MMTA INTERNATIONAL CYCLES FINANCIALS REPORT

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Welcome to the subscription service of the MMTA ICR Financials Report

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The MMTA ICR Financials Report provides geocosmic and market cycle analysis using the MMA methodology from the Merriman Market Timing Academy (MMTA) to markets such as Russell-2000, Australian All Ordinances Index, Chinese Shanghai Stock Composite, Hong Kong Hang Seng Index, British Pound, US Dollar Index, and Australian Dollar.

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Mark Shtayerman

- Editor

PO BOX 14934, SCOTTSDALE, ARIZONA 85267

WWW.MMACYCLES.COM - CUSTOMERSERVICE@MMACYCLES.COM

GEOCOSMIC PERSPECTIVES

Written by Mark Shtayerman, Poway, USA

Jupiter in Capricorn

Jupiter is ingressing into the sign of Capricorn on December 2, 2019. Jupiter has rulership over Sagittarius and is exalted in Cancer, but it is in fall in Capricorn. This means that Jupiter, who prefers grandeur and expansion, is not comfortable in the ascetic and contracting sign of Capricorn, which is a domain of Saturn. During Jupiter's transit through Capricorn, we will see Jupiter's energy afflicted with Capricornian tendencies. That is, the Saturnian desires for disciple, order, tidiness, and proverbial "house cleaning" will be done with the grandeur of Jupiter. Hence, few stones will be left unturned until everything is satisfactorily cleaned up and in order.

For the United States, Jupiter will begin in the natal ninth house. In the political world, this could result in "house cleaning" corruption among politicians and political bias in the media as well as a sweep of government institutions such as the CIA and FBI. In particular, be careful what you say under oath, as you may end up with charges of perjury—that which has gotten numerous Congressmen and Senators indicted over the years and Bill Clinton impeached. During this period, we may see an increase in the central power to take control over the parts of various government institutions that are fighting changes in the administration or are completely impeding the implementation of the administration's goals. This will not be done out of malice, but rather to tidily bring everyone on the same page; thus, any free thought and/or questioning of the above will not be tolerated.

On the foreign affairs front, we should not see any wars being started with Jupiter in Capricorn as the focus is on cleaning up own house and not someone else's. There is a bigger probability that we will see more troops being brought home from the endless conflicts in Afghanistan, Syria, or Iraq. There is even a big possibility that all troops may come home. Also, Capricorn rules over both the construction and mining industries, heavy machinery, and the manufacturing of heavy machinery. Jupiter's presence in Capricorn will aid in investments in those areas. Additionally, these investments may result in new technologies such as asteroid mining and 3D printing in space.

So far we have talked about the positive sides of Jupiter in Capricorn, but there is also a negative side as the power of the great benefic can be corrupted in Capricorn. The negative side can be expressed as sabotage and treason or unreasonable demands from governing bodies to comply with new ideas that go counter to the beliefs of the people. These actually may seem to be good ideas, but their presentation and implementation can turn off the populace as they may come across as very despotic. Further, the battle between out-of-power and in-power parties over who has control will get even uglier. Both political parties will want to annihilate each other. And what we have seen is nothing compared to the rhetoric we will see over the coming year. This can create a push toward protests and demonstrations by the public and clashes with security forces. There may be demands for the resignation of high-ranking government officials.

Jupiter will be in Capricorn from December 2, 2019, to December 19, 2020. During this period, Jupiter will make a series of oppositions to numerous planets in the natal chart of the United States (July 2, 1776, 11:50 am, Philadelphia, PA). The U.S. Natal chart has four planets in Cancer (Venus, Jupiter, the Sun, and Mercury) in the ninth and tenth houses, thus making four oppositions with transiting Jupiter. These oppositions will result in an inability of both political sides to come to a compromise and will result in a separation mirroring the opposition. Also, Jupiter will square natal Saturn, which will not help one bit.

Over the past year, Jupiter was transiting over the United State's natal third house, leading to the majority of attacks by the ruling party being waged against mass media and their "fake news." We have seen both sides criticize the media for unfavorable portrayal. However, in 2020, Jupiter is entering the fourth house in the U.S. natal chart, which relates to the out-of-power party, i.e. Democrats. This will culminate in a battle between the Democrats and the Republicans where the gloves will come off and anything will go. In this battle there will be a no quarter, no prisoners, and no mercy.

Also, we need to point out that during this next year transiting Jupiter will conjunct both the U.S. natal Moon and natal Pluto. The Moon rules over the emotions, which will get exaggerated by Jupiter. That is, the mood swings will get worse as the populace change their minds on a seemingly hourly basis to approve or disapprove of how the people in power—on both sides—are dealing with their internal wars. Jupiter will conjunct natal Pluto three times over the next year: April 4, 2020, June 29, 2020, and October 12, 2020. During this period, we may witness agreements and contracts being made that are of dubious nature. It would not be surprising to see the political elite become further unhinged from the principles of this nation and blatantly start breaking the law or committing treason to get their pet projects pushed through.

This is Pluto, and the only thing he cares for is absolute power. This struggle for power will consume our full attention and may become violent. As the politicians and the power brokers fight this out behind the scenes for ultimate control, the people will suffer. This stellium will be one to remember, but, in the meantime, please stock up on food stuffs and emergency gear as it is always good to be ready for anything. This advice is especially true for the residents of California as we could potentially be facing power black outs during strong winds.

Note: The geocosmic event time zone currently used for this report is Eastern Standard Time in coordination with New York markets and established MMA/MMTA methodologies.

CHINESE SHANGHAI STOCK COMPOSITE (SSE) – MAKES A DOUBLE TOP

Written by Raymond Merriman, USA

Review

Since our last report of October 23, the Shanghai Composite Index has fallen to 2884 on November 18, its lowest price since September 2. This fits our analysis given in last month's issue, which stated, *"The high of the primary cycle so far has been 3042 on September 16, which is labeled a double top to the previous primary cycle at 3048 on July 2. It is also at least a half-primary cycle crest, and possibly a full primary cycle crest if the Shanghai cannot exceed 3042 before falling to its primary cycle low, due in 3-11 weeks, and ideally in 5-9 weeks… there is support on the downside to 2875 +/- 20, 2825 +/- 15, or even as low as 2780 +/- 31. Although a decline to these areas may seem bearish, it is not necessarily so, unless the Shanghai Composite breaks the August 6 low of 2734."*

The week of November 18 starts the 4th week since that outlook was written. We are now approaching two important geocosmic critical reversal dates, November 24 and December 11-12. With an allowable orb of three trading days, we anticipate the primary cycle trough (low) will occur in one of these periods, after which a rally will commence. The length and amplitude of that rally will likely tell us whether the Shanghai Composite is resuming its bullish advance that began on January 4, 2019, at 2440, or a longer-term bear market that has been in force since January 29, 2018.

Longer-term Cycles

Our longer-term cycles' analysis still points to January 4, 2019, at 2440, as the start of 52-week, 19-month, 33-month, and possibly 5.5-year cycle lows. Because it is the starting point of so many intermediate- and longer-term cycles that were due at the time, our bias remains that prices will exceed the high so far, which has been 3288 on April 8 as Jupiter turned retrograde at 24° Sagittarius. However, until prices actually do exceed 3288, the Shanghai Composite is in congestion between the low (2440 and the high (3288).

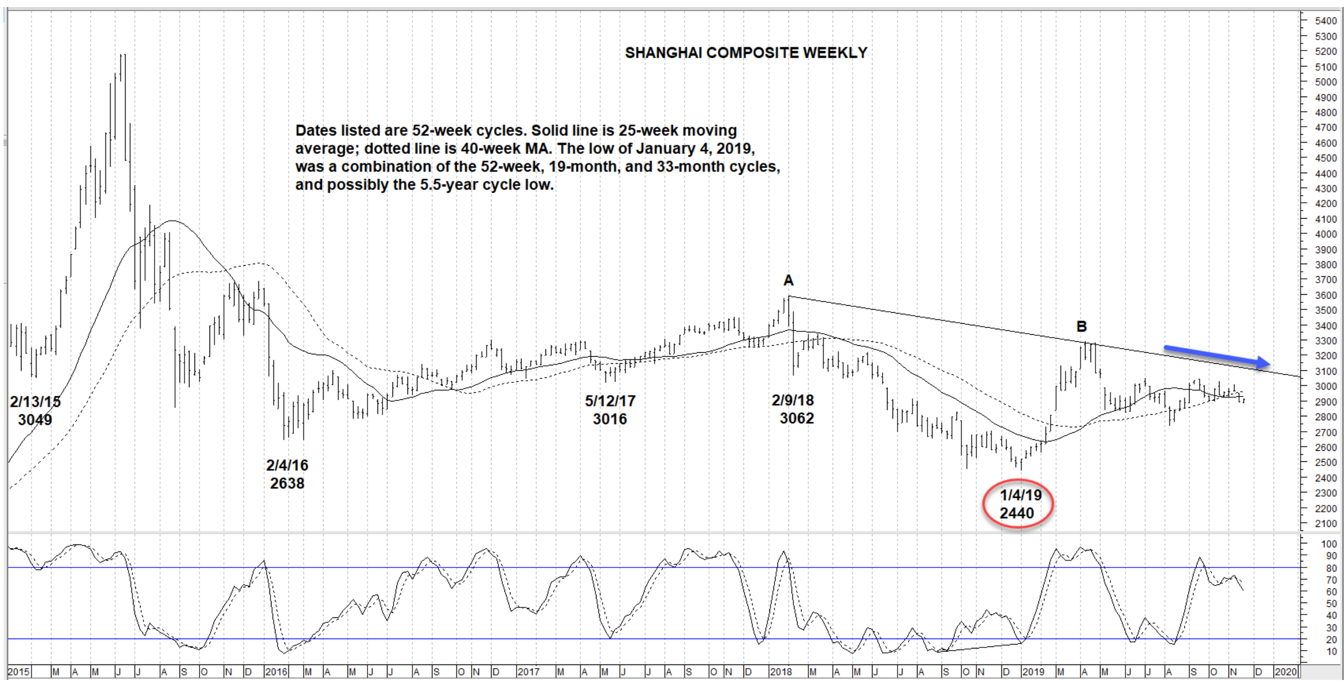

Chart A: SSE Monthly chart as of November 18, 2019

It is possible that the 3288 high of April 8 was the crest of the intermediate-term 52-week cycle. With a range of 38-66 weeks, it is next due to bottom September 23, 2019-April 3, 2020. As written last month, *"If the Shanghai Composite can exceed the crest of the first half of this cycle, which was 3288 on April 8, it will become a 'bullish right translation' chart pattern, which would be a new bullish signal. Failure to make a new high in this second half phase would mean it is a "bearish left translation" pattern (the cycle high is in the first half of the cycle). Although that is a bearish characteristic, it is not as important as the low that started the cycle (2440 on January 4). It will take a break below there to confirm that longer-term cycles are still truly bearish. Thus, the longer- and intermediate-term cycle patterns point to a market that is currently trapped (in congestion) between 2440 on the low side and 3150 on the upside. When it breaks one* *or the other of these ranges, we will have an important key as to the real trend of this market."* Thus, we are still waiting for a sign as to whether the 52-week cycle has topped out on April 8, or will go higher before declining its next cycle low that is due any time before April 3, 2020.

One key level to watch will be the low of August 6 at 2734. That was in the time band for a half-cycle low to the 52-week cycle. If the Shanghai Composite breaks below that level, it suggests the 52-week cycle crest is in, and prices could fall further. The downside price target for the 50-week cycle then becomes 2487 +/- 95. It could end up being a double bottom to the low of January 4, 2019. However, a break above the double top of 3048 and 3042 on July 2 and September 16 respectively would likely negate that idea, and instead suggest the 52-week cycle is still pointed higher.

The bigger challenge from a charting point of view is for the Shanghai Composite to close above trendline A-B shown on the weekly chart. This line is currently around 3100-3120. Breaking a long-term trendline like that usually confirms that a longer-term cycle has bottomed, as on January 4. An even stronger charting signal would come if and when prices close above B (3288), the highest price so far since the low. Once that happens, then we will have the "bullish right translation" 52-week cycle referred to last month. That means that the Composite spent more time going higher then falling – that the high of the cycle was past the midpoint of the cycle – which is a bullish chart pattern.

Thus, the market is still in congestion (or even bearish) as far as the intermediate- and longer-term cycles are concerned from a chartist viewpoint. But, if January 4, 2019, was indeed the longer-term 5.5-year, 33- and 19-month cycle lows, then the key resistance areas just given are more likely to be exceeded before the Shanghai falls back below 2440. A trade agreement between the U.S. and China would probably give investors the confidence they need to make this happen. These longer-term cycles suggest that will happen. The intermediate-term 52-week cycle, however, isn't clear as to whether it can still happen this year, or after it bottoms by April of 2020. We need to closely watch the daily chart and the primary cycle, as well as stay tuned to progress on the trade talks.

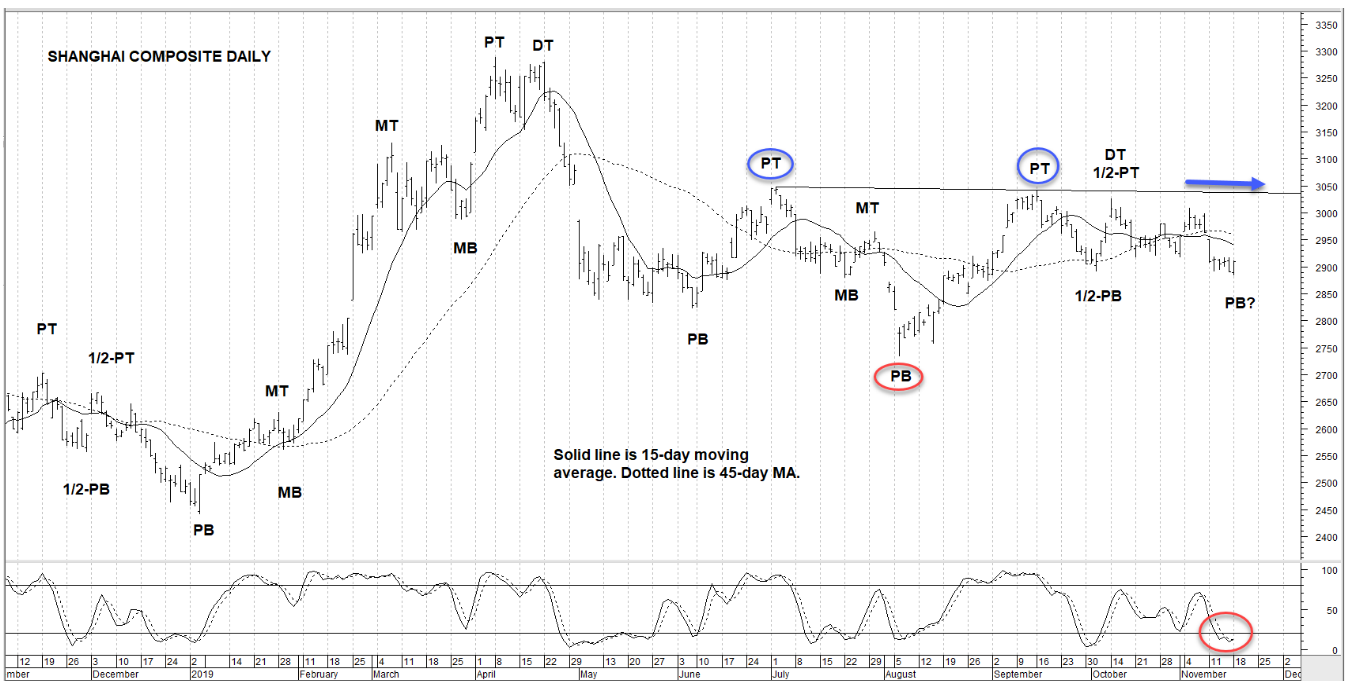

Chart B: SSE Weekly chart as of November 18, 2019

Regarding the trade talks, the "best" geocosmic time for an agreement would have been while Jupiter was in Sagittarius (November 8, 2018 – December 2, 2019), for both Jupiter and Sagittarius rule world trade. There were plenty of opportunities to come to a large deal then (Jupiter is "large). But it didn't happen. Now, Jupiter will move into Capricorn on December 2 for the next 13 months, and Capricorn can still coincide with a trade agreement, but one that is much smaller and more limited than was suggested with Jupiter in Sagittarius. Whereas Sagittarius is the urge for large and great agreements, Capricorn represents the principles of restriction and limited agreements. Jupiter (also rules trade) will still be present in favorable aspects to Uranus and Neptune next year, so a deal can get done, but it probably won't be all at once. In fact, both countries are discussing three "phases" to a trade deal, and currently they are working on a limited "phase one" agreement They might achieve it as Jupiter moves towards a trine to Uranus on December 15, or with the Sun conjunct Jupiter and trine Uranus December 23-30. It would be a nice holiday gift to consumers everywhere.

The Primary Cycle

Until a trade deal is signed and understood by the investment community as a long-term positive breakthrough, we have to treat this as a trading market. Fortunately, the Shanghai continues to respond very well to our geocosmic critical reversal dates, +/- 3 trading days. That is, the Shanghai has made trading cycle highs and lows in these time bands, from which reversals have followed. Our last CRD was a one-star type (least powerful) on November 5. A glance at the enclosed daily chart will show that a 3-week high happened exactly on November 5, at 3008, from which prices have declined to a low of 2884 as of November 18 as this is being written, its lowest price in 10 weeks. And we are about to enter the November 24 two-star CRD. With a normal allowable orb of 3 trading days, we will look for another reversal to start this week or early next week.

Our methods of market timing attempt to connect cycle studies with these geocosmic studies. Since its inception in 1991, the Shanghai Composite Index has exhibited a fairly consistent 17.5-week primary cycle, with an orb of 4.5 weeks, with an 80% rate of frequency. These primary cycles troughs mostly occur in the range of 13-22 weeks. November 18 starts the 14th week since the current primary cycle began with the low of 2734 on August 6, just three trading days before our August 9 two-star CRD.

Primary cycles are then sub-divided into a two-phase or three-phase pattern, or a combination of each. In a 2-phase pattern, there is a prominent low in the middle of the cycle, usually at the 7-11 week interval. In a 3-phase primary cycle, there are usually lows at each of the 1/3 marks, or 4-7 week intervals. Following the primary cycle low on August 6, the Shanghai rallied to its primary cycle crest (highest point in the primary cycle) at 3042 in September 16. It then dropped to 2891 on October 9, the 8th week of the cycle, for a half-primary cycle trough. Thus, the ideal time for the next half-primary cycle would be 7-11 weeks later, and ideally it will coincide with the full primary cycle. These two cycles will overlap **November 25-December 27.** During this time band, we have two geocosmic critical reversal dates: **November 24 and December 11-12.** *If the Chinese Shanghai is making a new multi-week low during either of those time bands, it is a buying situation via our methods.*

The next step is to calculate price target zones for this low. We currently have three price target zones that stand out. They are 2899 +/- 15, 2875 +/- 20, and 2728 +/- 38. The 2884 low of Monday, November 18, as this is being written, fulfills two of these targets. Even though this is a week before the ideal time band for a primary cycle trough, and still a couple of days before the ideal time band for the November 24 two-star CRD +/- 3 trading days, it is fitting into some of the parameters for the primary cycle low, so one must now be alert to the possibility of a primary cycle trough forming.

The next step is to apply technical studies of overbought/oversold momentum indicators. For this, we use the 15-day slow stochastic oscillator, shown on the bottom of the daily chart. A reading below 20%, and better yet if below 10%, is oversold. We want to see a condition like that either as the primary cycle bottoms, or slightly before it finally bottoms. The daily chart enclosed herein shows the 15-day slow stochastic as having dropped slightly below 10% on Friday, November 15. An even better set up would be to see a slight rally, and then another drop to lower prices, with a higher stochastic reading. This would be known as "bullish oscillator divergence." When that happens in a CRD zone, in a cycle time band for primary cycle trough, and in a price range for a bottom, it's time to buy. That is what we will be looking for on a low, especially if it happens next week or around December 11-12, for that's when all of these studies will be lined up. Unfortunately, you don't always get a setup where all these studies line up perfectly. Sometimes you get close, like right now. But when you do get the chart pattern setting up perfectly, as this one could in the next few days, traders need to be ready to act. So, be prepared!

Once the low is in, the next rally will be very important. It could confirm our bias that longer-term cycles did indeed bottom January 4, 2019, at 2440. In a bear market, the rally will only last 2-5 weeks in most cases. In bull markets, they will last 8-13 weeks, sometime more. You will notice in the current primary cycle that started August 6, the rally lasted six weeks, into September 16. It has since declined for the last 8 weeks, which means it is a bearish "left translation" primary cycle. However, the low forming here is still well above the 2733 low that started the cycle. As long as that low holds, the market is not truly bearish, and in fact, may be bullish. It is the relationship between the start and end of the cycle that is most important to the trend. In a bull market cycle, the lowest price is always the start of the cycle. In a bear market, the lowest price is always the end of the cycle. That's why this market can still turn out bullish as long as prices remain above 2733.

Yet it cannot be confirmed bullish either until prices also exceed the high of the prior primary cycle. That means that once this primary cycle low is in, the next step is for prices to exceed the crest of this current primary cycle, which is 3048. Then we will have consecutively higher lows and higher highs of the same cycle type (primary). If that happens, then we would expect the Shanghai Composite 1) will rally for more than 8 weeks and 2) have an upside price target of 3193 +/- 55, and possibly 3356 +/- 74, or 3582 +/- 135. Each of these price targets imply that a trade deal of sort could be accomplished soon. Failure to get above 3040-3050 resistance however, on a rally that only lasts 2-5 weeks, means the opposite: no trade deal.

Last month, we pointed out that, *"On the daily chart, one will notice a line connecting the recent double top (PT-DT) at 3042 and 3048. In charting studies, this is also known as the neckline of an inverted head and shoulders pattern. This is a bullish pattern as long as prices remain above the head (PB, or 2734). It becomes clearly bullish when prices start to close above the neckline (say 3025-3050, which is now resistance). Once that happens, the Shanghai Composite will have an upside target initially at 3356 +/- 74. Until then, there is support on the downside to 2875 +/- 20, 2825 +/- 15, or even as low as 2780 +/- 31. Although a decline to these areas may seem bearish, it is not necessarily so, unless the Shanghai Composite breaks the August 6 low of 2734. The market is still in congestion, looking for its true trend, while the trade talks remain unclear."* It is looking more promising as we enter the time band for the primary cycle trough.

Geocosmics and Technicals

The current and forthcoming critical reversal dates are: **Nov 5* (this was a high), Nov 24** (note that Mercury and Neptune both change directions near here), Dec 11-12 ***, Dec 24-25*, Jan 11-12*****

These dates affect all markets. They are the midpoints of geocosmic clusters, and have a "normal" range of three trading days either side. Sometimes they expand to as much as six trading days. The idea is to see a new two-week or greater high or low, and then a reversal. It is especially effective when major, half-primary, or primary cycle troughs are due. These are more important than the solar-lunar reversal dates. The more stars there are next to the date, the greater the historical correlation with a cycle end and reversal. For more information, please read Volume 3 of the Stock Market Timing series.

The one study that has remained consistent during these turbulent and distorted times is geocosmics and their critical reversal dates (CRD). They have continued to work extremely well, especially when they occur nearby to a planet changing directions (retrograde to direct, or the opposite).

Our next CRD is a two-star type on November 24, +/- 3 trading days. On November 20, Mercury will turn direct, indicating that stalemates in negotiations may start to advance. Communications begin to improve. On November 24, Venus will conjoin Jupiter, which is an excellent signature for coming to an agreement. But on the same day, Mars is in opposition to Uranus, which can be an unexpected disruption or announcement. On November 27, Neptune will turn direct, which can indicate either "irrational exuberance" or a deception leading to hysteria. The fact that two planets (Mercury and Neptune) are changing direction within one week bodes well for a market reversal during this period.

The December 11-12 CRD, +/- 3 trading days, is also very important. It is a three-star CRD (strongest) because it involves Venus conjunct both Saturn and Pluto, as well as Jupiter trine Uranus. If the market (or any market) is making a low then, be prepared to buy, for one of our rules is that "*…any market that is declining into a hard aspect involving Venus and Saturn is a good candidate to reverse and begin a rally."*

Strategy

Position traders are flat and may now look for opportunities to go long if the Shanghai Composite is falling into the time for a primary cycle low, and we are entering the November 24 or December 11-12 CRD zones. Your stop-loss can start at 2733, but once the low is confirmed, you can move it up. If long, look to cover 1/3 positions if prices rally to 3020-3050 and stall within 2-5 weeks afterwards.

Aggressive traders had more trading opportunities off the CRDs given in our report of last month. For instance, the prior report stated, *"One could also look to buy (go long) on a decline to 2850 +/- 50 in the next 1-3 weeks with a stop-loss on a close below 2700."* That worked out well as prices fell to a low of 2891 on Octobers 9, a CRD period. Last month then advised, *"Traders may continue looking for opportunities to go long on any new 2-week low, or sell short on any new 2-week or greater high, that happens within three trading days of November 5, 21, and December 11-12."* The high was exactly on November 5, and now we are approaching the next two CRDs. Traders are advised to look to cover shorts and go long, especially next week if prices continue lower, or December 11-12 +/- 3 trading days.

As stated last month, and still the case, *"My bias is still more to the buy side, as I think the lows of January 4 will hold, and the resistance of 3025-3050 will break. This bias is based on the belief that the lows of January 4, 2019, were the 52-week, 18.5-month, 33.5-month, and 5.5-year cycle lows. I think the high since then, on April 8, as Jupiter turned retrograde, is too soon for the top of all of these cycles."*

RUSSELL 2000 (RUT)

Written by Mark Shtayerman, USA

Review

Since the last issue (Vol. 5.11), the Russell 2000 (RUT) continued to rally until reaching 1608.80 on November 5, 2019, on the day of a Critical Reversal Date (CRD). Since then, the RUT has started to decline a bit. This rally above the July 31, 2019, high of 1599.40 forces us to reconsider when the primary cycle might have started; the preferred outlook is that August 28, 2019, was the primary cycle bottom at 1450.32. The RUT closed the month at 1596.45.

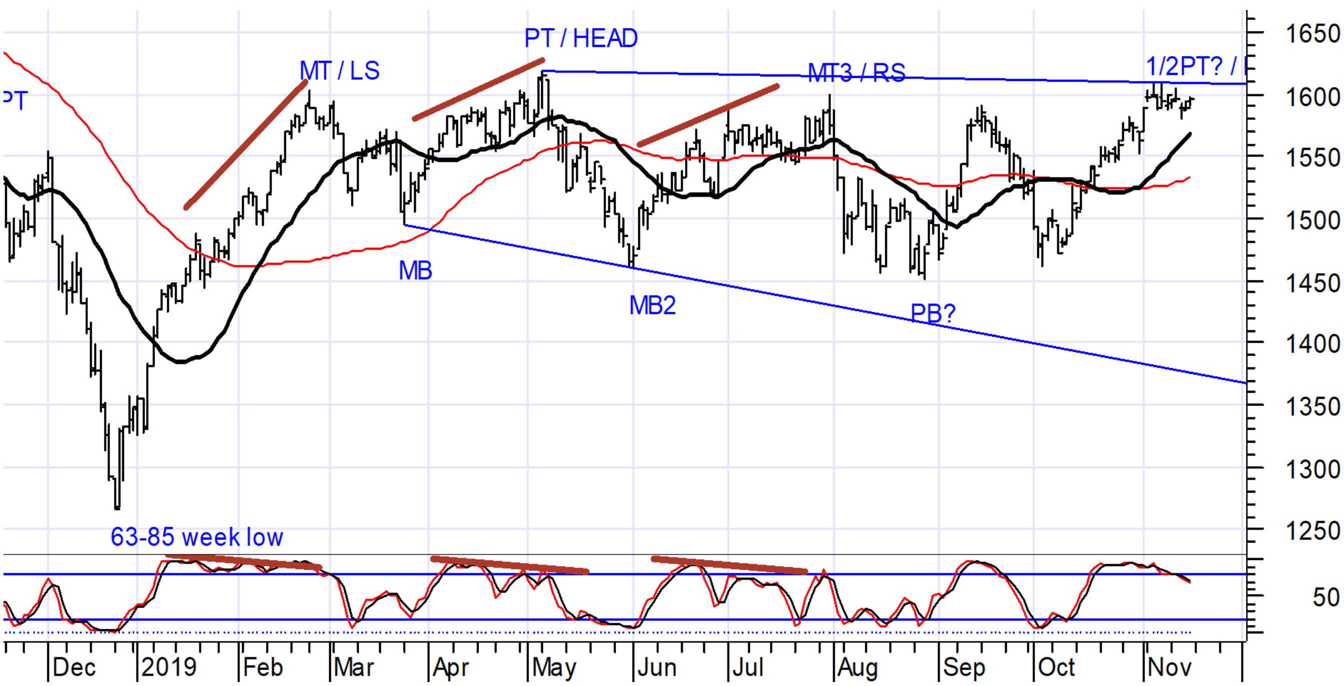

Chart A: the RUT Daily Chart as of November 15, 2019. Note: Black is the 25-day MA and red is the 70-day MA. Short red lines denote stochastic oscillator divergence.

Trend Indicator

The week of November 18, 2019, is within the 11th year of the 11-year cycle from the March 9, 2009, low of 342.59. We stated in Vol. 5.3 (March 2019): *"We hit the all-time high rally on August 31, 2018, at 1742.09, which made it a rally of 409% from the March 9, 2009, low, making it a possible 11-year cycle high. However, we may have one more rally left that may make a double-top or even explode to the blow-off phase over the next year before the decline to the 11-year cycle low begins. Note that historically we've only had two 11-year cycles, so we don't know from a historical standpoint how long the orb is; we can assume a standard orb of two years. This means that the 11-year cycle bottom may occur any time between one to two years from now."* We are still waiting on the development of the current 11-year cycle. Since the cycle orb is unknown, this may expand by a further two years beyond the two-year orb to some point in 2023, but we have already had a primary cycle turning bearish and are already beyond the final 40-month cycle.

Each 11-year cycle then divides into three 40-month cycles. Also in Vol. 5.3 we stated: *"It is quite possible that the December 24, 2018, decline to 1266.92 may have been the end of both the 40-month and the 11-year cycles, but that is a bit shallow for the 11-year decline since we only saw a 27 percent decline from the all-time high of August 31, 2018, at 1742.09. Historically, the RUT has declined* *between 38 and 60 percent (very close to a Fibonacci retracement), which puts a price point of 853.6+/-209."* Assuming the bottom is not yet in, the week of November 18, 2019, starts the 46th month of the third and final 40-month cycle, with an orb of 8-months, that started from the 943.1 low of February 26, 2016. Note that the 40-month cycle can expand to fit into the longer term (11-year) cycle. Therefore, we should expect this 40-month cycle to expand.

Each 40-month cycle then divides into two or three 65-83-week intermediate cycles. We are starting the week of November 18, 2019, as the 48th week, of the third and final 65-83-week intermediate cycle from the low of 1266.92 on December 24, 2018. Completion of the current primary cycle will most likely be the end of this intermediate cycle. So far, the intermediate cycle has only rallied to 1618.68 on May 6, 2019, which is lower than the all-time high of 1742.09 on August 31, 2018. This makes a bearish intermarket divergence to the Dow Jones and SP500 markets that have been reaching all-time highs over the past week.

Each 65-83-week intermediate cycle subdivides into two or three 31-week primary cycles with an orb of 7 weeks. We will need to readjust the primary cycles as the recent rally on November 5, 2019 to 1608.8 changes the start of the current 31-week primary cycle. The previous cycle ended up being a bit longer than average at 35-weeks and it did break down into three major cycles instead of the two half-primary cycle. First major cycle crest occurred at 1602.10 in February 25, 2019 and major bottom occurred on March 25, 2019, at 1494.99. Second major top, which was the primary top, occurred on May 6, 2019, at 1618.26 followed by the decline to a second major bottom of June 3, 2019, at 1460.44. Lastly the third major cycle crest occurred at 1599.40 on July 31, 2019.

The week of November 18, 2019, starts the 12th week of the newer cycle of the August 28, 2019, low of 1450.32. The November 5th high of 1608.80 may be the major/half-primary cycle or we may rally a bit higher. For now, we are expecting an 11-week major or a 15-week half-primary cycle low to occur between now and the next two months. The nature of the decline will point to where the primary, the intermediate and quite possibly the longer-term cycle unravels.

Chart B: the RUT Weekly Chart as of November 15, 2019. Note: Black is the 15-week MA and red is the 41-week MA. The short red lines depict stochastic oscillator divergence.

Technical

On the **daily** chart (Chart A), the price (1596.45) is above the 25-day MA (1568.48) and above the 70-day MA (1531.56). The faster MA is above the slower and the price is above the two, making it very bullish.

The RUT is also mostly bullish on the **weekly** chart (Chart B) because the price (1596.45) is above the 15-week MA (1533.89) and above the 41-week MA (1545.64) and the faster MA is below the slower MA.

From the moving average studies on the **monthly** chart, the Russell 2000 (1596.45) is mostly bullish, as the price is above the 10-month MA (1548.26) and is a above the 20-month MA (1565.1) where the faster MA is below the slower.

As we stated in Vol 5.9: *"We did get a strong decline but not to the neckline of the bearish head and shoulders formation as seen in Chart A [the Daily]. The left shoulder is the February 25, 2019, high of 1602.1, the head is [the] 1618.37 high of May 6, 2019, and the right shoulder [is] the half-primary cycle crest of 1599.40 [on] July 31, 2019. So, from the technical side, the RUT is showing signs of duress."* The statement is still correct and we are waiting for the decline below the neckline to occur.

Geocosmics

In Vol.5.9 we stated: "*The next cluster is extremely intense as in 12 days there are nine signatures. Venus conjunct Mars August 24, 2019[,] has a strong correlation to a major cycle reversal. Starting from August 26, 2019[,] till August 29, 2019[,] Uranus is involved in three aspects, all of them trines: first is a trine with Venus, then a trine with Mars August 27, and finally, a trine with the Sun. All the above [-] mentioned signatures are strong and have a strong correlation with cycle culminations and reversals. During that time frame the market will be extremely volatile with sudden breaks of support or resistance. [A] [p]ossible half-primary bottom occurred August 28, 2019[,] but we cannot confirm that now as unpredictable Uranus was involved and [the] RUT may continue its decline." T*he low of August 28, 2019, was a primary bottom.

In our previous issue (Vol.5.11) we also stated: *"November starts with Mars square Pluto November 5, 2019. That signature highlights principle[s] of aggression and war, possibly [a] war of words, with [further] principle[s] of power and danger. The Sun trine Neptune November 8, 2019, is a powerful signature [that] often brings cycle culmination."* Though it is too early to confirm, it's possible that a half-primary cycle top occurred November 5, 2019.

Mercury finally turns direct November 20, 2019, and the market should start stabilizing, but it takes some time for that to occur, in some cases up to one week, while Mercury is stationary. Mercury stationary, i.e., when it turns direction to either retrograde or direct, has very slow speeds and may coincide with a cycle of importance.

The conjunction of Venus with Jupiter on November 24 is not very strong, but on the same day Mars is in opposition to Uranus, and together these signatures may lead to reversal. We expect great volatility and large price swings so that the technical picture, such as support or resistance, may be violated and break ups may occur. November 27, 2019, Neptune turns direct and Venus trines Uranus the next day, November 28, 2019. The combination of these two aspects acts as a shock (Uranus) after illusions and dreams (Neptune). We can expect volatility and sudden unpredictable turns of the market. That cluster is very strong so it is possible that reversal may occur during that time.

In December there are two clusters: the Sun square Neptune on December 8, followed by Venus conjunct Saturn on December 11, 2019. The next day, there are two geocosmics in one day: Mars trine Neptune and Venus conjunct Pluto. It is interesting to note that both signatures have a strong correlation with crests. The cluster ends with Jupiter trine Uranus on December 15, 2019; another crest correlation. All above-mentioned aspects are very strong; in particular, the Jupiter trine Uranus and may bring a cycle reversal. It is important to keep in mind that Uranus is unpredictable and usually violates and often breaks support and/or resistance. Great volatility is anticipated.

The second cluster starts December 22 with Venus square Uranus, followed by another Uranus aspect – the Sun trine Uranus on December 24, 2019. The cluster ends with the Sun conjunct Jupiter on December 27, 2019. That cluster looks like a big, unexpected surprise from Santa dressed in Uranus clothes. What will he bring this time? Only he knows.

Critical reversal dates: November 18, November 25, December 9, December 16, December 26, 2019, and January 10, 2020+/- 3 trading days for each.

Price Objectives

For the decline, we stated in Vol 5.10: *"[T]he first price objective of the decline is 1440.20+/-21.60 based on the move down of the previous decline [,] or 1348.60+/-28.54 based on a Fibonacci decline from the double top. The ultimate decline price point is 853.6+/-209 based on the Fibonacci corrective decline of the 11-year cycle."* And in Vol 5.11 we stated: *"We will also add the price objective of the bearish head and shoulder pattern. . . of 1235+/-35.0 with a downward slope of [0].72 per trading day."* The 1440.20+/-21.60 price objective is more likely to occur as a major or half-primary cycle bottom that is expected over the next two months. Lower price points are expected with the completion of the primary cycle.

Bias

Just when you are sure of the situation, Mercury retrograde spoils your expectations. We believe that the expected decline to multi-year lows will resume shortly.

Strategies

Position and Aggressive Traders: In issue Vol. 5.10 we stated: *"We are still short from the previous trade. Let's look to exit the first half at 1440.20+/-21.60 and the second half at 1348.6+/-28.54. If you did get stopped out, look to short on any corrective [rally] that does not break above 1590. In any case, place the stop loss at 1600 for now."* And in Vol 5.11 we stated: *"The situation has not changed from the last month and [is] still valid. We will need to be careful of the Mercury retrograde period starting October 31, 2019, and take our profits early."* So, we got stopped out and this is the nature of Mercury retrograde as it pushed above our stop loss. Let's short again now at any price.

AUSTRALIAN ALL ORDINARIES (ASX)

Written by Gianni Di Poce, USA

Review

The ASX capped off a strong week, notching an all-time weekly closing high at 6898. The all-time high is only a few ticks away at 6958, but the ASX has never closed at a higher mark on the weekly level. All-time highs are bullish by nature, and the ASX looks poised to continue its trek higher.

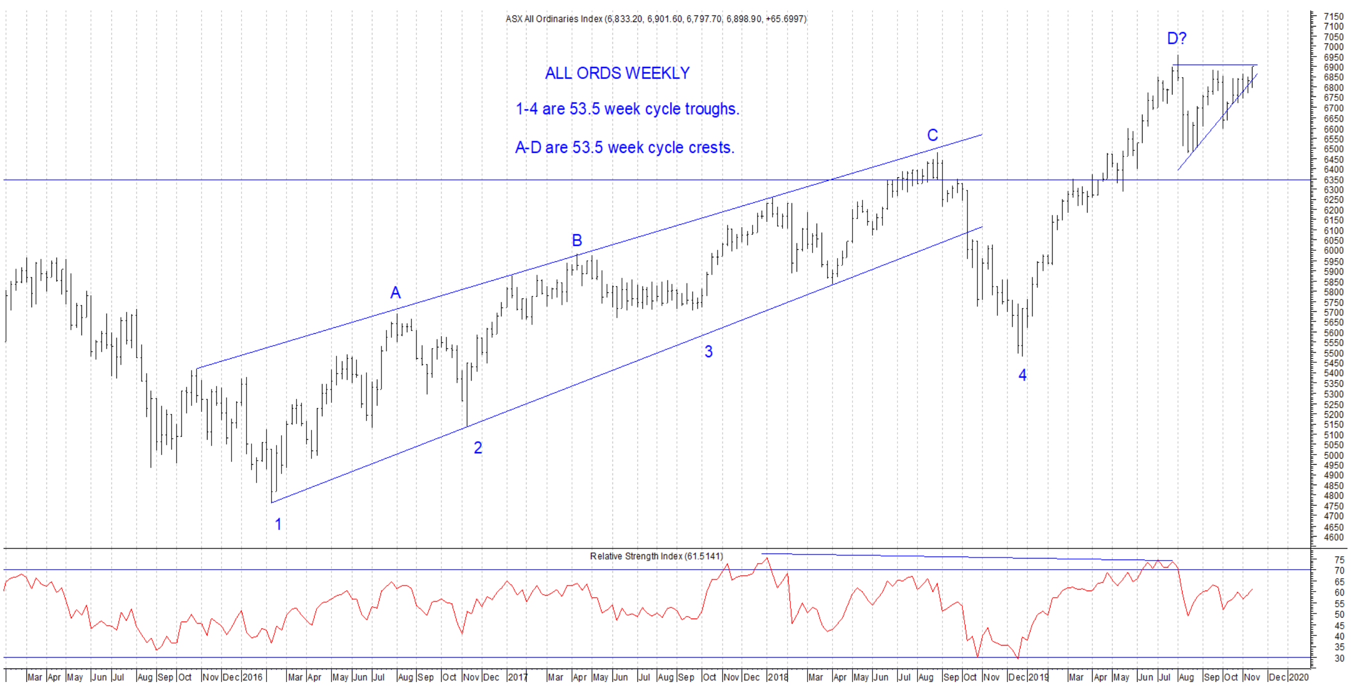

Chart A: ASX Weekly Chart as of November 15, 2019

Longer-term Cycles

December marks the 45th month in the 6-year cycle measured from the February 2016 low. This has been a bullish cycle, since it continues to make new highs in the latter half of the cycle. Cycles that spend more time going up than down are naturally bullish. For the 4-year cycle, recent issues entertained the idea that perhaps there was not a cyclical distortion that led to an early bottom in December 2018. But now with the ASX notching an all-time weekly closing high, that scenario appears much more probable. Even so, there would be enough time in the older cycle for new highs to be made, and then for a downside washout to occur in 2020. Therefore, December either marks the 12th month in a newer 4-year cycle, or the 45th month in an older 4-year cycle. The first scenario is our preferred labelling.

Similar to the 4-year cycle, there seems to be some more clarity now surrounding the 23-month cycle. Previous issues pondered the notion that a bottom for the 23-month cycle either occurred at the December 2018 low, or the September 2017 low. The all-time weekly closing high all but eliminates the idea that this is an older 23-month cycle from September 2017. As a result, the month of December starts the 12th month from the December 2018 low. It looks like new all-time highs are imminent, and if it's achieved, this cycle will already have spent m2ore time going up than down, which is bullish.

For the 53.5-week intermediate cycle, it looks like we have yet to witness this cycle's high. There was, and still is, a very slight chance that the all-time high at 6958 was the 53.5-week cycle crest, but this appears increasingly unlikely now. The week of November 18 will mark the 47th week in this cycle, which means we are in the orb for a bottom to occur (9-week orb), although there doesn't appear to be any real signs of a peak just yet. Given the 9-week orb, it could be all the way until the week of March 9, 2020 that the intermediate bottom occurs, but until we show any signs of a crest, this cycle continues to be bullish.

Primary Cycles

The week of November 18 marks the 7th week in the primary cycle measured from the October 3 low at 6594. The last issue stated, "*...the ASX will turn bullish as soon as it can close back above 6850.*" This happened and confirmed the new primary cycle. But now we have to be ready for a major cycle crest to occur, and in fact, it's slightly overdue. This leads us to believe we could have two half-primary cycles instead of three major cycles in this primary cycle. Half-primary cycles last 8-11 weeks, and so with the ASX looking so bullish right now, it would give it some more time to rally and make new highs. Otherwise, if this primary cycle is going to exhibit three major cycles, we should see a high and a low within the next two weeks. In either case though (major or half-primary cycles) a crest should occur in the next week or two. It will probably coincide with the November 24 CRD +/- 3 trading days, which starts November 20.

Chart B: ASX Daily Chart as of November 15, 2019

Technicals

The last issue pointed out the ascending triangle price pattern on the weekly chart. It was stated, "*On the weekly chart, it appears that an ascending triangle price pattern is forming. These are traditionally continuation patterns, which mean they tend to resolve in the direction of the underlying trend. In the case of the ASX, this trend has been up, so if the ASX can break above the upper trendline, we could see new all-time highs made. Other than this pattern, the technical picture on the ASX can remain neutral. It's basically new all-time* *highs or bust at this point*." We have an all-time weekly closing high, but not an all-time intraday high. Closing prices are more important, so this is a positive development for bulls. There aren't any signs of serious upside momentum decay yet, although we could see a little more chop the next couple weeks before a decisive breakout from the ascending triangle. A measured move from this pattern should take the ASX up to 7320 +/- 100 at the least. Only a close below 6200, which we are quite a way from now, would turn us bearish on the ASX.

Geocosmics

There remains a few geocosmic signature to wrap up November. Mars enters Scorpio on November 19, and then the next day, Mercury goes direct. On November 24, Venus conjuncts Jupiter, and Mars will oppose Uranus. On November 25, Venus moves into Capricorn, and the next day, there is a New Moon. On November 27, Neptune goes direct. This CRD may coincide with a major cycle crest or half-primary cycle crest.

In December, there are two CRDs: December 11-12 and December 25. The December 11-12 CRD includes aspects such as Venus conjunct Saturn (Dec 11), a Full Moon (Dec 12), Mars trine Neptune (Dec 13) and Venus conjunct Pluto (Dec 13). If a half-primary cycle were to occur, it's likely the half-primary bottom would occur during the December 11-12 CRD. The December 25 CRD includes signatures including Sun trine Uranus (Dec 24), a New Moon (Dec 26), and Sun conjunct Jupiter (Dec 27).

Bias

Our bias has been neutral-leaning-bullish on the ASX. But with new all-time weekly closing highs, we are fully bearish again. While there may be some more price digestion in the next couple weeks due to short-term cycles, this market is structurally bullish. Higher-highs and higher-lows are staples of uptrends. As stated in ICR Vol 5.9, and still the case, "*…a close below 6200 would turn this market technically bearish. Basically, as long as the ASX can hold above 6200-6300, it remains structurally bullish. If it falls below there, this market turns bearish. For the time being, however, we can remain neutral-leaning-bullish. The big telltale will be whether the all-time high from earlier on in the primary cycle is exceeded. The longer it takes to do so, the weaker the bullish case becomes*." We are close to intraday all-time highs, but as stated in a previous section, closing prices are more important. Those statements, from a downside perspective, are still pertinent, although the bull market in the ASX is very much alive and well at the moment.

Strategy & Price Objectives

Position traders: Stop losses on the short-side were triggered before Mercury went retrograde on October 31. Therefore, long positions were initiated in the 6800-6850 zone. Stop losses remain at a close below the primary cycle low at 6950.

Aggressive traders: Are long from 6770-6800 area with a stop loss on a close below 6600*. (*Note last issue named stops on close below 6900, which was a typo.)

HONG KONG HANG SENG (HSI)

Written by Massimo Moras, Italy

Review

Since our last report of October 22, the Hang Seng Index (HSI) reached a major cycle top on November 7 at 27,900.80, after a 9.32% rally from the major bottom on October 10 at 25,521. This was just two trading days after the November 5 one-star geocosmic critical reversal date given in our last report for a possible major top, with a projected price target of 27,988 +/- 364. The major top fell in the middle of that price target. After that, prices fell under the 45-day moving average on November 13, confirming that as a major top. The low so far was at 26,203 on November 14. As stated earlier: "*A bullish scenario might still be possible as long as the low of August 15 remains in force, as prices have formed a triple bottom at the level of the October 30 (2018) low. So, as long as prices don't break under 24,540, the bull market might still be intact, with an upside price target of 30,640 +/-677*".

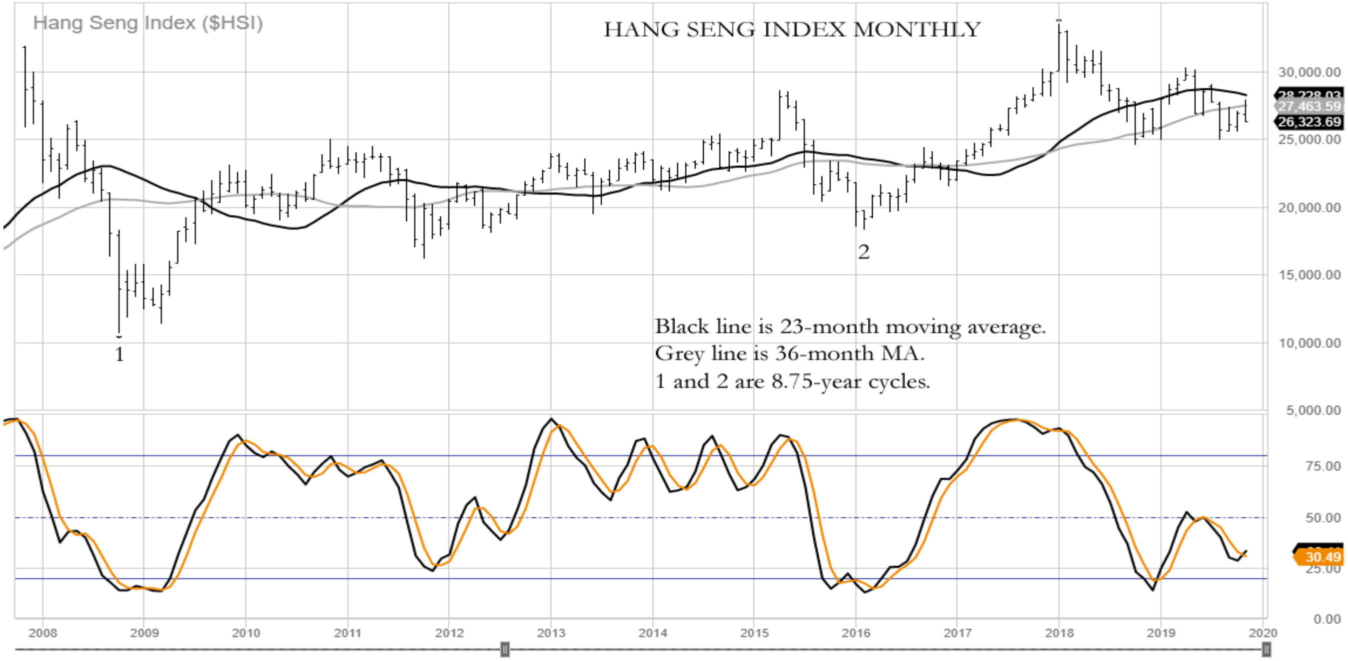

Chart A: HSI monthly Chart as of November 15, 2019

Longer-Term Cycles:

Prices are still below both moving averages, with 23-month MA still above the 36-month MA, so the longer-term cycle status remain **neutral turning bearish**, but notice on the monthly chart that the %K value (the black line that moves more sharply) of the 15-month slow stochastics has crossed above %D. In light of that, we should await confirmation of trend change before adopting bearish strategies.

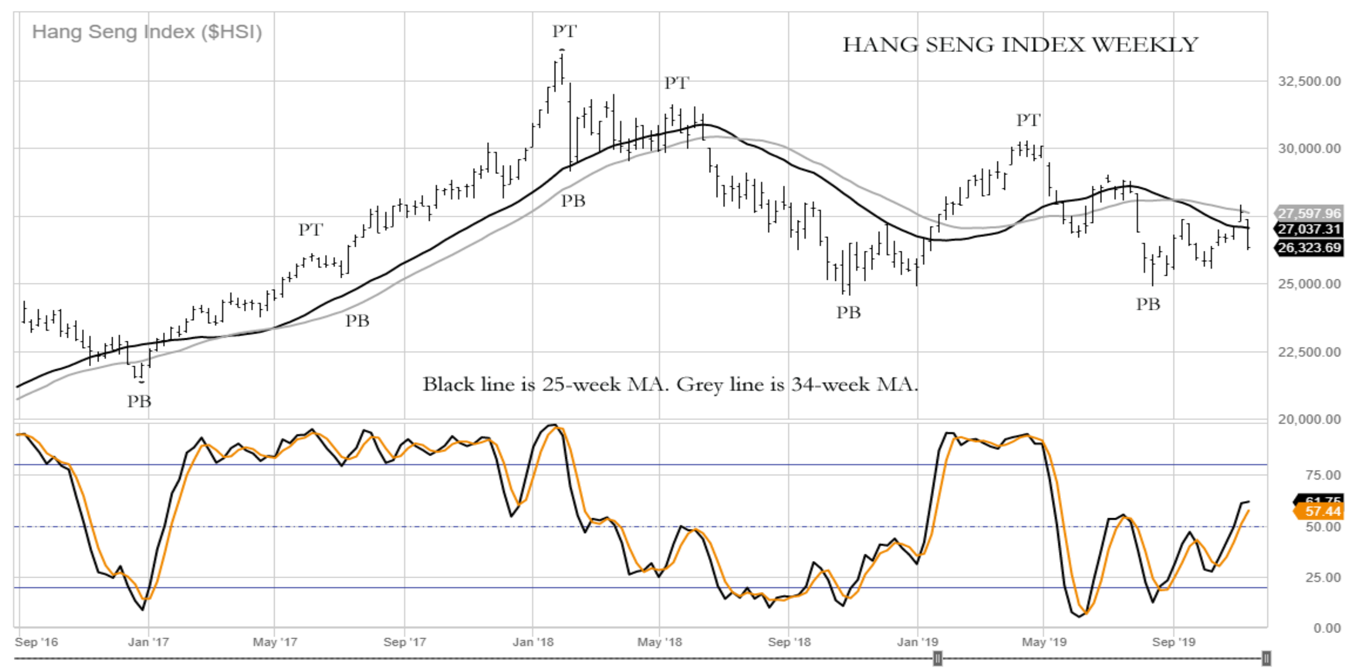

Chart A: HSI weekly Chart as of November 15, 2019

As stated in our last report: "*Should prices break above the 36-month MA, now around 27,360 and rising, the longer-term cycle status would turn bullish again*". The 36-month MA, now around 27,463, was tested along the entire November 4 week, when prices reached the major top at 27,900.80 before falling to the low so far at 26,203. As stated earlier, "*should prices break under the October low at 24,540, the possibility of a new bear market having started in July is concrete, with a first downside price target of 21,336 +/-1,055*".

As for upside targets, as stated earlier*: "The transit of Jupiter in Sagittarius correlating with a long-term cycle high in stocks can be a simple re-test of the prior high, which was 33,484 in the HSI on January 26. Should prices break above that high, an MCP (Mid-Cycle Pause) price target can be calculated for a crest, using the low of February 2016, the high of January 2018, and the low of October 2018. The MCP target for a crest would be then 39,746+/-2,533*".

A confirmation that a rally is still possible would be the 25-week MA crossing back above the 34-week MA, now around 27,597 and falling, with prices closing above them. Prices actually closed during the November 4 week on the 34-week MA, before falling back under both the MAs the next week. As stated earlier: "*The 8.75-year cycle still remains in a bullish pattern, although prices under the 25- and 34-week moving averages and the 25-week MA crossing under the 34-week MA represent a warning sign".*

The Primary Cycle:

November 18 started the 14th week of a new 20-28 week primary cycle from the August 15 low that occurred right within the allowable orb of the August 9 two-star critical reversal date (CRD). As stated in our last report: "*A second major top is expected now, ideally in the next two or three weeks, possibly around the November 5 one-star critical reversal date (CRD), with a projected price target of 27,988 +/-364.*" We had that with the November 7 high at 27,900.80, right in the middle of that price target and just two trading days after the November 5 one-star geocosmic critical reversal date.

A second major bottom is expected now, after the high on November 13 at 27,900 that occurred on the 12th week. Ideally, the next major bottom should occur in the next two or three weeks, possibly around the November 24 two-star critical reversal date (CRD), or the December 11-12 three-star CRD, with a projected price target of 26,055 +/280. Prices already reached the higher end of this price target with the November 14 low at 26,203, but our bias is that the next major bottom might test or briefly break under the rising trendline starting from the August 15 primary bottom, as shown in the weekly chart, now around 25,927.

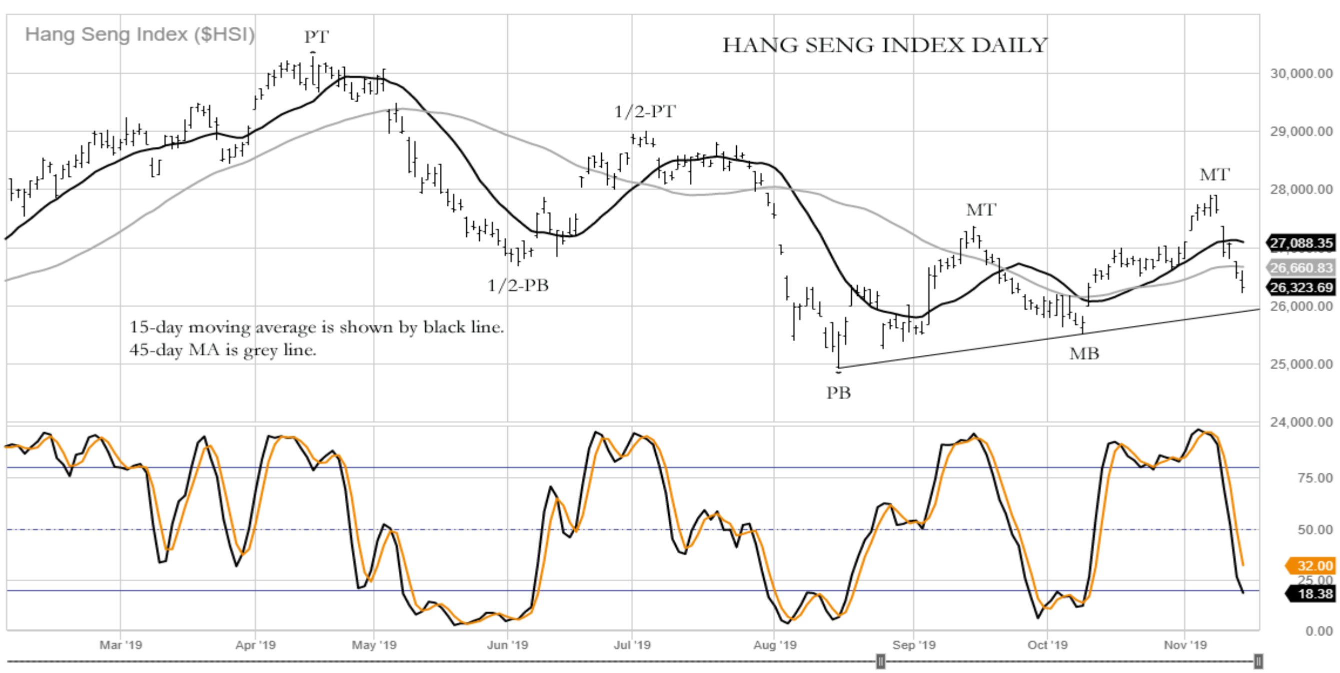

Chart C: HSI daily Chart as of November 15, 2019

Trading Strategies:

Position traders: were advised to "*look to take profit on 1/3 of long positions at a test of the 36-month MA, now around 27,360 and rising, with a stop-loss on a weekly close under the August 15 low at 24,899*". Now, look to buy that 1/3 back on a test of the trendline shown in the weekly chart, now around 25,927 and rising, with the same stop-loss.

Aggressive traders: were advised to "*look to go long on any corrective decline above the 45-day MA, now around 26,281, with a price target of 27,988 +/-364, and against a close under the October 10 low at 25,521*". Prices reached the middle of that target on November 13 at 27,900 and the next day at 27,894, so they should be out of long positions now, after a decent gain during retrograde Mercury. Look to go long again on a test of the trendline shown in the weekly chart, now around 25,927 and rising, against a close under the October 10 low at 25,521 or below the August 15 low at 24,899, depending on your risk allowance. They may look to book some profit on a test of the 36-month moving average, now around 27,463 and rising.

U.S. DOLLAR INDEX (DXY)

Written by Ulric Aspegrén, Switzerland

Review

The DXY did decline from the primary cycle crest established at 99.6670 USD on October 1 2019, all the way to the 97.1070 low made on November 1. The DXY is therefore either in the 3rd week of a new 22-week primary cycle, off the November 1 low or still in the 22nd week an old one that started on June 25 at 97.8430. If the old primary cycle did end, then it was active for an acceptable 18 weeks, as the 22-week primary cycle has a 6-week orb.

The prices have since been moving up and even slightly surpassing the slower 55-day moving average, which favors that we are in a new primary cycle. If this is correct, then the principal question is if this new primary cycle will follow a bullish or a bearish trend. The DXY closed last week at 97.9990.

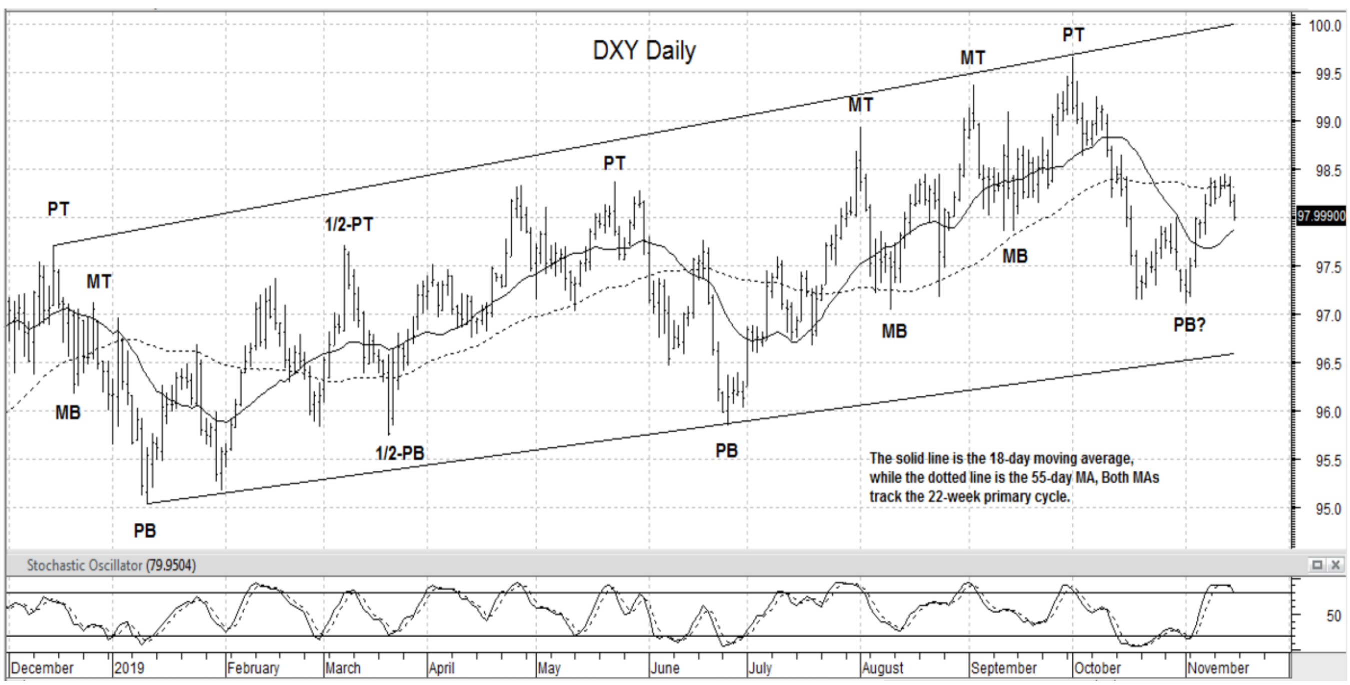

Chart A: US Dollar Index Daily Chart as of November 15, 2019.

Longer Term Cycles

Last reports have been highlighting: "*We know that the second 5-year cycle low was established on February 16, 2018, at 88.2530, which means that once the third 5-year cycle crest is in, the prices will head south towards the 15-year cycle low. The 5-year cycle crest is expected to take place sometime January 2019-March 2020... We have a Saturn-Pluto conjunction in January 2020. As there is only one passage, we use a 4-month orb, which makes this planetary pair active from September 2019 to May 2020. Hence, the ongoing last 5-year cycle could peak out during this period (at the latest by March 2020 when overlapping).*" Hence, the primary cycle crest of October 1 could very well have been have been the 5-year cycle crest.

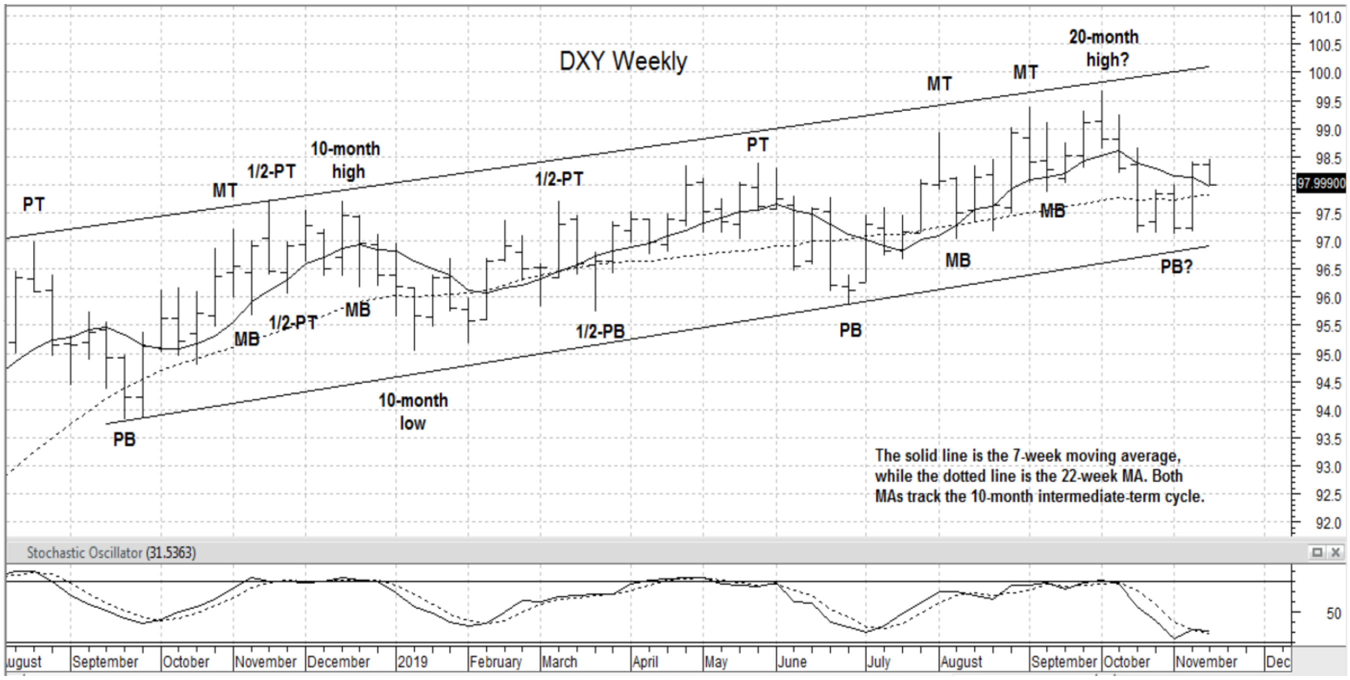

Chart B: US Dollar Index Weekly Chart as of November 15, 2019.

Last month detailed: "*We should be in a second 10-month intermediate-term cycle of a 20-month cycle. The second 10-month cycle started on January 10, 2019, and is in its 10th month (updated). This cycle should peak out sometime before January 16, 2020, and be followed by its trough, at the latest, by April 15, 2020,. This current intermediate-term cycle is thus assumed to terminate with the ending of the ongoing primary cycle.*" Here, again October 1 looks promising for the 20-month intermediate-term cycle crest. However, there is still time to get a higher crest.

Trend Indicator Studies

The 5-year moving average trend has moved back to a bullish trend, as the price (97.9990) has risen above the faster 10-month MA (97.6960), while the slower the 30-month MA (95.0672) is below both.

The 20-month cycle moving average trend is in a bullish trend, as the faster 14-week MA (97.3650) is above the slower 43-week MA (95.0506), with the price (97.9990) above both. The confirmation that the 20-month cycle crest is in place happens when the faster MA falls below the slower one and with the price below both.

The 10-month intermediate-term cycle moving average trend is back to a bullish trend, as the faster 7-week MA (97.9733) is above the slower 22-week MA (97.8162), while the price (97.9990) has now moved above both. The confirmation that the 10-month cycle crest is in place happens when the faster MA falls below the slower one and with the price below both.

The daily moving average trend for the 22-week primary cycle is in a bearish turning neutral trend, as the faster 18-day MA (97.8680) is below the 55-day MA (98.3082), while the price (97.9990) is in between both. We have the confirmation that the primary cycle crest has been established, as the prices went below both MAs, while the faster MA was below the slower MA. We will only get the confirmation that the primary cycle low is in, when the faster MA overtakes the slower one, while the price is above both.

In the case November 1 was the primary cycle low, then the basic primary cycle trend indicator is bullish, as the prices are above 97.1070. If we are still in the old primary cycle, then the indicator is bearish, as the prices are below 95.8430.

We know that the primary cycle crest has been established. However, as prices have now taken back some of the losses, the moving average trend indicators have come back to bullish.

Geocosmics

The next CRD - critical reversal dates (+/- 3 trading days): **Nov 24**, Dec 11-12***, Dec 25, Jan 10-13****

Leading Indicators for the 22-week Primary Cycle

The primary cycle deployed with three 7-week major cycles. The first 7-week major cycle crest was made on August 1 and was followed by the first major cycle low on August 9. A second major cycle crest took place on September 3 at 99.3700, shadowed by the second major cycle low on September 13 at 97.8580. The October 1 high at 99.6670 was therefore the third major cycle crest and also the primary cycle crest.

Last report detailed: "*The 22-week primary cycle has a 6-week orb (16-28 weeks), so the expectation is that its primary cycle low takes place in the time frame October 15-January 9. The primary cycle low can also be forecasted via the third major cycle low, which should here be due sometime October 17-November 20. This latter timing range is thus when the primary cycle low is anticipated, which is actually now my bias. The daily 15-day stochastics are very much oversold, so the primary cycle might not be far away. Best would of course be if we can get divergence between stochastics and price.*"

The November 1 low was made within the expected time frame together with divergence between price and the 15-day stochastics. It was also established within three trading days of the one-star November 5 CRD. It would have of course been better if the CRD was a three-star, but it is still a CRD.

Our preferred outlook is therefore that November 18 starts the 3rd week of a new 22-week primary cycle that began on November 1 at 97.1070. Even though these positive indications have aligned to boost the odds that the primary cycle is in, we cannot be 100% sure. Hence, as there is still time, the prices could fall lower from here. However, we will go with the new primary cycle scenario, especially since the prices have now risen to the slower 55-day moving average, which is a good sign (although not a confirmation) that the primary cycle low has been established.

If it is correct that November 1 was indeed the primary cycle low, the question is now if the new primary cycle will behave bullishly or bearishly. I have been biased towards the bearish alternative due to the forecast that "*the 20-month cycle should peak out sometime before January 16, 2020, and be followed by its trough, at the latest, by April 15, 2020.*" There is thus a good likelihood that October 1 was the crest we are looking for. Nevertheless, there is still time for the prices to rise to a higher high in the first and even the second sub-cycle crest of the new primary cycle and then head down towards the 20-month cycle trough from there. So let's look at both the bullish and the bearish scenarios.

<u>The bullish primary cycle scenario</u>

In a bullish situation, our first expectation is that prices should rise to a 7-week major cycle crest, expected after 6 weeks +/- 2w or sometime November 29-December 27 (with November 1 as primary cycle low). If the primary cycle unfolds in a two-phase manner, then the 10-week half-primary cycle crest is anticipated to happen 8.5w +/-2.5w into the cycle or sometime December 20-January 17. A primary cycle crest is forecasted here to occur after 18 weeks +/-7w, or January 18-April 24.

<u>The bearish primary cycle scenario</u>

Last month stated: "*Once the primary cycle low is established... the expectation is a bearish rally towards the new primary cycle crest, forecasted to occur 2-8 weeks after the low. It usually happens even earlier, more like 2-5 weeks.*" By using the November 1 assumed primary cycle low, we obtain that the bearish primary cycle crest is expected sometime November 15-December 26. This crest should be followed by the first major cycle low, projected to occur in the time frame February 21-May 17. In the case that the primary cycle is deploying instead with two sub-cycles, then the half-primary cycle low is expected sometime December 20-February 5.

Price Objectives

Was the 97.1070 low made on November 1 the primary cycle low? It was a descent of 2.57% from the 99.6670 primary cycle crest. Last report stated: "*The normal historical data generates an overall price target decline range of 3.15%-10.74%, which generates a price target span of 88.9616-96.5307. If we use only the bullish data, then we obtain a descent of 2.69%-6.51%, or a price target span of 93.1796-96.9899.*" So, from a price target point of view, we could fall lower. However, while a 2.57% descent is outside the expected norm, the smallest drop from a primary cycle crest to a primary cycle low we have seen is 1.48%. Consequently, it would have given us more confidence with a lower low, especially around the lower upper support line, right now at 96.5705 and rising, as this line has joined up two previous primary cycle lows. But, November 1 could have been the primary cycle low in a slightly distorted case. Given the supportive clues (stochastics divergence and CRD), we will use this assumption for the pricing case as well.

Hence, assuming that 97.1070 low made on November 1 was the primary cycle low, then we have to look both at the bullish or the bearish scenarios.

The bullish primary cycle scenario

We have seen previously that there is still time until January 16 for the prices to overtake the previous 99.6670 primary cycle crest made on October 1. Last reports have highlighted: "*We are assuming that the 103.8200 crest of January 2017 will not be overtaken, as historically the 15-year cycle crest has been in the middle of its cycle.*" Hence, the coming primary cycle crest price target could take out the October 1 crest, but should normally not surpass 103.8200.

The first major cycle crest is projected via normal historical data to occur in the price target span of 99.2175-103.6616, which is a rise of 2.17%-6.75%. Once the major cycle crest is in place, the prices should decrease 1.91%-4.42%. If we use 101.4395, the average price increase, then the major cycle low is forecasted to occur in the range of 96.9582-99.5004. Obviously, if the prices fall below 97.1070, then the primary cycle has turned into a confirmed bearish trend and the lowest price will be at the end of the primary cycle.

Should the primary cycle deploy with two half-primary cycles, then the half-primary cycle crest is expected to happen with a price rise of 1.93%-8.74%, which generates a price target span of 98.9767-105.5942, which becomes 98.9767-103.8200. When the half-primary cycle is established, the prices should descend 2.53%-8.24%. If we use 101.3983 as the average price for the crest, then the low comes to 93.0475-98.8289.

The bullish primary cycle crest is calculated to occur within a price rise of 4.15%-16.70% (using bullish historical data), which produces a price target span of 101.1408-113.3238, corrected here to 101.1408-103.8200.

The bearish primary cycle scenario

Using the bearish historical data produces a rise of 2.61%-7.31% for the primary cycle crest, we obtain a price target span of 99.6325-104.2101, corrected to 99.6325-103.8200. We can also use the MCP method, where we take the 38.2%-61.8% retracement from 97.1070, the primary cycle low to 99.6670, the previous primary cycle crest. The calculation gives here a price target range of 98.0849-98.6891. The prices have already retraced around 50%, so we are within the first price target window. The prices did come up to the slower 55-day moving average and reached 98.4470 on November 13. From here, they bounced lower at the end of last week. This is the usual pricing behavior in a bearish primary cycle.

Once the bearish primary cycle crest is in place, the prices should drop to the first major cycle low or a half-primary cycle low, expected at a descent of 1.68%-3.17% and 1.22%-3.97%, respectively.

The prices are estimated to decrease 6.59%-12.59% to arrive at the bearish primary cycle low.

Bias

Although the prices did not reach the expected price target span, I am biased that the November 1 low at 97.1070 was a primary cycle low. However, keep in mind, that when only looking at the primary cycle, there is time left until January 9 to make a lower low. Let's not forget that Mercury is retrograde, as of this writing, so I would like to underline that my bias could be wrong, meaning that the low is yet to come.

From the cycles studies, the DXY should turn south towards the 20-month cycle trough. It is possible that it already took place on October 1, but as we have seen there is still time until January 13 for the prices to surpass 99.6670. However, even though the October 1 would be taken out, the overall expectation is that this new primary cycle will end up bearish. Hence, once the first sub-cycle (that could appear to be bullish) is in place, this primary cycle might flip over and move into a bearish mode.

It is of course difficult to pin point when this will take place, as it can be in any of the sub-cycle crests. If the prices fall below 97.1070, the assumed start of the new primary cycle, then we need to switch to bearish strategies, which means that the lowest price of this primary cycle will be at its end. If the prices fall below the lower upper support line, right now at 96.5705, it would already be a very bearish sign. If the prices overtake 103.8200, then all bets are off and the primary cycle could reach, as we have seen in the forecasts, as high as 113.3238.

Could November 13 have been a bearish primary cycle top? There was no CRD present and the bearish crest was only expected after November 15. So, I am biased that the prices should climb higher. I tend to also prefer the historical data, which have a price target span of 99.6325-103.8200 and I will therefore disregard the retracement target of 98.0849-98.6891. A very possible scenario is that the prices make a double top with 99.6670, the previous primary cycle crest and that the 10-month cycle descent starts from there.

Strategies

Position Traders - Previous recommendation: " *You should now be short towards the primary cycle low, anticipated sometime October 17-November 20 at 93.1796-96.9899.* " We got a low on November 1 at 97.1070, which could have been the low we are looking for, but with Mercury retrograde, it might still be in front of us.

As we are assuming that the primary cycle is in, we have to set the primary cycle target. But, should we apply bullish or bearish strategies? Normally, we do apply bullish strategies until the start of the primary cycle is taken out. However, as the expectation is that the DXY should turn at the first or at latest by the second sub-cycle crest, we apply bearish strategies.

So, our target is a bearish primary cycle crest, expected November 15-December 26 at 99.6325-103.8200. Place your stop-loss below 97.1070. However, keep in mind that the first sub-cycle crest could appear to be a bearish primary cycle crest, but could instead be a bullish first major cycle crest. Use the CRDs to monitor possible reversal periods. If the prices are still rising into the December 11-12, then the odds favor that it is a primary cycle crest, as this CRD is a three-star level.

Aggressive Traders - Follow position traders' recommendation with the change that our target (first preference) is a bullish major cycle crest, expected to occur sometime November 29-December 27, at 99.2175-103.6616. In the case that the primary cycle deploys in a two-phase manner, then the target (second preference) is a 10-week half-primary cycle crest, anticipated to happen sometime December 20-January 17, at 98.9767-103.8200.

BRITISH POUND/U.S. DOLLAR (GBP/USD)

By Ulric Aspegrén, Switzerland

Review

The British Pound closed last week at 1.2899 USD and is in the 11th week of a 31-week primary cycle that started on September 3 at 1.1957. Previous report stated: "*We have been assuming that this primary cycle low was also a 33-month cycle trough and therefore been recommending to change to bullish strategies.*" This has worked well, as it appears that the first major cycle crest was established on October 21 at 1.3012, which is already an 8.82% increase from the September 3 low.

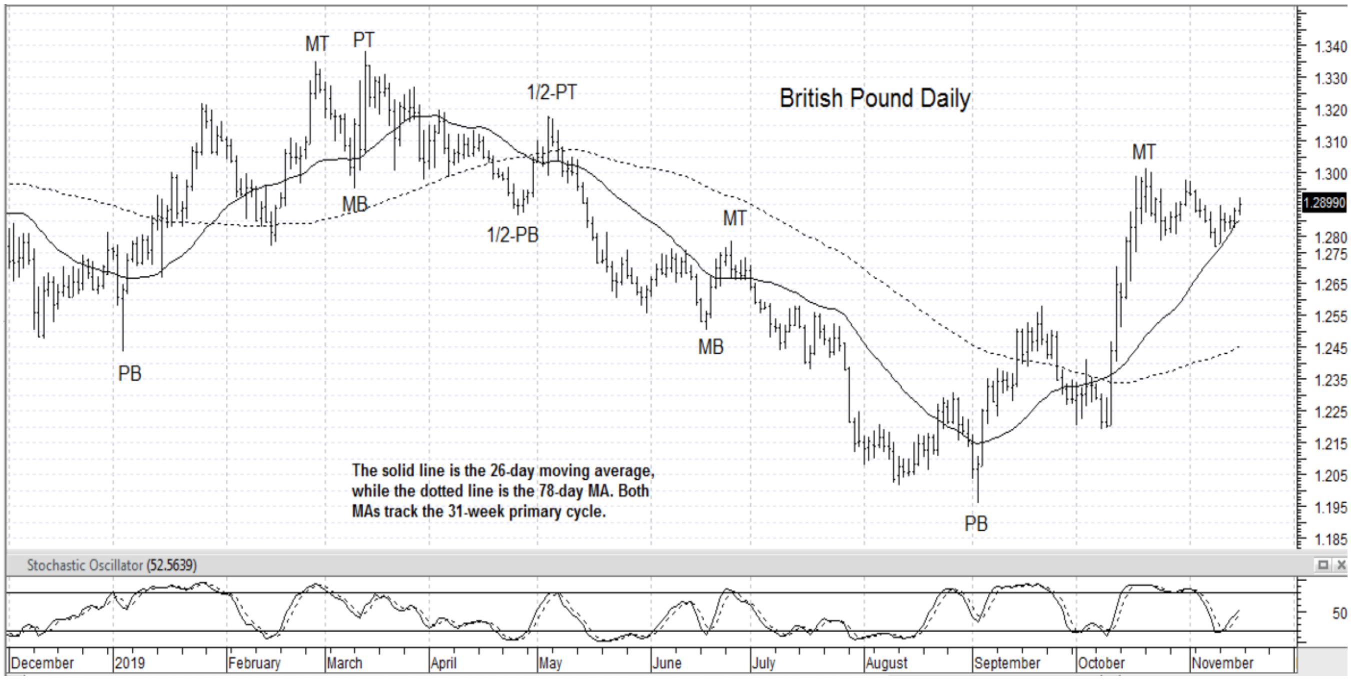

Chart A: GBPUSD Daily Chart as of November 15, 2019.

Longer and Intermediate-Term Cycles

As has been detailed in many previous reports: "*…the probabilities favor that the 16-year cycle trough took place in October 2016… But let's keep in mind that there is a 25% probability that the 16-year cycle trough is still in front of us and could occur at the latest by June 2020. This is not my bias, but we are not completely out of the woods just yet, especially if a hard Brexit is not priced in.*"

Last reports have also highlighted that: "*…the 33-month cycle trough is due at the latest by October 2019…. The 33-month cycle is therefore ripe to bottom out and could do so with this coming primary cycle low. Once the 33-month cycle bottoms out, then the next primary cycle should normally be bullish, as the first primary cycle in a new intermediate-term cycle is usually bullish… If it is true that the 33-month cycle made its trough on September 3, then it was active for 35 months and we should thus be in the 3rd month (updated) of a new 3-year cycle. This is our assumption going forward.*"

This September 2019 potential 3-year cycle low looks indeed very promising: the low was followed by strong bullish activity, as it appears that a deal is now possible between the UK and the EU. Additionally, the EU has offered an extension until January 31, 2020. Nonetheless, the 33-month cycle has a 6-month orb, which means that there is still a small time window until the end of the year, for the prices to take out the 1.1957 low. This scenario cannot be taken off the table, as the UK Parliament has decided to hold a general election on December 12. The "No Brexit" deal could thus resurface, which could then even threaten the assumed 16-year cycle low at 1.1450.

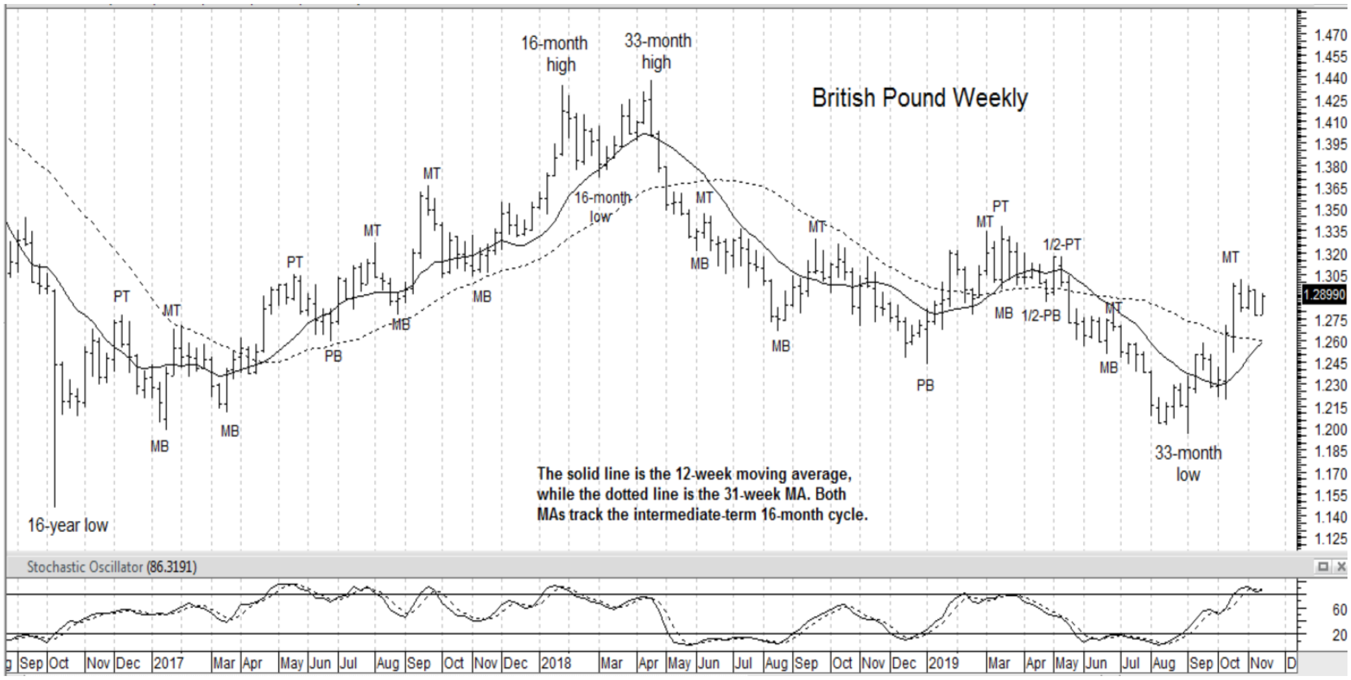

Chart B: GBPUSD Weekly Chart as of November 15, 2019.

Trend Indicator Studies

The faster 12-week MA (1.2589) is just below the slower 31-week MA (1.2598), while the price (1.2899) is above both MAs (Chart B). Thus, we note that the 16-month intermediate-term cycle weekly moving average trend indicator has changed to a neutral turning bullish trend and is extremely close to move to a bullish trend, if the faster MA overtakes the slower one with the price above both. If this takes place, then we have the confirmation that our assumed 16-month and therefore also the 33-month cycle lows have actually been established.

The daily moving average trend study for the 31-week primary cycle is in a bullish trend, as the faster 26-day MA (1.2852) is above the slower 78-day MA (1.2454), with the price (1.2899) above both (Chart A). The primary cycle basic trend indicator is bullish, as the prices are above 1.1957.

Geocosmics

The next CRD - critical reversal dates (+/- 3 trading days): **Nov 24**, Dec 11-12***, Dec 25, Jan 10-13****

Leading Indicators for the Primary Cycle

November 18 starts the 11th week of a new primary cycle that began on September 3 at 1.1957.

Last reports have highlighted: "*We could be in front of a bullish situation for the British Pound, as the 33-month cycle could also have bottomed out. If this is correct, then a bullish primary cycle crest is expected 26 weeks +/- 10w after the primary cycle low or sometime December 28-May 12.*"

Moreover: "*We anticipate a first 12.5-week major cycle crest after 9.5w +/-3.5w, or October 15-December 3. This crest would be followed by the first major cycle low, forecasted to take place after 12.5w +/-4.5w, or October 29-December 31.*" Seven weeks into the cycle, we got a high on October 21 at 1.3012, which fits the timing for the first major cycle crest. This crest was followed after an acceptable nine weeks into the cycle, by a low on November 8 at 1.2767, which is also suitable as a major cycle low. This low was made within the three trading-day limit of the November 5 CRD. The prices have since resumed their bullish trend, tracking above the faster 26-day moving average. So, although there is time left until December 3 for a higher high, it is very possible that now we are already in the 2nd week of the second major cycle.

If this is correct, then the prices should climb towards the second major cycle crest, estimated to occur sometime December 20-February 7, from where they will descend towards the second major cycle low, forecasted to happen January 3-March 6.

We still have the possibility that the primary cycle will deploy as a combination pattern, where you have three 12.5-week major cycles, but also two 16-week half-primary cycles. In this case, the prices should now move up to a half-primary cycle crest, projected to take place in the time frame November 19-January 7, and to be trailed by a half-primary cycle low sometime December 3-January 14. The prices would, in this situation, then get back to their bullish trajectory and climb towards the second major cycle crest, already estimated in the above paragraph.

The bullish primary cycle crest is for now estimated to take place in the time frame December 28-May 12.

Price Objectives

Last reports have analyzed that "*the primary cycle crest is expected to occur at an ascent of 8.35%-24.28% or within the price target span of 1.2955-1.4860. More short-term, the first bullish major or a bullish half-primary cycle crests are estimated to take place with a rise of 5.34%-14.81% or 1.2595-1.3728 and 8.74%-14.29% or 1.3002-1.3666, respectively.*" We got a crest at 1.3012 on October 21, which could both have been a major and a half-primary cycle crest. However, we saw that the October 21 timing only works time-wise for the major cycle crest.

Moreover: "*Once the first sub-cycle crest is in place, the prices should descend to the first sub-cycle low, which is projected to manifest within the decline range of 2.14%-6.95% and 2.76%-8.96% for the major and the half-primary cycle lows, respectively.*" If we assume that the first sub-cycle crest was indeed established at 1.3012, then the first major cycle low is forecasted to occur in the price frame 1.2108-2733.

So far, a low was made at 1.2767 on November 8, which actually slightly outside the price target estimation for first major cycle low. In this situation, the odds favor that there should come a lower first major cycle low. On the other hand, if we include all the distorted cycles into our analysis, then the lowest decline is 1.31% or 1.2841 for the major cycle. Consequently, the 1.2767 low can still work, as historically it is acceptable. It can happen in a very bullish situation that the prices do not retrace very much. Here, the prices only retraced 23.22% of the distance from the 1.3012 crest to the 1.2767 low.

Assuming that the first major cycle low has occurred at 1.2767, then the second major cycle crest is estimated with the historical bullish increase of 5.34%-14.81%, to come in at 1.3451-1.4661.

If the prices rise instead to a half-primary cycle crest, then the next sub-cycle crest is projected to take place with a bullish historical surge of 7.61%-14.29%, which generates a price target range of 1.2868-1.3666. The prices would from here descend to the half-primary cycle low, expected to be established at a decline of 2.76%-8.96%. From the half-primary cycle low, the prices would then resume their bullish track towards the second major cycle crest, which price target has already been mentioned.

Bias

Last report stated: "*Clearly, the primary cycle is right now in a bullish trend via the daily moving average trend indicator. However, to have full confirmation of the bullish trend, the prices must take out the 1.3383 primary cycle crest, made on March 13, 2019. Until then, it still possible, in this Brexit saga that the prices head south again to lower lows.*"

Previous reports have also detailed: "*The 33-month cycle is due to unfold in itself until December 2019. If we take the shortest ever primary cycle, then it would also be due in the beginning of December. Hence, we could get one more short and bearish primary cycle to complete the 3-year (33-month) cycle. However, when overlapping the 33-month with the 16-month cycle, then the 3-year cycle is due by October 2019. Here, there is no time for another primary cycle. I will rely on the latter situation, since it has higher odds to happen. I am thus biased that September 3 low was also the 33-month cycle bottom. If this is true, then this new primary cycle should normally act bullishly, as we would be in a 3-year long-term cycle. Hence, we will switch to bullish strategies.*" This bias remains valid.

Strategies

Position Traders: Our strategy has been to be long from the primary cycle low established on September 3 at 1.1957. Your stop-loss should be below 1.1957. The target is a bullish primary cycle crest, projected for now to take place sometime December 28-May 12, within the price target span of 1.2955-1.4860. As we move forward, we should be able to narrow down these targets,

Aggressive Traders: Here, our strategy has been also to be long from the primary cycle low established on September 3 at 1.1957 towards "*a bullish 12.5-week major cycle crest, estimated to happen sometime October 15-December 3, at a price target span of*

1.2595-1.3728. Once the crest is established, exit your long position and go short towards the first major cycle low, projected to take place October 29-December 31 at a decline of 2.14%-6.95%. Place your stop-loss above the newly formed crest."

It looks like the October 21 top at 1.3012 was the first major cycle crest, as it was within both the time and price target spans. We then got a low on November 8 at 1.2767. Here, it is within the time target range, but slightly outside the price target, as the decrease was only 1.88%. But, it is very possible that this was the low we are looking for.

Hence, you could be long towards the second major cycle crest, expected sometime December 20-February 7 at 1.3451-1.4661. Your stop-loss should be below 1.2767. Once the second major crest is in, exit your long position and go short towards the second major cycle low, forecasted to happen sometime January 3-March 6, at a price decline of 2.14%-6.95%. Your stop-loss should be above the newly formed crest.

Keep in mind that we could get a combination pattern, where the prices climb from the first major cycle low towards instead a "*16-week half-primary cycle crest, expected to unfold in the time span November 19-January 7, at 1.3002-1.3666. When the crest in in place, exit your longs and go short towards the half-primary cycle low, anticipated sometime December 3-January 14 with at a descent of 2.76%-8.96%. Place your stop-loss above the newly formed crest.*" Once this low is in place, the prices would get back on the path towards the second major cycle crest, which targets have already been stated.

AUSTRALIAN/U.S. DOLLAR (AUD/USD)

Written by Gianni Di Poce, USA

Review

The Australian Dollar continued to shed its recent gains this last week, finishing off at .6819. The big question surrounding this currency is whether this is an older or newer primary cycle. The repercussions for either scenario is starkly different from one another, and something that will be explored further in the following sections.

Chart A: AUD/USD Weekly Chart as of November 15, 2019

Longer-term Cycles

December will mark the 47th month in the 15-year cycle measured from the January 2016 low. Ever since the Aussie fell below the January 3, 2019, bottom at .6743, this cycle turned bearish. This is because there was a possibility that the 15-year cycle bottomed in January, but ever since it fell below that mark, it disqualified that labelling.

December also starts the 47th month in the 5.5-year cycle. This cycle also began at the January 2016 low. The cycle's current high is at .8135, and so until we can get back and close above that mark, it is likely this particular cycle will remain bearish, especially since the Aussie already fell below this cycle's beginning point at .6743.

With respect to the 30-month cycle, the uncertainty surrounding this cycle's labelling continues into this edition. ICR Vol 5.1 stated, "*The 30-month cycle also appears increasingly bearish. There is still some uncertainty with respect to when the previous cycle bottomed—either on October 26, 2018, or on January 3, 2019. But as stated in ICR Vol 5.5, "The longer it takes for the Aussie to exceed .7393, the more our bias tilts towards the notion that the 30 - month cycle may have in fact occurred in October 2018." More time has passed, and still, the Aussie has not even come close to .7393."* Time continues to pass, meaning the odds are increasing that the 30-month cycle bottomed in October 2018. Either way, December marks the 13th month from an October 2018 low, or the 11th month from a January 2019 low.

In terms of the 46-week cycle, the last issue stated, "*If the 46-week cycle bottomed in October 2018, then the week of October 21 would start the 52nd week, meaning a bottom is imminent (within another 2 weeks), or it already happened on October 2 at .6668. If it happened on October 2, it would have been in the 49th week. It would also mean that the week of October 21 is the 3rd week in a new 46-week cycle, and that a rally in the Aussie is imminent, because we are in the early, bullish stages of a new cycle. But if instead the previous 46-week bottomed on January 3, 2019, the week of October 21 would mark the 42nd week, which means this market could continue to fall as far out as mid-January 2020. Regardless of either scenario, a close above .6877 would be the signal that the 46-week cycle bottomed."* Well, there was a decent rally, and a close above .6877 was achieved, so it appears that the week of November 18 marks the 7th week in a newer 46-week cycle. The question surrounding this cycle now is whether it will be a bullish or bearish cycle. If it falls below the October 2 low at .6668, we could see the Aussie fall for pretty much the entirety of 2020. But until that happens, we are still in the early stages of a new, longer-term cycle, which is its most bullish phase. A close above .7042 would be a strong signal that the 46-week cycle is bullish. However, there is still a chance that the 46-week cycle didn't bottom yet, and that the week of November 18 starts the 46th week in the cycle. This isn't our preferred scenario based off price action, but Mercury has been in retrograde throughout most of this recent rally, so it's totally possible it's all been a façade.

Primary Cycles

The week of November 18 either marks the 22nd week in the primary cycle measured from the June 18 low at .6892, or the 7th week in a new primary cycle measured from the October 2 low at .6668. Our preferred outlook is actually the former one, because in the latter one, the previous primary cycle would have distorted and bottomed in the 15th week. But assuming it's still an older cycle, we should expect a bottom no later than the week of December 16, given a 4-week orb. Also worth noting, and as stated in the last issue, "*Any cycle that spends more time going down than up is considered to be bearish from a time perspective. But the price perspective is bearish too, as the Aussie is still comfortably below the primary cycle's starting point at .6892*." This past week's close brought us back below the starting point of the primary cycle, which is not the best omen for bulls. Chances are, if the 46-week cycle bottomed on October 2 at .6668, then the primary cycle bottomed too, and we are in a new primary cycle. But since there still remains enough time to fall for both the 46-week and primary cycle, we have to keep the possibility open that the Aussie's decline is not over just yet.

Regarding major cycles, the last issue stated, "*…the third, and what should be final, major cycle within this primary cycle is set to start its 3rd week. Assuming the primary cycle didn't distort and bottom early in the 15th week, we could see the final major cycle crest form in the next 2-3 weeks, followed by a washout to the primary cycle low. If the major cycle and primary cycle low are going to bottom in conjunction with each other, it should occur sometime between the week of November 4 and November 25 (major cycles last 5-8 weeks)*." This statement is even more pertinent now than when it was originally stated. The major cycle crest occurred right on time, but the question now is whether it was the first major cycle crest within a new primary cycle, or the last major cycle crest within an older primary cycle. In the former scenario, we should see the major cycle crest at .6929 from October 31 exceeded on the subsequent rally from the imminent bottom, but if the latter scenario, we should see one final wash out to new lows, which would probably produce the primary cycle bottom.

Technicals

Perhaps the most positive technical development since the last issue is the fact that the latest major cycle crest at .6929 from October 31 exceeded the previous major cycle crest at .6894 from September 12. This created a case of a higher-high, which is the first step in the establishment of an uptrend. Now all that's needed is a higher-low, and we will satisfy both requirements.

Chart B: AUD/USD Daily Chart as of November 15, 2019

The last issue also referenced a double bottom price pattern. It was stated, "*This positive momentum development is accompanied by the apparent double bottom price pattern on both the weekly and monthly charts. The two lows in the shorter-term being referenced are from August 7 and October 2. Additionally, a case could be made that either of those are double-bottom lows for the 46-week cycle that bottomed back on January 3. The daily chart also indicates selling momentum has waned, as evidenced by the divergence in price from the RSI indicator. A close above resistance at .7042 would be a strong confirmation of the double bottom price pattern that could lead to an extended rally*." Note that .7042 is the same price level provided above as confirmation that the 46-week cycle bottomed. It also would provide confirmation of the double bottom price pattern. Until that happens, however, the Aussie could continue to consolidate and trade in range.

Other patterns discussed in the last issue included the falling wedge pattern on the weekly chart, and the descending triangle pattern on the daily chart. It was stated, "*These [falling wedges] are typically reversal patterns, but until it can successfully break out by closing above .6877, it could very well continue its downward trajectory. On the daily chart, the Australian Dollar just broke out of the descending triangle price pattern. This is a peculiar development because more often than not, descending triangles are continuation patterns, which means they tend to resolve in the direction of the underlying trend. The Aussie has been in a strong downtrend for the past couple years, but when this pattern resolves in the opposite direction, it can be a sign of a significant reversal*." The upside breakout above .6877 occurred, but we fell back and closed below that mark. From a technical standpoint, the Aussie can be construed as bullish in the short-term so long as we are above .6877, but if we're not, then it leans more bearish.

Geocosmics

There are several geocosmic aspects to conclude the month of November. Mars enters Scorpio on November 19, and on November 20, Mercury finally goes direct. On November 24, Venus will conjunct Jupiter, and Mars goes into opposition with Uranus. On November 25, Venus ingresses into Capricorn, and the following day, there is a New Moon. On November 27, Neptune goes direct. The strong aspects occurring during this time, coinciding with the November 24 CRD, leads us to believe there may be one final washout in the Australian Dollar. Not to mention the plethora of Venus activity with this CRD, since Venus rules currencies.

In December, there are two CRDs: December 11-12 and December 25. The December 11-12 CRD includes aspects such as Venus conjunct Saturn (Dec 11), a Full Moon (Dec 12), Mars trine Neptune (Dec 13) and Venus conjunct Pluto (Dec 13). Note that there is a lot of Venus activity during this CRD also. The December 25 CRD includes signatures including Sun trine Uranus (Dec 24), a New Moon (Dec 26), and Sun conjunct Jupiter (Dec 27).

Bias

Our bias has been, and continues to be bearish on the Australian Dollar ever since it closed above .6995-.7000. ICR Vol 5.9 stated, "*Only a close back above .6995-.7000 would turn us neutral. A close above .7042 would cause us to lean bullish again*." Nothing has changed since then. Even with the recent rally in this currency, the last issue stated, "…*until we can achieve a close above meaningful resistance, it's a decent chance this recent rally is just a reversion to the mean*." We will continue to let price guide our bias, even though the tables are just starting to turn on the time factors.

Strategy & Price Objectives

Position traders: Are still 2/3 short on the Australian Dollar since it closed below .6876. Let's tighten up stops to a close above .6930. Cover another 1/3 on a retest of cycle lows at .6668.

Aggressive traders: Are still 2/3 short on the Australian Dollar since it closed below .6876. Stops continue to stand at a close above .6970. Cover remainder of position on a retest of cycle lows at .6668 and go long with a stop loss on a close below .6600. If the stop on the long position is triggered, return to the short side with a stop loss on a close above .6770.

The next MMTA ICR Financials will be issued on December 17, 2019