

Charts to Friday 1st February

AIQ's *Chart Profit* eBook

*Market Charts, Major ETFs*

*Market Sentiment Analysis*



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## 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.

A number of Sentiment Indicators are at, or close to a Bullish extreme in Sentiment (see charts) which is a concern and the market is very overbought. But both the LT and ST analysis stay positive. First sign of weakness would be "Effective" Selling marked in the ES analysis and that hasn't happened since mid December.

\*\*\*\*\* PRICE PERFORMANCE / LOCATION

Key Charts:

QQQ: The 15mn poc migrated to 66.80. This is useful as it gives us a reference level close to current price  
Watch TLT relative to 117.15 and SLV relative to 31.25.

Bonds TLT: Closed the week below the major poc Support at 117.15. Time below this level is weak price location. Pre-open today it prints up a little higher but still below that poc. This is a positive for equities but that could change quickly.

Commodities: Oil USO is overbought technically but printing above the 1/2R and poc Resistance around 34.17. Price holding above this level indicates further strength. Pre-open Gold GLD is printing just above the 161.0 major poc. Silver SLV is a Key Chart. It has again rallied to 31.25, its major poc, but has not exceeded it.

Dollar Index: Up from Friday's weak Close but still printing below 79.80, the 2yr poc. This is a positive for equities but that could change quickly.

EURUSD: Chart has cleared the Resistance at 1.3416 (1/2R off 2010 low).

ES analysis:

Last week the Sellers were more active than the Buyers and yet ES still managed to Close higher than Mon-Wed Range High which is another positive Weekly Structure (last week's Ineffective Selling was quickly negated) .

\*\*\*\*\* BREADTH

Chartprofit Market Timing System stayed positive for all Major Market Charts. %Stocks>50dyma numbers: Nyse 90% and Nasdaq 82%. UK 89%. Numbers >50 are supportive. Numbers>80 usually considered overbought.

\*\*\*\*\* SENTIMENT

Consensus Polls:

02/01: AAI (public poll) reported Bulls% lower at 48%, from last week's 52.3% which the highest since January 2011. Bears% was unchanged at 24.3%. The nett (Bulls-Bears) at 23.7 is down from last week's 28 which was the highest since February last year. However the 4wkma of nett at 21.95 is at its highest since February last year.

02/01: Investor's Intelligence Bulls% was higher at 54.3%, the highest since February last year. Bears% was unchanged at 22.3% which is the lowest since w/e 18th May 2012. The nett (Bulls-Bears) at 32 is the highest since 13th May 2011. The 4wkma of nett at 30.37 is the highest since April 2011.

02/01: Market Vane (advisers) poll. The 4wkma reached

67.25. There is only one reading higher than this since 2007 which was w/e 6th April 2012.

02/01: The NAAIM number (a measurement of average current equity exposure among active money managers) came in at 104.25 which is the highest it has been. A number above 100 represent an average position which is leveraged.

Mutual Fund Flow:

02/01: My version of the Rydex Assets Ratio ended the week at 4.51. at 4.62. Last Wednesday's 4.81 was the highest reading since 28th September. The highest reading in my database at 5.64 was in early April 2012.

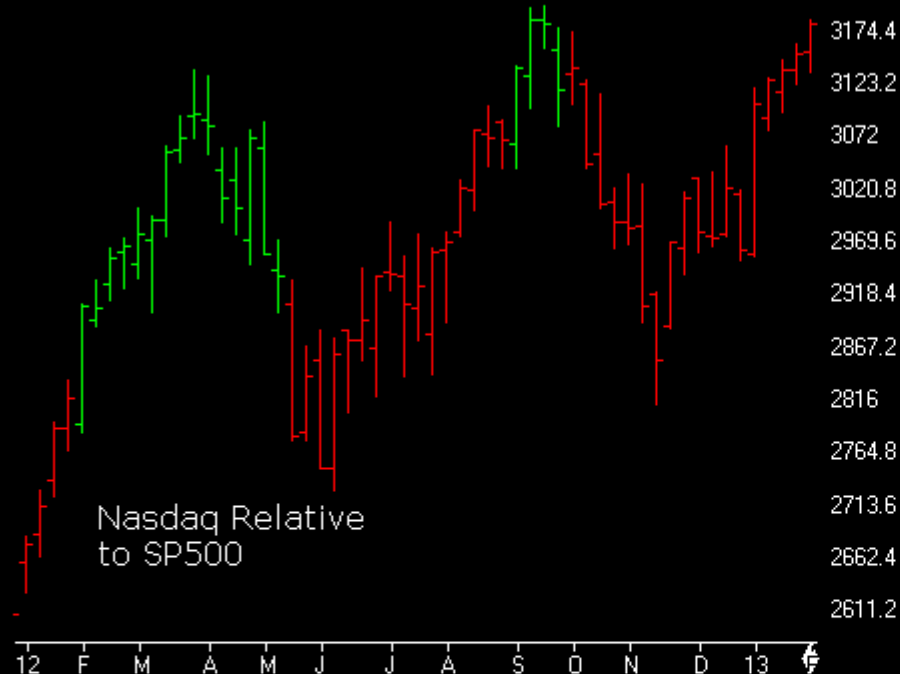
02/01: lipperusfundflows reported Equity Fund inflows of \$12.7 Billion in the week to 30th January. This lifts the 4wk flow to the highest level in my database.

02/01: lipperusfundflows ex ETFs reported Equity Fund inflows of \$5.8 Billion in the week to 30th January. The 4wk flow is the highest in my database.

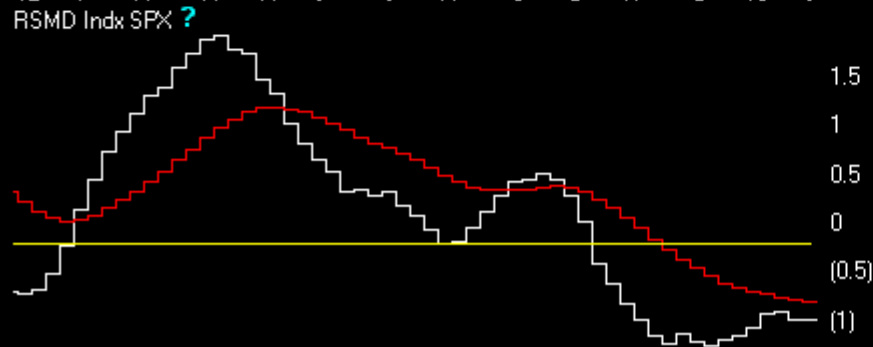
Volatility: VIX

02/01: 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 02/01

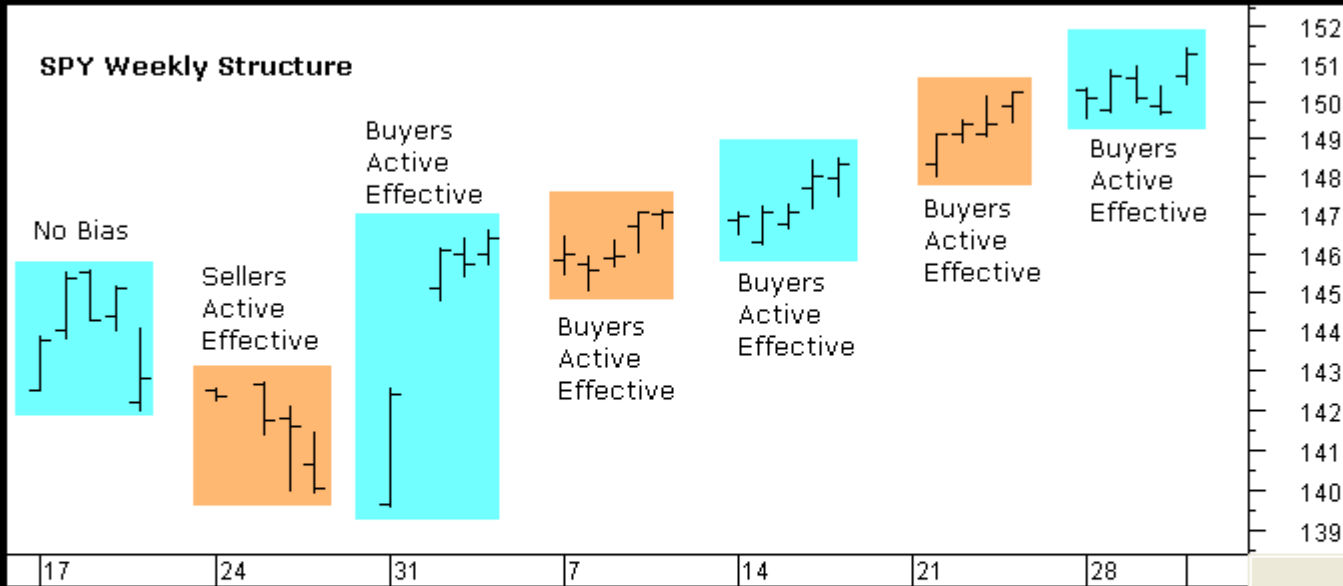
	-5	-4	-3	-2	-1	↓
NYSE	53	87	88	91	92	90
NasDaq	53	81	80	81	80	82
SP500	54	89	87	91	93	91
ND100	59	84	79	85	89	88
R2000	60	87	84	85	84	85
UK	77	87	87	87	92	89

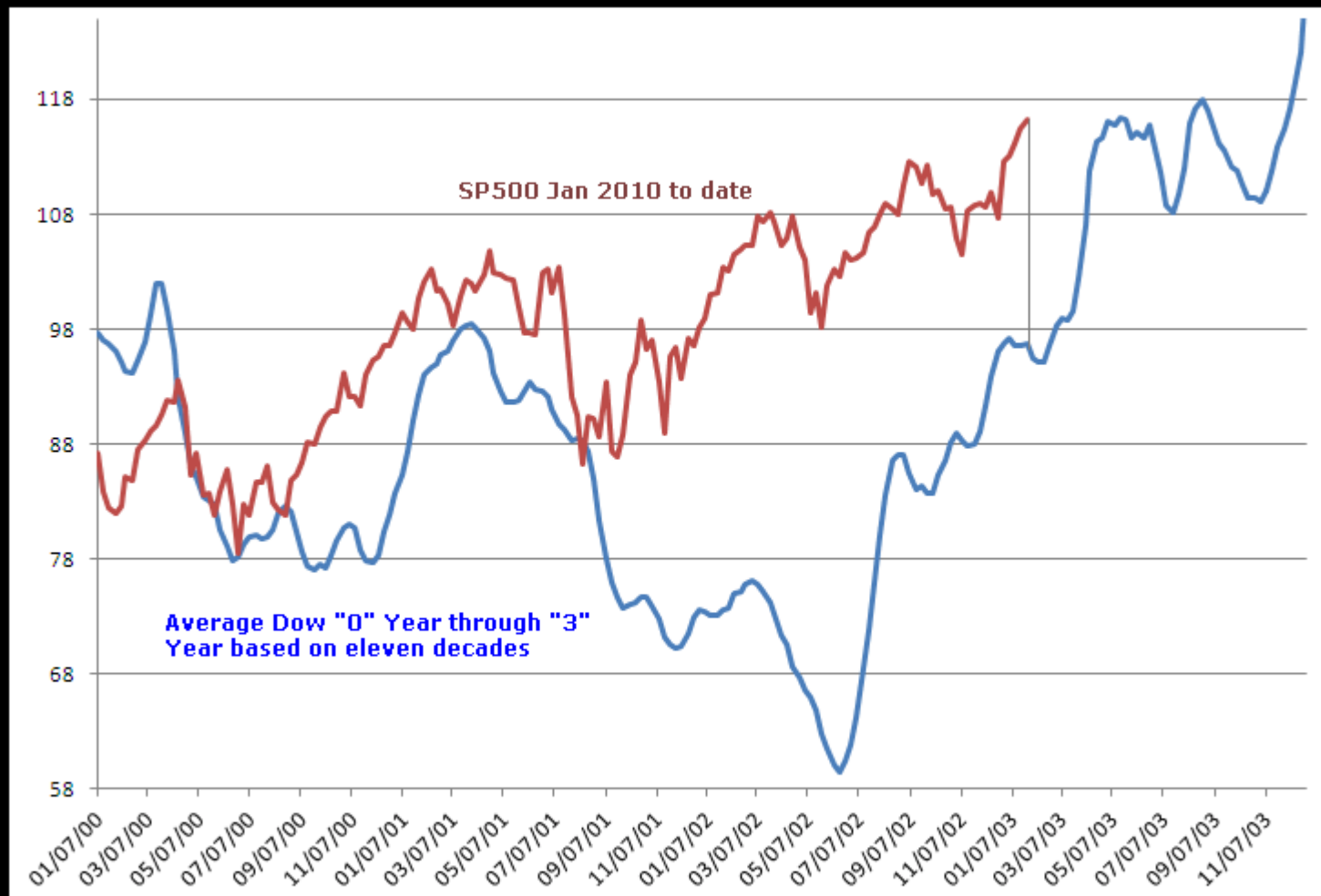
number = % stocks >50day ma

Relative to SPX wk ending 02/01

	-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
	<b>CM Net</b>	<b>CM Net</b>	<b>CM Net</b>	<b>CM Net</b>	<b>CM Net</b>	<b>CM Net</b>	<b>CM Net</b>	<b>CM Net</b>
	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
	<b>LT Net</b>	<b>LT Net</b>	<b>LT Net</b>	<b>LT Net</b>	<b>LT Net</b>	<b>LT Net</b>	<b>LT Net</b>	<b>LT Net</b>
	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
	<b>ST Net</b>	<b>ST Net</b>	<b>ST Net</b>	<b>ST Net</b>	<b>ST Net</b>	<b>ST Net</b>	<b>ST Net</b>	<b>ST Net</b>
	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
01/29/13	21.3	81.5	2.1	100.0	76.0	89.3	0.0	58.2
01/22/13	0.0	58.5	19.3	100.0	47.6	81.2	0.0	61.2
01/29/13	63.3	88.5	0.0	100.0	61.5	68.2	0.0	26.2
01/22/13	0.0	52.8	0.0	77.5	31.8	67.6	0.0	22.8
01/29/13	100.0	10.4	19.1	0.0	26.6	10.2	100.0	46.1
01/22/13	100.0	7.8	22.6	0.5	51.8	13.2	100.0	42.7
01/29/13	84.6	13	100.0	3.3	41.4	18.2	100.0	43.4
01/22/13	79.3	38.5	83.8	24.1	57.5	23.9	100.0	39.0
01/29/13	73.7	4.8	77.4	6.2	63.5	50.8	99.9	76.2
01/22/13	67.5	9	82.9	27.9	76.3	45.3	97.5	91.0
01/29/13	16.3	100	0.0	72.5	55.2	88.5	0.0	48.4
01/22/13	13.2	55.1	0.8	54.4	42.5	83.7	0.0	57.3
01/29/13	71.8	33.6	64.1	0.0	2.5	0.0	100.0	28.6
01/22/13	100.0	46	55.0	0.0	44.6	11.6	96.4	41.4
01/29/13	17.4	32.9	54.4	39.9	0.0	5.8	88.7	70.9
01/22/13	100.0	25.8	80.7	48.8	24.3	17.1	91.8	28.3
01/29/13	1.4	70	65.0	100.0	58.5	70.2	29.8	74.2
01/22/13	4.9	45	99.8	100.0	34.2	73.3	42.3	17.6



# Market Charts

Charts by AIQ TradingExpert

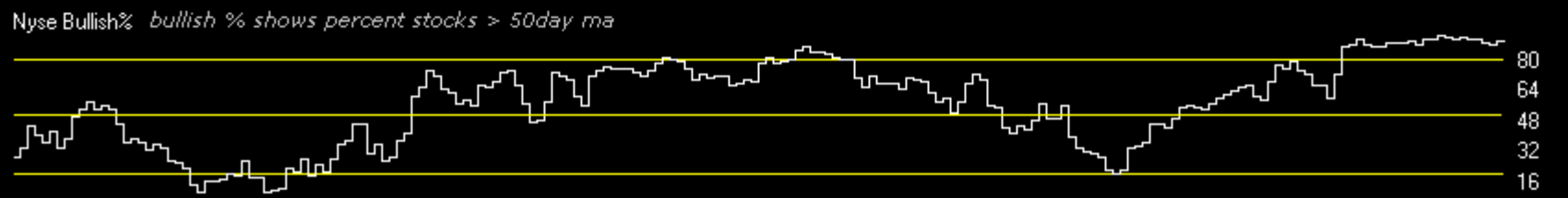
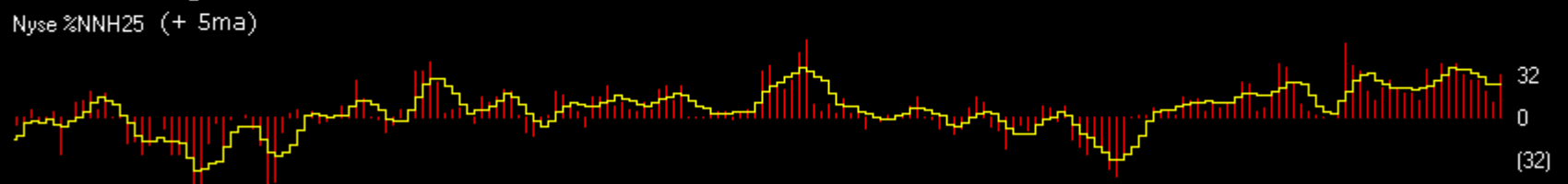
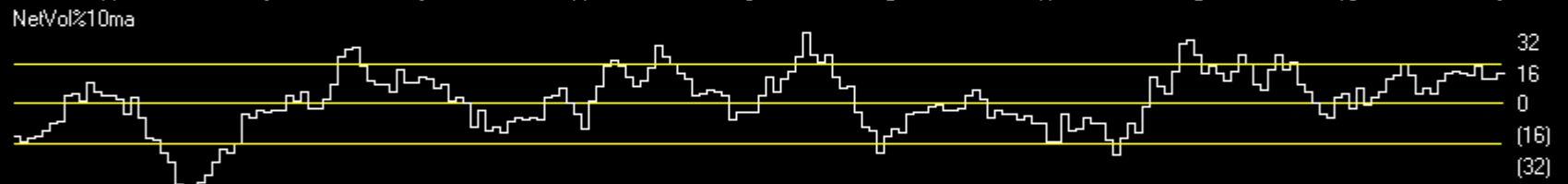
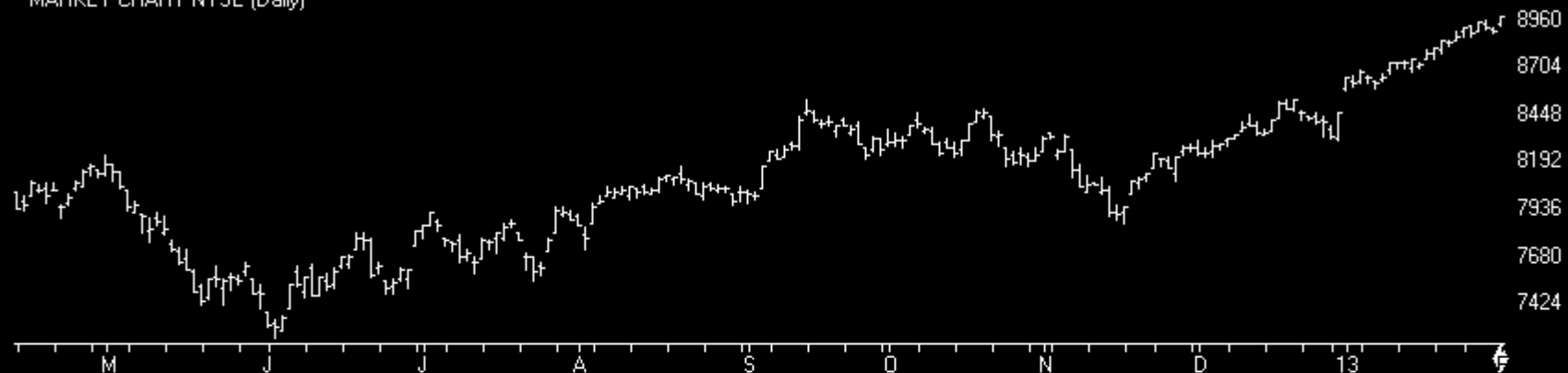
MARKET CHART NYSE (Weekly) + Chartprofit Market Timing System (color study)



# Market Charts

Charts by AIQ TradingExpert

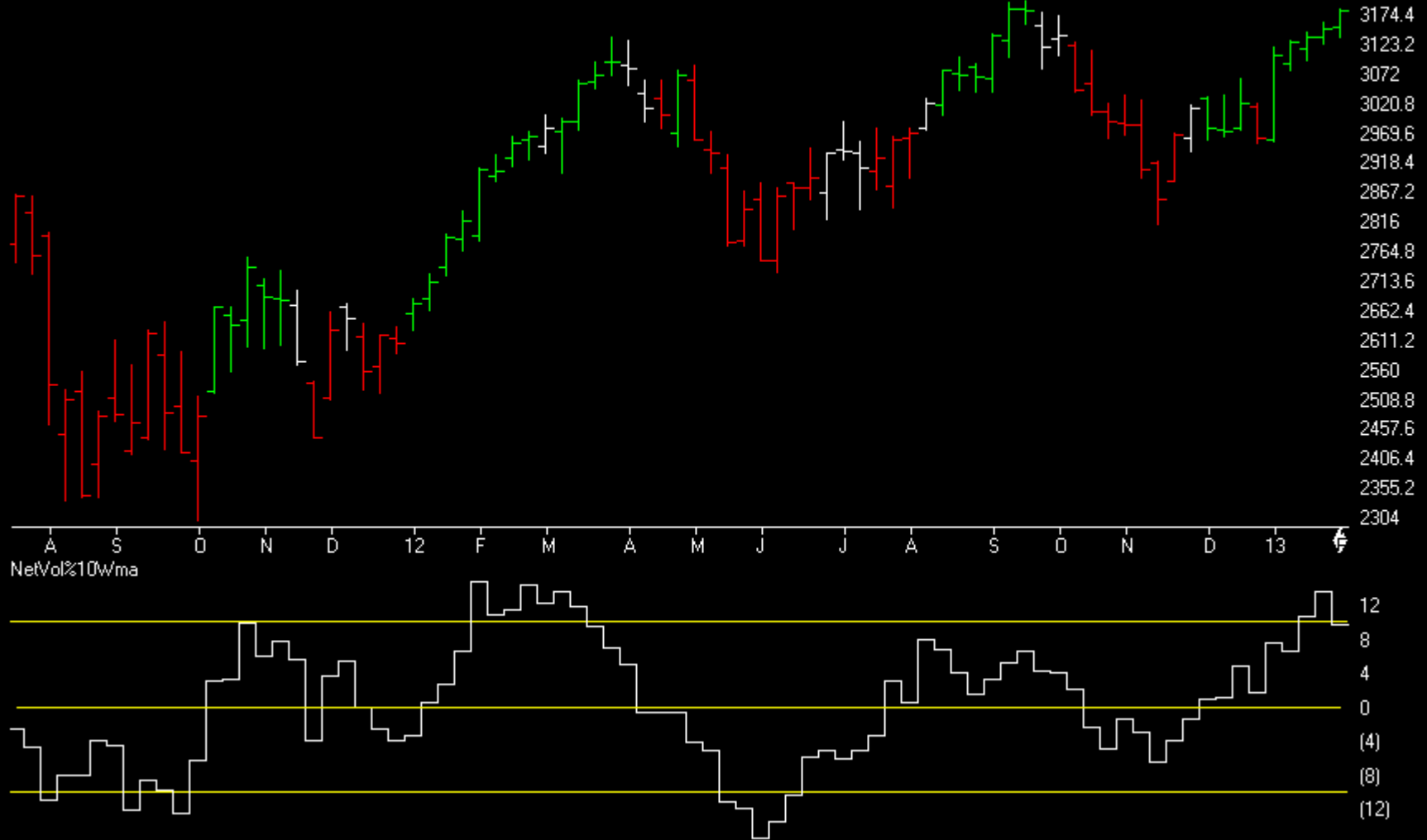
MARKET CHART NYSE (Daily)



# Market Charts

Charts by AIQ TradingExpert

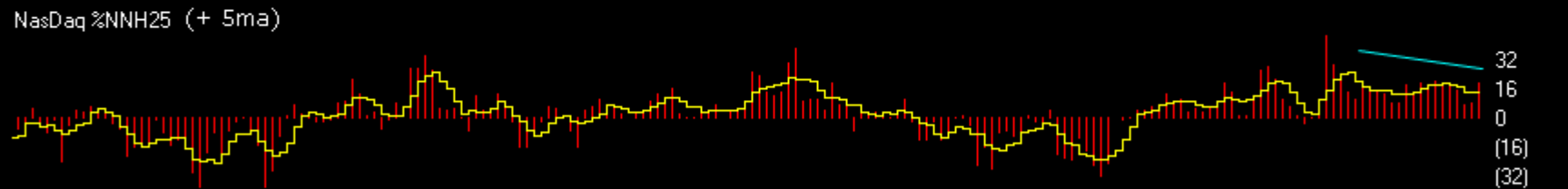
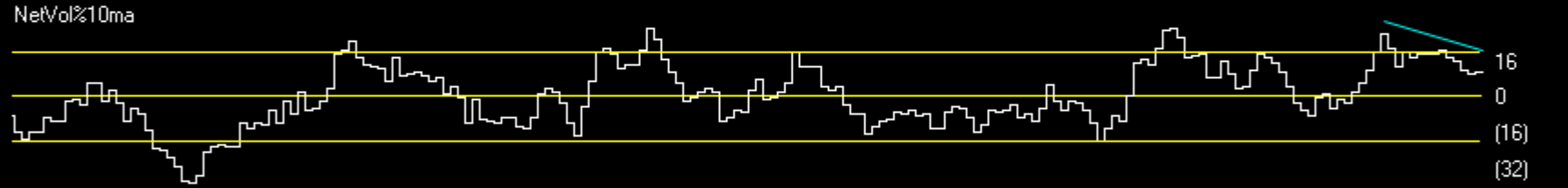
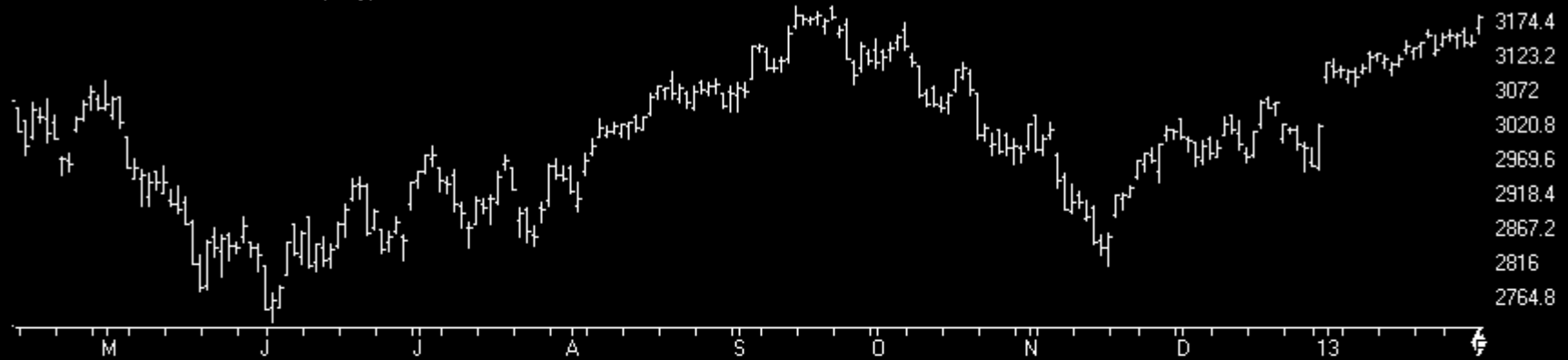
MARKET CHART NASDAQ 1800 (Weekly) + Chartprofit Market Timing System (color study)



# Market Charts

Charts by AIQ TradingExpert

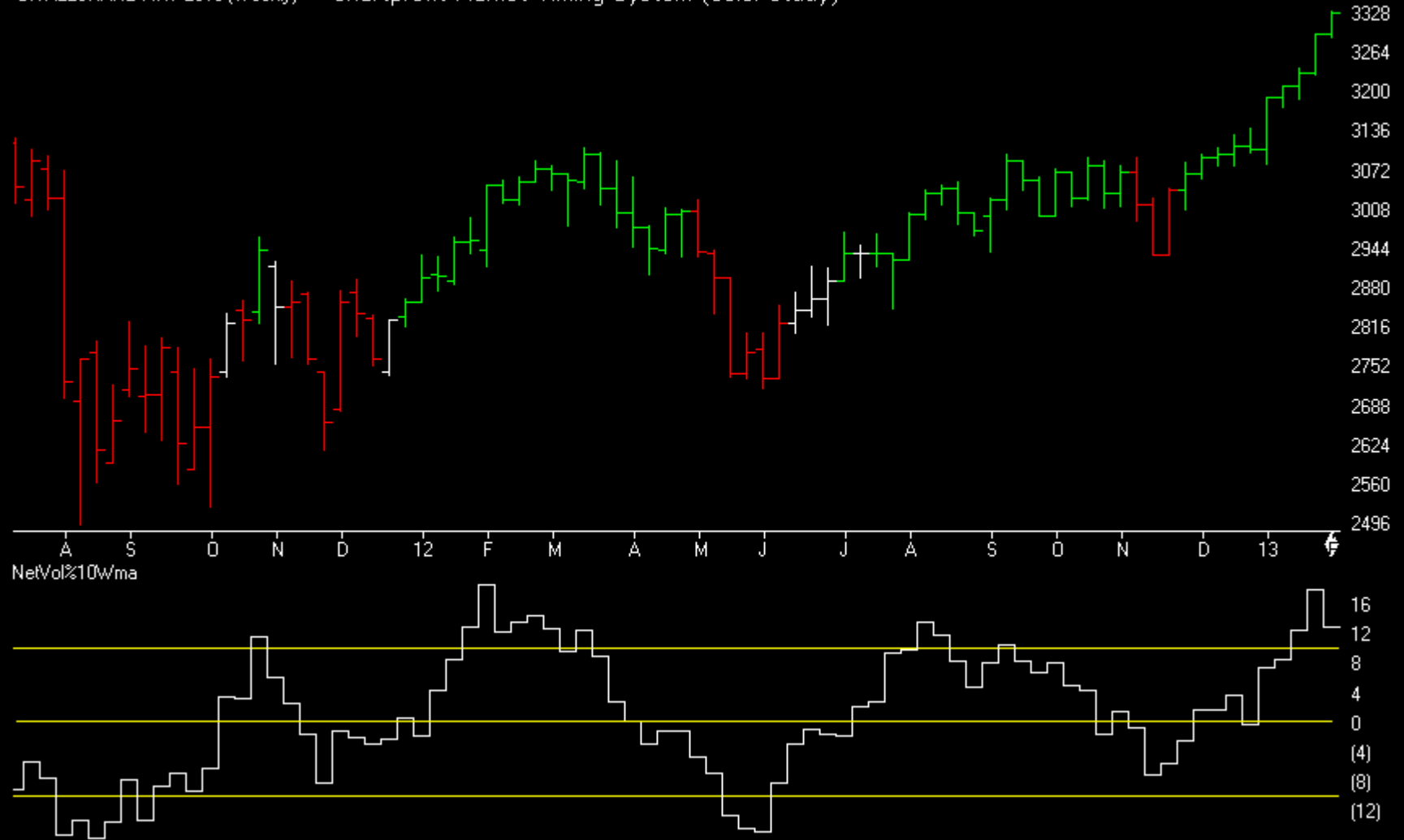
MARKET CHART NASDAQ 1800 (Daily)



# Market Charts

Charts by AIQ TradingExpert

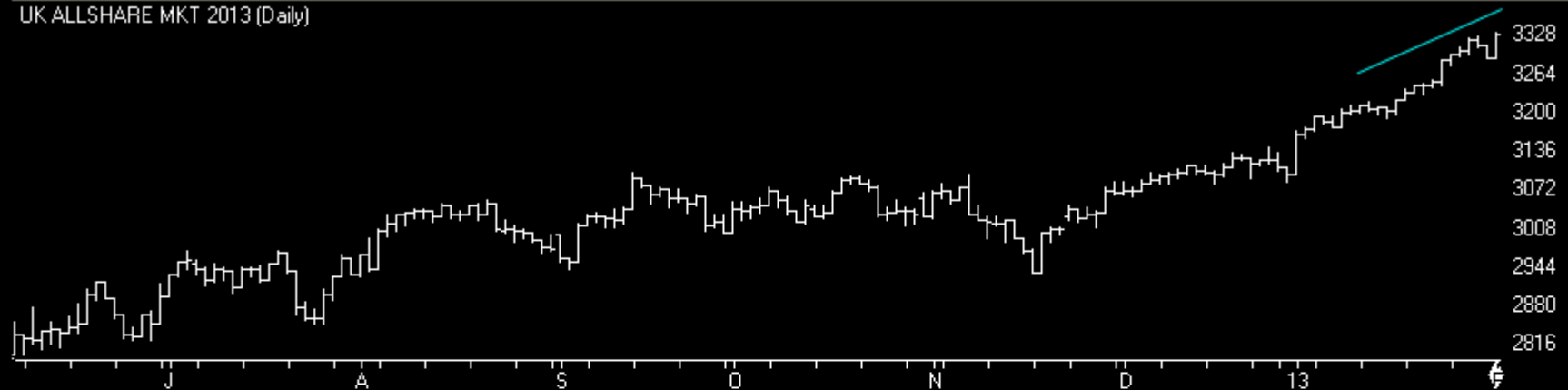
UK ALLSHARE MKT 2013 (Weekly) + Chartprofit Market Timing System (color study)



# Market Charts

Charts by AIQ TradingExpert

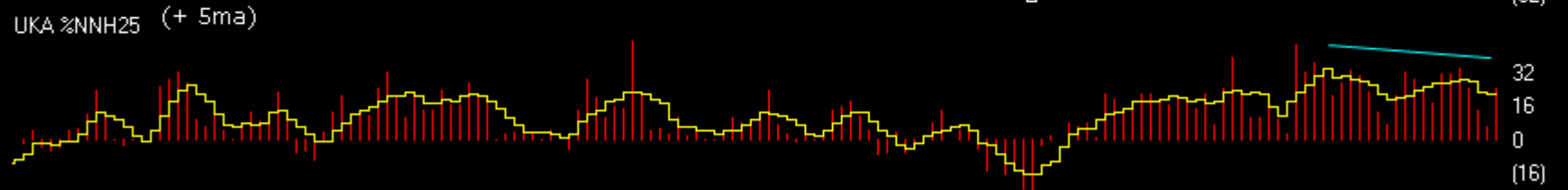
UK ALLSHARE MKT 2013 (Daily)



NetVol%10ma



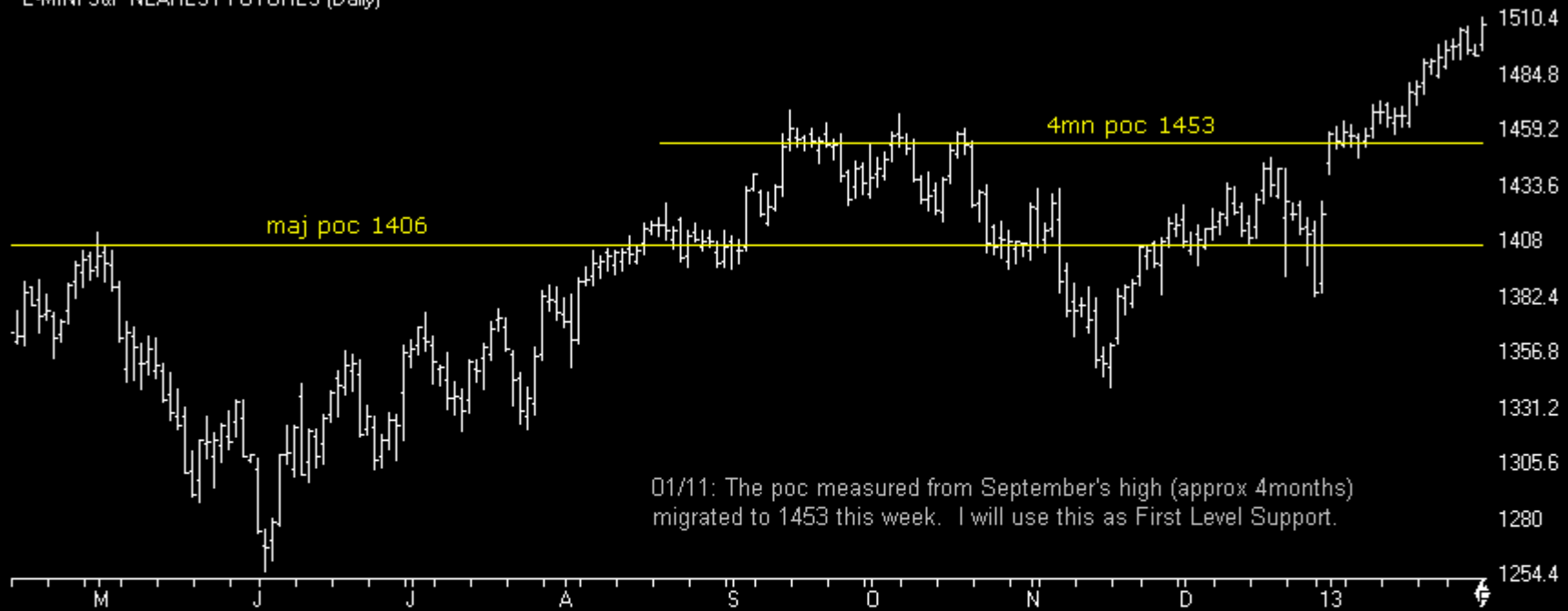
UKA %NNH25 (+ 5ma)



Allshare%St\_50 bullish % shows percent stocks > 50day ma

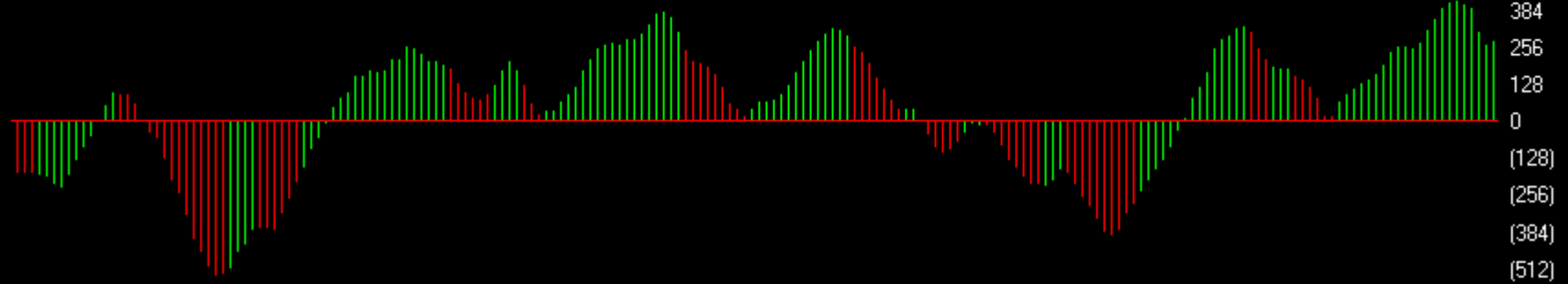


E-MINI S&P NEAREST FUTURES (Daily)



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

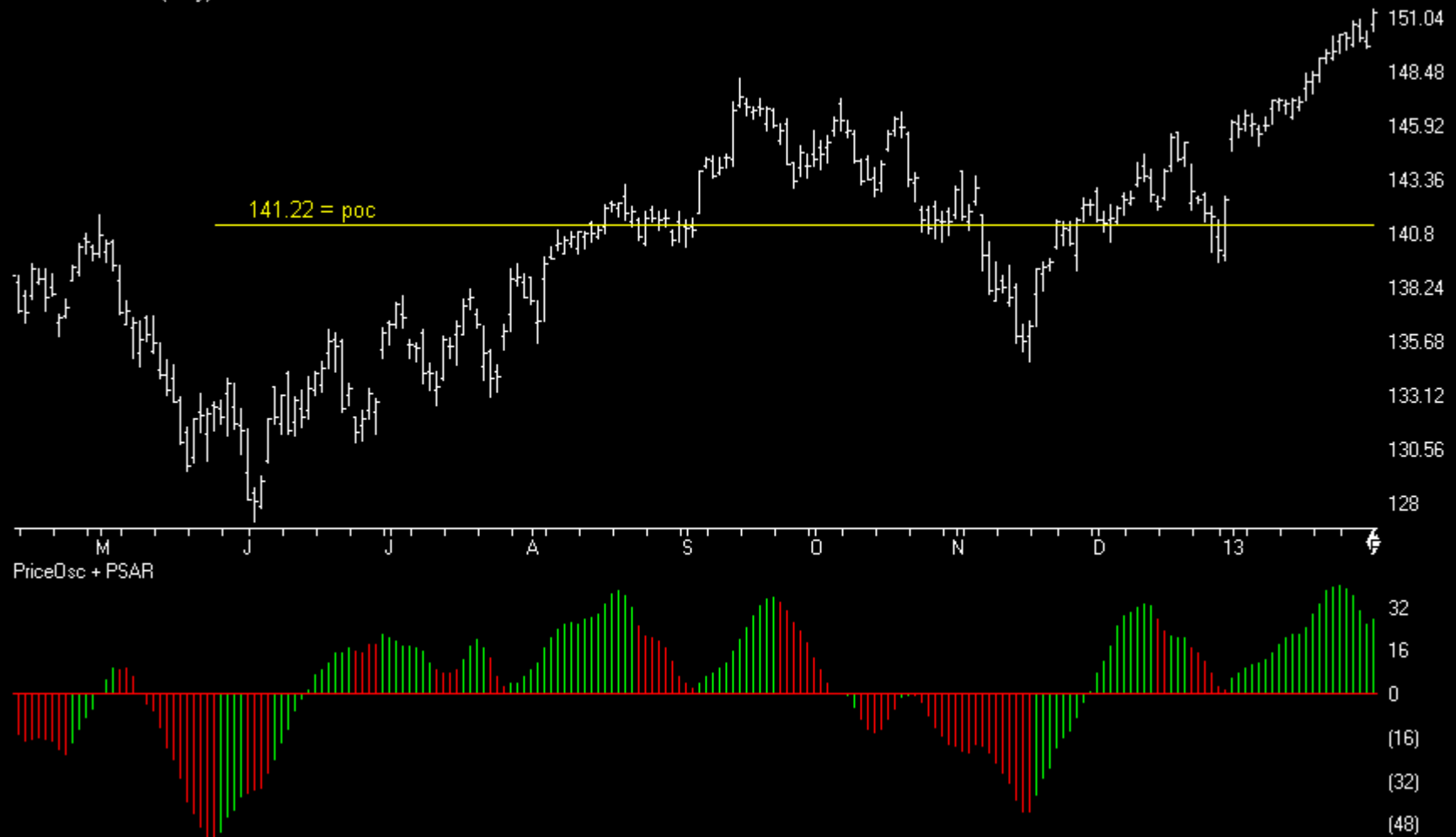
PriceOsc + PSAR



# Index ETFs

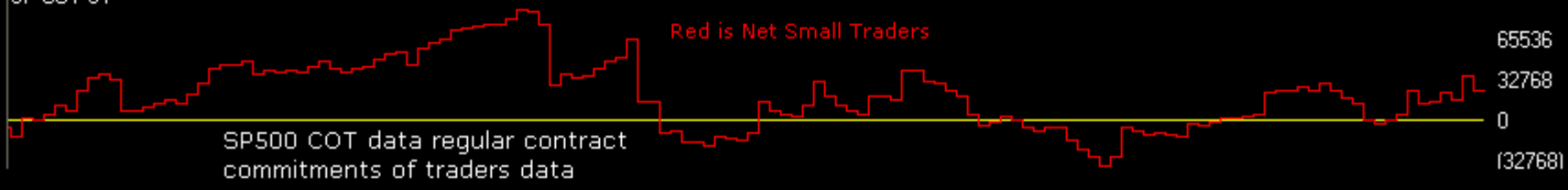
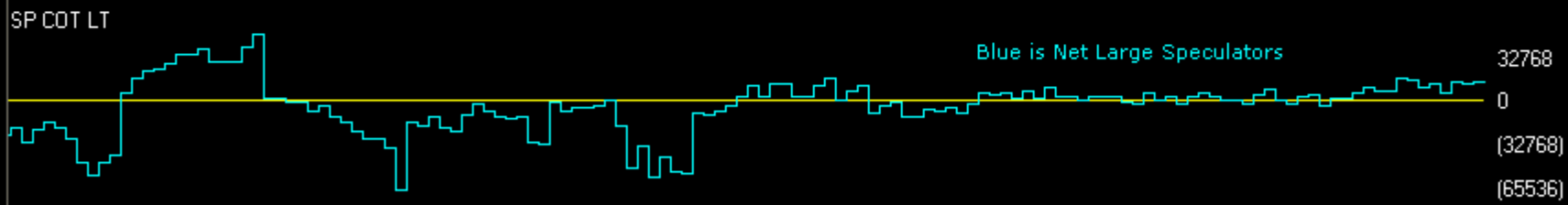
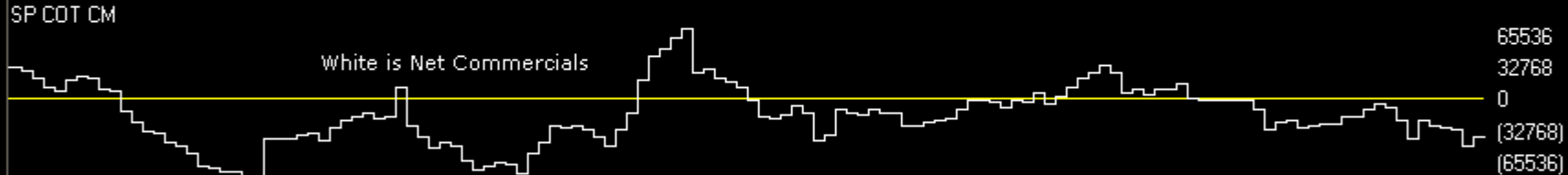
Charts by AIQ TradingExpert

SPY SP500 ETF (Daily)





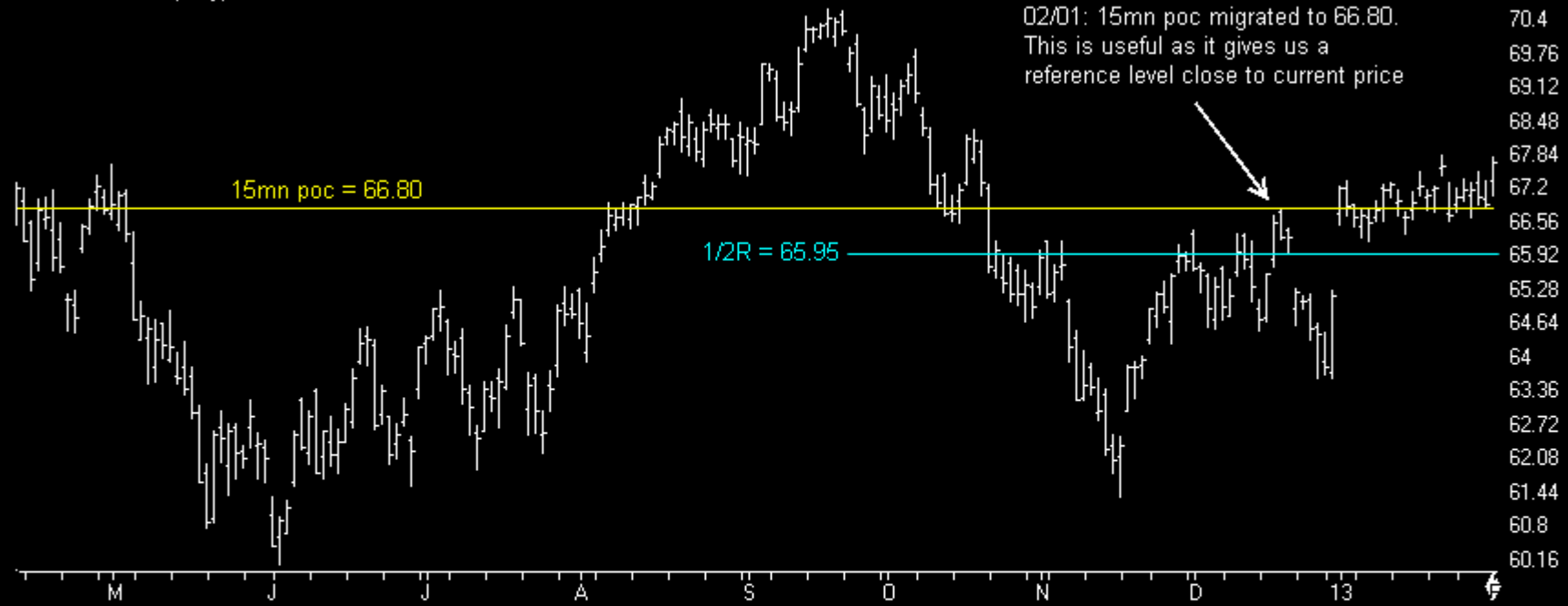
SP500	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/29/13	21.3	63.3	100.0	84.6	73.7	16.3	71.8	17.4	1.4
01/22/13	0.0	0.0	100.0	79.3	67.5	13.2	100.0	100.0	4.9



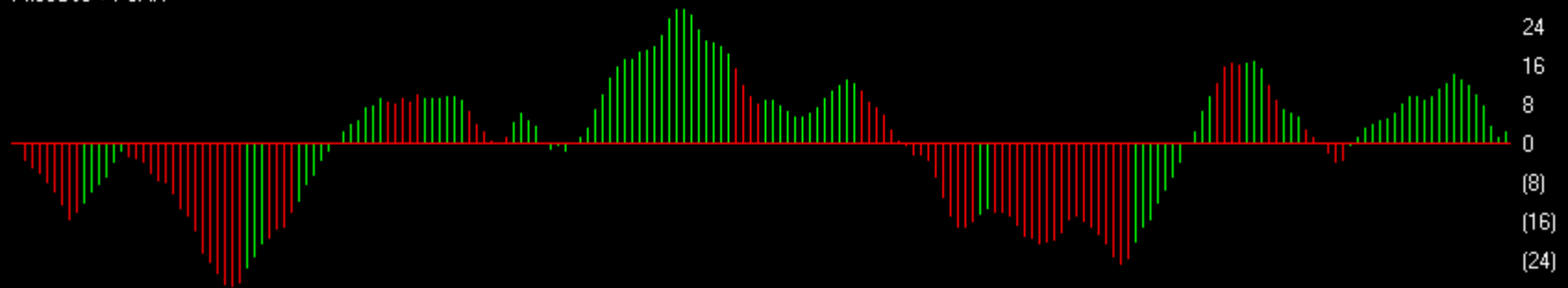
# Index ETFs

Charts by AIQ TradingExpert

QQQ N100 ETF (Daily)



PriceOsc + PSAR



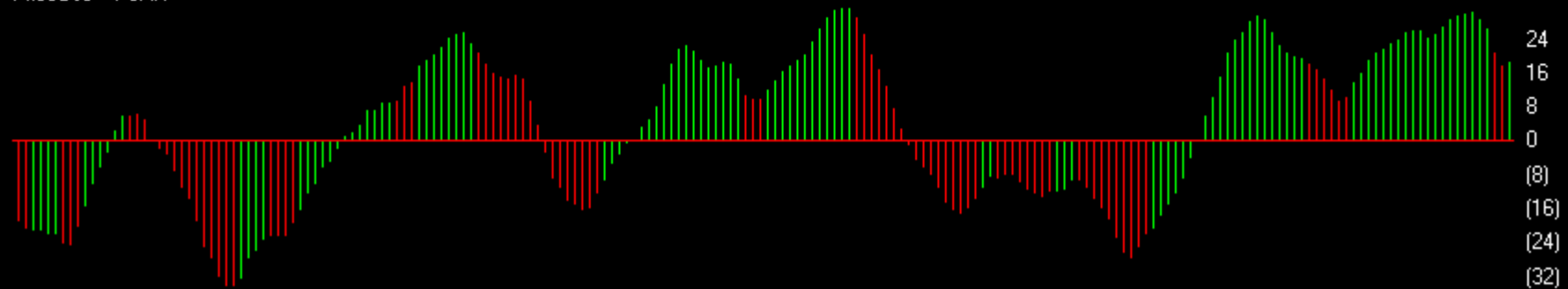
# Index ETFs

Charts by AIQ TradingExpert

IWM R2000 ETF (Daily)



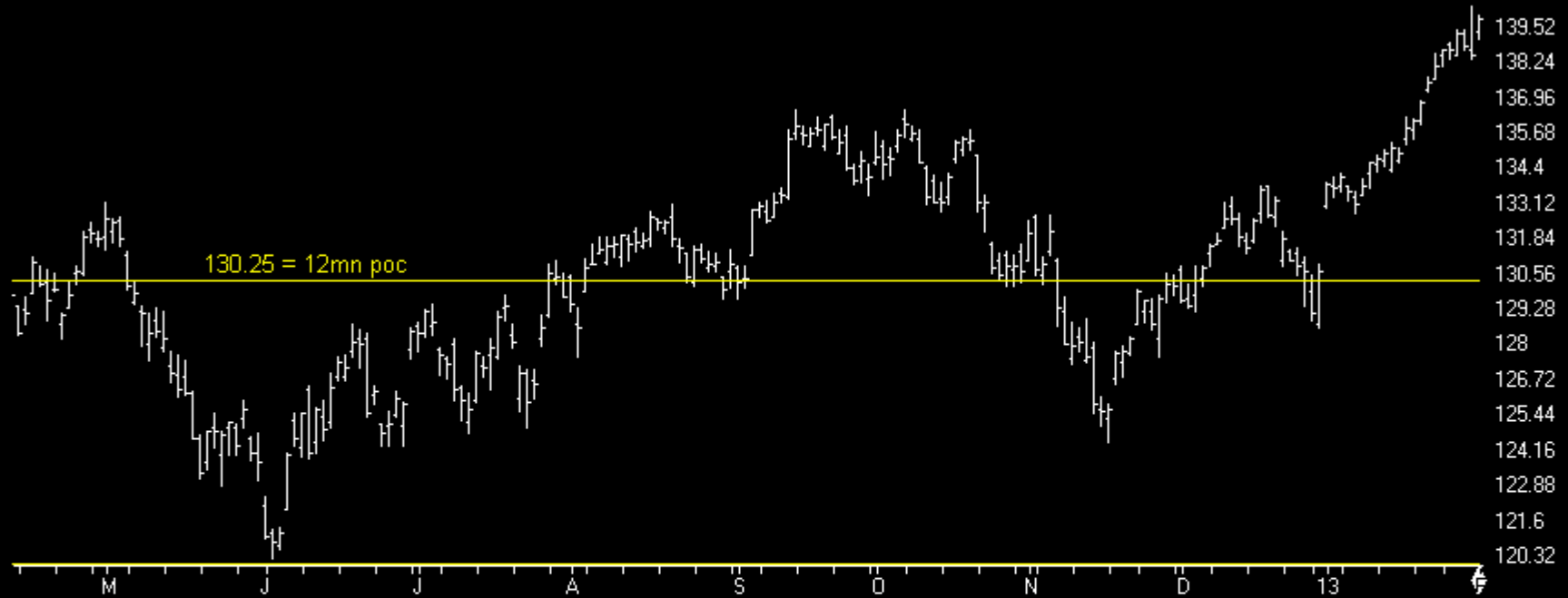
Price0sc + PSAR



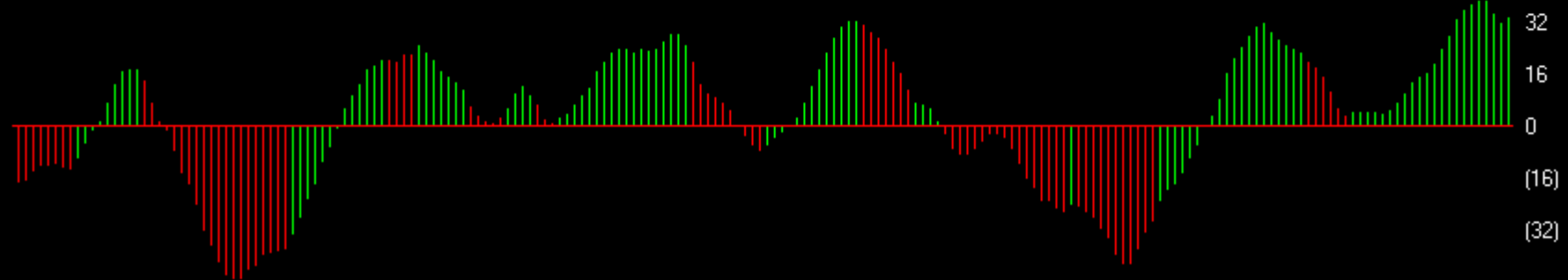
# Index ETFs

Charts by AIQ TradingExpert

DIA DOW ETF (Daily)



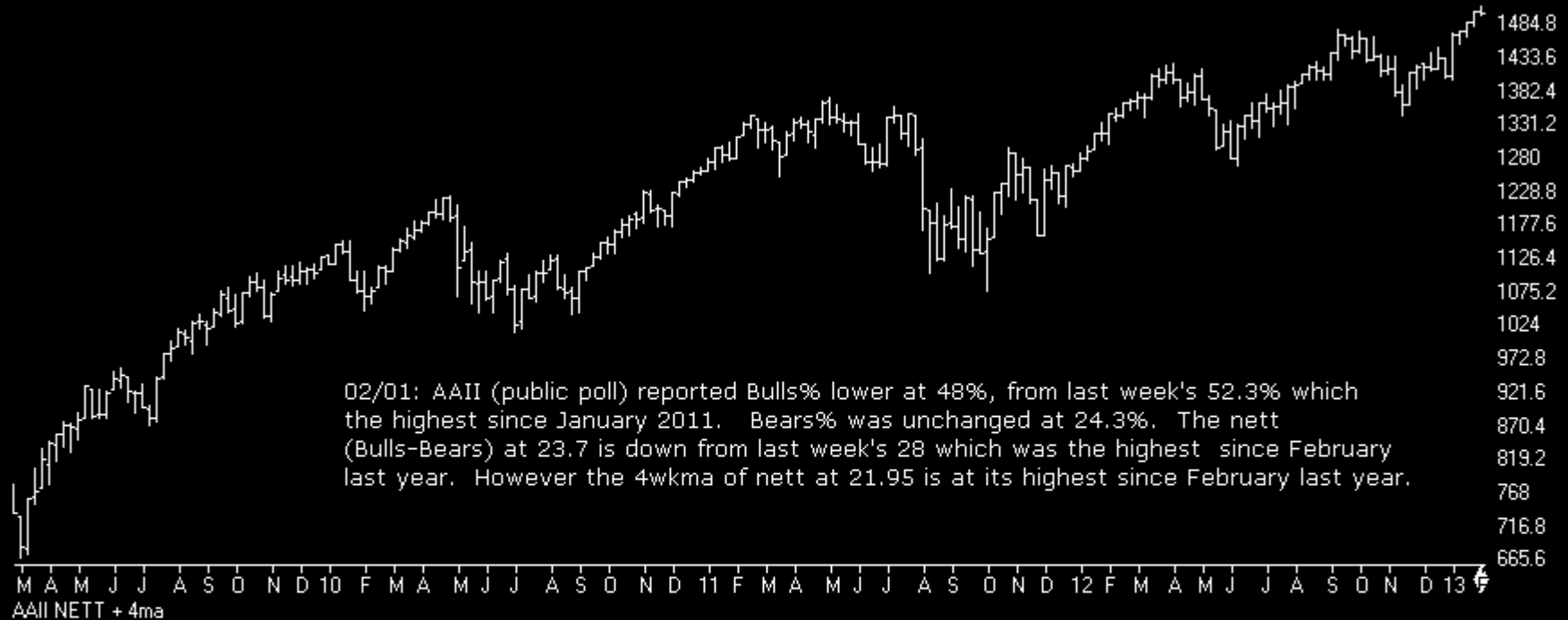
PriceOsc + PSAR



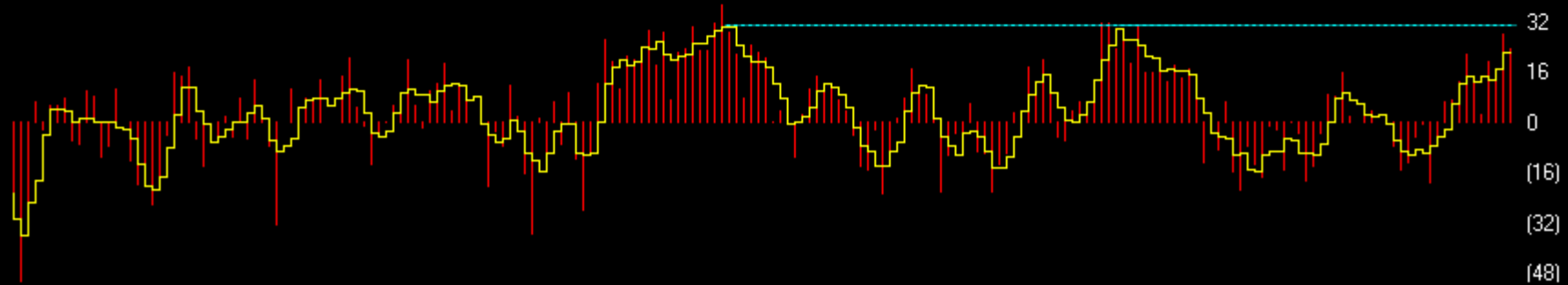
# Sentiment

Charts by AIQ TradingExpert

SP500 Index (Weekly) + AAll (public) poll



AAll NETT + 4ma



# Sentiment

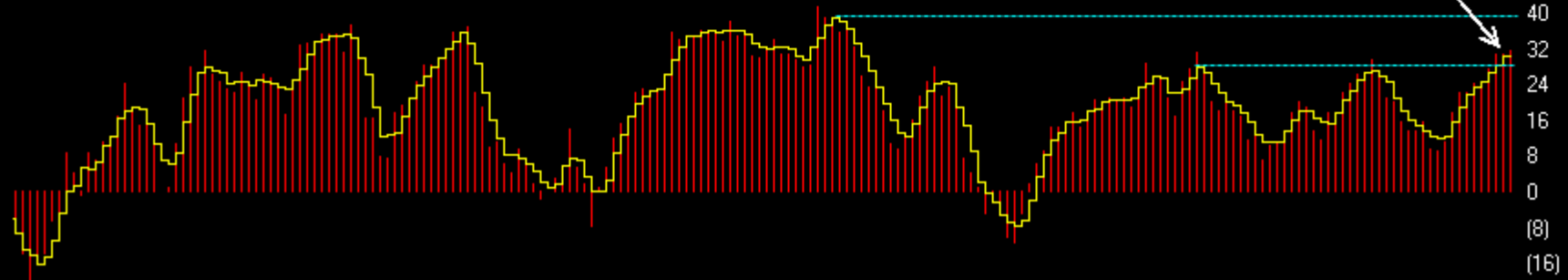
Charts by AIQ TradingExpert

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



02/01: Investor's Intelligence Bulls% was higher at 54.3%, the highest since February last year. Bears% was unchanged at 22.3% which is the lowest since w/e 18th May 2012. The nett (Bulls-Bears) at 32 is the highest since 13th May 2011. The 4wkma of nett at 30.37 is the highest since April 2011

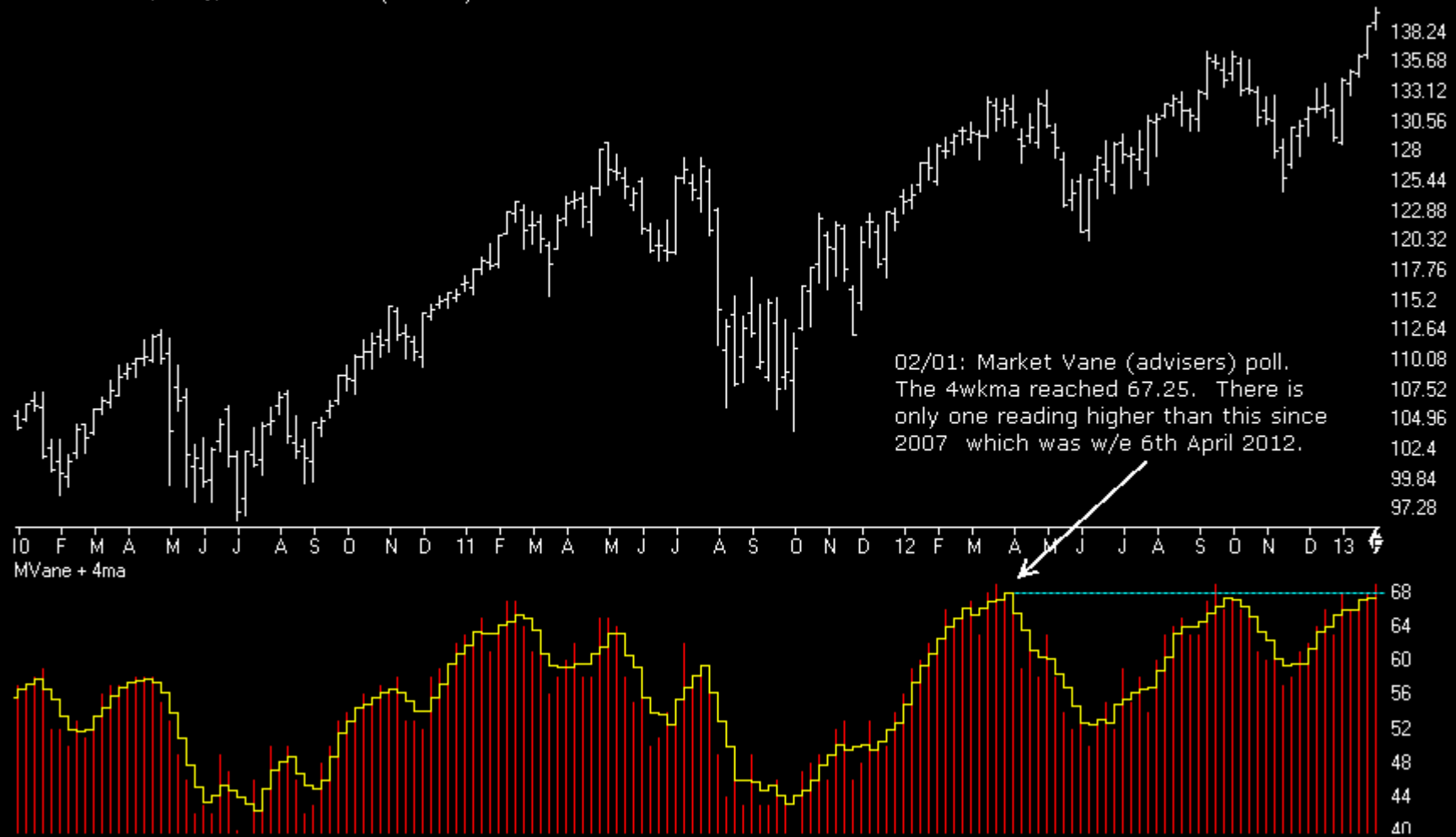
II Net + 4ma



# Sentiment

Charts by AIQ TradingExpert

DIA DOW ETF (Weekly) + Market Vane (advisers)

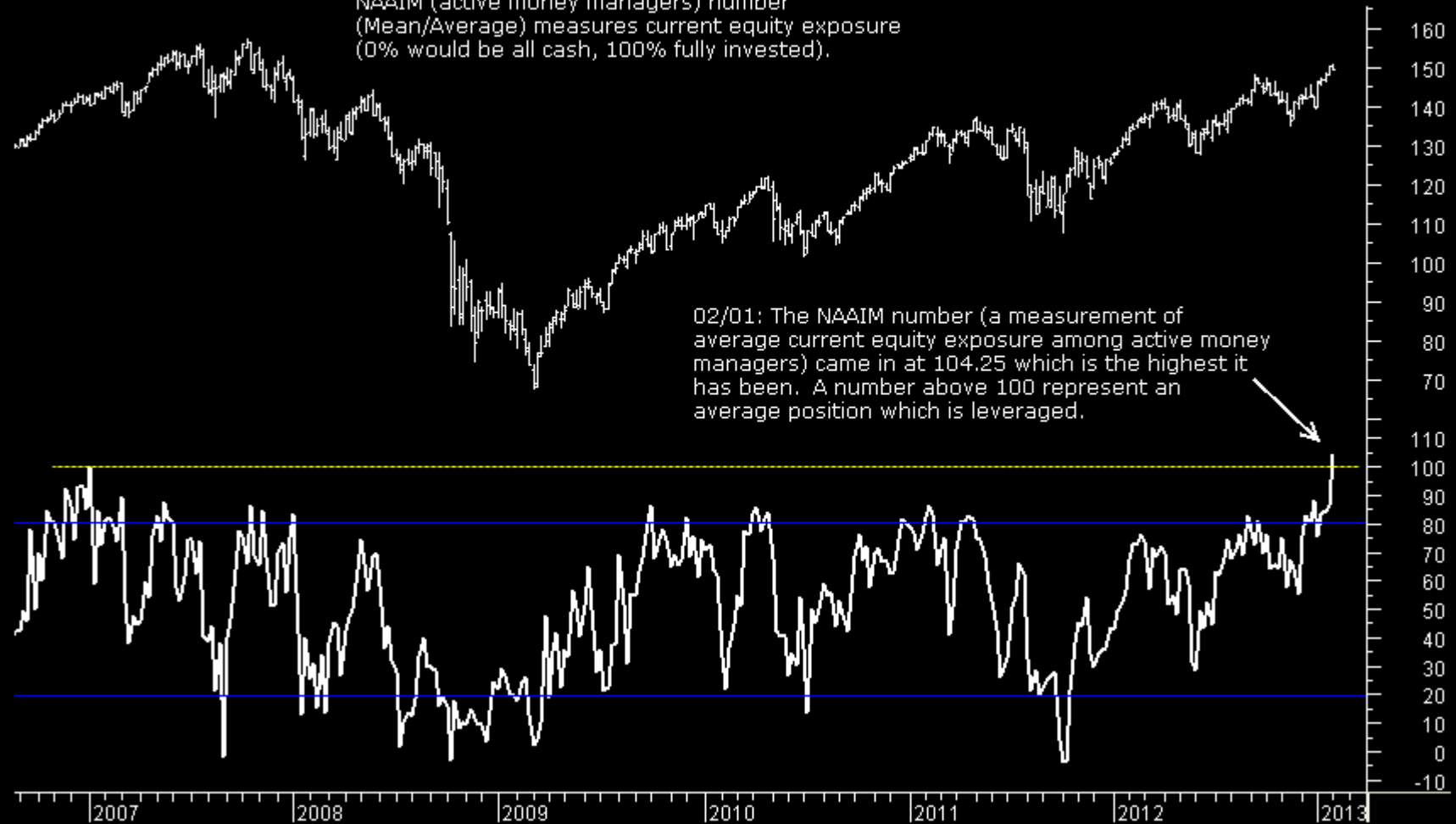


# Sentiment

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).

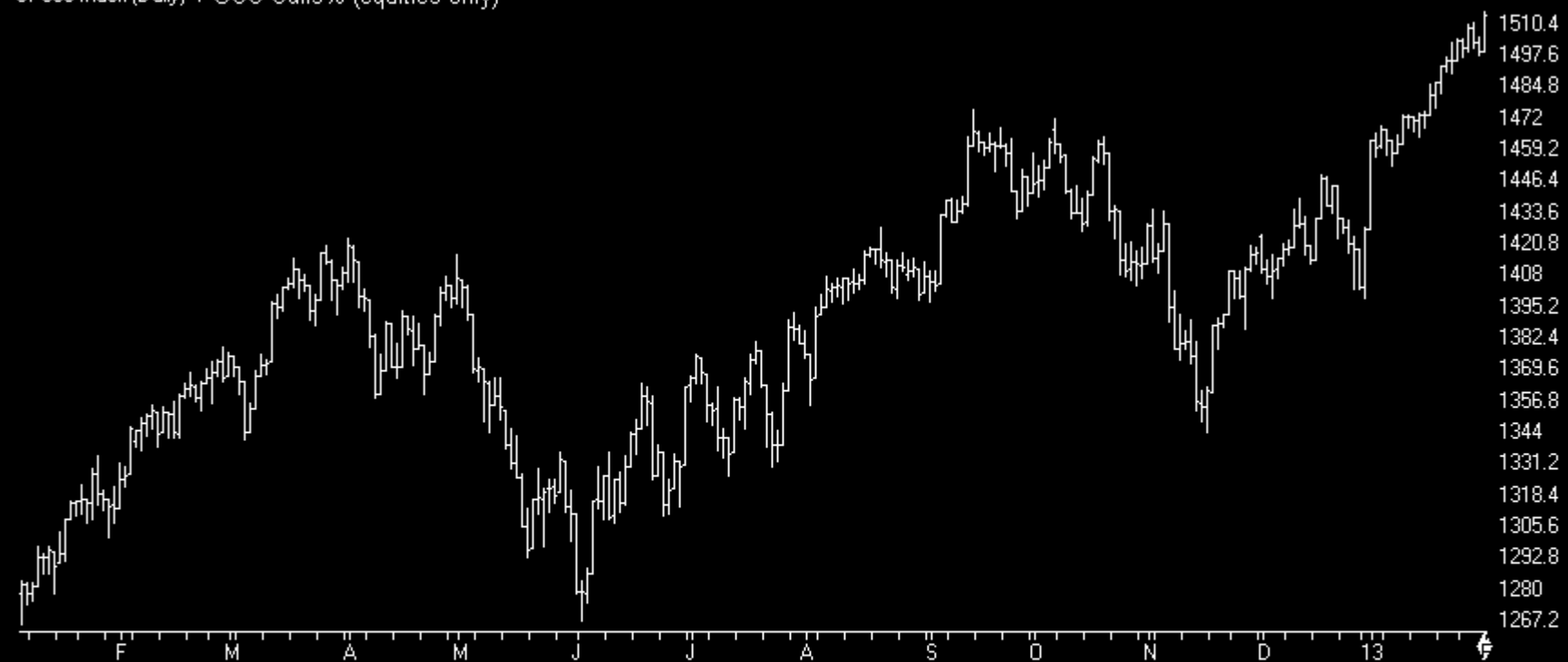




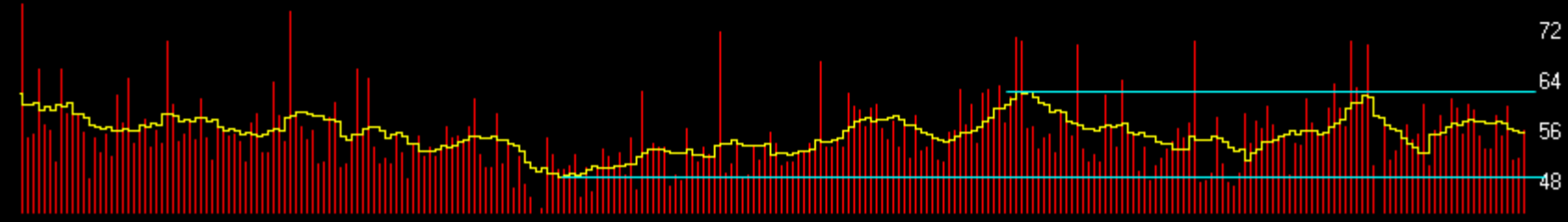
# Sentiment

Charts by AIQ TradingExpert

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



JCC call% + 10ma



# Sentiment

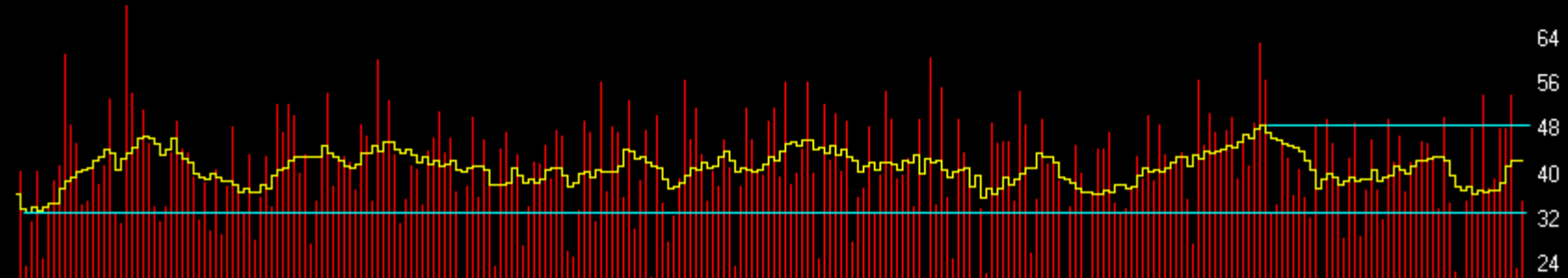
Charts by AIQ TradingExpert

SP500 Index (Daily) + OEX Calls%



11/23: OEX Calls%\_10dyma at a new high for the year.  
This is usually considered to be a smart-money indicator.

OEX Call% + 10ma

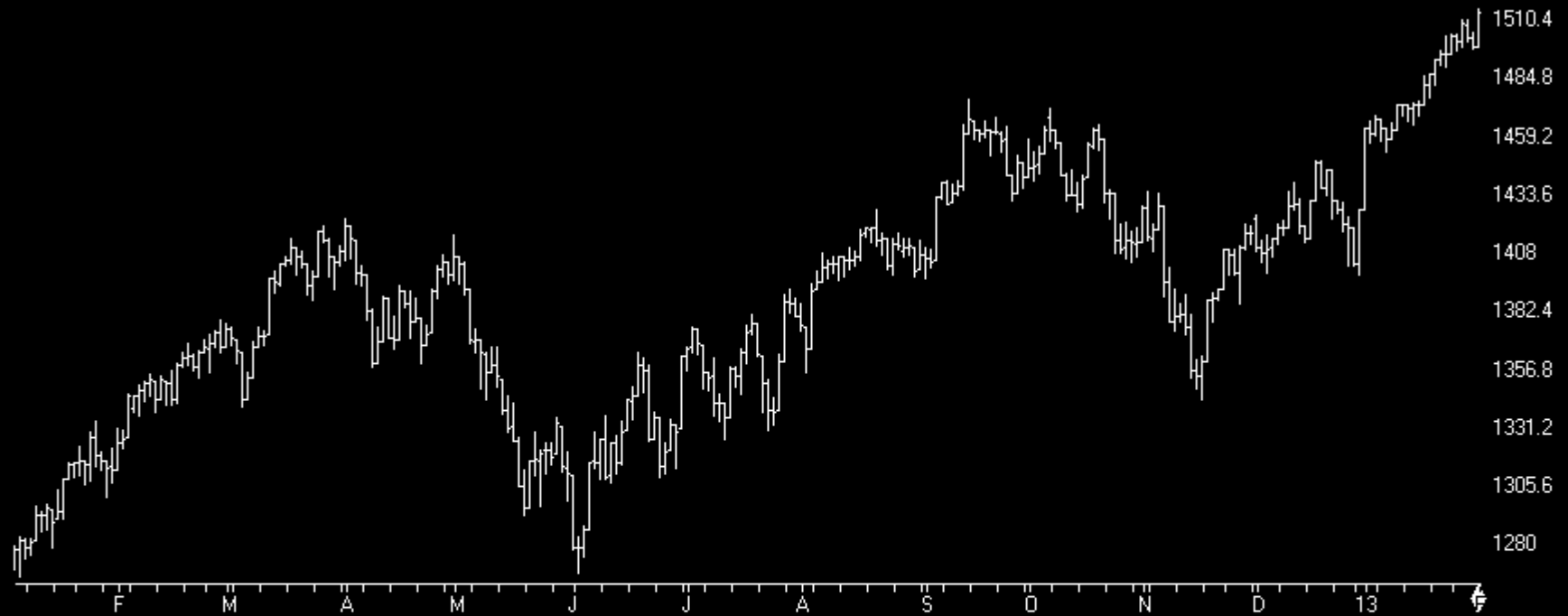


unlike other option ratios, OEX is usually considered a smart-money indicator.

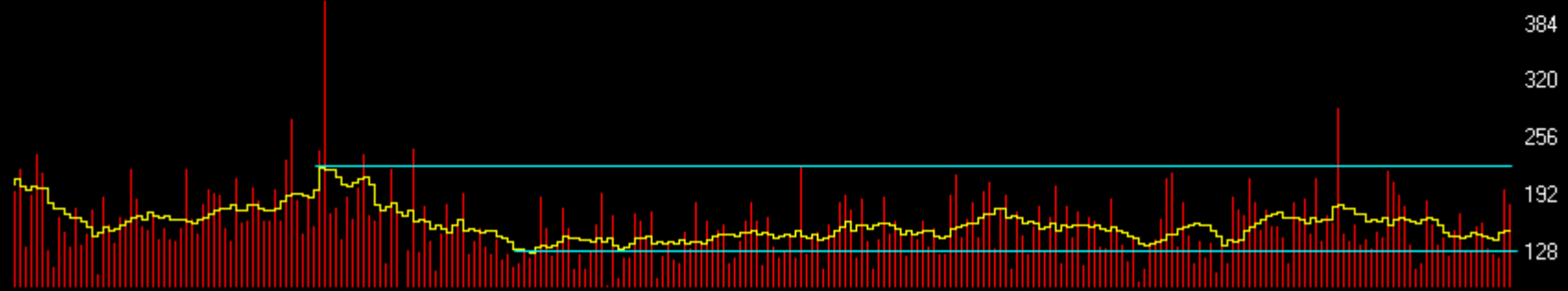
# Sentiment

Charts by AIQ TradingExpert

SP500 Index (Daily) + ISEE (equities only)



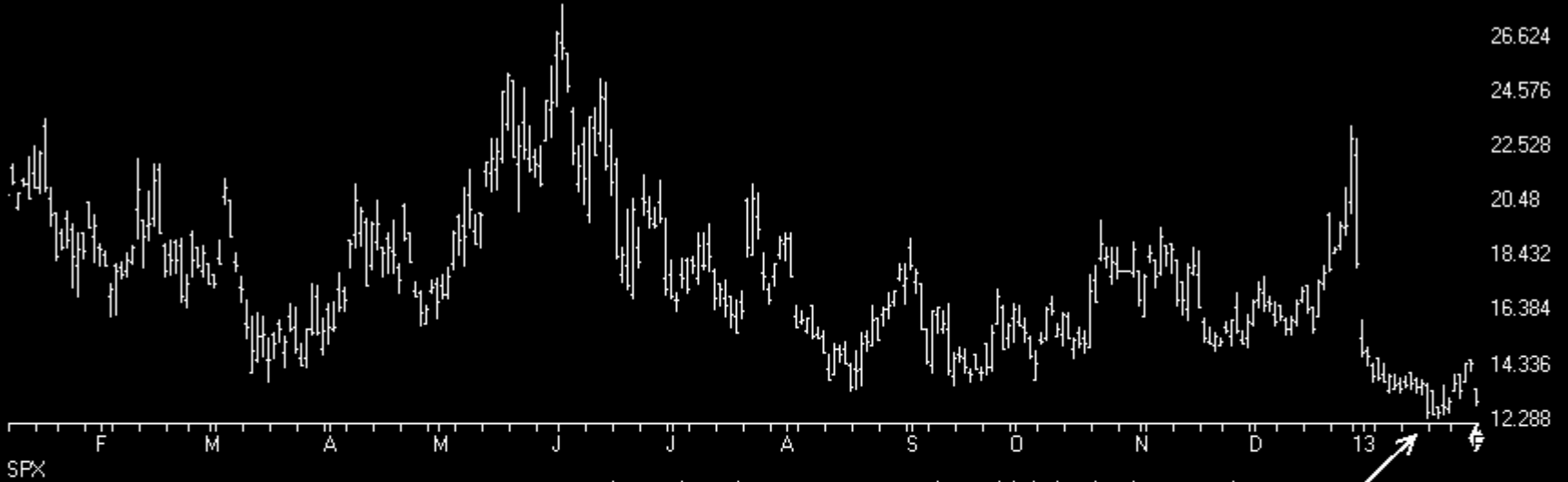
ISEE Equity+10ma



# Sentiment

Charts by AIQ TradingExpert

VIX - S&P 500 Volatility Index (Daily)



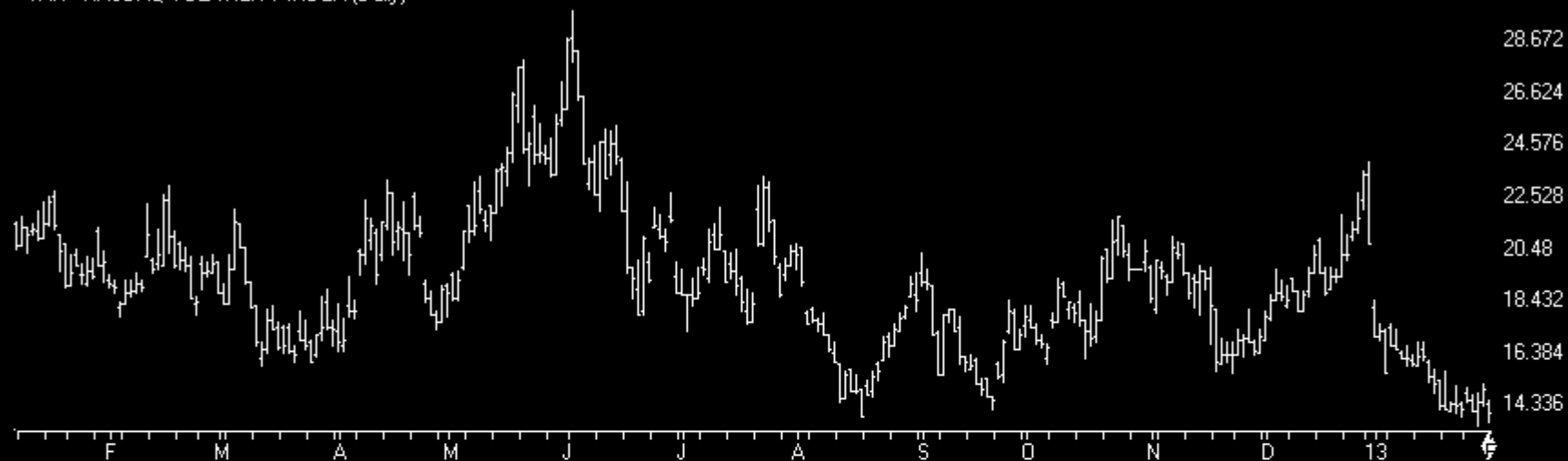
01/25: Closed at 12.43 on 01/22 which is the lowest since 2007



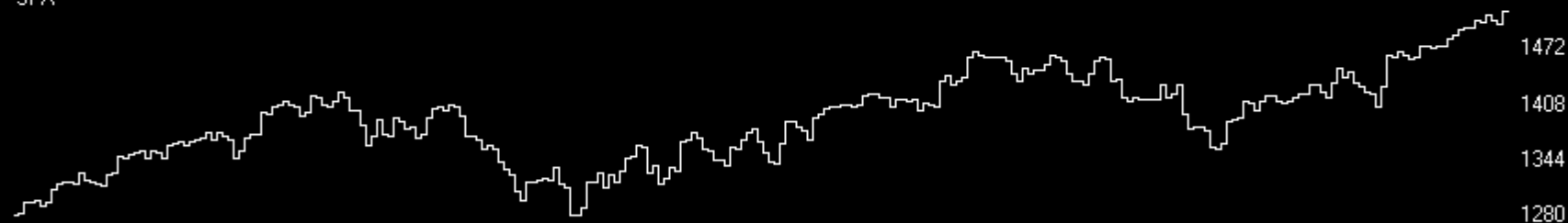
# Sentiment

Charts by AIQ TradingExpert

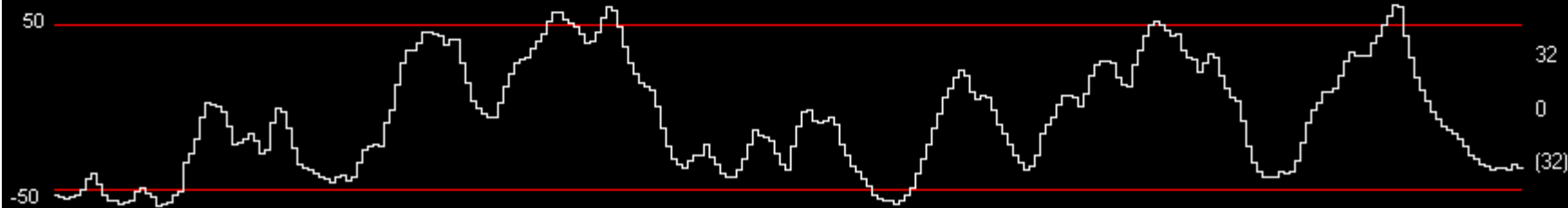
VXN - NASDAQ VOLATILITY INDEX (Daily)



SPX



TCI based on VXN



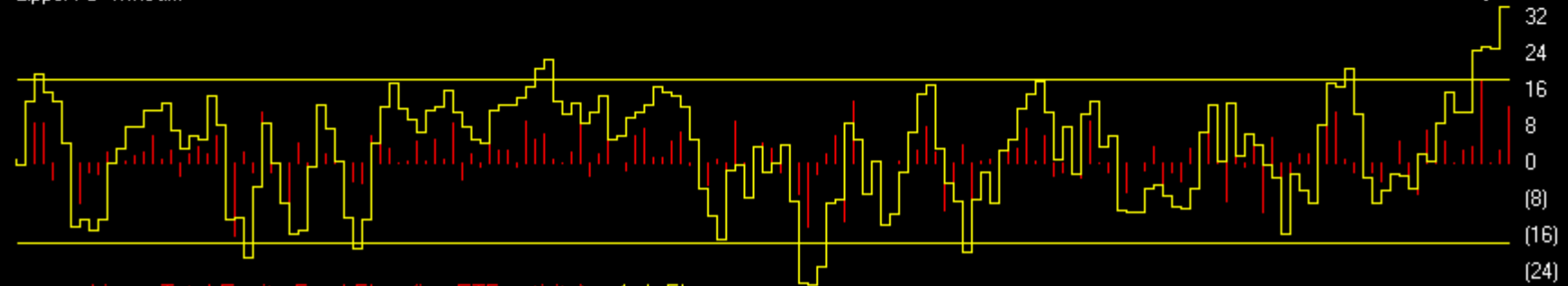
# Sentiment

Charts by AIQ TradingExpert

SP500 Index (Weekly)



Lipper Fd+4wkSum

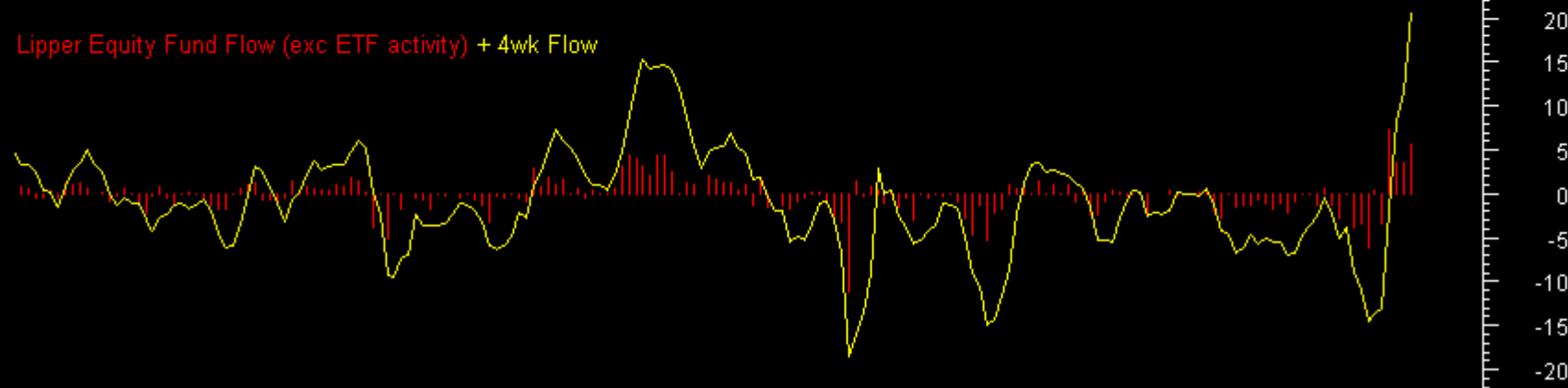


# Sentiment

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



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

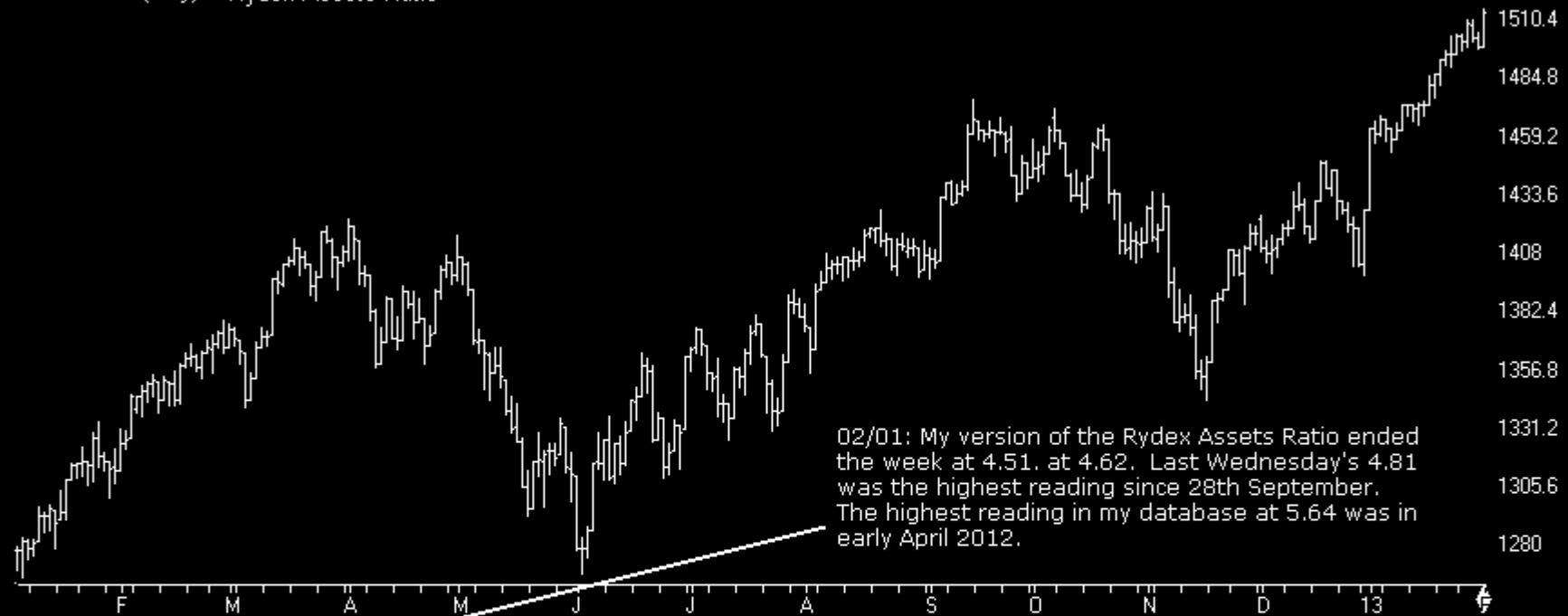


J J A S O N D 2010 | A M J J A S O N D 2011 | A M J J A S O N D 2012 | A M J J A S O N D 2013 |

# Sentiment

Charts by AIQ TradingExpert

SP500 Index (Daily) + Rydex Assets Ratio



RyMajAssetsRatio



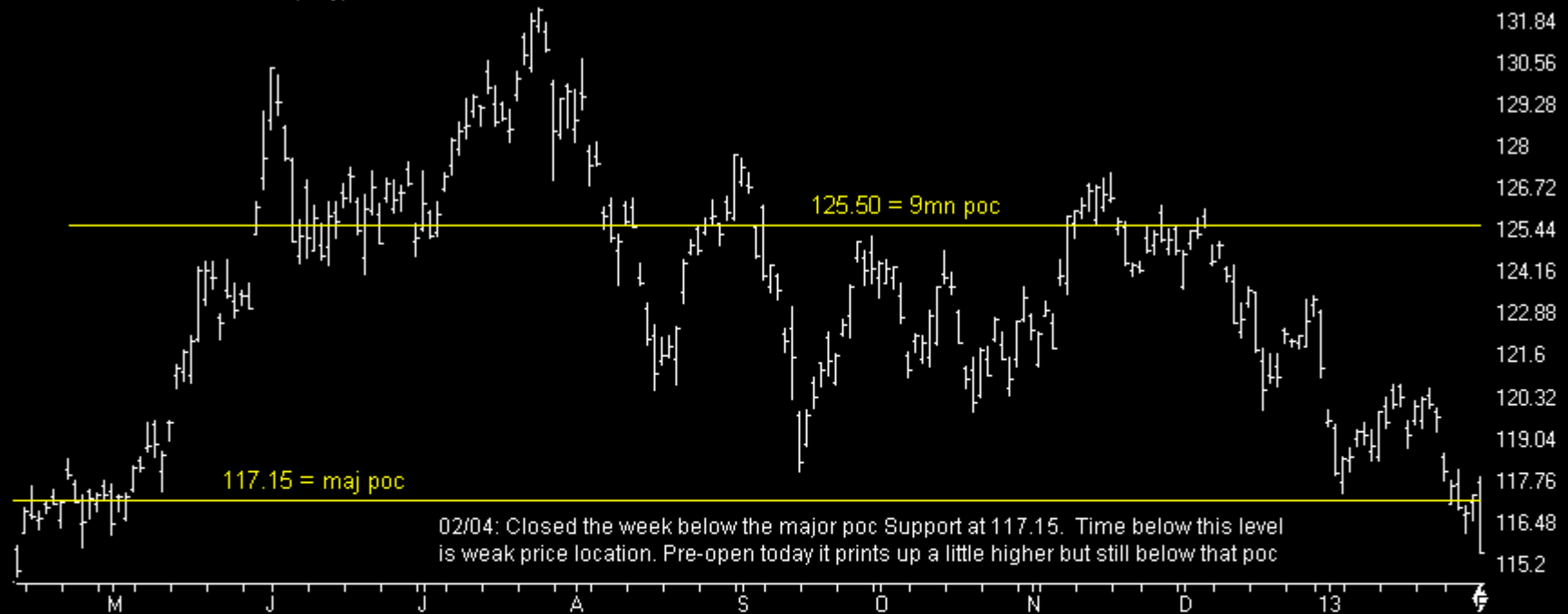
Rydex Assets Ratio (CP version)



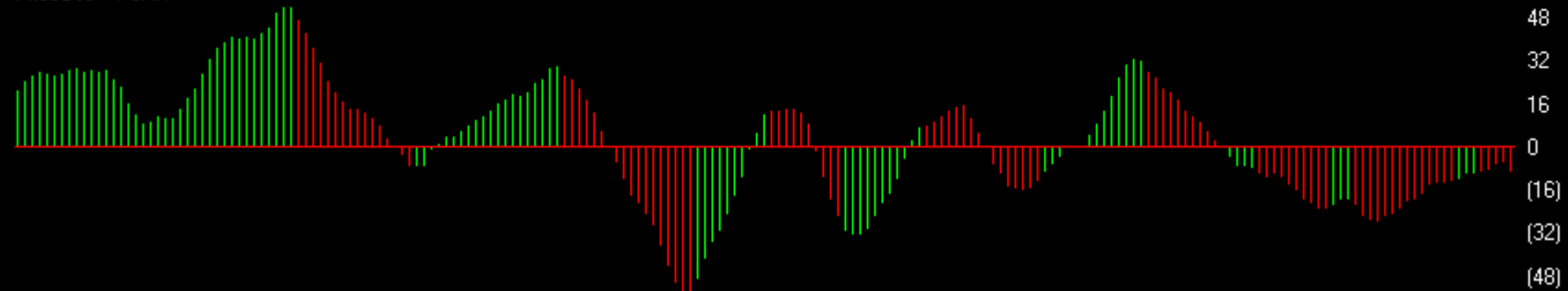
# Bonds

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
01/29/13	100.0	100.0	0.0	3.3	6.2	72.5	0.0	39.9	100.0
01/22/13	100.0	77.5	0.5	24.1	27.9	54.4	0.0	48.8	100.0

T-Bonds	CM Net	LT Net	ST Net
01/29/13	49524	-21115	-28409
01/22/13	27761	-4121	-23640

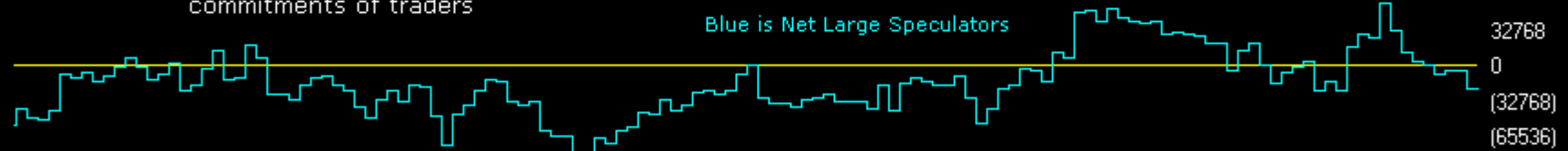


US COT CM



US COT LT

Treasury Bond commitments of traders



US COT ST

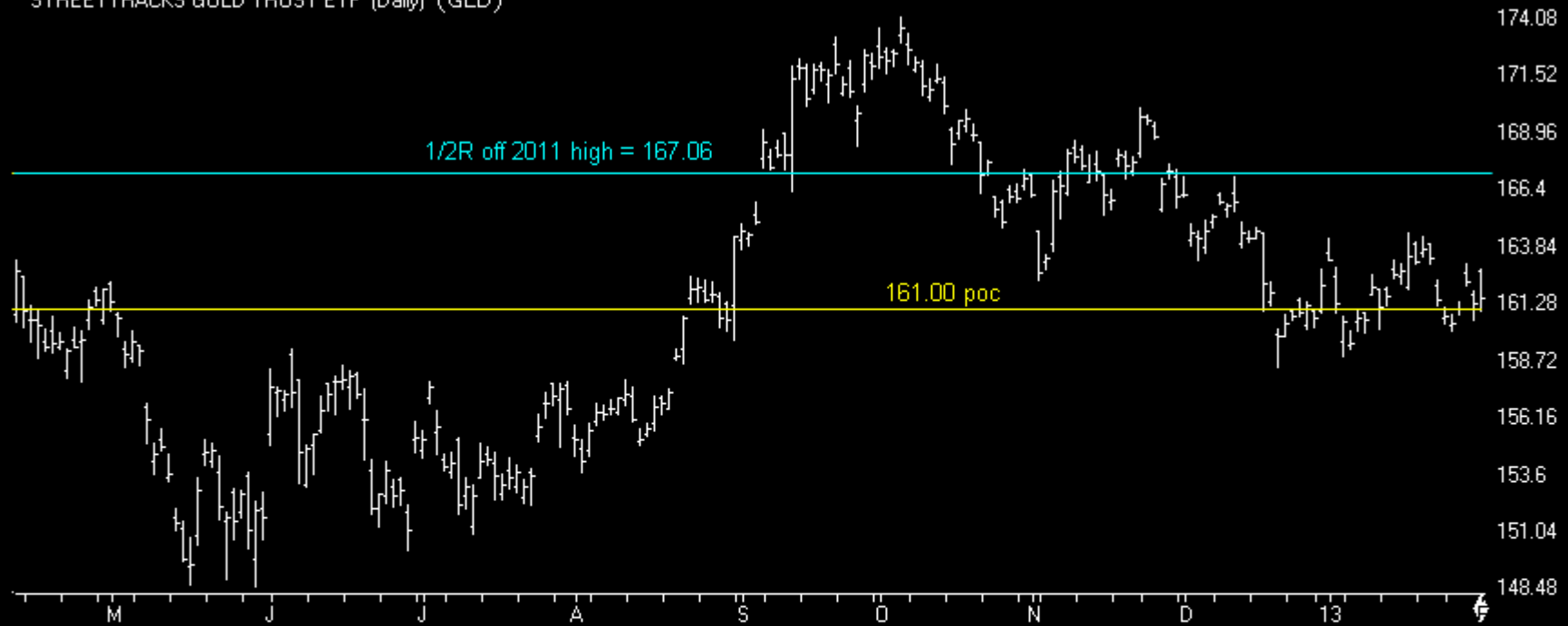
Red is Net Small Traders



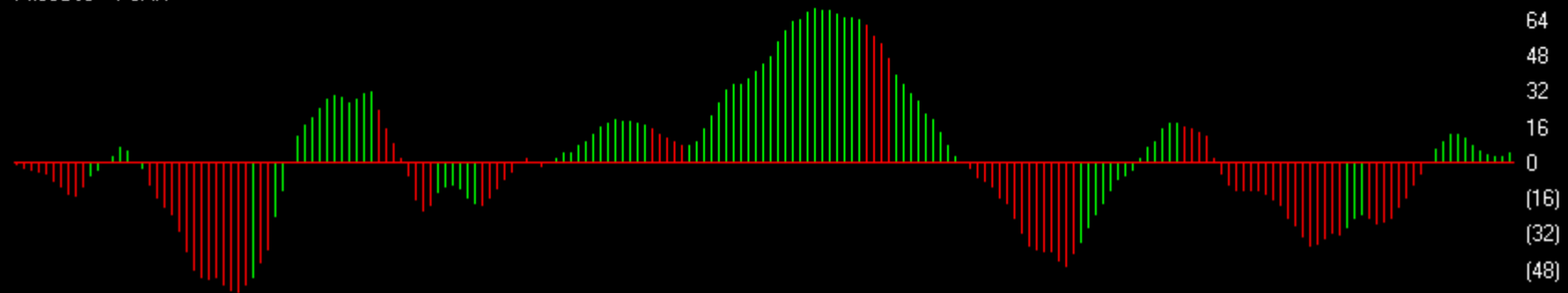
# Gold

Charts by AIQ TradingExpert

STREETTRACKS GOLD TRUST ETF (Daily) (GLD)



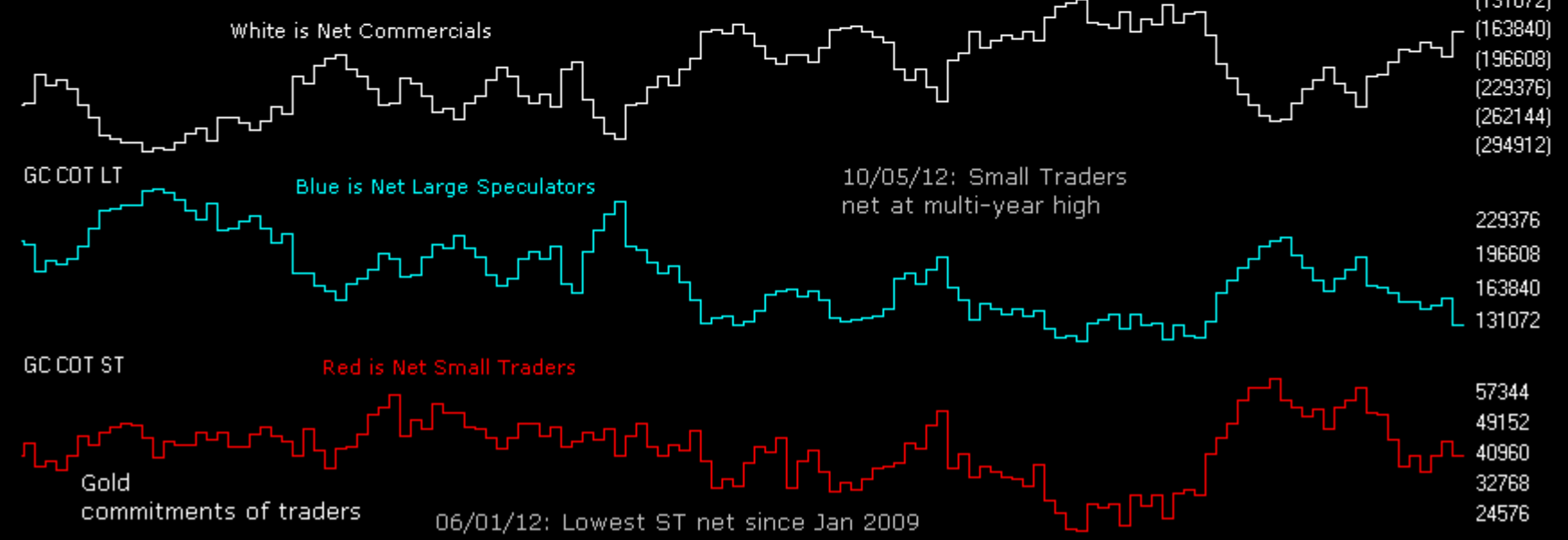
PriceOsc + PSAR



# Gold

Charts by AIQ TradingExpert

GOLD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/29/13	81.5	88.5	10.4	13	4.8	100	33.6	32.9	70
01/22/13	58.5	52.8	7.8	38.5	9	55.1	46	25.8	45





UNITED STATES OIL FUND (Daily(USO))



10/05: USO weak price location below 34.17 (1/2R)

34.22 = 30mn poc

34.17 1/2R off Feb 2009 Low

PriceOsc + PSAR

01/18: USO is now in a stronger price location above 34.22, the 30mn poc



# 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
01/29/13	2.1	0.0	19.1	100.0	77.4	0.0	64.1	54.4	65.0
01/22/13	19.3	0.0	22.6	83.8	82.9	0.8	55.0	80.7	99.8

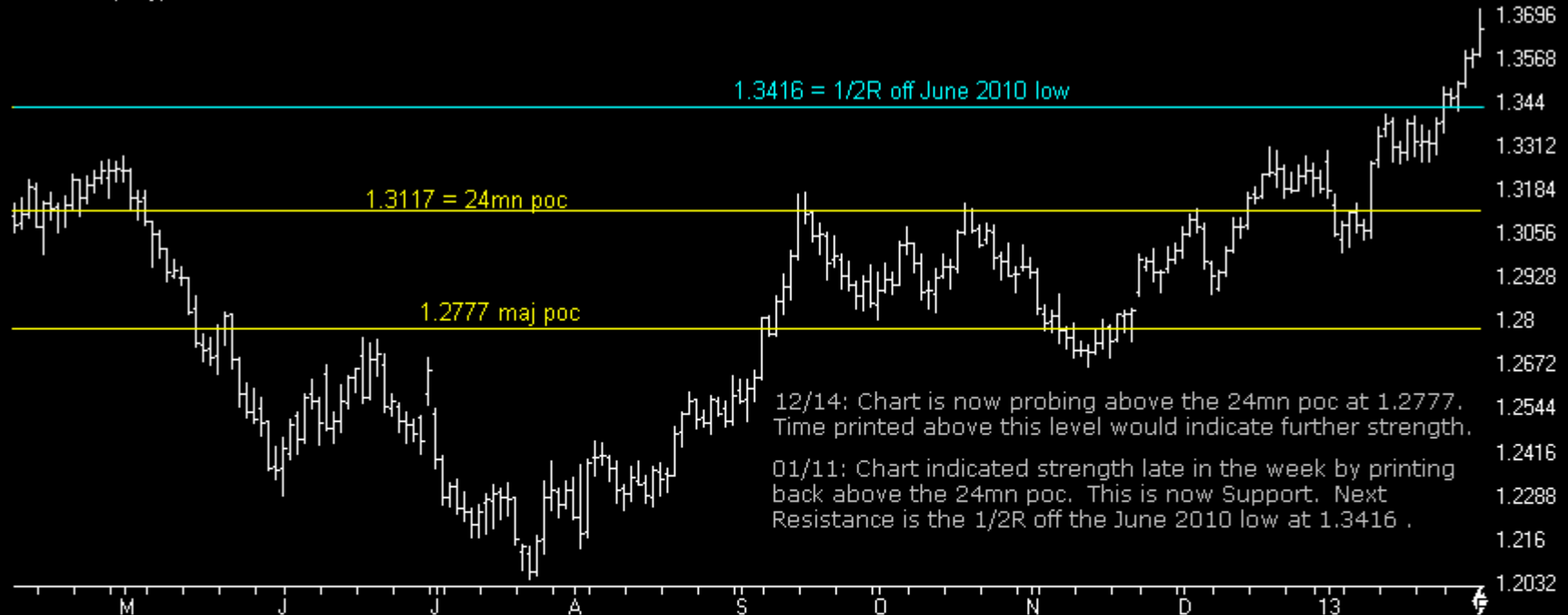
CRUDE OIL	CM Net	LT Net	ST Net
01/29/13	-275731	267989	7742
01/22/13	-252409	246103	6306



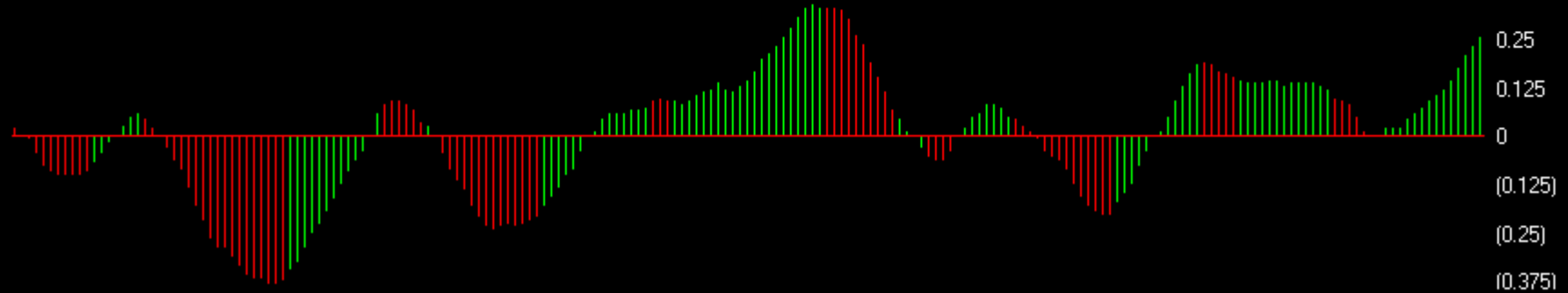
# Dollar

Charts by AIQ TradingExpert

EURUSD (Daily)



PriceOsc + PSAR



# Dollar

Charts by AIQ TradingExpert

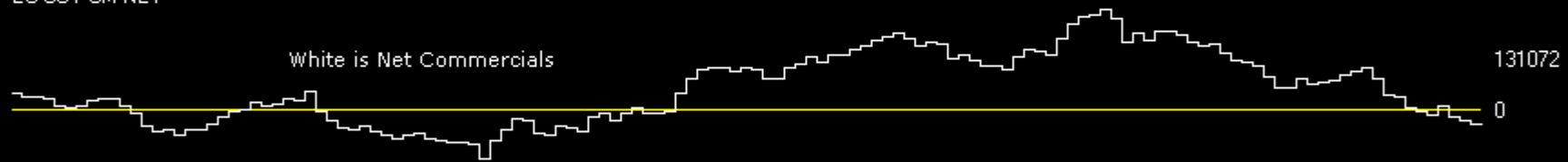
EURUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/29/13	0.0	0.0	100.0	100.0	99.9	0.0	100.0	88.7	29.8
01/22/13	0.0	0.0	100.0	100.0	97.5	0.0	96.4	91.8	42.3

EURUSD	CM Net	LT Net	ST Net
01/29/13	-35443	27472	7971
01/22/13	-27648	21381	6267



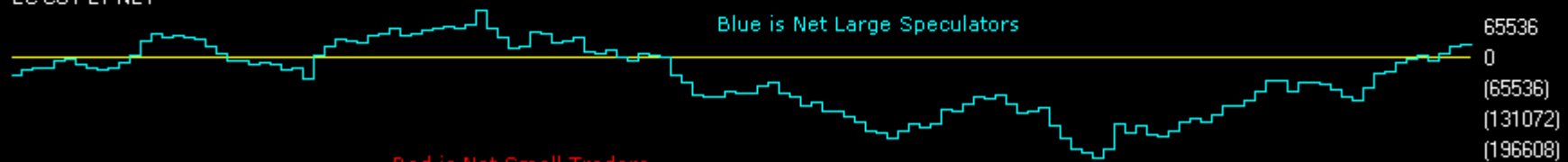
EC COT CM NET

White is Net Commercials



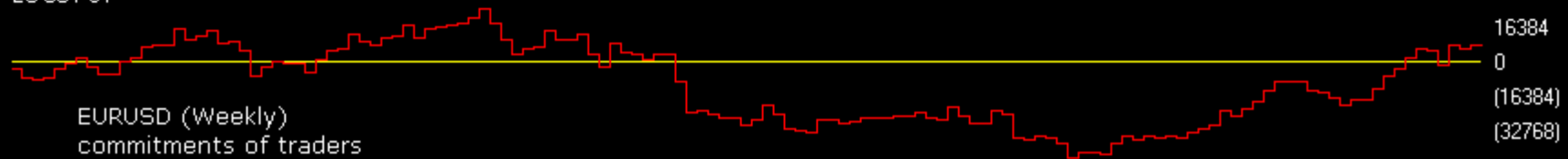
EC COT LT NET

Blue is Net Large Speculators



EC COT ST

Red is Net Small Traders



EURUSD (Weekly)  
commitments of traders

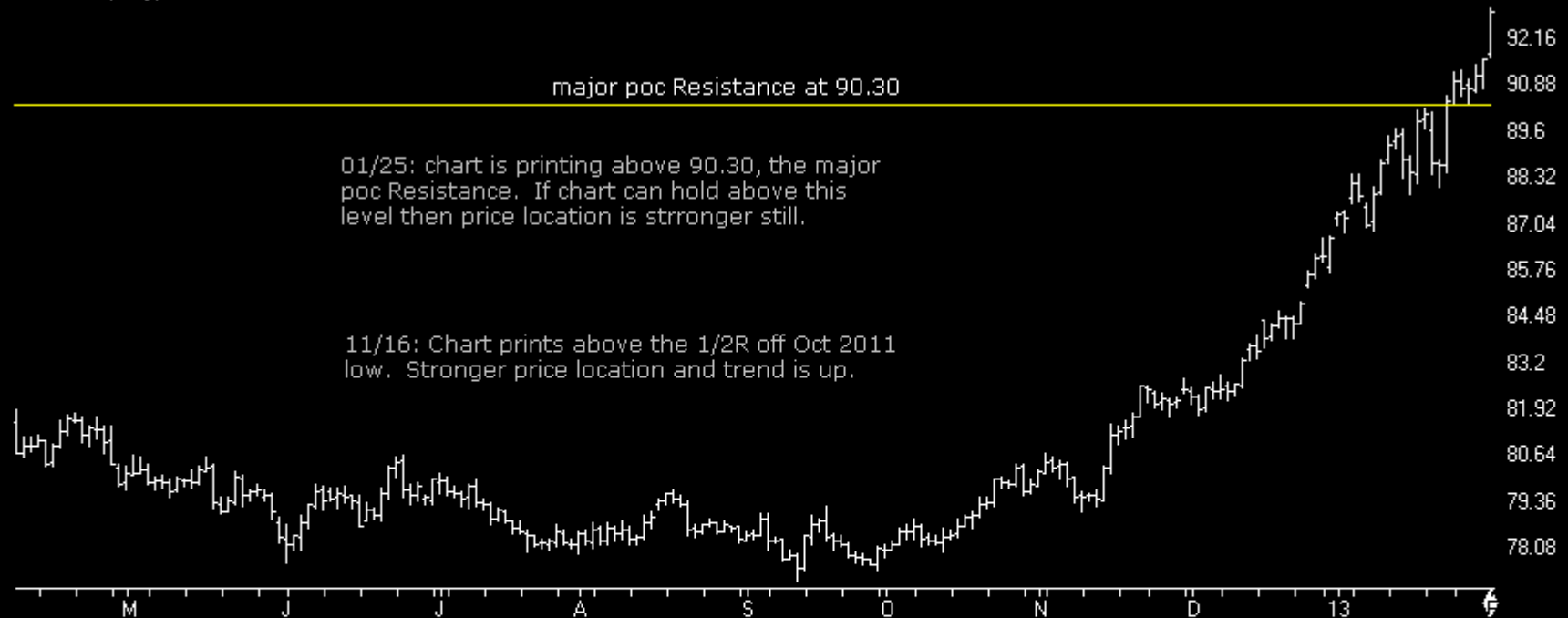


USDJPY (Daily)

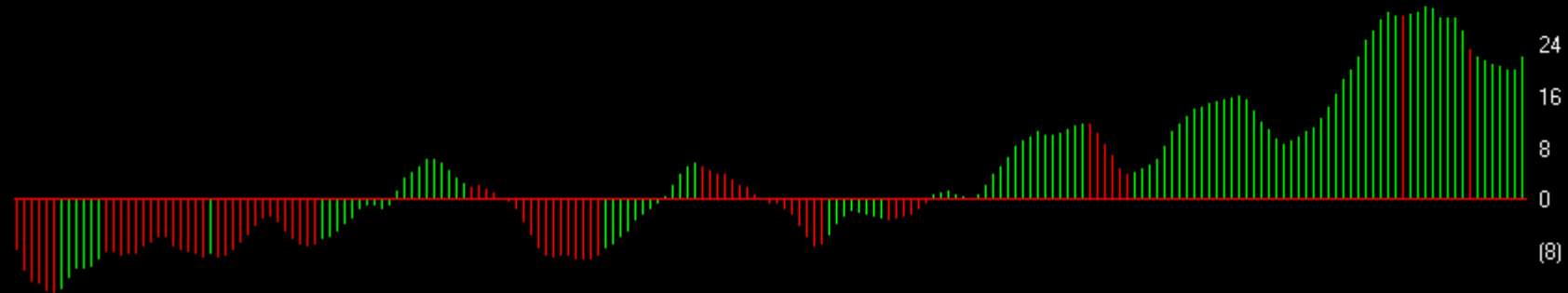
major poc Resistance at 90.30

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.



PriceOsc + PSAR

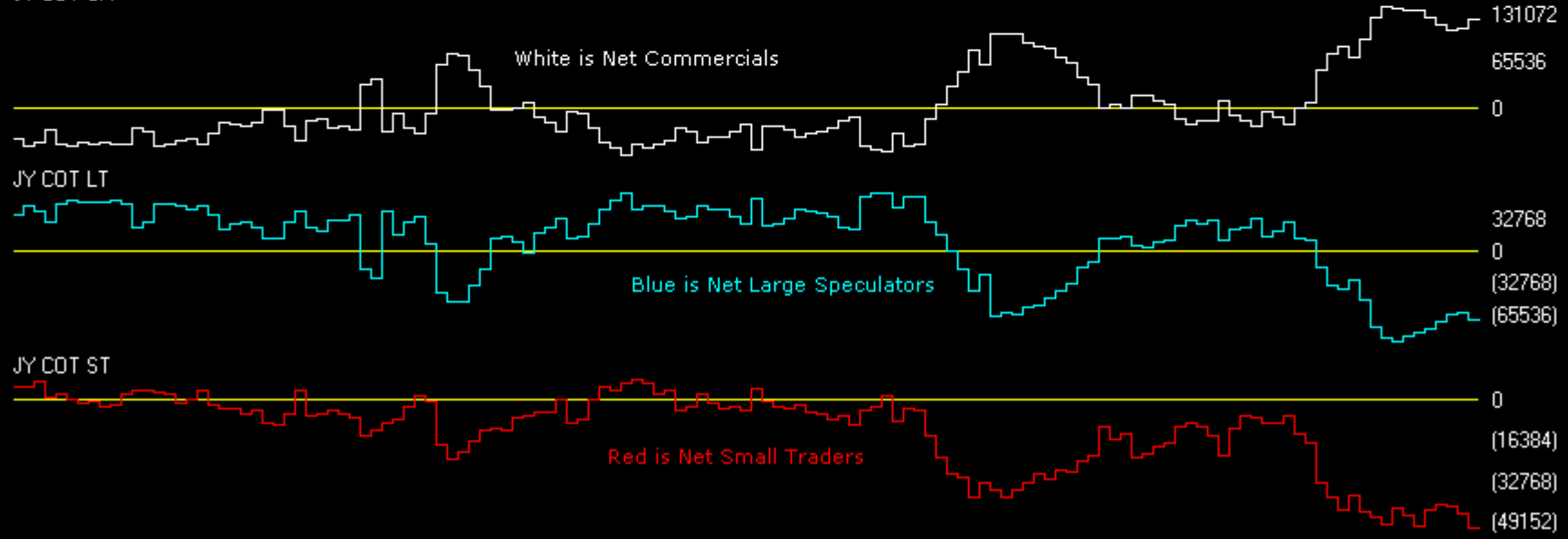
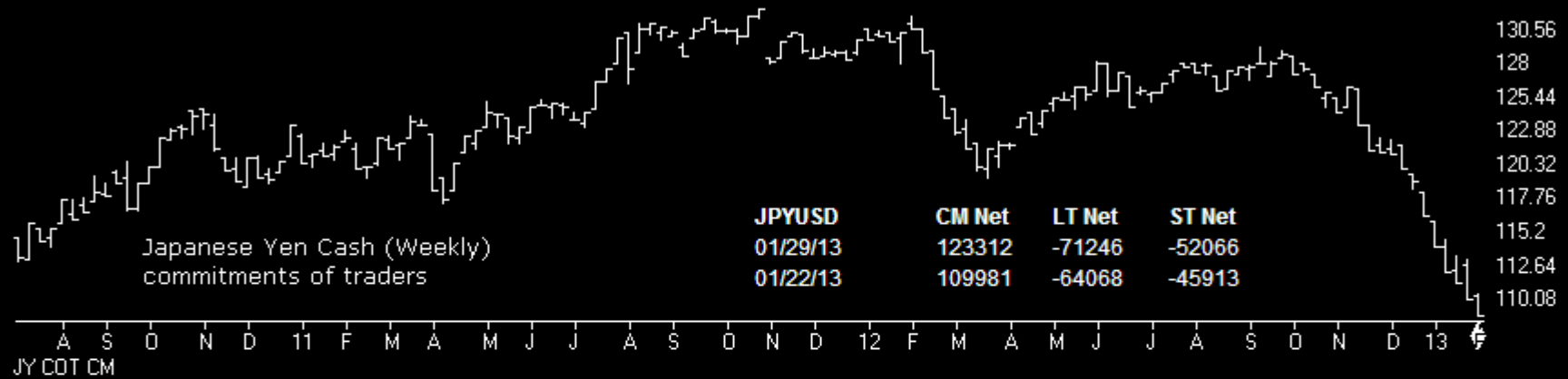


(8)

# Dollar

Charts by AIQ TradingExpert

JPYUSD	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/29/13	89.3	68.2	10.2	18.2	50.8	88.5	0.0	5.8	70.2
01/22/13	81.2	67.6	13.2	23.9	45.3	83.7	11.6	17.1	73.3



# Dollar

Charts by AIQ TradingExpert

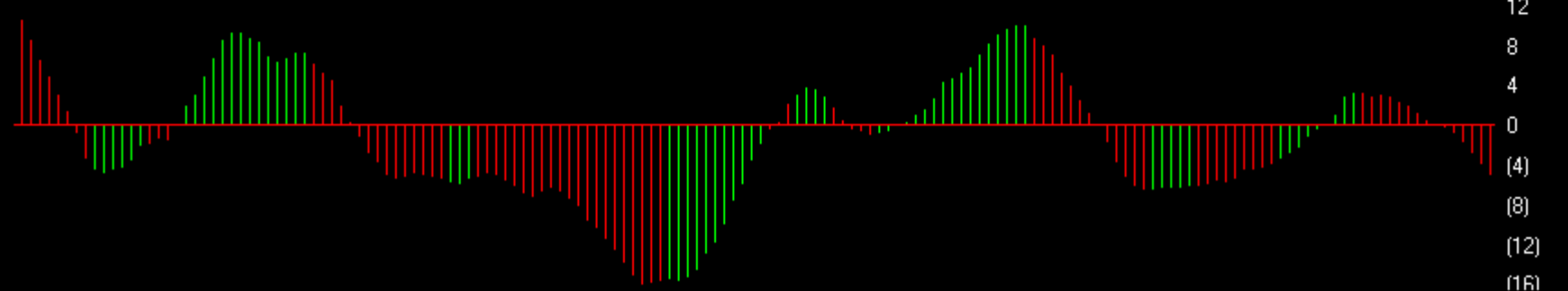
US DOLLAR INDEX (Daily)

12/14: Dollar Index is oscillating around 80.15 and is currently below that level which is weak price location. Looking for a clear higher low, or lower high relative to this poc.

02/01: Printing below 79.80, the 2yr poc which is weak price location.



PriceOsc + PSAR



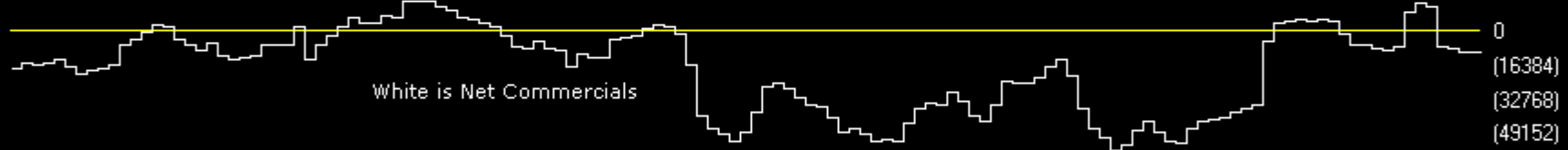
# Dollar

Charts by AIQ TradingExpert

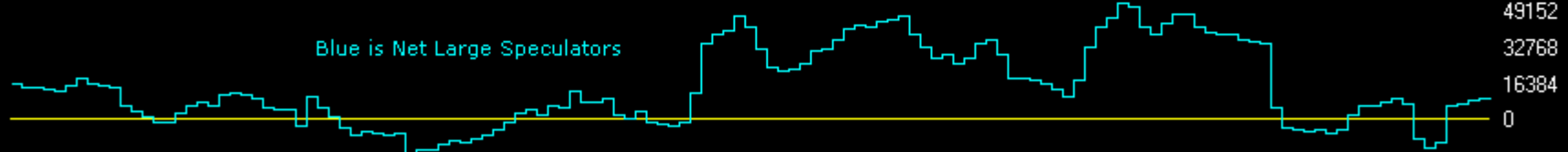
USD IX	CM Net	CM Long	CM Short	LT Net	LT Long	LT Short	ST Net	ST Long	ST Short
01/29/13	58.2	26.2	46.1	43.4	76.2	48.4	28.6	70.9	74.2
01/22/13	61.2	22.8	42.7	39.0	91.0	57.3	41.4	28.3	17.6



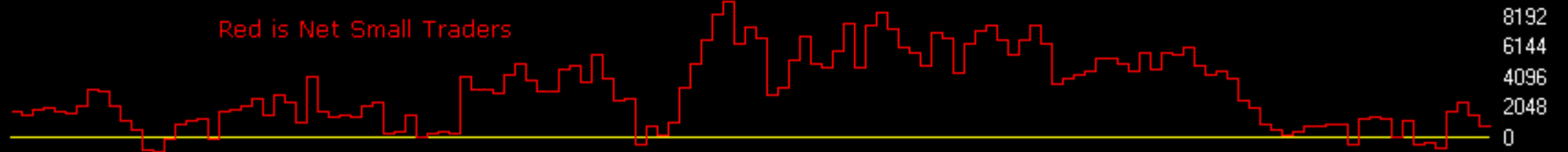
DX COT CM



DX COT LT NET



DX COT\_ST



<http://www.chartprofitwebcast.com>