



Date : 26TH Feb 2013 (*Tuesday*)

SPECIAL REPORT- US BROADER - IWM / QQQ

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• **Executive Summary**

	Current Price	Triggered POM/ CZ & Date	Triggered within CZ & Date	Progress Status	Current Position	NEW ACTION (Trigger to Watch)	Upside CZ <u>Near Term</u>	Upside CZ <u>Mid term</u>	Downside CZ <u>Near term</u>	Downside CZ <u>Mid term</u>	Remark
IWM (SM CAP)	89.02	POM 14 In SPX	CZ 89.75-88.25 On 1/23	BEARISH	Net Short	" Scaled in" CZ 90.40 - 88.25	CZ 89.75-88.25 Met, with Bearish top	POM 15 Termination Wave in SPX Completed @ 1515	CZ 82.5-80.5		IWM is good instrument to Hedge existing longs
QQQ (NASD)	66.31	POM 14 In SPX	CZ 67.75-66.5 On 1/16	BEARISH	Net Short	" Scaled in" CZ 67.75 - 66.50	CZ 67.75-66.50 Met, Bearish Top	Ditto	CZ 64-63		Ditto

Continued.....

- Overview

MS Report Yesterday (2/25) Announcement , SPX @ 1515 Trigger – POM 15 . As Momentum Thrust Termination WAVE 1-3-5 along with internal smaller wave was completed resulted in 30 points drop from trigger

*In past 25 Trading days , dated (1/16, 1/23,2/20, 2/25) we Initiated Hedges Gradually via Short position in Preferred Bearish top Instruments **QQQ & IWM** both failing within CZ against our Bullish top – Net Long Instruments.*

Current Price volatility is all about cross border currency moves that we have been warning about. Our Inter Market analysis suggested within 8 to 10 days, the volatility migrates into equity markets with lag.

We are positioned well in DXY, EURO, AUD, YEN all positioned in the direction of the move since our Trigger announcement . Although in BPS we were benefited with the larger move down from 1.63 to 1.55 but did not wait for long enough for the spike down 1.55 to 1.52 , UK downgrade.

QQQ – (NASD 100) - CZ – PEC-D Analysis - **BEARISH**

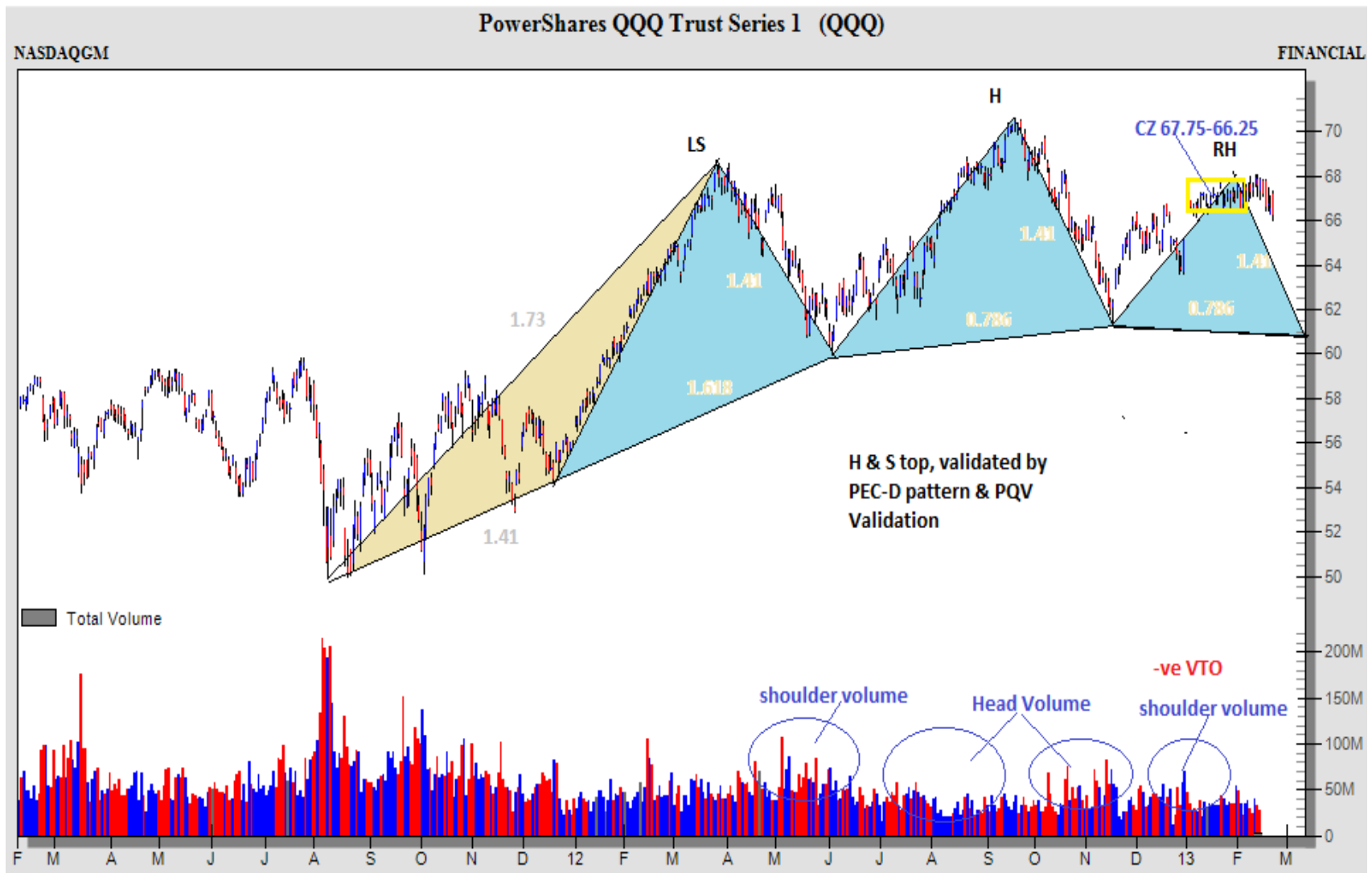
- Texture – Texture - **TOP BEARISH CZ. & TOP BEARISH CZ**

Upside - CZ 67.75-66.25 met & Failed with Bearish Top (PEC-D @ 1.618 & 1.27 at 67.5)



QQQ – (NASD 100) - H & S – Top – PEC-D Analysis - **BEARISH**)

H & S – Top is PEC-D Validated & PQV Validated within CZ - CZ 67.75-66.25 met & Failed



IWM – (RUSS 2000) - CZ – PEC-D Analysis - MID TERM **“BEARISH”**

- **Texture - TOP BEARISH CZ. & TOP BEARISH CZ)**

Upside - Bearish , extended Top with Long term PEC-D @ 88.25 & 89.75 , CZ 89.75 -88 .25.& failed



IWM – (RUSS 2000) - CZ – PEC-D Analysis - MID TERM “**BEARISH**”

- **Texture - TOP BEARISH CZ. & TOP BEARISH CZ**

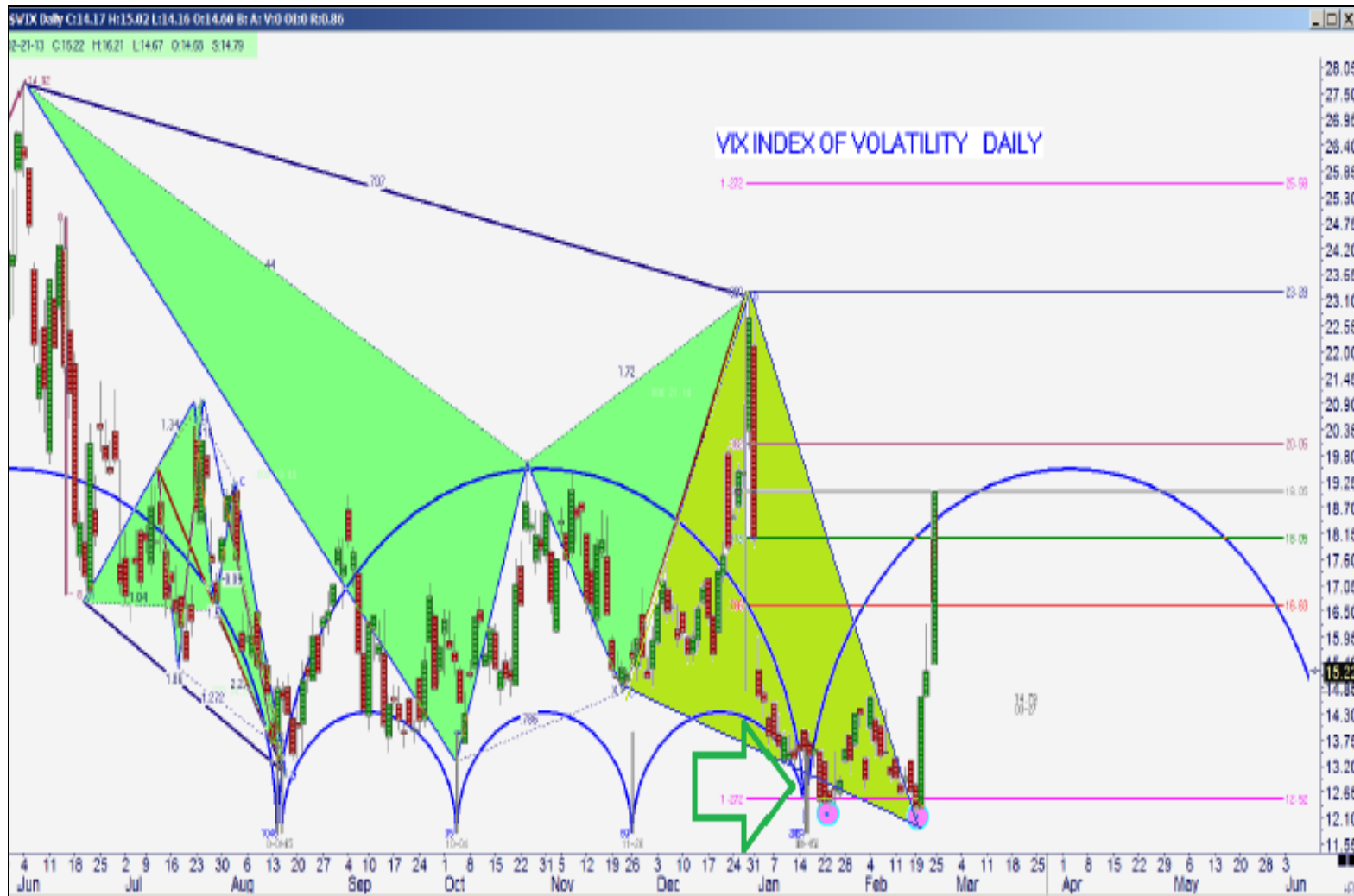
Upside - 5 YEAR long chart has Bearish Top with Long term PEC-D @ 88.25 & 89.75

CZ 89.75 -88 .25 with -ve VTO



VIX – PEC-D Analysis

PEC-D confirmed the bottom with multiple tests and accumulation as we had warned . This resulted in ROC of 50%



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