

MAJOR CYCLE LOWS: **Dow Jones, Nikkei, Shanghai,** **Precious Metals, Yen, Dollar**



March 1, 2009

NEW YORK

February 8, 2008:

"...with a dragged out bottoming phase, where there is no real additional damage to the downside, but, rather, an accumulating frustration in the marketplace that coincides with fund managers' 1st-quarter-ending disappointments."

Yep, this is what's happening and the convoluted logic and proof that I present to you is that everyone is beating up on New York. That the hedge plays are all doing great is a lead indicator to the reversal after yet another 1st-quarter low (like last year), in this index that has fallen the magical 50%.

This is not the first time that the USD has been devalued to save the banks, and while the long term consequence is disastrous, the intermediate term one is favourable, in dollar terms, that is.

UPSHOT:

A low this month, 10,400 thereafter (1931 parallel)...and, then, hell.

10 and 1-year Dow charts follow, respectively:



Is Bank of America the next super bailout news-piece? **10-year chart immediately below:**



Sid Klein