

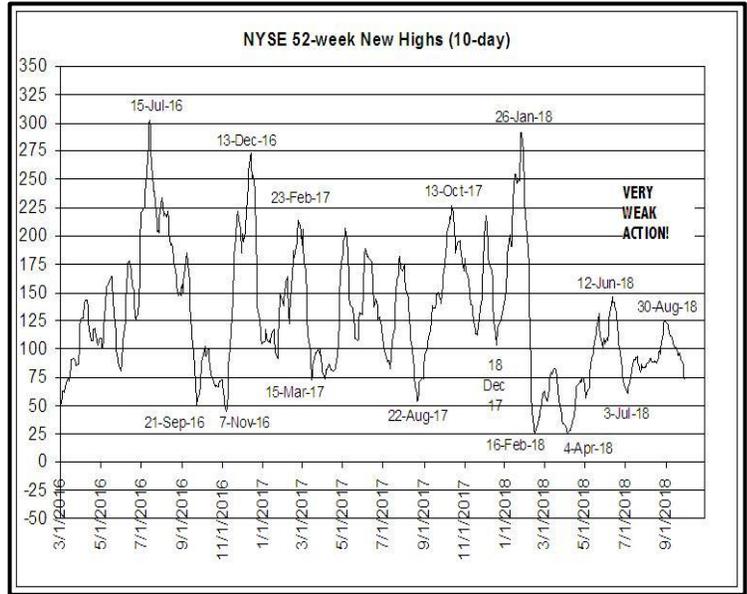
NON-Confirmations in NEW HI's & Adv-Decl Line!

We now have developed our first meaningful non-confirmation as new price highs are being made in the DJI and S&P500 without follow-through confirmation by the NDX, the number of NYSE New Highs (chart at right) or the NYSE Advance-Decline Line (Not shown).

The NDX100 has a strong tendency to lead on the way up and again on the way down. It may be that they are beginning to lead on the downside. The NYSE New Highs have a much longer history of non-confirmation, as they never recovered anywhere near the highs of late January. And now they have amplified the potential danger by this second lower high on August 30th.

We have mentioned the last couple of months that a good short term Sell signal occurs when NYSE New Lows rise to 40+ per day for three days running, and about our frustration that it was happening for two days several times without managing to register the Sell. Then there was a Sell which was quickly reversed.

It was active again with two over 40 up to our publication date, September 4th. It completed with 62, 46 and then 90 on publication Monday! There have been none under 40 since. The 10-Day average rose from a low of 34 on August 29 to over 100 on September 18, and clocked in at 111.3 this past Friday. The 10-Day NYSE New Highs recently peaked at 124.4 on August 30 and have declined steadily to 73 on Friday (see chart this page). It has been declining swiftly with these last five days between 45 and 78. These internal failures should be considered as serious warnings, especially as we are entering October!



NYSE 52-Week New Highs (10-Day Avg) VERY WEAK!

Just as the NDX did not make a new high with the DJIA and SPX (charts top of page 2), producing a potentially serious non-confirmation, the NYSE New Highs have also acted very poorly, as we have shown on several page one charts over several months, and made excruciatingly lower highs over this year.

We mentioned last month that the Mars (waning) square to Uranus would take place "...on September 18 (after the market close) which could upset apple-carts +/- a few trading days." There was a very short pull-back on the 17th after which the DJIA rallied +861.38 over the next four days, topping on that fourth day, Friday, September 24. That remains as the high to date.

We also wrote last issue: "The big question here revolves around the mid-term elections, as there are factions who want markets higher & others who want them lower! Who wins?" George Soros is favoring the side that wants it lower. He has pulled off some fabulous trades in his history, but has lost greatly betting against the "Trump rally" during his time in office.

See this week's analysis in BARRON's here: <https://www.barrons.com/articles/what-a-pivotal-midterm-election-could-mean-for-investors-1538181587>

We have, for some time, mentioned here the probable worst days from a casual glance at astronomic tables monthly. Admittedly, we have not evaluated the live results for these days up to now. Just decided to look at how they did last month and was astounded that of the 7 down days in September, we had six of them listed as negatively charged. We will take a more serious look before our November letter and let you know how unusual.

Especially dangerous dates from our Astronomic Activity section: October 1-3, 10-12, 23-25, 31. Favorable: Oct 22, 29, November 1, 7-8.

ALL DJIA STOPPED OUT. SHORT AGAIN TODAY, 1ST POSITION MOC (Market On Close) Add 2.5% STOP. ADD a 2ND POSITION SHORT to SPX MOC +2.5% Stop!

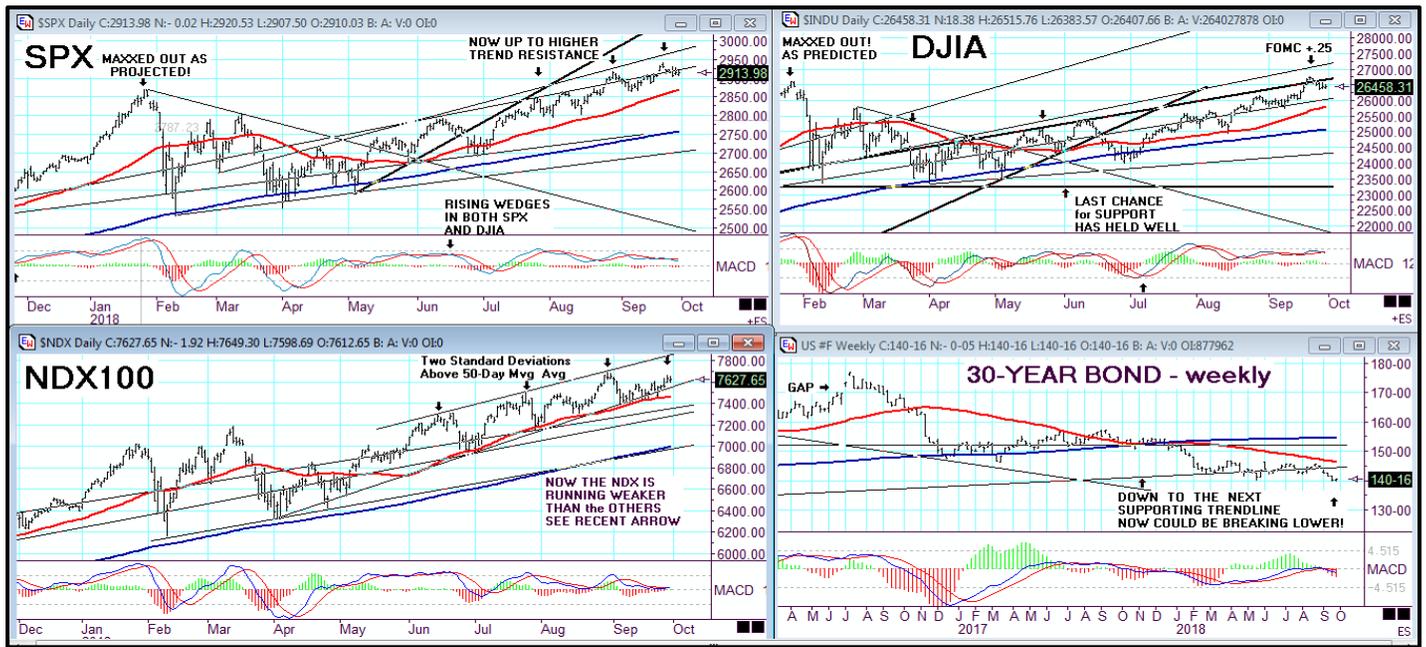
PRAY for the GOODNESS and SAFETY of our NATION!

VITAL SIGNS

**SHORT DJIA 100% on Close January 16
At 25,792.86 - 3.5% Stop at 26,695.61
STOPPED at 26,743.5 on Sept. 21 -3.69%
SHORTED 2nd Avg Px of 25,388.84
3.5% STOP placed at 26,277.45 close only
STOPPED at 26,405.76 -4.01%
SHORT DJIA TODAY OCT 1 MOC
ADD 2.5% STOP TO YOUR PRICE
COVER ON NYSE OPEN OCT 31**

**SHORT SPX 100% new position on NYSE
OPEN on Friday, September 7 at
2868.26 & added 2.5% Stop at 2939.97
SHORT 200% MARGIN OCT 1 MOC
ADD STOP 2.5% ABOVE YOUR PRICE
COVER ALL ON NYSE OPEN OCT 31**

ALL OUR STOPS ARE CLOSE ONLY



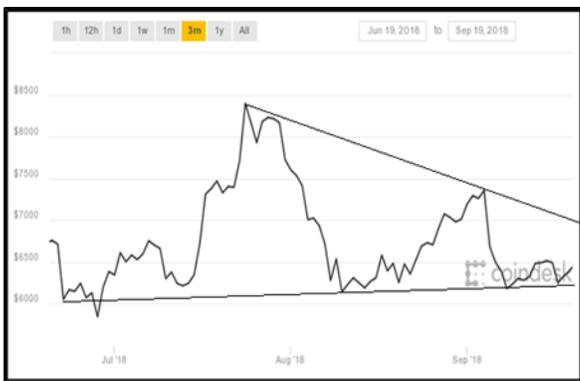
THIS LAST RALLY HIGH for S&P and DJIA NOT CONFIRMED by NDX or NYSE ADV-DECL!

Although the Major Indices have trended higher into September 24, with **SPX** and **DJIA** (and many other measures) reaching new high territory, some of the Hotshot High Tech stocks are running into problematic situations which may lead to the intrusion of government regulations. Social Media are being accused of political bias, mostly by Republicans/Conservatives; Facebook lost another 50 Million peoples personal info; Musk stepping down as Tesla Chairman, keeps his CEO as SEC docks him for rumor mongering his stock. We do not know how much or how long these annoyances will continue, but our sense of timing is ringing bells of warning that the bloom may be melting off the rose! NDX100 no new hi!

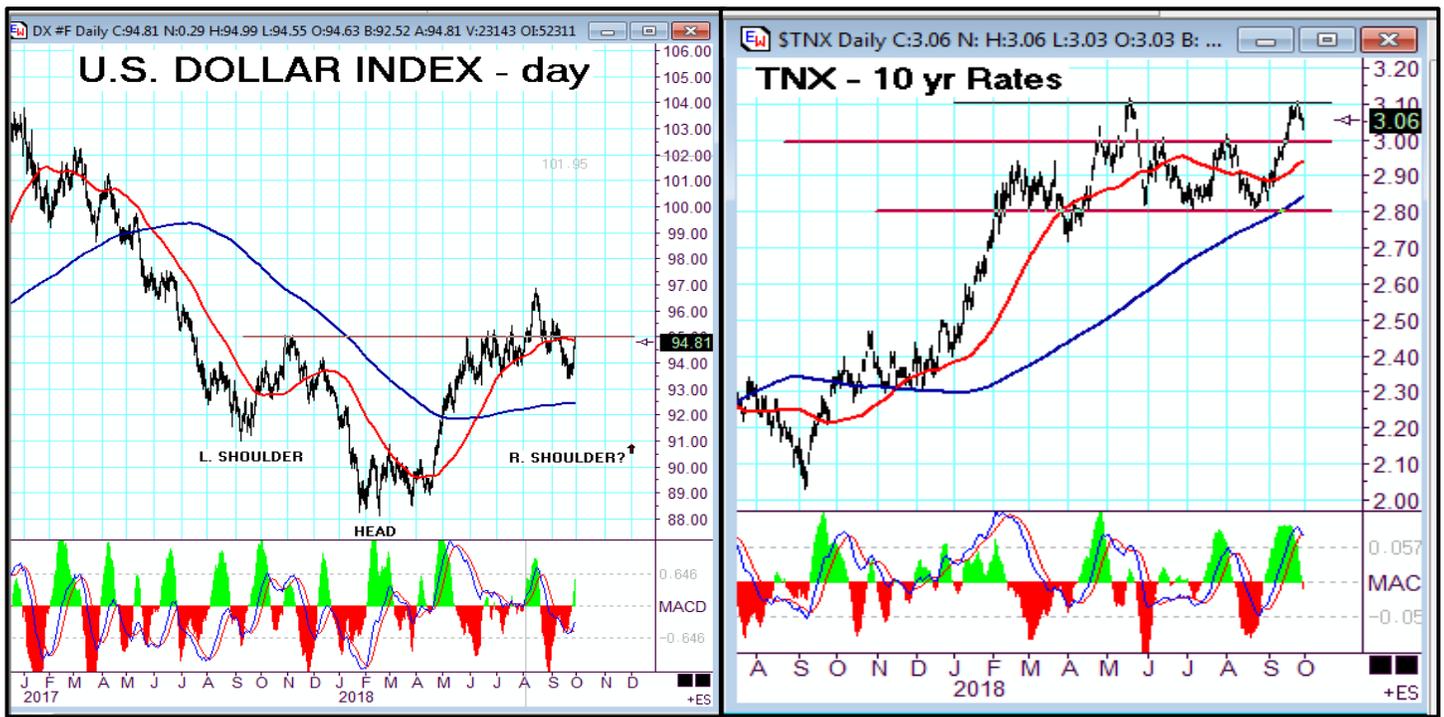
Then there's the **FEDERAL RESERVE** dudes who are determined to keep raising Interest Rates. The problem is that our rates being on the rise, the rest of the world is suffering hits to their currencies and their economies and their stock markets. Our opinion is that their difficulties will eventually rub off on us! We sent out a 'special notice' by email that we would be experiencing four separate events, each with a history of short term topping actions, within six days. 1) Quadruple Witching quarterly expirations of futures and options Friday, September 21; 2) Fall Equinox Saturday, 22nd; 3) Full Moon Monday 24th; and FOMC Wednesday, September 26. Most Major stock price measures peaked (so far) on the trading day closest to the Fall Equinox, which was also the Multiple Expiration day and one trading day from the Full Moon.

As our Nation heads into the mid-term elections, Tuesday, November 6, the bitterness of parties and participants is reaching levels unheard of for decades. On that day, Uranus, planet of Revolution and mass rebellion backs into Aries, the zodiac sign of rebellion, until March 6, 2019. The astro-question is: "Who are the rebels this time?" The rebels won in 2016! Will the rebels against the rebels win?... or the original rebels? The money bettors show odds of 70% for Democrats taking the House, but 73% that Republicans retain the Senate. The House may impeach but the Senate is not likely to remove Mr. Trump.

The **30-Year BOND** (chart at bottom right of the above charts) has been hugging a mildly rising but lower trendline. But now, BOND price has broken on down, pressured by the 50-Week MA (red line). We remain Bearish on Bonds unless the 50-Week MA is penetrated upside. That will only happen if the FED reverses their current rising rate projections.



BITCOIN continues to record Lower Highs, but it also has a movement to Higher Lows, which is a newer and more positive development. The fly in the ointment is that highs are declining at a rather steep angle while the Higher Lows are showing minimal gains.' Along with the last 'Lower High' the chart is beginning to form a 'triangle' that is a narrowing pattern which is common to 'turning points.' This may be considered enormously encouraging, but only if we get a 'breakout' to a 'Higher High' above that of September 4 at \$7264.19 and then on to better July 24 above \$8397.63, and then continue the technically healthier with a price level registered above the May 5 high of \$9826.60. We will become more positive as some of these previous highs are recaptured, reclaiming the title of Uptrend!



U.S. DOLLAR INDEX (DX-daily)

TEN YEAR RATE (TNX-daily)

THESE ITEMS HAVE THREATENED THE LIMITS OF THEIR PRICE RANGES, BUT WITHOUT FINAL EFFECT.

The **Dollar Index** actually broke to the upside, but quickly returned to the range below 95.50. Last week it actually broke down and has now popped back up to the resistance area within its languishing range. The important 95.00 and the now declining 50-Day Moving Average (red) in the same general area form a formidable resistance to further gains. We hold onto our expectation of a “Right Shoulder” down into a possible range of 90.5-92.5 prior to an extensive rise to 102-104. The higher projections are already happening in relation to Emerging Market currencies, but not yet in DX which is measured against our largest trading partners. The current administration’s ‘negotiation’ practices are making for considerable short-term uncertainties, and adding to the back and forth qualities within its range-bound territory.

TNX, the 10-Year Interest Rate, has held steadily between 2.8% and 3.0% with a wider range of 2.70-3.10, the higher of which it has just now tested once more. Even though the “pincer movement” of its Moving Averages has broken out on the upside, no new high was registered (missed by a hair) and now we have Sell signal developing in the MACD momentum indicator. Our projection last month: “That increases the probability that any break would take place on the upside. The MACD Buy Signal last week also promotes that outcome.” has been fully vindicated with this break above the more compact limits, but no new trend!



The Weekly chart of **OIL** shows consolidation around the 70 level for the last few months bordered by two long term support/resistance levels at 63 and 75. The price is now approaching its year high of 75.27 On July 3. Obvious support comes now from the rising 50-Week Moving Average (Red Line at about 63) and the next important resistance area is the region around the long term downtrend line off the tops of 2013-14, now about 82. The Red Line crossed above the declining blue line (200-Day MA) earlier in the year forming a Golden Cross, likely an intermediate term positive.

The technical condition remains stable and rising with only modest slowing in and around that \$70-\$75 level.

“Just three S&P500 sectors have outperformed the broader index, something that has happened only eight times since 1926. In the past, when such a narrow slice of the market carries all that weight, up years tend to be followed by down years, and the weakness is concentrated in the previous year’s winners.” -Thomas Lee, Fundstrat Global

Although the drop in **GOLD** since the spike high in April to the spike low on August 16 has broken lows back to late 2016, the five year pattern has not been violated even if the 2.5 year uptrend has been. The downside spike in August appears to be an exhaustive capitulation, and there may or may not be a retesting of those lows.

The more positive outlook at this time has to do with the downside momentum which seems to be drying up, to the point where a MACD Buy Signal was recorded Friday. Also that the previous negatives did not endanger our next important support range of 1145-1165.

We are not so naïve as to suggest that another downside leg is impossible, or highly unlikely. However, the plusses are coming round to a bit better than 50-50 that the lows are already in place. We would definitely prefer more base-building before entering any sort of heavy position. But traders (who know how to get out quickly if expectations are not met quickly) might be persuaded to stick a toe back in the water.

CRB INDEX of general commodity prices made its low about six weeks ago, and has been recovering modestly since then. **GOLD and the other METALS** also made their lows in August. **PLATINUM** is selling significantly lower than Gold, an exceedingly rare occurrence over historical periods. Since the greater use of **PLATINUM** is in catalytic converters for automobiles, it seems to me that the movement to electric cars will crater the need for it!



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

- SEP 24-25 = Full Moon – Sun opp Moon both square Saturn – Monday night/Tuesday night! Powerful Emotional Downer!
- SEP 25 = Emailed to all subscribers = We have 4 High-Potential Market Turning Dates within 6 days. Quadruple Witch expirations (FRI), Fall Equinox (Sat), Full Moon (Mon evening), FOMC (Wed). Please take note and watch carefully.
- SEP 30-OCT 2-3 = Pluto Direct Station, Mercury squares Pluto; Mars parallel Pluto at -22 So. Decl.= Heavy Control Issues. Danger!
- OCT 1-2 = 1. Next CP Letter date 2. Venus square Pluto = “Thinking about a negotiation or an exchange is harsh, or filled with a secret or suspicion. It’s hard to trust, or commit to a written deal.” – Dell Horoscope
- OCT 5 = Venus Retrograde Station = Things should lighten up a bit from recent turbulence, but only for a day or two. Change date!
- OCT 8 = New Moon, late evening Mon., mid-Libra (15 deg). = “Use this fresh-start lunation to plant new seeds.” – Dell
- OCT 10-11 = Mercury opposes Uranus= Trouble with computers/communications. Venus square Mars=Passions rule. Sun sq Pluto!
- OCT 12-18 = Only One planet to planet aspect & none during NYSE trading until Friday, Oct. 19. Quiet markets or move w/o volume.
- OCT 19 = Mercury trines Neptune before mkt open & squares Mars at 1:24pmEDT; Moon is Void from then until after the 4pm Close.
- OCT 21-22 = Triple conjunction in Declination, Mercury/Mars/Jupiter at 18 degrees South Dec. Probably favorable to markets!
- OCT 23 = Sun enters Scorpio. Jupiter & Venus there all month. Mercury from the 9th. Multiples in Scorpio can be dangerous mkts etc.
- OCT 24 = FULL MOON 12:45pmEDT conjunct Uranus = “...outrageous or controversial behavior or sudden unstable change. Edgy”
- OCT 31 = Venus opposes Uranus from Zero Scorpio to Taurus; Mercury sides with Saturn against Uranus; Venus backs into Libra!
- NOV 1 = Jupiter trines Chiron and sextiles Pallas = Good for women and healing processes. Probably good for markets too.
- NOV 5 = Next CP letter date. Sun trine Neptune in evening could put in an important low in Gold & Silver (5th to 7th).
- NOV 6-8 = Uranus backs into Aries Tuesday, Jupiter enters Sagittarius Thursday. Major sign changes can be very important! NM=7th

ATTENTION: The CP newsletters are most often emailed on 1st Mondays of months. Next CP will be available on Monday, November 5.

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