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Weekend Report for Monday, September 30

Bottom Line:

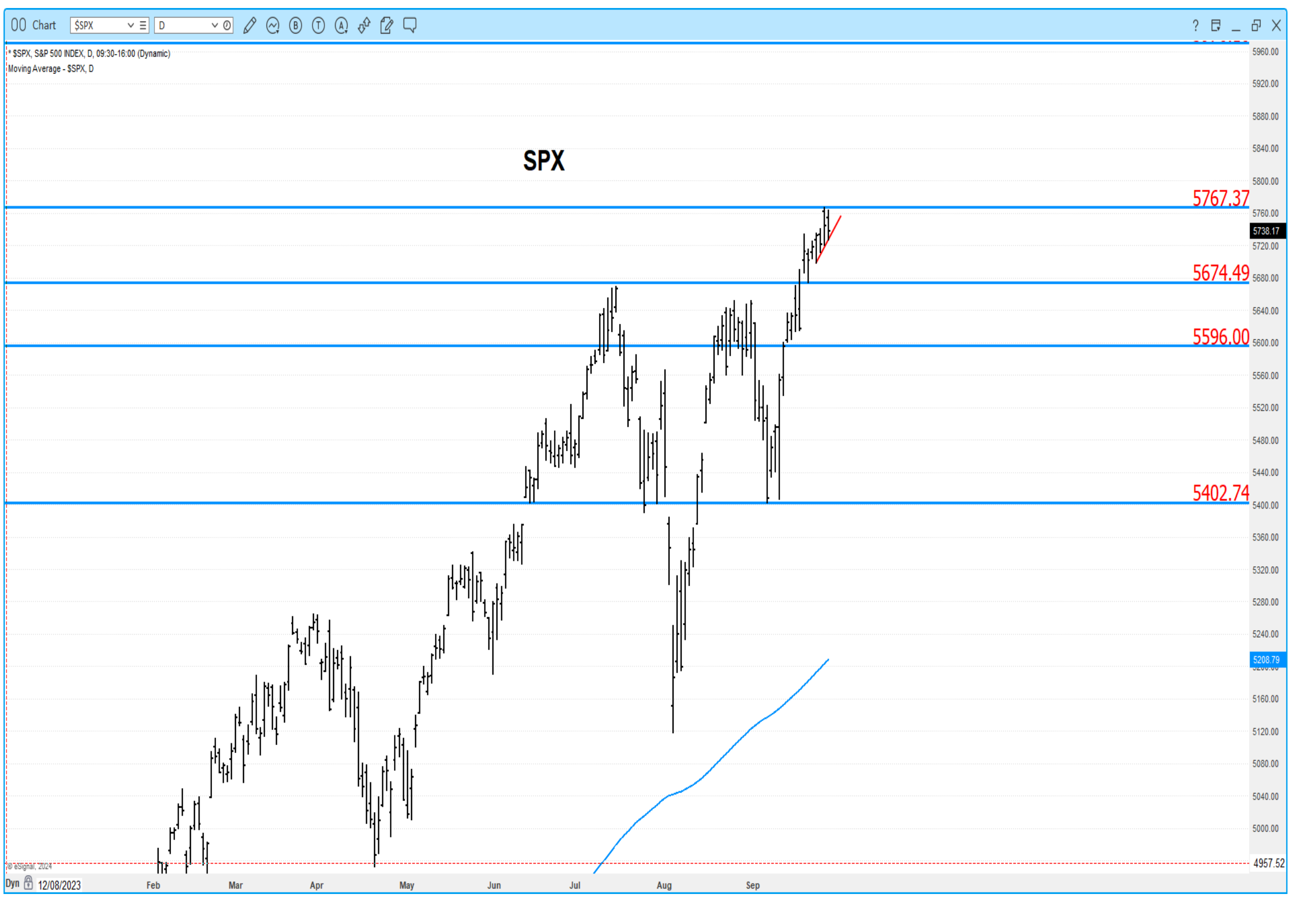
The SPX closed in new all-time highs on September 19 but has only advanced .43% higher in the following six days of trading through Friday's close. The DOW and NYA have also been trading in new all-time high territory for the same time period but also without making much net progress. The NDX and RUT continue to underperform on a relative basis.

It continues to be a concern for the bullish immediate bullish case that upside momentum is so varied among the indices. However, the general tenor of the indices is net bullish, with a consistent pattern of higher highs and lows continuing to prevail.

SPX

Upper KRA: 5767
Lower KRAs: 5674

SPX has had really funky price action for over a week - little directional conviction. I'm just following the short-term levels as a guide. IMO, not a time or place to make big swing trade bets.



NDX

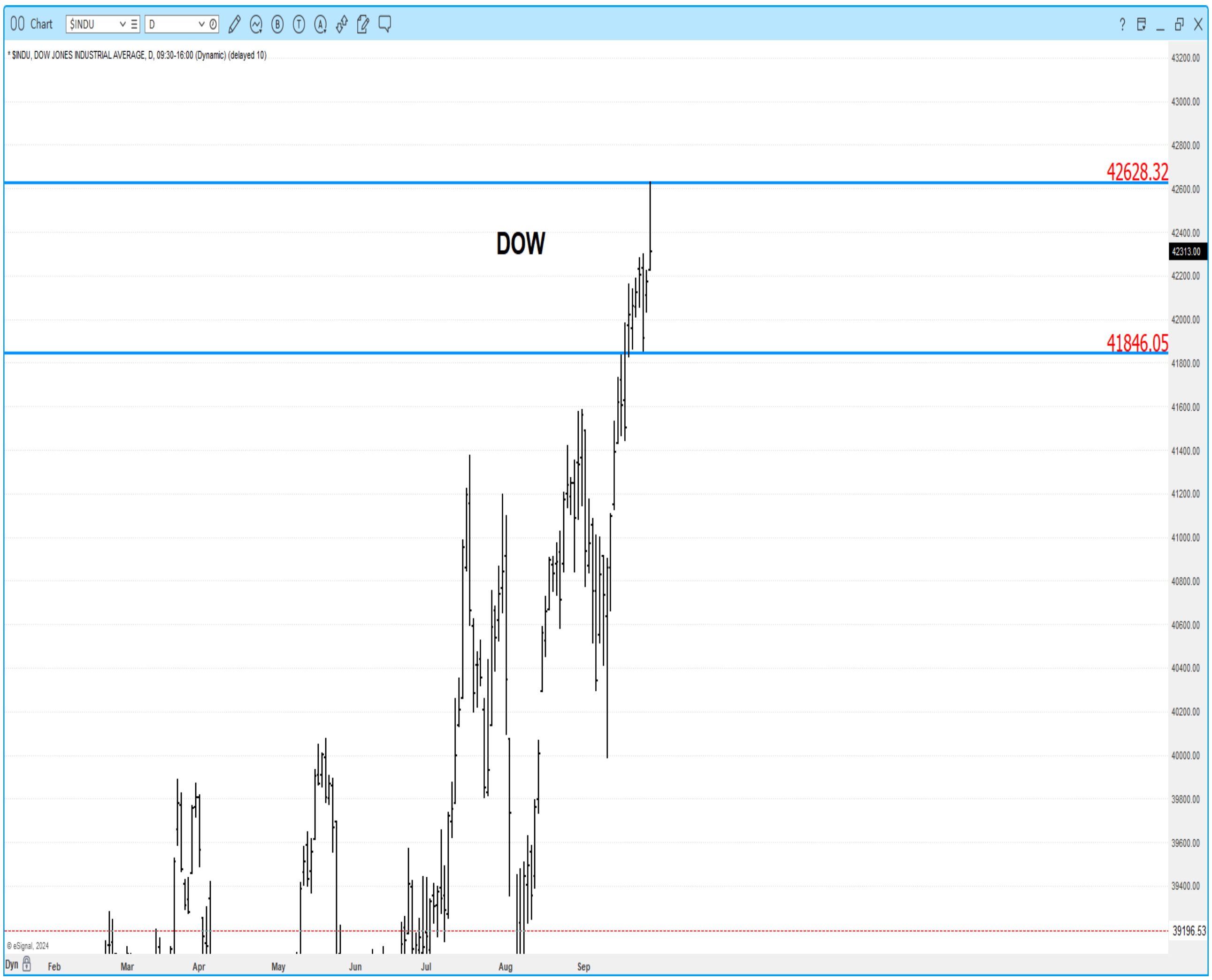
Upper KRA: 20273
Lower KRA: 19300

The NDX continues to underperform and this is potentially bearish.

DOW

Upper KRA: 42628
Lower KRA: 41846

More all-time highs last week, but a big reversal day on Friday.



RUT

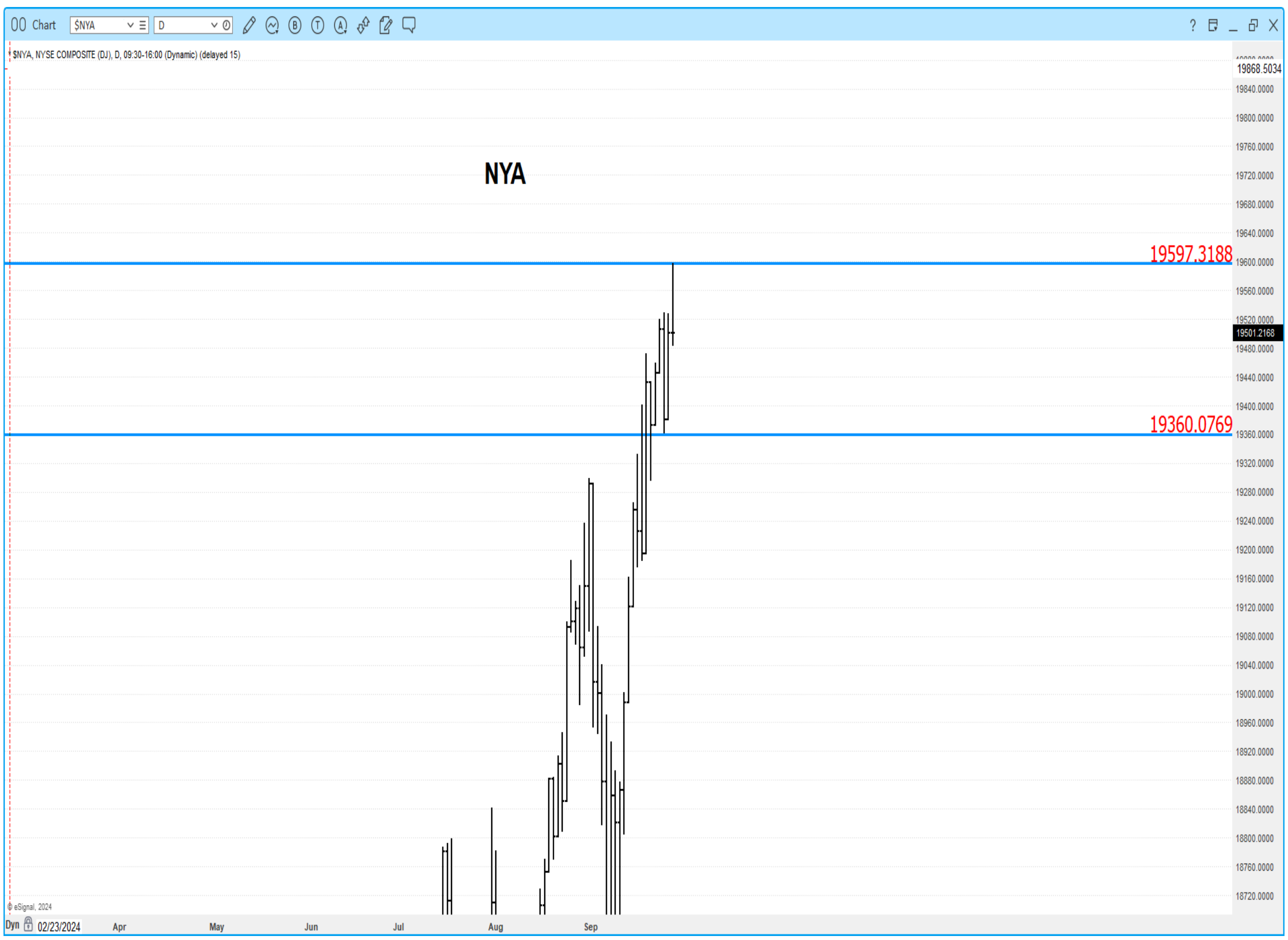
Upper KRAs: 2260
Lower KRA: 2189

New York Composite

This is an index of every stock listed on the NYSE, so it is a broad composite view.

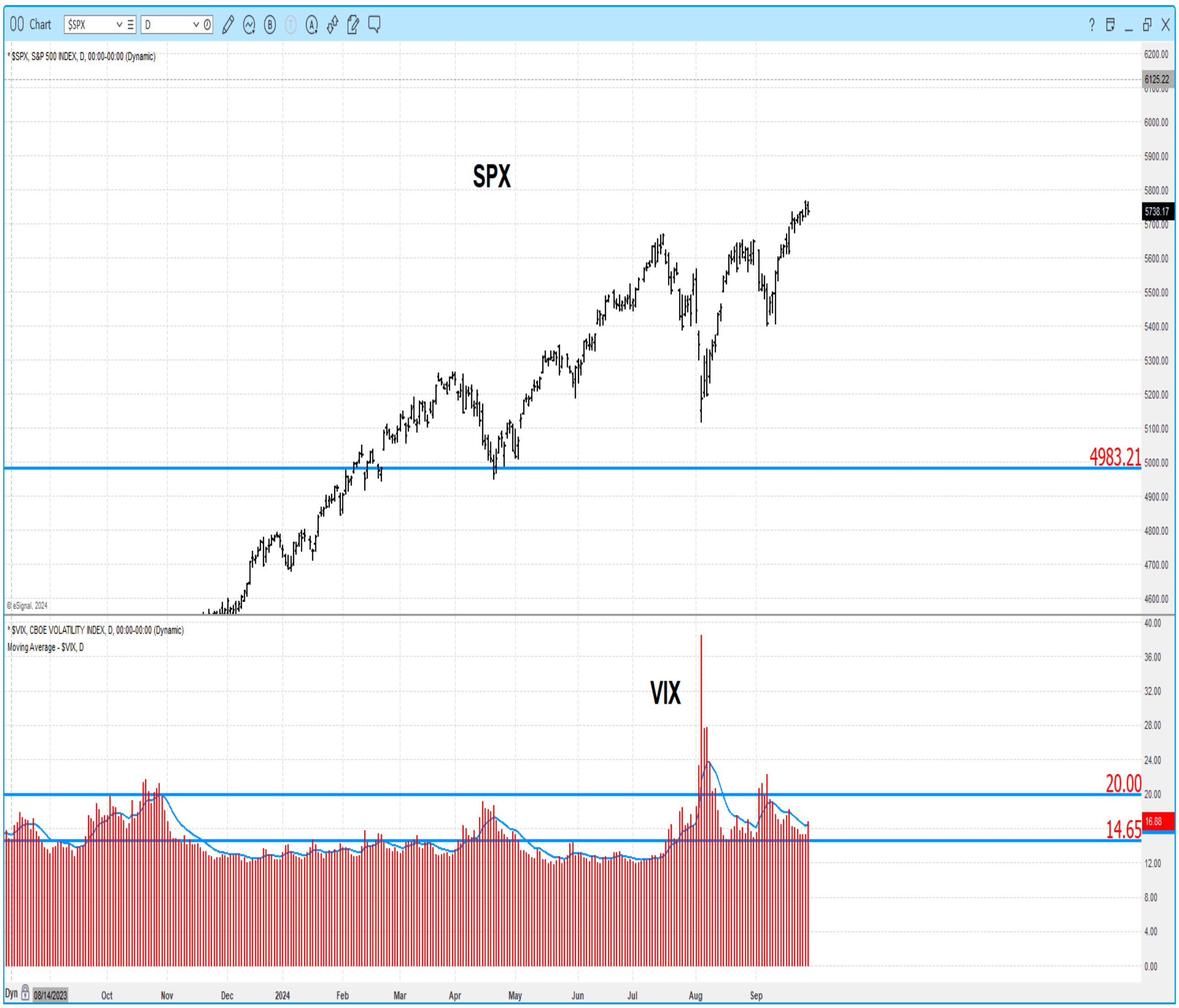
Upper KRA: 19597
Lower KRA: 19360

Similar comments apply to the NYA as the DOW.



Internals - VIX

There was a relatively big spike in VIX as of the close on Friday. It continues to remain stubbornly elevated with several indices making new all-time highs. This is potentially bearish, at least short-term.



Internals - NYSE Data

The 10-day MA of NYSE advancing issues is diverging against recent highs. My usual caution about leaning too heavily on this making the assumption it is immediately bearish applies here.

US 10-yr. Notes

Notes remain in an uptrend.

US Dollar

No change: Lower lows and highs. Favor shorts.

Gold

Favor longs.

Crude

From last weekend's Report: *Crude continues to make lower lows and highs. If the downstrend is intact, Crude should be near another short-term top.*

Continue to favor shorts.

Bitcoin

A client has been emailing me about Bitcoin and suggesting it's "different". It's not.

Bitcoin trades in an Auction Market. There is nothing about Bitcoin that mandates it has different "rules" regarding Auction Market behavior.

Bitcoin will ideally hold 62413 under a bullish scenario.