

Dow Jones Open: 12101, SLV Open: 27.50: Risk of Dow 250-Point Up-Day High



June 5, 2012

NEW YORK

There are major positive technical divergences in the equity indices, and the fear of God has been placed into the hearts of idiots who would sell precious metals.

Of course, there was a like and opposite fear that was made to penetrate the ever-inferior Western minds before that.

The ECB, Bank of England and the greatest insider traders of all, the US Fed, all will weigh in with their magic (or not) this week. So, there is great risk to the bears, and I have a gnawing feeling that the Dow is going to have a 250-point up-day this week.

Tied for first with the US Fed for insider trading shamelessness is, of course, the Bank of Japan. Sooner probably than later they too will offer the financial world something to be shocked about. *If you can print, I can print better;* come, sing along....

And own precious metals.

At 12:50 a.m. EDT or so, I was watching CNBC Asia and a report was being cited which showed that hedge fund managers feel that panic is lacking in the markets. When such panic would manifest itself with a major flush-out, they were surveyed as having expressed, they would come in at that point as buyers.

So, do you think that the world's great insider traders will grace them with a too-early-to-be-Christmas wish? Of course not.

An associate told me yesterday that the tweets he was reviewing all weekend described nothing but panic.

The conclusion is that they were trying to be contrarian to themselves during the survey? Anyway, June calls are cheap (a contrarian indicator). Either way, don't be short anymore.

For now.

Oh, and the SLV should have a short term breakout, too.

Sid Klein

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