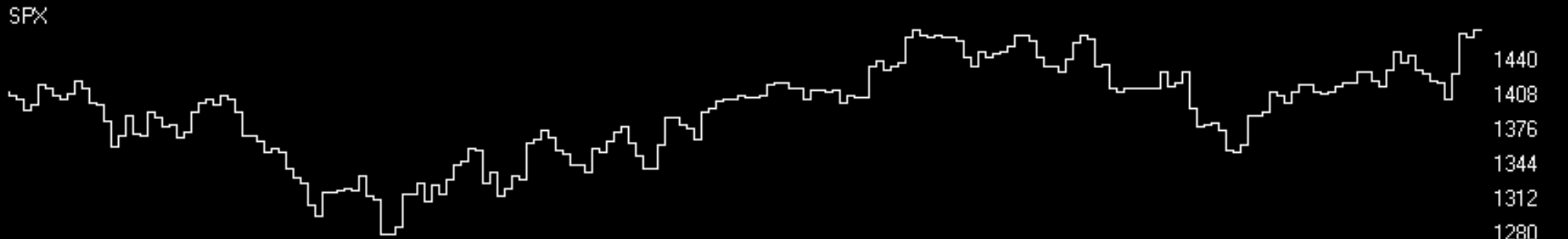


unlike other option ratios, OEX is usually considered a smart-money indicator.

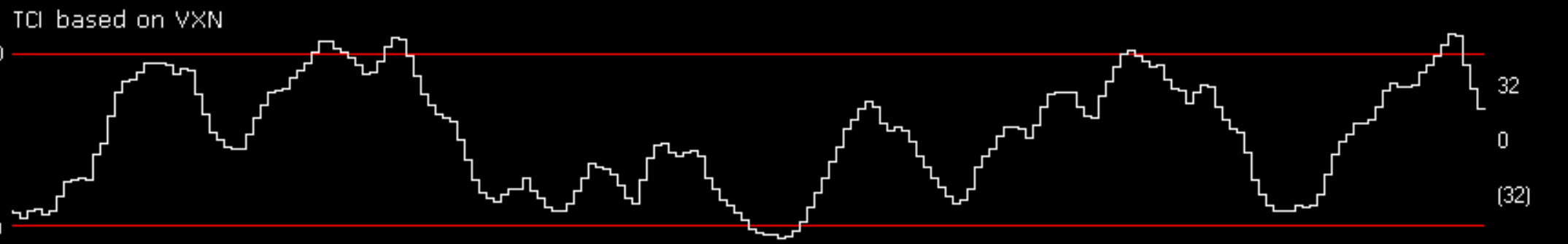
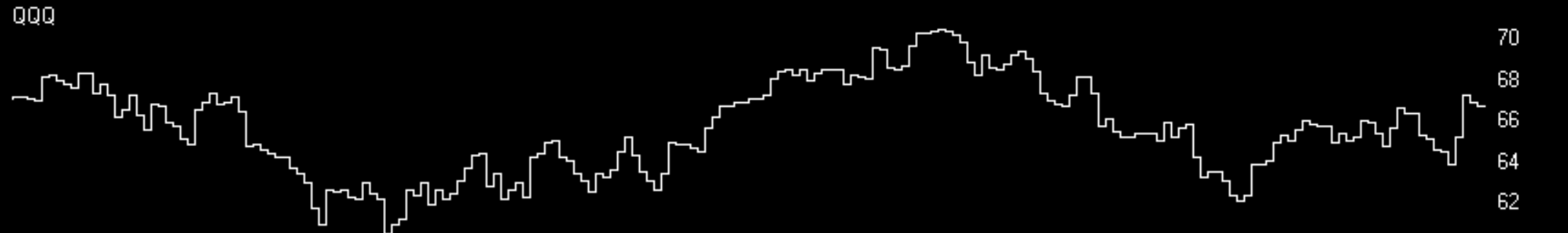
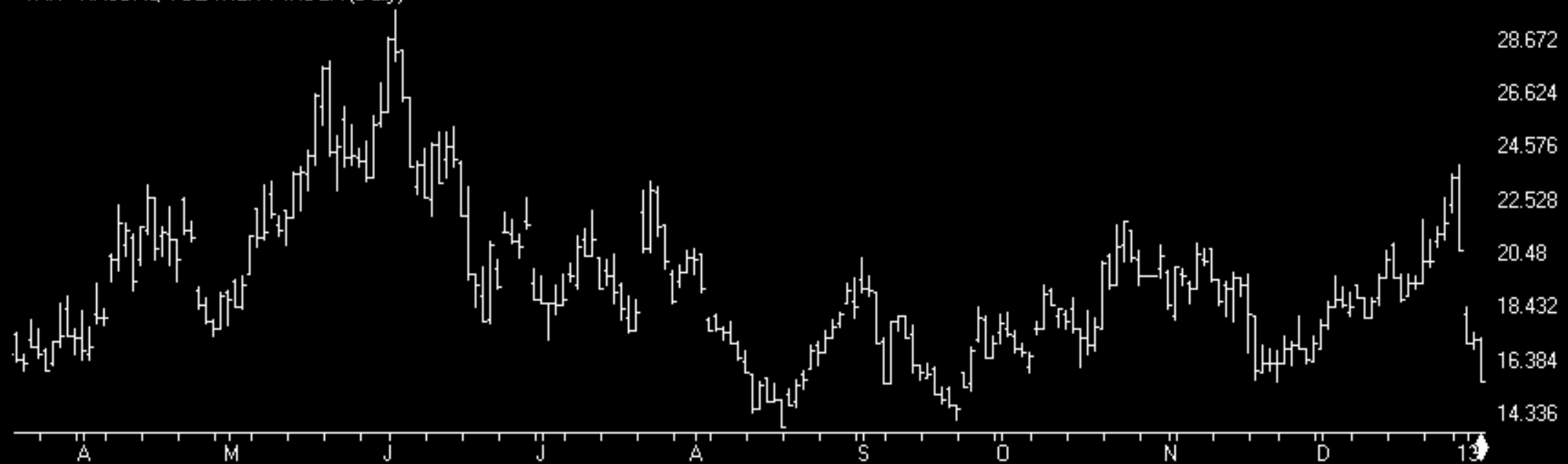
SP500 Index (Daily) + ISEE (equities only)



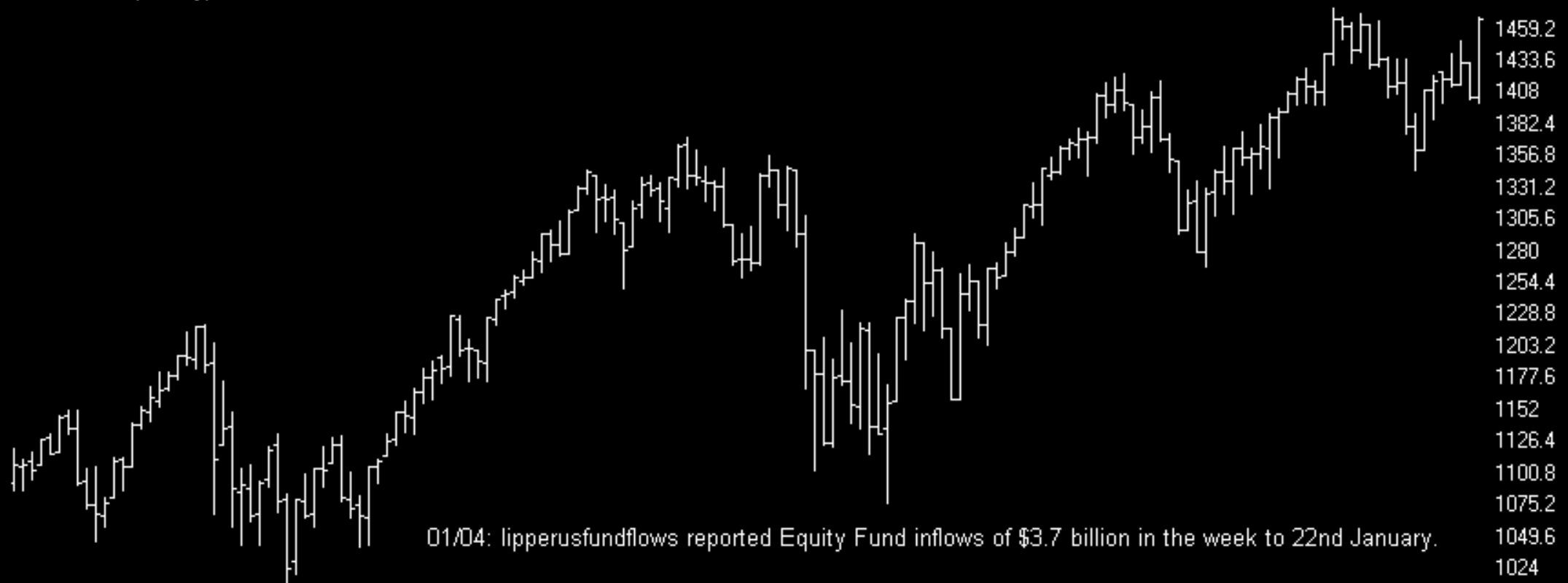
VIX - S&P 500 Volatility Index (Daily)



VXN - NASDAQ VOLATILITY INDEX (Daily)

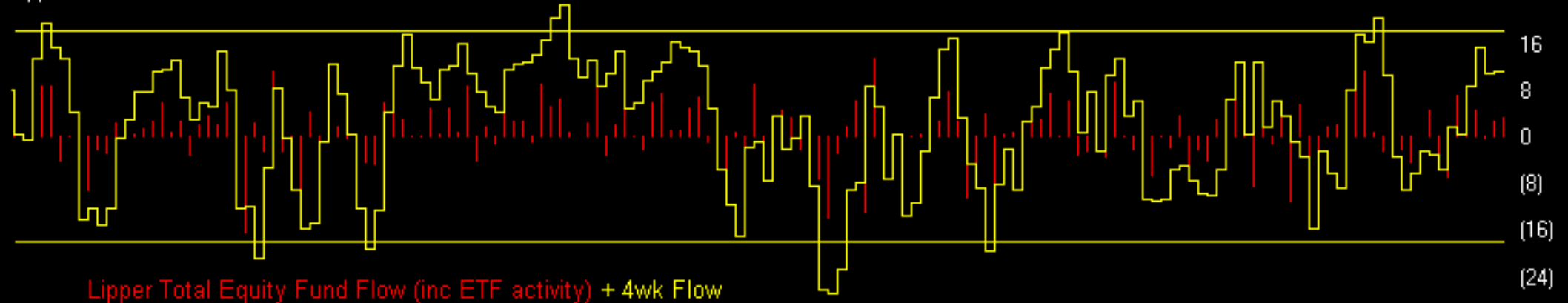


SP500 Index (Weekly)



D 10 F M A M J J A S O N D 11 F M A M J J A S O N D 12 F M A M J J A S O N D 13

Lipper Fd+4wkSum

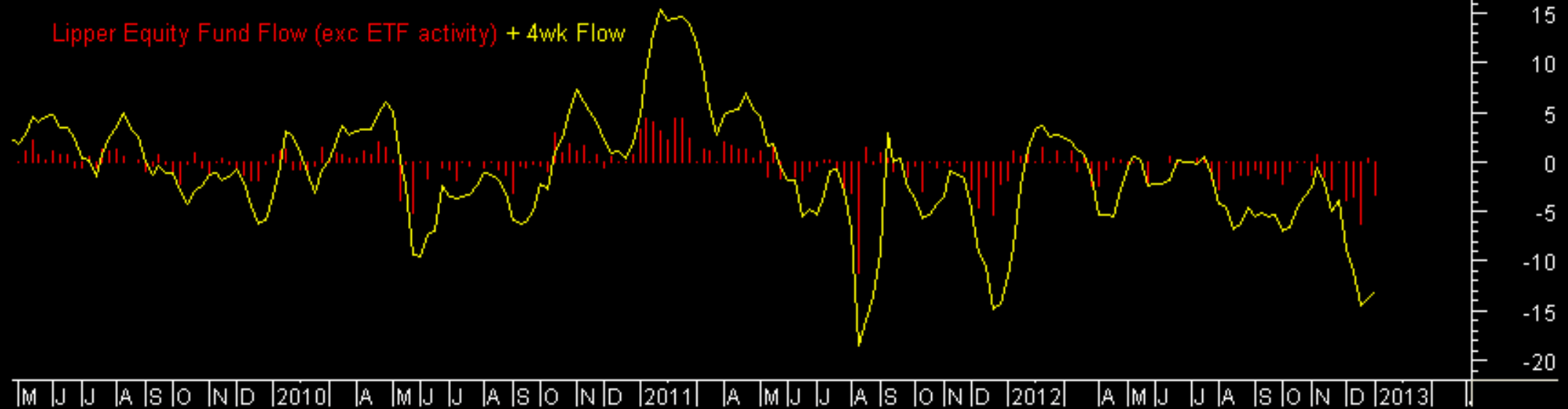


Sentiment

LIPPER Equity Fds (exc ETF) net flow (\$billion)



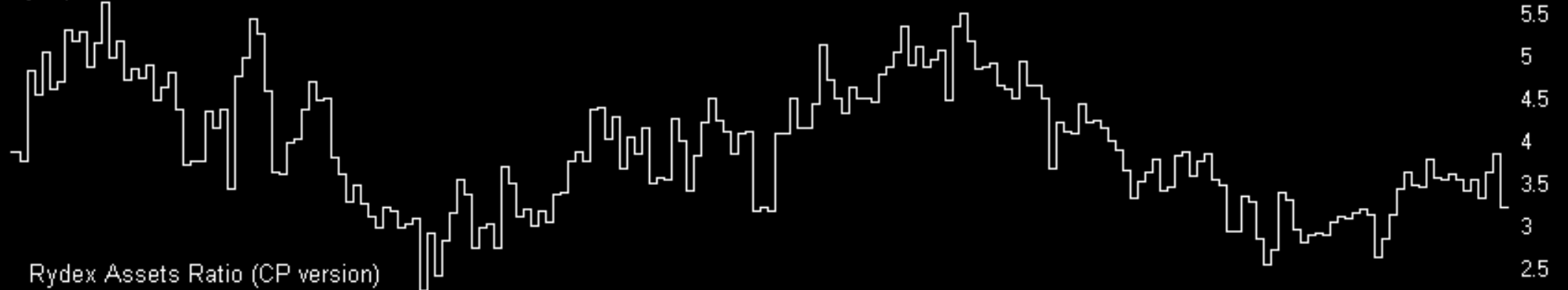
Lipper Equity Fund Flow (exc ETF activity) + 4wk Flow



SP500 Index (Daily) + Rydex Assets Ratio

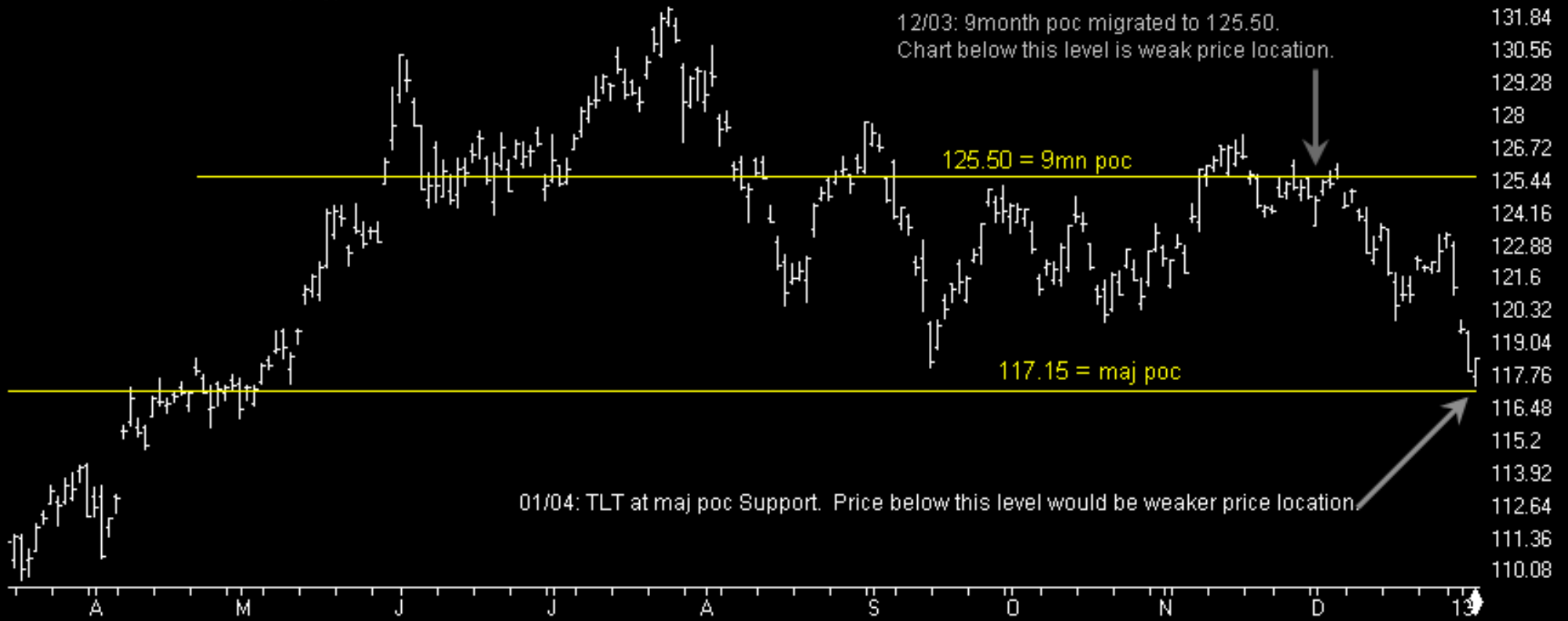


RyMajAssetsRatio

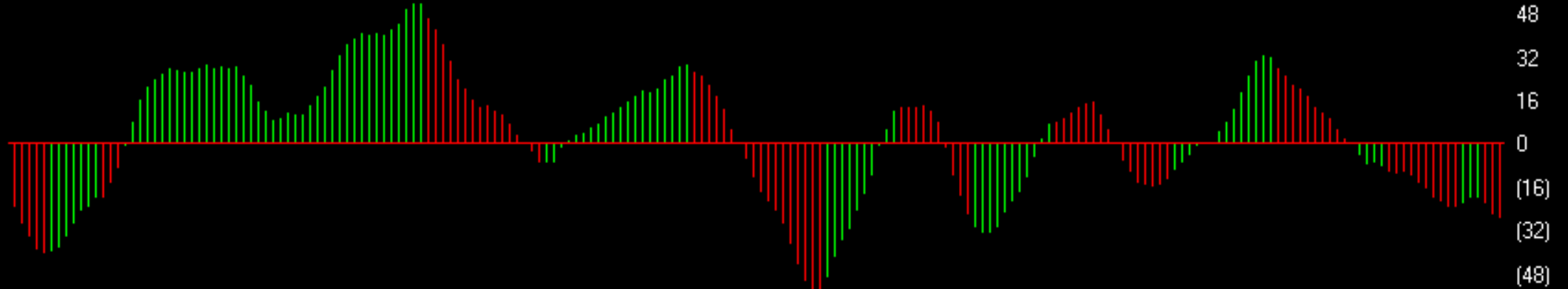


Rydex Assets Ratio (CP version)

Lehman 20+ Year T Bond ETF (Daily)



Price0sc + PSAR

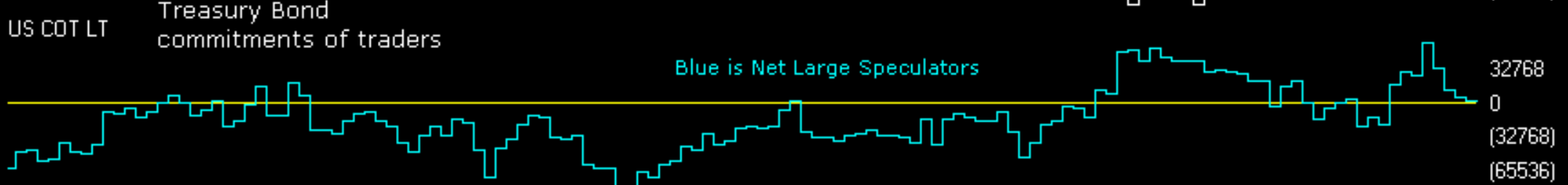


Bonds



T-BONDS	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
12/31/12	88.6	82.5	20.2	29.7	35.2	54.2	10.6	22.8	74.0
12/24/12	91.0	64.7	0.0	34.9	41.7	50.9	0.0	41.9	100.0

T-Bonds	CM Net	LT Net	ST Net
12/31/12	13731	435	-14166
12/24/12	16401	4705	-21106



10/16: GLD is oscillating around 167.06, the major 1/2R level. I'm looking for a clear higher low above, or lower high below, this level.

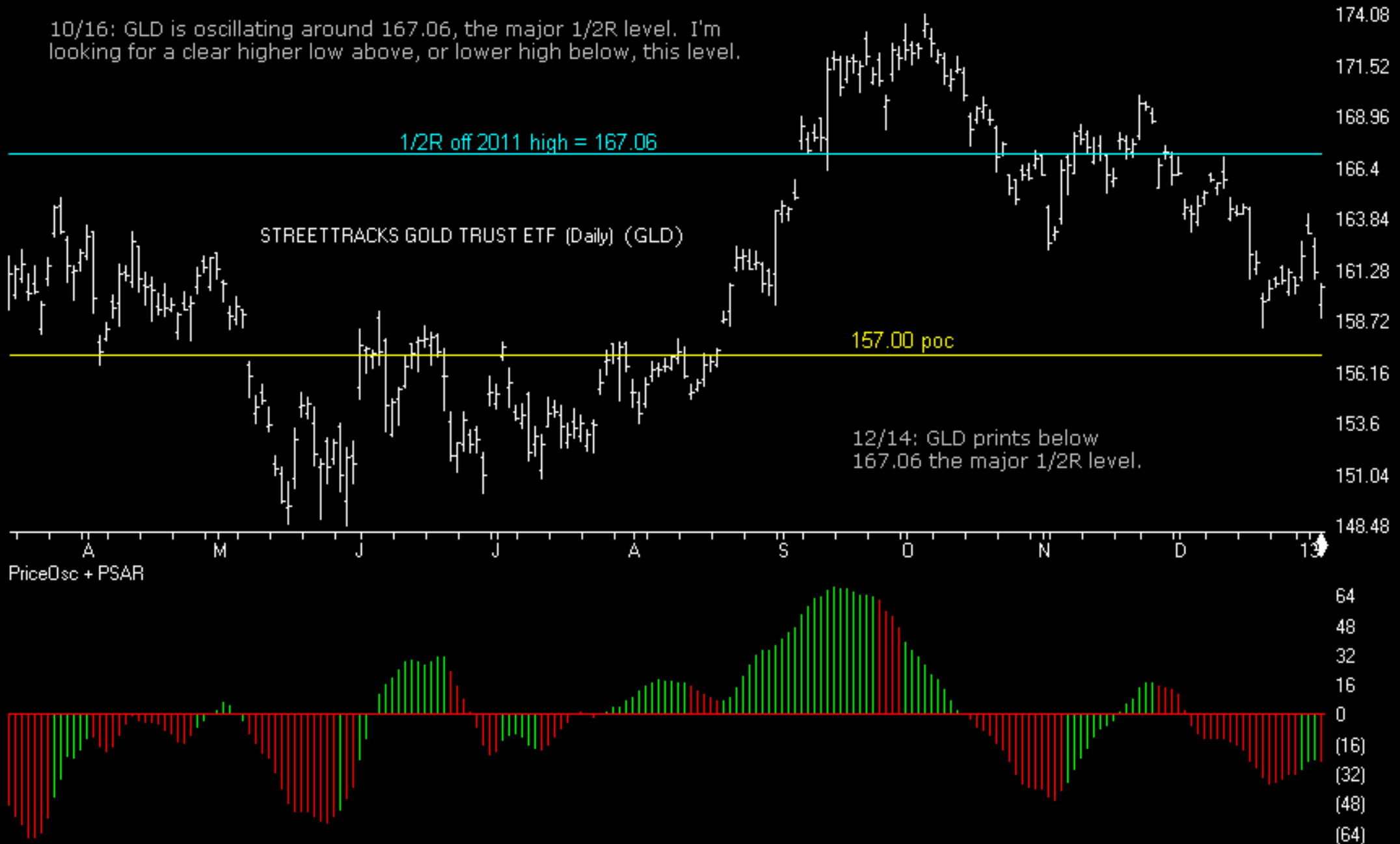
1/2R off 2011 high = 167.06

STREETTRACKS GOLD TRUST ETF (Daily) (GLD)

157.00 poc

12/14: GLD prints below 167.06 the major 1/2R level.

PriceOsc + PSAR

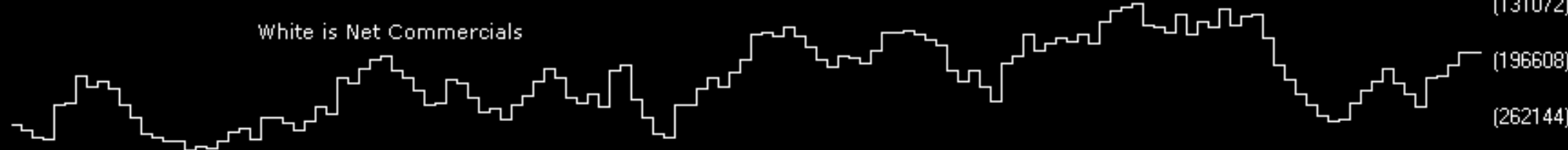


Gold

Charts by AIQ TradingExpert



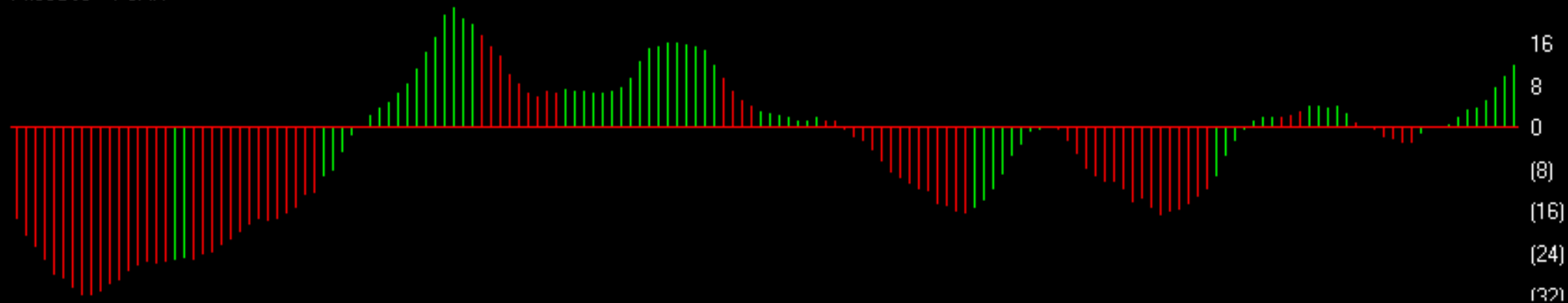
GOLD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
12/31/12	60.6	50.5	44.9	36	59.7	81.1	44.8	57	55.7
12/24/12	61.3	44.5	38.4	37.5	64.9	82.5	38	46.2	58.2



UNITED STATES OIL FUND (Daily) (USO)



PriceOsc + PSAR



CRUDE OIL	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
12/31/12	58.0	0.0	27.1	46.8	30.4	26.8	41.0	31.7	69.1
12/24/12	59.7	0.0	26.5	46.6	45.4	41.1	21.0	29.2	90.8

T-Bonds	CM Net	LT Net	ST Net
12/31/12	13731	435	-14166
12/24/12	16401	4705	-21106



J J A S O N D 11 F M A M J J A S O N D 12 F M A M J J A S O N D



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(196608)
(262144)

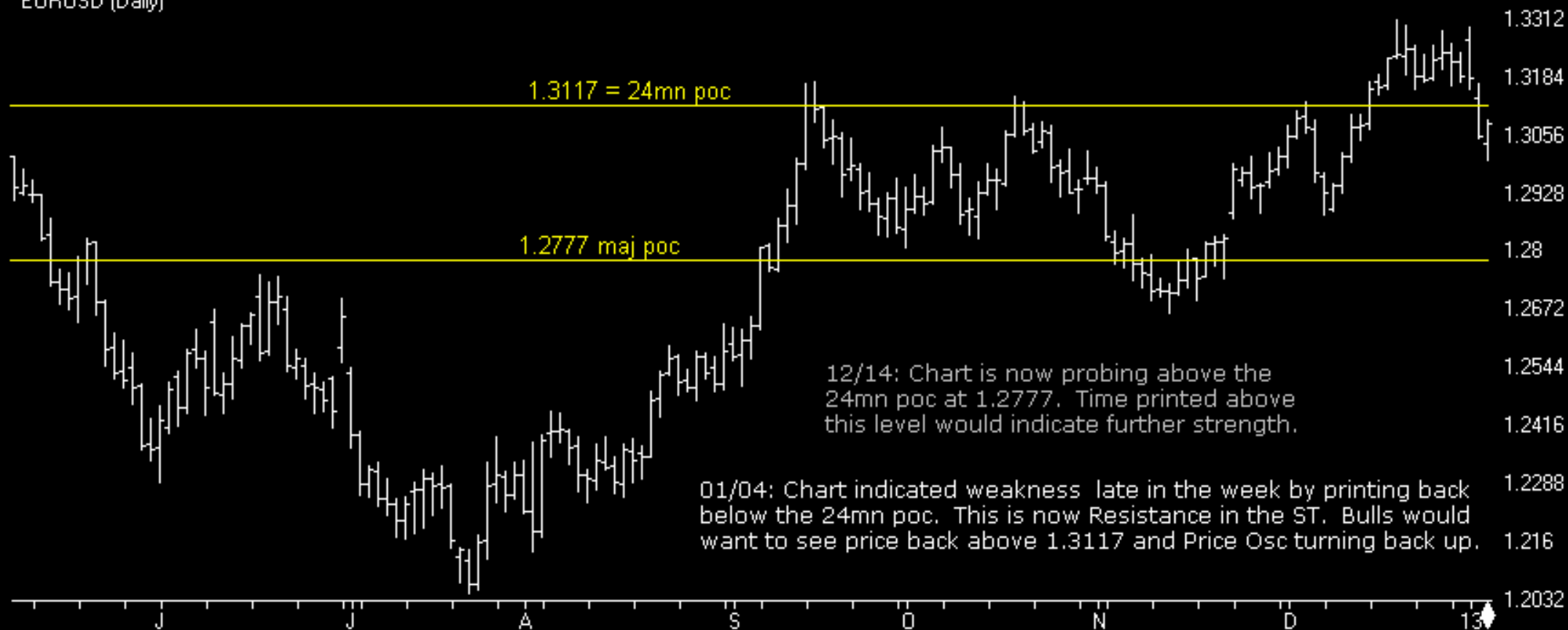


262144
196608
131072
65536

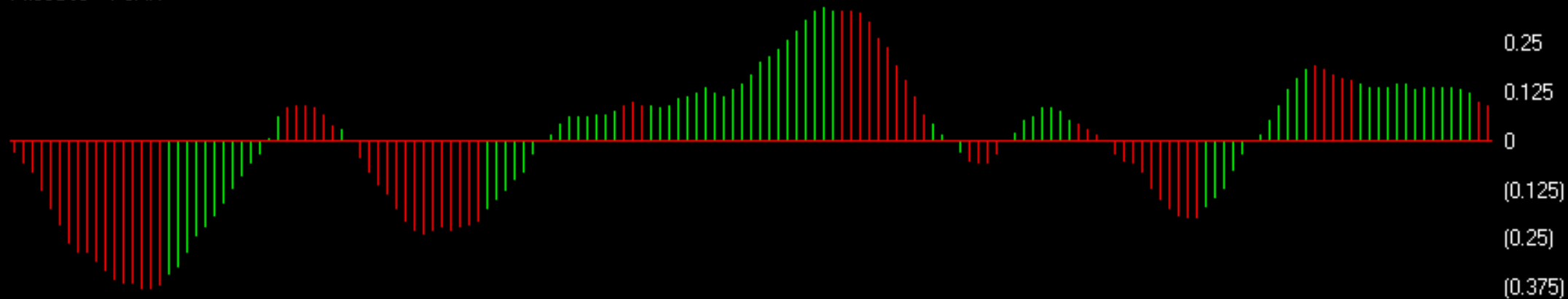


49152
32768
16384
0

EURUSD (Daily)

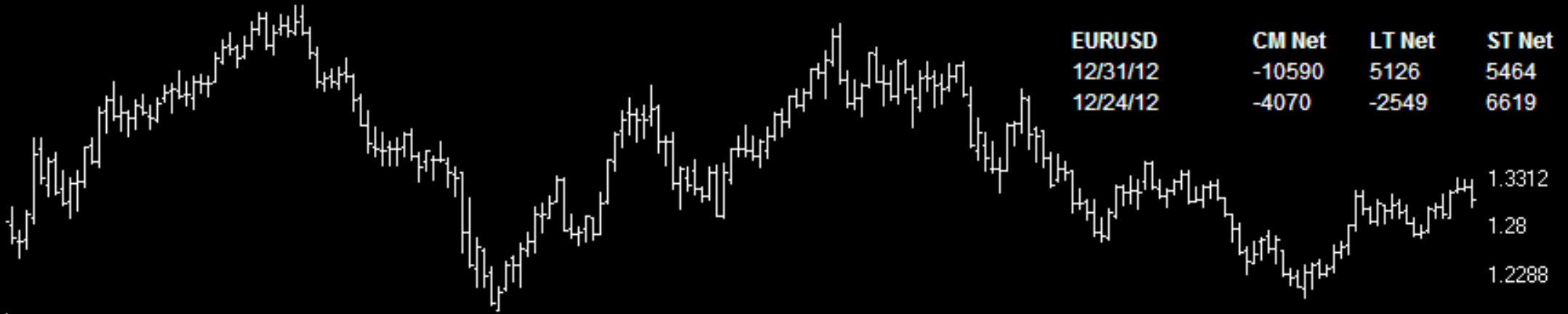


PriceOsc + PSAR



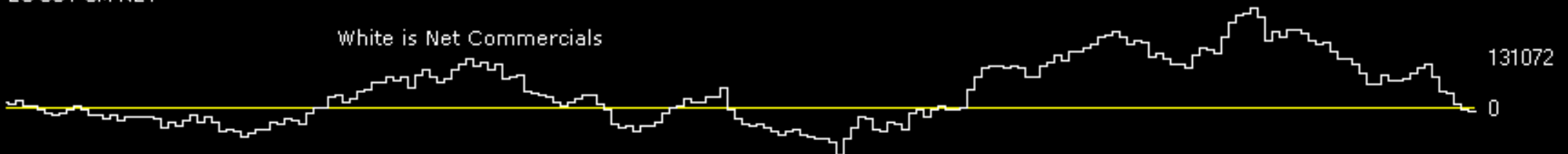
EURUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
12/31/12	0.0	0.0	95.8	100.0	100.0	9.5	97.3	90.6	40.8
12/24/12	0.0	0.0	87.4	100.0	100.0	14.3	100.0	100.0	52.2

EURUSD	CM Net	LT Net	ST Net
12/31/12	-10590	5126	5464
12/24/12	-4070	-2549	6619



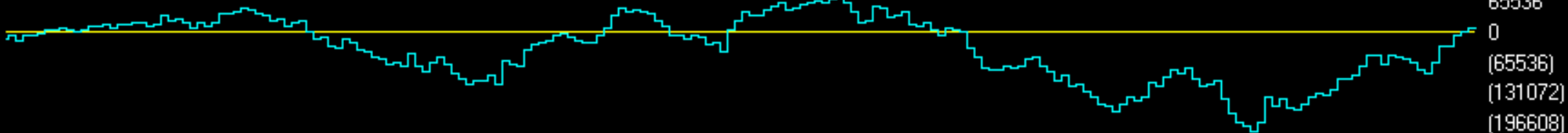
M A M J J A S O N D 10 F M A M J J A S O N D 11 F M A M J J A S O N D 12 F M A M J J A S O N D 13
 EC COT CM NET

White is Net Commercials



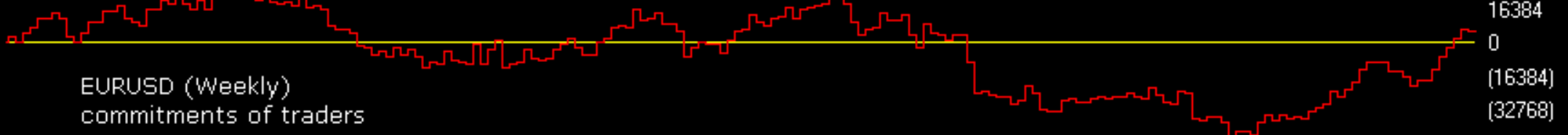
EC COT LT NET

Blue is Net Large Speculators



EC COT ST

Red is Net Small Traders



EURUSD (Weekly)
 commitments of traders

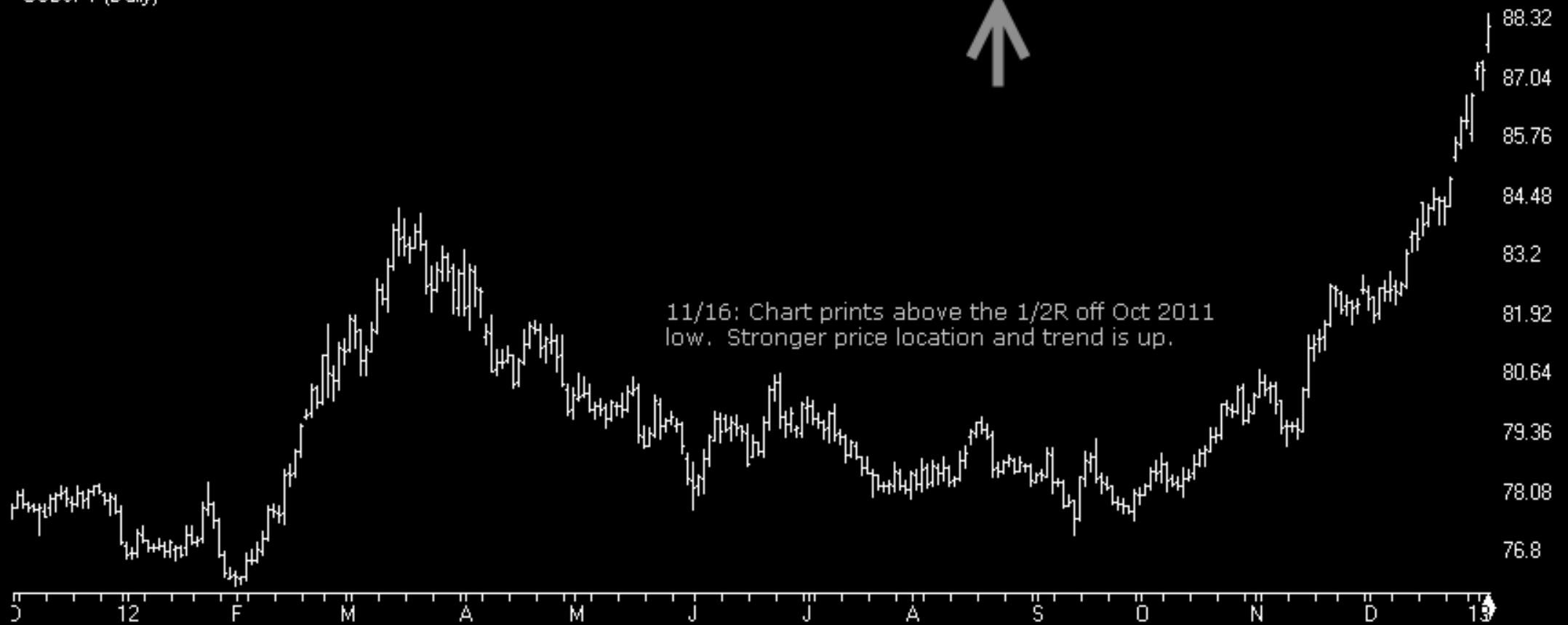


USDJPY (Daily)

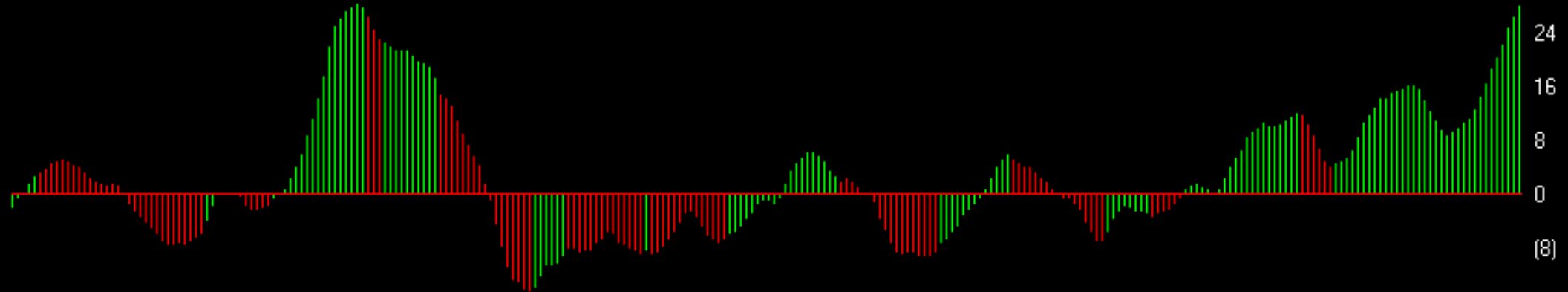
major poc Resistance off chart at 90.30



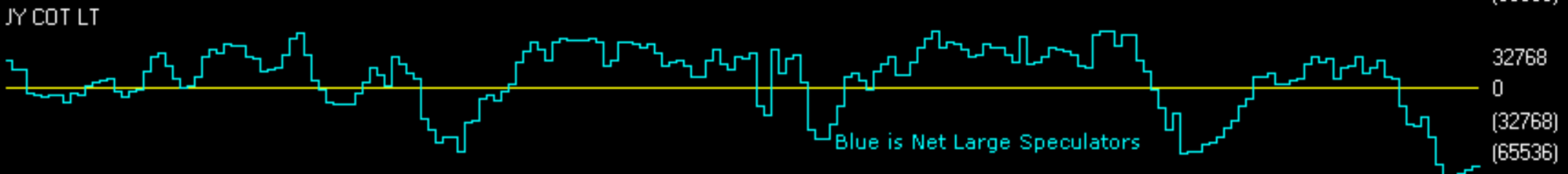
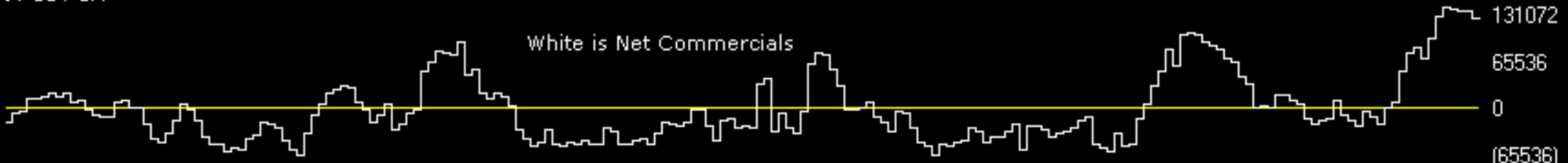
11/16: Chart prints above the 1/2R off Oct 2011 low. Stronger price location and trend is up.



PriceOsc + PSAR



JPYUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
12/31/12	90.6	81.0	3.7	10.9	29.5	94.2	13.4	16.9	76.4
12/24/12	97.3	90.2	0.4	6.9	23.4	95.1	0.0	5.8	86.9



US DOLLAR INDEX (Daily)



12/28: 2year poc migrated higher to 79.80

83.84

83.52

01/04: strength late in the week saw the Dollar Index back above 80.15 which is strong price location. Can that level now hold as Support? Momentum (Price osc) is up.

83.2

82.88

82.56

82.24

81.92

81.6

81.28

80.96

80.64

80.32

80

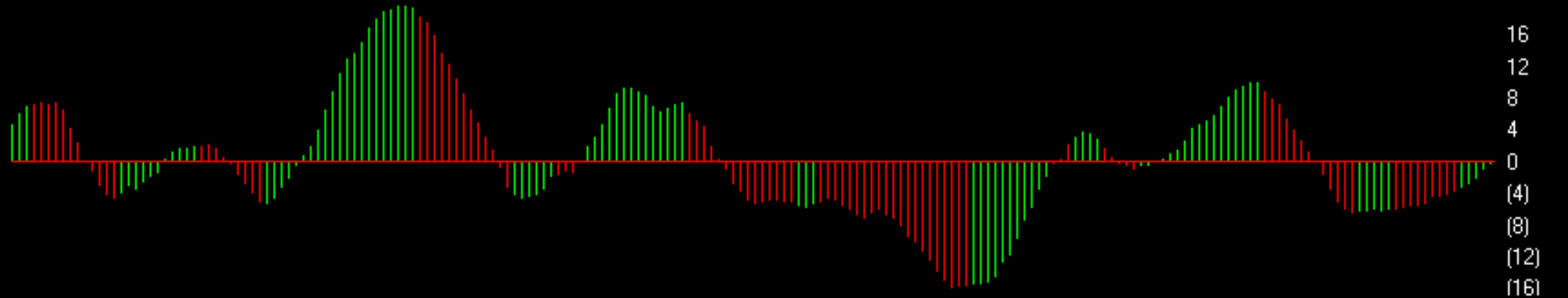
79.68

79.36

79.04

78.72

PriceOsc + PSAR



16

12

8

4

0

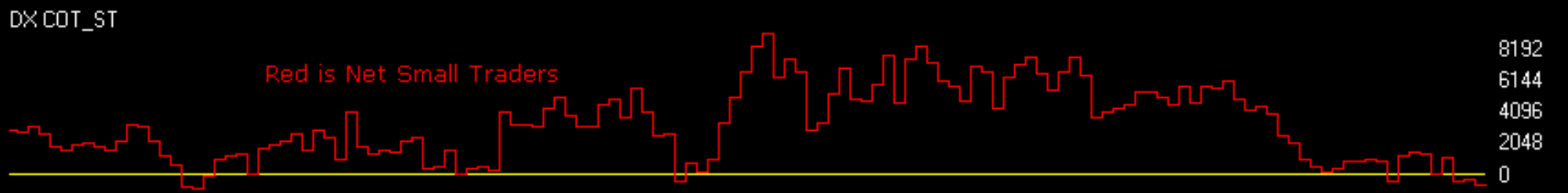
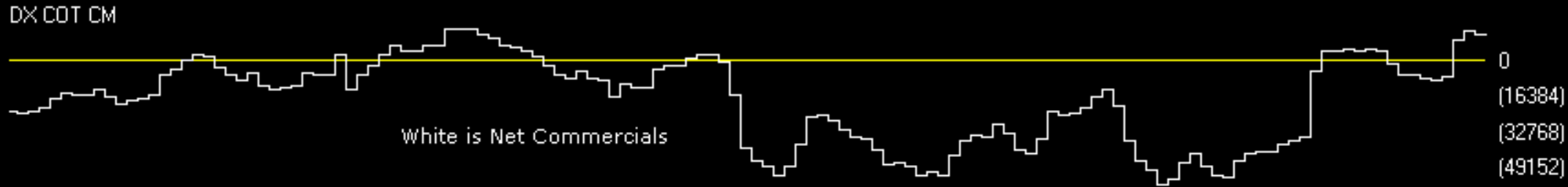
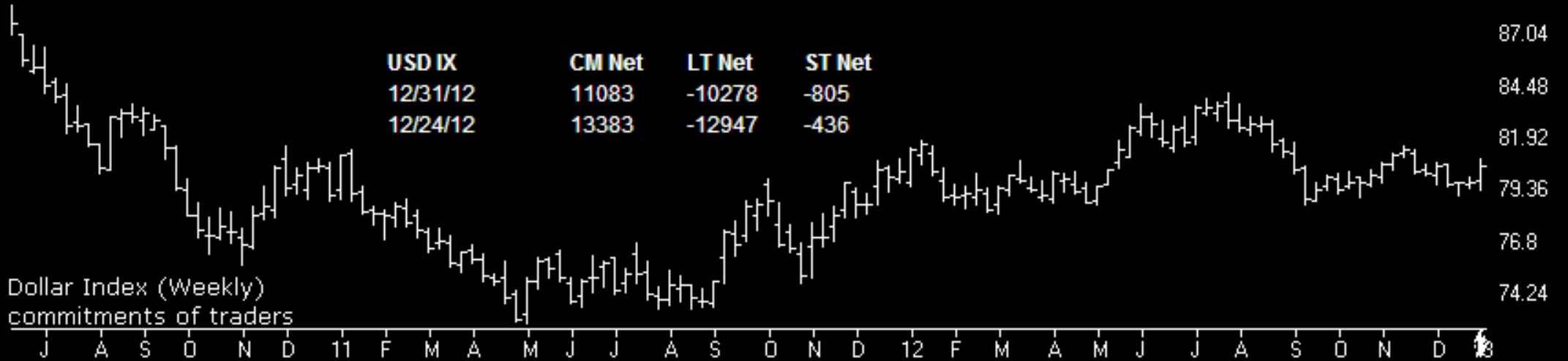
(4)

(8)

(12)

(16)

USD IX	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
12/31/12	96.6	87.1	1.5	4.4	6.3	94.3	0.0	35.2	100.0
12/24/12	100.0	100.0	0.0	0.0	0.0	100.0	1.8	0.0	78.8



<http://www.chartprofitwebcast.com>