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The Wall Street Sun and Storm Report™

Your daily warning system whether markets turn UP or DOWN!

Market Update as of 08-10-10: Mixed Fed Response in Treasuries

There is a lot of waffling going on in the MTT tonight. That speaks of an indecisive market. The market is definitely clueless as to where it wants to go, so it has been going no where in the case of some indices moving sideways with an undulation up or down. Other markets are pulling back a bit more and still others are moving up while the S&P 500 hesitates, such as drug stocks.

The market was somewhat pleased with what the Fed did which was to promise to use money collected on the principle mortgage payments to buy up Treasuries. So 10 years rallied while 30 years sold off a bit. Evidently the market believes interest rates may stay low for a fairly long time, but NOT for a REALLY long time.

We are still largely stuck below the June highs in most indices and leaning down at the moment. However, we have not truly broken down yet and reaching the May or April highs is not beyond this market. Yes, there are those lurking bear upward wedges that I've written about and if we break through the lower trend lines forming those, we will have more downside work to do.

It turned out that selling at resistance within the past few days and waiting for a pullback would have paid off. But we'll have to see whether that was simply a day or two's trade or more. There is one thing that we can be sure of. This would be an awful buying point for most indices.

All the best!

David

<http://www.SunAndStormInvesting.com/>

See the Market Trend Table (MTT) below for further details.

CURRENT INTRADAY COMMENTS PAGE PASSWORD: mt

MARKET TREND TABLE

Eight Stage Market Ranking System	4 Stages each BULL-BEAR	B/S/H	COMMENTS
MAJOR INDICES			R = Resistance S= Support Dates in Month/Year format
Dow Jones Industrials	Bull 3	HOLD	<p>8-10 Sell close below 10515 if you did not sell at the top. 8-8 Buy close over 10726. Perfect place to fail in upward Bearish wedge. 8-4 Stopped at the high from 2 days ago. 8-3 Retested breakout and survived. 8-2 Clear breakout above the June high. The Dow is leading the way and it remains to be seen if the rest will follow. They may and that may be the surprise. The early May high is next. 7-28: Pulled off of June high, but still above support at 10476. An upward Bear wedge could be forming which could bring us back to the June low if we do not close soon above the June high of 10594.16. The June high is probably too tempting, so we could see something above 10600 and then I believe we could actually make it to the May 12th high. 7-26: Very close to R at June high. Next buy is close over June high. 7-23: Approaching R. 7-22: Rallied over some R. Buy close over 10408. R @ 10471 and 10594 (June high). 7-21: Seems more likely to test the June low than to blast higher tomorrow. 7-19: Could buy close over 10479, but there is R just above there at 10594, which is where the Dow could fail (June high). Today stopped just past first R. Next R @ 10408, 10479, and 10594 at the June high. Key reversal day today (see text). 7-16: S @ May, June, and July lows. 7-12: Stopped today at the 200 day mav.</p>
S&P 500 (SPX)	Bull 2 from Bull 3	HOLD	<p>8-10 Waffled back down. Seventh trading day within spitting distance of June high. Sell close below 1107 or 1088 depending on how tight a stop you want. Buy close over June high. (Remember we use intraday highs unless otherwise specified.) 8-9 The last pullback was a waffle, but we are not yet through the June high. 8-6 Held up on retest of up trend line so far. Problem is that it has yet to make it over the June high. 8-5 Hung up at R. Ready for pivot UP or DOWN. 8-4 Was a waffle. Back above signal point, but below June high. 8-3 Could be signal waffle. Must close over June high still. Although it would be a reasonable place on the chart to fail, could still make it back to May or April high. 8-2 Close was above June closing high but NOT intraday high. Buy close over Intraday high of 1131.23. 7-28: Pulled off of R and could fail right here. That is not my feeling about it but again, we must be aware of the possibilities. S @ 1076-1082, 1057, 1040, 1011. 7-27: Buy again on close over or through June high. May high is next target to upside. Otherwise we retest the July high at least to the downside. 7-23: Above down trend line and over 1100. 1122-1131 is next R. 7-22: Buy close over 1100 as said. Up at R. R @ 1112.91, 1100, 1121, 1131. 7-21: Failed at R. 7-20: Buy close over 1100. R @ 1088-1089, 1093, 1100, 1122, and then</p>

				June high of 1131.23. Key reversal day today (see text). If the market explodes through that level, you may have to enter intraday and use a stop or else you may find yourself waiting for a close above the June high to buy in. The worst place to enter the markets is in the middle between two levels of resistance. .
NASDAQ 100	NDX	Bull 3	HOLD	8-10 Sell close below 1873. Buy close over June high only. 8-9 Looks headed to retest of June high. 8-4 Closed over the 7-27 high on 8-2, retested and now back above there. 7-30: Held above down trend line but is below close on day of the breakout above same down trend line which is weak. But did test the up trend line and survive which is positive. Buy close over 7-27 high. 7-28: Slipped a notch. Could be head and shoulders top. You know my opinion, but we must be aware of the possibilities. Risk has increased for another correction. A shallow pullback would bring us only to the up trend line or about 2225. A deeper correction would bring us to 2160, the mid-July low. 7-27: Just over R. 7-26: June high is next and is a ways up which is good. Is some R @ 1899 just above here and then the June high. 7-23: Stopped just above down trend line but at some R. Must make it through more decisively tomorrow. It may. Then we would be off to the June high again as next R. 7-22: Buy close over 1883, down trend line. May want to EXIT at 1883 or so and re-enter higher to manage risk. R @ 1939. 7-21: Failed at R despite Apple. Closed just above 200 day moving average. 7-20: Right at R, so we'll keep it at a SELL-C until a close over 1878 which is a BUY. 7-16: S @ May, June, and July lows.
NASDAQ		Bull 2 from Bull 3	HOLD	8-10 Could be a signal waffle. Looks like it could still get to June high, but it's at the base of the up channel and cannot break the lower trend line of that channel. Sell close below 2253 or 2218. 8-9 Buy close over 2341.11. R @ May and April highs. 8-6 Big broad top forming below June high. 8-5 Another waffle back down. 8-4 Waffle back above R. Buy close over 2307.60. 7-27: Just UNDER R @ 2296, so slid a bit. There is some danger of forming a head and shoulders with the early June high and this high as shoulders, and mid-June high as head. That could send us as far as the early June low. More @ June high. 7-26: Very close to R at June high. At a bit of R here and June high R is next. Next buy on move or close above June high. 7-23: Above down trend line for 2 days now. R @ 2298, 2307, 2341. 7-22: Buy close over 2261.
S&P Midcap 400		Bull 3	HOLD	8-10 Sell close below 746.67. 8-6 Looks tired here and in topping formation. June high was point of failure in July. 8-2 Close to R. 7-28: S @ 755.92, 746-747, 735, 720. 7-27: Failed at overhead R. 7-26: Zoomed up 1.83% today. Now near June high R. Do not chase indices that are now at a decision point. Next buy is

				<p>move through or close over 785.02. 7-23: Late May or June high is next R and next target for Bulls. 7-22: Buy close over 761. R @ 771, 785. 7-21: Back down from R. 7-20: Buy close over 761. But there is R just above so use tight stop. 7-16: S @ May, June, and July lows. 7-14: Repelled from R. R @ 755-759, then 785, the June high. 7-12: Near major R @ 758 but could make it through with the S&P 500. 7-7: R @ 757-764. 7-2: Is below the June low but close to Feb. Support. Hold if you have not sold yet.</p>
Russell 2000		Bull 2	HOLD	<p>8-6 First break would be of 639. Next S is 633 which is the up trend line coming up from July lows. The pullback is not lethal yet. 8-5 Could be a waffle. 8-2 Buy close over June high. 7-28: Failed even more. S @ 640 now. 7-27: Failed at overhead R. 7-26: Not in good buying position as it is very close to overhead June R. Next buy is intraday move or close above mid June high. 7-23: Similar situation to Thurs. but now through some R. Buy close over 654. My sense is that we are going to go back and rechallenge the May or April highs. 7-22: Now above down trend line and that line is part of a downward wedge it is breaking UP and out of. That is bullish. Buy close over 645. R @ 654, so you could wait for that if you wish. R @ 670, 677 above that. 7-21: Small caps may be forming bowl/saucer. Back testing the June low. The TWO July lows are next if it breaks down further. 7-20: Buy close over 655. 7-17: Looks headed to July low although it bounced somewhat from a point between the June and July lows. 7-16: Near first S @ June then July low. 7-15: R @ 649-652 and then June high of 677. 7-12: Weak today but still OK as it is above all the big lows. 7-9: R @ 651 and 656. Then we're back to testing the June highs from the last short rally. 7-8 Bought.</p>
Russell 2000 Growth	IWO	Bull 2 from Bull 3	HOLD	<p>8-10 Waffled back down. Sell close below 69.36 or below 68.41 which is the up trend line if you prefer a wider stop. Would have been better to sell June high, but there are alternatives! 8-9 Could be waffle. Buy close over June high only @ 73.64. 7-28: Failed at June high. Below initial support. S @ 69.51, 65.91, 64.60. 7-27: Failed at overhead R. For now. Must go through soon though. 7-26: Right at R. Next buy is intraday move or close above that R. 7-23: R @ June high. 7-22: The "bowl" part of the formation is actually a break up out of a downward wedge. Bullish. Buy close over 70.79. 7-21: Small caps may be forming bowl/saucer. Back testing late May low. We've already sold. 7-19: Could continue up with S&P 500. Relatively weak though. Sometimes the weak averages play catch up. BUY close over 70.75. 7-17: Held up at June low, but will likely test the July low at least. 7-16: At May low support now. Next S @ June and July lows. 7-15 Sell close below 68.44. This is a tight stop, so you can use a</p>

				wider one if you prefer. Buy close over 70.80.
Russell 2000 Value	IWN	Bull 2	HOLD	<p>8-10 Sell close below 59.71. 8-5 Waffled back down. In danger of breaking Bear wedge to downside. 8-4 Waffled back up. 7-29: S @ 59.92 and mid-July low. 7-28: Failed @ initial R. 7-27: Weaker than IWO. Buy new high over R at June high at this point. 7-26: R @ May and June highs. 7-23: It's enough for a BUY-C. 7-22: Buy close over 60.62, BUT R @ 59.61, 60.16, 60.57, 61.45. The "bowl" part of the formation is actually a break up out of a downward wedge. Bullish. 7-21: Small caps may be forming bowl/saucer. Back testing late June low. We've already sold. 7-19: Buy close over 61.59. Could continue up with S&P 500. Relatively weak though. Sometimes the weak averages play catch up. 7-16: At June S now. Next S @ Feb. and July lows. 7-15 Sell close below 58.65. This is a tight stop, so you can use a wider one if you prefer. Buy close over 60.16 but with R @ 61.15. 7-14: Stopped at R so moved to hold. R @ 61.18 and @ 63.84 at June high. 7-12: Sell close below 57.25. 7-9: R @ about 59.74, 61.26, and 61.98. 7-8 Bought. 7-7: Buy close over 57.15. 7-1: Tested near the Feb. low today, so could bounce now. 6-30: Testing June low. Headed to Feb. low. 6-29: Testing June low. Will likely at least test Feb low. 6-25: May pause here before going to June low. SAID: Will likely go to June lows at least. SAID: Sell close below 61.89. SAID: Still not showing 4 signs of strength. Below May 27th high.</p>
BONDS				
10 year Treas. Note		Bull 4	BUY	<p>8-6 Breakout and ominous for stock market. 7-30: Reversed and is testing recent lows in yield again. 7-27: Sell close above 3.124% yield. 7-23: Slipping a bit. Formed a double bottom in yield and is coming off that. (That means a double top in bond price) 7-21: At new closing but not intraday low today. 7-15: Sell new low only and buy new high (bond price, not yield!). 7-13: 3.285% yield is S. 7-8: Correcting a bit. Trading SELL. 7-2: SELL on close above 3.098% yield. 6-28: Broke to new highs over R. 30 year is lagging and should follow if this breakout is real.</p>
30 year Treas. Bond		Bull 3	HOLD	<p>8-10 Still lagging the 10 year. Sold off more with 10 year rally today. 8-6 moved up from support but lagging the 10 year. 8-5 Was a waffle thus far. 8-4 Barely a Bear 2 so could be a waffle. 7-30: Reversed and is heading back to retest recent low IN YIELD again. 7-29: Pulled back after trying to break out. 7-28: 30 year pulled up from support at yield of about 4.085%. 7-27: Sell close above 4.110% yield. 7-23: Slipping a bit. Formed a double bottom in yield and is coming off that (that means a double top in bond price). Also cut back through the May high in price/low in yield. 7-15: Sell new low only and buy new high (bond price, not yield!). 7-13:</p>

				S @ 4.159% yield then 4.318%. 7-2: SELL on close above 3.984% yield.
Corporate Bonds	LQD	Bull 4	BUY	7-19: Careful. Stretched now. 7-14: Made a new high. Stretched and stretching more. 7-8: Looks stretched to upside now.
Junk Bonds	HYG	Bull 4	BUY	7-20: Just below our BUY point. 7-16: Sell and buy new high over 87.90. Remember that you must look at dividend adjusted values for bond funds. The latest values are post dividend and do not require adjustment, but those prior to the dividends do. 7-9: Watch the way it behaves at the last high which was 90.33 intraday on a close on 4-20 (corrected for dividends). 7-1: Will bounce with stock market when it does.
				Check premium/discount of ETFs before buying
SECTORS				
Amex Biotech	BTK	Bull 3	HOLD	8-10 Closed BELOW May and June highs, so for now it's a false breakout. This could be a retest below the breakout. You could sell and rebuy higher or use a wider stop. It will be labeled a sell on a close below 1089.51, the July high. Note that it could fall all the way to 1074 and still stay in an upward channel. 8-9 Above the May and June highs. Next R @ 1196 and 1189 BUT that is a ways up! Was a successful (so far) retest of the breakout. 8-6 Back up above the June high by a bit. So far that counts as a passed retest. 8-5 Pulled back below June high by a bit; could be retest or point of failure. Risk just went up. 8-4 Closed over June high, but remember it is Day 1 only. 8-3 Buy close over 1089.51. 7-29: The two July lows are next if breaks first S @ 1048.50. 7-28: Failed at early June high R. Support at 1049.18. 7-27: Could be a pause or failure at R. Use a stop. 7-26: Through much R in one day, but R still at June high. 7-23: Moved up a notch. Not over our target. See -> 7-22: Buy close over 1054.02. R @ 1051.57, 1077, and June high 1112.43. Stopped at R today of down trend line. 7-20: R close @ 1054 – 1074. 7-16: Sell here or below next S. Pulling down from R. Next support at 1006.5 then 974. 7-15: Too close to R to buy now. 7-9: Pullback today, but still OK. Sell close below 1013.01. 7-8: Now above prior lows. 7-7: Just below May-June lows. Behind rest of market.
Amex Pharma	DRG	Bull 3 from Bull 2	BUY-C	8-10 Must be looking for a recession. Drugs are moving up while the rest of the market is moving down. At least so far. If there is big time selling, all boats will fall as a general rule. 8-9 Stopped at upper line of up channel. 8-6 Still headed toward upper line forming up channel. 8-5 Barely over July high. 8-3 R @ July high. 8-2 Rising nicely in channel. Move confirms the BUY. 7-30: Held support again at base of channel. 7-29: At base of a bear upward wedge (lines of channel

				are not parallel, but rather converge a bit going up. That alone is bearish, but to be truly bearish it has to break the base of the channel and the 7-23 low. 7-28: In a consolidation. Still above up trend line though, which still allows for upside resolution at moment. 7-27: Held up well today. Safety being favored? Utilities and drugs are the usual safety plays. So far, my channel theory is working. 7-26: Barely made it over our BUY number. Moved up in channel as suspected. R @ June and July highs, but could well rise to at least the top of the channel. 7-23: Bounced from up trend line today.
Amex Gold Bugs	HUI	Bull 3	BUY-C	8-6 R nearby @ 471. 8-3 Buy close over 454.99. 7-30: At R @ down trend line. 7-28: Bear 3 but at some daily chart S @ 430.19. Next S @ May low. 7-27: Sell close below 430.19 or May low if you want a wider stop. 7-26: Sliding down the down trend line. S @ 44.5 down to 436.41. 7-23: Up over down trend line formed by June-July highs, but NOT over immediate R @ 460.87 and 471. Could still buy sustained move over 454.11. Just use a stop. Gold is looking iffy and there is risk in this trade IF gold cannot get its act together. 7-22: BUY if moves and stays above 454.11. 7-21: Still holding up even though gold failed its consolidation. Moving to HOLD until gold at least gets back up into that range above GLD of 116.30. It's OK to HOLD of course if you've bought already. 7-20: Bounced a bit from support as did gold today. This is a possible BUY point, but remember that it will fall right back down through support if gold does not hold up where it is today. GLD must hold above 116.10 for example.
Amex Oil	XOI	Bull 2 from Bull 3	HOLD	8-10 Once there is one waffle around a signal, you will often see more than one. You have to stand back and use nearby support and resistance as the guide at that point and that is what I do. The shift down today is within the recent band of consolidation, so it has little meaning. Sell close below 1005.87. 8-9 Waffled back up. 8-6 Hold due to pullback from R. 7-4 Buy close over 1028.01. R @ 1037. 8-3 Buy close over 1026.47. 8-2 Over June high. R @ 1025, 1038. 7-29: Tested June high again and pulled back. 7-28: Pulled off June high and is testing below the July high. Risk has gone up, but may survive. 7-27: Buy close over June high only or move through it intraday if you are willing to get out on a reversal. Hesitating at June high. Could turn either way. 7-26: If you have not bought, R @ June high, so you may want to wait for a close over there. Will label it BUY-C with a caution.
Natural Gas	XNG	Bull 2 from Bull 3	HOLD	8-10 Waffled back down. Sell close below 524.75 or 510.94. 8-6 Buy close over 538.94 only. R @ May and June highs. 7-23: R @ 529, 534, June high. 7-23: Down trend line is next serious R. 7-22: R @ 516.85,

				533-534, 553. Buy close over 517. Trade ONLY to 535 R, then we see. 7-20: Right @ R. 7-16: S @ May and July lows. 7-15: Buy close over 517. 7-14: Moved to R and failed for now. Moving to hold 7-13: Buy close over 517.59. 7-12: R @ 517, 534, and 553.
Oil Service (Philly)	OSX	Bull 2	HOLD	8-10 Sell close below 185.30. Below June intraday high and above closing high for June. 8-6 R @ 194.56. 8-2 Above June high. 7-29: Stopped shy of June high which = R. 7-22: Buy close over 186.16. R @ 195.23. 7-21: Right at a bit of S. See below for other S. 7-20: Buy close over June high at 186.16. 7-17: Came up to resistance. Looks like the SPX did when it was up at R on 7-15. 7-16: Sell and re-buy over 186.16. R @ 186.16 and 188.72. S @ June and July lows.
DJ Transports	DJT	Bull 3	HOLD	8-10 Sell break of up trend line formed by July lows if you did not sell the high. 8-9 Just barely over June high, but it IS over that high. 7-29: Double topped and pulled back. 7-28: Double top with June high with initial failure. Is this the end of the move or do we get to the May high? 7-27: Negative today. Attempted breakout above June high failed for now. It's your choice whether to sell at the R or wait and use a lower stop. 7-26: Very close to R at June high. Next buy is on close or move through the June high. 7-23: Confirming the Dow. R here around late May-June high and then June high. 7-22: Buy close over 4309. 7-20: Buy close over 4308.77. 7-17: R @ 4256. 4309. 4514. 7-16: S @ May, June, and July lows. 7-15: Buy close over 4309.
Utility Index (Philly)	UTY	Bull 3	HOLD	8-9: Buy close over 421.45. 8-6 Has been retesting 5-3-10 breakout for several days now and has survived thus far. 7-29: Sold off hard and now has recorded a failed breakout. Sell and wait for new high or lower prices. The way it has been trading, it could return back to the lows again. 7-27: Looks OK to Dec. high. A vote for safety and finally some more recovery for the chart. But I think there is another message and that is that it's a vote for economic recovery. Utilities have been dead for a year and now they are reviving. 7-26: Retop at 5-3-10 high. 7-23: Held up near the April high. Utilities never participated in the Bull really. So yes, already back to April levels which few indices can boast. May not go anywhere from here though. May simply go back down one more time as it has for months and months. 7-22: Made it to a new high but there is more overhead resistance. 7-21: Failed a breakout to new highs. Could trade all the way back in the range that it has been stuck in. 7-20: May edge up a bit higher. 7-17: Moved up to overhead R today. May be better bet to sell R, but utilities are running up while the SPX is moving down. Is this a Bull market in safety emerging in a double dip economy? Here is the key: Utilities may out perform or

				under perform the SPX for a while but invariably move back in synch with the overall market. Use a stop on a close or intraday to protect profits. If the SPX sells off more, so will utilities eventually.
BANKING/REAL ESTATE				
BKX (KBW Banking)	BKX	Bull 1 from Bull 2	HOLD	8-10 Sell close below up trend line now @ about 47.44. 8-9 Waffled back. 8-6 Now has failed the breakout from the prior triangle formed since July low. SELL break through base of that triangle, now @ about 47.27. 8-3 Could be a one day waffle. 8-2 Buy close over 51.16. 7-29: S @ 48.61, 48.17, and July low. 7-28: S @ 48.66. R @ 50.33, 50.73, 51.13-51.16. Above there, no real R until 56.05. 7-27: Failed breakout above down trend line, but UP for day. 7-23: R @ 48.97 and 49.35 and July high. Also at down trend line which is close to our buy point, so you can wait a bit more if you like. Down trend line is at about 50.00. Let's call it a buy over 50.21. Look back at 2004. Same pattern may occur again. Sell the rallies if you buy! 7-22: Despite the rise today, the close was below the high for yesterday. Buy close over 49.41. R @ 51.16.
MSCI US REIT		Bull 3	HOLD	8-10 Back below June intraday high but still above June closing high. Sell close below 696.30 if you are willing to rebuy lower OR higher. 8-9 Back above June high w/ R at May and April highs. 8-5 Pulled back slightly below June high. For now, it's a failed breakout, but could be a retest. 8-4 May as well wait for new high above April high at this point. Reward: risk is not good at this point. 8-3 Retested the breakout and survived so far. 8-2 Broke above June high. May and April highs are next R. 7-29: Sell and rebuy new high if needed. You can take your chances on a wider stop if you wish. S @ 667, 655, 647. then mid-July low. 7-28: Still hitting June high R, but may yet get through. Use a stop. S @ 677.12, 666, 654, 637.30. 7-27: Repelled from June high, so you could sell and buy higher if you like. We will wait to see if it can go through. It does not look finished with the rally yet. 7-26: Very close to R at June high. Buy only on move through June high intraday or on close. Must use stop. 7-23: At R here at down trend line. R @ June high. It looks like it's going to rally at the moment. The R is the only issue. 7-22: If this BUY-C reverses, the deal is off, but we've exceeded the July close BUT NOT the down trend line. There is some possible resistance at 689, so if you buy here, you may have to ditch it there. So it is ONLY A TRADE to there and then we see. Sell at R and buy higher if needed. It has been making lower highs and lower lows since end of April. 7-21: Now fell to first support. Next S @ 631-642. Then May, June, July lows.

US Housing (Philly)	HGX	Bear 3 from Bull 2	HOLD	<p>8-10 Could be a waffle BUT it was repelled by the down trend line. Sell close below 95.44. 8-9 Stopped at down trend line R. Sell close below up trend line now at about 94.92. Next R @ July high then 106. 8-3 Could be a waffle vs. true failure. 8-2 Buy close over 103.99. 7-28: Selling now is much harder than selling at the June high. There could now be up to a 50-61.8% standard retracement of the Bull move from the July low. 50% is about 95.84, but I am eyeballing the Fibonacci bands on my chart, so you can do the calculation if you like. 61.8% would be to about 93.80. Despite the weakness, if you look at the chart, it's still in an up trend. 7-27: Took a breather today. Was quite stretched. 7-26: R @ 104.99, 106.63. 7-23: Look at that housing chart recover. Could pull back soon, but that would probably not end this rally. Continuing up and made it through some R. Expect it to get up to 106.63 at least. Then we see. 7-22: Broke out above July high today. May fall back to test this breakout or not. R @ 99.95, 103.31, 106.59. Note what happens at each R point and be willing to sell and ask questions later. You can always rebuy. 7-17: No bounce. Likely to at least retest last low if not go lower. 7-16: Buy close over 97.68. S @ 87.09. 7-15: Went through early June low today and came back up. 7-13: Now over early June low. 7-9 BUY-C on close over 94.38. R @ 103. Did break above down trend line. 6-30: Has already corrected more than 1/2 of rally. SAID: Should now correct at least 50% of rally.</p>

FOREIGN MARKETS				R = Resistance S= Support Dates in Month/Year format
Australia	AORD	Bull 2	HOLD	<p>8-10 Pulled down off of June high. Sell close below 4559 or 4464. 8-9 R @ June high and 4661. 7-23: Close to buy; check overnight. 7-22: Buy close over 4477.30. 7-20: Below R. 7-17: Clear sell. Looks like the SPX on 7-16. 7-16: Re-buy close over 4477.30. S @ June and July lows.</p>
Canada	TSX	Bull 3	HOLD	<p>8-10 Don't buy again until closes above the down trend line at about 11878.36. 8-9 At R @ down trend line formed by April and June highs. 8-6 R @ 11873. 7-28: S @ 11675, 11580. 7-27: Failed at overhead R @ about 11757. 7-26: At R here. 7-23: R @ 11741-57, 11799, and June high. Buy close over 11765. But realize there is close overhead resistance just above there. 7-22: Buy close over 11763.60. 7-20: Just below R. Buy close over 11769, but it's risky due to overhead R. 7-17: Held up at 200 day moving av. today. Still in down trend. 7-16: S @ May, June, and July lows. 7-15: Buy close over 118.43. 7-14: Repelled from R. Moved to HOLD. 7-13: Essentially at R @ 11685. 7-6: Could sell close below Feb. low if you want a wider stop than</p>

				the May low. 7-1: Sell close below May low. 6-29: Went farther and is testing May low. Headed back to at least 11500. SAID: Looks suspect for pullback. Sell close below 11864. SAID: Stalling out a bit where it failed last time (5-13). R @ two highs just above here.
China	FXI	Bull 3	HOLD	8-10 Next S @ 40.56 then 40.45. We will record sell at about 40.45ish. 8-3 Closed below June high. Could be one day breakdown or something worse. 8-2 Initial R @ 43.04 down trend line. 7-28: S @ 40.59, 39.81, 38.71, 38.80. 7-27: Stuck just under overhead R. Buy new high close only. 7-26: Now at June R. 7-23: Above down trend line. R @ June and April highs. 7-22: A bit too close as China was. Buy MOVE or close above 41.36, but do not hold close back below 41.10. 7-21: If you are going to buy a breakout if it happens, may as well have some China on board. It's still growing at around 7.5% they claim. Moving to HOLD, but should not matter if you sold earlier with us. Will keep BUY/SELL same as below. 7-20: Buy close over 41.10. Sell close below 38.59. 7-10: Although it held up at the early July low, it looks weak. 7-16: S right about here, but weak because it closed below the 7-2 closing low. 7-15: Sell close below 39.19. Buying is a bit more complicated if you don't already own it due to R @ 40.75, 41.07, 42.07. 7-14: Could still make it past R but pulled back for now.
Europe	VGK	Bull 3	HOLD	8-10 Sell close below 46.64. It has already broken its steep up trend line. Buy new high only. 8-9 Next R @ 48.19 down trend line. 8-3 We are past our buy point, but R is near. 7-28: Buy close over 46.41. Hesitating just above resistance. S @ 45.60, 45.28, 44.11, 43.16. 7-23: Right @ R. Buy close over 45.80. 7-22: Waffled back up again. Buy close over 45.79. 7-21: Waffled down again. S @ 42.19 and May and June lows. 7-20: Stayed above June high. BUY close back above 44.66. 7-15: R @ 45.83. 7-13: Said to buy close over 44.66 and it closed AT 44.66. 7-12: Sell close below 43.24. Could be forming double top with June high. 7-6: Failed at first R today but is up for day. Buy close over 44.66 only. 6-30: There are far better markets to play in if you must. Europe has increased risk for major surprises. 6-29: We saw this one coming. May-June lows are next.
Hang Seng	HSI	Bull 3	HOLD	8-10 Sell close below 21409. Buy new high only. R @ April high. 8-9 R @ 22389, 22620, 22672. 7-26: Very close to R at June high. Repelled from it initially, so could fail here. That would not be positive for other world markets. 7-23: Near R @ 20938. Buy close over there. Check overnight. 7-20: Check overnight. HSI is now up only 0.51% despite Apple and US rally. Buy close over 20958. SELL close below 19777.83. 7-17: Bounced off first support just a bit. Check overnight. 7-

				<p>16: S @ 20033, and May, June, and July lows. 7-15: Turning down from R and down in overnight market. Check overnight market closing price. Sell close below 19777. Buy close over 20957. 7-14: R @ 20780 and 20957. 7-8: Buy close over 20237. Sell close below 19777. Check overnight as usual. 7-7: Check overnight. 6-29: Likely to head back to May low at least. 6-28: Lack of breakout is making it less likely by the day. SAID: Could go still higher, but could roll over at any time. SELL close below 20337. Big rally on yuan announcement by Chinese. R @ 21006. SAID: R @ 20412 and 21022. SAID: Above June 3rd high. SAID: Buy close over 19910.06. SAID: Sell closing low below 19423.</p>
India	PIN	Bull 3	HOLD	<p>8-9 May be waffle. 8-6 Buy close over 23.62. 8-5 Could be reversal of breakout. Closed back slightly below 22.91. 8-2 Breakout to new recent high. 7-29: Moving sideways. 7-23: India has held up remarkably, but has gone no where since last October by the way. No where but up and down. 7-22: Buy close over 22.91. R @ 23.35-23.627-21: There is a very strange floor on this stock as if some institution is buying it over and over at the same level. 7-20: Sell close below 21.86. 7-16: Advantage is that you are selling near top if you sell. Re-buy close over 22.91. S @ 21.91, 21.66, and 21.26 and then Feb. and May lows. 7-15: Sell close below 22.03. 7-14: Buy new high only. Pulling off of last high. 7-12: closed at 22.90 EXACTLY. 7-7: Buy close over 22.90. 7-6: Appears to be struggling. It has not corrected nearly as much as most other markets. 7-2: Bull 3 with overhead resistance. 6-29: Buy new high only. 6-28: Reclassified as BULL 3 with R above. Sell move through 21.75 intraday if you like or on close if you prefer. SAID: About to downshift to Bull 2 from Bull 3. SAID: Stalled now. SAID: Trading buy only. Risk is extent to which it's already moved up. Use stop. SAID: Failed to make it through resistance. Could sell here or sell close below 21.60. SAID: Above down trend line for 2 days now. SAID: Higher risk due to distance from low. Has recovered with China and did not fall as far. Reward: Risk is issue but could use tight stop.</p>
Nikkei 225	Nikkei	Bull 1	HOLD	<p>8-10 Sell close below 9474/EWJ below 9.71. 8-9 Waffle back down a bit. 8-2 EWJ broke out but Nikkei did not. Wait for confirmation through close of Nikkei over 9807.36. Otherwise you are just buying a currency breakout. 7-20 Sell close below 9378. 7-29: If you have not bought you may want to wait for close over 9.81 in EWJ. 7-28: Prior close was 9753, below our number. Down so far in overnight. 7-27: Should have been labeled HOLD last night which was in the comments. We are not at target yet. 7-23: Same target for EWJ of close over 9.68, which is effected by currency fluctuations. Yen looks toppy and Nikkei looks</p>

				<p>like it may be making a bottom. 7-22: Buy EWJ on close over 9.68. R @ 9.81, 9.96. 7-21: Headed to July low at least. Check overnight. 7-20: Buy close over 9807.36. Check overnight. It's down at moment by about 0.5%. 7-17: Did hold up at the June low. Check overnight. 7-16: Very close to June low S and S also at July low. 7-15: Fell back from R. Buy close over 9899. Sell close below 9632. 7-14: R @ 9886, 10170, and 10251. 7-7: Buy close over 9396. Check overnight. 7-6: Conditional BUY in yen terms not USD terms (see EWJ comment) due to successful test of Nov 2009 low. Sell immediately if makes new low. BUY EWJ only on close over 9.81. Had a big run today and could fail. 7-1: Near significant support level at 11-09 low and could bounce. 6-30: Headed to Nov. low. 6-29: Headed back to May-June lows. 6-28: Reclassified to Bear 4 with S below @ May and June lows. Sell close below 10109. SAID: Stalled out a bit. Retested breakout to 4th sign level of strength. SAID: 4 of 4 signs. Buy close above 9962.42.</p>
Emerging Markets	VWO	Bull 3	HOLD	<p>8-10 Sell close below 42.20 or 41.30. 8-9 42.97 is next R. 8-6 Buy new high only over 43.98. If it cannot do that, it's not worth buying. 8-2 Going up to rechallenge the April highs. 7-29: Leading the developed world higher. This is one good sign. Jan and April highs could be next. 7-28: Tested the breakout from the triangle it was in and survived for now. S @ 41.31, 41.22, 7-27: Should get back to Jan. or April high. 7-23: R @ 42.97 and April high. 7-22: Buy close over 41.32. Close was just 0.01 above our target, so we're calling that "not good enough." You do not want to buy when they are playing with your number, because of the risk that it's really just been treated as a R point. It is positive that it is higher, but it needed to clear 41.31, and that just does not cut it. 7-21: Waffled back down. Will likely take direction of the US markets. Sell close below 39.32. 7-20: Buy close over 41.31. Look at the chart by the way. It looks like it could swing widely in a band for the next year and basically go no where. Clearing the last major high is the only escape. That high is at 43.62.</p>
US DOLLAR INDEX		Bear 3	HOLD	<p>8-10 The Euro could easily fall to 126 from here. Sell close below 80.08 and buy close above 81.13. 8-9 Waffled back above 200 day moving av. Trading buy on move through 81.13. Yen and Euro look topy. Re-sell close below 80.03. 8-8 S @ 80.03 and 79.51. The slow grind down continues. 8-3 Next support below the 200 day which it is just above would be about 79.46. 8-2 Dollar sometimes will trade around the 200 day moving average, so watch that. Fibonacci 61.8% correction is next S area. 7-29: 80.47 is next support. Could the dollar and gold be de-coupling again? That means dollar down, gold up??? They have</p>

				<p>moved together since Feb 2010 more than not. 7-27: On some support. It's been in down trend and not had much of a bounce. If it falls through, that would make it more likely for stocks to make it back above June highs. 7-23: Could fail at support. If it reverses upward, we'll have to watch our stock positions carefully. 7-22: S @ 81.90. Big reversal today but was what is called an inside day. Range within range of prior day. It's more of a consolidation with a downside bias.</p>
				<p>R = Resistance S= Support Dates in Month/Year format</p>
COMMODITIES				
Except GLD based on near month futures prices				
				<p>8-10 Sell break of up trend line. 8-6 Commodities pulled back from resistance and could trade at least back to the up trend line coming up from the July lows. Buy new high only for now. 8-5 Pulled back from R. Buy new high over today's high only. 8-2 This has been a Buy for 3 days. Met our number. Now at top of R band. Buy more only on fresh breakout to new highs above 280.83. 7-29: R right here (200 day moving average) and then the Feb through April highs discussed in today's report. 7-28: Should really be labeled a HOLD since we are waiting for an upside breakout. Sell a breach of the up trend line connecting the two July lows. Rechallenging top of triangle formation today. 7-23: Darn close. Wait for the number. R @ 267.02, 269.45, 7-22: Commodities are fairly cheap if you look at the chart. The odds of out performance are going up as time passes. 7-16: Sell-C but buy close over 267.02. S @ 258 and May, June, and July lows. 7-15: R @ 266-268 and 270. 7-13: Was a waffle and now above R by less than a point. 7-12: Could waffle around here tripping signals, but cannot exclude a deeper pullback. Risk has increased. We have not rebought this yet. 7-8: At first R. 7-7: Buy close over or through 261. 6-26: Will likely hit May-June lows. 6-25: close to buy. Same buy stop. SAID: Sell if you will reverse and rebuy higher. Buy close over 267.02. SAID: Still stuck at R. Could fall with stock market. SAID: Could fail here as we have the same story: STILL being repelled at same R point. Must move past here or will fail in a significant way, i.e. bounce down.</p>
CRB Index		Bull 3	HOLD	
				<p>8-9 Pulled back from R and could drift back down to around 114ish. A close above 119.13 would create a trading buy signal. 8-6 118.49 is next R then 119.13. 8-4 Hit 117.50 target mentioned on tweet and pulled back. The reversal is NOT positive. 8-3 Just barely below up trend line and slightly above down trend line. Must low close above former. 8-2 Closed barely over 7-29 close and just barely over down trend line; so little that it is a weak close. Buy close above down trend line if does</p>
Gold	GLD	Bear 2	HOLD	

			<p>not look too stretched. 7-29: Could trade up to 118.40. Reward: Risk from HERE is not good enough. If you bought at 113, hold and see if we move higher. Selling of gold around the world is a big negative for intermediate term despite short term bounce. 7-29: Did hold the 113 support again, but it's a bit tentative. Could still break up, could still break down. So I'm standing aside on the trade. There is net selling of gold and the strength in gold is due to the dollar falling. Of course, if the dollar really starts to fall, gold buying may finally kick in worldwide, not just in the US. Show me the money. We need another day of strength. 7-28: Will likely go where the dollar goes. 7-21: Broke back down through consolidation area. Headed to about 113.13 next. 7-20: GLD volume today was low on the "save" when it went back above the consolidation range formed over the past 10 trading days or so. 7-19: We sold our trading positions much higher. Gold could still be part of a longer term HOLD, but others may challenge that notion. You will have to decide for yourself. Personally I think holding 5% is always prudent, but 7.5% to 10% is more appropriate in up trends! At any right, cash is winning now. The prior HOLD was just to indicate a point of potential support. It has broken the consolidation support today and is a SELL down to 113ish. It could bounce there. If it does not, there could be considerable damage down to around 102-106. Yes, that low. 7-6: GLD is on way to 113ish support.</p>
Light Sweet Crude Oil	Bull 3	HOLD	<p>8-10 Sell close below 79.94. Did successfully retest breakout intraday. Looks like it could drift lower. 8-6 Retested the 79.94 breakout area and survived so far. 8-2 Breakout today w nearby overhead R @ 82.43, 83.95, 87.09. 7-29: Jumped back up today warranting hold. Buy over our number. 7-27: SELL-C because may only fall to 74.88 and pull up again. Will rebuy our 79.94 number or lower if that happens to be more advantageous. Did not break out and pulled back. Sell and buy new high. 7-26: Very close to R at June high. Pausing there makes it a bit iffy. Must trade above our #. 7-23: Market likes my number; playing off of it getting up to 79.60 today. If it can break over my target, it is a buy to the mid to high 80's. And oil stocks will do well if that happens. They'll sell off again if there is a failure here. 7-22: Wait for signal (see-->) 7-21: Oil has broken out of the triangle it was forming but needs to break up through that 79.94 number we mentioned. Otherwise it could slide back down from here as it has several times since last October.</p>
			<p>R = Resistance S= Support Dates in Month/Year format</p>

Check premium/discount of ETFs before buying

R = Resistance S= Support
BUY-C = Conditional BUY. Check comments for correct set-up for BUY.
SELL-C = Conditional SELL. Check comments for correct set-up for SELL.

Low or high: refer to intraday low or intraday high, respectively, unless otherwise specified.

Waffle: Price moving back and forth between two signals at least once.

NOTE:

It's important to always check the premium/discount of a fund from net asset value prior to buying. Some funds may be priced as much as 60% above their value. It would greatly increase your risk to buy at such a premium as the fund could return to the value of its assets over a period of time. Remember that just because a market is listed as a BUY, SELL, or HOLD does not mean that you should take that action. Your plan may be to buy on the way down for example despite of the trend. Please make your own decisions. Also realize that signals may reverse 1 or 2 days following their occurrence. Breakouts and apparent breakdowns may reverse course even after 3 days above/below the break point, so remain alert! Consider scaling in and out of markets rather than selling or buying an entire position on one day. Realize that ETFs that are supposed to mimic the indices may sometimes anticipate a market move ahead of the index, so you may want to check to see if the ETF is over the same resistance or has closed below the same support on the chart as the index itself before buying or selling, respectively. The "flash crash" lows of May 6, 2010 showed how far an ETF can deviate from an index over a short period of time. Finally, **SPX** is not a stock/ETF symbol; it's an abbreviation normally used with S&P 500 index options. Due to its ability to be typed quickly, I'll be using "SPX" often as a shorthand to the cumbersome S&P 500!

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