The Bill Chippas Show

FuturesCom

Bi-Weekly Financial Outlook # 337

Sunday February 14, 2010

Equity Indices • Treasuries • Forex • Precious Metals • Energy

---

Sunday February 14th 2010
2:00 AM South Florida Beach Time

Courage in a Speculator is merely confidence to act on the decision of his mind

---

The Sensational Stock and Bond Markets

Equity Markets..

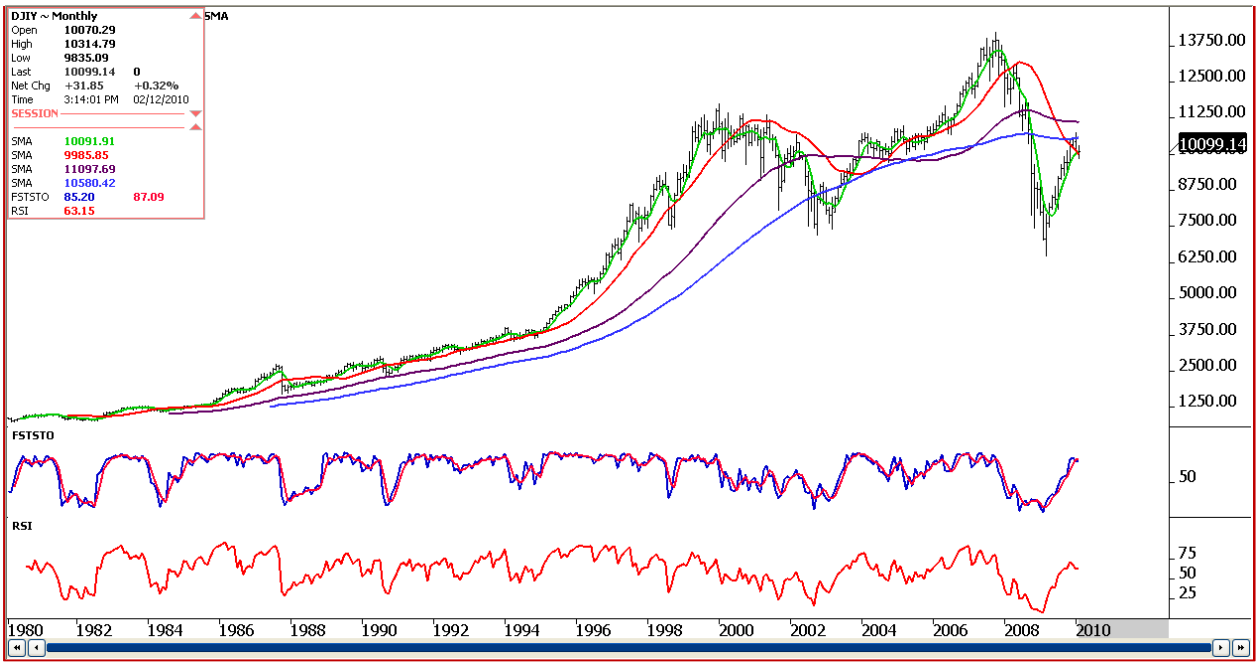
US. Stock indices closed mixed on Friday. All the Indices we follow are off their recent lows and have edged into positive territory on the month. However they remain lower on the year and appear to be a trading affair..

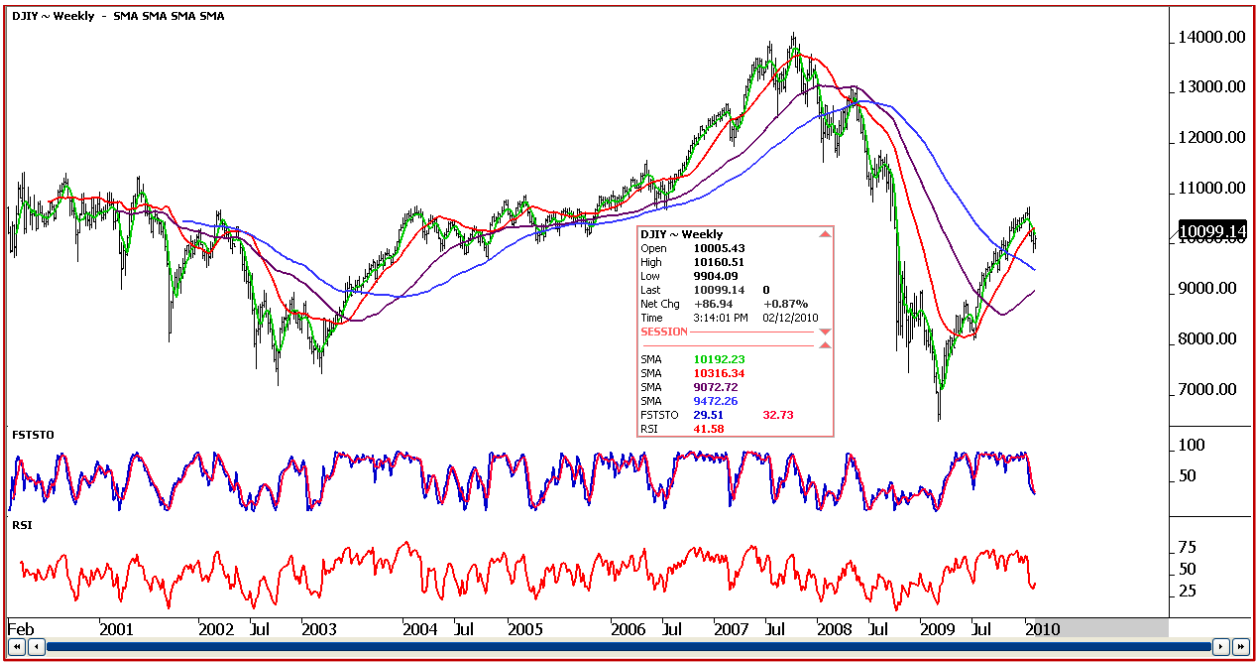
If its' not one thing its 'another ..
The fickle American Consumer was already a challenge for GM and Chrysler add Toyota to the list that includes Toys, Drywall and Pet food (courtesy of the Chinese Gov't).

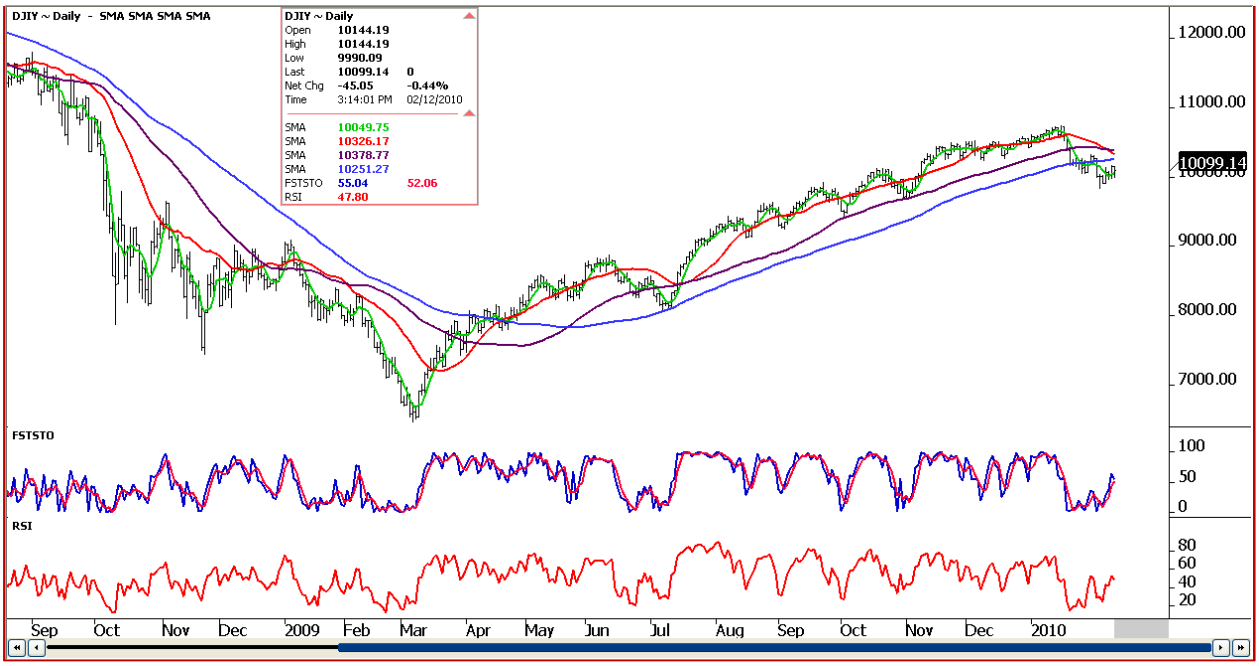
Over the weekend I spoke with some car dealers and salesmen I know in the Midwest. Weather is a problem and Toyota's dealerships are void of buyers and that is putting it mildly.. GM's dealerships are picking up but are not great.. The Ford dealers I know are having the best period this year and last year than over the last 20 years, used cars are still selling more than new. That's ok, just get the people out of their houses and into the buying mode. We are going to need it.

DOW JONES INDUSTRIAL AVERAGE

Resistance should appear near 10,104.00 to 10,136.00 and 10,228.00.. Beyond that sellers should appear near 10,320.00 to 10,360.00 and cap a rally.
Support should appear near 10,037.00 to 10,0021.00. Failure there is negative and augurs for a test of 9937.00 to 9921.00 .. Below that buyers should appear near 9837.00 to 9821.00 and the 9737.00 to 9706.00 region.. Which should hold..


DJIY ~ Monthly
Open 10070.29
High 10314.79
Low 9835.09
Last 10099.14 0
Net Chg +31.85 +0.32%
Time 3:14:01 PM 02/12/2010
SESSION
SMA 10091.91
SMA 9985.85
SMA 11097.69
SMA 10580.42
FSTSTO 85.20 87.09
RSI 63.15
SMA
13750.00
12500.00
11250.00
10099.14
8750.00
7500.00
6250.00
5000.00
3750.00
2500.00
1250.00
FSTSTO
50
RSI
75
50
25
1980 1982 1984 1986 1988 1990 1992 1994 1996 1998 2000 2002 2004 2006 2008 2010


DJIY ~ Weekly - SMA SMA SMA SMA
DJIY ~ Weekly
Open 10005.43
High 10160.51
Low 9904.09
Last 10099.14 0
Net Chg +86.94 +0.87%
Time 3:14:01 PM 02/12/2010
SESSION
SMA 10192.23
SMA 10316.34
SMA 9072.72
SMA 9472.26
FSTSTO 29.51 32.73
RSI 41.58
14000.00
13000.00
12000.00
11000.00
10099.14
9000.00
8000.00
7000.00
FSTSTO
100
50
RSI
75
50
25
Feb 2001 2002 Jul 2003 2004 Jul 2005 2006 Jul 2007 Jul 2008 Jul 2009 Jul 2010



MARCH SP500

Resistance should appear near 1096.00 to 1101.00 and 1115.50. Which should cap a rally.. Beyond that sellers should appear near the 1130.00 to 1136.00 region….

Support should appear near 1068.00 to 1058.00 region. A close under is negative and augurs for a test of 1047.00 and eventually the 1036.00 to 1030.00 region. ..Traders Can buy at 103670 for a bounce and hold for higher prices.. Risk a close under 1028 70 for three days in a row. . Below that buyers should appear near 1013.70 to 1010.40 and contain a decline..

Stay tuned for flashes and updates.

NASDAQ COMPOSITE

Resistance should appear near the 2219.00 to 2226.00 and the 2267.00 to 2275.00 region

Support should appear near 2134.00 to 2126.00 and the 2089.to 2080.00 region. .

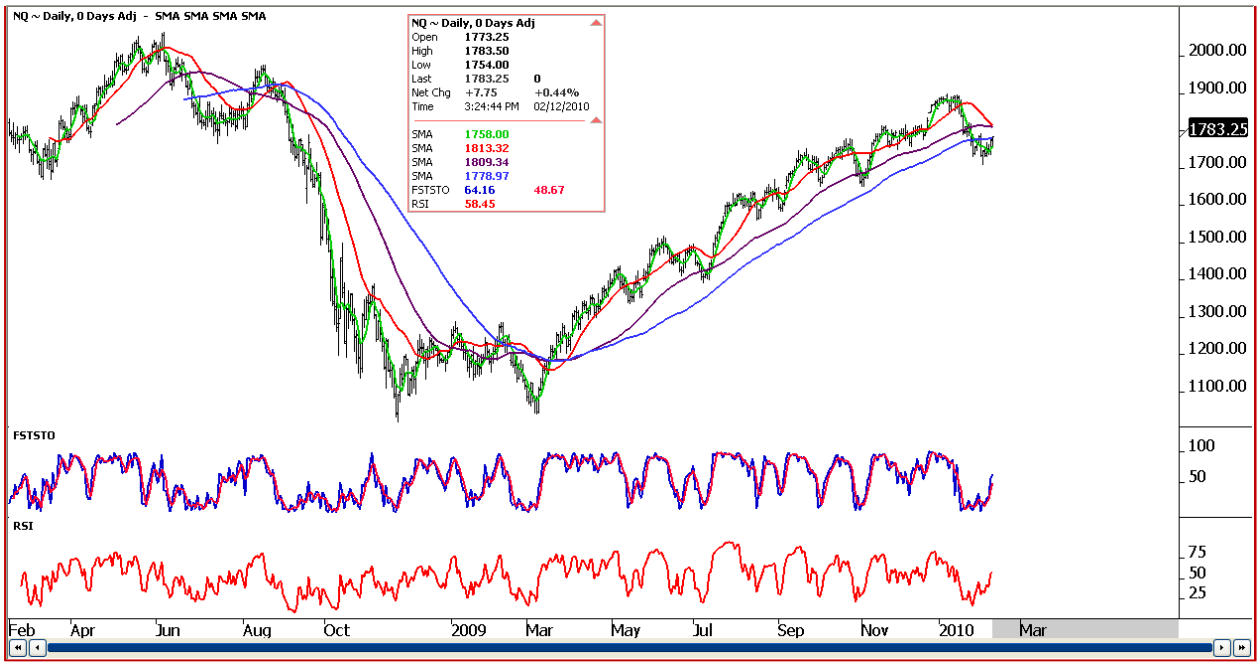
MARCH MINI NASDAQ 100

Resistance should appear near 1794.00 and the1808.00 to 1822.00 region. Beyond that sellers should appear near 1840 and the 1858.00 to 1865.00 region, which should cap a rally.

Support should appear near 1756.00 and the 1738.00 to 1731.00 region. Below that buyers should appear near 1696.00 to 1689 .. Traders can buy at 1697.00 and hold for higher prices.. Below that Buyer should appear near the 1655.00 to 1642.00 region. .Traders can buy at 1657.00 and risk a close under 1607.00 for three days in a row.

ND ~ Monthly - SMA SMA SMA SMA
ND ~ Monthly
Open 1748.75
High 1792.00
Low 1709.00
Last 1783.25 0
Net Chg +44.00 +2.53%
Time 3:24:44 PM 02/12/2010
SESSION
SMA 1762.85
SMA 1644.83
SMA 1703.33
SMA 1571.24
FSTSTO 86.47 88.38
RSI 63.57
4500.00
4000.00
3500.00
3000.00
2500.00
2000.00
1783.25
1500.00
1000.00
FSTSTO
50
RSI
80
60
40
20
1996
1998
1999
2000
2001
2002
2003
2004
2005
2006
2007
2008
2009
2010
2011

NQ ~ Weekly
Open 1747.25
High 1783.50
Low 1730.50
Last 1783.25 0
Net Chg +38.25 +2.19%
Time 3:24:44 PM 02/12/2010
SESSION
SMA 1785.50
SMA 1807.61
SMA 1551.37
SMA 1549.31
FSTSTO 38.31 37.29
RSI 48.27
A
2160.00
2040.00
1920.00
1783.25
1680.00
1560.00
1440.00
1320.00
1200.00
1080.00
FSTSTO
100
50
RSI
75
50
25
2005
May
Aug
2006
Apr
Jul
Oct
2007
Apr
Jul
Oct
2008
Apr
Jul
Oct
2009
Apr
Jul
Oct
2010



MARCH MINI RUSSELL 2000

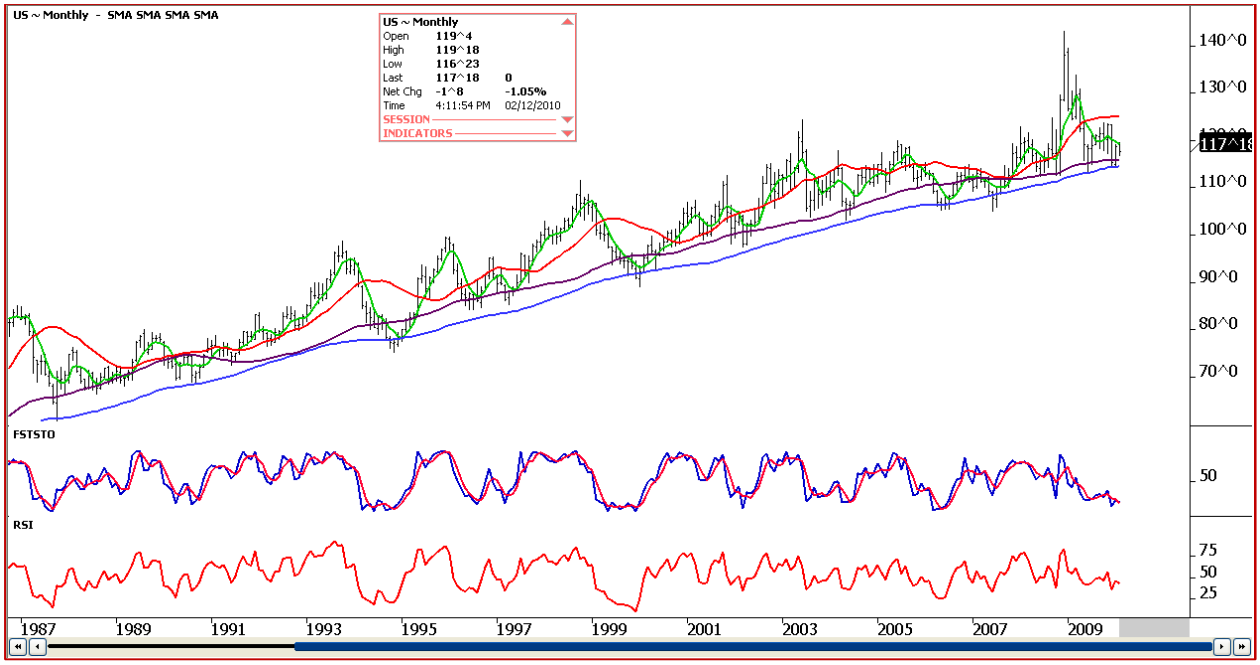
Support should appear near 603.50 to 602.309 and 595.70 to 594.50 and the 588.00 to 585.50 region. Traders can buy at 595.90 and hold for higher price.. Below that buyers should appear near 588.00 to 585.00 and the 580.5 to 579.20 region, which should contain a decline. Traders can buy at 580.70 and risk a close under 571.40 for three days in a row.

Resistance should appear near the 610.10 to 611.30 and the 616.50 to 619.00 region. Above that sellers should appear the 625.70 to 627.00 and 633.70 to 635.00 , which should cap a rally.

MARCH 30 YR BOND

Resistance should appear near 119-07 and 119-21. Beyond that sellers should appear near 120-07

Support should appear near 118-07 and 117-21. Below that buyers should appear near 117-07 and 116-21 which should contain a decline



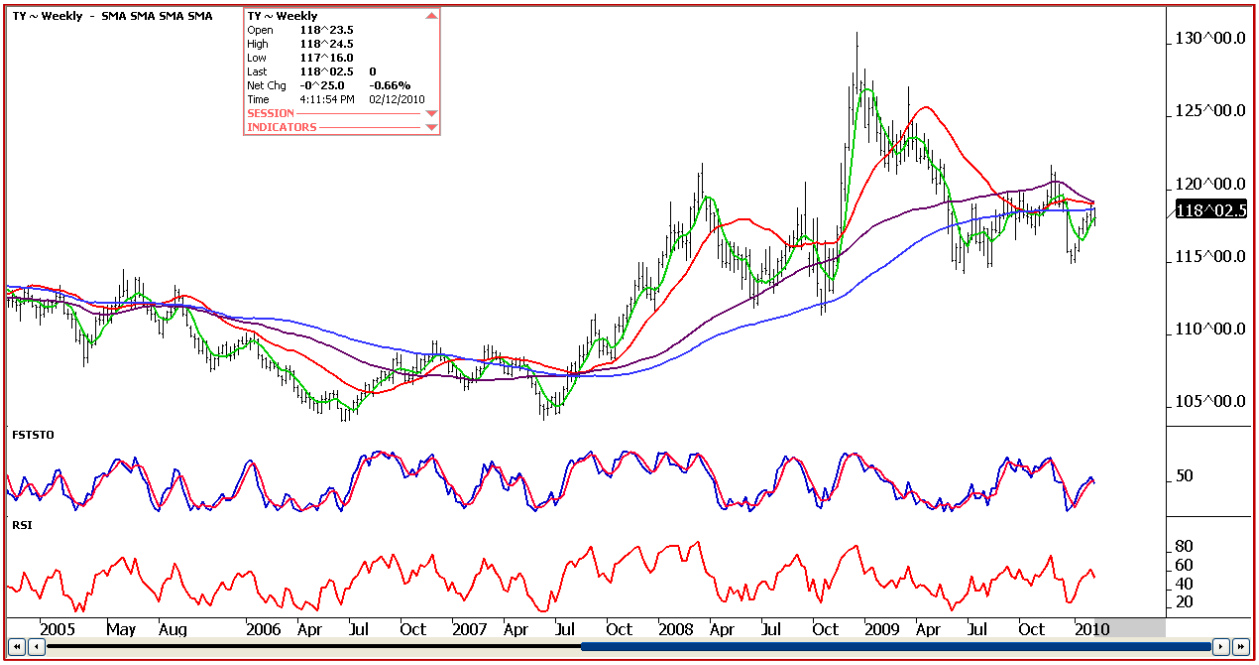
US ~ Weekly - SMA SMA SMA SMA
US ~ Weekly
Open 119^7
High 119^11
Low 116^23
Last 117^18 0
Net Chg -1^30 -1.62%
Time 4:11:54 PM 02/12/2010
SESSION
INDICATORS
140^0
135^0
130^0
125^0
120^0
117^18
115^0
110^0
105^0
FSTSTO
50
RSI
80
60
40
20
Oct 2005 May Aug 2006 Apr Jul Oct 2007 Apr Jul Oct 2008 Apr Jul Oct 2009 Apr Jul Oct 2010

US ~ Daily, 1 Days Adj - SMA SMA SMA SMA
US ~ Daily, 1 Days Adj
Open 117^11
High 117^28
Low 117^8
Last 117^18 0
Net Chg +0^10 +0.27%
Time 4:11:54 PM 02/12/2010
INDICATORS
135^0
130^0
125^0
120^0
117^18
115^0
FSTSTO
50
RSI
80
60
40
20
Feb Mar Apr May Jun Jul Aug Sep Oct Nov Dec 2010 Feb

MARCH 10 YR NOTE

Support should appear near 117-21 and 116-07, below that buyers should appear near 115-21 and 115-07.which should contain a decline.

Resistance is at 118-07 and 118-21 beyond that sellers should appear near 119-07 and 119-21 which should cap a rally.



The Frenzied Forex Front

Forex..
For the first time ever, the cost of protection against default Western European government bonds is higher than U.S. corporate bonds.

The US Dollar may be preparing for an end run higher into the 8300 region as Europe seems unprepared for a serious economic crisis.

The Babble has gotten thick…
At the end of the G7 meeting in Canada last weekend, Treasury Secretary Tim Geithner told reporters, "I just want to underscore they made it clear to us -- they, the European authorities -- that they will manage this with great care."
However , when those assurances were repeated at Thursday's EU summit this week it became apparent to some officials via the financial markets that no one listened to the senseless dribble from the G7 meeting.

Making such an assurance is like having the kids tell you they will clean the room at some point…

If these problems are not addressed quickly and effectively the wheels can come off the cart again.

If Greece and the other EU countries who are showing signs of trouble still had their own currencies, the situation may not be as nasty for them. They could let their Forex rate plunge like the UK did last year and become competitive again. This would inflate asset prices to help those who are under the crest needed to sustain mortgages and other debts. However, this type e of action would probably hurt the Germans and the French. (When ones' own rear is in trouble who give a hoot)
But it would not be the mess they have now.

Sharing a Fiat currency run by a Central Bank in a country other than your own has huge complications during times of ..lets' say 'uneasiness' or should I say 'strife' . It does not allow for the currency to fall the amount needed. What must happen now courtesy of the EU (and perhaps the IMF) is to toss demand out the window slash wages and reduce the amount of public workers in a variety of countries This type of fiscal depletion was rendered by governments tied to a Gold standard at the onset of the Great Depression. (I am not going to even talk about what happened in Europe a few years after that)

Over the weekend at a meeting in India of global central bankers ECB's Noyer said "We might be concerned that if bubbles burst, it could lead to deflationary pressures," While Bank of Italy Governor Mario Draghi was quoted as saying ‘The global economy is recovering, but the pace differs by region and is "particularly fragile" in the euro area, said Saturday. But "the euro is sound," and he said pledges by nations using the currency to help stabilize markets are positive.
He then went on to suggest that banks have to raise capital ratios …

Meanwhile the Greek leader is on his was to Russia this week.. . Nice …

Meanwhile in Asia, China raised reserve requirements a few hours after a lousy EU GDP number was released.. Most commodities and hard assets sank and bounced before days end… Paper assets like dollar and U.S. Treasury’s, rallied and stocks recovered..

No Change in Posture .. On to the Nitty Gritty..

MARCH JAPANESE YEN

Resistance should appear near 11185, beyond that, sellers should appear near 11300 to 11360 and cap a rally . Traders can sell at 11300 and hold for lower prices..
Support should appear near 11010 to 10960 , a close under is negative and augurs for a test of 10820 and the 10680 to 10580 region.. Traders should go short if a close under 10957 occurs..

JY ~ Monthly - SMA SMA SMA
JY ~ Monthly
Open 1.1088
High 1.1295
Low 1.0957
Last 1.1119 0
Net Chg +0.0041 +0.37%
Time 4:03:06 PM 02/12/2010
SESSION
INDICATORS
1.2000
1.1119
1.1000
1.0000
0.9000
0.8000
0.7000
0.6000
0.5000
FSTSTO
100
50
RSI
80
60
40
20
1987
1989
1991
1993
1995
1997
1999
2001
2003
2005
2007
2009

JY ~ Daily, 0 Days Adj - SMA
JY ~ Daily, 0 Days Adj
Open 1.1145
High 1.1164
Low 1.1060
Last 1.1119 0
Net Chg -0.0025 -0.22%
Time 4:03:06 PM 02/12/2010
INDICATORS
1.1600
1.1400
1.1200
1.1119
1.1000
1.0800
1.0600
1.0400
1.0200
1.0000
FSTSTO
50
RSI
80
60
40
20
Feb
Mar
Apr
May
Jun
Jul
Aug
Sep
Oct
Nov
Dec
2010
Feb

MARCH EURO CURRENCY

Support should appear near 13537. A slip under is negative and augurs for an eventual test of the 13460 to 13340 region, which should contain a decline.

Resistance should appear near 13690.. Traders can sell at 13687 and hold for lower prices.

Beyond that sellers should appear near 13770 to 13830 Which should cap a rally.

Stay tuned for Flashes and Updates.

MARCH SWISS FRANC

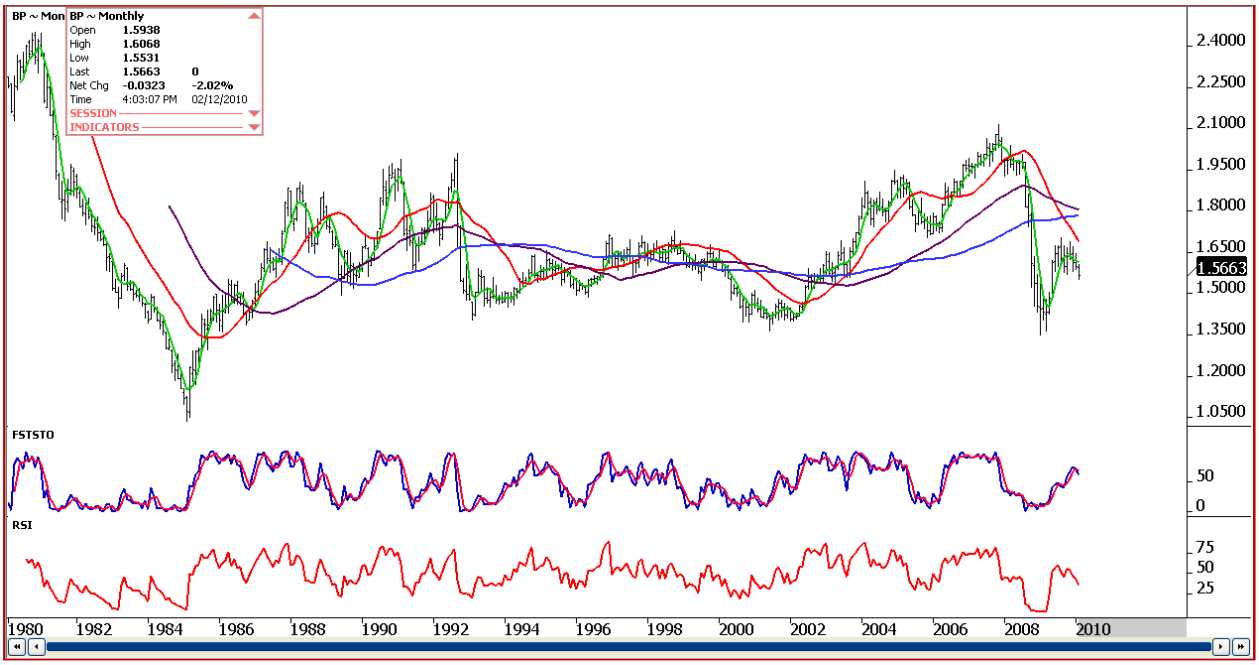
Resistance should appear near 9316 to 9347 and the 9429 to 9445 region.

Support should appear near the 9157 to 9140 region A close under is negative and augurs for a test of 9060 to 9044. Traders should go short if a close under 9137 occurs..

MARCH BRITISH POUND

Resistance should appear near 15690 to 15760 and 15927.. Traders can sell at 15927 and hold for lower prices. Beyond that sellers should appear near the 16090 to 16150 region. Which should cap a rally.

Support should appear near 15350 to 15290 and the 14960 to 14840 region. .



MARCH CANADIAN DOLLAR

Resistance should appear near 9526 to 9542 and 9625 to 9641

Support is at 9445 to 9429 and 9347 to 9316, a close under Is negative and augurs for a test of 9156 to 9140 and eventually the 9060 to 9044 region..

MARCH AUSTRALIAN DOLLAR

Resistance should appear near 8856 to 8871 and the 8934 to 8964 region.. Beyond that sellers should appear near 9044 to 9060.. Traders can sell at 9037 and hold for lower prices.. .

Support should appear near 8777 to 8762 , a close under augurs for a test of the 8683 to 8668.region. .

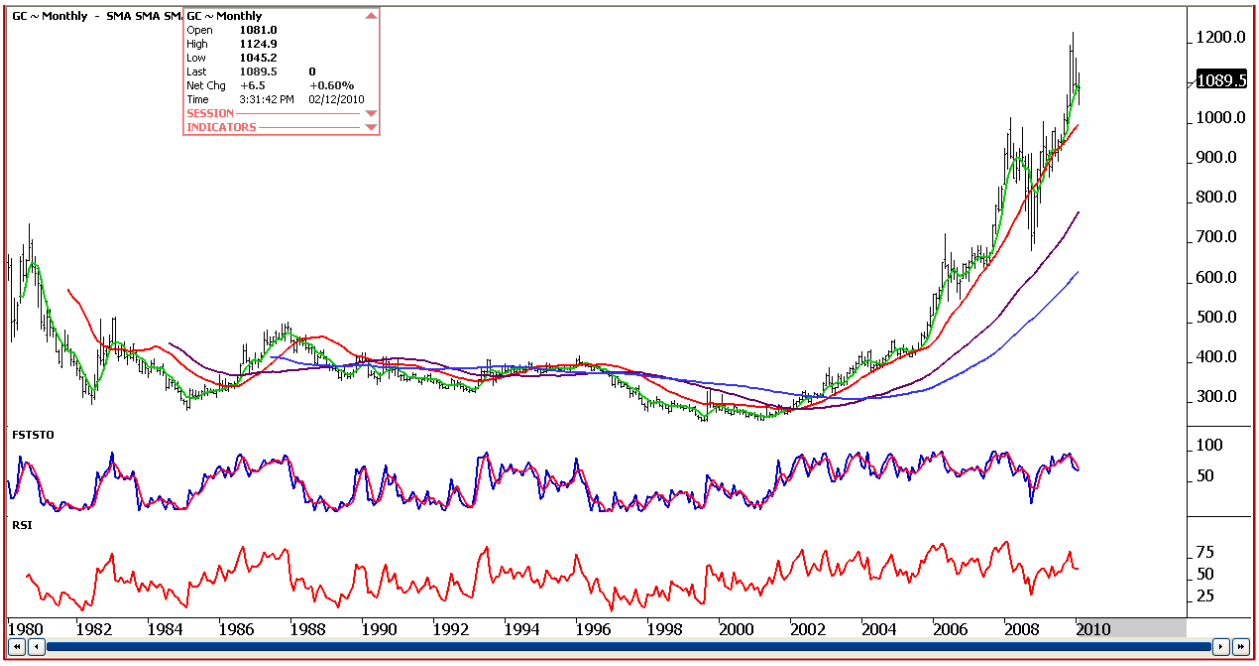
AD ~ Monthly - SMA SMA SM
AD ~ Monthly
Open 0.8791
High 0.8895
Low 0.8547
Last 0.8859 0
Net Chg +0.0044 +0.50%
Time 4:03:03 PM 02/12/2010
SESSION
INDICATORS
0.9500
0.8859
0.8500
0.8000
0.7500
0.7000
0.6500
0.6000
0.5500
0.5000
FSTSTO
50
0
RSI
75
50
25
1987
1989
1991
1993
1995
1997
1999
2001
2003
2005
2007
2009

AD ~ Daily, 0 Days Adj - SMA
AD ~ Daily, 0 Days Adj
Open 0.8877
High 0.8888
Low 0.8759
Last 0.8859 0
Net Chg -0.0030 -0.34%
Time 4:03:03 PM 02/12/2010
INDICATORS
0.8859
0.8500
0.8000
0.7500
0.7000
0.6500
0.6000
FSTSTO
50
RSI
75
50
25
Sep
Oct
Nov
Dec
2009
Feb
Mar
Apr
May
Jun
Jul
Aug
Sep
Oct
Nov
Dec
2010
Feb

APRIL GOLD

Resistance should appear near 1096.0 to 1101.0. Beyond that sellers should appear near and the 1130.0 to 1136.0 region and cap a rally.

Support is near the 1068.00 to 1058.00 region… A slip under is negative and augurs for a test of 1036.0 to 1032..



MAY COPPER

Support should appear near 30450 to 30360 and the 29900 to 29720 region. Below that buyers should appear near 28830 to 28740

Resistance should appear near 31480 to 31570. Beyond that sellers should appear near 31940 to 32130 and the 33770 to 33860 region.

Aggressive traders should go short if a close under 30910 occurs.

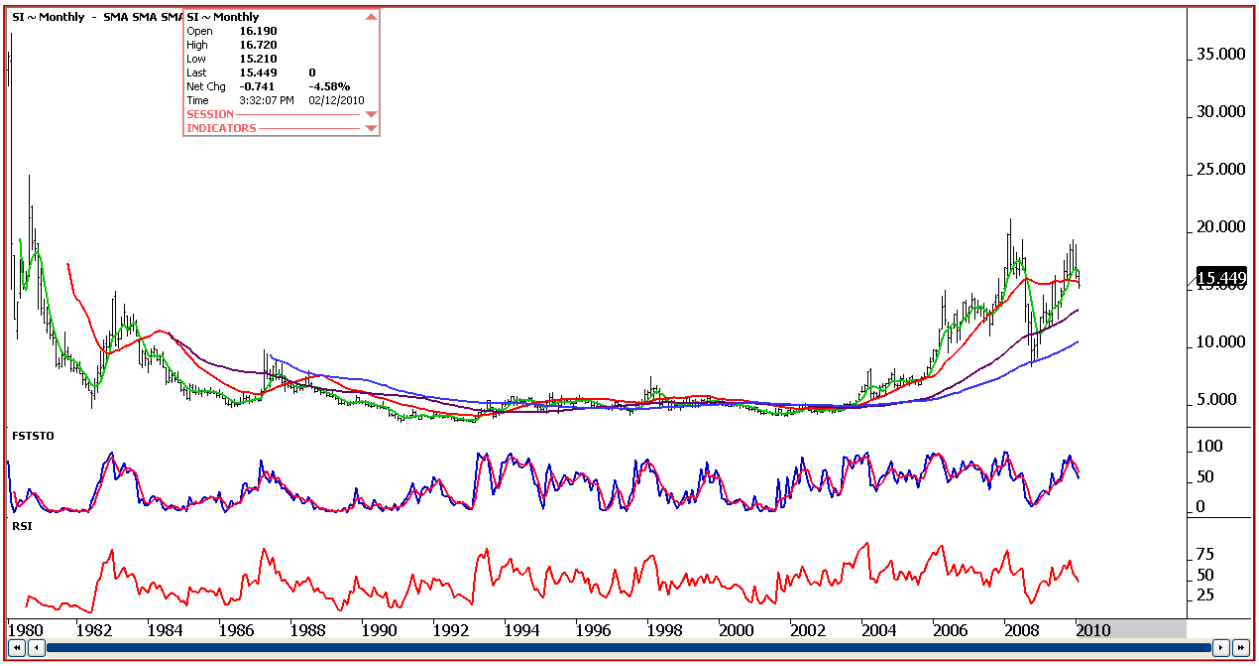
Stay tuned for Flashes and Updates

MAY SILVER

Resistance should appear near 1569 to 1576 and the 1609 to 1615 region..

Beyond that sellers should appear near 1642 to 1655 and cap a rally.

Support is at 1535 to 1529 region. Below that buyers should appear near 1496 to 1484 and the 1459 to 1453 region., which should contain a decline.



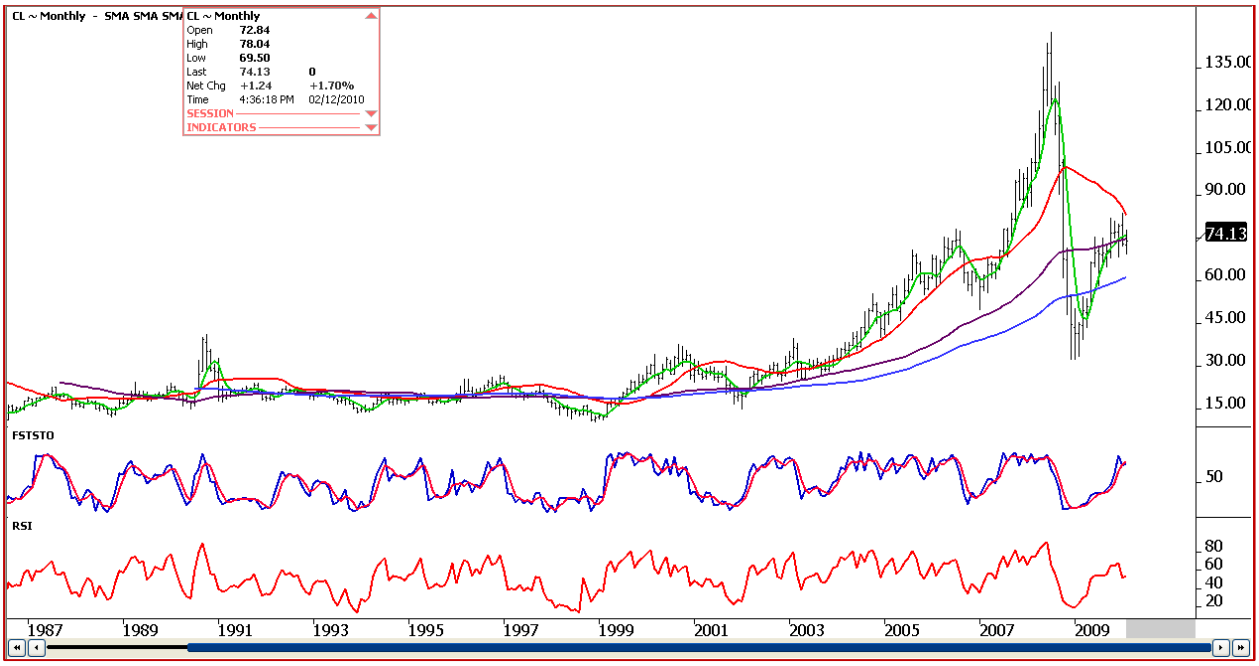
SI ~ Daily, 0 Days Adj - SMA
SI ~ Daily, 0 Days Adj
Open 15.650
High 15.740
Low 15.210
Last 15.447 0
Net Chg -0.143 -0.92%
Time 3:32:07 PM 02/12/2010
INDICATORS
18.000
16.000
15.447
14.000
12.000
10.000
FSTSTO
100
50
0
RSI
75
50
25
Sep
Oct
Nov
Dec
2009
Feb
Mar
Apr
May
Jun
Jul
Aug
Sep
Oct
Nov
Dec
2010

The Exciting Energies

APRIL CRUDE OIL

Support should appear near 7342 to 7328 and the 7170 to 7143 region . Below that buyers should appear near 7088 to 7074 and the 7003 to 6990 region. Failure there is negative and augurs for a test of the 6836 to 6809 , which should contain a decline.. .

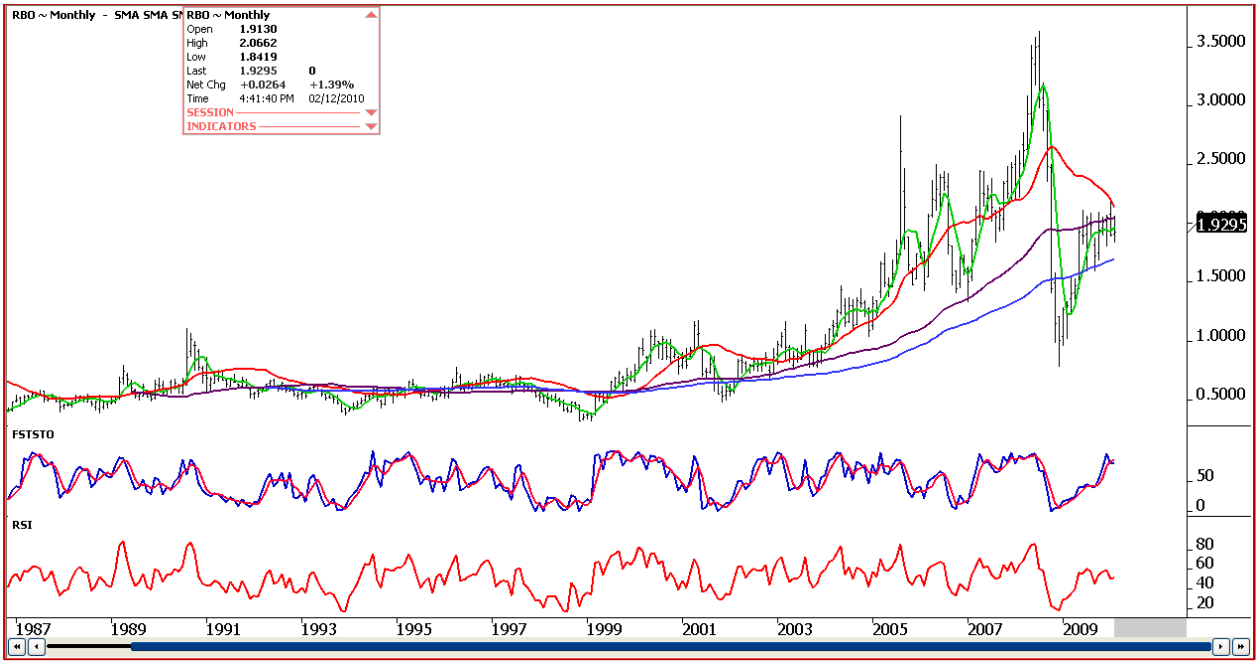
Resistance should appear near 7486 to 7513 and the 7763 to 7777 region , which should cap a rally. Beyond that sellers should appear near 7836 to 7864 and cap a rally.



MARCH UNLEADED GAS

Support should appear near 19090 to 19020 region. Below that support should appear near 18650 to 18580 and the 18220 to 18080 region.. Failure there augurs for a test of the 17800 to 17740.

Resistance should appear near 19820 to 19960 and the 20800 to 20890 region .. Above that sellers should appear near 21260 to 21340 and cap a rally..



RBO ~ Weekly - SMA SMA SM
RBO ~ Weekly
Open 1.9070
High 1.9488
Low 1.8700
Last 1.9295 0
Net Chg +0.0431 +2.28%
Time 4:41:40 PM 02/12/2010
SESSION
INDICATORS
3.5000
3.0000
2.5000
1.9295
1.5000
1.0000
FSTSTO
100
50
0
RSI
75
50
25
2003 May Sep 2004 Jun 2005 May Sep 2006 May Sep 2007 May Sep 2008 May Sep 2009 May Sep 2010

RBO ~ Daily, 0 Days Adj - SM
RBO ~ Daily, 0 Days Adj
Open 1.9380
High 1.9380
Low 1.8716
Last 1.9295 0
Net Chg -0.0062 -0.32%
Time 4:41:40 PM 02/12/2010
INDICATORS
2.1000
1.9295
1.8000
1.6500
1.5000
1.3500
1.2000
1.0500
0.9000
FSTSTO
50
0
RSI
80
60
40
20
2009 Feb Mar Apr May Jun Jul Aug Sep Oct Nov Dec 2010 Feb

MARCH HEATING OIL

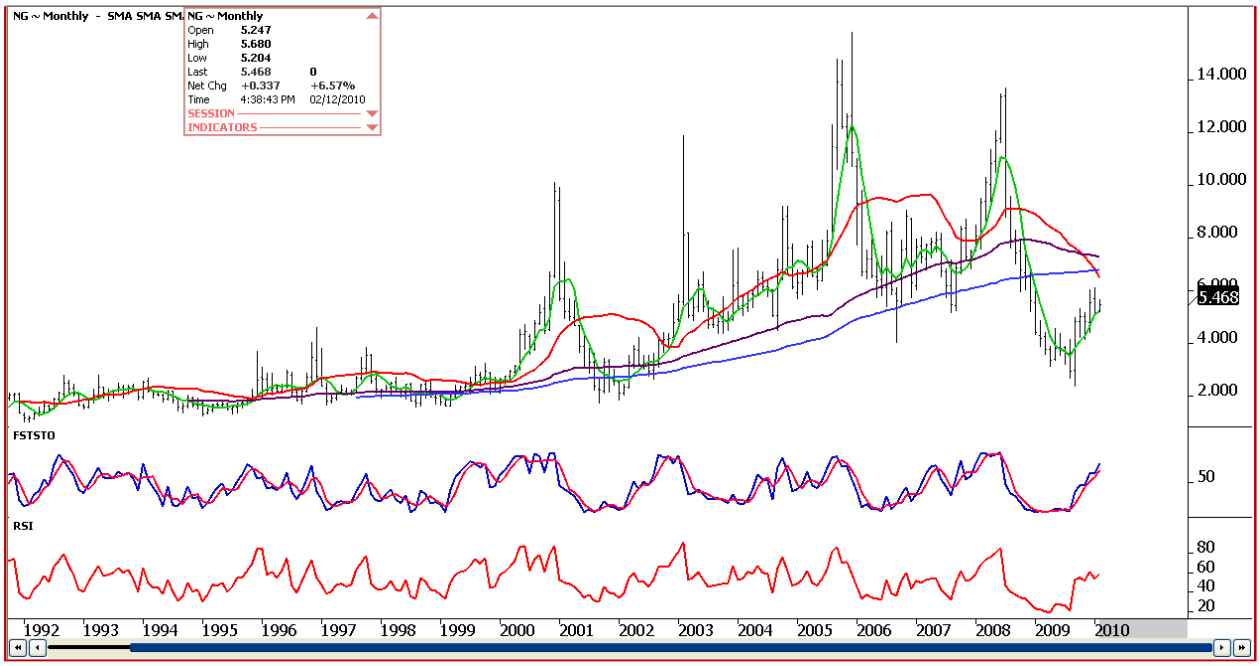
Support should appear at 19090 to 19020 , a close under Is negative and augurs for a test of 18650 to 18580.. Below that buyers should appear near 18220 to 18080 and the 17800 to 17740 region, which should hold.

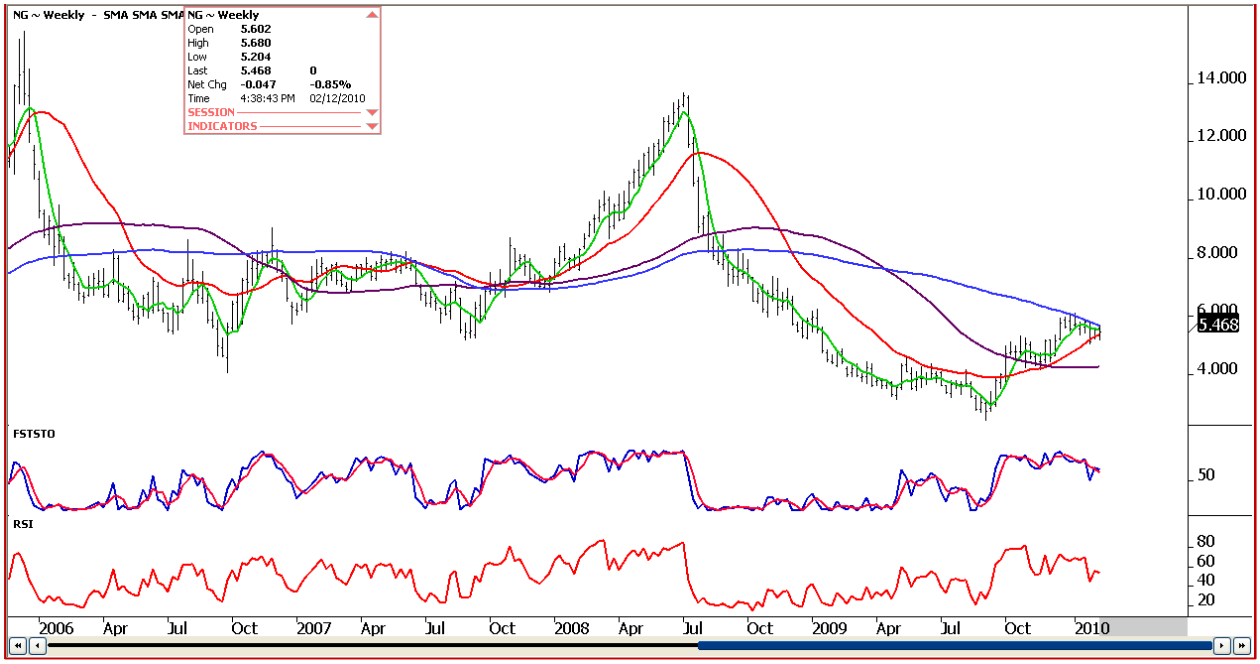
Resistance should appear near 19460 to 19530 and the 19820 to 19960 region.. Beyond that sellers should appear near 20340 to 20420 and cap a rally.

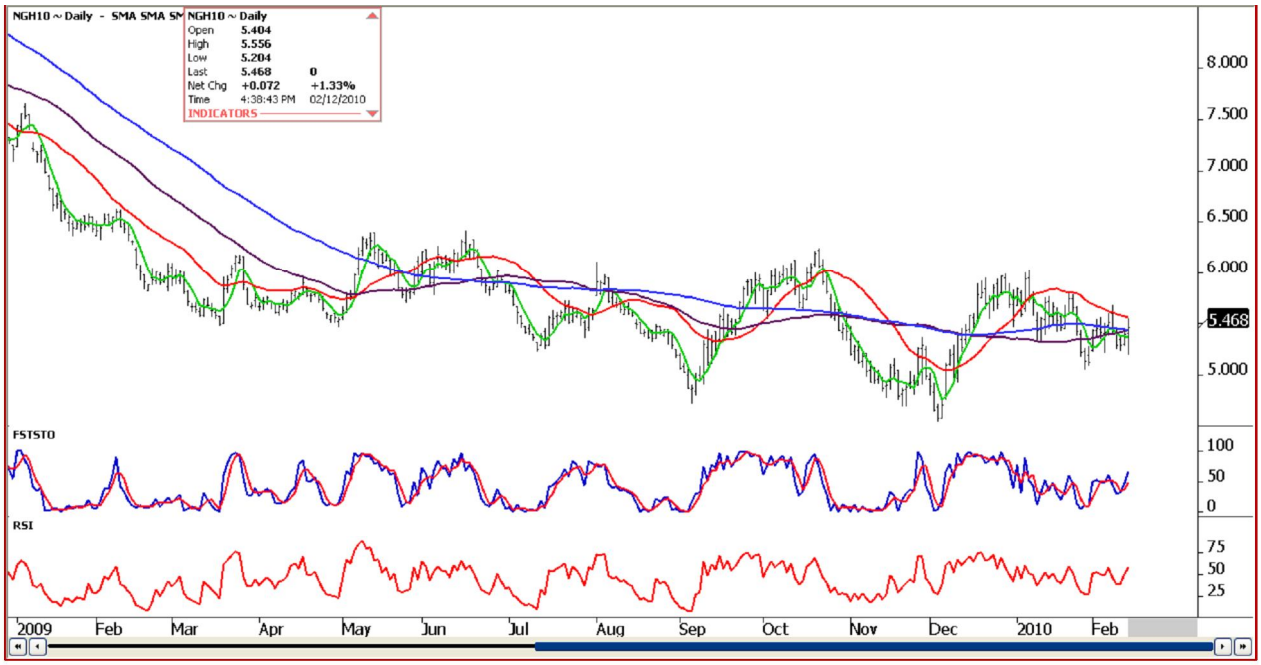
MARCH NATURAL GAS

Support should appear at 5211 to 5200 and 5067 to 5056 . Below that buyers should appear near 4856 to 4845 the 4717 to 4695 region, which should contain a decline.

Resistance should appear near 5492 to 5504 and the 5553 to 5577 region , which should cap a rally.. Beyond that sellers should appear near 5762 to 5777 and the 5855 to 5880 region.


NG ~ Monthly - SMA SMA SM
NG ~ Monthly
Open 5.247
High 5.680
Low 5.204
Last 5.468 0
Net Chg +0.337 +6.57%
Time 4:38:43 PM 02/12/2010
SESSION
INDICATORS
14.000
12.000
10.000
8.000
6.000
5.468
4.000
2.000
FSTSTO
50
RSI
80
60
40
20
1992 1993 1994 1995 1996 1997 1998 1999 2000 2001 2002 2003 2004 2005 2006 2007 2008 2009 2010


NG ~ Weekly - SMA SMA SMA
NG ~ Weekly
Open 5.602
High 5.680
Low 5.204
Last 5.468 0
Net Chg -0.047 -0.85%
Time 4:38:43 PM 02/12/2010
SESSION
INDICATORS
14.000
12.000
10.000
8.000
6.000
5.468
4.000
FSTSTO
50
RSI
80
60
40
20
2006 Apr Jul Oct 2007 Apr Jul Oct 2008 Apr Jul Oct 2009 Apr Jul Oct 2010



--A Ship in Harbor is Safe...But that is not what ships are built for --

Happy Trading!

Bill wil@futurescom.com

USA and Canada 1-866-409-3890 Intl 01-772-344-5616

Sunday February 14th, 2009 3:00 PM South Florida Beach Time

The Bill Chippas Show

Since 1979

THIS PUBLICATION IS SUBJECT TO REVISIONS AND CONTAINS THE VIEW AND OPINIONS OF THE AUTHOR, EXCEPT WHERE OPINIONS ARE ATTRIBUTED TO OTHER SOURCES. WRITTEN PERMISSION IS REQUIRED PRIOR TO ANY DISTRIBUTION OR REPRODUCTION. FUTURES TRADING IS RISKY AND CAN CAUSE SUBSTANTIAL FINANCIAL LOSS. THE USE OF OPTIONS AND OPTION TRADING INVOLVES A HIGH DEGREE OF RISK. THE USE OF STOPS MAY NOT LIMIT LOSSES TO INTENDED AMOUNTS. SPREAD POSITIONS MAY NOT BE LESS RISKY THAN OUTRIGHT FUTURES POSITIONS. PAST RESULTS ARE NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. SOURCES ARE BELIEVED TO BE RELIABLE BUT NO ASSURANCE IS MADE FOR ACCURACY. ADDITIONAL RISK DISCLOSURE IS AVAILABLE.

BI-Weekly Financial open positions as of 2-14-2010
SHORT MARCH EC 13755
SHORT MARCH SWISS FRANCS 9521
SHORT MARCH CANADIAN DOLLARS 9521