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Now, But How

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Three decades ago, I was well taught by my oft-referenced mentor. One item that sticks out at this time is that the market cannot be let go (to fall), as long as there is an obvious link to a massive problem that has arisen. Rather,...

The Fed and its shareholders (Rockefeller, ect.) cannot let it go until there is a short covering rally in Japan. Why?

Because then there exists an apparent break (during those days) with that causal link to the bad news. Simply, the market cannot break and the traders will not go along with it (the Fed, ect.), until buyers come into the market.

I have sent this quick note just to say, "Beware!"

The shorts have to cover some in Japan; there is outrageous put buying on Japanese ETFs, for example.

I see a major wave-3 of 5 concluding or already ended, with a final 5th-wave to come in for Japanese yearend in a couple of weeks. I mean, who wants to show any Japanese holdings on the books at the end of THIS quarter?

In fact, we can assume that the major put buyers are those hedge funds and others who plan to unload, as described here.

So, investment-wise, as reiterated in recent reports, nothing has changed for me timing-wise: Japanese yearend, this month.

By the way, please note the discussion of massive debt issuance in Japan, as opposed to mere repatriation of overseas assets.

So, as I have been writing for months, monetization will have equated to rising long yields and a falling Yen, along with global equity outperformance.

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