

# **NOT A DOOMSAYER, BUT...**

# **THE WORLD ENDS TODAY**

**(THE DOW IS DEAD)**



December 20, 2010

Revisit the reports of this quarter, right up to and very much including this month's letter, to give context to this extremely timely missive.

The message in this report is clear and simple. **Today marks the absolute end of the topping process in equity markets around the world** (though Japan's decline will only be a countertrend move).

It also marks the end of the stalls in markets that have already made their extremes; in other words, those will now accelerate.

**Therefore, for equities, THE peaks are now (this week and perhaps today!), the precious metals complex is peaking in the intermediate term (before a resumption of their bull moves later on), and the Yen will get going in earnest, having already bottomed, when the low was identified in these reports earlier this quarter.**

There were different scenarios to consider earlier this quarter. One of them contemplated in these pages was equity extremes being made in October, followed by a yearend push to trap everyone with the customary "yearend rally."

However, what could be juicier than making me look less believable to my readers by the Dow continuing higher in unabated fashion until today. As I have written so often, citing my mentor, "The market will screw most of the people most of the time." Be intuitive and identify that scenario...and good luck!

Once discredited in the very near term, one must maintain their wits and be able to fearlessly "nail it" when the true extreme is made, and that is what I am doing here.

Perfect everywhere else (only a third invested in precious metal equities, however), I'm early with the Dow, but with a strategy that will yield the forecasted and desired results.

**So, the Dow (as an example which is analogous to so many other indices in the US and around in the world) has hit its upper trend-line to the penny, along with exhausted technicals, including many (!) multiple-divergent momentum indicators.**

The **blue-highlighted** paragraph on **page 1** says it all and, within that, as an example, and perhaps the most poignant one for most market followers is the Dow Jones (it is the world's most followed barometer of crowd psychology).

And it is dead. Caput. The "1931 peak", as I have been calling it for 2 years is finished!

Ride atop the cadaver down the river onto the safe shores of gold, and property that you and yours will actually benefit from. And do not live in violent places under any circumstances. Seek out safe and peaceful places in spiritual lands, or, at the other extreme, hide in plain sight, say, Israel.

Anyway, you get the picture.

Sid Klein

LEGAL NOTICE: This market letter is the work product and intellectual property of Mr. Sidney Klein. It arises out of his training and profession as an international expert on financial equities. It is a private correspondence from Mr. Klein to his subscribers. Any person who copies or otherwise disseminates this letter becomes subject to international criminal and/or civil prosecution under the Universal Copyright Convention and the Berne Convention for the Protection of Literary and Artistic Works. Nearly all countries in the world have signed both of these Conventions and have pledged to enforce them through their own legal systems. In addition, Interpol may be called upon to assist in the international enforcement of these Conventions through its processes of arrest and extradition. If you are the *recipient* of a copy of this market letter, whether through the internet or by facsimile, you should immediately report to Mr. Klein the name of the person or entity that sent it to you. Send your email to [sidklein@sidklein.com](mailto:sidklein@sidklein.com).

DISCLAIMER: This market letter is intended to assist in the dissemination of information to private subscribers. The

information contained herein represents Mr. Klein's best efforts in good faith to advance knowledge to his clientele, but there can be no implied guarantee as to its accuracy or completeness. The information is given as of the date appearing on this market letter, and Mr. Klein assumes no obligation to update the information or advise on further developments relating to the information provided herein. No solicitation to buy or sell securities is intended, and none should be inferred. Investments are inherently risky, but investment risk itself is a function of individual preferences. Thus any opinions, recommendations, or judgments expressed in this market letter are of necessity abstract and general. They must be modified, accepted, or rejected by individual subscriber/investors whose risk averseness cannot be known to Mr. Klein.