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## Weekend Report for Monday, October 9

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## **Bottom Line:**

Friday's cash session lows are the lines in the sand for an intermediate term bullish case. The 50% retracement levels of Friday's ramp up ideally will not be exceeded during any retracement that may occur early in the week.

Continued breadth expansion should be seen very soon under the present bullish working assumption.



# SPX

Upper KRAs: 4334; 4374-4402

Lower KRAs: 4270; 4219



# NDX

Upper KRA: 15201-15270

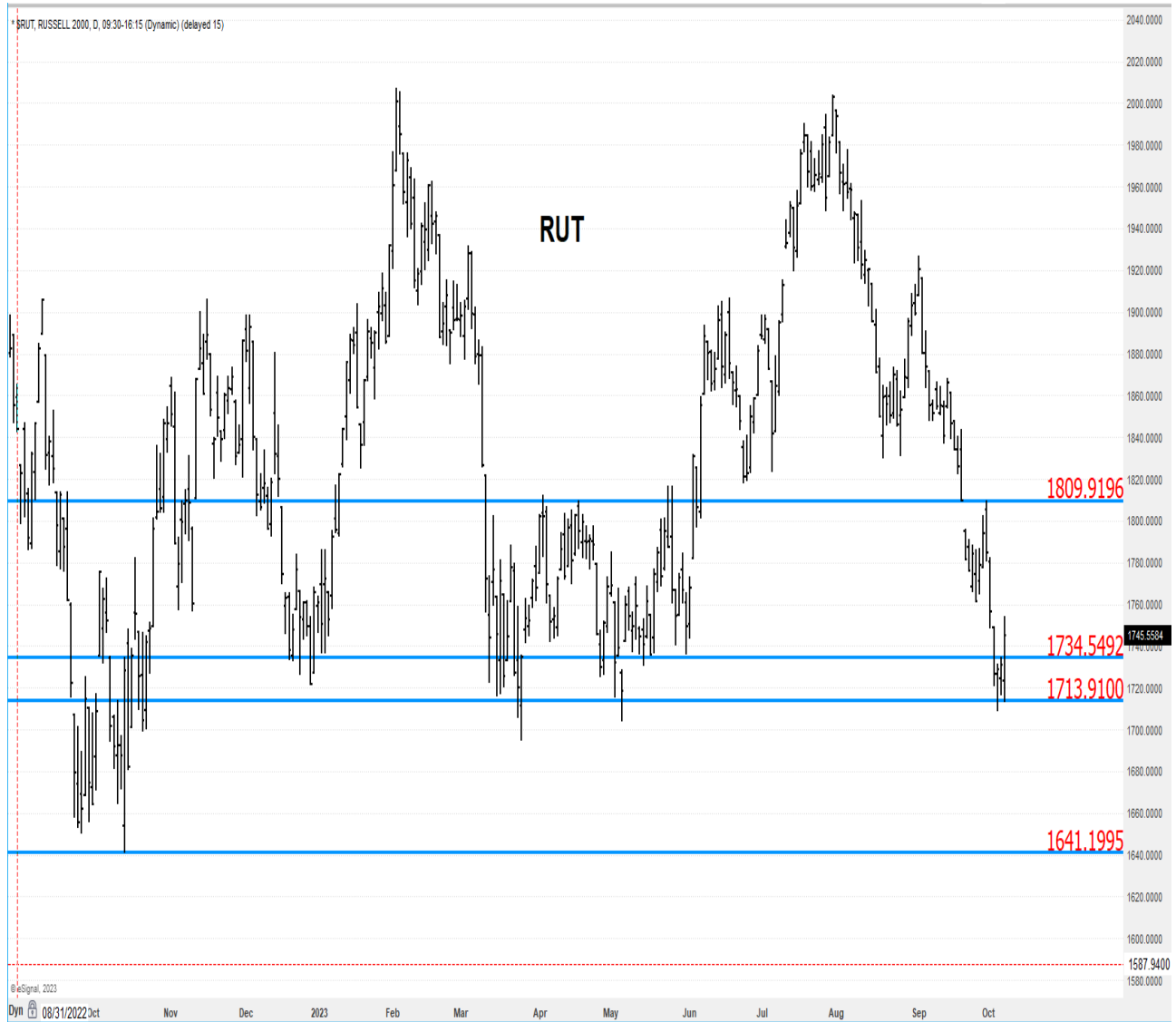
Lower KRAs: 14795; 14575; 14429



# RUT

Upper KRA: 1809

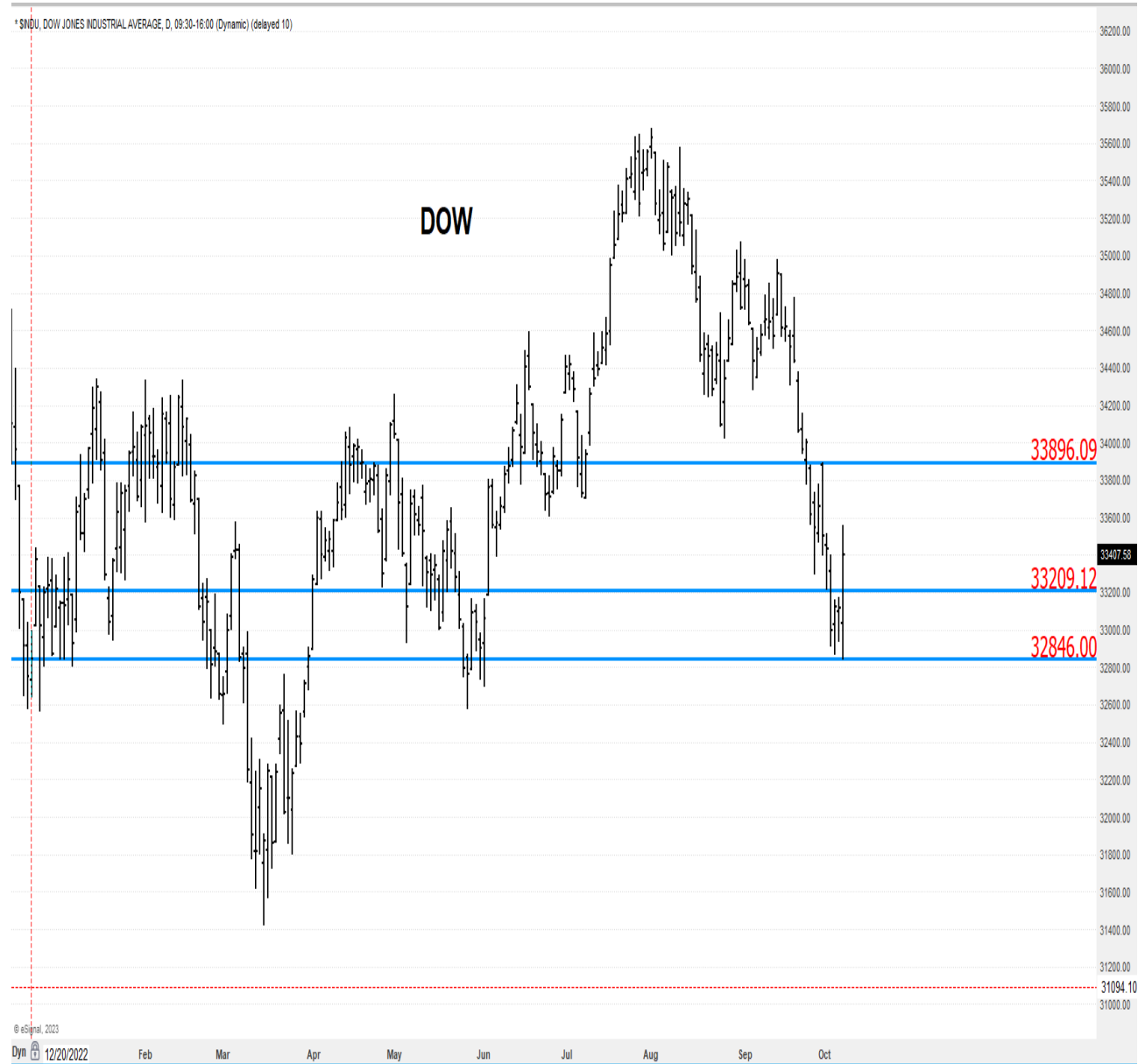
Lower KRAs: 1734; 1713



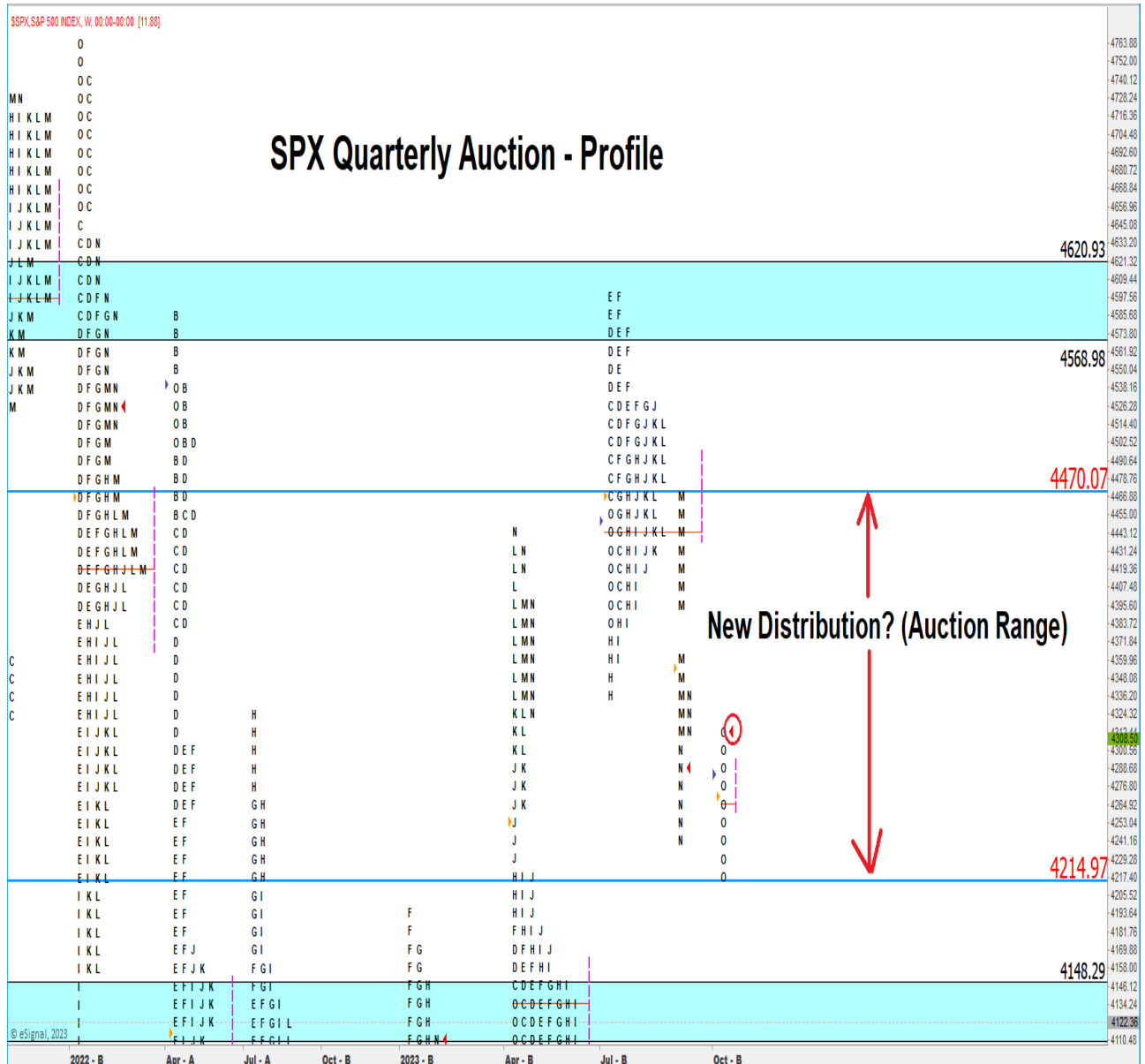
# DOW

Upper KRA: 33896

Lower KRAs: 33209; 32846



# SPX Profile



# Internals

NYSE data reached the upper cusp of downside extreme in recent trade. If an important low is in place Friday's cash session lows should hold, and breadth should continue to expand.

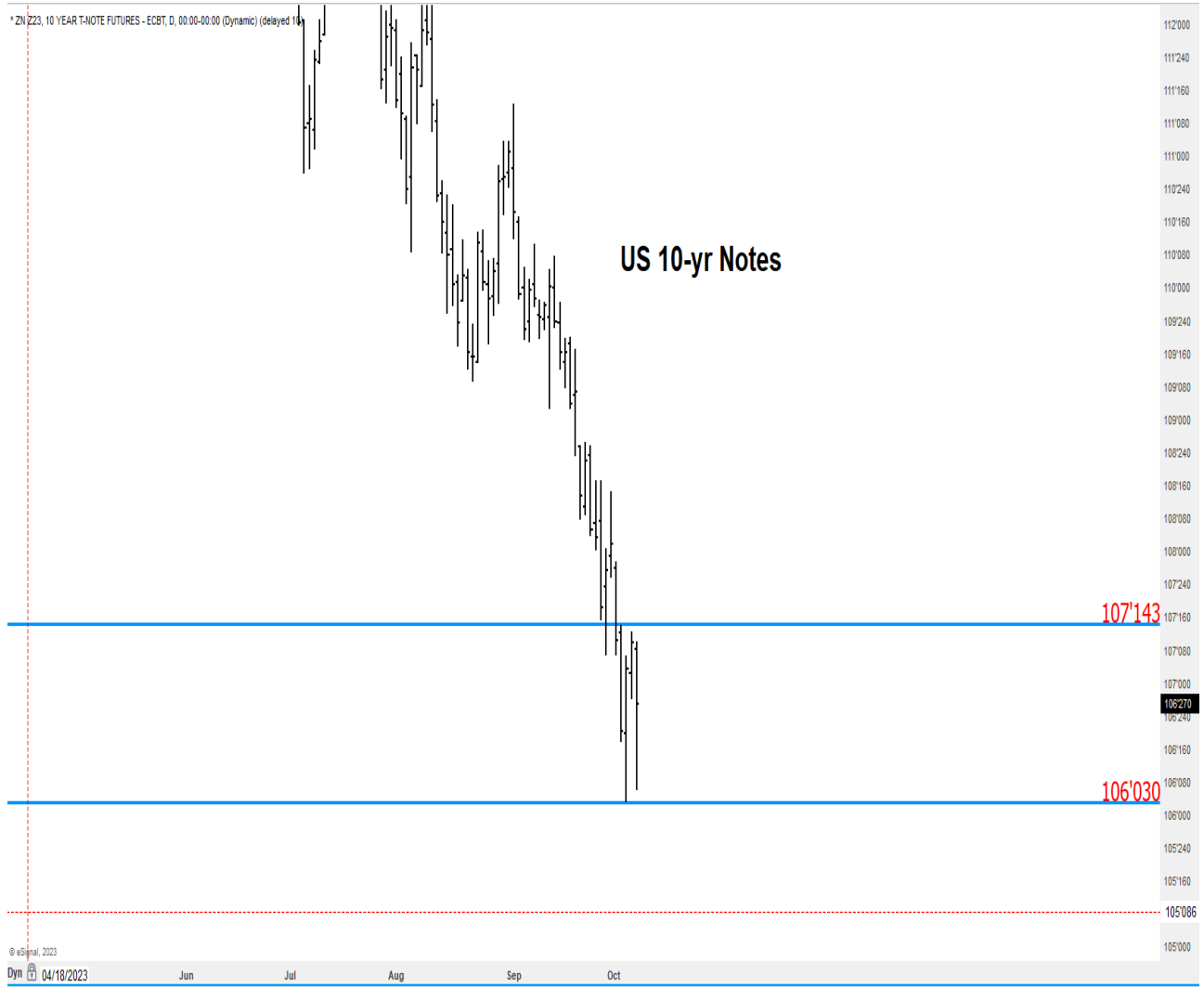
Friday's NYSE closing breadth reading was 769, rather underwhelming. However, sometimes a much larger breadth thrust doesn't come until a day or two after an important low, but it should occur soon, *IF* Friday market an important low.





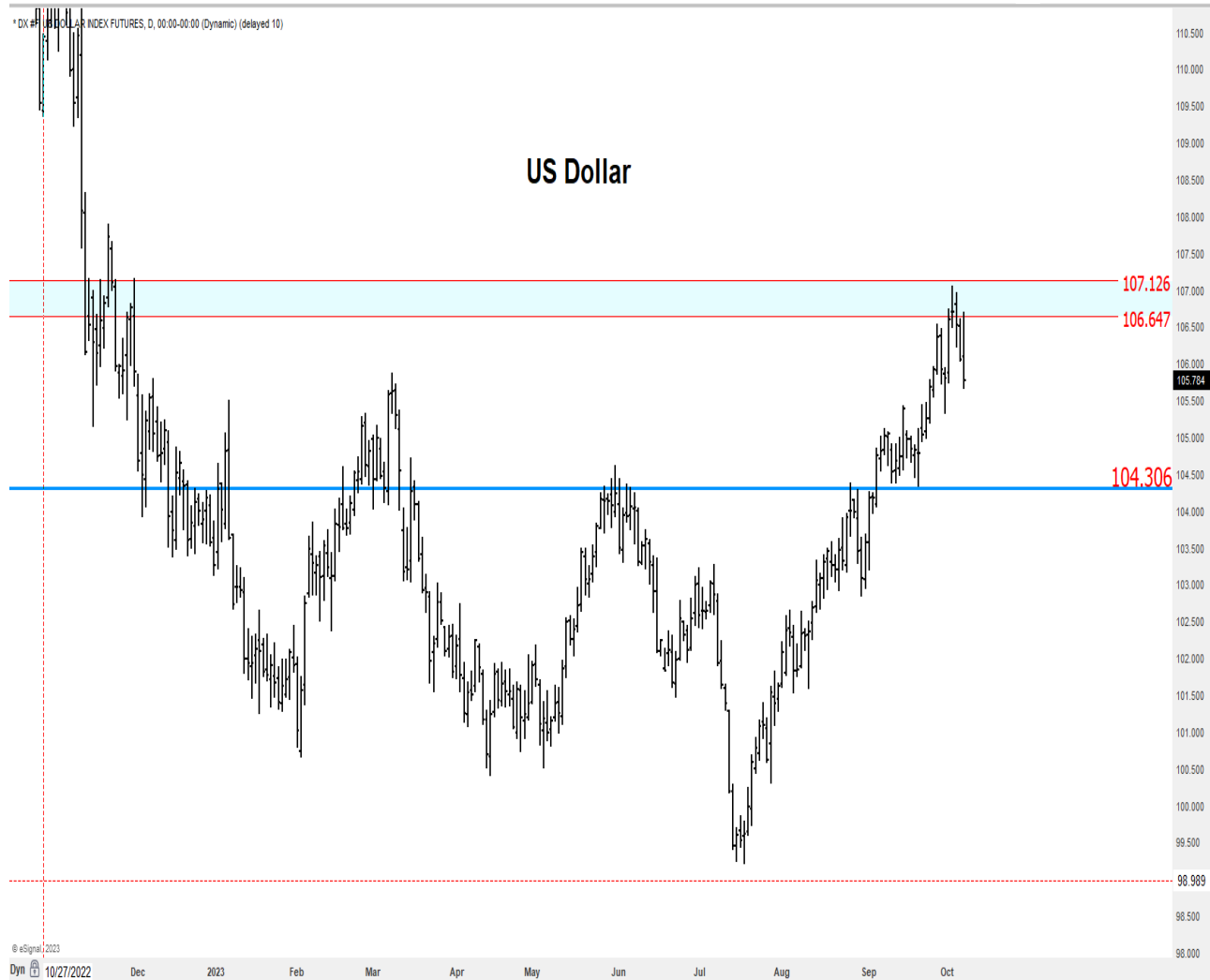
# US 10-yr Notes

Volatility in US 10-yr Notes and 30-yr Bonds is unprecedented. If trading these contracts I suggest going down in timeframe.



# US Dollar

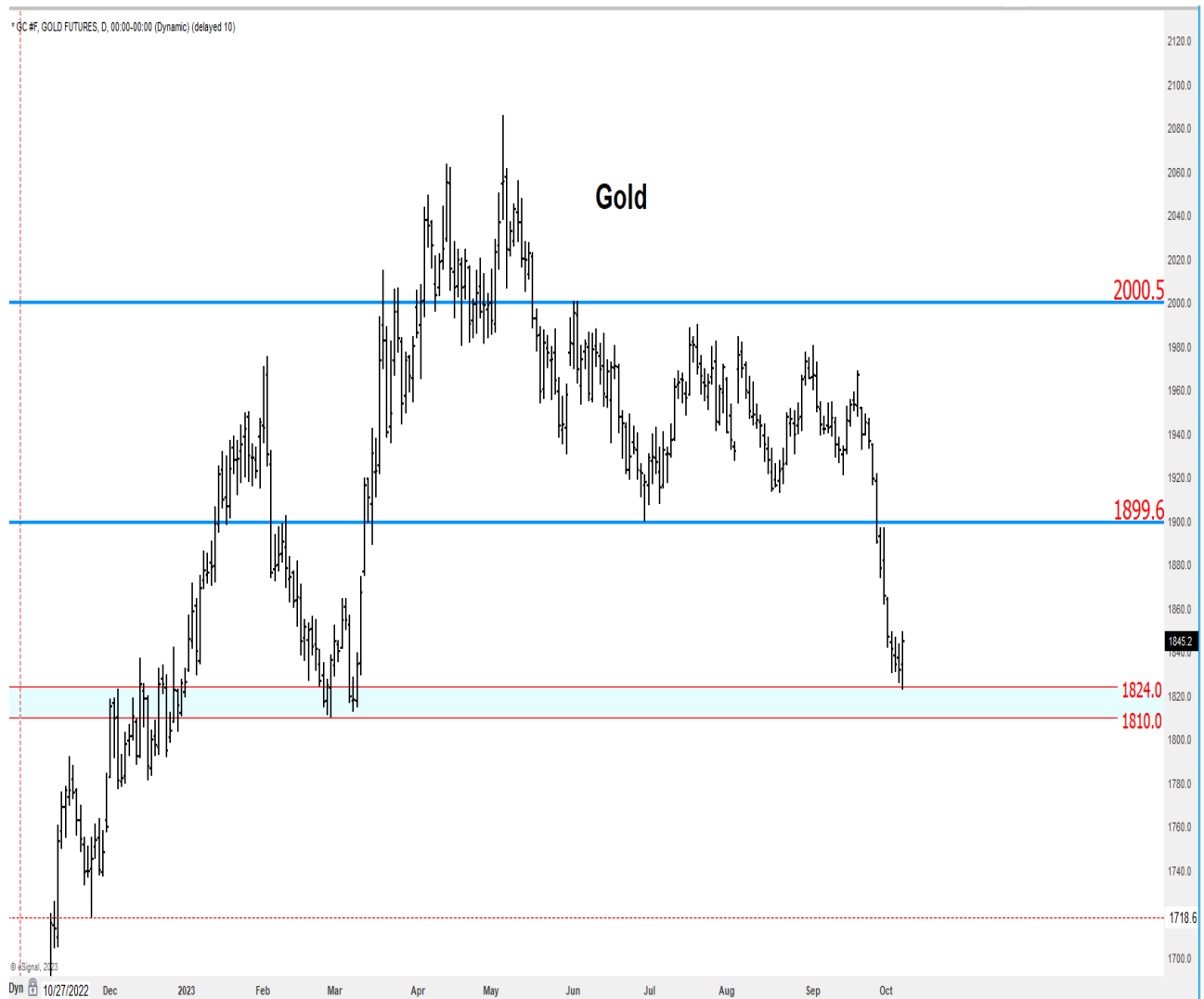
The US Dollar has been a persistent, two-sided grind higher since the end of July. My guess (emphasis *guess*) is to favor shorts against the recent high.



# Gold

From last weekend's Report:

*The next potential "support" from an Auction Market perspective is 1824-1810.*



# Crude

Crude is due for a bounce, but the trend is definitively down.

