

TURNING POINT-CHANGE POINT!

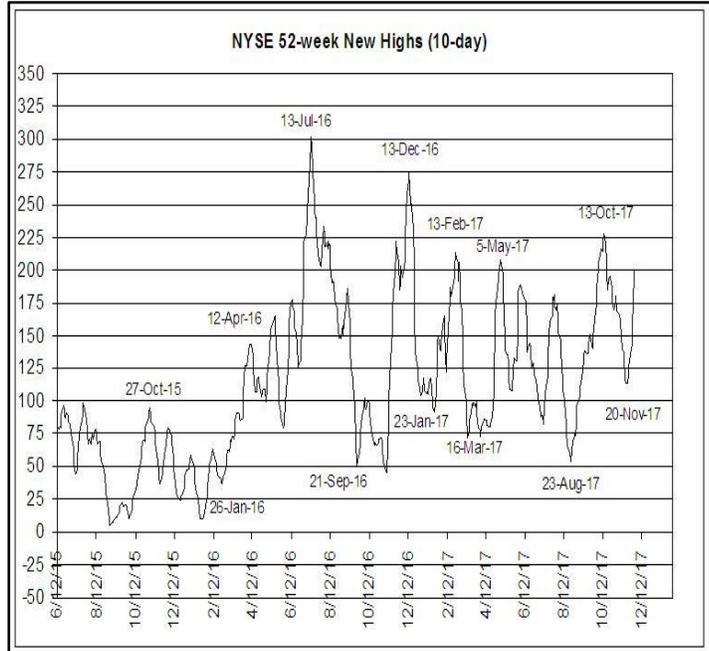
Our headline last month screamed that we were to “LOOK FOR EXTREME UPSIDE THIS MONTH.” It appears that the DJIA was up 3.694%. That would be a 12-month rate at 44.3% and of course compounding would make it significantly higher. 1.39% of it was on one day last Thursday, largest rise since November 7, 2016.

Friday contained the TOP DAY of the Mars-Uranus synodic cycle, then the SuperMoon and Mercury Retrograde on Sunday. This weekend could be a most important concentration of "Change" Power! Watch your charts for breaks in trendlines and support/resistance levels. Including Bitcoin! Stocks, stock groups, commodities, currencies, bonds/rates, economic trends, political trends - EMOTIONAL TRENDS! [The more emotional, the more likely an important turn will occur with astro-precision.]

In addition, there will be negative aspects to the Great American Solar Eclipse on December 20-21 and the last week beginning on the 25th. A contact on December 17 could be an UP market and potentially a short term top. Other important dates of interest are the December 13 FOMC announcement and the December 15 Quadruple Expiration for futures and options.

Year-end reinvestment money makes it rare to experience a Down December, and we cannot make that determination with a mixed cycle condition into January tenth. Yet we are concerned about battles over debt limits which must be settled, or at least extended by December 8.

We previously decided to Sell on the market close on Friday, December first, as stated in the VITAL SIGNS box last month. We ended the trades with DJIA +3.285% and with SPX +2.23%.



We wrote last month: “We are expecting some kind of Major MELT-UP, BLOW-OFF in all kinds of things into early December...We are also looking for a significant TOP in the Crypto-Currency complex specifically on Dec. 2nd, +/-3 days!”

The very action on Friday, with a 400 point intraday range fully exemplifies the power and complexity of the high-energy changes that we have been expecting for this incredible period of time. What has been going down could turn UP and what has been going UP could be turning Down!

December has the very best record for number of years that this month closes in the plus column. Another peculiarity is that year-end manipulations cause many valuable technical tools to “...ging aft agley!” as Bobbie Burns might say, basically to go often astray, resulting in days or few weeks where the general technical picture becomes “muddy.” No surprise there this year as things have been “muddy” for many months.

In our opinion, things cleared tremendously for the month of November for the upside and for the next couple of months or more, for the formation of a major, long term topping pattern.

One muddying aspect to it all right now is that it occurs during the best of seasonal factors. And seasonal factors have been one of the most rewarding and profitable statistical features markets have generally produced. There are superior probabilities, which are extremely useful, but no guarantees that any single event will follow the majority or the minority. One thing is certain, however, and that is that our hopes and prayers for you are for a joyous season with friends and family, and that you add mightily to your wisdom and spiritual growth!

WE ARE STAYING NEUTRAL ON INDICES FOR DEC!

HAVE A WONDERFUL CHRISTMAS/HANUKKAH!

VITAL SIGNS

**BUY 100% LONG Thur. Nov 9 +4% Stop
SELL if not Stopped on CL Dec 1.**

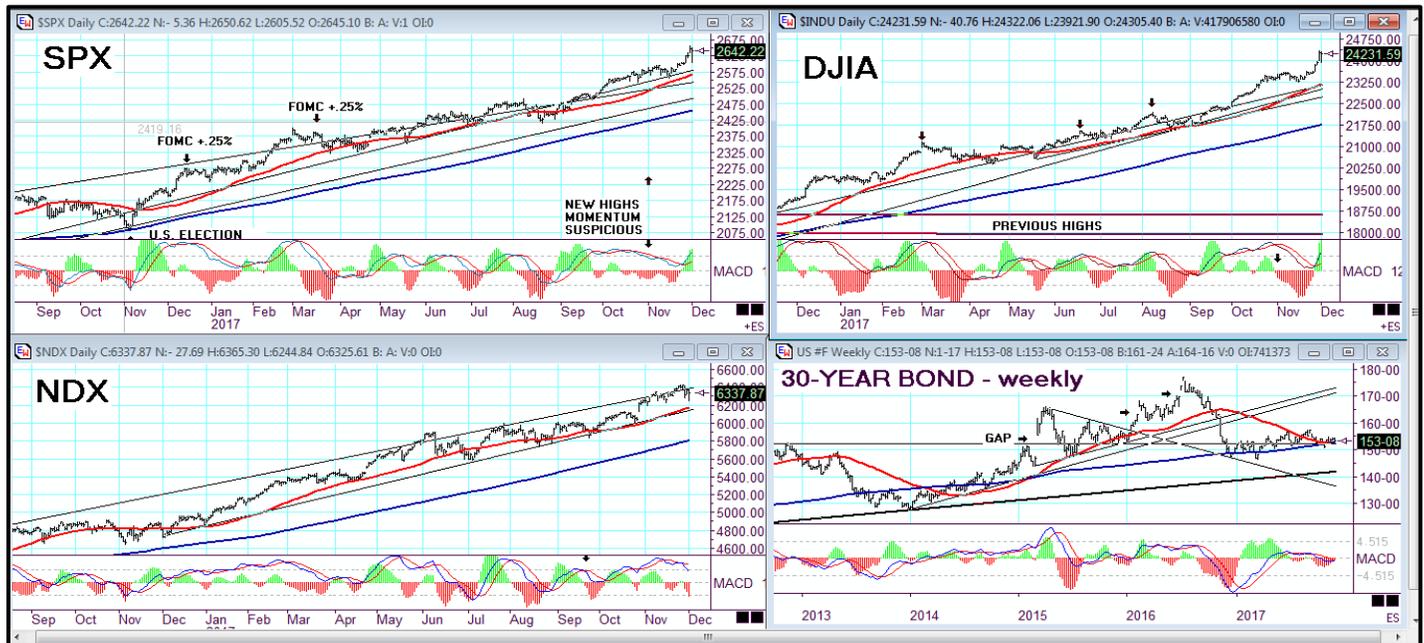
**Bought on Close 23,461.94 DJIA
Sold on Close 24,231.59=+769.65 +3.28%**

**BUY 100% LONG Thur Nov 9 +4% Stop
Bought SPX 2584.62
SELL if not Stopped, on CL Dec 1.**

Sold 2642.22= +57.60 = +2.23%

WE ARE STAYING NEUTRAL FOR DEC

ALL OUR STOPS ARE CLOSE ONLY



BEST BETS FOR MARKET TOPS ARE DEC 2 & 17 and JAN 10?!

We are at the short term highs expected on December 1-4 (Mars Uranus Cycle Top plus Full SuperMoon plus Mercury Retrograde), Dec. 13 (FOMC meeting announcement) and Dec. 15 (Option/Futures Quadruple Witching). A more serious market top could likely develop January 10 cycle high time frame. We look for the first quarter 2018 to be DOWN.

The Emotional Life of Markets is for NOW centered on the BITCOIN Extravaganza! Every print or online commenter is obliged to mention it and/or exploit it. It's What's HAPPENING! In learning about astronomic effects on markets, we have noticed for many years that the most Wild and Woolly and Excited market movers are the ones that respond most immediately and most precisely to our astronomic power pulses. This weekend (December 1-4) contains an unusual combination of "CHANGE" energies. So much so that we firmly expect an important Bitcoin High/Top to be developed today +/-3 trading days. At the very LEAST, it could be a Momentum high with a Price High a bit further along.

Friday's action on markets was the perfect example of what might happen on such a concatenation of heavenly warnings! The Wall Street Journal reports in an article titled:

"A Turbulent Day for Markets" The Dow Jones Industrial Average tumbled 350 points Friday morning before making most of it back, as investors grappled with a new development in the Russian investigation and further progress on the GOP tax plan.

By the end of the day, major indexes suffered modest losses in the most turbulent day of the year for the Dow. The blue-chip index's trading range was roughly 400 points, the widest since June 24, 2016, the day after the Brexit vote.

As Friday's stock selling accelerated, investors piled into assets that many consider havens. Gold and government bond prices soared, then gave back some of that ground as markets stabilized in the afternoon. The Cboe Volatility Index, a gauge of expected swings in the S&P500, shot up 29% at one point before nearly erasing its gain."

NY Magazine reports that ABC's Brian Ross was suspended for four weeks without pay on Saturday after he made a high-profile mistake involving President Trump, for incorrectly reporting that Flynn said that **Candidate Trump** had asked him to make contact with Russians, whereby it was AFTER he became President, and therefore not a violation.

It was, however, this "Fake News" which tanked the stock market! Apparently ABC reporters were adamant that this serious violation would cause Trump to be impeached, and went on and on, as if this were imminently probable. Unsubstantiated rumors snidely suggested that Ross colluded with an unnamed Hedge Fund to purposely tank markets.

The **30-Year BOND** (chart at bottom right of the above charts) has also contracted into a narrower weekly range. It must break one way or the other to give us some hint of possible outcomes, but for now, no indication. FOMC my move it.



TEN YEAR RATE (TNX-day)



U.S. DOLLAR INDEX (DX-day)

RATE RISE OF .25% EXPECTED DECEMBER 13 WILL LIKELY AFFECT BOTH!

We have been correctly skeptical that FED rate rises would not be able to keep pace with their projections for more. The current pattern of the TNX chart could prove more resilient. Movement of the 50-Day Moving Average above the 200-Day MA (red line over the blue line) is an intermediate to long term positive, unless negated by a drop back below it. It also has a MACD which has gone back very slightly positive (lower panel -green above the zero line). To remain positive, we would prefer to see a close above 2.50% and then above the 2.62% previous 2016-17 high. There is also a seasonal tendency for rates to rise in December, to take advantage of all those Holiday Cheer purchases! (Econ 101 demand/supply) We'll see if TNX can maintain gains after the holidays...or not.

The normal pattern of movement is for a rate rise to affect the U.S. Dollar positively by price appreciation, or at least, by the slowing of a decline. We can see on the charts that they moved together most of the year into a low in September and a rise through October, then a decline through most of November. Both are currently resting on critical support levels; the 200-Day MA at 2.30% for TNX and the "Left Shoulder" support at about 92.4 for the DX.

If the TNX rate support breaks, the DX likely will as well. Manufacturers prefer a lower currency as their goods will appear cheaper to foreign buyers. Yet it is not advantageous if it appears too weak as that can raise doubts about its sustainability and reliability. The DX was already down 12.5% this year into the September low. That is surprising for the world's Reserve currency! The FED seems concerned about that considering their efforts to "Talk" the rate up with their projections.

Money was flowing into the U.S. when the head of the Red Chinese Army was sending suitcases of US 100's to Bill Clinton, but flowing out when President Obama was sending pallets full of cash to Iran! (Just kidding!)

Seriously though, Decision points are piling up this December as the FOMC meeting is set for December 12-13 and the Debt Ceiling negotiations are still pending, and Chaos in the ranks, it all comes together for another extremely interesting nexus! My own cycle work leads us to project a Major Market TOP for December or January, with a lower first quarter currently indicated.

"Regardless of how the pie is getting divvied up, the utilities have a problem: They're operating in an industry with long-term declining demand. And these are the good times. In the second and third quarter, the economy grew by 3.0% and 3.3% annualized. Yet power generation fell in both quarters. And the utilities know what happens to demand for electricity when the business cycle turns. This explains why utilities are so gung-ho about electric vehicles."
<https://wolfstreet.com/2017/12/03/us-demand-for-electricity-falls-further-what-does-it-mean>

OIL has been rising steadily since this year's low on the Summer Solstice (June 21) at 42. It has a habit of rising into OPEC meetings and has done so once more. Only this time, it is not dropping sharply, as they decided to continue fairly stringent production quotas. Oddly, gasoline prices are dropping but there is a wide range across the country. Maybe the futures will drop in coming weeks as some countries are caught cheating against the agreements.

The primary technical consideration shows on this chart as the price action has carried back up to the declining 200-Week MA (blue line). That represents a rather formidable resistance currently around the 58-59 level. Ideally, one should Short the commodity against such resistance and Buy if it is able to break through by a credible amount.

In the updated daily chart (not shown this month), the MACD momentum indicator has turned lower but the price level has so far broken nothing important to its technical position.

GOLD is acting fairly well but stuck in a tight consolidation range between 1260 and 1310. It must break out and close above or below that range in order to express itself more clearly. We wrote last month that it "...may require further consolidation to gain the strength necessary to break upward above \$1400. And "A 'normal' and healthy dip could still carry to that 1240-50 range. We would be 'buyers' again in that 1200-1260 triangulating area. To break above the four year base a price trade at or above \$1400 would be indicative of much higher prices.



ASTRONOMIC ACTIVITY – (Give all these a time period of +/- 2-3 Days)

- NOV 24 = Sun semi-square Pluto, Mercury semi-square Jupiter = Best chance for a down day!
- NOV 25 = Mercury trines Uranus = BUY new electrical devices or software. Brilliant ideas – Write them down Saturday.
- NOV 30 = Biggest UP day since November 7, 2016
- DEC 1-4 = This Friday/Monday period combines the Top Day of the Mars-Uranus Crash Cycle with a Full Moon. Top +/-3 days!
The 2nd closest Perigee this year makes this FM a Supermoon (Very High Tidal Force) and therefore extremely Powerful!
- DEC 9 = This day could be particularly problematic +/- one or two days.
- DEC 13 = FOMC meeting announcement, expected to raise by one quarter, from one quarter to one half.
- DEC 15 = Futures and Options Quadruple Witching expirations. Large volumes due to changes and rollovers.
- DEC 19-21 = Saturn enters Capricorn(19); Sun enters Cap(21); Sun conj. Saturn(21) 0Cap11 [World Point] Really Important!!!
- DEC 22 = Jupiter semi-square Saturn; Mercury Direct Station;
- DEC 26-29 = Usually some of the strongest market days – We predict = Not so much this year.
- JAN 2 = Uranus stationary Direct = There may be extreme/unusual news over the Holiday period, affecting markets today.
- JAN 5-8 = Sun/Mercury/Saturn parallel (Conjunct in Declination) = "Tendency to have grave or depressing thoughts" –Ebertin
That's the Friday/Monday weekend. Monday should see the Jan. CP in your email box!
- JAN 9 = Sun/Venus/Pluto conjunction. A powerful alignment. Ebertin writes only of the love life. Should be pleasant.
- JAN 10 = Next important cycle high. If the balance has not turned down yet – it probably will be more noticeable after now!
- JAN 13-14 = Sun and Venus, about 2 degrees apart now, form the square with asteroid Eris. (More astrologers interested now)

ATTENTION: The CP newsletters are most often emailed on 1st Mondays of months. Next CP will be available on Monday, January 8.

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