

Charts to Friday 25th 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 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.<<

from eBook 18th 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, 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.

The following indicators are at or close to a Bullish extreme in Sentiment: Investor's Intelligence poll, Market Vane poll, NAAIM, VIX and the mutual fund flow data from lipperusfundflows.com. However the more ST sensitive Sentiment numbers from the Rydex and Options data are not. If my version of the Rydex Assets ratio were nearer to 5 than it is it would be a stronger contrarian bearish indication than I'm currently seeing - the ratio can change quickly though, as we've seen before. The market is still overbought but LT and ST analysis remains positive

***** 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: Closed near the low of the week at 118.03 but above the major poc Support at 117.15. Pre-open today chart has made a new low for this decline and tested that Support. Time below this level is weak price location.

Commodities: Oil USO is now printing above the 1/2R and poc Resistance around 34.17. Price holding above this level indicates further strength. Gold GLD was Closed the week just below the 161.0 major poc. Chart below this level is weak price location.

EURUSD: on Friday chart cleared the Resistance at 1.3416 (1/2R off 2010 low). Time printed above this level would be a

positive for this chart and equities.

Dollar Index: is printing just above 79.80, the 2yr poc. Price printing above 80.15 would be an even stronger price location and be a negative for equities.

ES analysis:

Last week I marked Significant Buying twice. Significant Sellers have not been marked for eighteen days. ES Closed above Mon-Wed Hi-Lo Range which is a positive weekly structure.

***** BREADTH

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

%Stocks>50dyma numbers: Nyse 92% and Nasdaq 80%. UK 92%. Numbers >50 are supportive. Numbers>80 usually considered overbought.

***** SENTIMENT

Consensus Polls:

01/25: AAI (public poll) reported Bulls% sharply higher at 52.3%, the highest since January 2011. Bears% were lower at 24.3%. The nett (Bulls-Bears) at 28 is the highest since February last year.

01/25: Investor's Intelligence Bulls% was unchanged at

53.2% an eighteen week high. Bears% was also unchanged at 23.4% which 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. The 4wkma of nett is now at its highest level since April 2011.

01/25: Market Vane (advisers) poll was higher at 68. The 4wkma approaches the highest level since 2007.

01/25: The NAAIM number (a measurement of average current equity exposure among active money managers) was higher again at 86.38 which is a little below the reading of 88.1 w/e 28th Dec which was the highest since 2007

Mutual Fund Flow:

01/25: My version of the Rydex Assets Ratio ended the week at 3.73. The ratio has fallen since it reached a 69day high of 4.63 on 01/14 - meanwhile the market has been climbing. Usually, if the market is accelerating up into a top, the ratio nearly always follows it higher and hits a multi-week high itself.

01/25: lipperusfundflows reported Equity Fund inflows of \$2.9 Billion in the week to 23rd January. The 4wk flow is around its highest level for years.

01/25: lipperusfundflows ex ETFs reported Equity Fund inflows of \$3.7 Billion in the week to 23rd January. The 4wk flow is the highest it has been since early 2011.

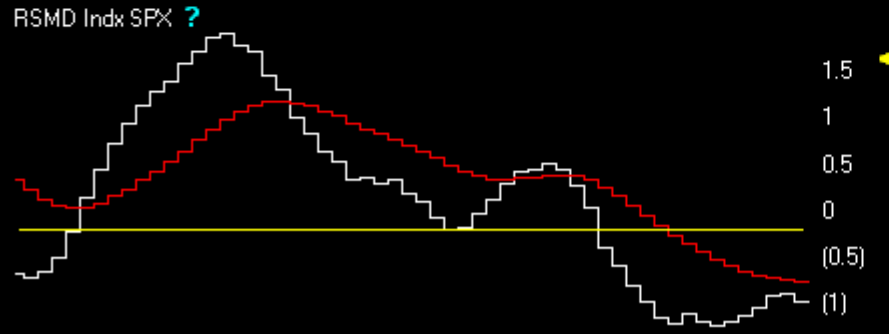
Volatility: VIX

01/25: VIX Closed at 12.43 on 01/22 which is the lowest since 2007.

NASDAQ COMPOSITE (Weekly)



Nasdaq Relative to SP500



ChartProfit Breadth System - wk ending 01/25

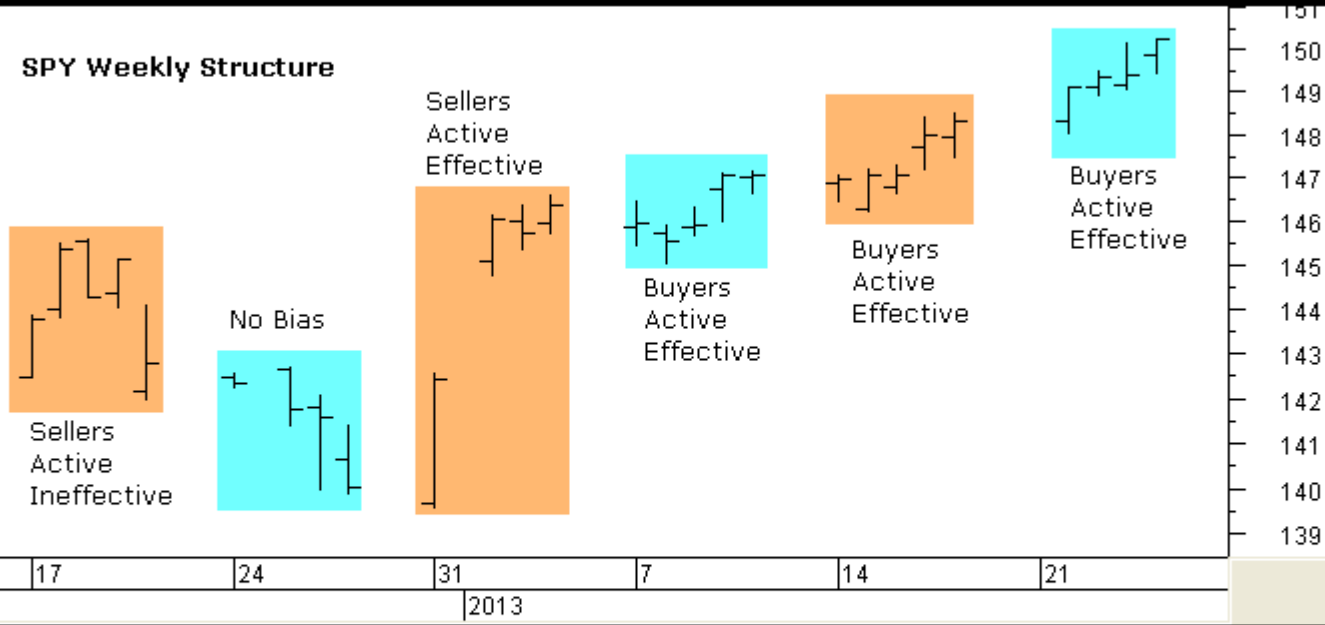
	-5	-4	-3	-2	-1	↓
NYSE	74	59	87	88	91	92
NasDaq	64	53	81	80	81	80
SP500	74	54	89	87	91	93
ND100	75	59	84	79	85	89
R2000	71	60	87	84	85	84
UK	76	77	87	87	87	92

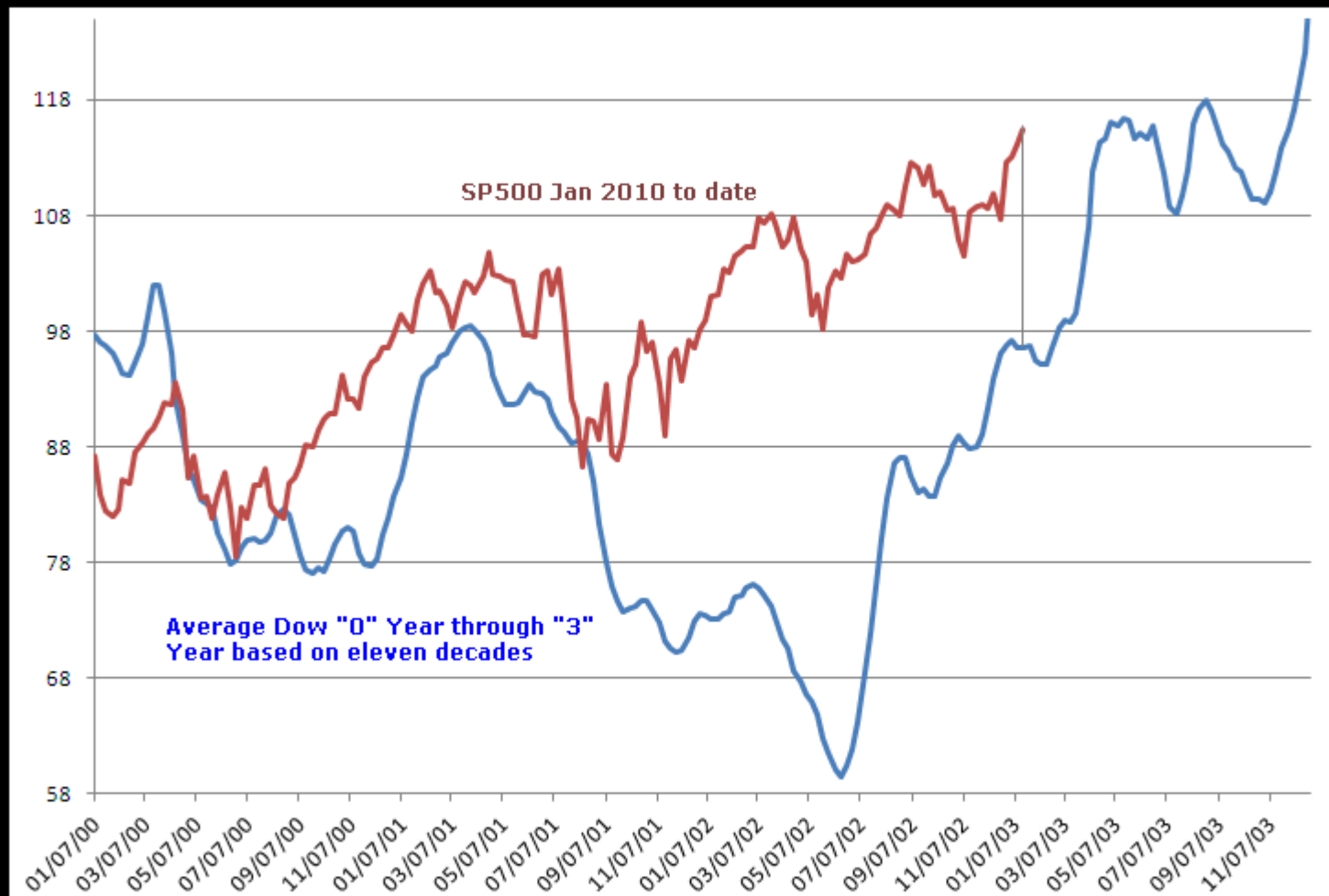
number = % stocks >50day ma

Relative to SPX wk ending 01/25

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

SPY Weekly Structure





Commitments of Traders

Charts by AIQ TradingExpert

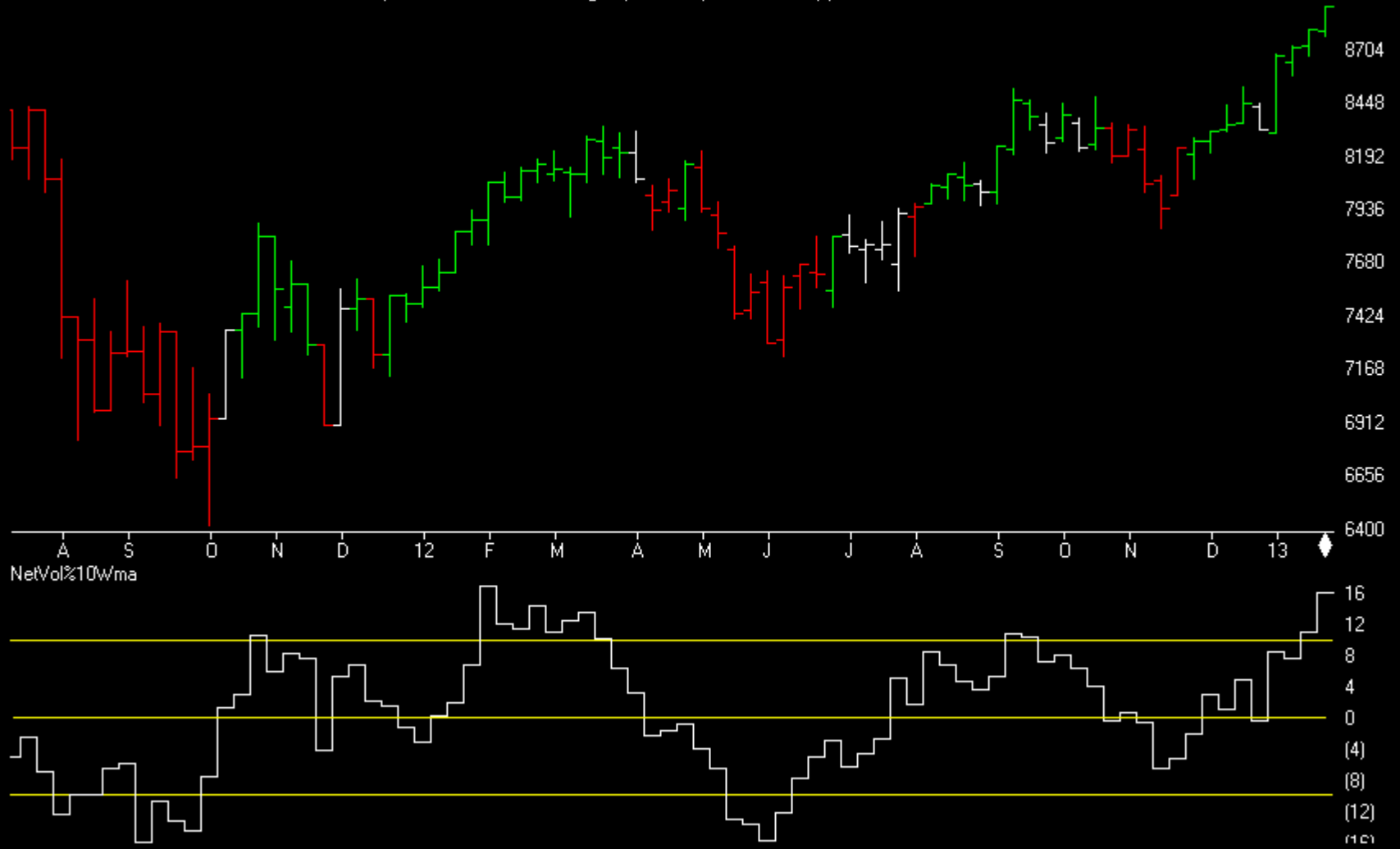
C.O.T.
Quick
View

	SP500	GOLD	CRUDE OIL	T-BONDS	GBPUSD	JPYUSD	EURUSD	USD IX	
	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/22/13	0.0	0.0	100.0	79.3	67.5	13.2	100.0	100.0	4.9
01/15/13	17.3	16.0	91.6	84.9	75.6	5.1	70.9	57.7	28.5
01/22/13	58.5	52.8	7.8	39	9.0	55.1	46	25.8	45
01/15/13	63.3	61.6	33.8	32.5	30.9	69.9	44.4	36.9	48.4
01/22/13	19.3	0.0	22.6	83.8	82.9	0.8	55.0	80.7	99.8
01/15/13	28.8	0.0	33.5	68.9	55.6	9.4	96.4	91.9	70.5
01/22/13	100.0	77.5	0.5	24.1	27.9	54.4	0.0	48.8	100.0
01/15/13	100.0	76.6	0.0	22.6	28.5	59.4	0.0	52.7	100.0
01/22/13	47.6	31.8	51.8	57.5	76.3	42.5	44.6	24.3	34.2
01/15/13	19.1	9.9	83.0	80.3	84.6	16.5	80.2	65.5	12.2
01/22/13	81.2	67.6	13.2	23.9	45.3	83.7	11.6	17.1	73.3
01/15/13	80.6	67.6	11.2	22.5	43.2	86.2	17.8	24.4	74.6
01/22/13	0.0	0.0	100.0	100.0	97.5	0.0	96.4	91.8	42.3
01/15/13	0.0	0.0	100.0	100.0	94.4	0.4	100.0	100.0	49.4
01/22/13	61.2	22.8	42.7	39.0	91.0	57.3	41.4	28.3	17.6
01/15/13	66.6	33.7	39.5	32.4	57.4	59.3	46.3	89.8	42.5

Market Charts

Charts by AIQ TradingExpert

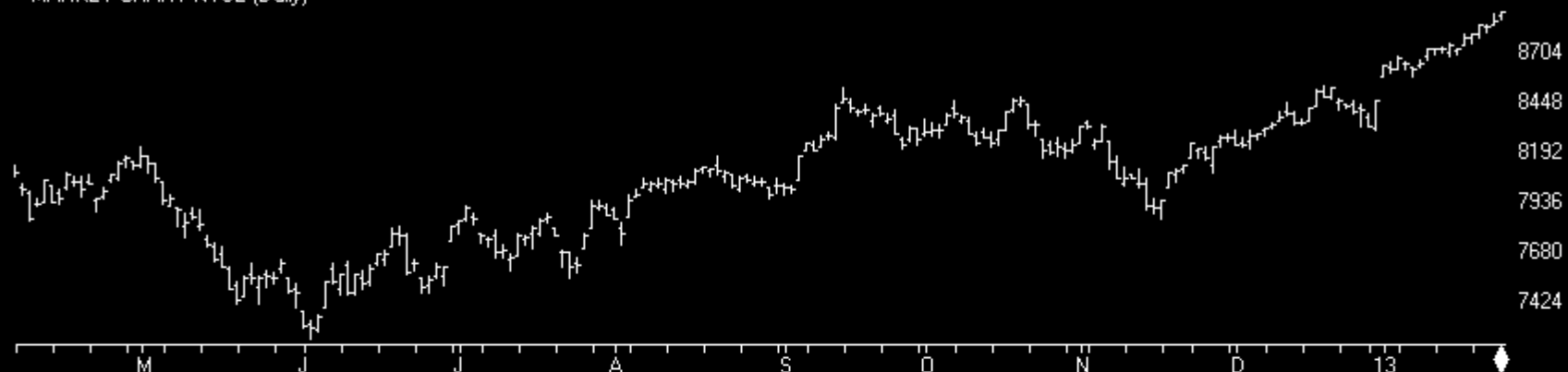
MARKET CHART NYSE (Weekly) + Chartprofit Market Timing System (color study)



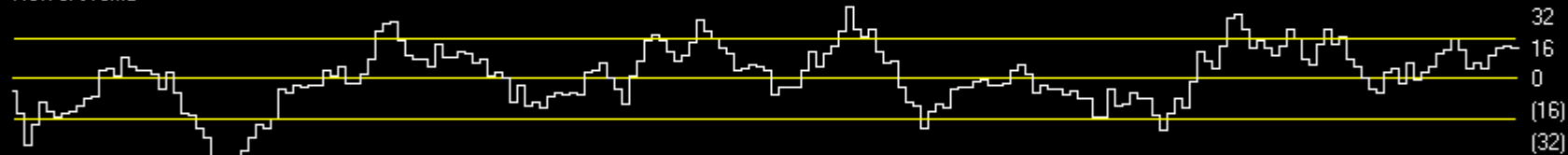
Market Charts

Charts by AIQ TradingExpert

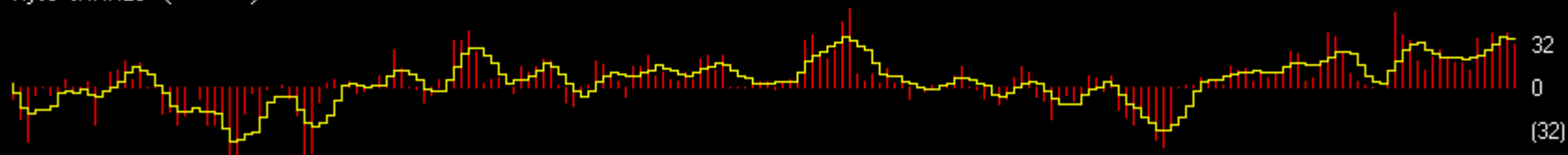
MARKET CHART NYSE (Daily)



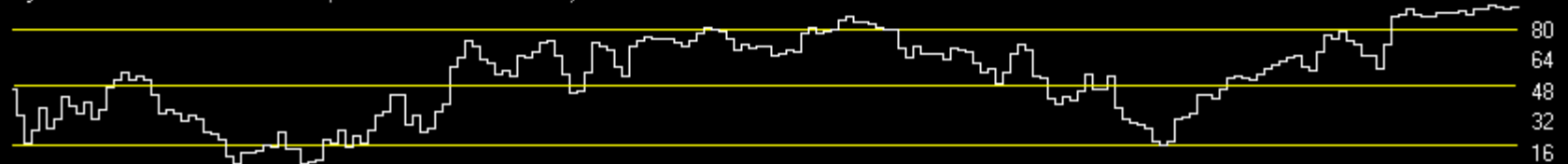
NetVol%10ma



Nyse %NNH25 (+ 5ma)



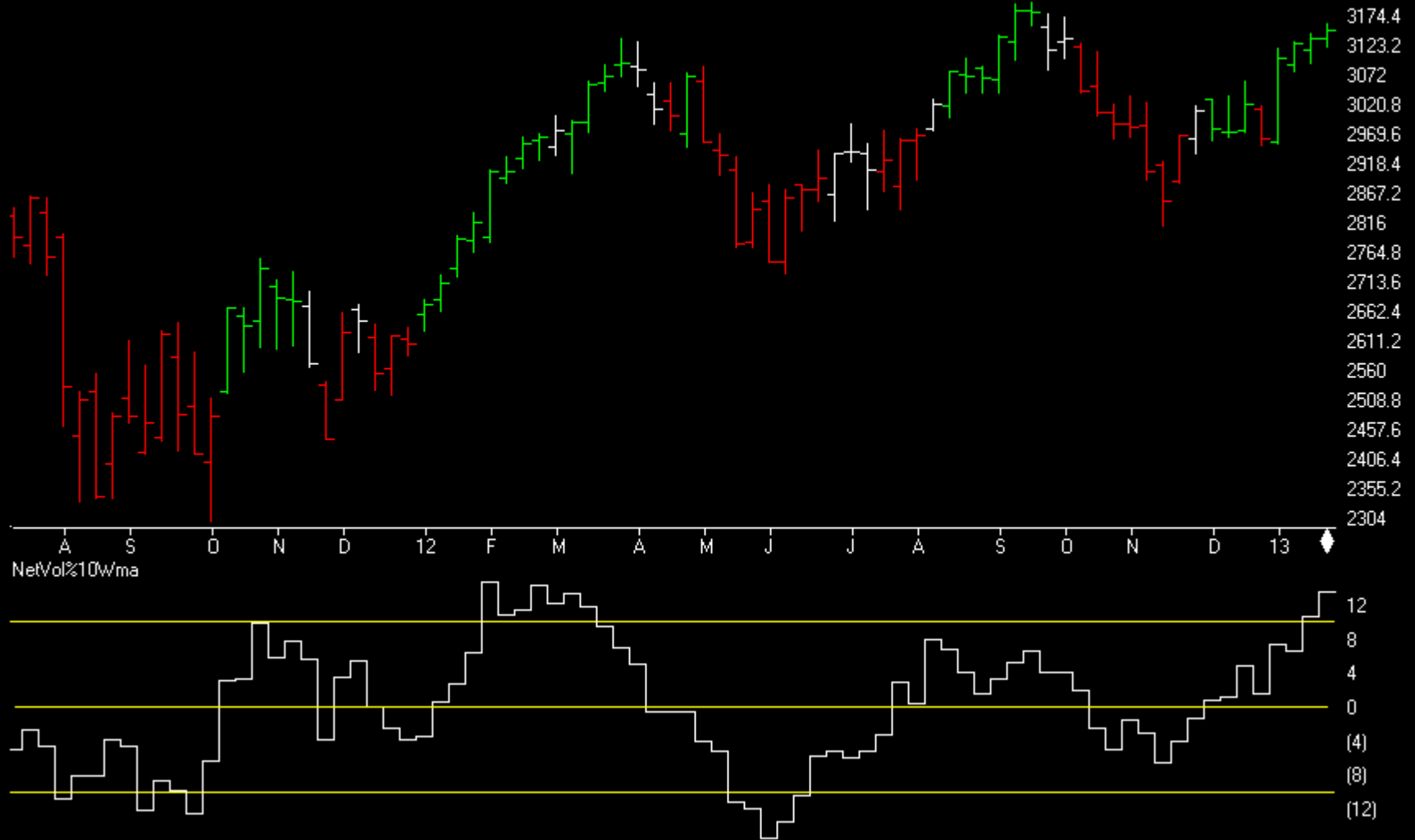
Nyse Bullish% *bullish % shows percent stocks > 50day ma*



Market Charts

Charts by AIQ TradingExpert

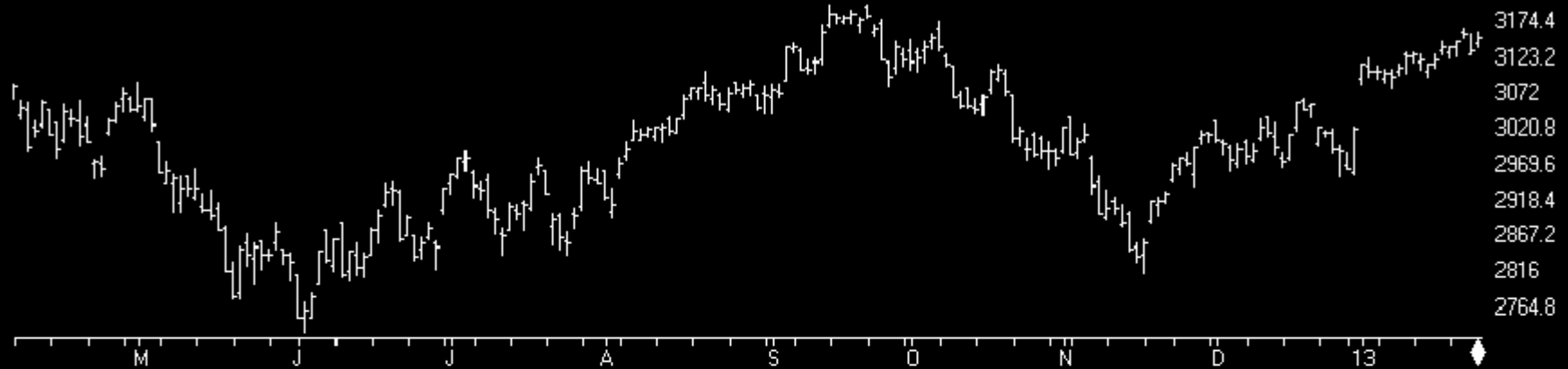
MARKET CHART NASDAQ 1800 (Weekly) + Chartprofit Market Timing System (color study)



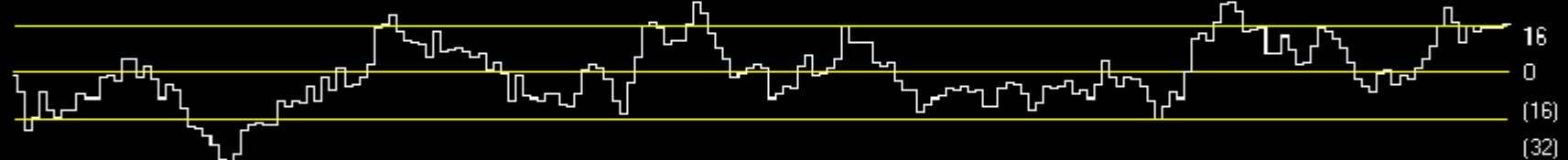
Market Charts

Charts by AIQ TradingExpert

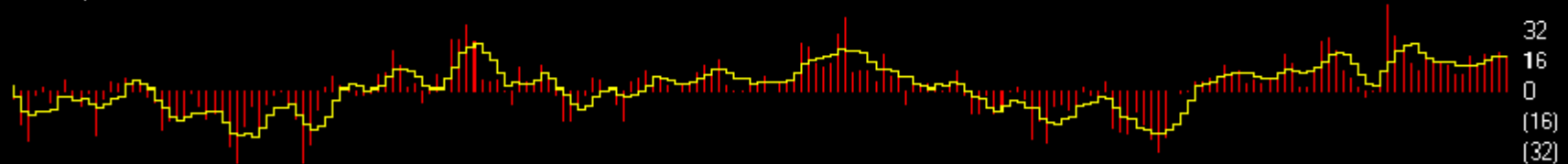
MARKET CHART NASDAQ 1800 (Daily)



NetVol%10ma



Nasdaq %NNH25 (+ 5ma)



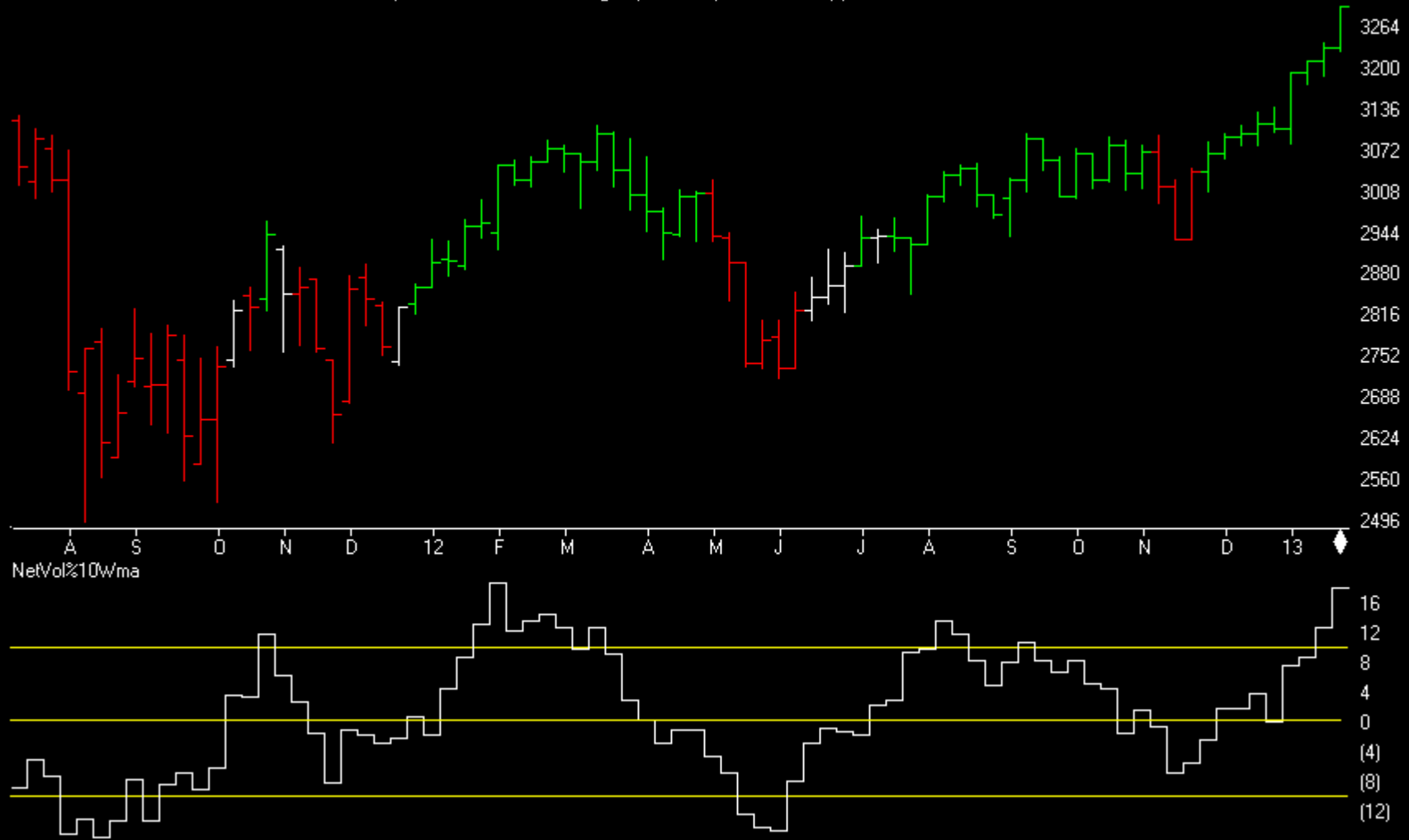
Nasdaq Bullish% *bullish % shows percent stocks > 50day ma*



Market Charts

Charts by AIQ TradingExpert

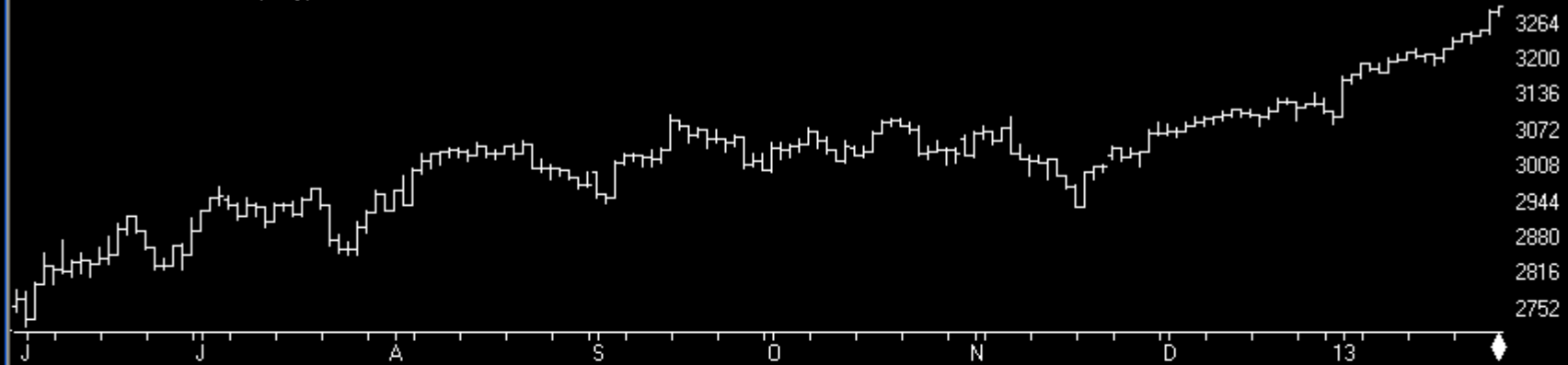
UK ALLSHARE MKT 2013 (Weekly) + Chartprofit Market Timing System (color study)



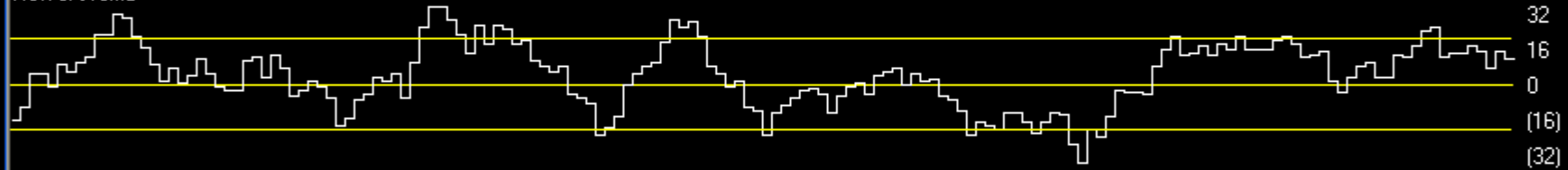
Market Charts

Charts by AIQ TradingExpert

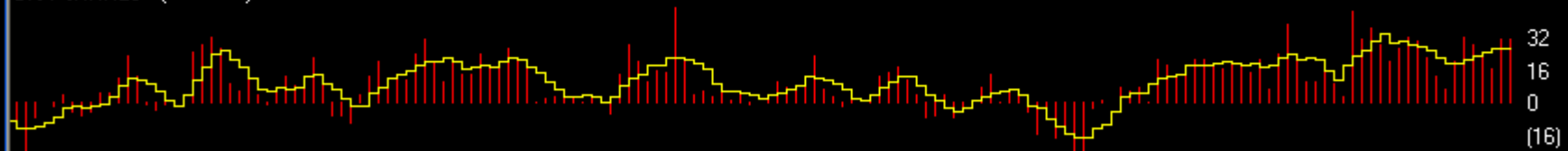
UK ALLSHARE MKT 2013 (Daily)



NetVol%10ma



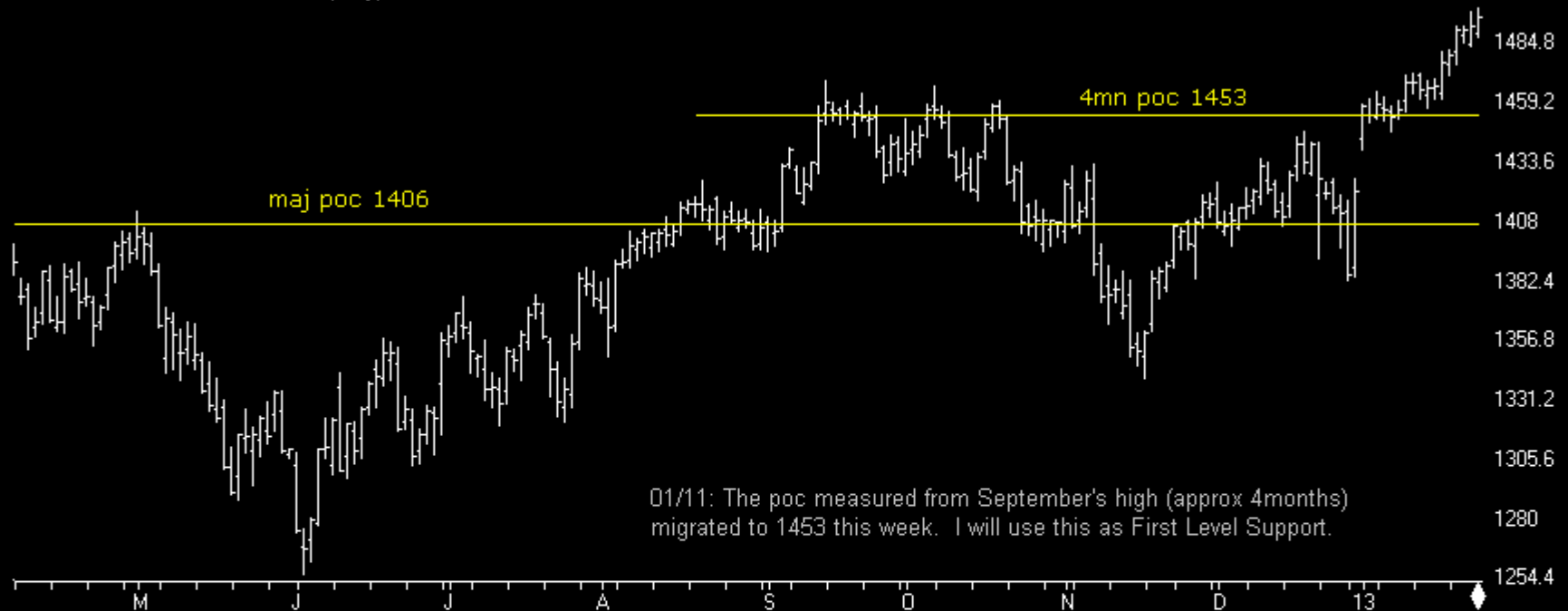
UKA %NNH25 (+ 5ma)



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

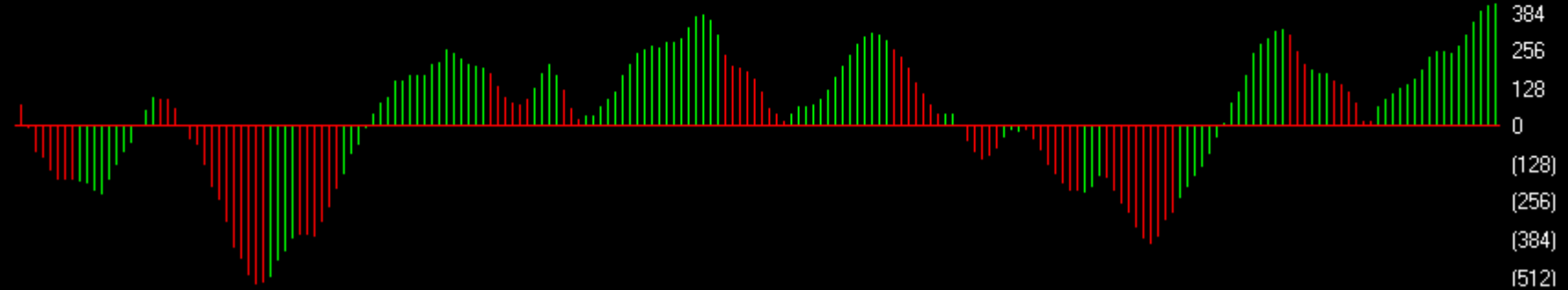


E-MINI S&P NEAREST FUTURES (Daily)



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



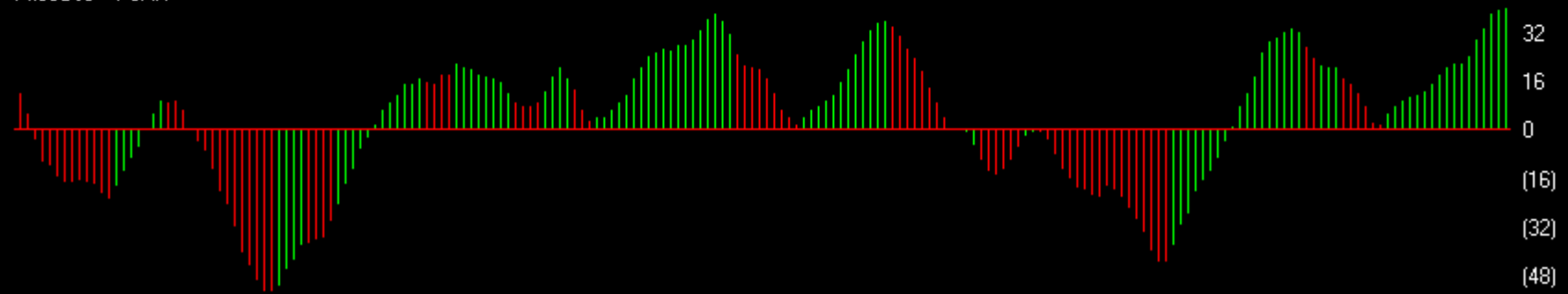
Index ETFs

Charts by AIQ TradingExpert

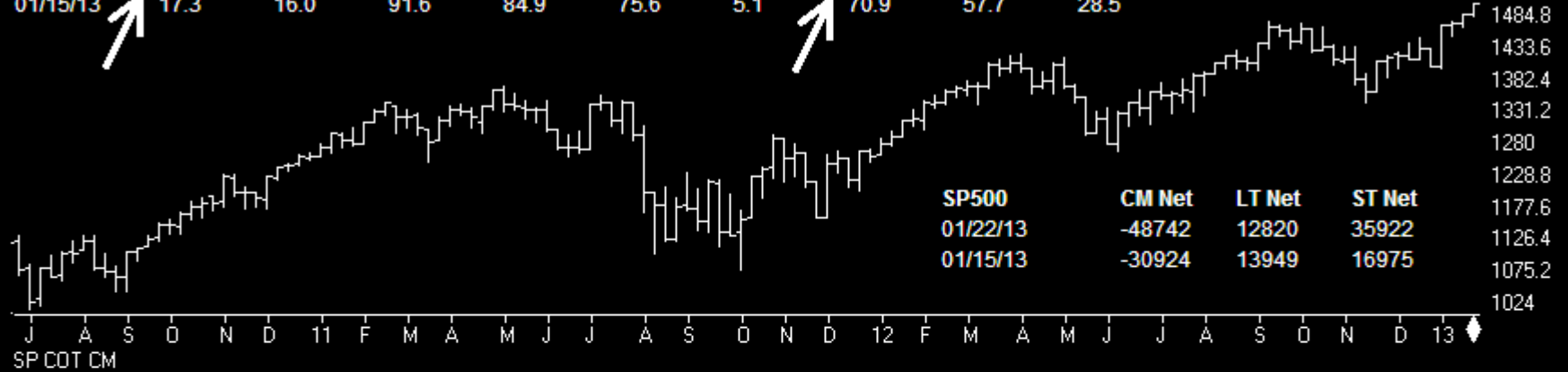
SPY SP500 ETF (Daily)



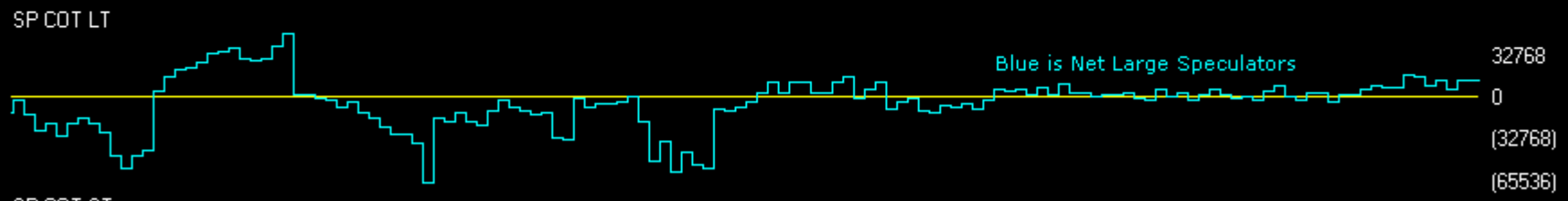
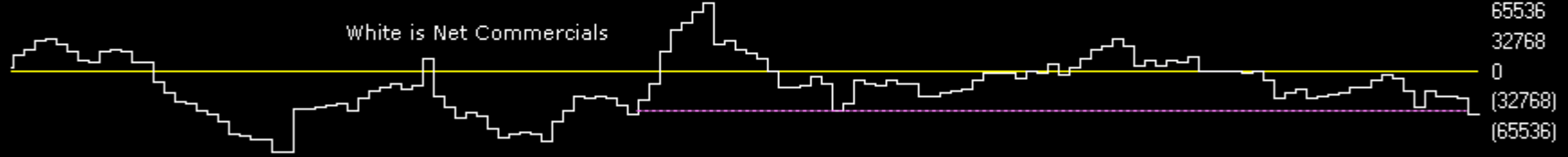
PriceOsc + PSAR



SP500	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/22/13	0.0	0.0	100.0	79.3	67.5	13.2	100.0	100.0	4.9
01/15/13	17.3	16.0	91.6	84.9	75.6	5.1	70.9	57.7	28.5



SP500	CM Net	LT Net	ST Net
01/22/13	-48742	12820	35922
01/15/13	-30924	13949	16975

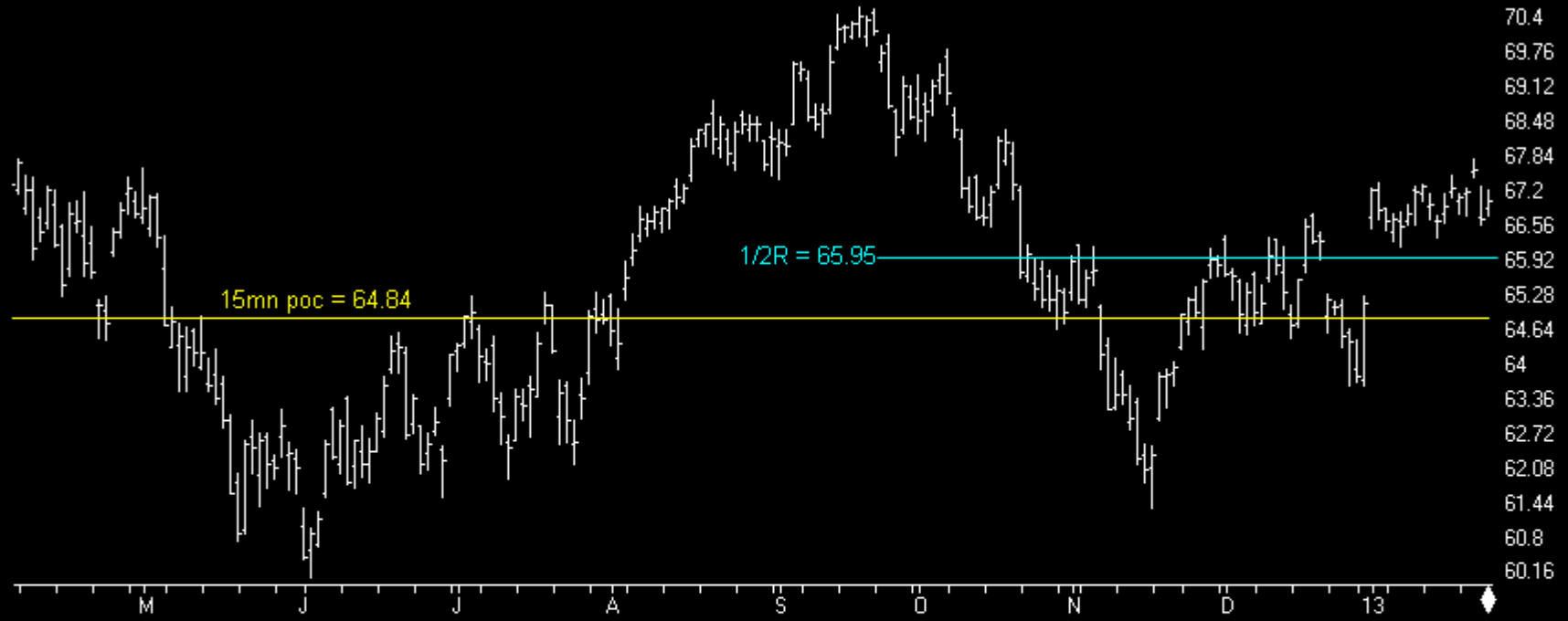


SP500 COT data regular contract commitments of traders data

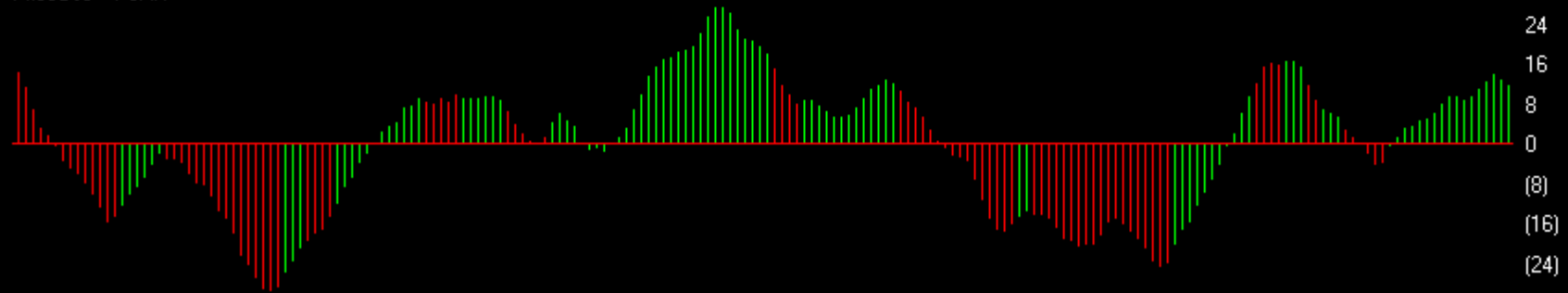
Index ETFs

Charts by AIQ TradingExpert

QQQ N100 ETF (Daily)



PriceOsc + PSAR



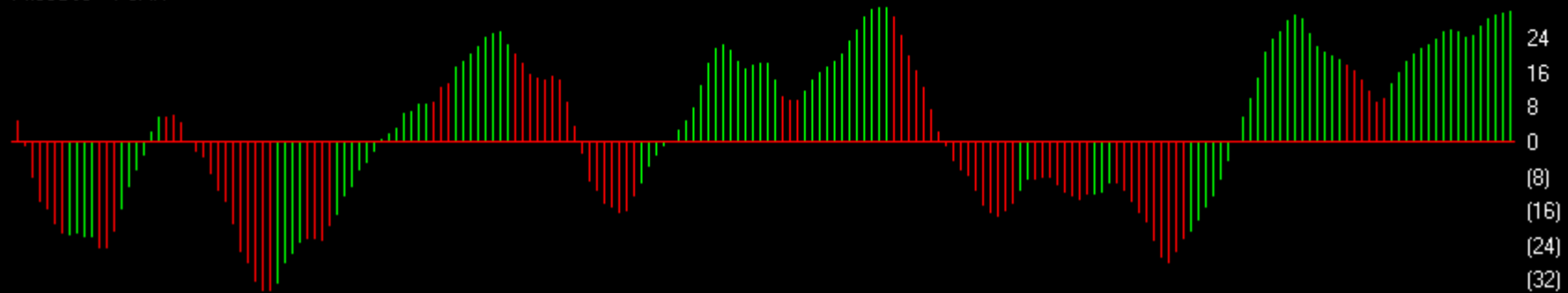
Index ETFs

Charts by AIQ TradingExpert

IWM R2000 ETF (Daily)



PriceOsc + PSAR



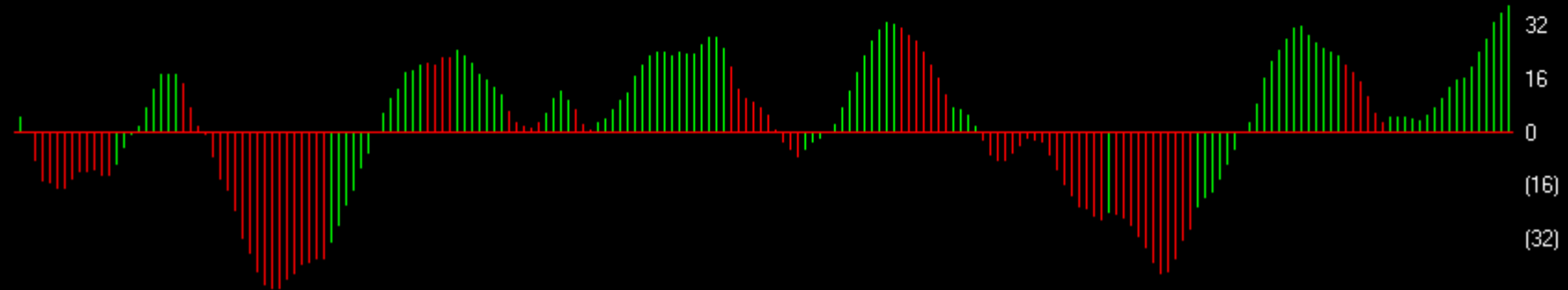
Index ETFs

Charts by AIQ TradingExpert

DIA DOW ETF (Daily)



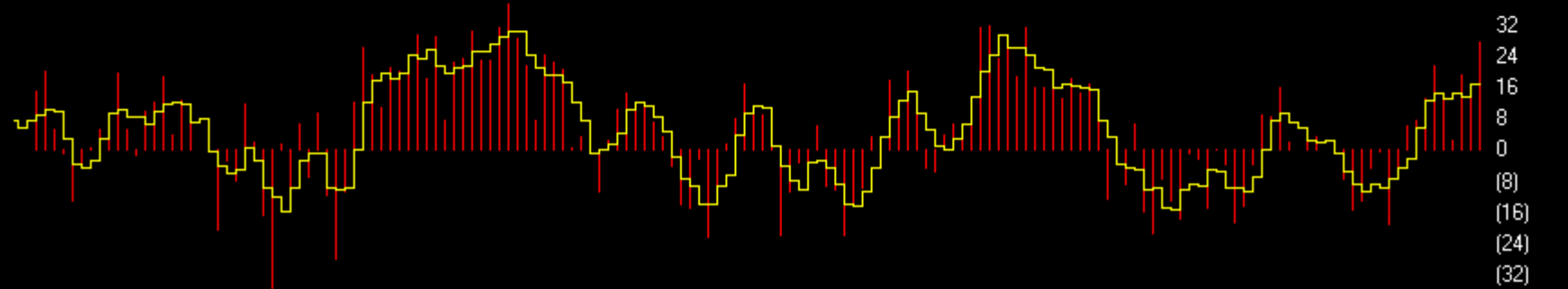
PriceOsc + PSAR



Sentiment

Charts by AIQ TradingExpert

SP500 Index (Weekly) + AAI (public) poll

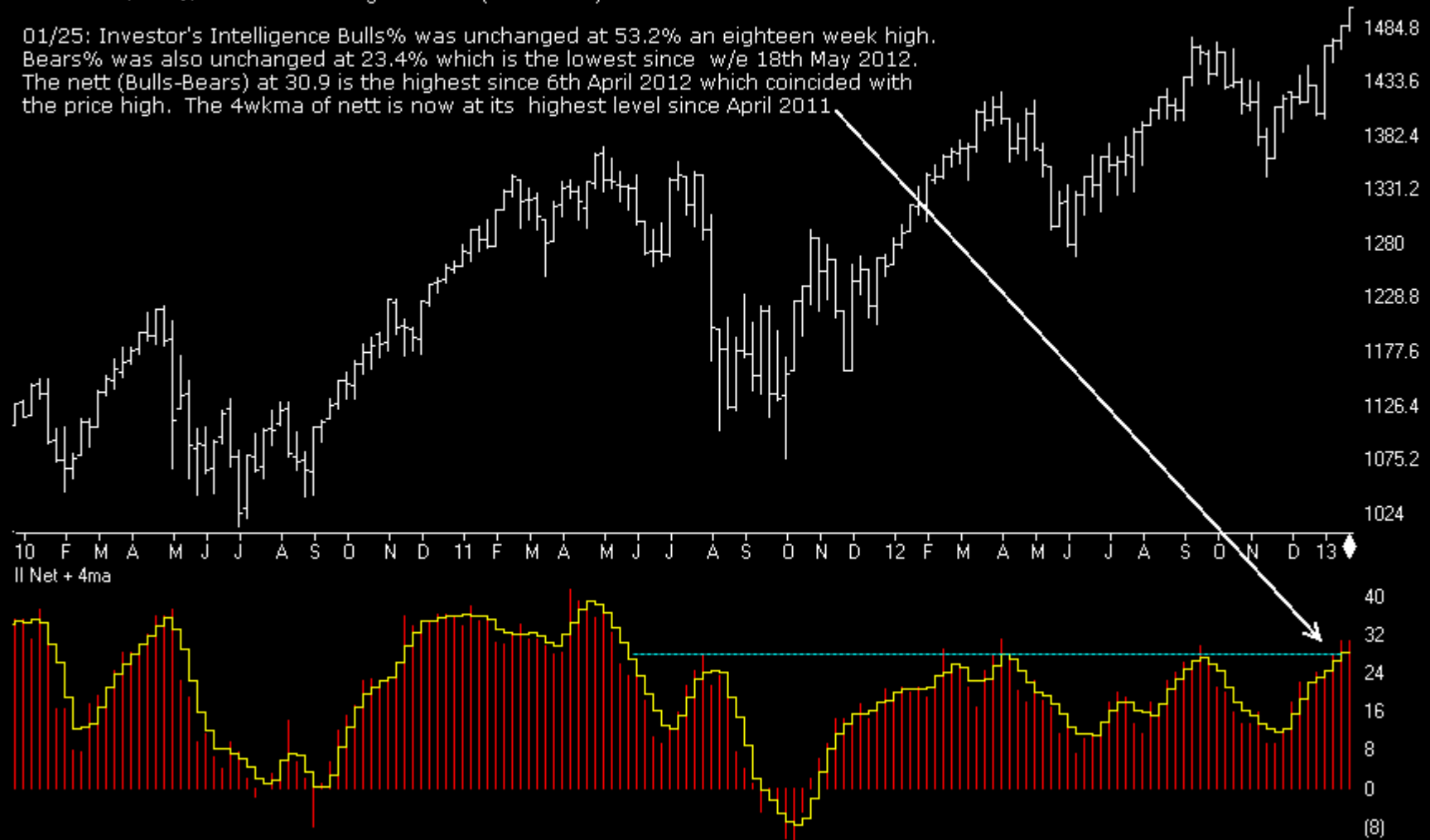


Sentiment

Charts by AIQ TradingExpert

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

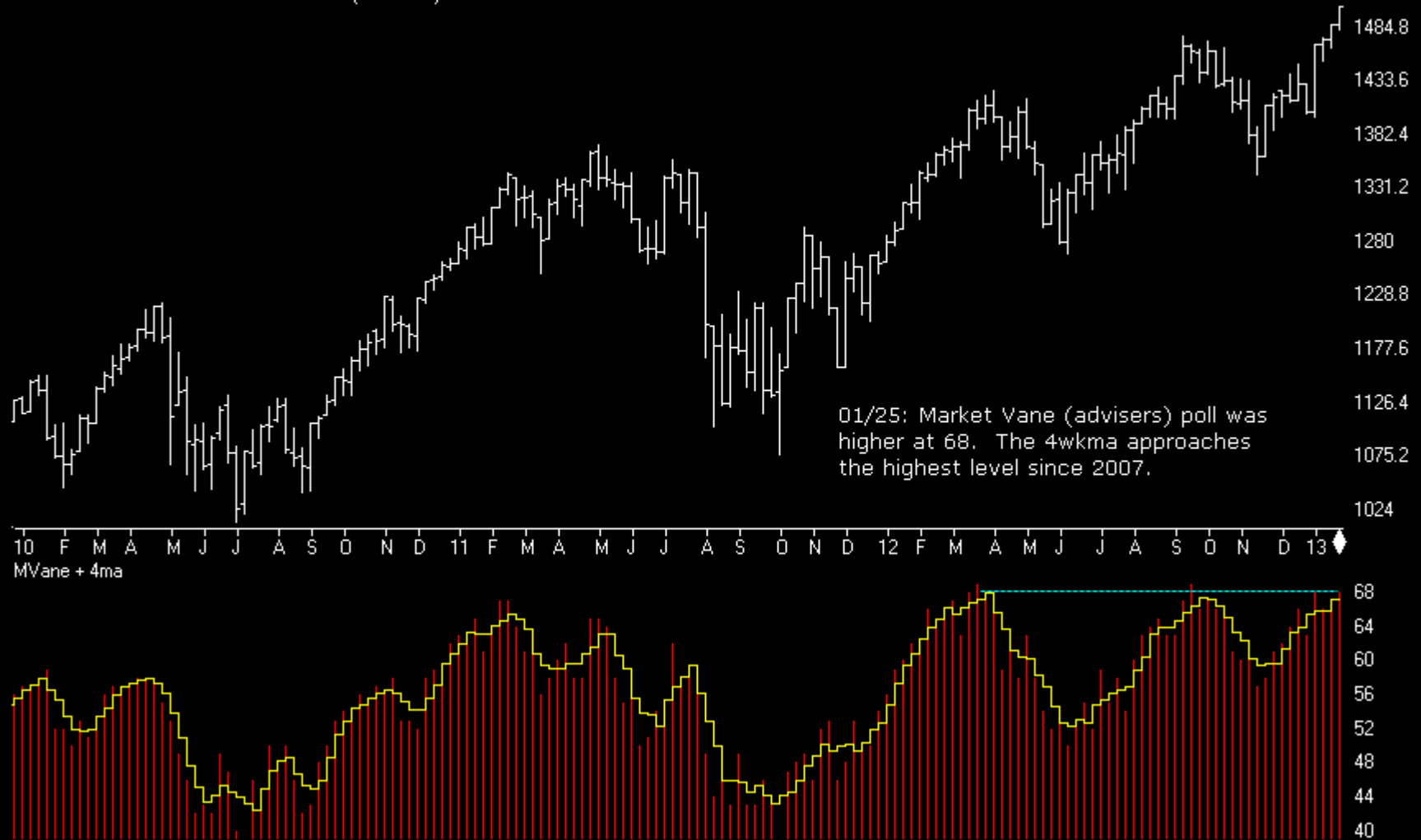
01/25: Investor's Intelligence Bulls% was unchanged at 53.2% an eighteen week high. Bears% was also unchanged at 23.4% which is the lowest since w/e 18th May 2012. The nett (Bulls-Bears) at 30.9 is the highest since 6th April 2012 which coincided with the price high. The 4wkma of nett is now at its highest level since April 2011



Sentiment

Charts by AIQ TradingExpert

SP500 Index (Weekly) + Market Vane (advisers)

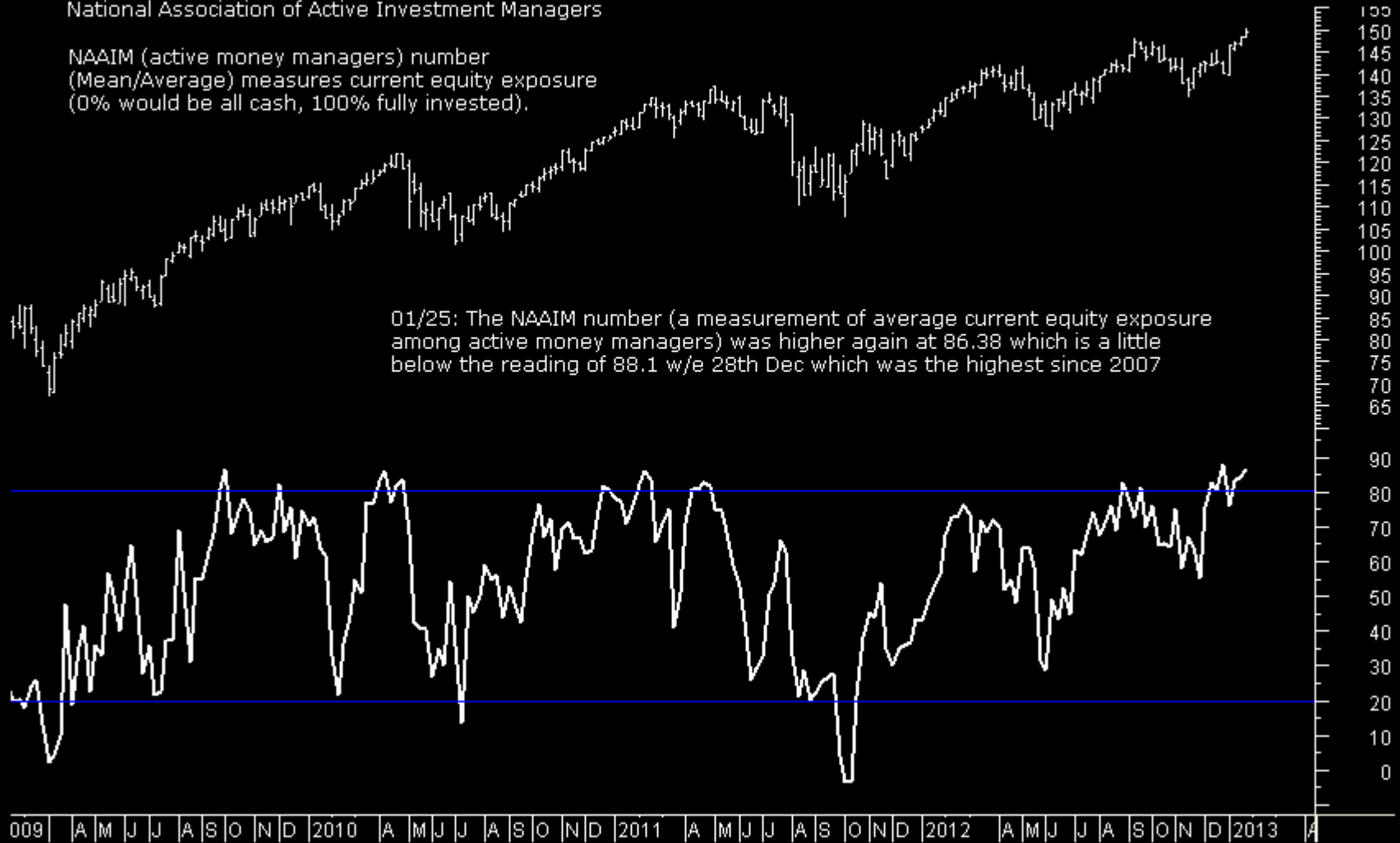


Sentiment

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).



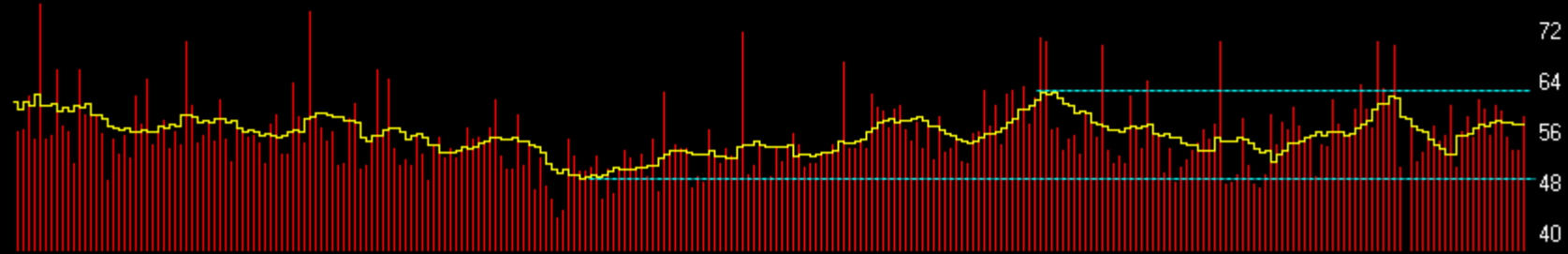
Sentiment

Charts by AIQ TradingExpert

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



OCC call% + 10ma



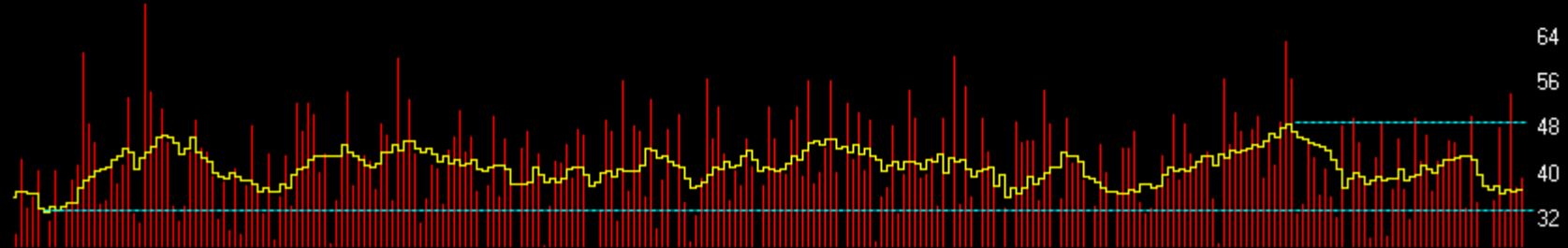
Sentiment

Charts by AIQ TradingExpert

SP500 Index (Daily) + OEX Calls%



OEX Call% + 10ma

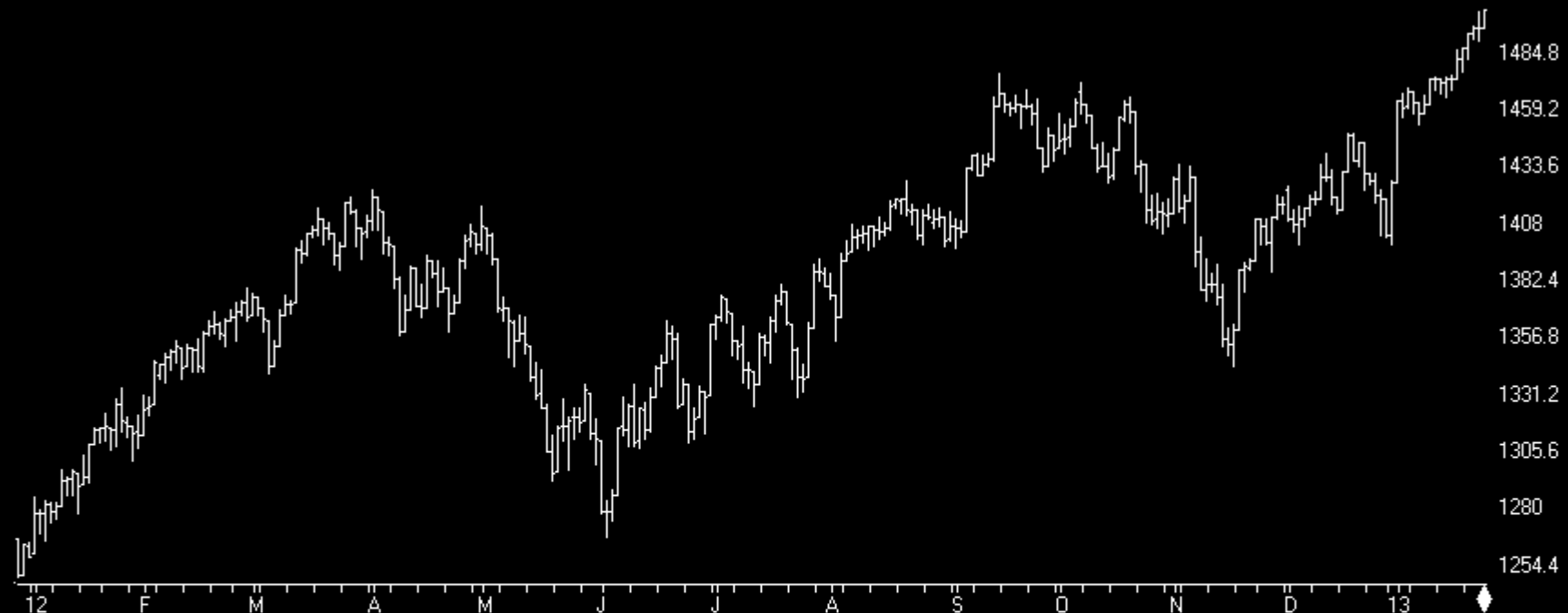


unlike other option ratios, OEX is usually considered a smart-money indicator.

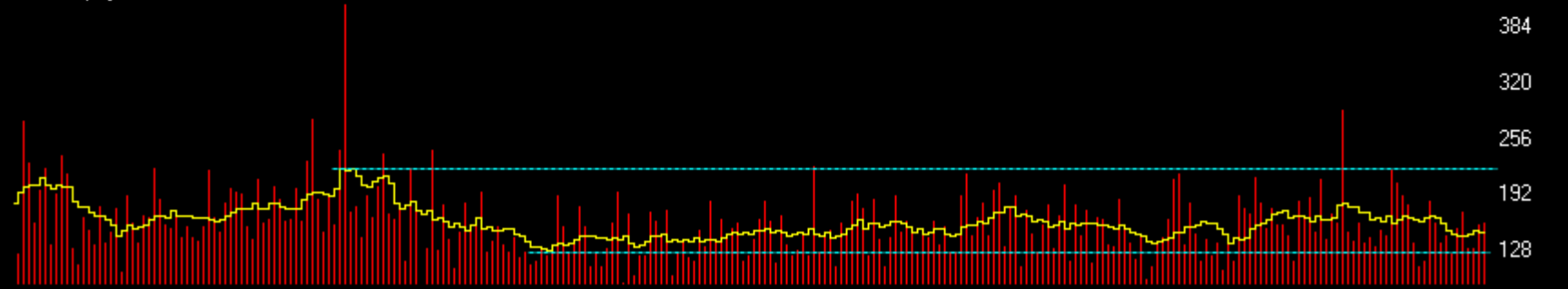
Sentiment

Charts by AIQ TradingExpert

SP500 Index (Daily) + ISEE (equities only)



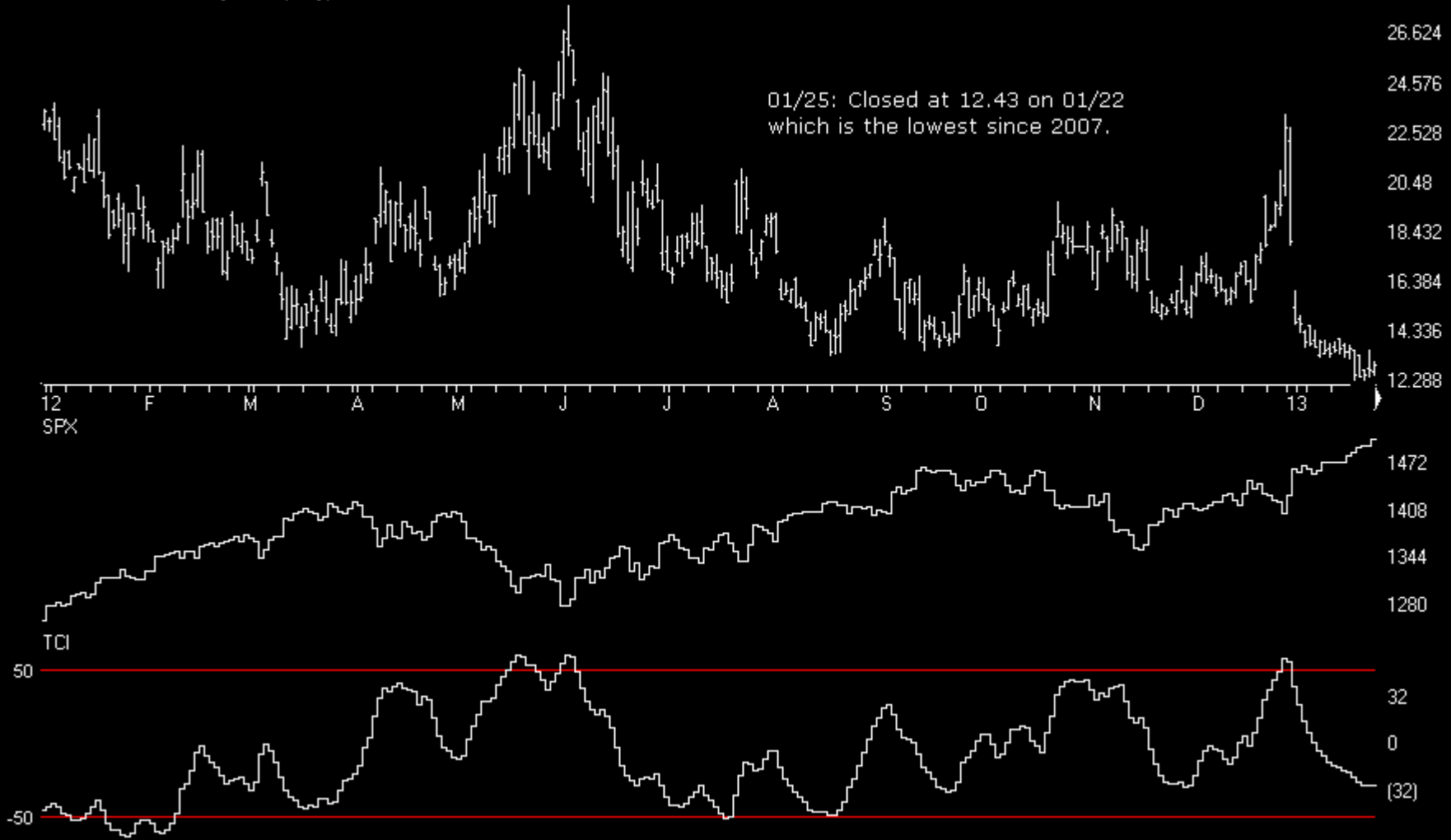
ISEE Equity+10ma



Sentiment

Charts by AIQ TradingExpert

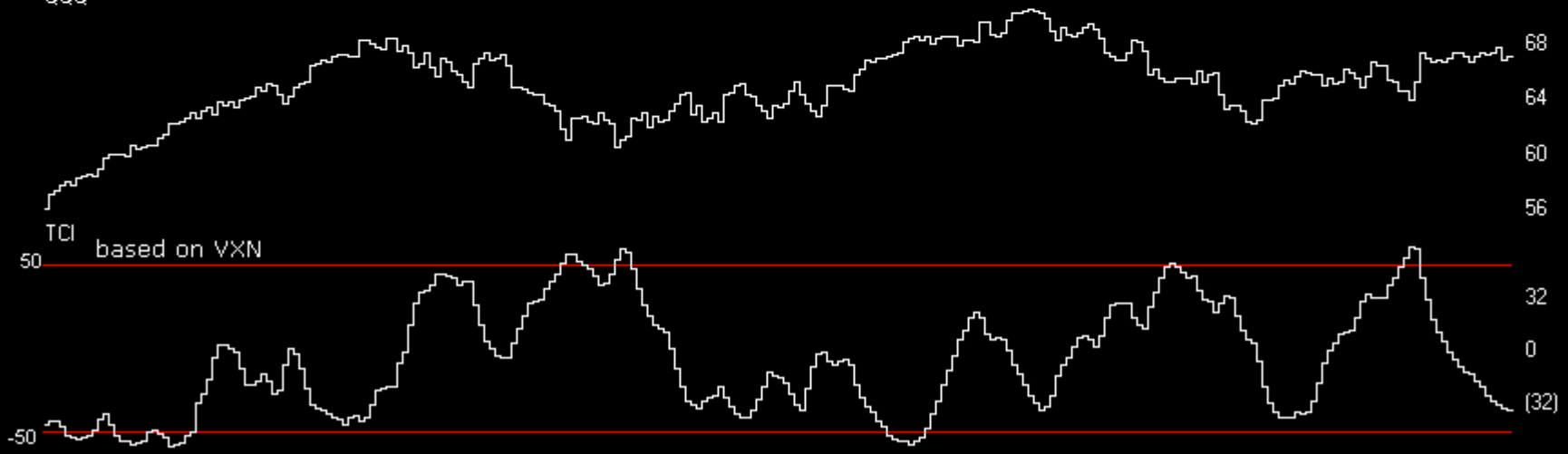
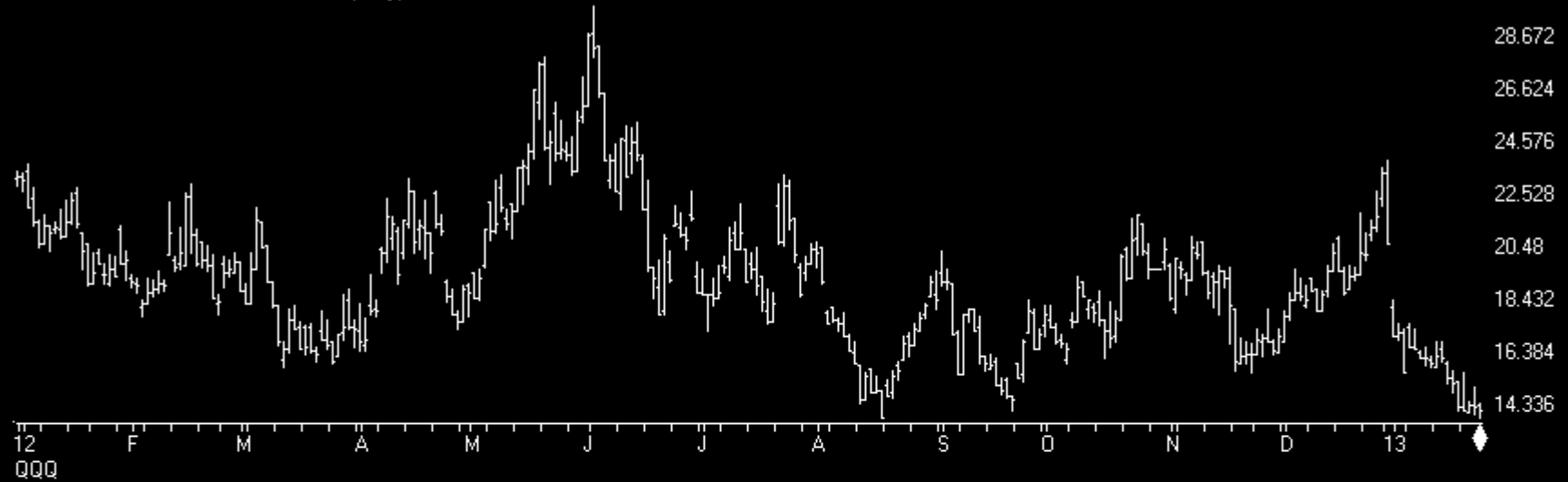
VIX - S&P 500 Volatility Index (Daily)



Sentiment

Charts by AIQ TradingExpert

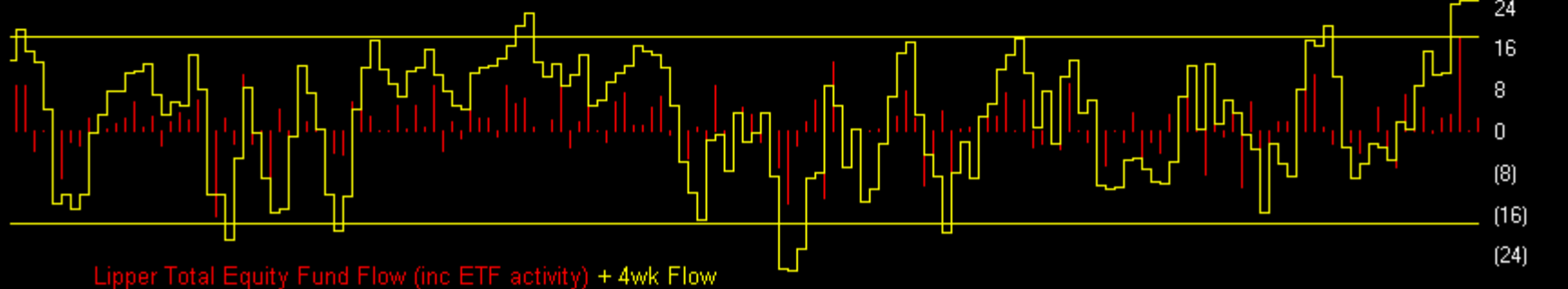
VXN - NASDAQ VOLATILITY INDEX (Daily)



Sentiment

Charts by AIQ TradingExpert

SP500 Index (Weekly)

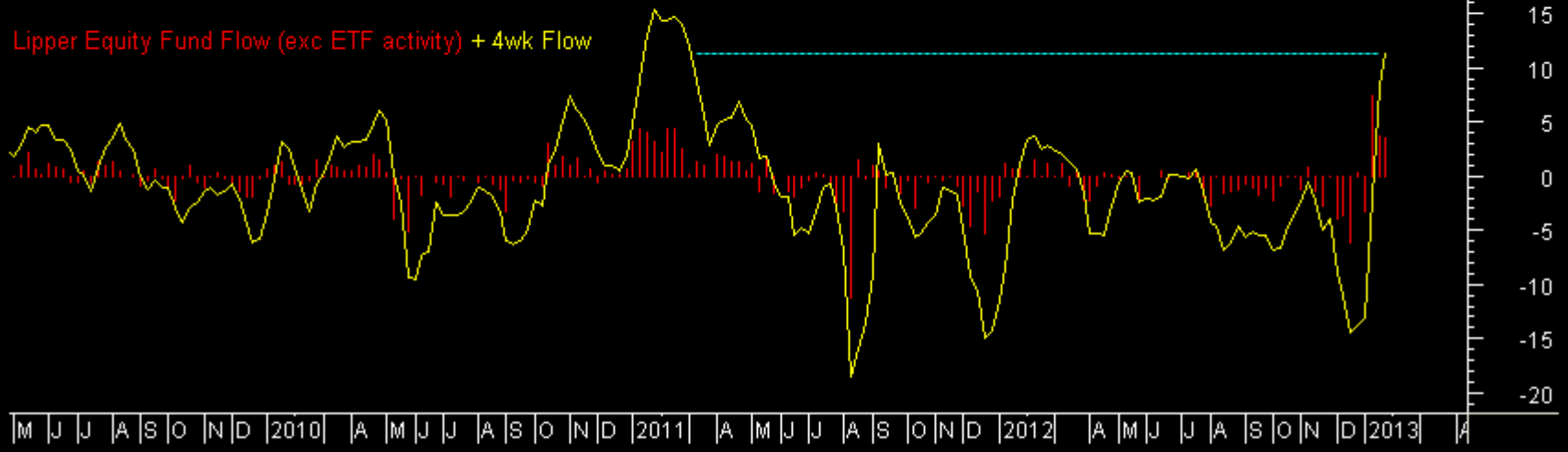


Sentiment

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



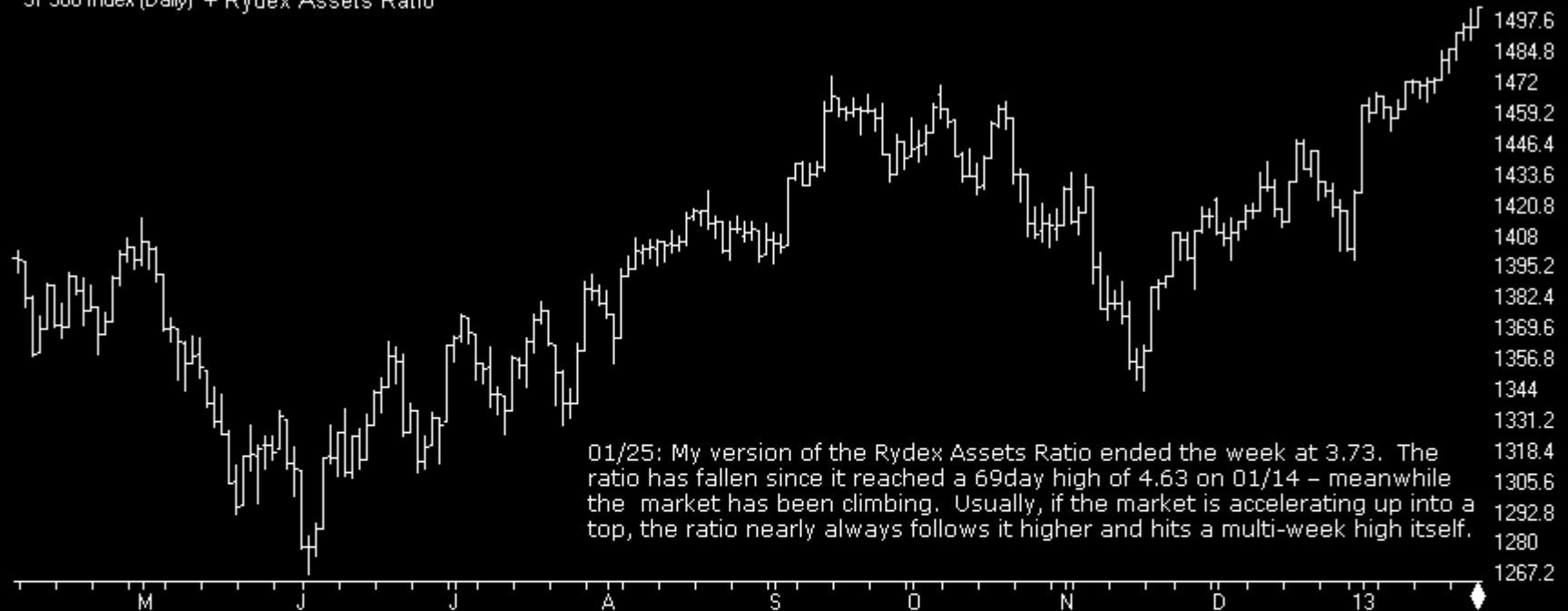
Lipper Equity Fund Flow (exc ETF activity) + 4wk Flow



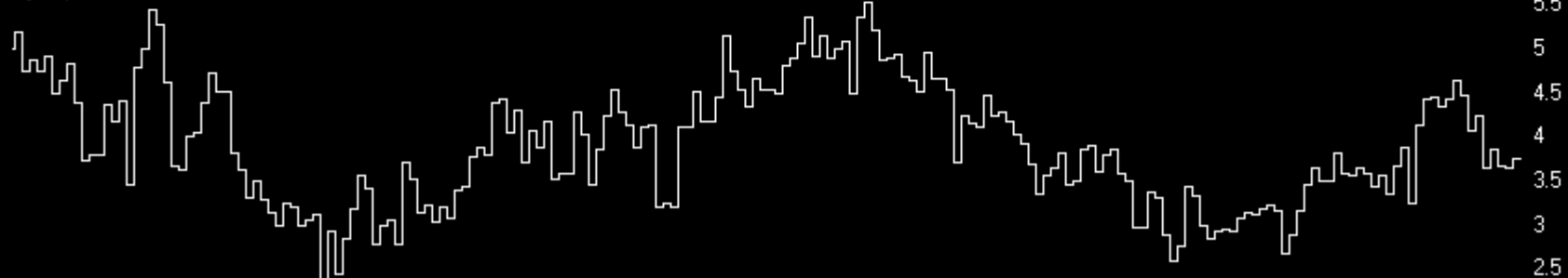
Sentiment

Charts by AIQ TradingExpert

SP500 Index (Daily) + Rydex Assets Ratio



RyMajAssetsRatio



Rydex Assets Ratio (CP version)

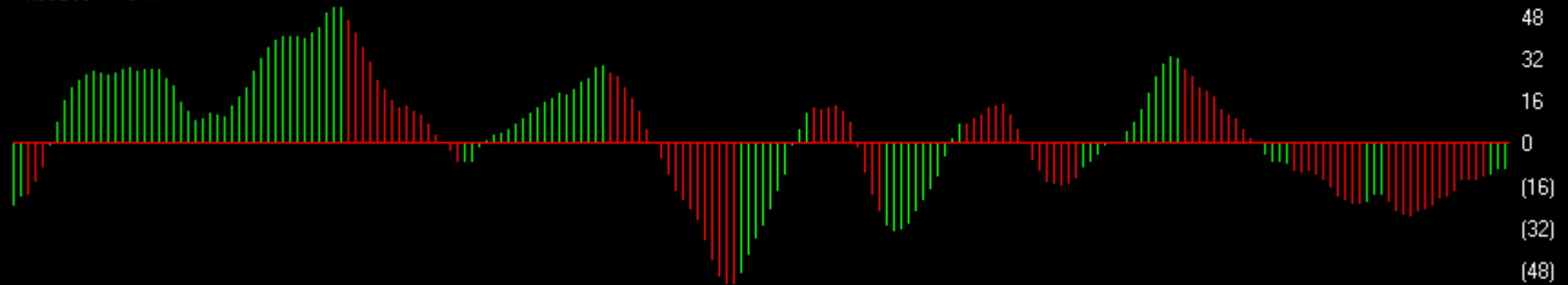
Bonds

Charts by AIQ TradingExpert

Lehman 20+ Year T Bond ETF (Daily)



PriceOsc + PSAR

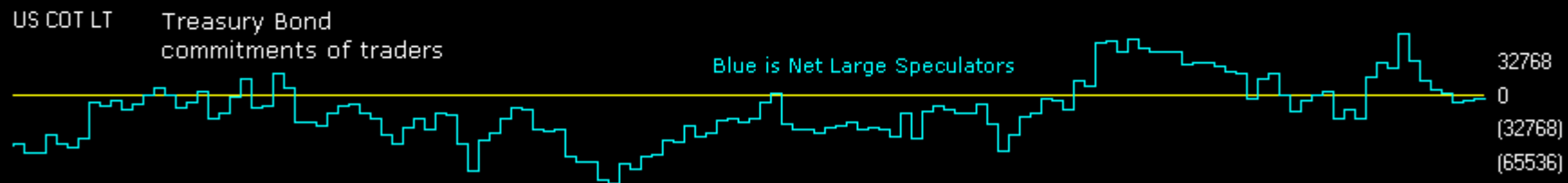
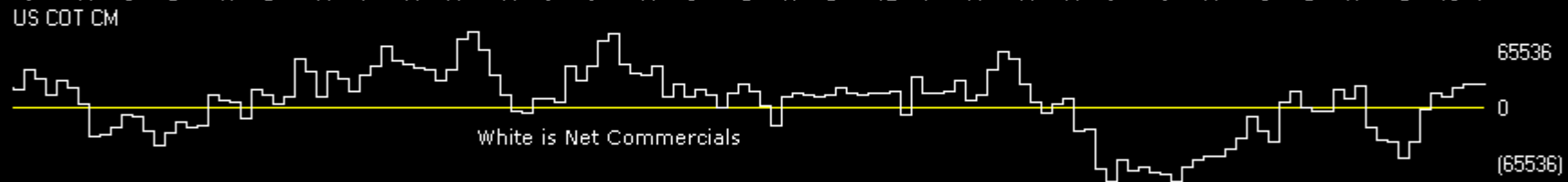


Bonds

Charts by AIQ TradingExpert

T-BONDS	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/22/13	100.0	77.5	0.5	24.1	27.9	54.4	0.0	48.8	100.0
01/15/13	100.0	76.6	0.0	22.6	28.5	59.4	0.0	52.7	100.0

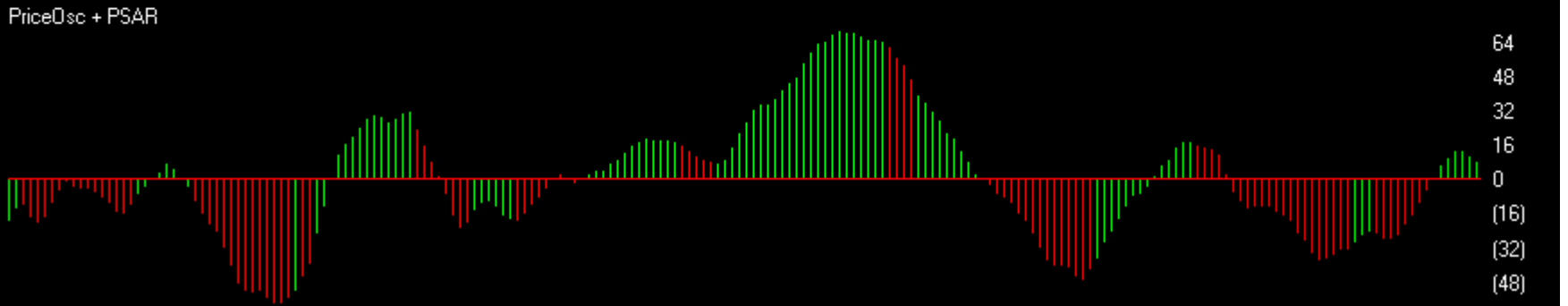
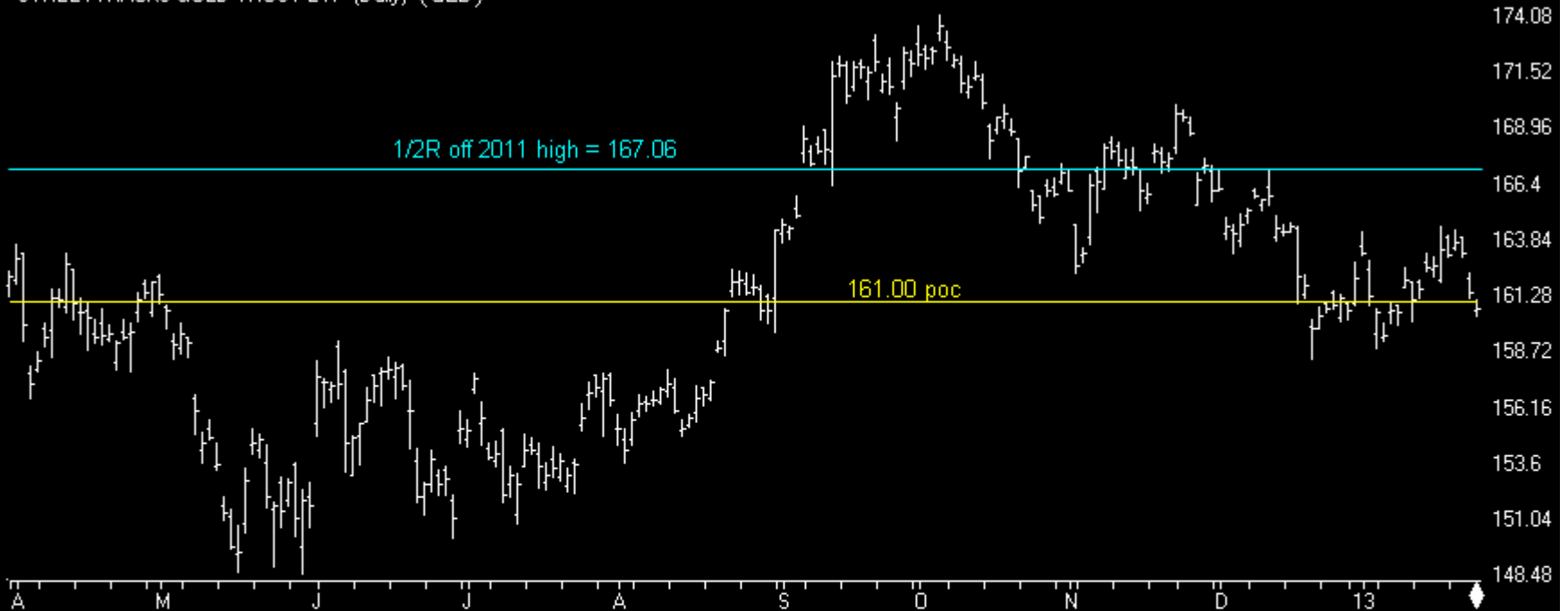
T-Bonds	CM Net	LT Net	ST Net
01/22/13	27761	-4121	-23640
01/15/13	27273	-5373	-21900



Gold

Charts by AIQ TradingExpert

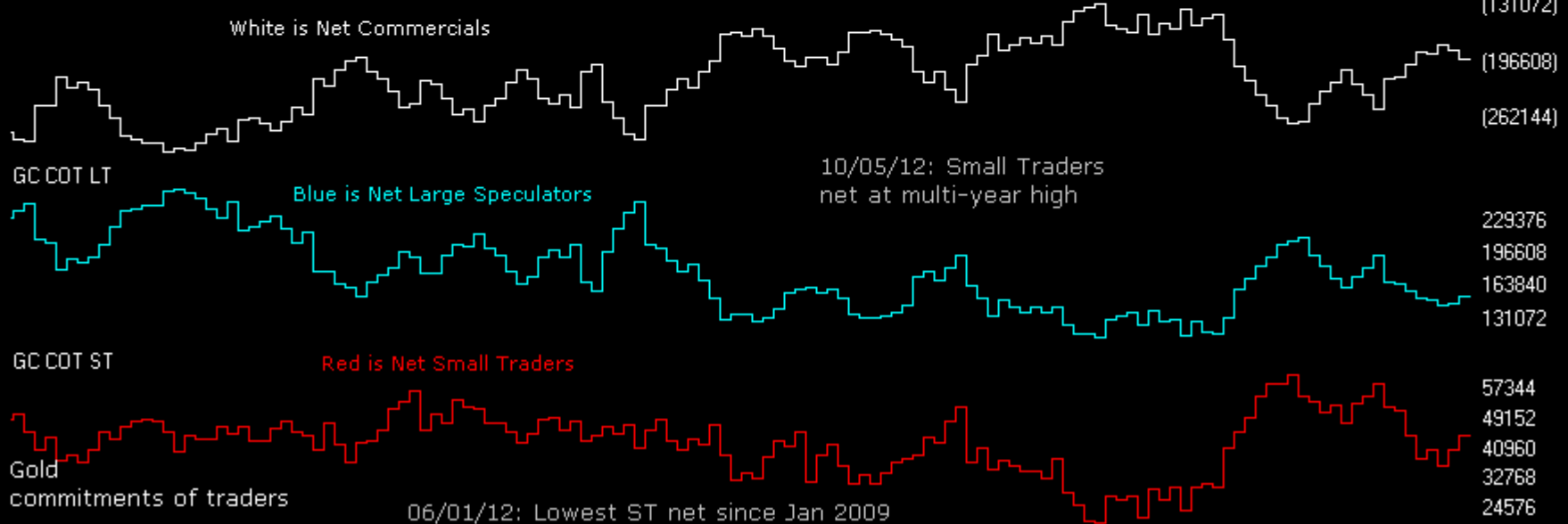
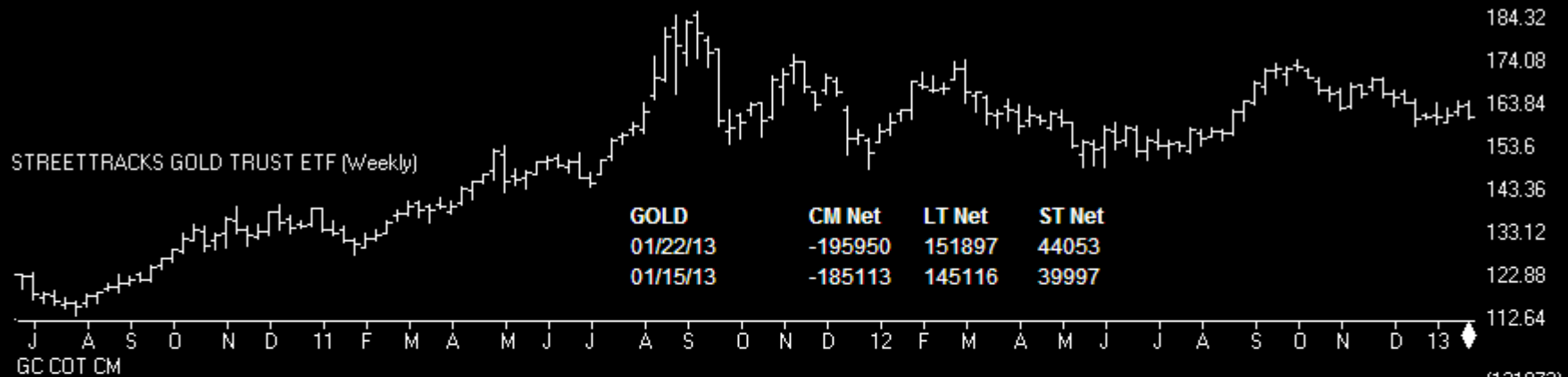
STREETTRACKS GOLD TRUST ETF (Daily) (GLD)



Gold

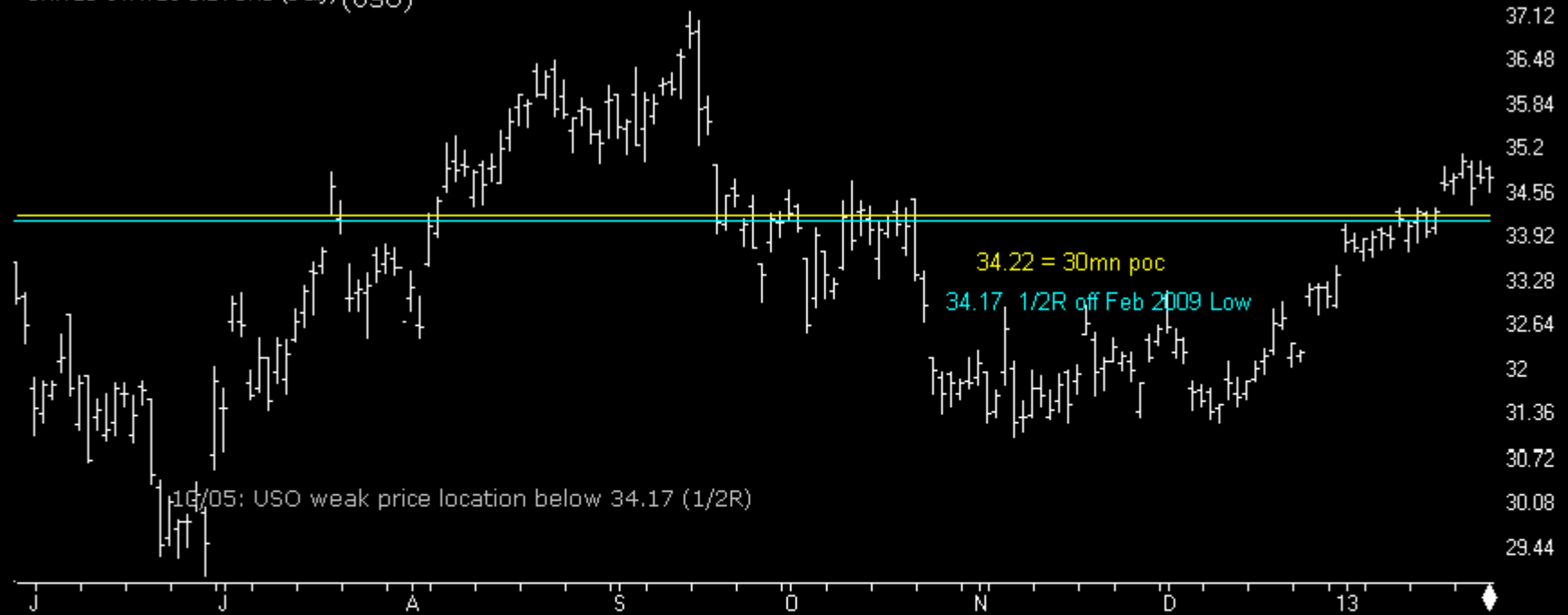
Charts by AIQ TradingExpert

GOLD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/22/13	58.5	52.8	7.8	39	9.0	55.1	46	25.8	45
01/15/13	63.3	61.6	33.8	32.5	30.9	69.9	44.4	36.9	48.4

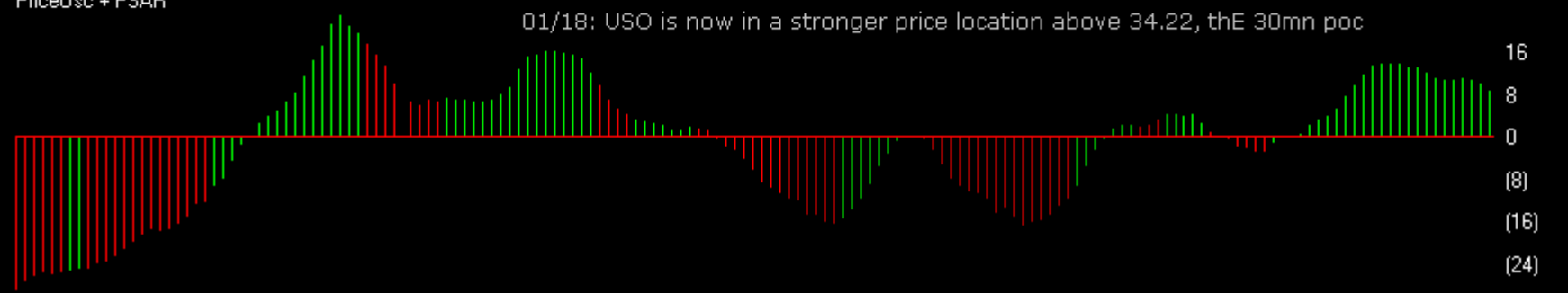




UNITED STATES OIL FUND (Daily) (USO)



PriceDisc + PSAR

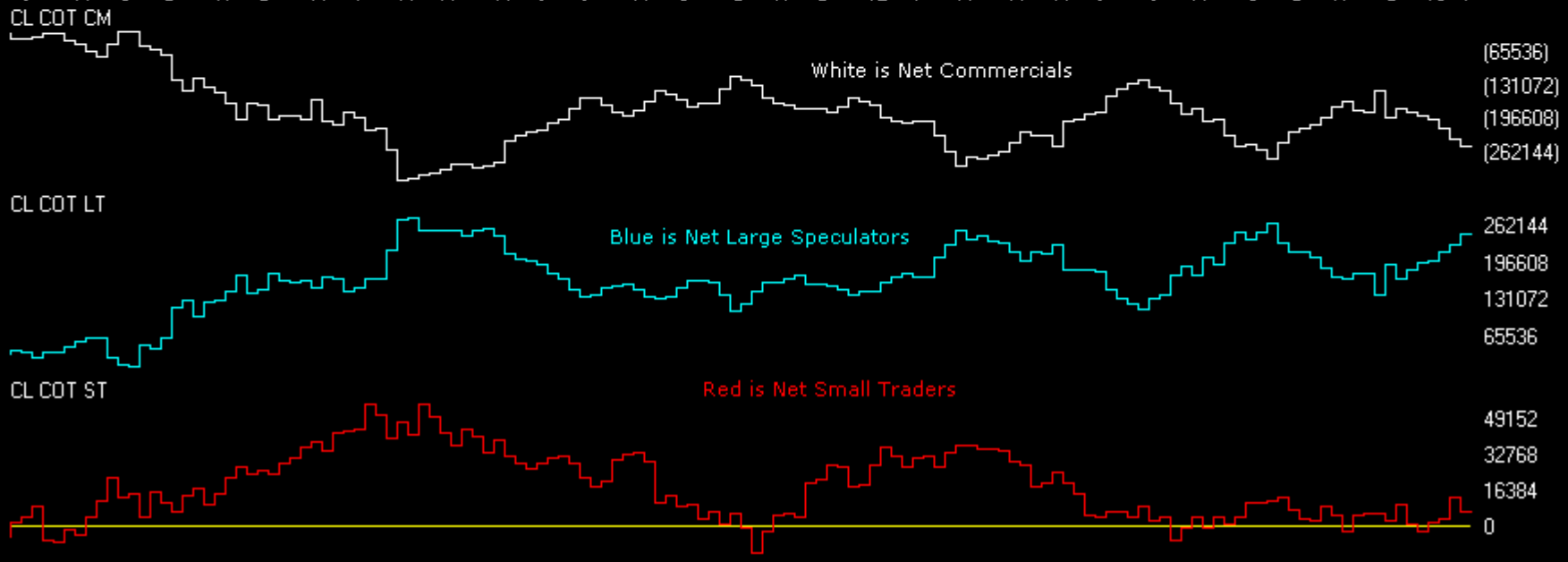


Oil

Charts by AIQ TradingExpert

CRUDE OIL	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/22/13	19.3	0.0	22.6	83.8	82.9	0.8	55.0	80.7	99.8
01/15/13	28.8	0.0	33.5	68.9	55.6	9.4	96.4	91.9	70.5

CRUDE OIL	CM Net	LT Net	ST Net
01/22/13	-252409	246103	6306
01/15/13	-239616	226751	12865



Dollar

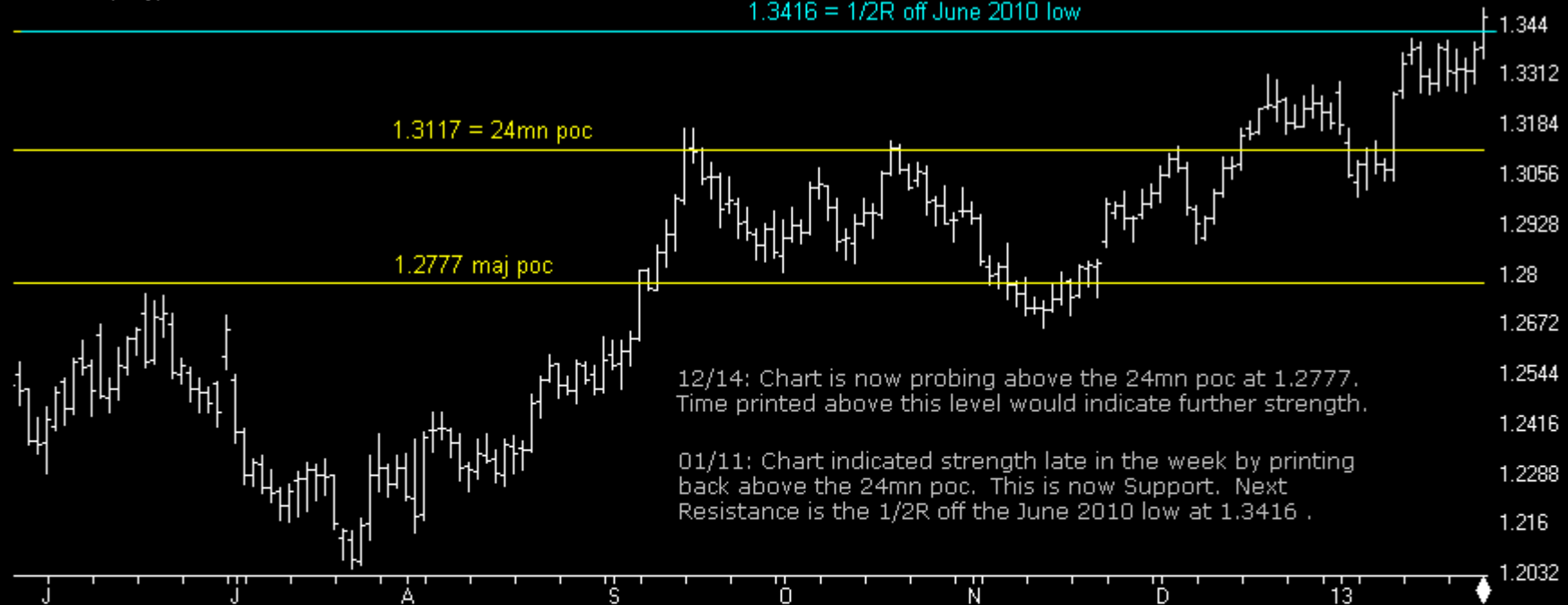
Charts by AIQ TradingExpert

EURUSD (Daily)

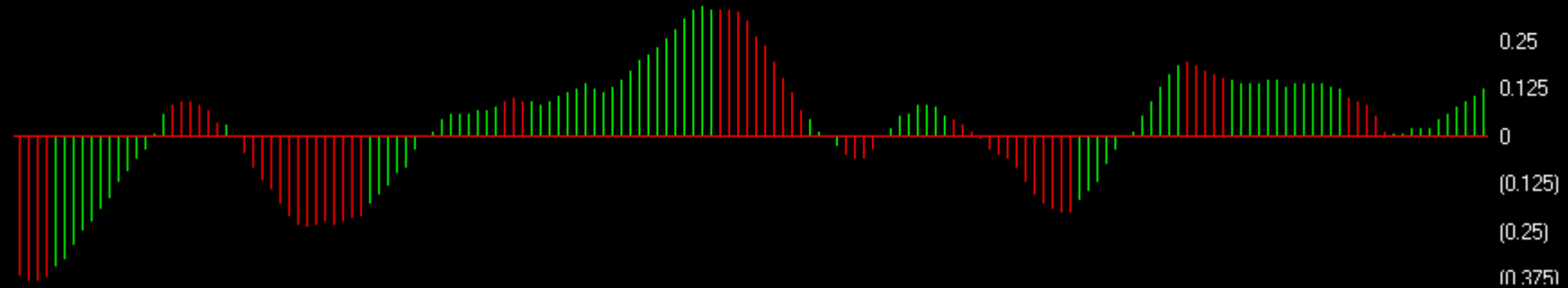
1.3416 = 1/2R off June 2010 low

1.3117 = 24mn poc

1.2777 maj poc



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
01/22/13	0.0	0.0	100.0	100.0	97.5	0.0	96.4	91.8	42.3
01/15/13	0.0	0.0	100.0	100.0	94.4	0.4	100.0	100.0	49.4

EURUSD	CM Net	LT Net	ST Net
01/22/13	-27648	21381	6267
01/15/13	-15065	7315	7750



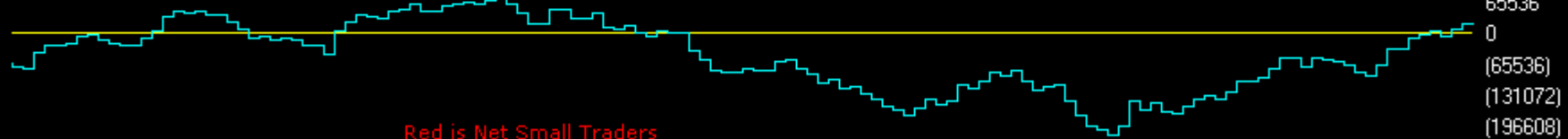
EC COT CM NET

White is Net Commercials



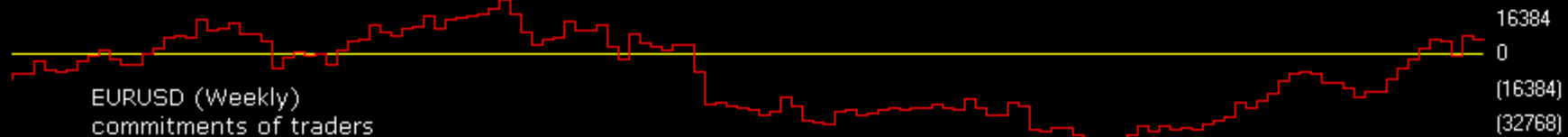
EC COT LT NET

Blue is Net Large Speculators



EC COT ST

Red is Net Small Traders



EURUSD (Weekly)
commitments of traders

Dollar

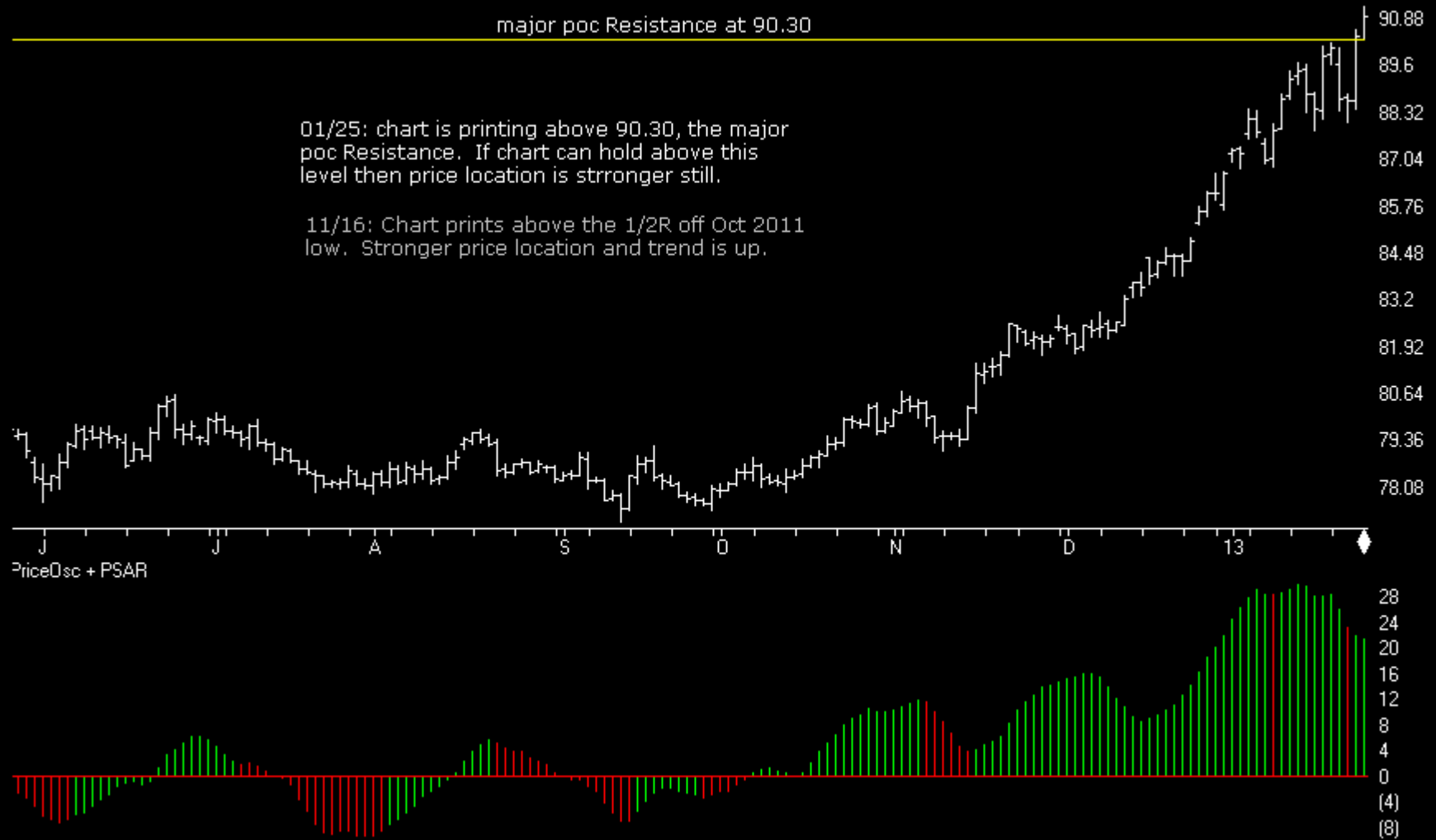
Charts by AIQ TradingExpert

USDJPY (Daily)

major poc Resistance at 90.30

01/25: chart is printing above 90.30, the major poc Resistance. If chart can hold above this level then price location is stronger still.

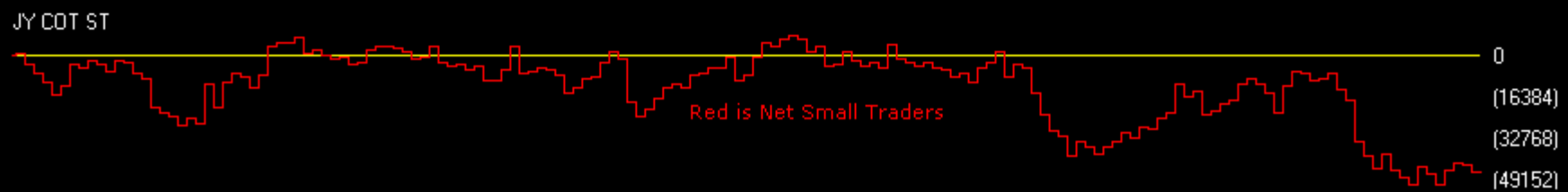
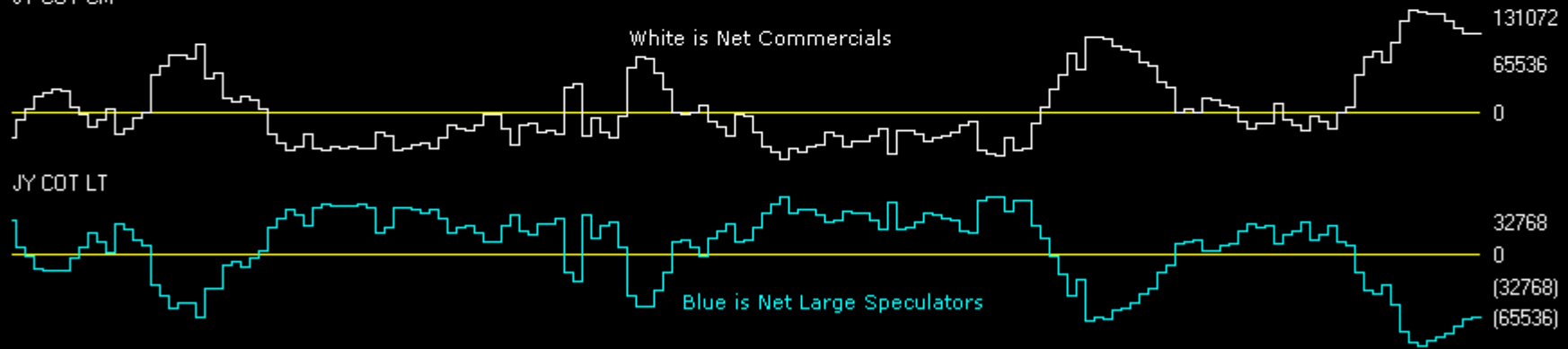
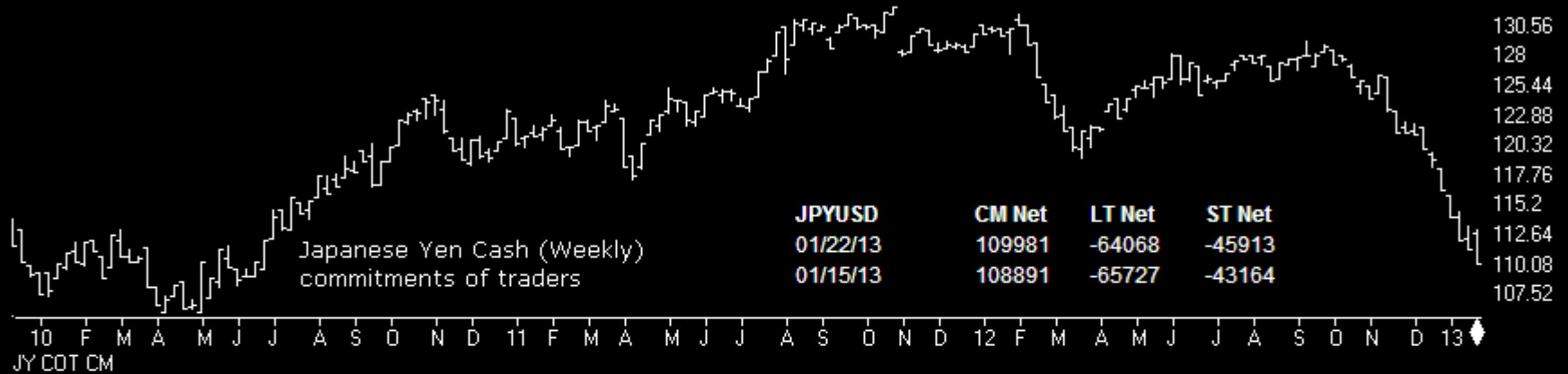
11/16: Chart prints above the 1/2R off Oct 2011 low. Stronger price location and trend is up.



Dollar

Charts by AIQ TradingExpert

JPYUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/22/13	81.2	67.6	13.2	23.9	45.3	83.7	11.6	17.1	73.3
01/15/13	80.6	67.6	11.2	22.5	43.2	86.2	17.8	24.4	74.6



Dollar

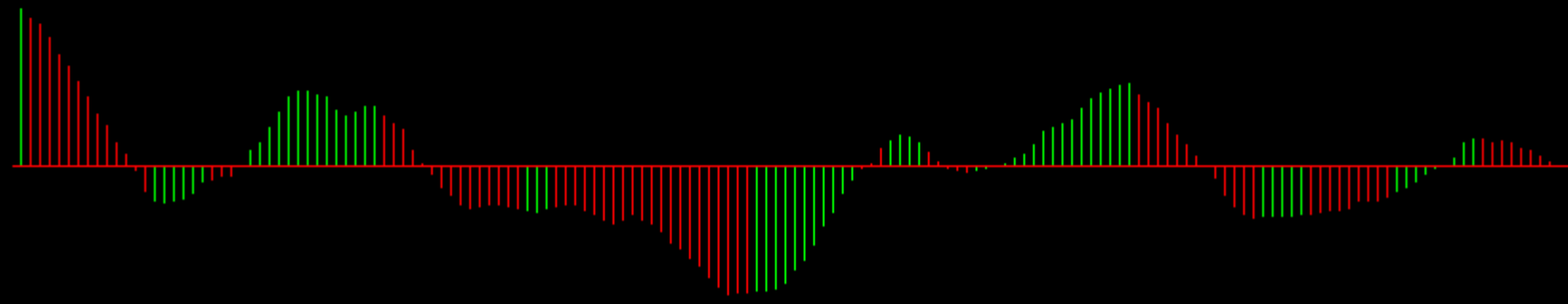
Charts by AIQ TradingExpert

US DOLLAR INDEX (Daily)



- 83.84
- 83.52
- 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



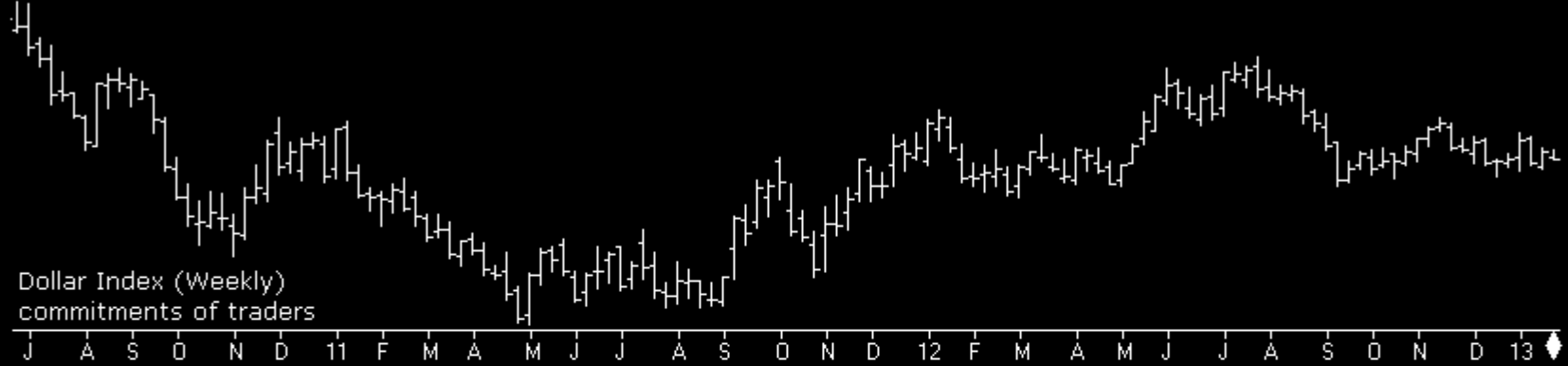
- 16
- 12
- 8
- 4
- 0
- (4)
- (8)
- (12)
- (16)

Dollar

Charts by AIQ TradingExpert



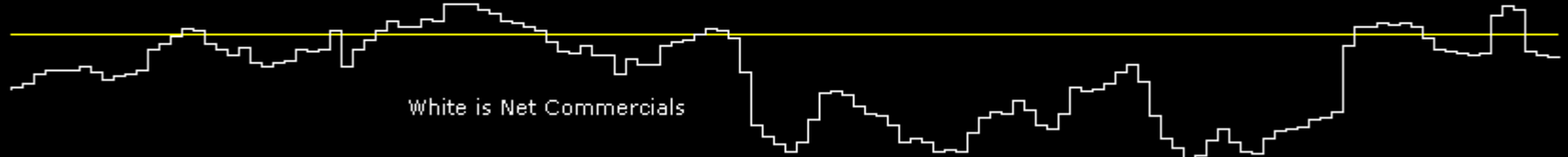
US DOLLAR INDEX (Weekly)



85.76
84.48
83.2
81.92
80.64
79.36
78.08
76.8
75.52
74.24
72.96

Dollar Index (Weekly)
commitments of traders

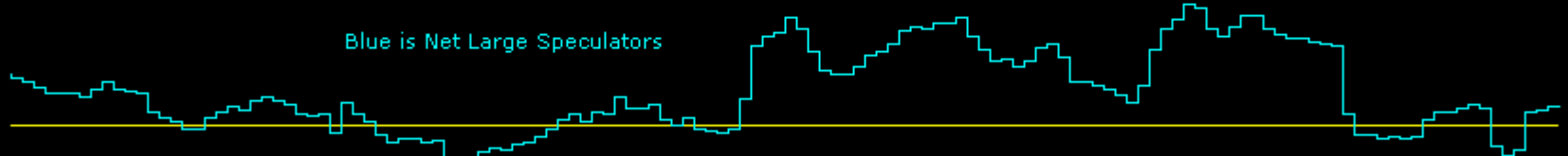
DX COT CM



White is Net Commercials

0
(16384)
(32768)
(49152)

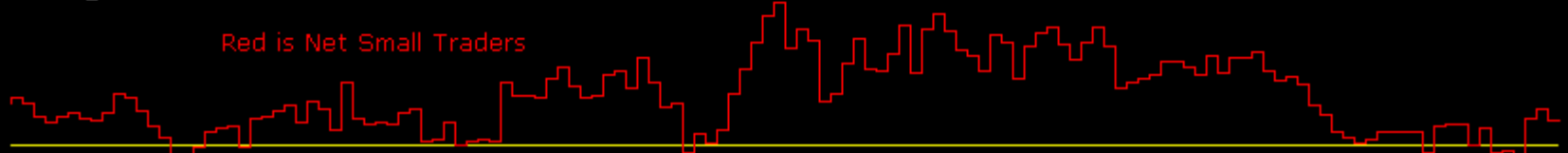
DX COT LT NET



Blue is Net Large Speculators

49152
32768
16384
0

DX COT_ST



Red is Net Small Traders

8192
6144
4096
2048
0

<http://www.chartprofitwebcast.com>