

Charts to Friday 18th January

AIQ's *Chart Profit* eBook

Market Charts, Major ETFs

Market Sentiment Analysis



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terms of service

Stock Market Summary

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. AAI, 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<<

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.<<

from eBook 4th January:>> Last week was volatile and saw a sharp rally putting the majorindex 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.<<

from eBook 11th January:>> Although the market is overbought both the LT and ST analysis is supportive. First indication of weakness would be Significant Sellers marked below ES 1453. Sentiment shows extreme complacency, not quite extreme optimism, but bullishness is rapidly increasing.<<

Although the market is overbought both the LT and ST analysis is supportive. First indication of weakness would be Significant Sellers marked below ES 1453. Sentiment shows extreme complacency, not quite extreme optimism, e.g. VIX closed below 13 for the first time since 2007. But it was interesting that my version of the Rydex Assets Ratio ended the week at 3.63, down quite a bit from 4.63 reached earlier in the week which was a 69day high.

***** 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 should give us a good idea about the markets current appetite for risk; mixed at the moment but will hopefully give better indication soon.

Bonds TLT: Has found Support just above the major poc (117.15) and closing Friday at 120.04. Price below 117.15 would be very weak price location and a further positive for equities. COT data looks supportive for Bonds.

Commodities: Oil USO is now printing above the important 1/2R and poc levels around 34.17. This is stronger price location. GLD is also now in a stronger price location above the 161.00 poc and momentum has turned positive.

EURUSD: Chart finished the week back above 1.3117, the 24mn poc but has failed (so far) to overcome the next Resistance at 1.3416, the 1/2R off 2010 low.

Dollar Index: Finished the week in a stronger price location above the 2yrpoc at 79.80 and on Friday tested up into the major level at 80.15. Price printing above 80.15 would be an even stronger price location and be a negative for equities.

ES analysis:

Through Friday, Significant Sellers have not been marked for fourteen days and we have seen eight consecutive Value Areas printed above the 4mn poc at 1453. The market is overbought but only Sellers marked below 1453 would be a first sign of weakness in the Longer Timeframe.

***** BREADTH

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

%Stocks>50dyma numbers: Nyse 91% and Nasdaq 81%. UK 87%. Numbers >50 are supportive. Numbers>80 usually considered overbought.

***** SENTIMENT

Consensus Polls:

01/18: AAI (public poll) reported Bulls% lower at 43.9% (from 46.4%) and Bears% slightly higher at 27.3% (from 26.9%).

01/18: Investor's Intelligence Bulls% was higher at 53.2% (from 51.1%) a seventeen week high. Bears% at 23.4% is the lowest since w/e 18th May 2012. The nett (Bulls-Bears) at 30.9 is the highest since 6th April 2012 which coincided with the price high.

01/18: Market Vane (advisers) poll was unchanged at 66.

01/18: The NAAIM number (a measurement of average current equity exposure among active money managers) was higher at 84.67 which is a little below the reading of 88.1 w/e 28th Dec which was the highest since 2007

Mutual Fund Flow:

01/18: My version of the Rydex Assets Ratio ended the

week at 3.63, down quite a bit from 4.63 reached earlier in the week which was a 69day high.

01/18: lipperusfundflows reported Equity Fund inflows of \$286 million in the week to 16th January. The previous week's inflow was the largest (by far) single weekly inflow for years and the the 4wk flow is at its highest level for years as well.

01/18: lipperusfundflows ex ETFs reported Equity Fund inflows of \$3.8 bill in the week to 16th January. Previous week's inflow was the largest single week's inflow in my database. The 4wk flow is the highest it has been since early 2011.

Volatility: VIX

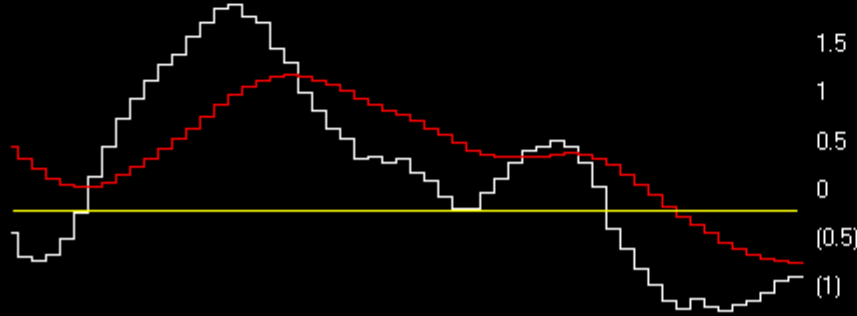
01/18: VIX closed the week at 12.46 which is the first time VIX has closed below 13 since 2007.

NASDAQ COMPOSITE (Weekly)



Nasdaq Relative to SP500

RSMD Indx SPX ?



ChartProfit Breadth System - wk ending 01/18

	-5	-4	-3	-2	-1	↓
NYSE	58	74	59	87	88	91
NasDaq	49	64	53	81	80	81
SP500	63	74	54	89	87	91
ND100	66	75	59	84	79	85
R2000	65	71	60	87	84	85
UK	74	76	77	87	87	87

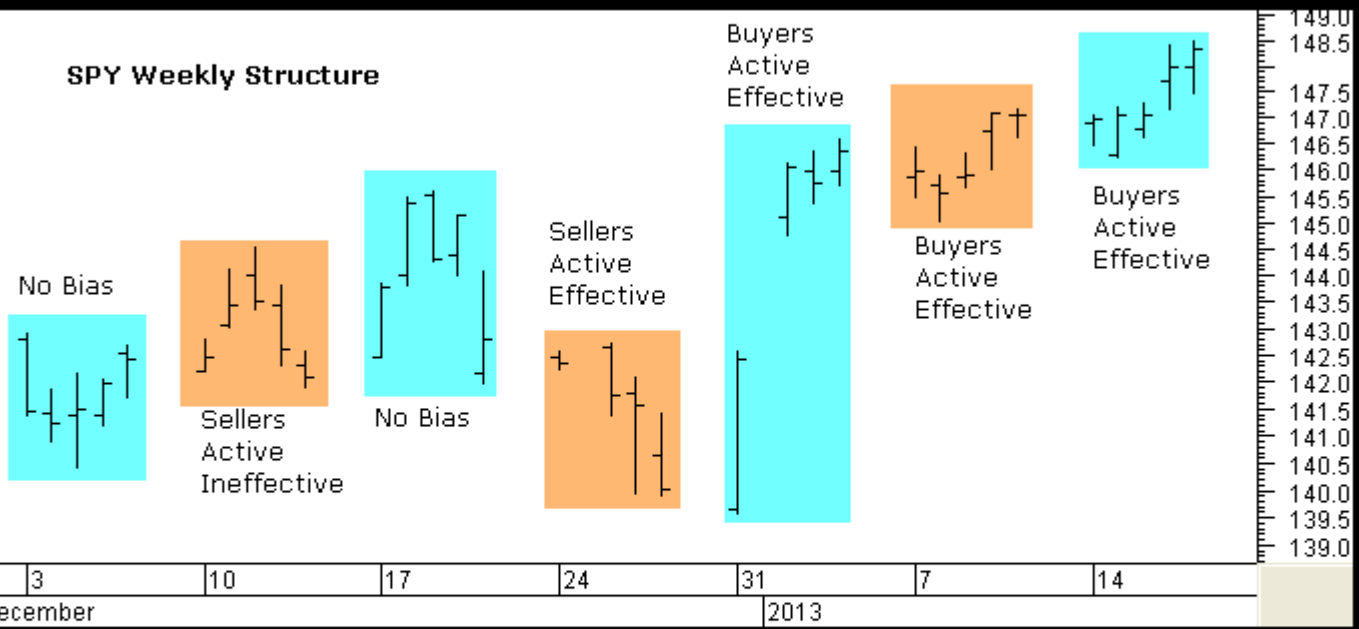
number = % stocks >50day ma

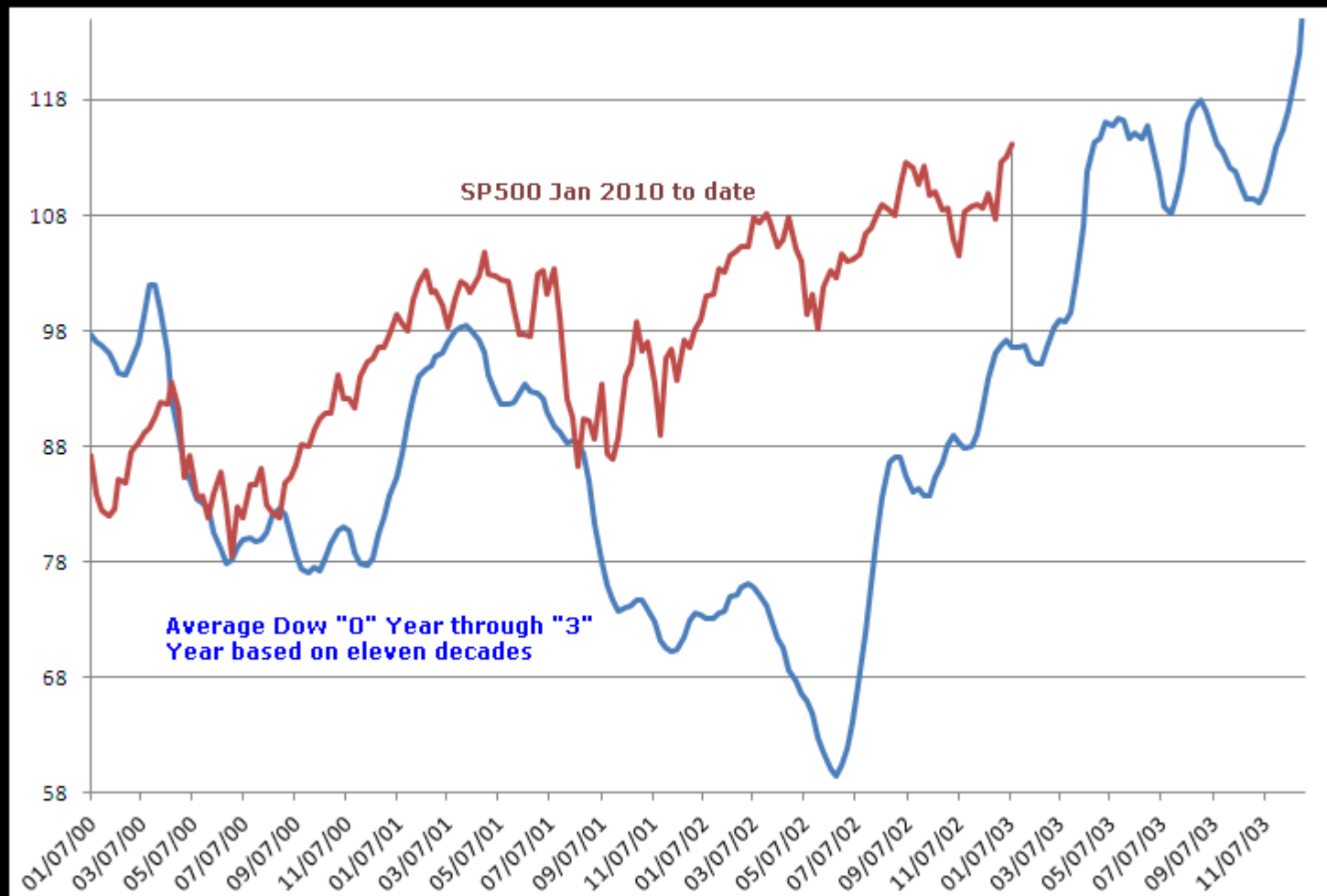
Relative to SPX wk ending 01/18

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



SPY Weekly Structure





Commitments of Traders

Charts by AIQ TradingExpert

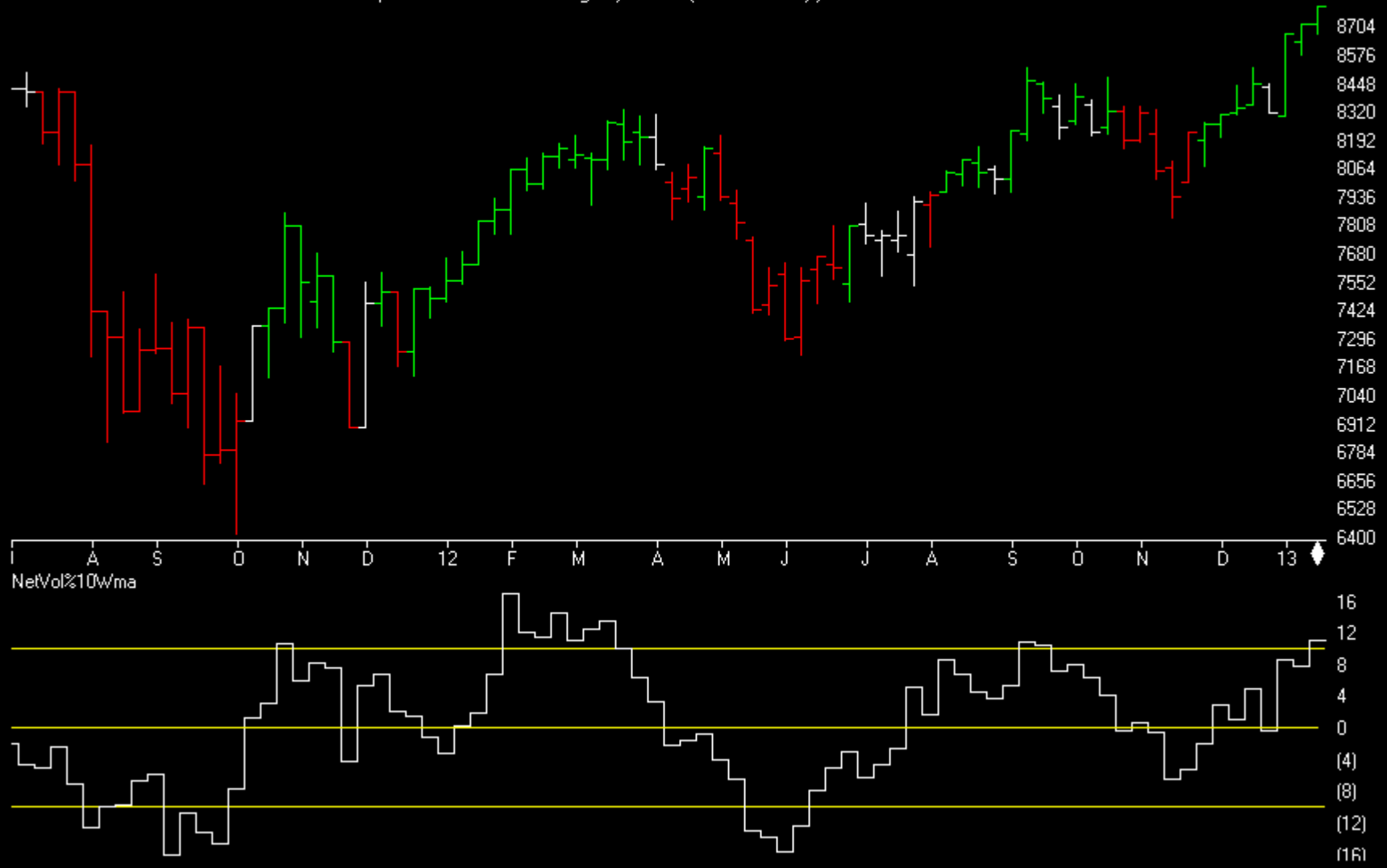
C.O.T.
Quick
View

	SP500	GOLD	CRUDE OIL	T-BONDS	GBPUSD	JPYUSD	EURUSD	USD IX
	CM Net	CM Net	CM Net	CM Net	CM Net	CM Net	CM Net	CM Net
	CM Long	CM Long	CM Long	CM Long	CM Long	CM Long	CM Long	CM Long
	CM Short	CM Short	CM Short	CM Short	CM Short	CM Short	CM Short	CM Short
	LT Net	LT Net	LT Net	LT Net	LT Net	LT Net	LT Net	LT Net
	LT Long	LT Long	LT Long	LT Long	LT Long	LT Long	LT Long	LT Long
	LT Short	LT Short	LT Short	LT Short	LT Short	LT Short	LT Short	LT Short
	ST Net	ST Net	ST Net	ST Net	ST Net	ST Net	ST Net	ST Net
	ST Long	ST Long	ST Long	ST Long	ST Long	ST Long	ST Long	ST Long
	ST Short	ST Short	ST Short	ST Short	ST Short	ST Short	ST Short	ST Short
01/15/13	17.3	63.3	28.8	100.0	19.1	80.6	0.0	66.6
01/08/13	20.7	68.3	44.4	97.5	23.2	85.1	9.4	68.4
01/15/13	16.0	61.6	0.0	76.6	9.9	67.6	0.0	33.7
01/08/13	46.3	58.6	0.0	75.9	22.7	79.2	11.7	43.9
01/15/13	91.6	33.8	33.5	0.0	83.0	11.2	100.0	39.5
01/08/13	95.4	23.5	32.0	0.0	88.4	10.7	76.4	40.7
01/15/13	84.9	33	68.9	22.6	80.3	22.5	100.0	32.4
01/08/13	46.1	30.1	59.7	20.0	75.1	16.0	92.4	31.4
01/15/13	75.6	30.9	55.6	28.5	84.6	43.2	94.4	57.4
01/08/13	64.3	38.2	51.2	28.6	71.8	32.5	82.0	46.6
01/15/13	5.1	69.9	9.4	59.4	16.5	86.2	0.4	59.3
01/08/13	65.8	83.6	18.8	65.9	11.8	89.5	14.4	56.7
01/15/13	70.9	44.4	96.4	0.0	80.2	17.8	100.0	46.3
01/08/13	84.8	32.9	51.0	7.5	77.0	19.6	81.4	36.9
01/15/13	57.7	36.9	91.9	52.7	65.5	24.4	100.0	89.8
01/08/13	21.8	22.7	67.8	57.2	61.9	16.3	91.8	74.0
01/15/13	28.5	48.4	70.5	100.0	12.2	74.6	49.4	42.5
01/08/13	0.0	55.8	97.5	95.4	14.5	67.0	88.5	51.3

Market Charts

Charts by AIQ TradingExpert

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



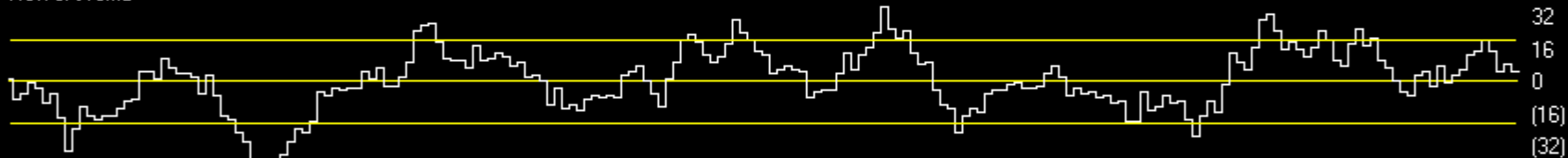
Market Charts

Charts by AIQ TradingExpert

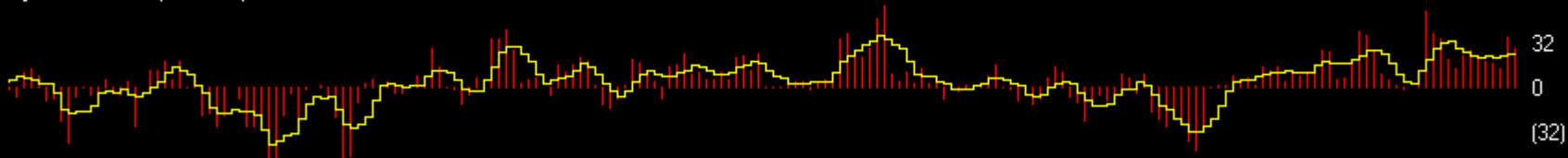
MARKET CHART NYSE (Daily)



NetVol%10ma



Nyse %NNH25 (+ 5ma)



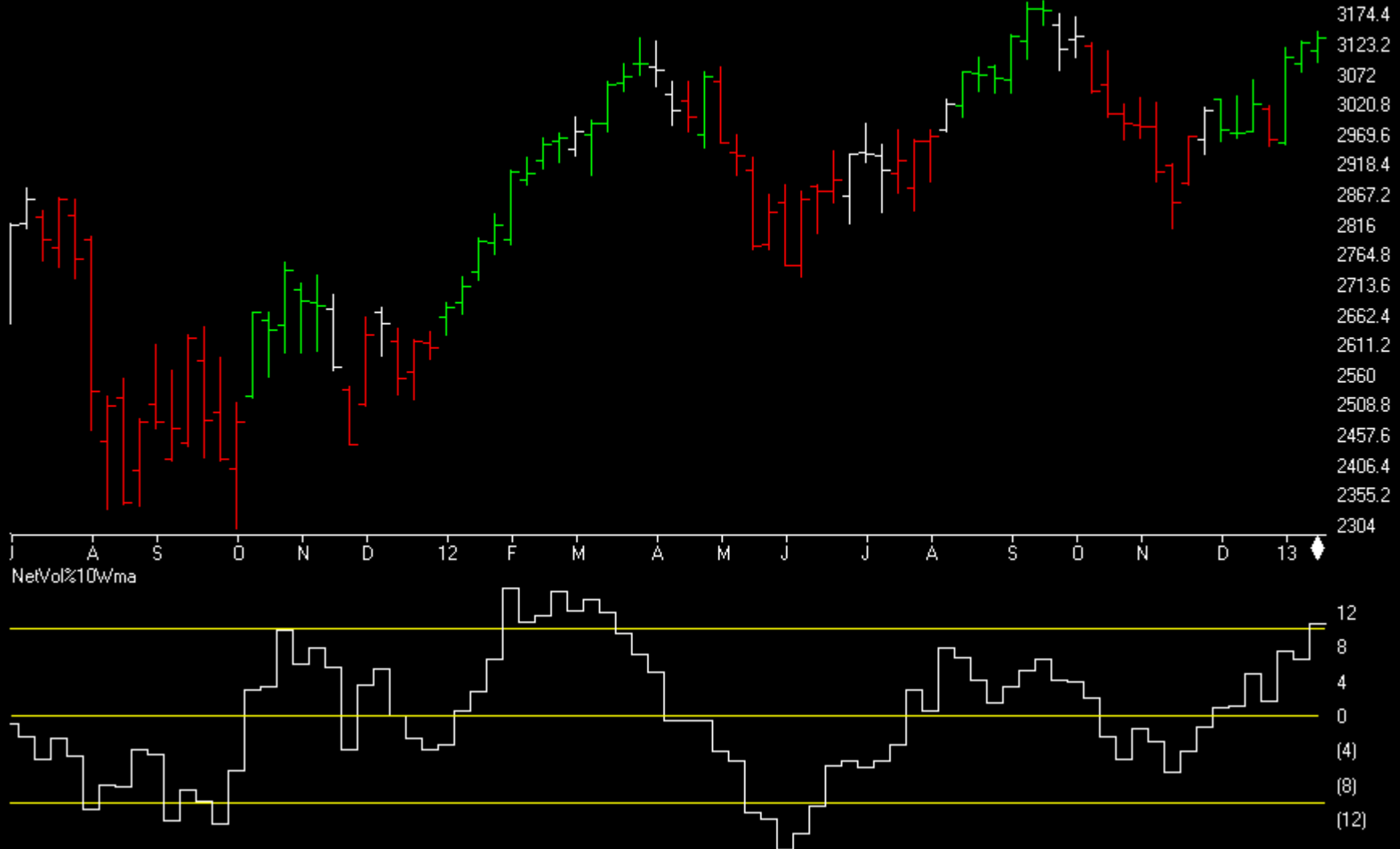
Nyse Bullish% *bullish % shows percent stocks > 50day ma*



Market Charts

Charts by AIQ TradingExpert

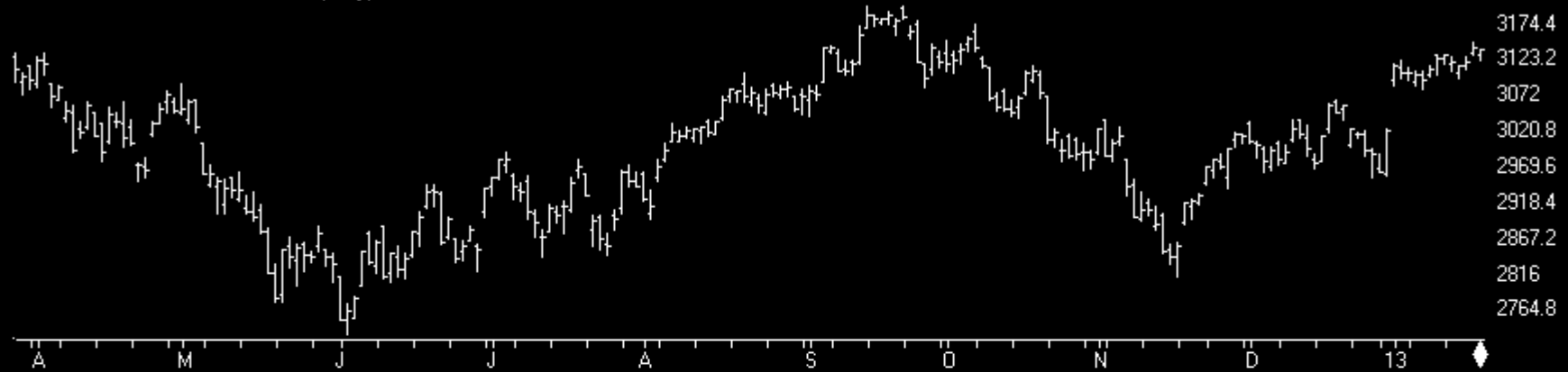
MARKET CHART NASDAQ 1800 (Weekly) + Chartprofit Market Timing System (color study)



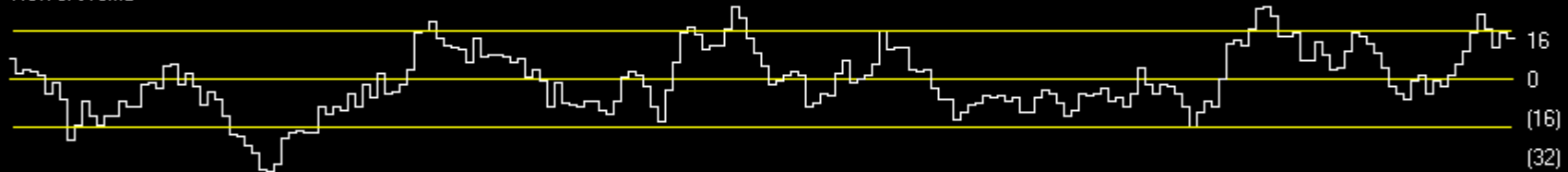
Market Charts

Charts by AIQ TradingExpert

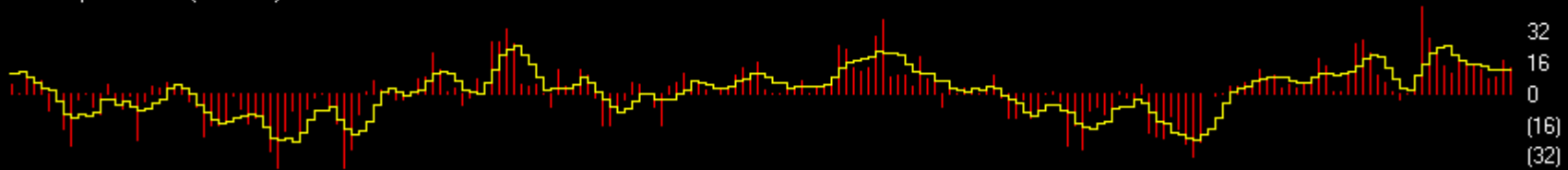
MARKET CHART NASDAQ 1800 (Daily)



NetVol%10ma



NasDaq %NNH25 (+ 5ma)



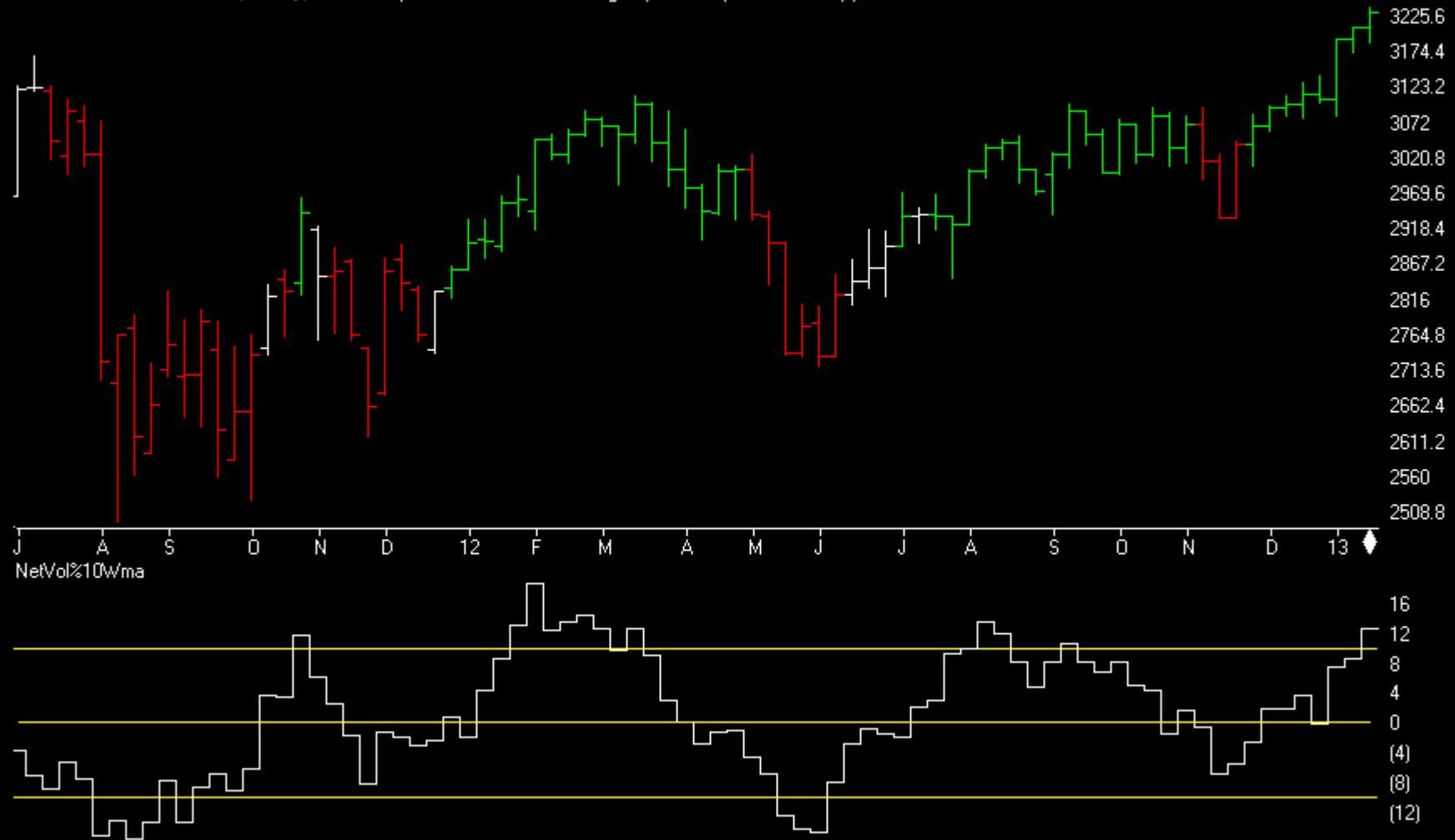
NasDaq Bullish% *bullish % shows percent stocks > 50day ma*



Market Charts

Charts by AIQ TradingExpert

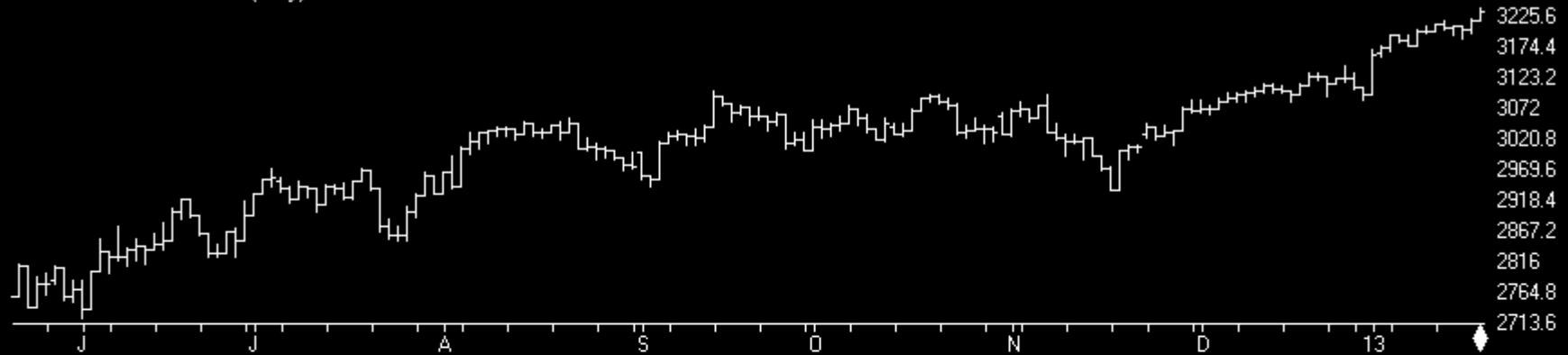
UK ALLSHARE MKT 2013 (Weekly) + Chartprofit Market Timing System (color study)



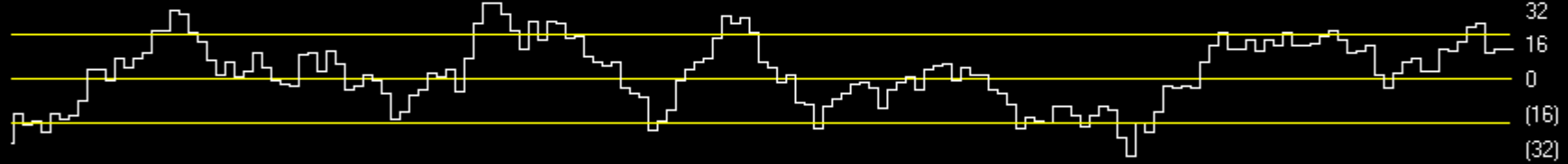
Market Charts

Charts by AIQ TradingExpert

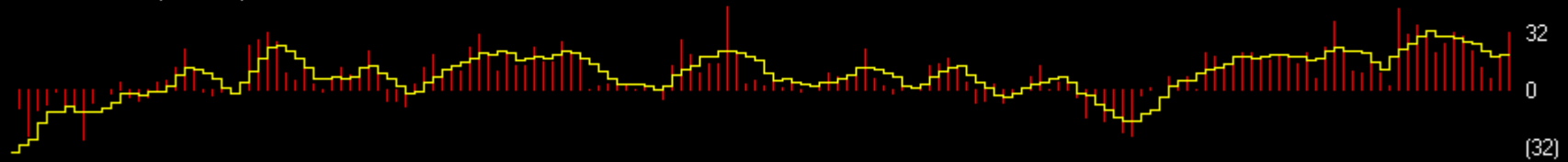
UK ALLSHARE MKT 2013 (Daily)



NetVol%10ma



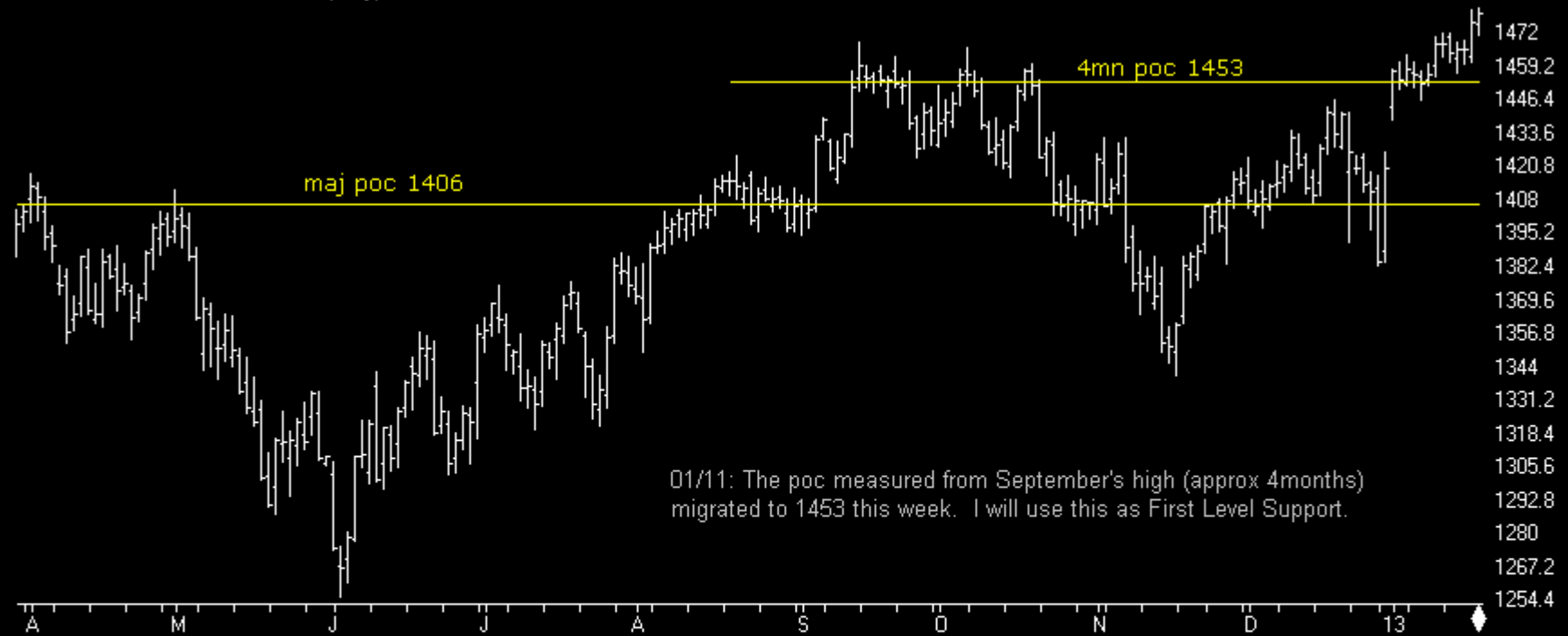
UKA %NNH25 (+ 5ma)



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

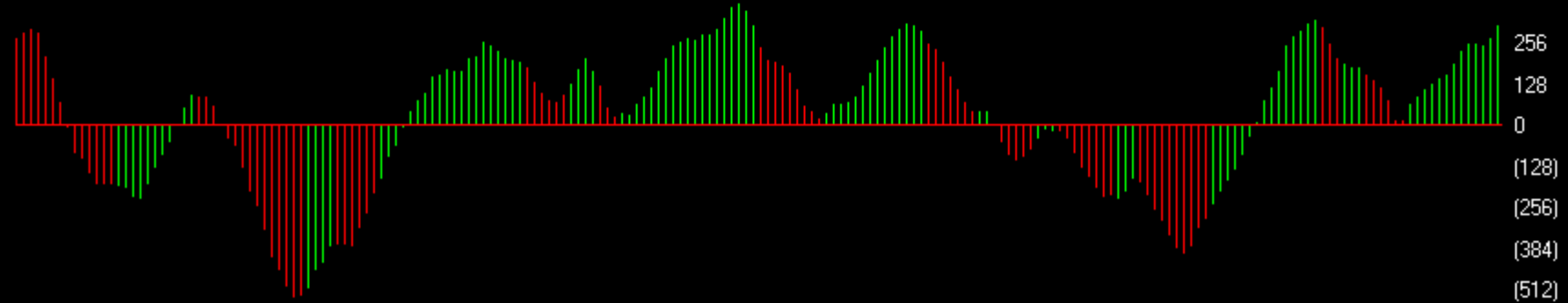


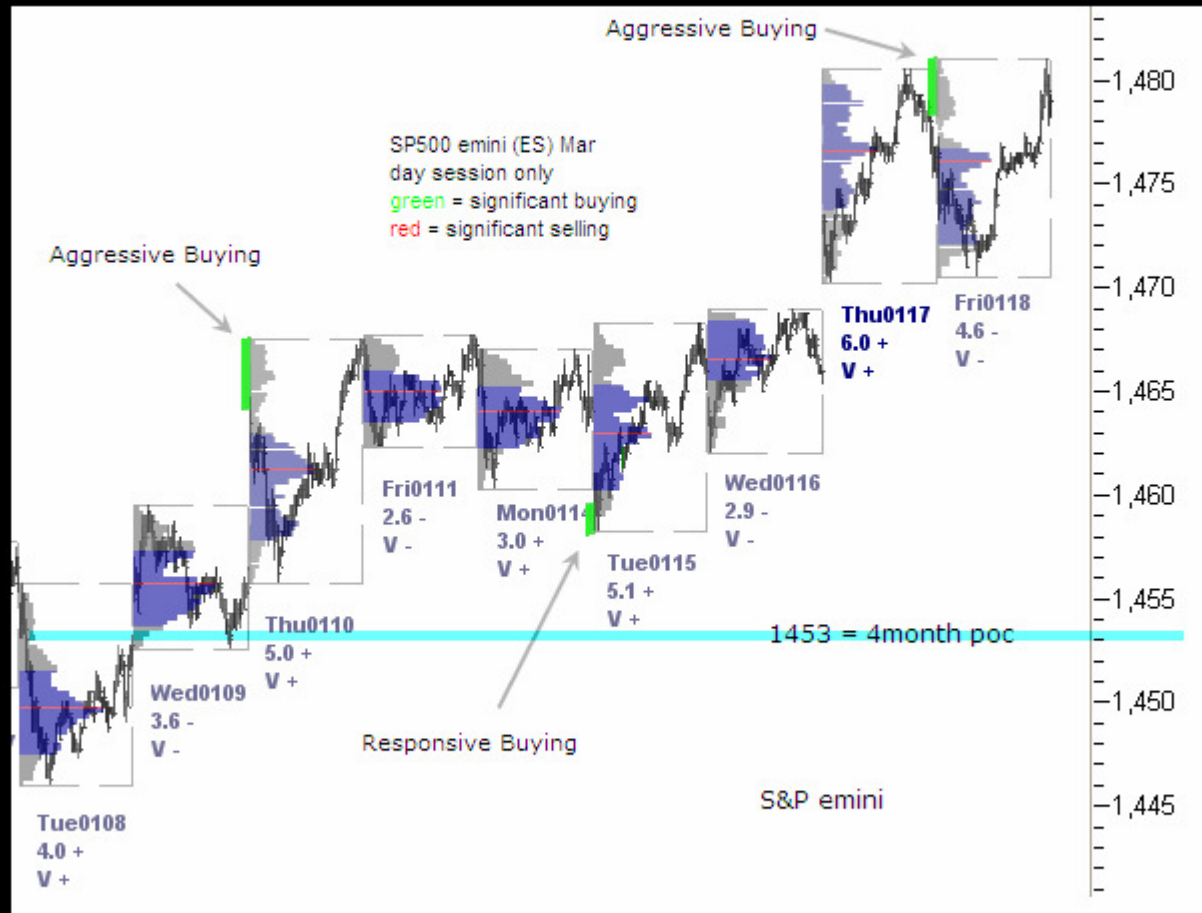
E-MINI S&P NEAREST FUTURES (Daily)



01/11: The poc measured from September's high (approx 4months) migrated to 1453 this week. I will use this as First Level Support.

PriceOsc + PSAR

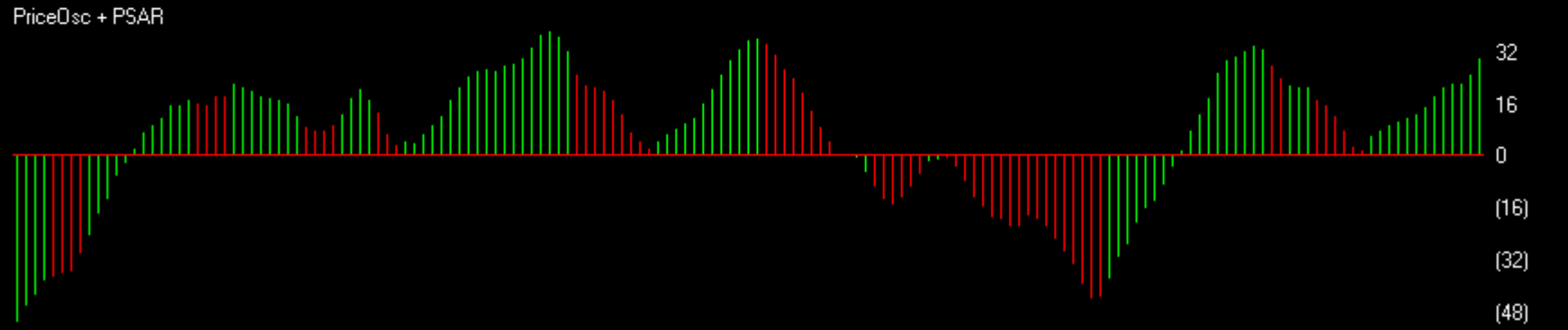
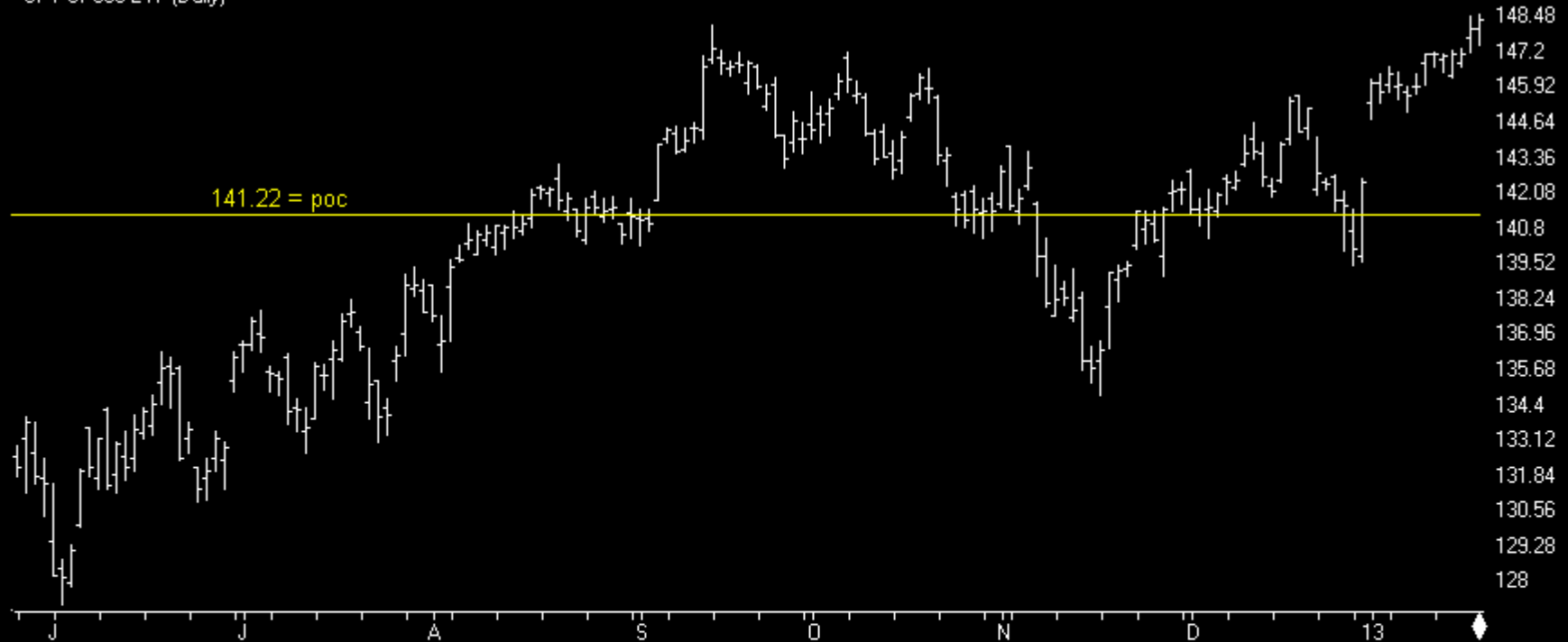




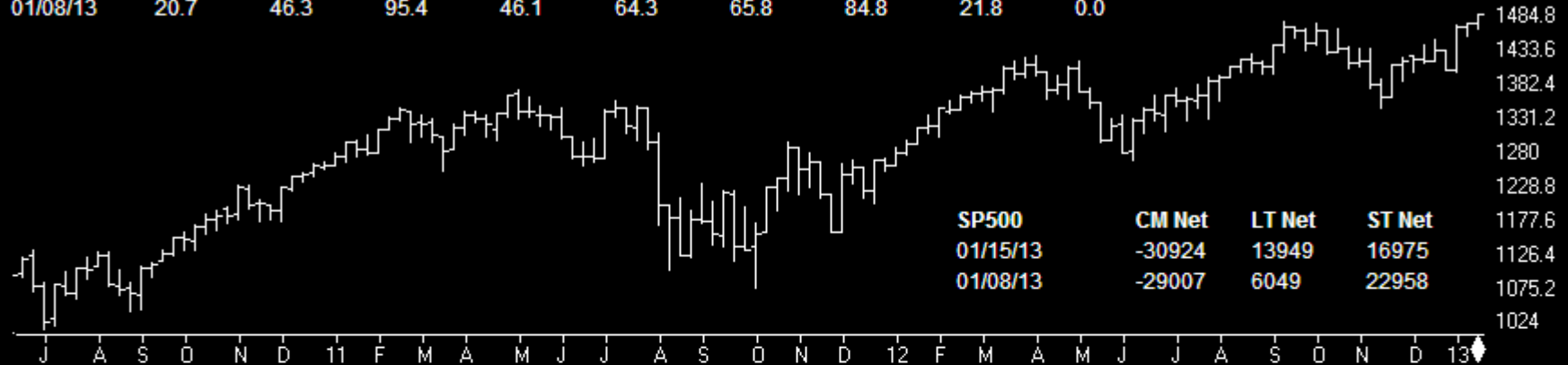
Index ETFs

Charts by AIQ TradingExpert

SPY SP500 ETF (Daily)



SP500	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/15/13	17.3	16.0	91.6	84.9	75.6	5.1	70.9	57.7	28.5
01/08/13	20.7	46.3	95.4	46.1	64.3	65.8	84.8	21.8	0.0

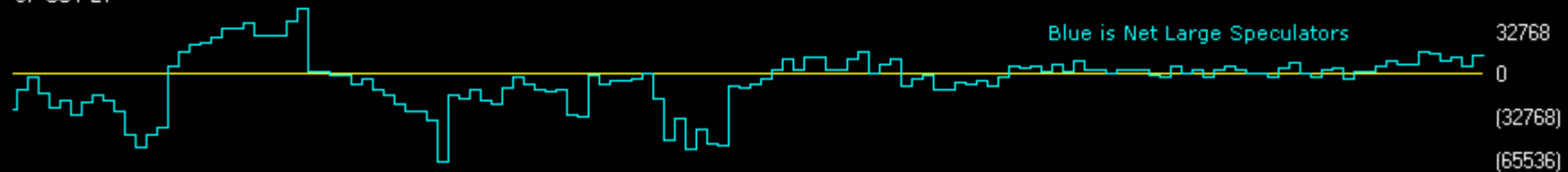


SP500	CM Net	LT Net	ST Net
01/15/13	-30924	13949	16975
01/08/13	-29007	6049	22958

SP COT CM



SP COT LT



SP COT ST



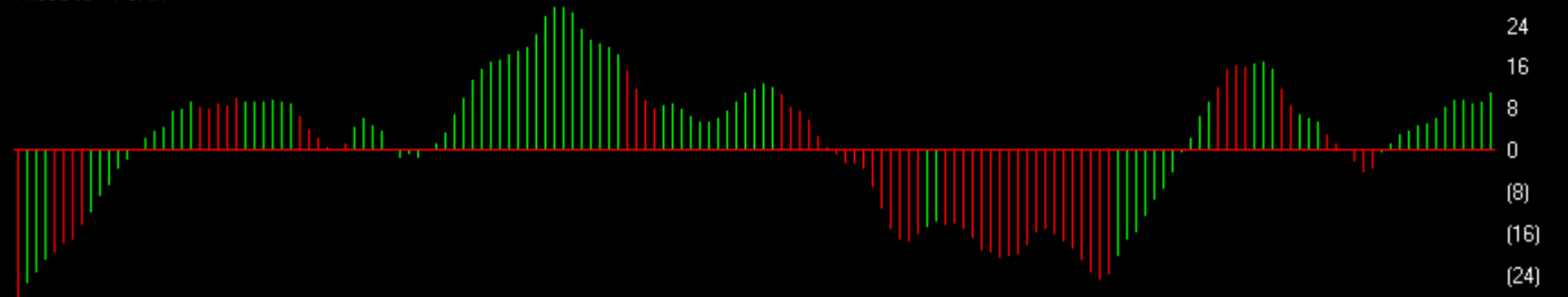
Index ETFs

Charts by AIQ TradingExpert

QQQ N100 ETF (Daily)



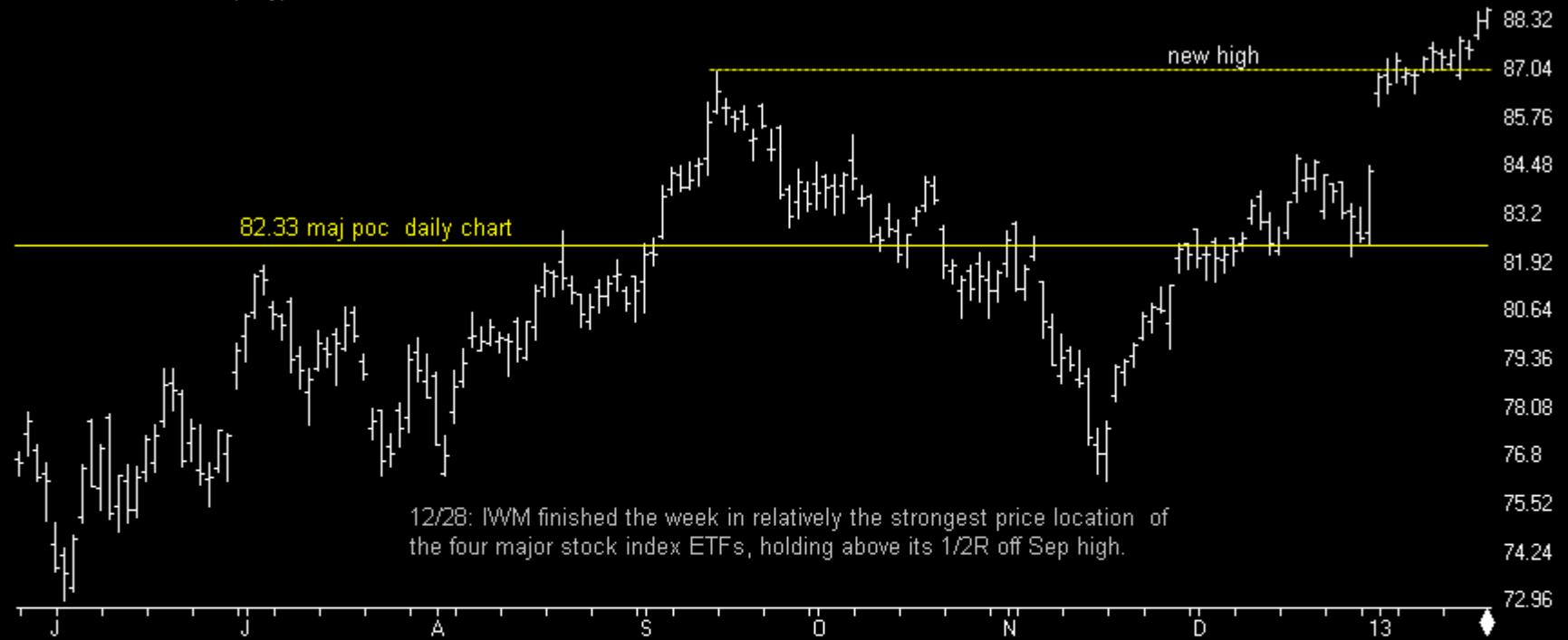
Price0sc + PSAR



Index ETFs

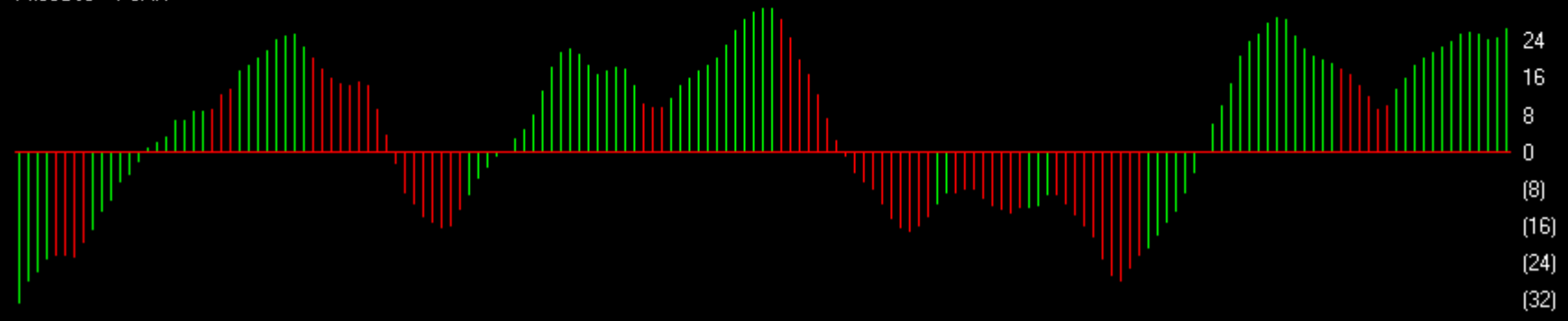
Charts by AIQ TradingExpert

IWM R2000 ETF (Daily)



12/28: IWM finished the week in relatively the strongest price location of the four major stock index ETFs, holding above its 1/2R off Sep high.

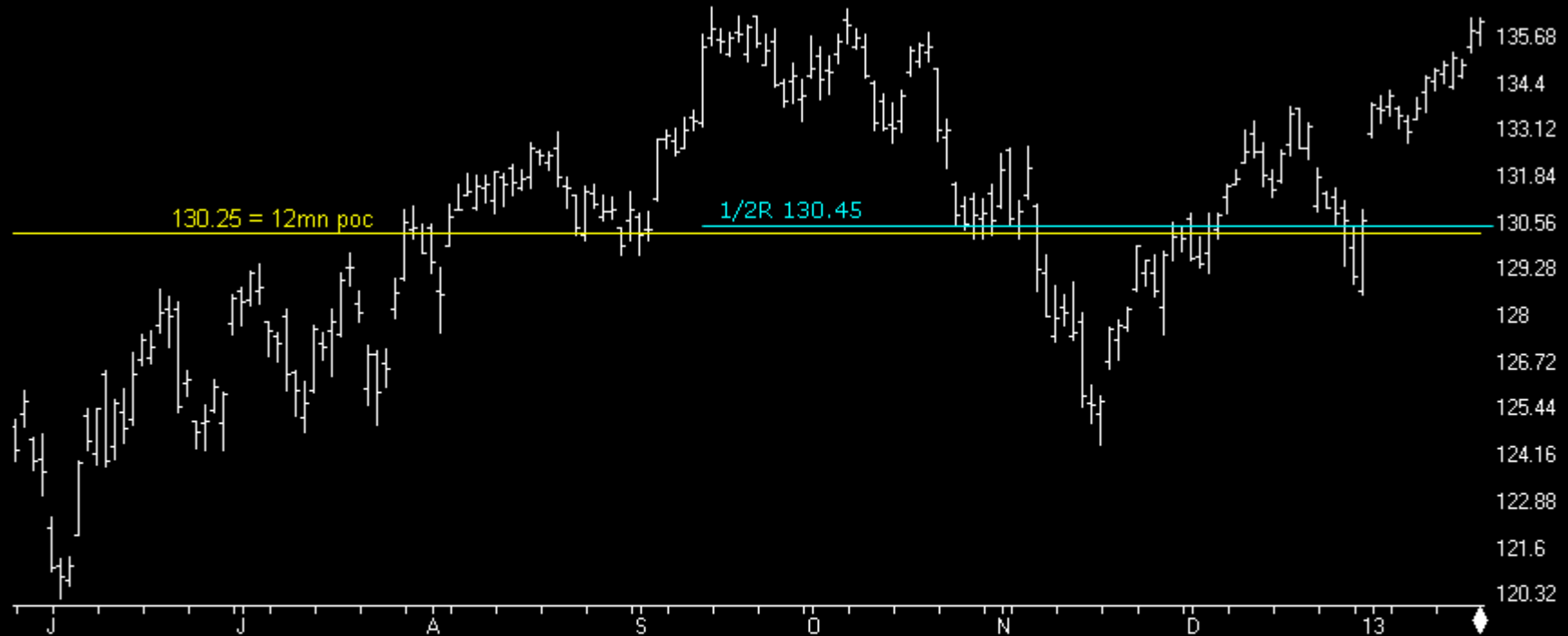
PriceOsc + PSAR



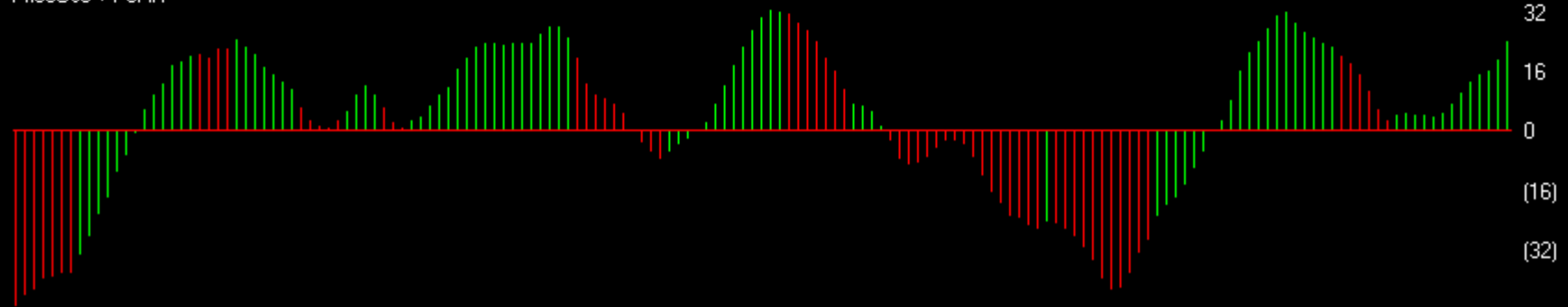
Index ETFs

Charts by AIQ TradingExpert

DIA DOW ETF (Daily)



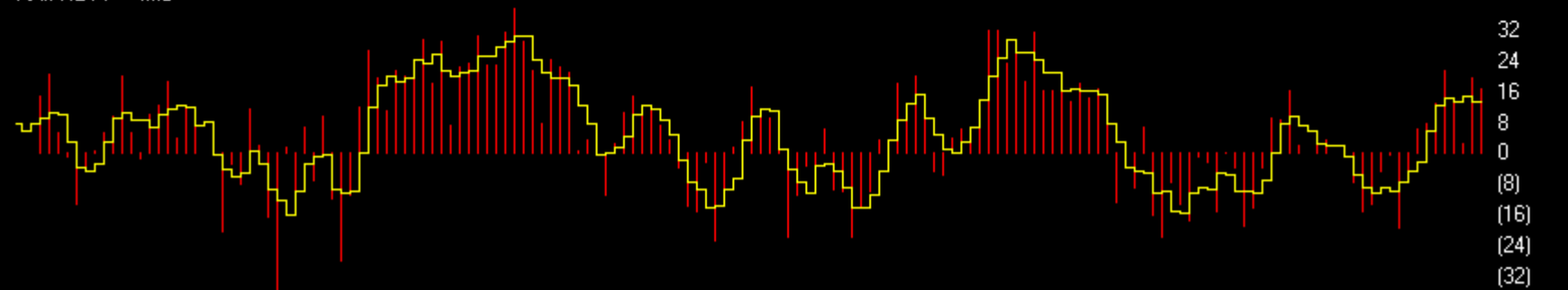
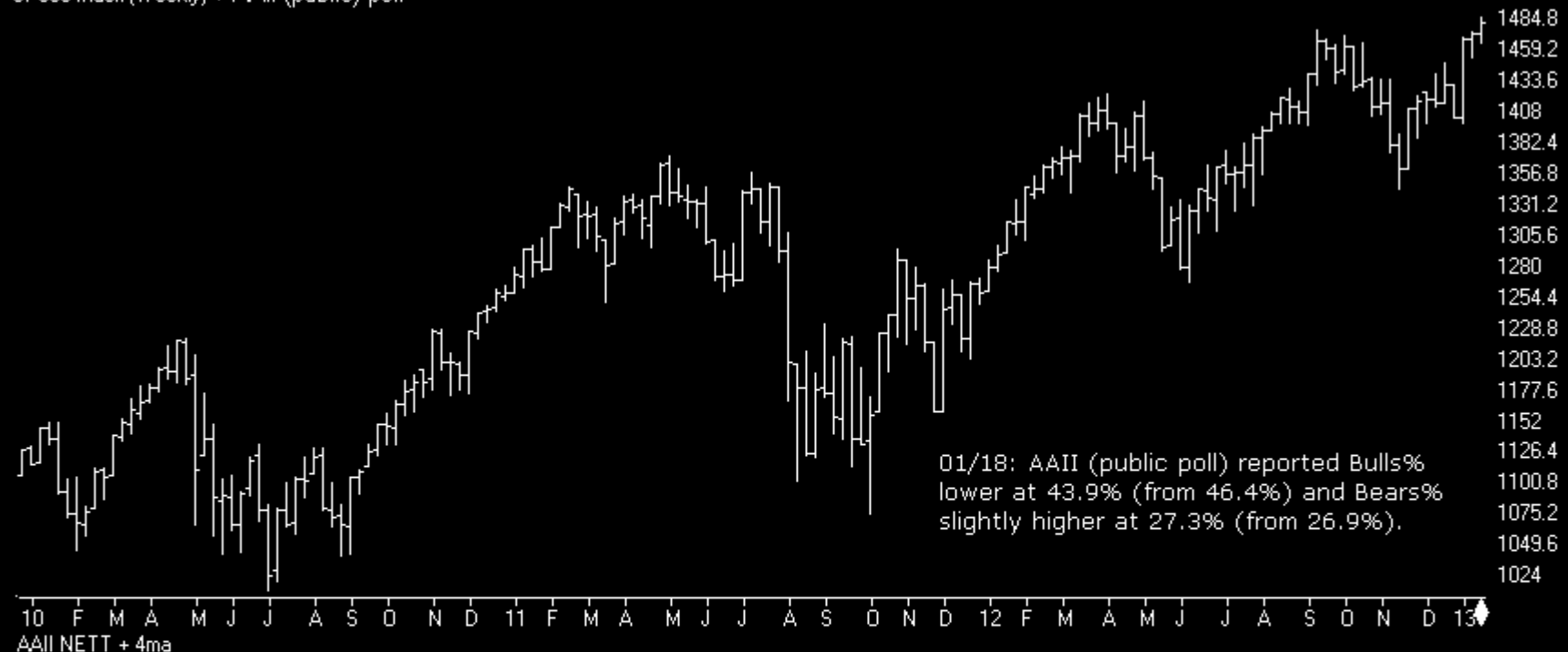
PriceOsc + PSAR



Sentiment

Charts by AIQ TradingExpert

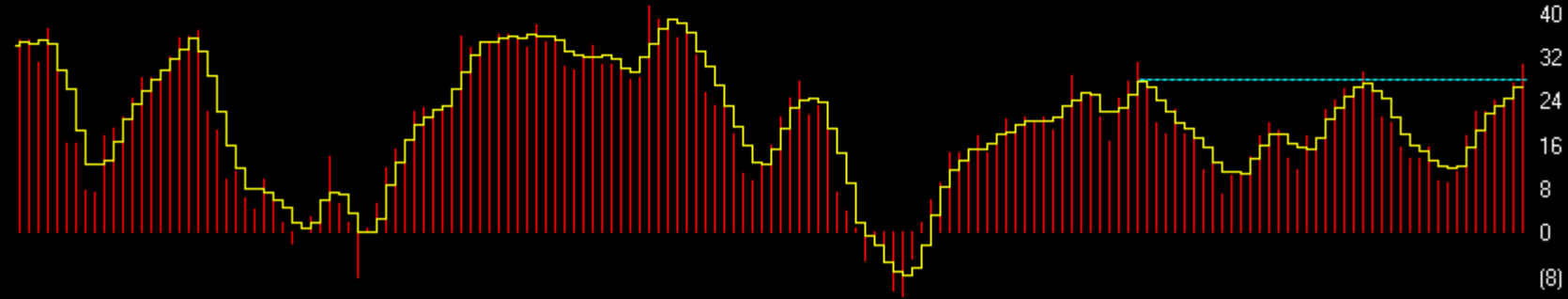
SP500 Index (Weekly) + AII (public) poll



Sentiment

Charts by AIQ TradingExpert

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



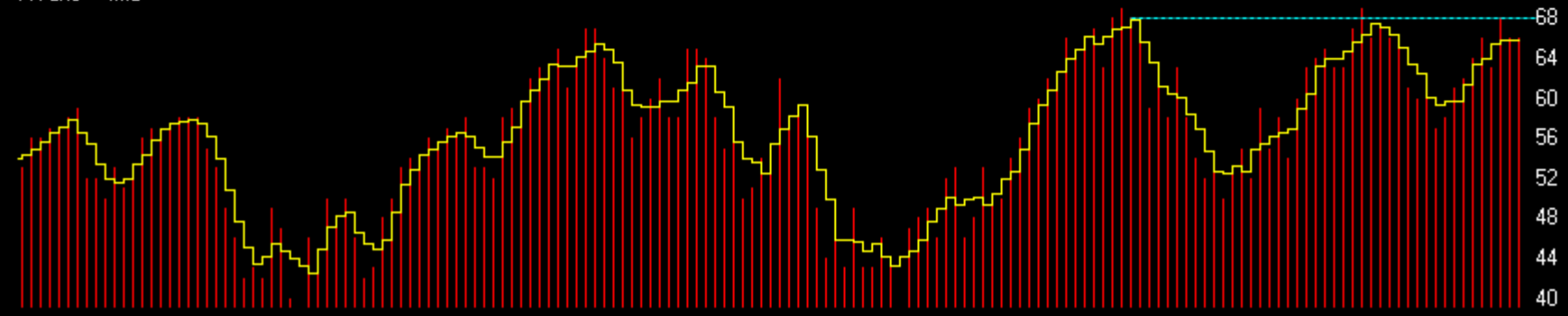
Sentiment

Charts by AIQ TradingExpert

SP500 Index (Weekly) + Market Vane (advisers)



MVane + 4ma

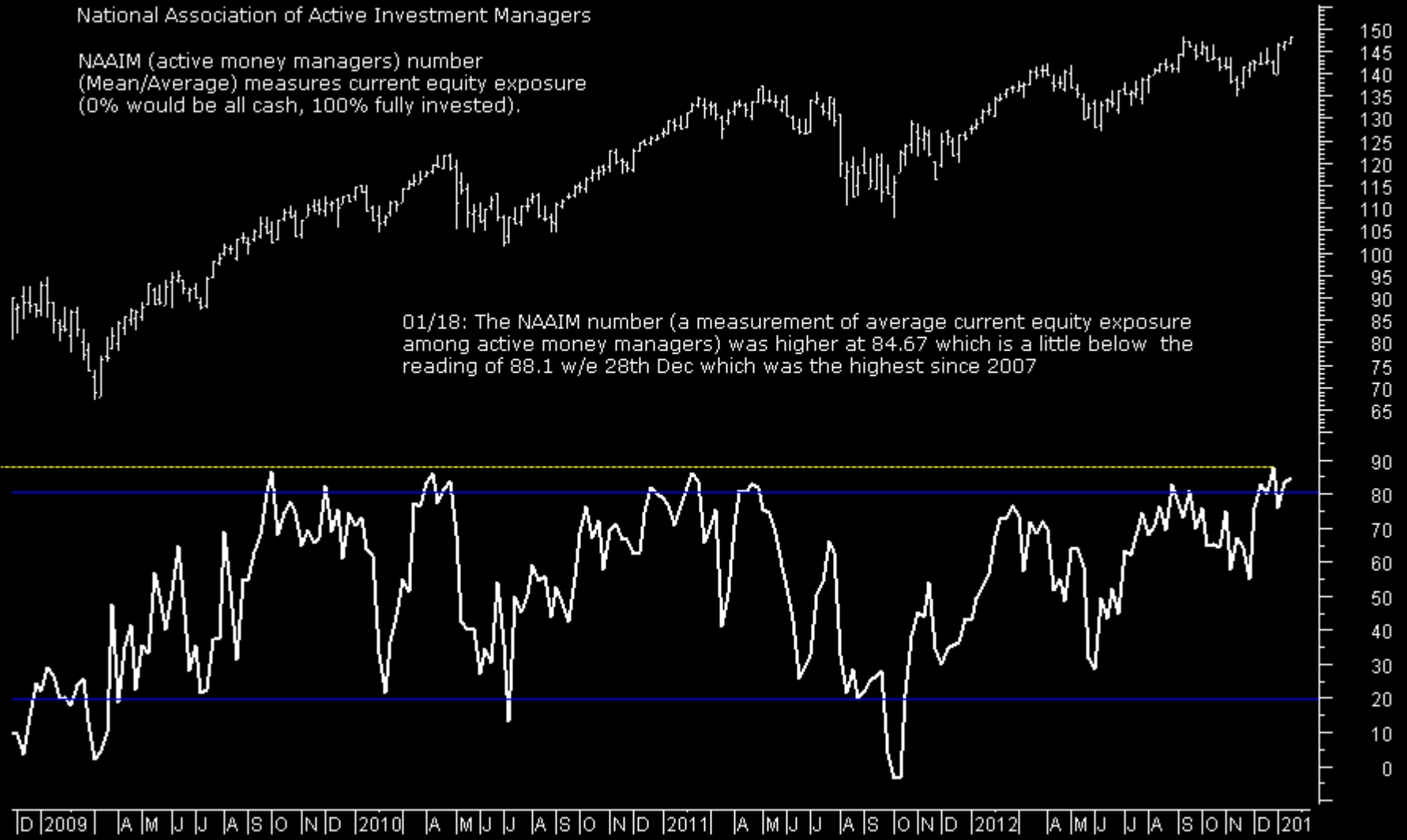


Sentiment

Charts by AIQ TradingExpert

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).



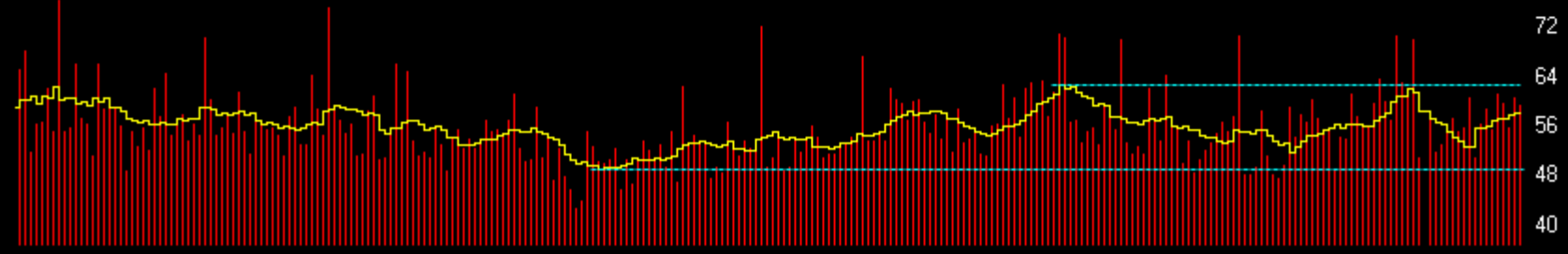
Sentiment

Charts by AIQ TradingExpert

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



OCC call% + 10ma



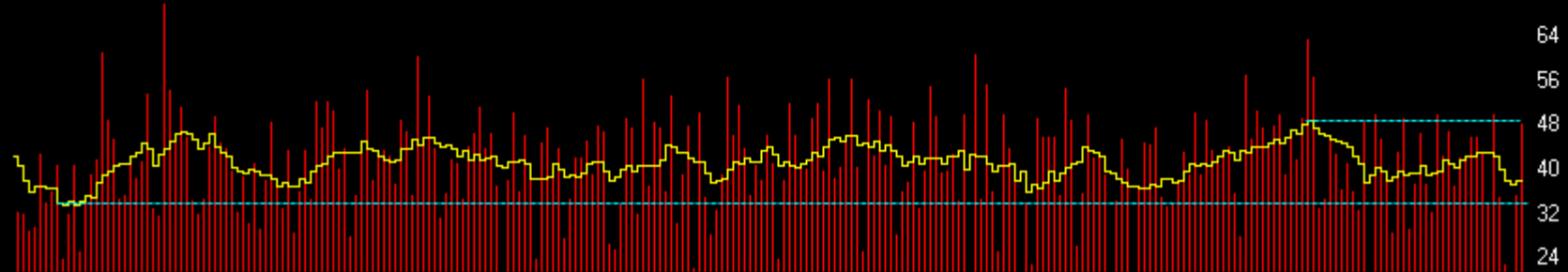
Sentiment

Charts by AIQ TradingExpert

SP500 Index (Daily) + OEX Calls%



OEX Call% + 10ma

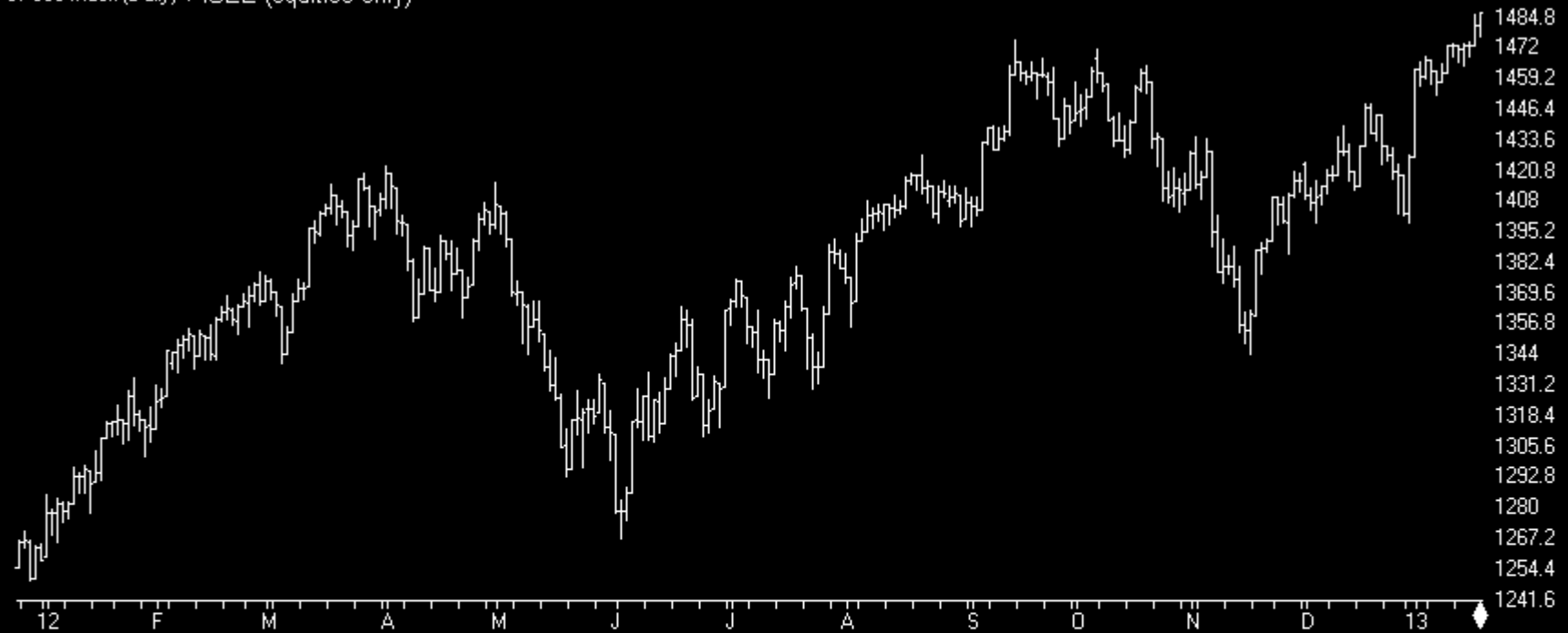


unlike other option ratios, OEX is usually considered a smart-money indicator.

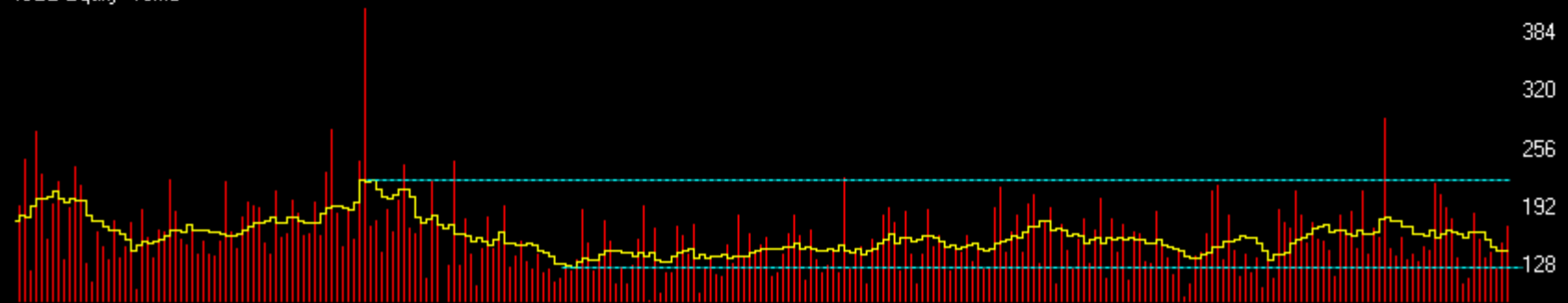
Sentiment

Charts by AIQ TradingExpert

SP500 Index (Daily) + ISEE (equities only)



ISEE Equity+10ma

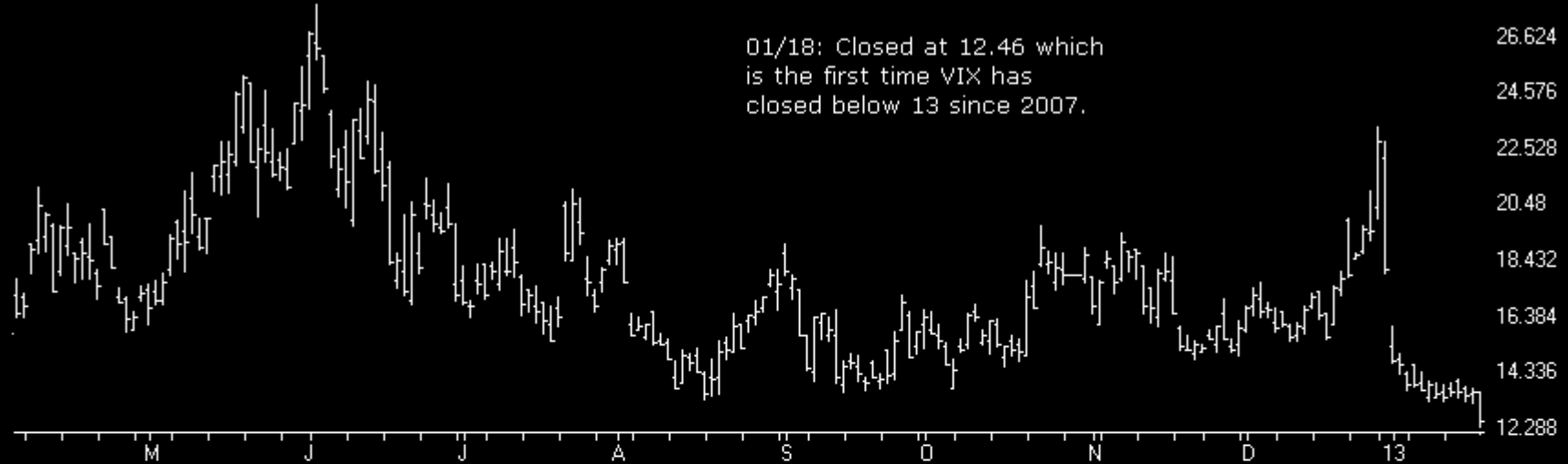


Sentiment

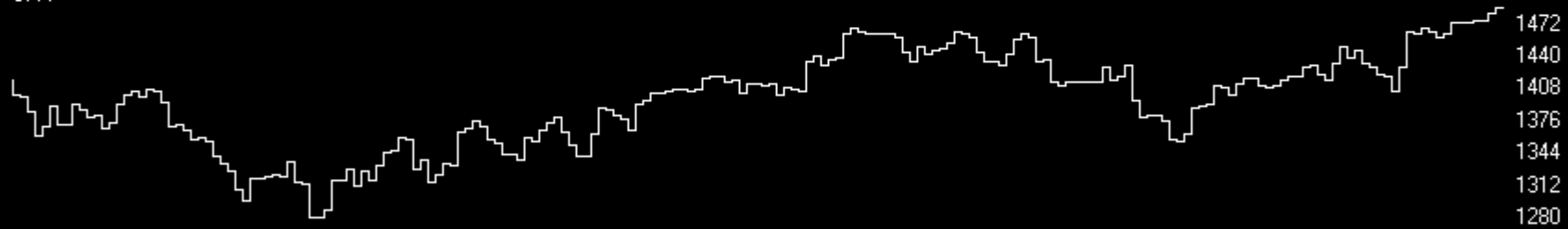
Charts by AIQ TradingExpert

VIX - S&P 500 Volatility Index (Daily)

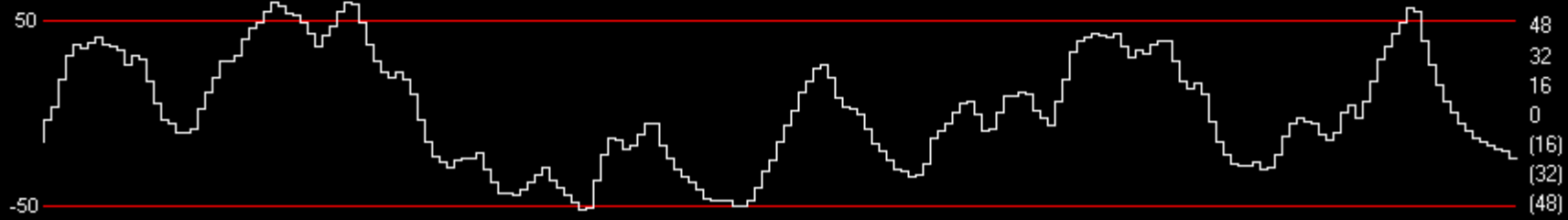
01/18: Closed at 12.46 which is the first time VIX has closed below 13 since 2007.



SFX



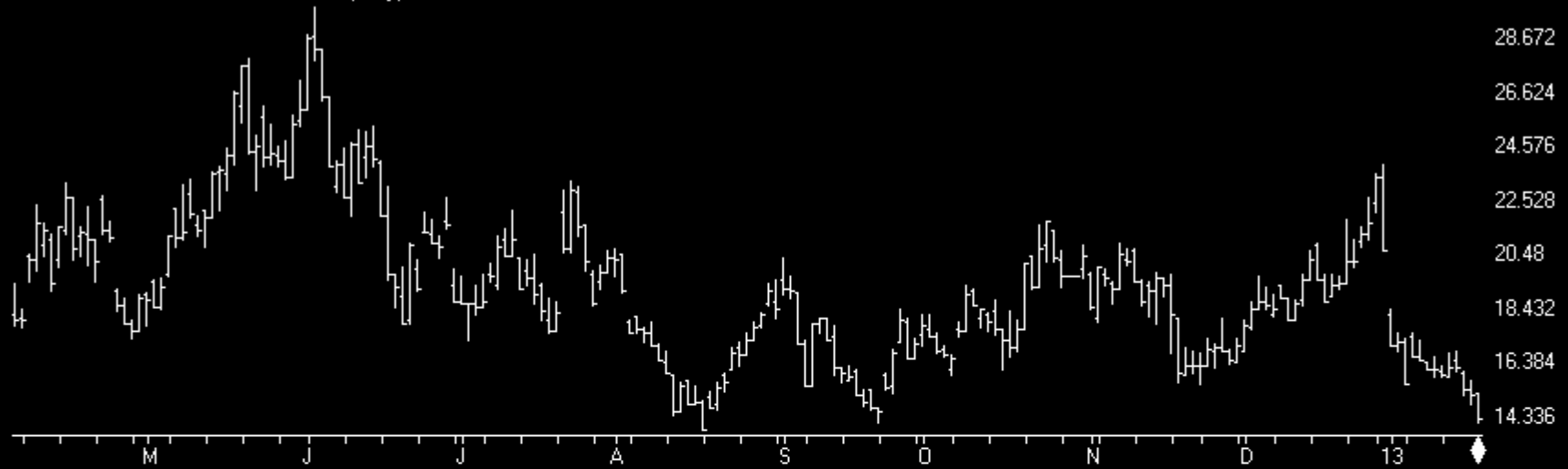
TCI



Sentiment

Charts by AIQ TradingExpert

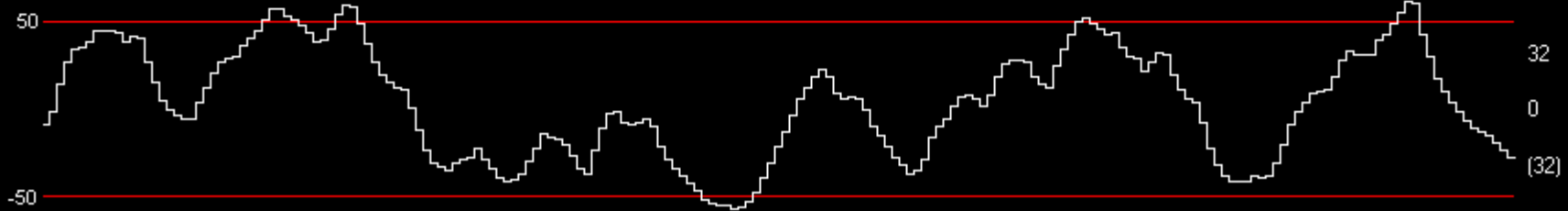
VIXN - NASDAQ VOLATILITY INDEX (Daily)



QQQ



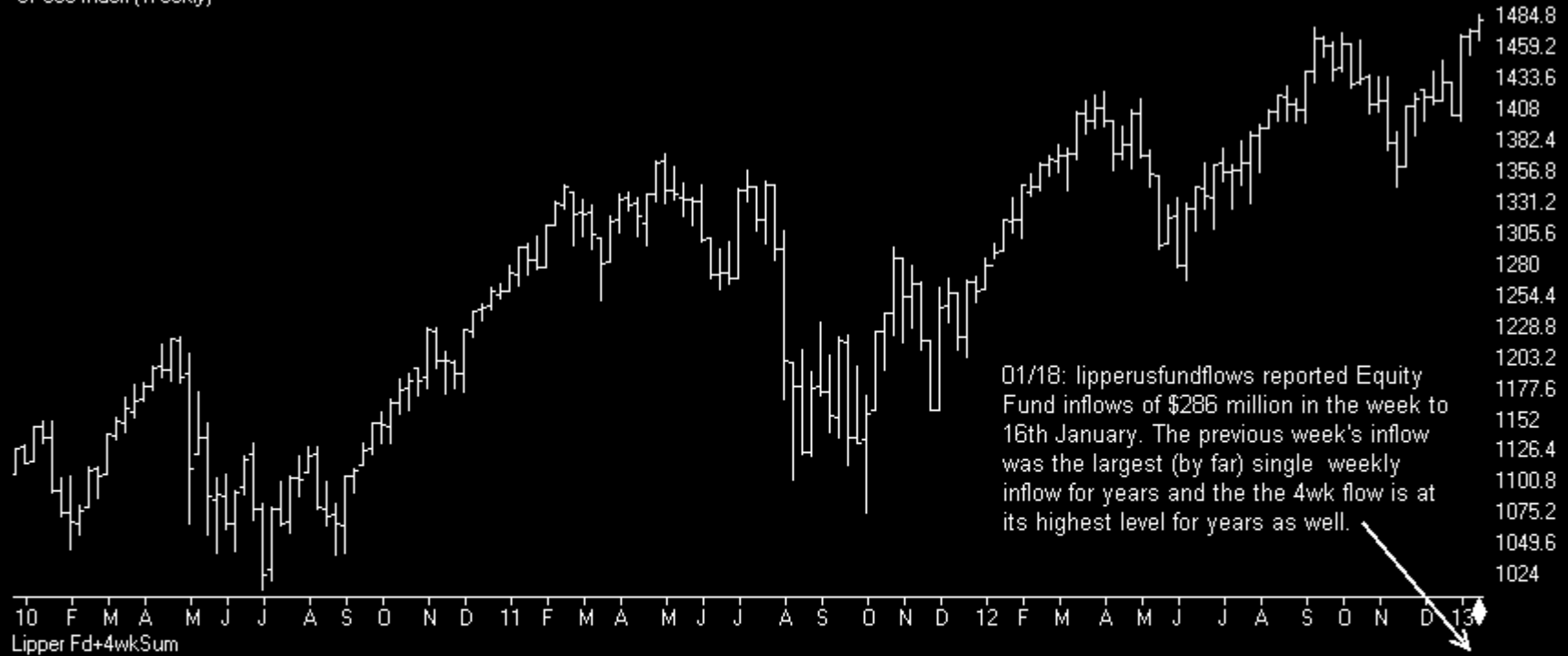
TCI based on VIXN



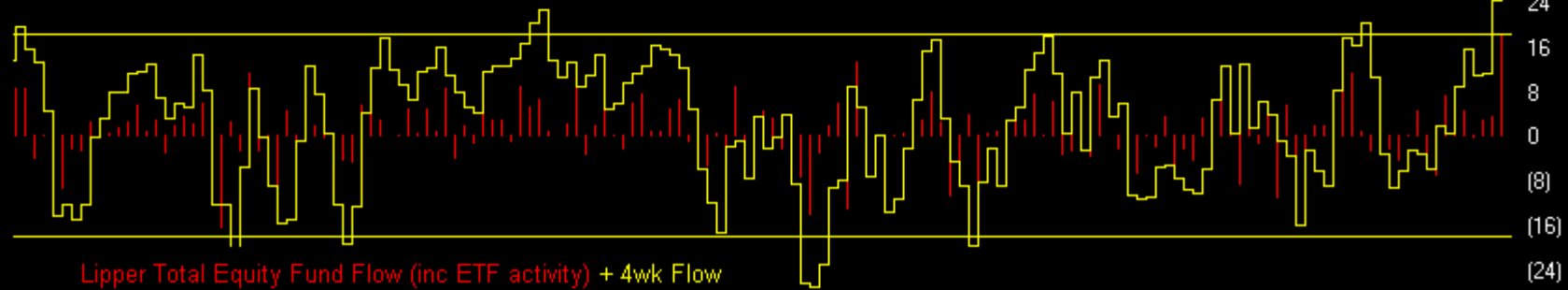
Sentiment

Charts by AIQ TradingExpert

SP500 Index (Weekly)

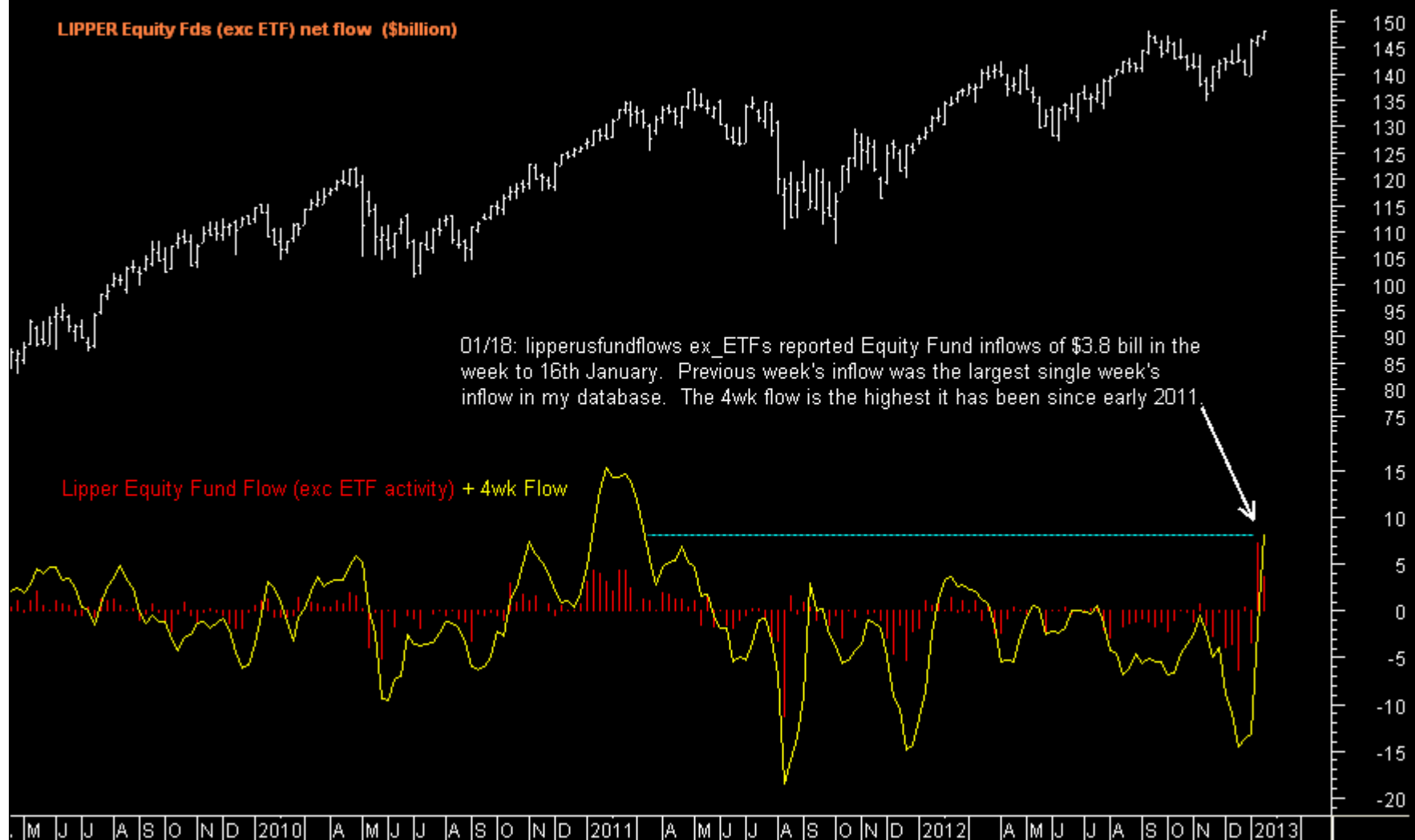


Lipper Fd+4wkSum



Sentiment

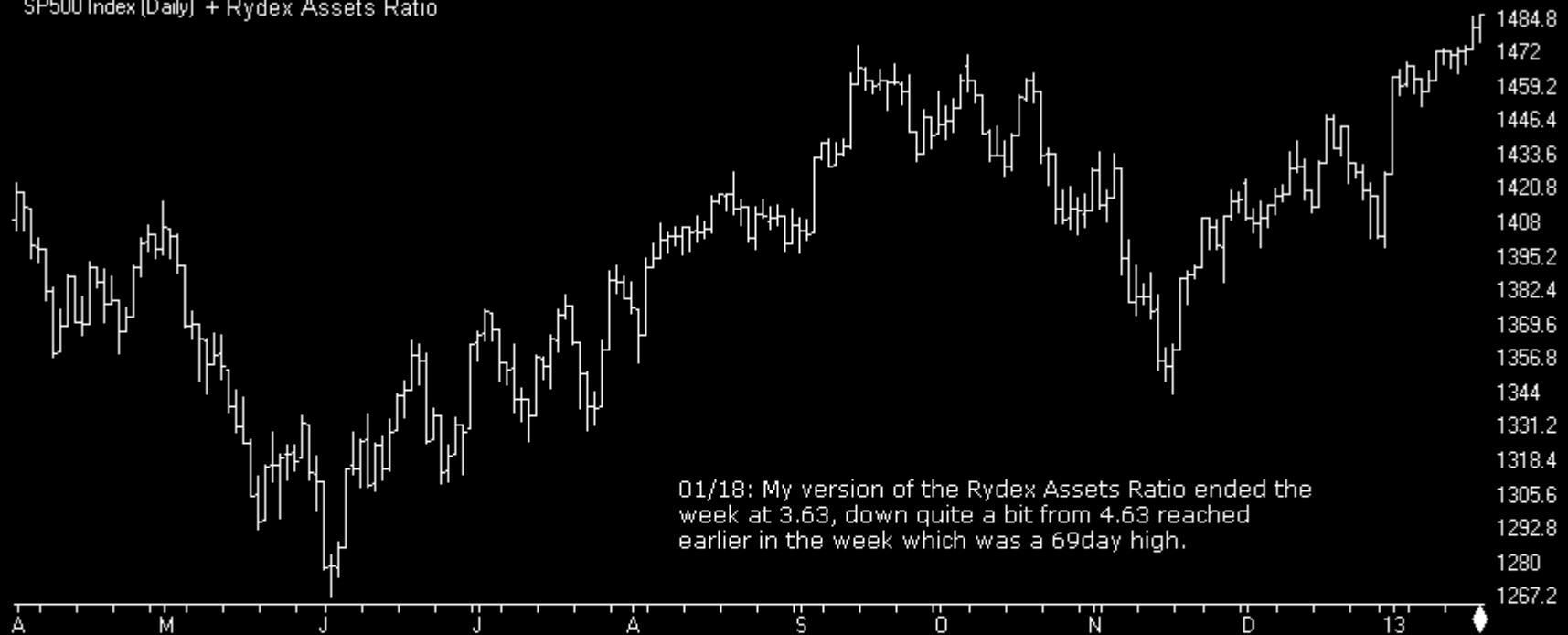
LIPPER Equity Fds (exc ETF) net flow (\$billion)



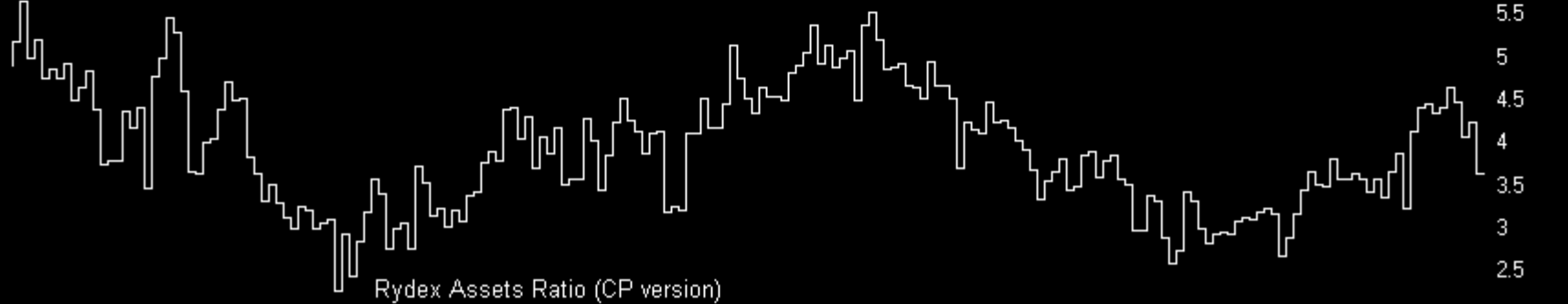
Sentiment

Charts by AIQ TradingExpert

SP500 Index (Daily) + Rydex Assets Ratio



RyMajAssetsRatio

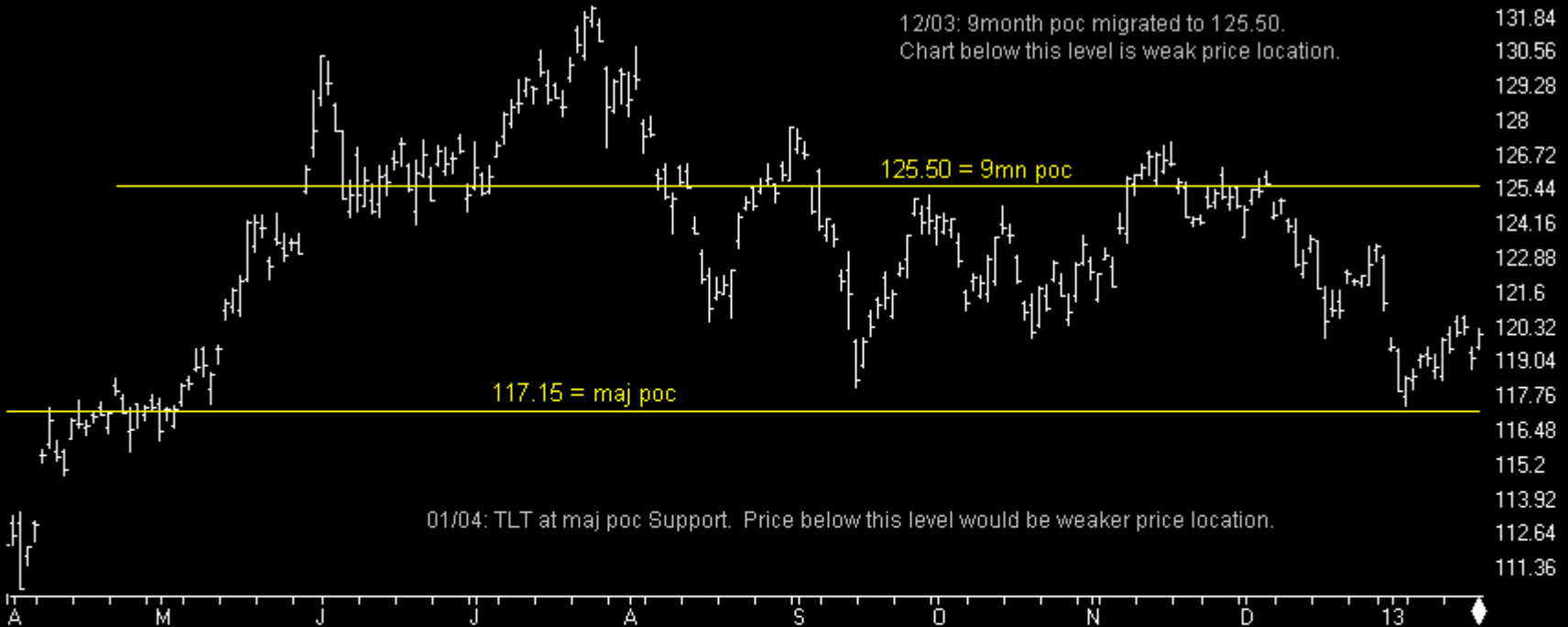


Rydex Assets Ratio (CP version)

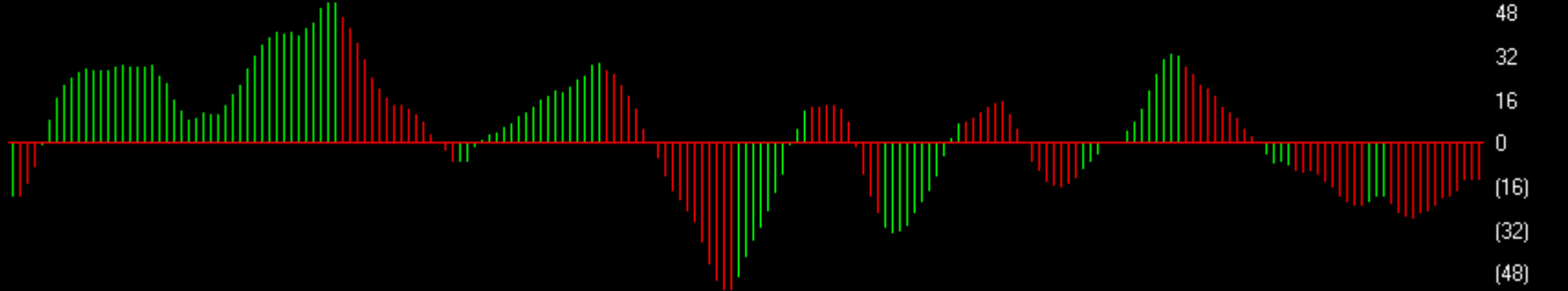
Bonds

Charts by AIQ TradingExpert

Lehman 20+ Year T Bond ETF (Daily)



PriceDsc + PSAR



Bonds

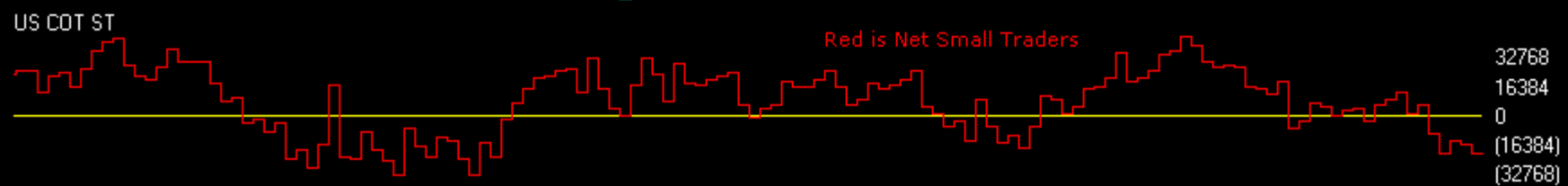
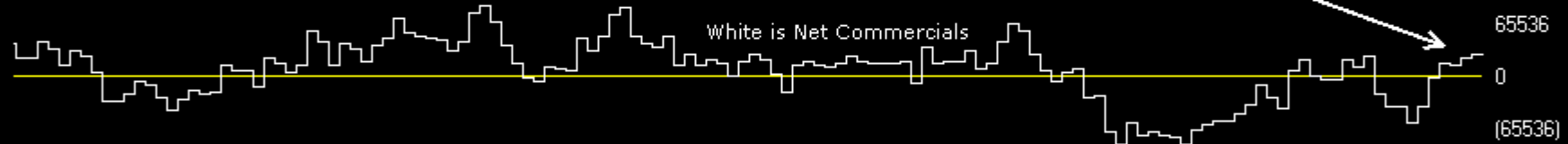
Charts by AIQ TradingExpert

T-BONDS	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/15/13	100.0	76.6	0.0	22.6	28.5	59.4	0.0	52.7	100.0
01/08/13	97.5	75.9	0.0	20.0	28.6	65.9	7.5	57.2	95.4

T-Bonds	CM Net	LT Net	ST Net
01/15/13	27273	-5373	-21900
01/08/13	24030	-7449	-16581



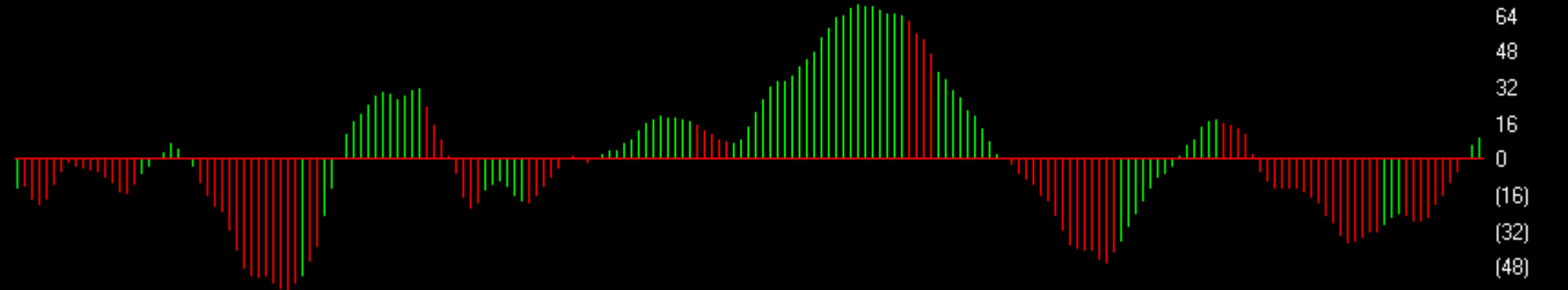
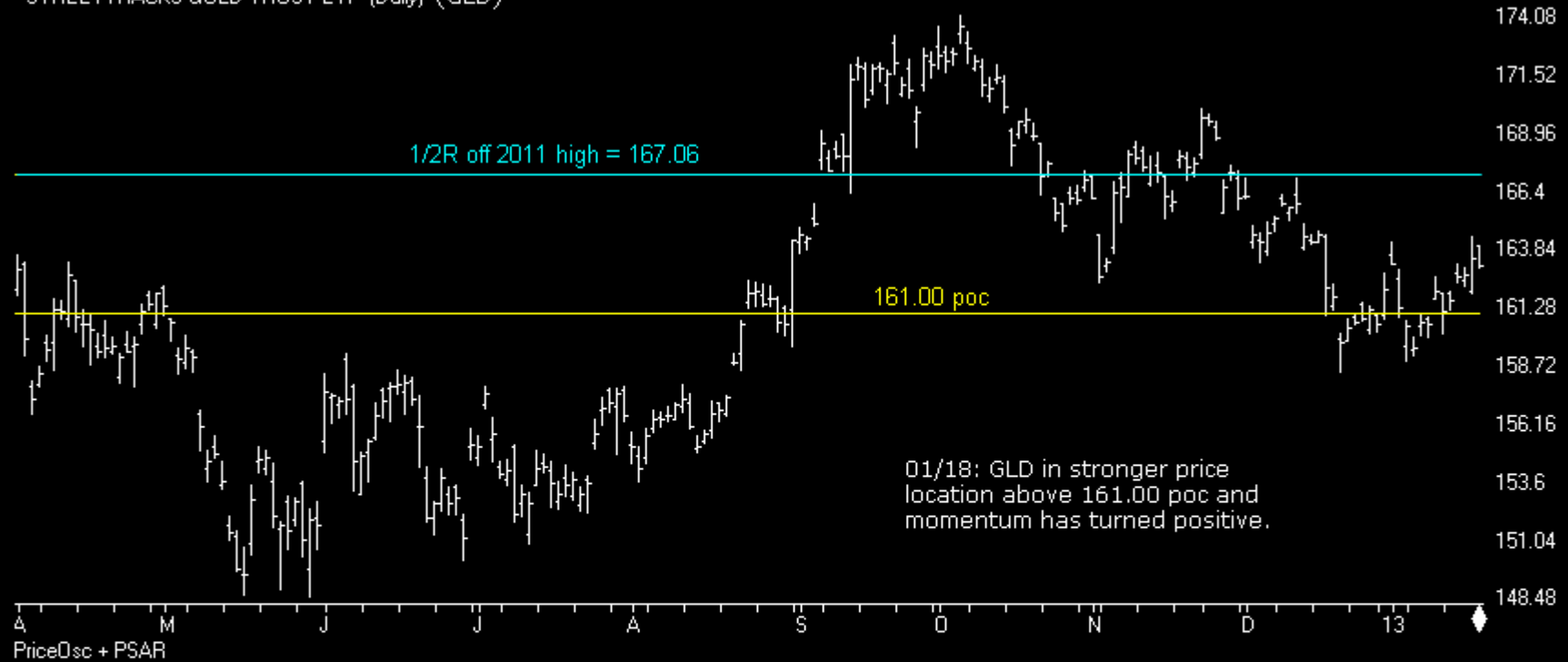
US COT CM



Gold

Charts by AIQ TradingExpert

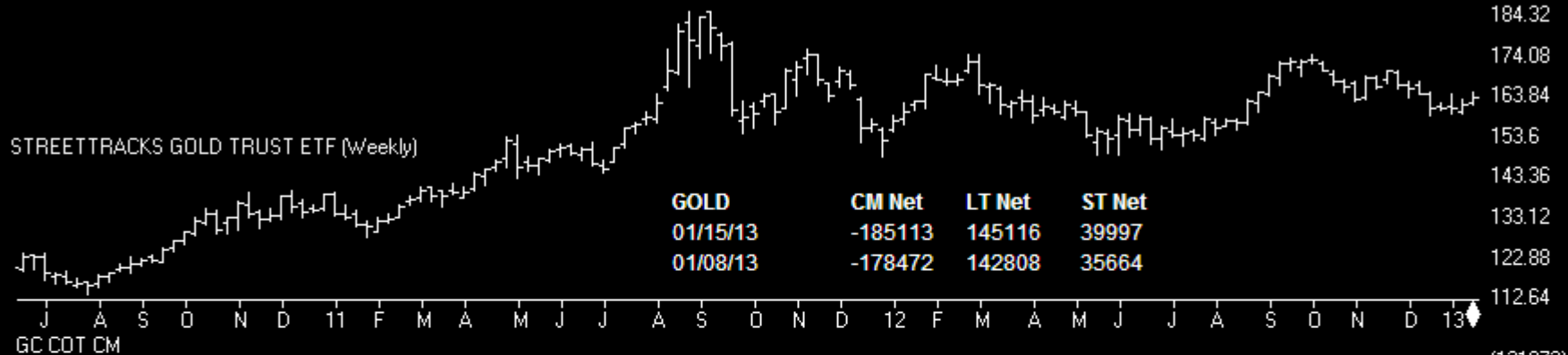
STREETTRACKS GOLD TRUST ETF (Daily) (GLD)



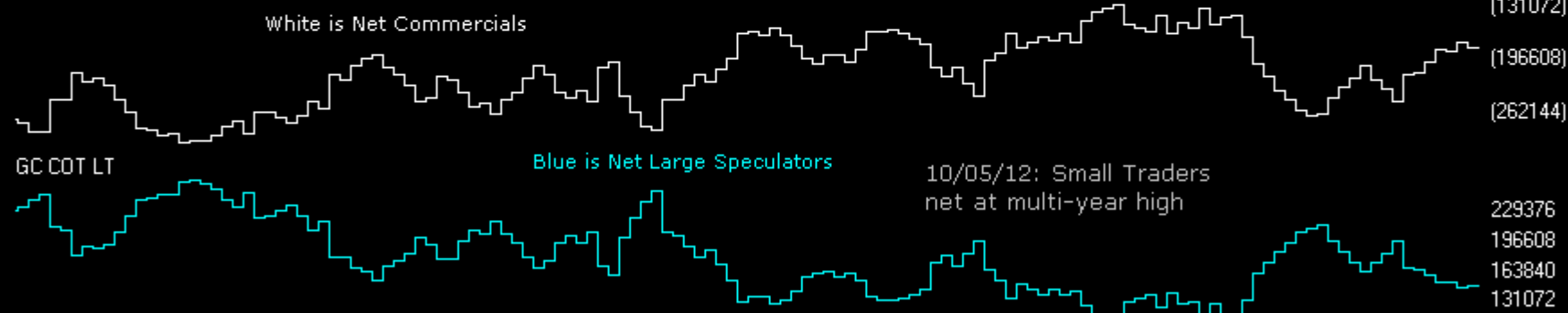
Gold

Charts by AIQ TradingExpert

GOLD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/15/13	63.3	61.6	33.8	33	30.9	69.9	44.4	36.9	48.4
01/08/13	68.3	58.6	23.5	30.1	38.2	83.6	32.9	22.7	55.8



GOLD	CM Net	LT Net	ST Net
01/15/13	-185113	145116	39997
01/08/13	-178472	142808	35664

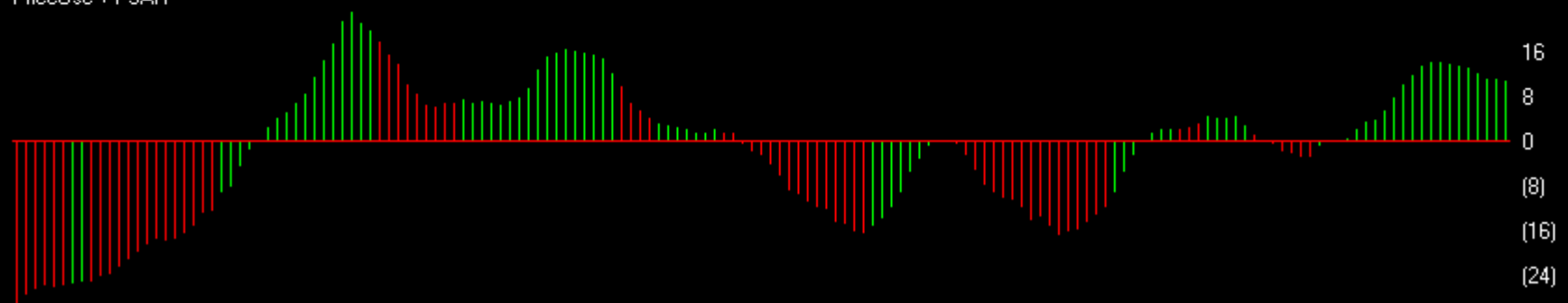


UNITED STATES OIL FUND (Daily) (USO)



10/05: USO weak price location below 34.17 (1/2R)
01/04: USO has rallied to important Resistance.
01/18: USO is now in a stronger price location above 34.22, th 30mn poc

Price0sc + PSAR

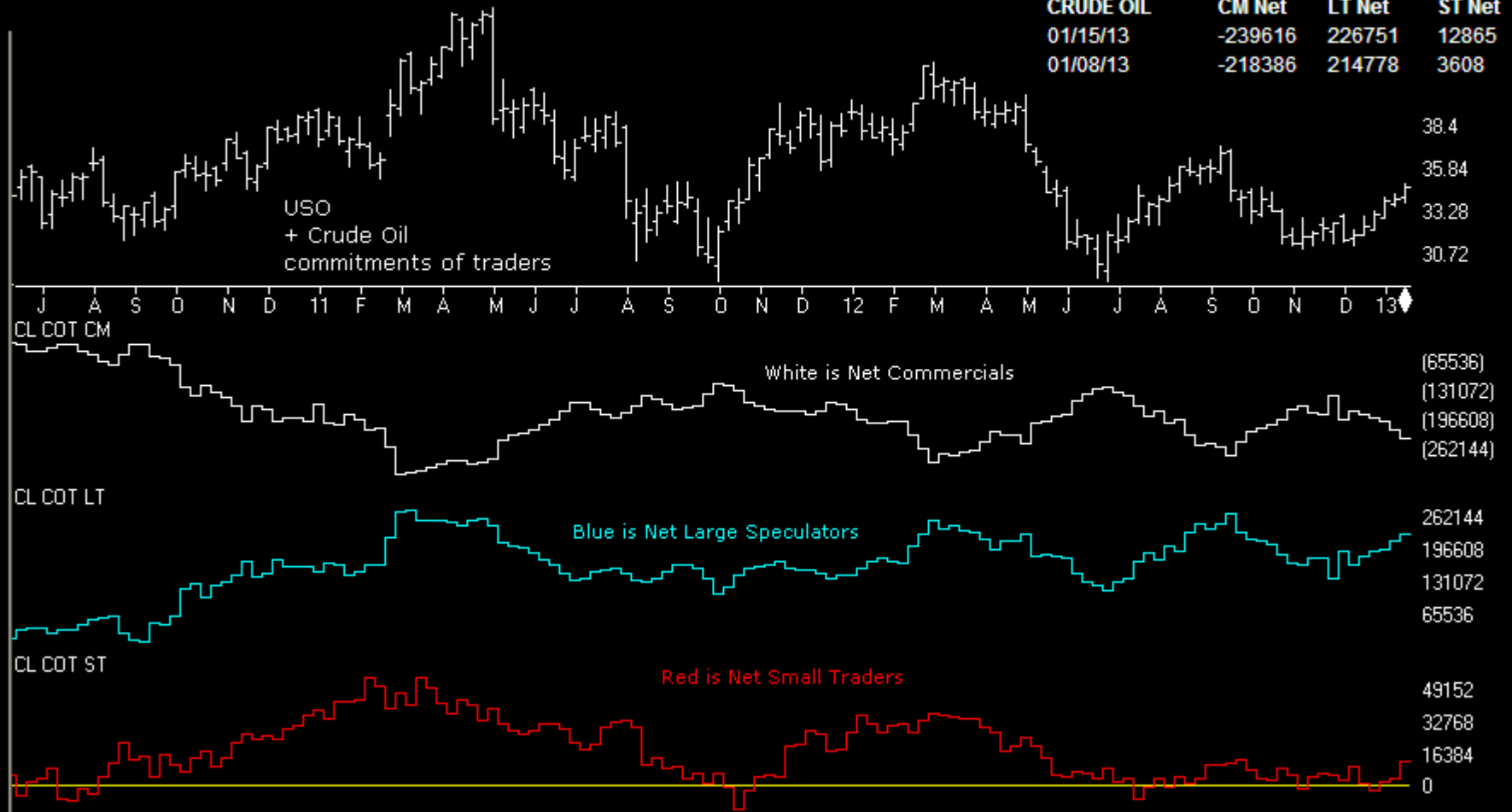


Oil

Charts by AIQ TradingExpert

CRUDE OIL	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/15/13	28.8	0.0	33.5	68.9	55.6	9.4	96.4	91.9	70.5
01/08/13	44.4	0.0	32.0	59.7	51.2	18.8	51.0	67.8	97.5

CRUDE OIL	CM Net	LT Net	ST Net
01/15/13	-239616	226751	12865
01/08/13	-218386	214778	3608

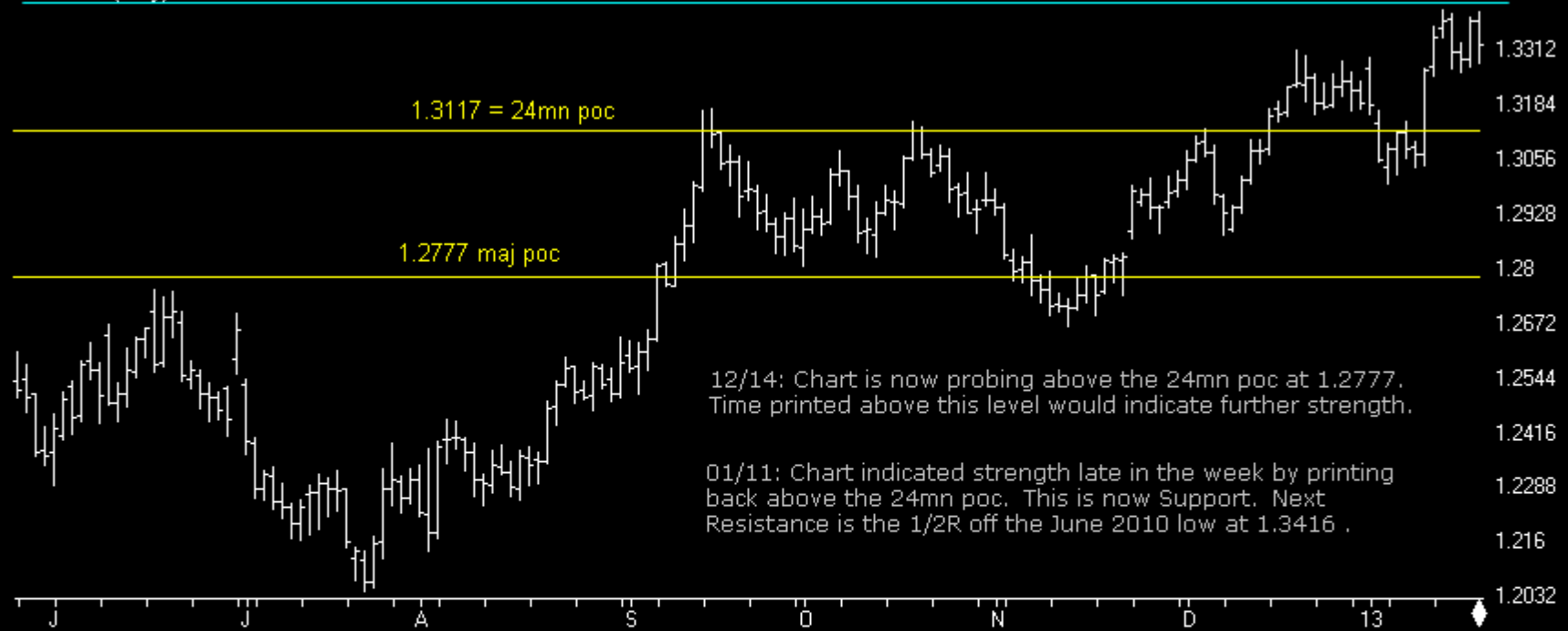


Dollar

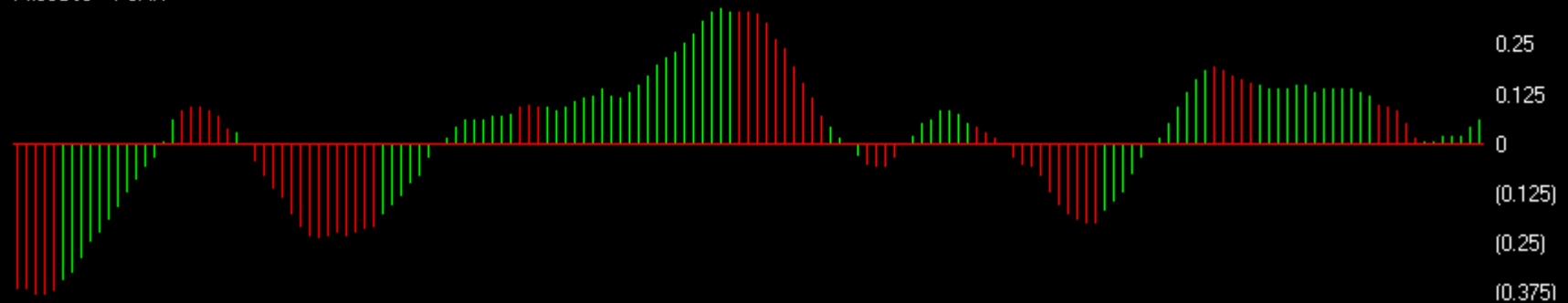
Charts by AIQ TradingExpert

EURUSD (Daily)

1.3416 = 1/2R off June 2010 low



PriceOsc + PSAR

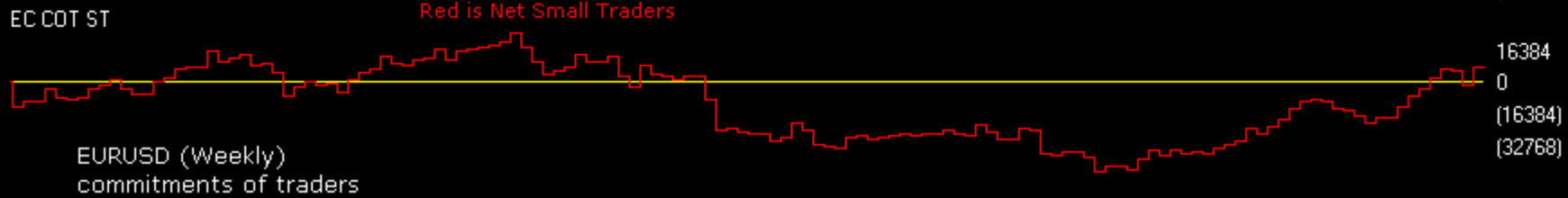
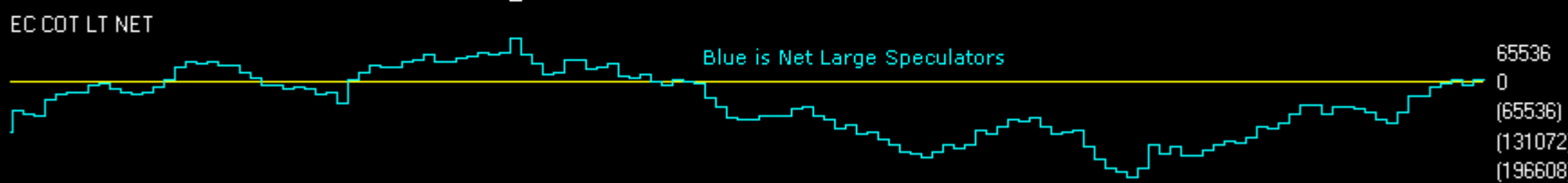
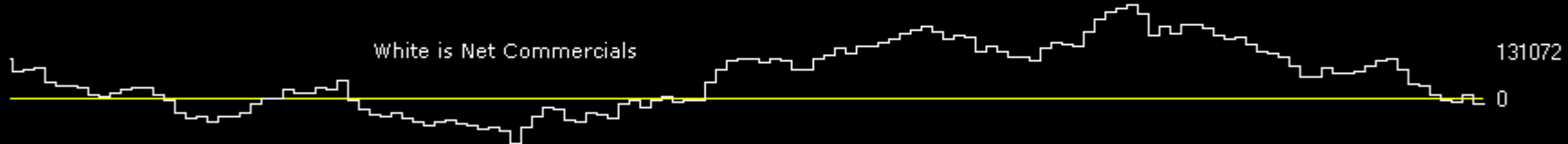
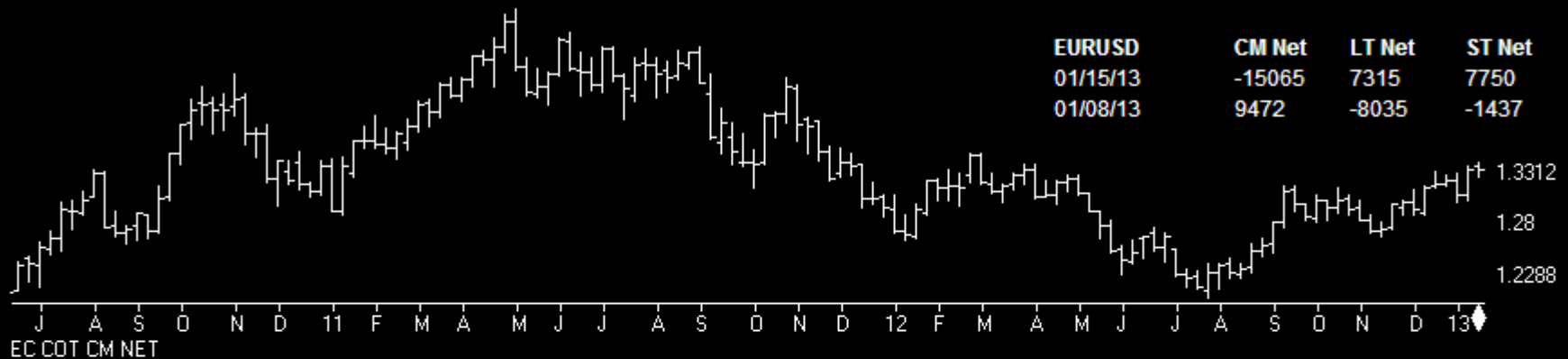


Dollar

Charts by AIQ TradingExpert

EURUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/15/13	0.0	0.0	100.0	100.0	94.4	0.4	100.0	100.0	49.4
01/08/13	9.4	11.7	76.4	92.4	82.0	14.4	81.4	91.8	88.5

EURUSD	CM Net	LT Net	ST Net
01/15/13	-15065	7315	7750
01/08/13	9472	-8035	-1437



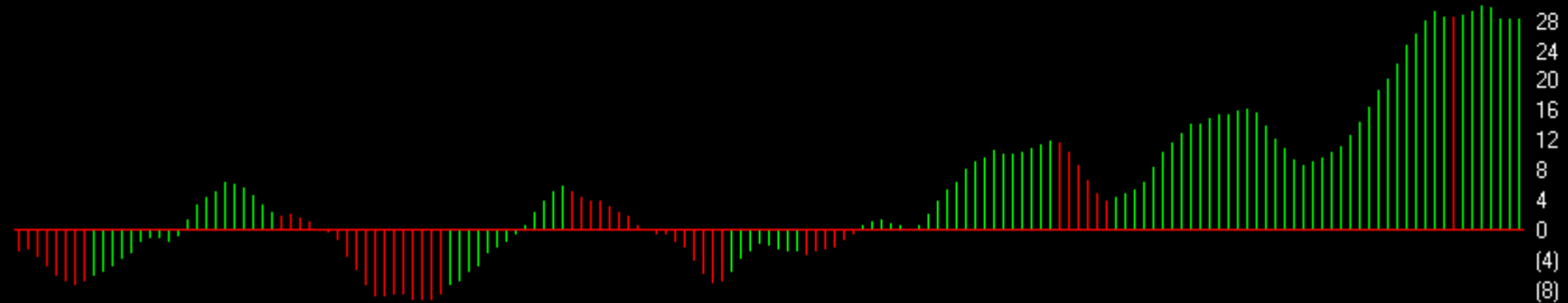
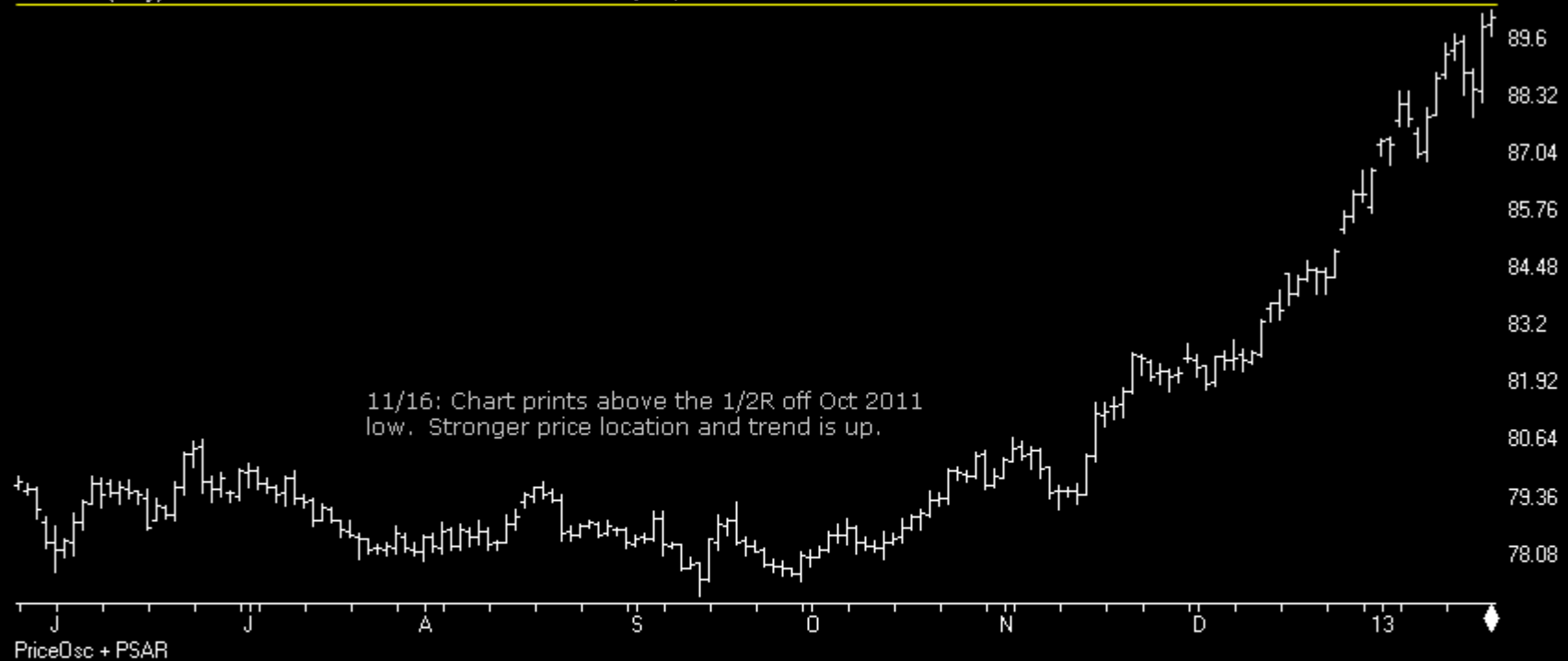
EURUSD (Weekly) commitments of traders

Dollar

Charts by AIQ TradingExpert

USDJPY (Daily)

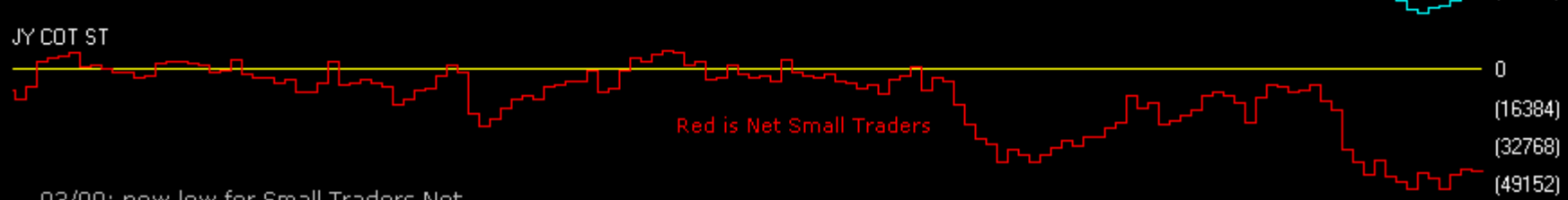
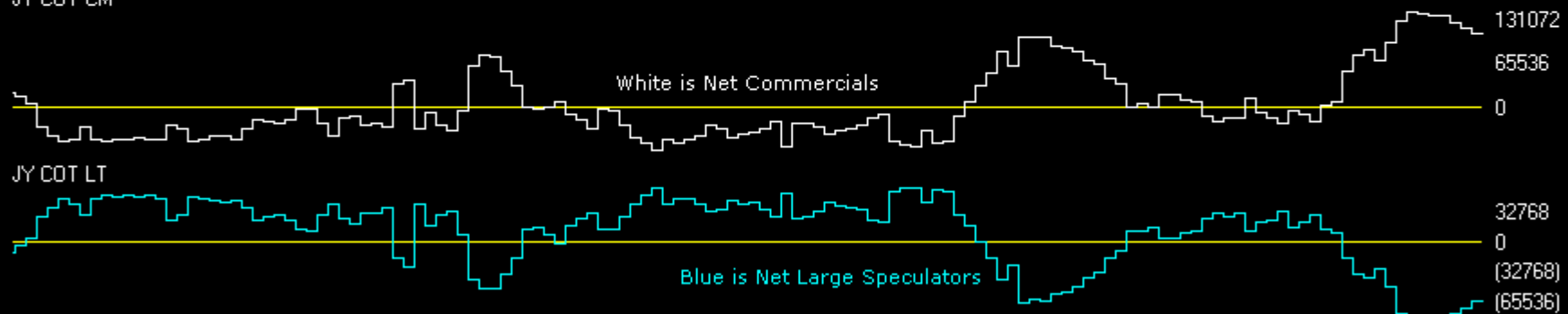
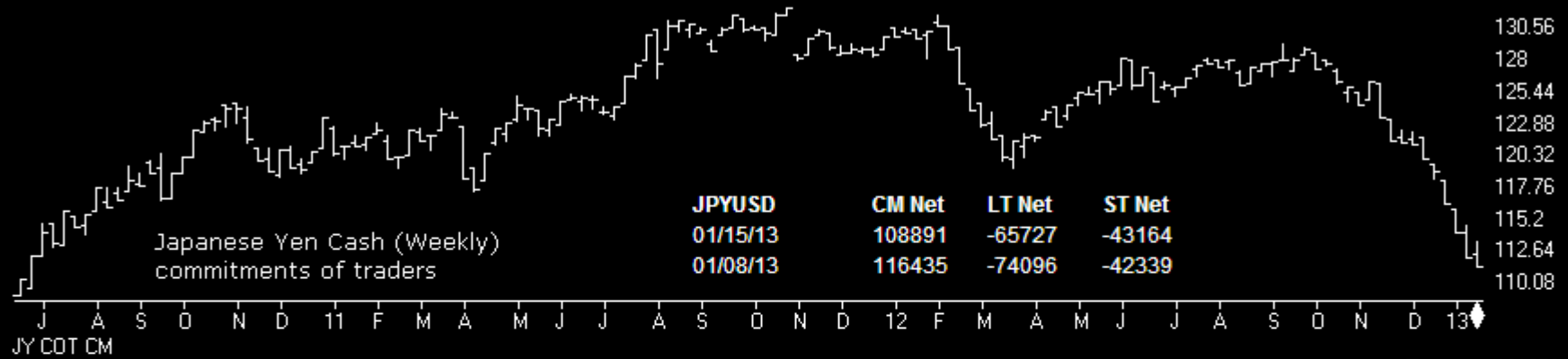
major poc Resistance at 90.30



Dollar

Charts by AIQ TradingExpert

JPYUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/15/13	80.6	67.6	11.2	22.5	43.2	86.2	17.8	24.4	74.6
01/08/13	85.1	79.2	10.7	16.0	32.5	89.5	19.6	16.3	67.0



03/09: new low for Small Traders Net

130.56
128
125.44
122.88
120.32
117.76
115.2
112.64
110.08

131072
65536
0

32768
0
(32768)
(65536)

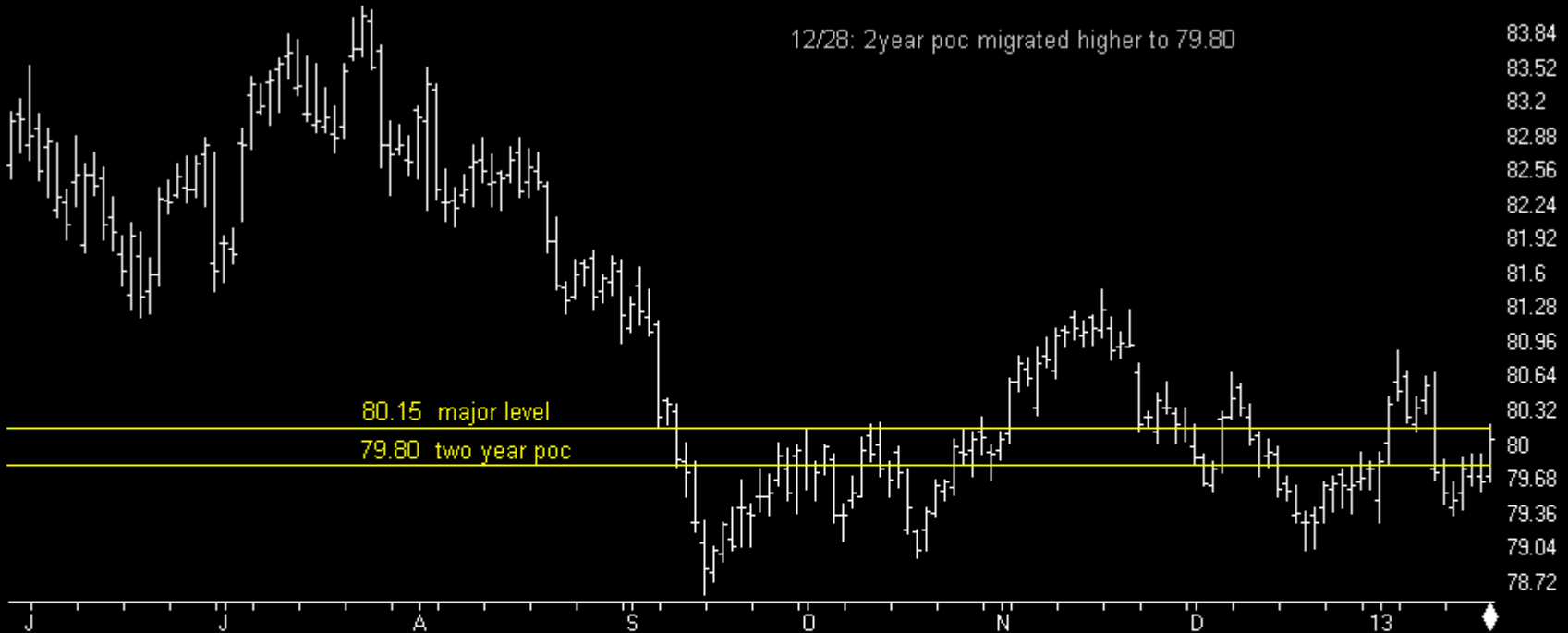
0
(16384)
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Dollar

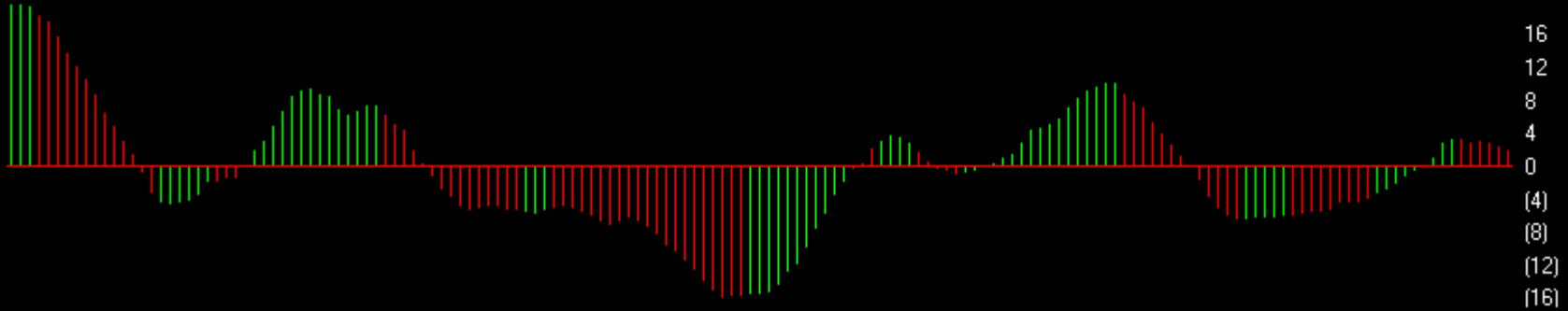
Charts by AIQ TradingExpert

US DOLLAR INDEX (Daily)

12/28: 2year poc migrated higher to 79.80



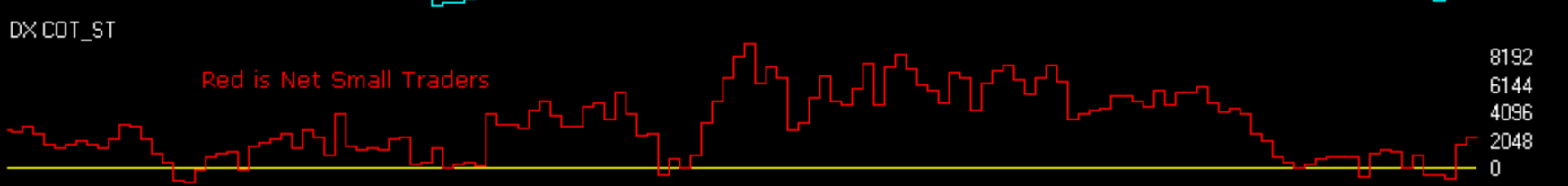
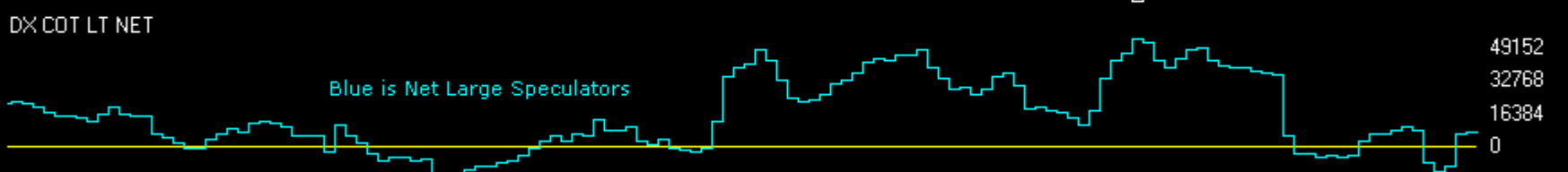
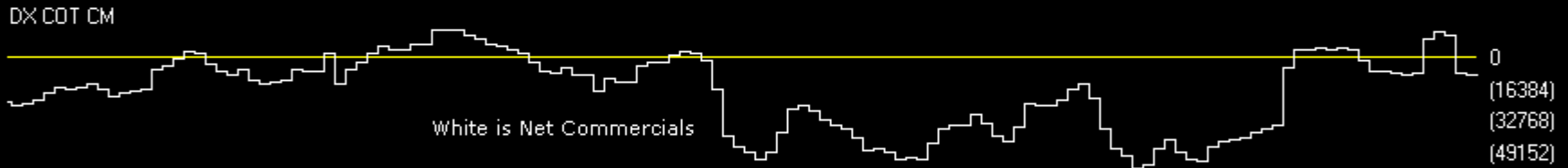
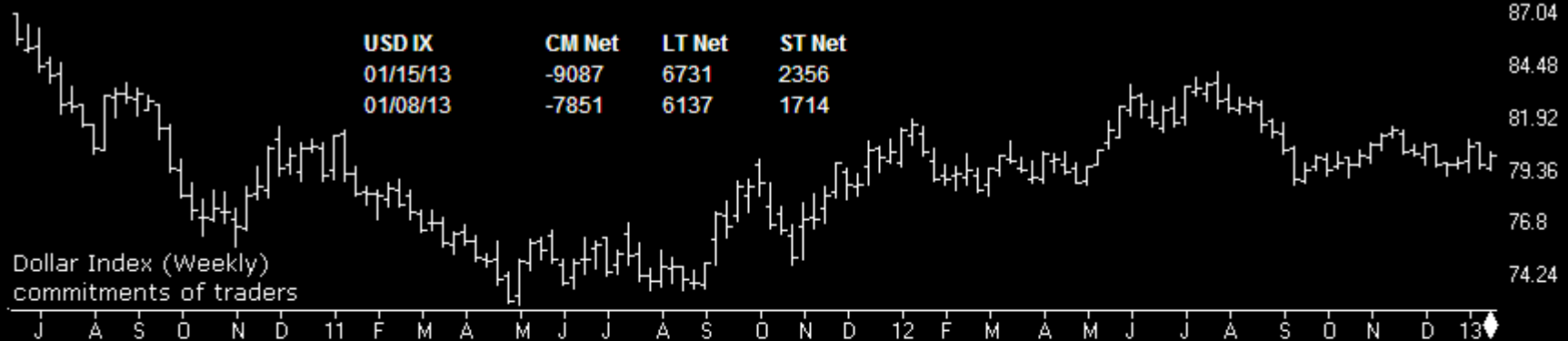
PriceDsc + PSAR



Dollar

Charts by AIQ TradingExpert

USD IX	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/15/13	66.6	33.7	39.5	32.4	57.4	59.3	46.3	89.8	42.5
01/08/13	68.4	43.9	40.7	31.4	46.6	56.7	36.9	74.0	51.3



<http://www.chartprofitwebcast.com>