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MMA WEEKLY COMMENTS AND TRADE RECOMMENDATIONS
FOR WEEK OF 5-31-2010

Comments: Please take a moment to view my weekly geocosmic comments on the stock market, at <http://www.mmacycles.com/artweek.htm>. Or, you can go to www.mmacycles.com, and then choose Weekly Preview. You can also go to www.stariq.com, and then look up "market week." We are also pleased to announce that these weekly geocosmic comments are now available in German at <http://www.astrodata.com/shop.asp?action=weeklycontent&ccat=1&nav=45>, or www.astrodata.ch. And they are now available in Dutch at www.markettiming.nl. We are also pleased to announce that these weekly geocosmic comments are available in French on our own web site at www.mmacycles.com, and also in Japanese to our clients in Japan at <http://merriman.jp>. The report is available in several languages at <http://www.lecochonsideral.info/PubliMERRI/Francais/Annee2007/semaine.html> or <http://www.lecochonsideral.info/PubliMERRI/AccueilMerri.html>. And now we are in Spanish at www.mmacycles-spanish.com, Serbian at www.mma-balkan.com, and Russian at www.urania.ru.

Note: We are now entering the heart of the Cardinal Climax, late May through early September. As you can see, this is likely to be a time of great volatility and large price swings. It will be difficult finding exact points to enter that would be considered great risk-reward ratios, for stop-losses in outright positions will need to be quite far removed in many cases to protect against being stopped out. For this reason, everyone will need to learn to be the dreaded "hedge" trader these days. That is, rather than setting stop-losses, it may be better to hedge your position against extreme price fluctuations using outright long options or covered options that might inflate greatly due to the amplitude of price movements. I may make such suggestions now over the next couple of months, so that we may capture some of these moves I think are possible, without getting stopped out before realizing the full extent of these new or existing trends.

The other thing I want to say is that I think these moves will be mostly bullish for assets (stocks, precious metals, grains) but with extremely sharp but brief downturns along the way. But in terms of geocosmic principles of the planets involved, I could be dead wrong. There is a possibility also of another panic that crushes asset prices. But you have to take a stand if you want the possibility of large returns, and hence my outlook will be mostly bullish, but with the advice to sometimes buy puts or sell calls against these positions. Or for safety, even consider outright call options, or bull spreads. This way, your risk is limited.

DJIA Cash: Last week's low was below weekly support and the close was back above, which is a bullish bias. And the close was below the weekly trend indicator point for the 5th consecutive week, which means it remains in a trend run down. A close above 10,326 will upgrade it back to neutral. Weekly support is 9852-9892. A close below 9852 is bearish. A trade below followed by a close back above is a bullish trigger. Weekly resistance is **10,342-10,382**. A close above 10,382 is bullish. A trade above followed by a close back below is a bearish trigger. A bullish crossover zone remains in effect at 8266-8433. Bearish crossover zones remain in effect at 12,094-12,161, 12,432-12,496, 12,817-12,856, 13,088-13,254, and 13,825-13,969.



This will start the 17th week of an older 13-21 week primary cycle, or the 1st week of a newer one following the 9774 low of last Tuesday, May 25. It took out the 9869 low, including the intraday 1000-point washout, of May 6. And then it bounced back nicely to close on a bullish trigger. That is oftentimes how primary cycle bottoms unfold – a bullish trigger that is then followed by a bullish close the next week. Thus, if we close above weekly resistance now, we have a bullish sequence in effect, which indicates the primary bottom is in, and a new primary cycle is underway. And if that is the case, the question becomes will it be a bullish or bearish primary cycle? In a bearish one, the rally lasts only 2-5 weeks, followed by a decline below the low that started the primary cycle. In that case, I would have to make the case that the DJIA will fall to 8400-9000 at the end of the next primary cycle, and maybe way below (i.e. 5000-5500). In a bullish primary cycle, the market would rally for at least 8 weeks, and I think it could rise to 12,500 +/- 500. With Jupiter conjunct Uranus from now through early September, that is not only still possible, but still my bias. I tend to give more credence to the planetary influences right now than the fundamental, technical, or ever chart pattern. But in truth, a collapse to 5000-5500, or 8400-9000, could also fit Jupiter and Uranus in a negative manifestation, especially the lower level. With this combination, prices almost always rise or fall much more than most expect.

The low early on May 25 fit very well with some of our geocosmic considerations as stated the past 2 weeks as follows: Ideally I would like to see it (primary cycle) bottom May 24 +/- one day, because that is when transiting Mars is in adverse aspect to the NYSE chart, and in most cases that completes a sharp downturn.” And then last week, “In the case of the daily, the primary cycle cannot be confirmed until prices close back above the 25-day moving average, which starts this week at 10,824 and is falling. Until that MA is exceeded, there is nothing to say that prices cannot trade lower. If 9869 breaks, the next downside targets are 9531.92 +/- 203.68 and 8863.97 +/- 564.99. It would mean prices are falling into the first 16.5-month (range 13-20) phase of the new 4-year cycle. I do think it will hold the lower target, if elected. It is possible that 13-20 month cycle phase is happening right now with a double bottom to the 50-week cycle trough of February 5. It is also possible that a primary bottom is forming now, to be followed by a bearish primary cycle that will end the 13-20 month cycle phase between September-November, when both the mid-term Presidential Election Year and 50-week cycle troughs overlap.... We will base our strategies on this more bullish outlook, until proven otherwise. We will also stay alert and nimble, because the technical condition of the market is far from bullish right now, and instead of huge rally that we think is going to happen, we could instead witness a further washout under the extremes suggested by Jupiter and Uranus entering Aries, which starts this week and lasts through early September. It might be a good idea to go long the indices now, but with puts (September or December) as a hedge until we clear the 25-day moving average.”

This week could continue to see volatility and sharp moves, see-sawing back and forth into Friday’s Employment Report. It could be a strange report as Moon is in Pisces that day. It may need to be revised sharply the following month due to many inaccuracies in calculating. The question is whether those mis-calculations would be intentional or innocent.

Lunar cycles for this week are as follows. Anything above 120 means there is a higher than expected probability of a reversal from an isolated high or low:

June 1-3	89.5
June 4	117.2*
June 7	48.8###



June 8-10	115.1*
June 11	97.8

Strategy: Position traders are now long with a stop-loss on a close under 9774.

Aggressive traders may continue to trade from the long side too, with the same stop-loss, as we are in a time band for a primary cycle trough, and powerful geocosmic signatures are present. This doesn't negate the possibility of 1000 point washout during this period, but the potential for a 1000 point reversal (rally) is even greater, I think.

SPM (June S&P): We will switch to September the following week. Last week's low was below weekly support, and the close was back above, which is a bullish trigger. And the close was below the weekly trend indicator point for the 5th consecutive week, which means it remains in a trend run down. A close above 1105.20 will upgrade it back to neutral. Weekly support is 1047.85-1053.45. A close below 1047.85 is bearish. A trade below followed by a close back above is a bullish trigger. Weekly resistance is 1117.95-1123.55. A close above 1123.55 is bullish. A trade above followed by a close back below is a bearish trigger. Bullish crossover zones remain in effect at 889.55-902.40 and 791.10-791.25. Bearish crossover zones remain in effect at 1384.80-1388.55, 1456.15-1473.80, and 1540.35-1559.60 in the nearby contract.

This also starts the 17th week here too of an older 15-23 week primary cycle, or the 1st week of a new one following the low at 1036.60 last Tuesday, May 25. It won't be confirmed as a new primary cycle until prices trade above the 25-day moving average, currently at 1136.65, and falling almost 5 points/day. But the 15-day slow stochastics have turned around and are rising now, above 25%, with K widening its distance above D. This is a bullish pattern I like to see at primary bottoms. One concern is that if it is was the primary bottom, and price only rally back to about 1150 area in the next 2-5 weeks, it might form the right shoulder of a bearish head and shoulders formation. We will have to watch closely as this develops.

Strategy: Position traders are now advised to be long or go long with a stop-loss on close below the 1036.60 low of last Tuesday.

Aggressive shorter-term traders are also encouraged to be long or get long now, with the same stop-loss given above.

NDM (June NASDAQ): We will switch to September the following week. Last week's range was between weekly support and resistance, which is neutral. And the close was below the weekly trend indicator point for the 5th consecutive week, which means it remains in a trend run down. A close above 1862.50 will upgrade it back to neutral. Weekly support is 1778-1791. A close below 1778 is bearish. A trade below followed by a close back above is a bullish trigger. Weekly resistance is 1900-1913. A close above 1913 is bullish. A trade above followed by a close back below is a bearish trigger. A bullish crossover zone remains in effect at 1649-1662.

Here too it starts the 17th week of an older 15-23 week primary cycle, or the 1st week of a new one following the new cycle low of 1753 last Tuesday. As stated before, "I like this index the best of all, the stock indices because Jupiter conjunct Uranus rules technology. If the equity markets are as bullish as this signature suggests it could be, then this particular index stands to gain the most."



Strategy: Position traders may be long, or look to get long, with a stop-loss on a close below 1753.

Aggressive traders may do the same.

EUC (Euro Cash): Last week's close was into weekly support, which is mostly bearish. And the close was below the weekly trend indicator point for the 10th time in 11 weeks, which means it remains in a trend run down. A close above 1.2463 will upgrade it back to neutral. Weekly support is 1.2064-1.2093. A close below 1.2064 is bearish. A trade below followed by a close back above is a bullish trigger. Weekly resistance is 1.2470-1.2500. A weekly close above 1.2500 is bullish. A trade above followed by a close back below is a bearish trigger. Bullish crossover zones remain in effect at 1.2166-1.2189 (it went slightly below, but closed back above, which offers hope to the bulls still) and 1.2015-1.2040. A bearish crossover zone remains in effect at 1.5322-1.5458.

This now starts the 23rd week of the 21-34 week primary cycle following the 1.4216 low of December 22. It also begins the 2nd week of the third 7-11 week major cycle phase, following the 1.2142 low of our May 19 critical reversal date. As stated last week, "It's possible the low of May 19 was a 21-week primary cycle trough, as it was in the 21-34 week time band. That's also possible because May 2010 was the 19th month of the third 17-month cycle phase of the 4-year cycle."

But right now we are re-testing that low of May 19. It is possible this is a 'b' wave down of an a-b-c up pattern for the crest of the third major cycle. If so, this low should be in now, with perhaps a chance of a decline to 1.2050 area. If the low is in, then now look for a rally to 1.2826 +/- .0081, perhaps even this week or the next. If the labeling is correct, the move should take out the 25-day moving average, now at 1.2687 and falling about .0045/day. The daily stochastics, however, are pointed down again, but oversold enough where a case of bullish oscillator divergence could form if the Euro should now turn up.

We repeat last week's comments here too, "If last week's low (May 19) was only the second major cycle phase of a three-phase primary cycle, then this rally would likely last only 1-3 weeks, with a price target at 1.2980 +/- .0198. But if it is a primary cycle trough, then the rally will last more like 3-8 weeks, with a price target of 1.3362 +/- .0288. And if it was the 17-month and thus 4.5-year cycle trough, the rally would likely last at least 6 months, and the upside price target could be as high as 1.5000 or more. Since the 4.5-year cycle trough is ideally due May 2001 +/- 9 months, and since the 17-month cycle phase was due March 2010 +/- 3 months, there is reason to be excited here. But we won't know the answer yet for perhaps another month. If prices are still rising after three weeks, it will look very good. If not, we could still see one more decline into the third 9-14 week major cycle trough, thus completing the primary and longer-term cycles, perhaps down to 1.1000-1.1500.... By the way, at that low, the Swiss Franc did not take out its previous 4-year cycle trough (May 19), thus creating a case of bullish intermarket divergence in a critical reversal zone." And last week, the Swiss Franc took out the low of May 19, but the Euro cash did not, for yet another possibility of an intermarket bullish divergence signal.

Strategy: Last week's report stated, "Position traders are now long. Set the stop-loss on a close below 1.2000. This should have been a trade for aggressive traders only, because we don't have confirmation of a primary cycle trough. Look to exit if prices rally to 1.2826 +/- .0081.

Aggressive traders are also long with a stop-loss under 1.2000 or a close below 1.2140. On a rally to 1.2826 +/- .0081, take profits and reverse to the short side with a stop-loss on a close above 1.3100.



Euro June (EUM): We will switch to September the following week. Weekly support is 1.2119-1.2131. Resistance is 1.2529-1.2541. The weekly trend indicator point is 1.2476. The difference between cash and futures is .0057 to futures. This may be distorted. They should be close to one another now as June is about to expire.

JYC (Dollar/Yen Cash): Last week's range was between weekly support and resistance, which is neutral. And the close was below the weekly trend indicator point for the 4th consecutive week, which means it remains in a trend run down. A close above 91.28 will upgrade it to neutral. Weekly support is 89.73-89.96. A weekly close below 89.73 is bearish. A trade below followed by a close back above is a bullish trigger. Weekly resistance is 91.96-92.13. A weekly close above 92.13 is bullish. A trade above followed by a close back below is a bearish trigger. Bearish crossover zones remain in effect at 110.92-111.75, 116.25-117.09, and 120.34-120.58.

This starts the 27th week of the 26-40 week primary cycle following the 84.81 low of November 27. It also starts the 13th week of the second 13-20 week half-primary cycle low from the 88.10 mark that happened on March 4. Thus the primary cycle trough is ideally due anytime in the next 7 weeks. But right now the stochastics are pointed up, suggesting a stronger Dollar. If the labeling is right, that will be short-lived, with a price target of 91.31 +/- .55. It got to 91.41 on Friday. In spite of rising stochastics, that could be the end of this rally if the primary cycle trough is still ahead. Yet if the market closes above weekly resistance, we will have to re-assess this outlook.

Strategy: Position traders may be short with a stop-loss above 93.00, or a close above weekly resistance, depending on risk allowance, as a primary cycle trough below 88.00 is still indicated in the next 7 weeks.

Aggressive traders may have taken profits on longs last week, or still be in. Look to exit this position and even reverse to the short side unless prices close above weekly resistance.

Japanese Yen June (JYM): We will switch to September the following week. Weekly support is 1.0883-1.0901. Weekly resistance is 1.1151-1.1169. The weekly trend indicator point is at 1.0973. The market is bullish unless it closes below weekly support.

Euro/Yen Spread – Cash: Last week's low was below weekly support and the close was back above, which is a bullish trigger again. And the close was below the weekly trend indicator point for the 7th consecutive week, which means it remains in a trend run down. A close above 1.1361 will upgrade it back to neutral. Weekly support is 109.13-109.31. A close below 109.13 is bearish, and a trade below followed by a close back above is a bullish trigger. Weekly resistance is 114.00-114.18. A close above 114.18 is bullish, but a trade above followed by a close back below is a bearish trigger. Bearish crossover zones remain in effect at 140.72-140.96 and 150.58-153.25.

This week starts the 27th week of 21-34 week primary cycle. It also starts the 14th week of the second 11-17 week half-primary cycle. Thus we are still in a time band for the primary cycle trough, due anytime in the next 3 weeks. It may have even happened on last Tuesday's new low at 108.86, as the market closed on a weekly bullish trigger again at 111.75. If so, we should now see a strong rally in this spread, lasting at least 3-8 weeks. The 15-day slow stochastics are now oversold, but have not risen yet above 25% to signal the low is in. It will still take a close above the 25-day moving average to confirm. That MA is now at 117.11 and dropping about .15/day.



Strategy: Position traders may now be long, per last week's strategy, with a stop-loss on a close under 109.45 or 108.80, depending on risk allowance.

Aggressive traders are also long, with the same stop-loss. A primary bottom is due, and hence the entry.

Swiss Franc June (SFM): We will switch to September the following week. Last week's low was below weekly support but the close was back above, which is a bullish trigger. And the close was below the weekly trend indicator point for the 7th consecutive week, which means it remains in a trend run down. A close above .8778 will upgrade it back to neutral. Weekly support is .8569-.8572. A close below .8569 is bearish. A trade below followed by a close back above is a bullish trigger. Weekly resistance is .8722-.8724. A weekly close above .8724 is bullish. A trade above followed by a close back below is a bearish trigger.

This starts the 24th week of the 21-34 week primary cycle. It may also start the 8th week of the third 7-11 week major cycle phase. Thus a primary cycle trough is due, and may have even happened on the low of .8562 last Tuesday. The Euro did not make a new low then, so it could be another case of intermarket bullish divergence. Even on this new low, the Swiss has held above its 17-month cycle low of November 2008, and the Euro is still well below its mark of the late 2008, yet a double case of bullish intermarket divergence. This fits exactly with last week's comments, stating, "The Swiss Franc dropped to .8636 last week, on Wednesday, May 19, which is right there for our critical reversal date affecting currencies. It created a case of bullish intermarket divergence to the Euro currency, which made a new 4-year low (the Swiss Franc did not). But the rally following that low was no where near as impressive as what happened in the Euro currency, so it is a little suspect, especially as it closed into weekly support, which is mostly bullish. *Now we would like to see the Swiss Franc take out last week's low, but not the same in the Euro, for an even better buying set up in the next two weeks. But we don't want to see the Swiss Franc take out its low of .8134 in November 2008.*" Bingo! Let's see if this divergence can be maintained this week.

Strategy: The report of two week's ago advised, "Position traders can look for signs of a primary cycle trough forming at any time between now and May 26, and an opportunity to buy at least some call options." So position traders are long call options (I am not going to track options trading however). Last week's report also stated, "You may also look to purchase futures if SFM falls below .8636 this week, and Euro currency does not take out last week's low, with a stop-loss on a close under weekly support." Got that. Set the stop-loss on these new longs at a close below .8562. Prepare to switch to September contract at the end of this week, or the following week.

Aggressive short-term traders are also long with a stop-loss on a close under .8562.

TYU (September T-Notes): Last week's range was between weekly support and resistance, which is neutral. And the close was above the weekly trend indicator point for the 7th consecutive week, which means it remains in a trend run up. A close below 119/15 will downgrade it back to neutral. Weekly support is 118/20-118/27. A close below 118/20 this week will be bearish. A trade below followed by a close back above is a bullish trigger. Weekly resistance is 120/31-121/06. A weekly close above 120/31 is bullish. Bearish crossover zones remain in effect at 125/13-125/14 and 126/09-127/00 in the nearby contract. But a newer bullish crossover zone also remains in effect at 117/00-117/03. The



market is bullish until it closes back below here. In fact, it appears to rising parabolic in a bubble, the very type of pattern I am expecting in stocks this summer.

This starts the 7th week of a newer 15-20 week primary cycle. As stated last week for the June contract, “A 5-7 week major cycle trough is due, and right now it appears it may have happened on May 13 when price fell back to 118/12. If so, a price target may now be in effect to the upside at 122/09 +/- 28/32, or 121/13-123/05.” OK, this contract got to 122/14 on Tuesday, May 25, which is right there, and still within the May 20 critical reversal zone time band.

However we still cannot confirm the primary top is in, or the bubble has ended, until prices at least close under the 25-day moving average, currently at 118/08 and rising. With Uranus now, and Jupiter on June 6, entering Aries, and T-square the FRB Sun and Pluto, a big move is promised. But it could be either way, even up, as Jupiter and Uranus can be more of the bubble, or the prick of it.

Strategy: Position traders may remain short with a stop-loss on a close above 121/21. Look to cover ½ of those positions if prices drop back to weekly support and can't close below there.

Aggressive traders are also short with the same stop-loss and exit conditions.

SN (July Soybeans): Start preparing to shift to November, or even September contract, next week. I am not sure which In will start tracking, but we want to get out of old crop and into new. I am probably going to analyze November unless there is a greater demand for September. Last week's low was below weekly support, the high was above weekly resistance, and the close was back between the two, which is mixed. And the close was below the weekly trend indicator point for the 4th consecutive week, which means it remains in a trend run down. A close above 947-3/4 will upgrade it back to neutral. Weekly support is 923-925. A close below 923-1/2 this week will be bearish. A trade below followed by a close back above is a bullish trigger. Wkly resistance is 952-953. A close above 953 is bullish. But a trade above followed by a close back below is a bearish trigger.

This starts the 17th week of an older 15-21 week primary cycle, following the 920 low of Feb 4, or the first week of a new one, following the 927-1/2 low of May 25. This will also start the 9th week of the second 8-11 week half-primary cycle following the 942 low of April 1, if the low did not form last week. It is possible that the primary low formed on Tuesday, May 25, at 927-1/2 because that was still within our May 20 three-star critical reversal zone. As stated previously, “I prefer to see it (low) in the May 20 critical reversal zone, +/- 3 trading days, as many signatures are present then that relate to Soybeans.” We still need a close above weekly resistance or the 25-day moving average to confirm. That average is at 962 and falling right now.

If you are trading November, weekly support is 896-898, and resistance is 918-920.

Strategy: Position traders may be long July Soybeans with a stop-loss on a close under 920. You may want to switch to new crop (November) since we are still looking for a drought in late July, early August.

Aggressive traders are also long, with same stop-loss.

CLU (Sept Crude Oil): Last week's low was one cent above weekly support in September, and the high was slightly above resistance, for a good trading week. However, the close was back between,

which is a bearish trigger technically. And the close was still below the weekly trend indicator point for the 4th consecutive week, which means it remains in a trend run down. A close above 79.49 in September will upgrade it back to neutral. Wkly support is 71.24-72.05. A close below 71.24 is bearish. A trade below followed by a close back above is a bullish trigger. Wkly resistance is 79.38-80.19. A close above 80.19 is bullish. A trade above followed by a close back below is a bearish trigger. A newer bearish crossover zone formed the prior week at 76.66-76.71. It went above it last week, but closed back below, which offers hope to the bears. Another is present in June at 81.43-83.55. The market is bearish until it closes above the newer one

This starts the 17th week of the 15-23 week primary cycle following the low of 72.43 on February 5 in June. A primary cycle trough is thus due at any time in the next 6 weeks. It is possible the bottomed formed on last Tuesday's low of 69.62, which is still within the three trading day orb of the May 20 three-star critical reversal zone. And the nearby contract did not take out its low of May 20, so we now have a case of intermarket bullish divergence. There is reason to be bullish right now because of all this. And with Jupiter and Uranus approaching their conjunction June 8, we believe an important low is forming within 11 trading days of that event, so this could be it last week and may 20. If not, it is close, I think. The other option is that we get a 2-5 week rally here, and not above 81.00, and then collapse in a spectacular fashion to under 40.00 by year end.

Strategy: Position traders may look for to go long now with a stop-loss on a close below 69.62. You may want to wait first for a decline back towards weekly support and see if it can hold that on a close.

Aggressive traders are already long with a stop-loss on a close under this week's support or 69.62, depending on risk allowance.

GCQ (August Gold): Last week's high was into weekly resistance, and the close was back between support and resistance, which is neutral but with a bearish bias. But the close was back above the weekly trend indicator point for the 8th time in 9 weeks, which means it is upgraded back to a trend run up. A weekly close below 1207 will downgrade it back to neutral. Wkly support is 1188.90-1194.00. A close below 1188.90 will be bearish. A trade below followed by a close back above is a bullish trigger. Wkly resistance is 1230.90-1236.00. A close above 1236.00 is bullish. A trade above followed by a close back below is a bearish trigger. Bullish crossover zones remain in effect at 1136-1139.40 and 1014.80-1018.10.

This starts the 17th week of the 15-21 week primary cycle following the 1045.60 low of February 5 (1050 in Aug contract). Or, it could be the second week of a new primary cycle if the 1168 low of May 21 was it. The chart pattern is a little tricky right now. The price target of a normal corrective decline for a primary bottom would be 1150.70 +/- 23.80, and the 1168 low was within this range, and it happened in the 15th week. Both of these are on the early side, not to the middle of the time or price range expected. So the trough may still be unfolding, especially if this week's close is back under the trend indicator point (1207). In this outlook, the Gold will not exceed 1251, and it will not close above weekly resistance. In fact, a normal corrective rally would only be to about where last week's high was (i.e. 1220 area). If indeed there is to be another wave down to the primary cycle trough, and the market cannot move or close above 1220 this week, then another downside price target would be 1137.20 +/- 13.50. Note the overlap to the earlier downside price objective would now be 1126.90-1150.70. We need to buy there if offered this week.

I still think Gold is going to make new all-time highs this summer.



Strategy: Position traders may look to buy if prices drop below 1168, and especially down to 1130-1151 this week or next.

Aggressive short-term traders may look to do the same. Be alert after Tuesday for a sharp decline unless prices can close above 1220. If they do, then it is likely that the primary cycle trough already formed back on May 21, and we are already roaring to new all-time high. You can also buy if prices in fact do exceed 1251.40, as part of a pyramid buying program. But just keep in mind that as long as prices close below 1207, there is this chance of a decline to lower prices this week or next for the primary cycle trough. And as long as they continue to close above 1207 on a weekly basis, there is a chance the new cycle has already started. I am a little more cautious right here for the next 1-2 weeks, even though the daily is still 2/3 long (took some profits around 1215-1220 last week).

SIN (July Silver): Last week's range was between weekly support and resistance, which is neutral. And the close was below the weekly trend indicator point for the 2nd consecutive week, which means it remains neutral. A close down this week will downgrade it to trend run down. Wkly support is 1775-1787. A close below 1775 is bearish. A trade below followed by a close back above is a bullish trigger. Weekly resistance is 1886-1898. A close above 1898 is bullish. A trade above followed by a close back below is a bearish trigger. Bullish crossover zones remain in effect at 1720-1740, 1580-1598, and 1096-1103. A bearish crossover zone remains in effect at 1881-1987.

This starts the 17th week of a 13-21 week primary cycle following the 1477.50 low of Feb 5, unless the drop to 1708 on May 5 was it. In that case, this starts the 4th week of a newer primary cycle. In that case, a 4-6 week major cycle trough is due anytime in the next 2 weeks. As stated last week, "It could be (a newer primary cycle), as Silver held that low last week, but Gold made a new low, thus creating a case of intermarket bullish divergence for Silver, if it closes up this week, and near its high of the week. In that case, this could start the 3rd week of a newer primary cycle." Well, it did that. The high was 1864, the low was 1753, and the close was 1842, nearer to the high. But I am still not convinced, perhaps because the Moon will be in Aquarius Tuesday-Thursday, and with the moon in Gemini, I have observed that about a third of the time, Silver will collapse sharply then (like more than 4% in a day).

If Silver can close above 1900, I would say this is a new primary cycle. Until then, I want to see us get through this week before proclaiming it to be so.

Lunar cycles for this week (from "The Sun, Moon, and Silver Market: Secrets of a Silver Trader"). First numbers represent potential for reversal, where anything above 120 has high probability of isolated top or bottom to trade opposite of, and second column represent "Big Range Day" potentials in which Silver could have a range of at least 35 cents (probably more these days) – good for day trading. * represents strong reversal or big range day. The more * the stronger it is. # represents low likelihood for a reversal or big range day. The more #, the less likely a reversal or big range day.

May 27-28	119.2*	127.6*
June 1-3	95.0	81.6
June 4	121.5*	146.1**
June 7	85.1	102.3
June 8-10	111.6	89.5
June 11	79.6#	127.6*



Our strategy: Position traders are long with a stop-loss now under 1740. Let's take profits on 1/3 of these longs early this week, as close to 1850 as possible. If it closes above 1900, then stay with everything, and move your stop-loss up to 1799.

Aggressive traders are also long with a stop-loss the same as above. However, traders can exit all those positions early this week and look to buy back if Gold takes out 1168 and Silver holds above 1708.

Using this information properly: Support may represent favorable risk/reward places to buy if the trend is up. If prices trade below support, then have a close back above it, it is considered a bullish "trigger", and oftentimes represents a good buy signal. Resistance may represent favorable risk/reward places to go short if the trend is down. If prices trade above it, then have a weekly close back below, it is considered a bearish "trigger, and oftentimes a good sell signal.

MMA comments and trade recommendations are primarily for traders of commodity and futures contracts. They are provided mainly with "speculators" in mind. By its very nature, "speculation" means "willing to take risk of loss." Speculators" must be willing to accept the fact that they are going to have several losses, many more than say "investors". That is why they are "speculators." Speculators are typically right about 50% of the time, +/- 10%. The way "speculators" become profitable is not so much by high percentage of winning trades, but by controlling amount of loss on any given trade, so the average trade on winners is considerably more than the average trade on losing trades. MMA's comments can be of value to both speculators and investors. MMA's trade recommendations will be of potential value only to speculators. Those who take these trades need to be willing to adjust stop-losses, and even the trade itself, as the week unfolds, and dependent upon technical factors that will arise with each day's trading. There is no guarantee as to future accuracy or profitability. Each trader and reader trades at his or her own risk, and neither the author nor publisher assume any responsibility whatsoever for anyone's financial or commodity markets decisions. Futures or options trading are considered high risk.