

Acceleration: Yes

Pullback: No



May 9, 2009

GLOBAL UPDATE: Continued

Japan was reported as being, and visibly has been, the strongest market after China.

SKGS has been forecasting multi-thousand point accelerations in China, Japan and New York, in that order. But, as I pointed out, China bottomed in the fall, 8,000 points ago (50% return). The next acceleration was targeted for Japan and we indeed see clearly that it has broken out. I have discussed a target of Nikkei 11,000. The Nikkei remains a disfavoured Japanese index.

The 1-year Nikkei chart is at the top of the next page (p. 2).

The 2nd chart is a 1-year look at the Dow, which I felt could lead a near term global pullback. Such a pullback would have been of importance for investors looking to get involved, in one fashion or another.

These pages have only contemplated cross-trades, between markets that have bottomed since some time.



GOLD

The comments and charts above are, as much as anything else, a continued testament to the "shift of wealth and power from West to East", that has been so often reported here over the past years.

No less a part of the canvas, of this global tidal shift over the coming years' Depression, is an ever un-abating appetite for precious metals (gold in particular) coming out of the East, even as the near-gold-baron West continues to disinvest.

War will later have been caused by many factors, not missing among them the Anglo-American "revision" of the global monetary system, whereby the East is cheated out of savings.

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