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INTER-ISSUE UPDATE

PLAN 2

Tuesday September 3rd, 2013

# TRIGGER\$

Economic & Technical Analysis for the Active Trader

www.triggers.ca

## MACRO DRIVERS

S&P 500: It must be that time of year when Congress returns to session, the annual budget impasse heats-up, a government shutdown is threatened and the debt ceiling rancor rattles the markets. It might however be significantly more dangerous and volatile as this time we additionally overlay;"TAPER" potentially being implemented with the next FOMC meeting, EU facing a potential destabilizing election in Germany, the Asian Crisis worsening and broadening with its attendant RISK-Off deleveraging, Q3 Earnings Pre-Announcements being made and the fear of a potential US recession entering the media lexicon.

## MACRO TRIGGERS

US Stock Indices are traditionally strong heading into the Labor Day weekend. We can expect increased volatility as each critical event date is approached throughout September. The market is ripe for an expected financial or geo-political shock. The charts are errily similar to 1987 with 6 Hindenburg Omens now on the board.

click arrows in the index to go to chart  
click arrows in charts to return to index

WEEKLY

DAILY

HOURLY

\$	<b>S&amp;P 500</b>			
<b>MACRO DRIVERS</b>		<b>Additional Info/Charts</b>		
<b>MACRO TRIGGERS</b>				
<b>ECONOMIC &amp; EVENT CALENDARS</b>		<b>TA Glossary</b>		
<b>Understanding the Analysis</b>				
<b>TRIGGER\$ Trading Methodology Performance Update</b>				



Up Trend



Down Trend

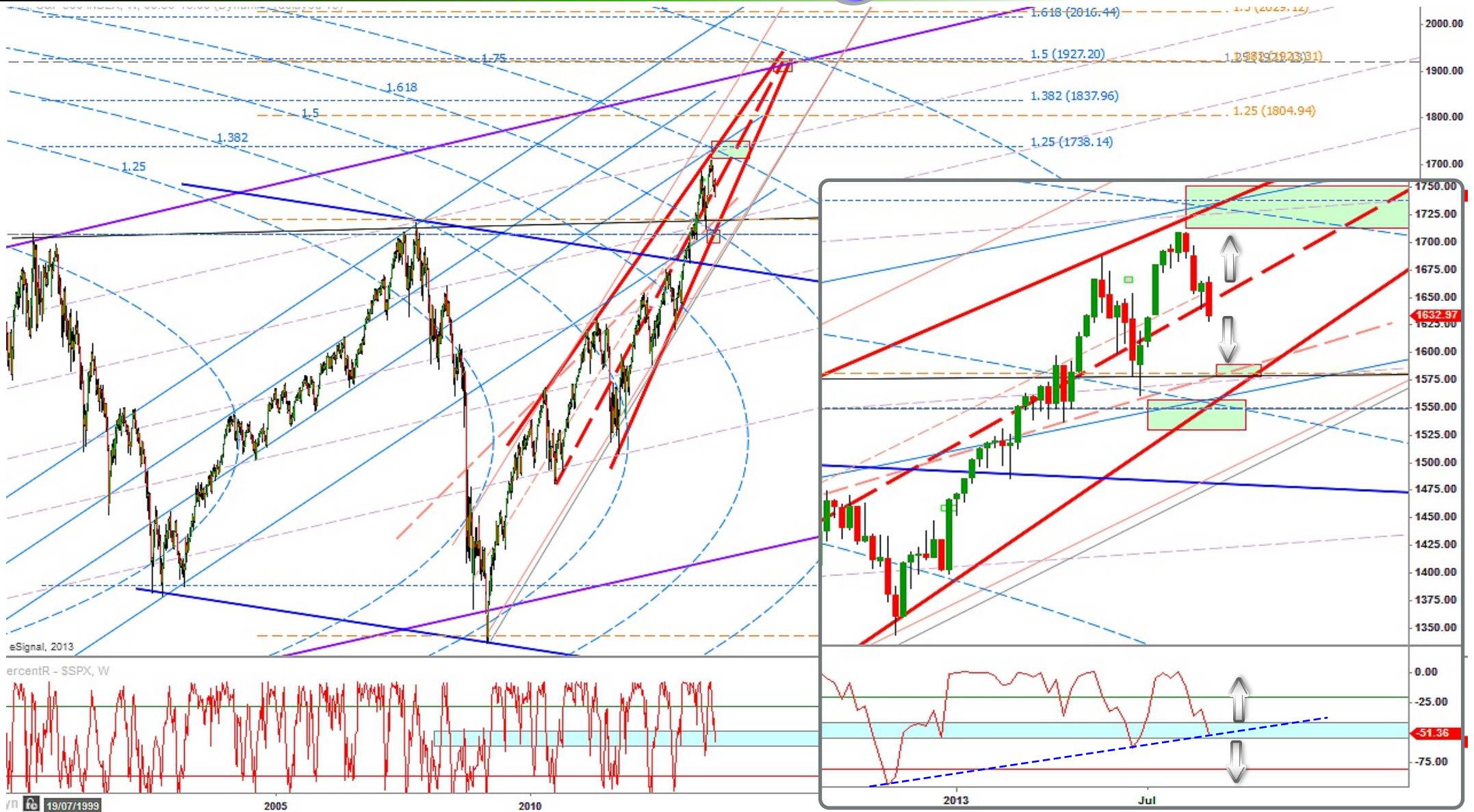


Sideways, Tight Consolidation

Updated

Aug 29/2013

**DISCLAIMER:** Inter-Issue UPDATES is not a Trade Advisory Service. This is a Technical Analysis service supplementing the monthly analysis found in our monthly publications. The point of the Updates is to provide a more fluid, stable and up-to-date analysis - more so than could be delivered in just a monthly publication alone. TRIGGER\$ & TARGETS are markers that can be used in measuring / determining trend movement and changes. **They are Not trading signals or calls.**



Last week's bar closes red, is a significant size and has just pushed through the red-dashed trend s/r. The W%R sits at potential support (blue s/r zone, blue-dashed trend s/r), which is technically significant, and we are watching for the next market wave. IF the market breaks supports (see Daily) then the odds increase that it will move to the first HPTZ seen near the solid red pattern / trend support.



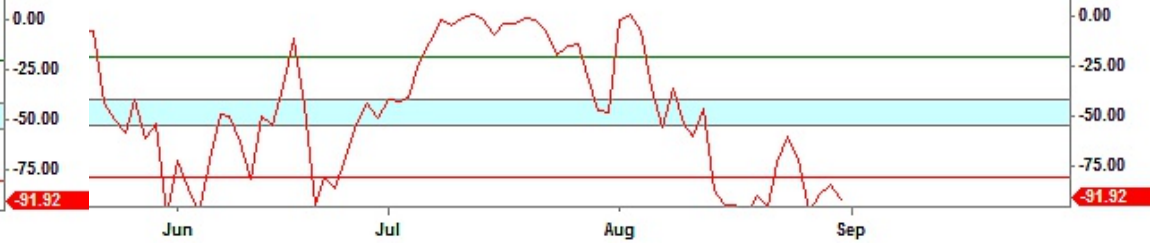
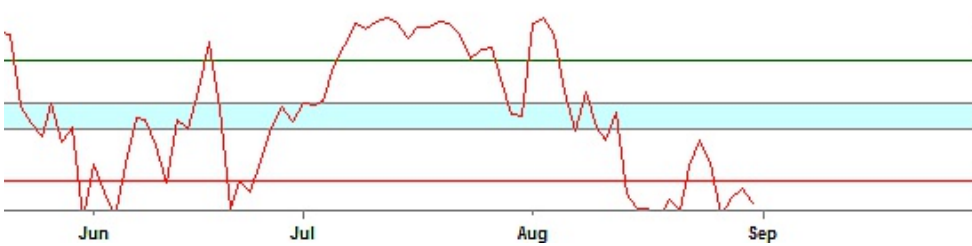
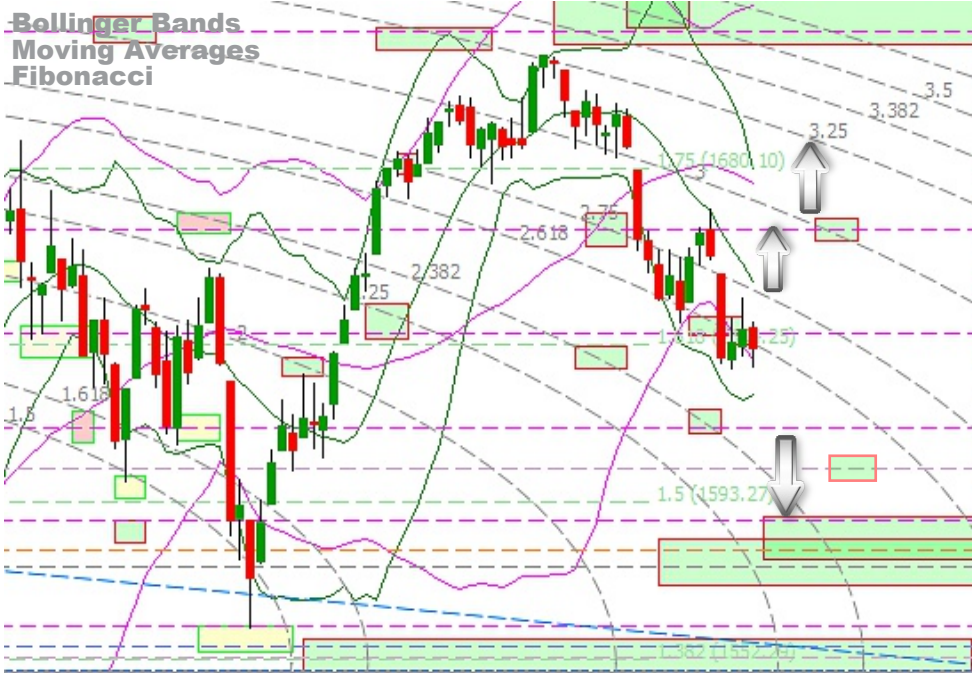
S&P 500 DAILY



MATA DRIVERS



MOVING AVERAGE	34ma	1,676.28	1,690.00 Fib circle
MOVING AVERAGE	13ma	1,650.58	1,678.97 34ma
SUPPORT / RESISTANCE	grey-dashed	1,619.27	1,584.88 light red-dash s/r



Market has moved sideways since last update. W%R remains below the -80 level indicating negative pressure on the market. Nearing the trend channel resistance, the market needs to decide sooner rather than later if it going to respect the channel and drop off again, or break the channel and potentially reverse. Next s/r's below the market should be watched carefully IF the market continues the latest down. These s/r's offer TC's if broken or bounced off of.

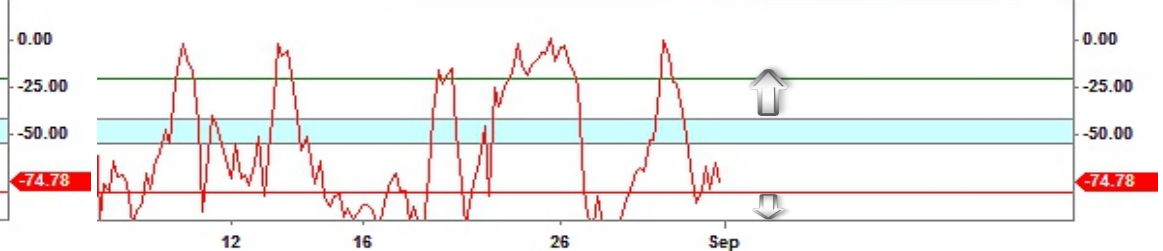
S&P 500 60 MIN



MATA DRIVERS



↑	SUPPORT / RESISTANCE	grey-dashed	1,669.82	1,696.74 blue s/r
	MOVING AVERAGE	34ma	1,641.34	1,665.15 Fib circle
↓	SUPPORT / RESISTANCE	grey-dashed	1,627.80	1,578.04 light red-dash s/r
	SUPPORT / RESISTANCE	grey-dashed	1,617.20	



While the grey-dashed trend s/r marking the recent lows offers a TC, waiting for the lower black-dashed s/r offers a TC with less risk. Several S/r's can be seen above the market need to be moved through if the market is going to have a lift of any significance (TC's). Consider the Fib circles too as the market has been respecting these fairly well. The W%R has just lifted from under the -80 level, but looks to be struggling. Waiting for the blue s/r zone on the indicator to be broken offers a TC, as does a drop by the indicator back under the -80 level.



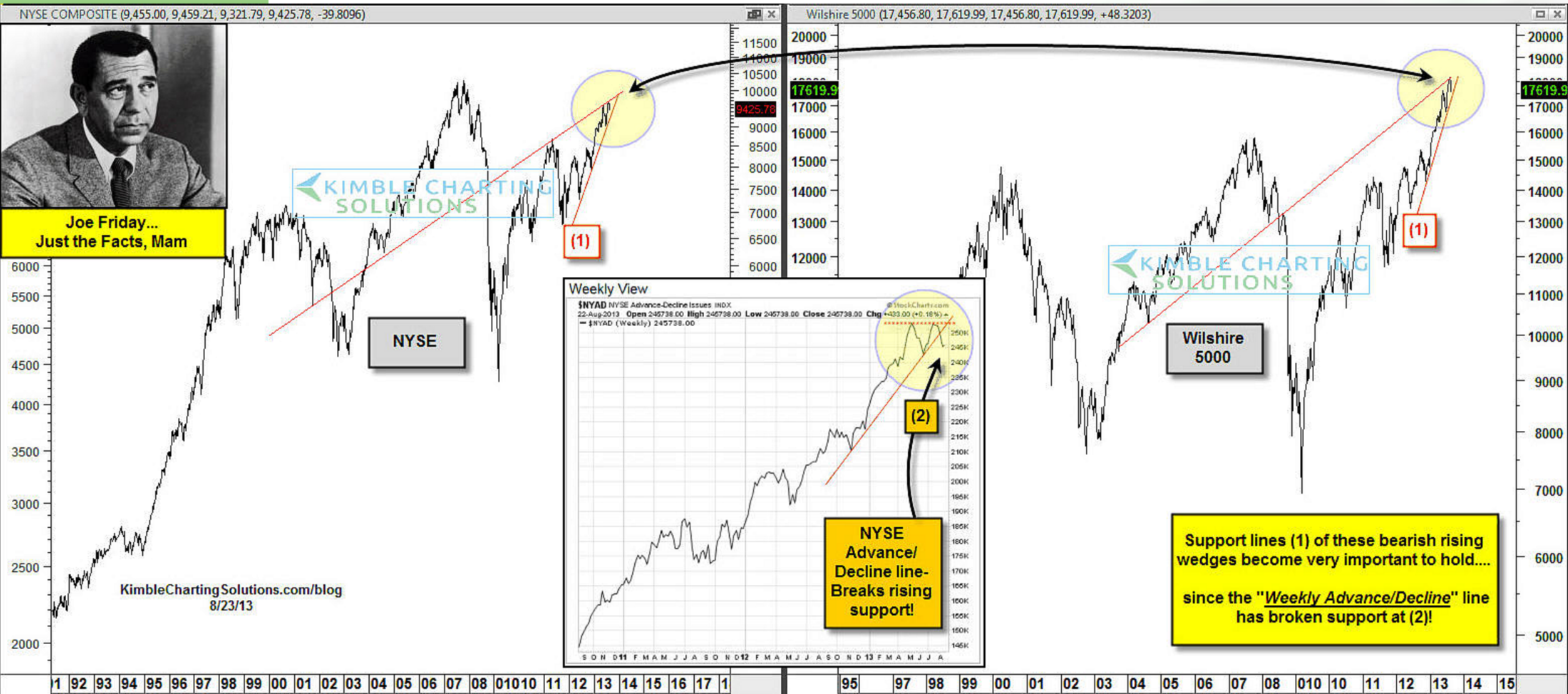
1. Consumers are carrying more debt than they did in 2007. (Consumer credit - ignoring mortgages - is up to \$2.8 trillion.. In 2007, at the height of the “credit bubble,” it was just \$2.5 trillion.)
2. Corporations are carrying more debt than they did in 2007. ( U.S. businesses owe \$12.9 trillion - compared with \$11 trillion in 2007.)
3. The Federal government is carrying 60% more debt than it did in 2007.
4. Cities and States are carrying more debt than they did in 2007.
5. Interest rates have jumped by 80% in the last three months.
6. The economy is clearly in recession, as retailer after retailer reports horrific results.
7. Stocks are as overvalued as they were in 1929, 2000, and 2007.
8. China is experiencing a real estate collapse.
9. Japan is experiencing a cultural/economic/societal collapse.
10. The Middle East is awash in blood.
11. The European Union is held together by lies, delusion and false promises.

**What could possibly go wrong?**



**SEPTEMBER WILL BE A DANGEROUS MONTH**







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## ECONOMIC CALENDARS

**Bloomberg**

U.S. Markets

<http://www.bloomberg.com/markets/economic-calendar/>

**TRADING ECONOMICS .com**

Global

<http://www.tradingeconomics.com/country-list/calendar>



### Longer Term Dates of Interest

Sept. 18th	FOMC Meeting
Sept. 20th	Quadruple Witch
Sept. 22nd	German Election
Sept 30th	Government Shutdown Deadline
Oct. 8th	Bradley Turn

**PLAN 2**

TRIGGER\$ Charts Powered by

**eSignal**  
smarter trading tools

TECHNICAL



MARKET ANALYSIS

### TA Glossary (list of TA abbreviations)

HPTZ	High Probability Target Zone(s)
Fib	Fibonacci
ma	Moving Average
p/t	Price / Time Graph
s/r	Support & Resistance
TA	Technical Analysis
TC	Trigger Consideration
13ma & BB	Green
34ma & BB	Pink



# UNDERSTANDING THE ANALYSIS

You will notice that 2 charts are given for the Daily and Hourly time frames. Each chart is identical but shows different technical studies. This is done so that the charts are easier to read and less cluttered. Both charts should be taken in to consideration. Targets given are located in the exact same position on each chart and you can see which tools are aligning across both perspectives.

## 1 Instrument / Market

## 2 Time Scale

## 3 Trend

General overall trend based on the technical analysis. Although a market may have had a few down days, it may still be in an up-trend - technical parameters determine direction, i.e. channel.

## 4 Driver

The market that is having the most influence on, and has a relationship with, the current market.

## 5 Trigger & HPTZ

Green and Red arrows divide the chart from top and bottom representing the TA above and below the current market. Triggers are the technical tools that need to be violated to reach the HPTZ location.

## 6 HPTZ

Green boxes are identified target locations. Red boxes are missed targets. Yellow boxes are targets hit. Box size is determined by (1) the time scale the target was placed on - weekly target viewed on hourly chart appears large (2) not all technical tools cross at an exact point but in a general area.

## 7 Arrows

The base of the arrow sits at a significant technical tool that is a trigger consideration. The arrow points to the next significant technical and is where the market should move to once the initial trigger at the base of the arrow is crossed. These identify the significant technical triggers and where the market is likely to move to once crossed.

## 8 W%R Indicator

Consistent indicator used with HPTZ and technical triggers. Aids in identifying trends and pivots.

## 9 Analysis

What occurred since last update; significant technicals, triggers and targets. Also: education & explanation of the TA and methods, using targets and technical triggers as the backbone of a personal trading strategy.

1  
**S&P 500**

2  
**DAILY**

3

4  
**MATA DRIVER\$**

\$USD

## TRIGGER

## HPTZ

SUPPORT / RESISTANCE	purple dashed	1,649.00	1,681.49 next purple s/r, circle
FIBONACCI LEVEL	circle	1,645.78	1,663.84 pink Fib lvl
SUPPORT / RESISTANCE	lt. red	1,608.00	1,560.00 red dash s/r, prev low
			1,514.67 red s/r



## 9

Still have questions? email [goldenphi@triggers.ca](mailto:goldenphi@triggers.ca)

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## Methodology Performance

as of Friday March 5th, 2013

TRIGGER\$ Updates are part of a Trading Methodology that uses the identification of High Probability Target Zones (HPTZ).

These targets are derived from the assimilation of several Technical tools and methods.

Through the application of the tools to determine HPTZ, they also set up trigger considerations for potential entry and exit placement.

Our Updates give the HPTZ that we have found as well as the most obvious technical triggers that have set up. There are usually several trigger considerations for each HPTZ and the traders own risk tolerances and trading strategy must decide for themselves which are appropriate. As noted in our disclaimer, this is not a trade advisory service. The updates outline and use a methodology *that can be used as the base for an individuals personal trading strategy.*

The trading methodology entails identifying the HPTZ **both above and below** the current market position. While we generally have a bias on market direction, we are not infallible. Identifying the HPTZ on either side of the market, and using the technical tools as trigger considerations, the trader eliminates all bias and psychological pitfalls and trades what the market actually does, as opposed to what is believed to potentially occur.

This sets up a purely technical trading system. Regardless of market

direction, the trader has a plan and method for successfully navigating the market.

You will note throughout the updates we post that the Methodology remains constant. That is, it does not change, shift or modify depending on market conditions. **Regardless of trending or non-trending markets, the methodology is applicable in all situations.**

While the methodology has been in development for several years, it is only recently that we have started to keep a track record of its progress. Through the publication of these updates, we have a real-time record of the success or failure of the method and identification of HPTZ, or a proof of concept. In July of 2012 we expanded our updates to include several markets and it is from this point that we have started collecting data from our methodology. For the moment, the sampling size is admittedly small. However it grows monthly and should soon enough begin to establish an acceptable statistic.

As we locate HPTZ on either side of the market, only those that are activated are included in the calculations. HPTZ are activated when the market makes a move in that direction (i.e. new wave), exceeding the current market boundaries (i.e. channels, pattern s/r's etc.). HPTZ identify targets for the next wave. If the next wave becomes apparent and moves outside current boundaries but does not make it to the HPTZ, then it is a miss.

Hits on price level, but misses at the exact location (time) are only counted as a hit if the call could reasonably be considered "close". That the market at some point reaches the price level is not enough to be considered as a hit – the p/t must "just miss" the time target to be counted as a hit on price but miss on time.

July 2012–Mar 1st 2013 HPTZ Forecast Multiple Markets Combined Totals	Totals / % All Markets
Total # of HPTZ\$ Forecasted	391
# Targets Hit: Both Price & Time*	332
# Targets Hit: Price Level Only*	26
<b>TOTAL # ALL TARGETS HIT**</b>	<b>358</b>
# Targets Missed	33
Hit % : Both Price & Time Only*	85%
<b>HIT%: ALL TARGETS HIT**</b>	<b>92%</b>

July 2012–Mar 1st 2013 HPTZ Forecast	SPX	USD	EUR/JPY	EUR/USD	VIX	GOLD	OIL
Total # of HPTZ\$ Forecasted	46	76	76	67	38	48	40
# Targets Hit: Both Price & Time*	39	64	61	58	34	40	36
# Targets Hit: Price Level Only*	1	5	9	4	2	4	1
Total # All Targets Hit**	40	69	70	62	36	44	37
# Targets Missed	6	7	6	5	2	4	3

\* **Both Price & Time:** exact location for both price & time was achieved

\* **Price Level Only:** price level was reached, but occurred outside of specified time frame. Only those price levels reached where the time element could be reasonable counted as "close" count as a Hit.

\*\* **Total Combined** number of the Price & Time Targets Hit and the Price Level Only Targets Hit.