



INTER-ISSUE UPDATE

PLAN 3

Friday September 6th, 2013

TRIGGER\$

Economic & Technical Analysis for the Active Trader

www.triggers.ca

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

	WEEKLY	DAILY	HOURLY
\$USD			
EUR:JPY			
EUR:USD			
MACRO DRIVERS			
MACRO TRIGGERS Additional Info/Charts			
ECONOMIC & EVENT CALENDARS			
TA Glossary			
Understanding the Analysis			
TRIGGER\$ Trading Methodology Performance Update			

Updated

Aug 30/2013

MACRO DRIVERS

The situation across Asia worsens daily as RISK-OFF deleveraging becomes forced selling. Taiwan, South Korea, Indonesia and the Philippines have initially been hit the hardest but now India and the Rupee are under intense pressures. This is a direct result of Emerging Markets funds being repatriated to shore up EU Banking Capital Ratios.

MACRO TRIGGERS

The Dollar-Yen Cross appears to be completing a Triangle Consolidation pattern. This suggests that the Yen will soon begin to continue weakening against the US\$.

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.**



Since last update the market has moved sideways and lifted slightly. So slight there are not a lot of significant changes..... but there is a couple. The weekly bar looks to have just lifted to the dark green dashed trend s/r, where it was previously below. This TC may be breaking. The other technical to note is the W%R. It is only slightly higher than previously, but this takes it closer to potential resistance (trend s/r at the -50 level. With room left on the indicator to rise, it suggests the market may still have more lifting to go.

US\$ DAILY



MATA DRIVERS



SUPPORT / RESISTANCE	grey zone	83.550	83.674 solid blue trend s/r
SUPPORT / RESISTANCE	grey-dash	82.910	83.384 grey s/r zone
MKOVING AVERAGE	34ma	81.749	81.090 light green dash s/r



The market had just spiked to the 34ma UBB last update. The UBB and several s/r's that can be seen in the area held and the market looks to be in a consolidation. The W%R is lifted above the -20 and indicates positive pressure... this is also suggesting the market will continue the lift after the consolidation completes. The consolidation has had the market find support at the red-dashed trend s/r – note the market does not break the TC but is held by it and lifts. IF it does break it would likely mean the start of the next wave down.

US\$ 60 MIN



MATA
DRIVERS



TRIGGER

HPTZ

SUPPORT / RESISTANCE	grey zone	83.550	83.674 solid blue trend s/r
SUPPORT / RESISTANCE	grey-dash	82.910	83.384 grey s/r zone
SUPPORT / RESISTANCE	red dash	81.950	81.777 light green dash s/r
			81.090 light green dash s/r



Several s/r's and the s/r zone offer lots of resistance. Waiting for them to break, and then the grey-dashed s/r above the market as a TC, offers less risk. The W%R is dropping and suggests the market may see a little more down in the immediate future. The market has recently found support at the top of the grey s/r zone. The red dashed TC is just below this: the market will have to break recent support to cross the TC - less risk.



More sideways movement overall continues the consolidation the market has been in for some time now. The W%R has pulled back from the -20 level but still remains above the blue s/r zone and suggests there may still be positive pressure on the market.

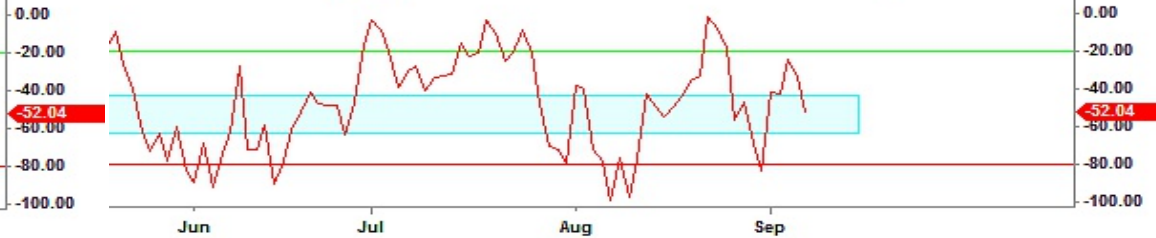
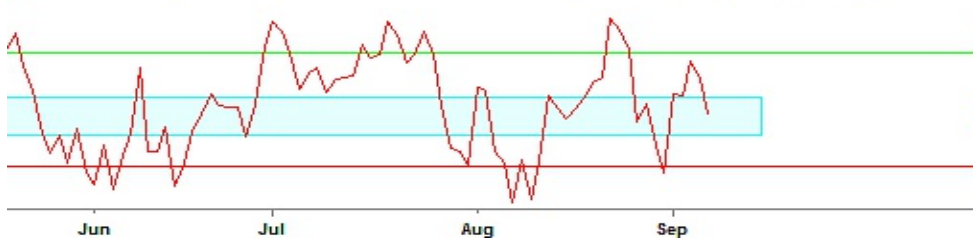
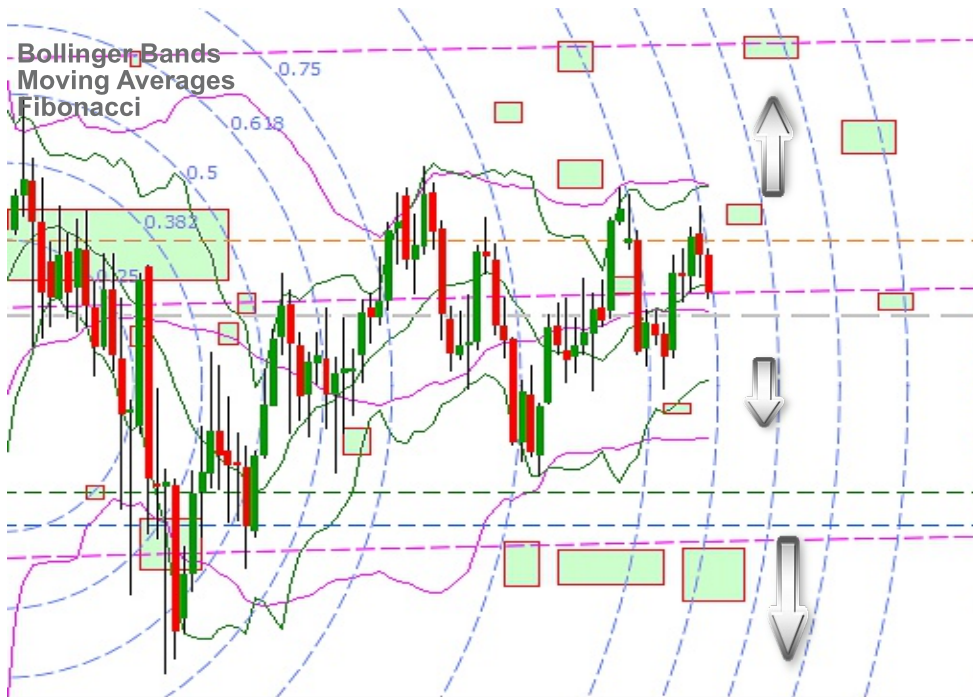
EUR:JPY DAILY



MATA DRIVERS



SUPPORT/RESISTANCE	solid green	122.0685	133.6017 grey s/r zone top
SUPPORT/RESISTANCE	solid yellow	129.2020	127.8272 grey s/r zone



Since the last update the market has lifted to the solid green resistance and bounced off. The HPTZ was right on for the price level, but misses slightly on the time. Pulling back from resistance, the market headed back towards the yellow wedge pattern support. The s/r's creating the wedge pattern offers TC with less risk. The W%R failed to reach the upper extreme, suggesting negative pressure at this time.

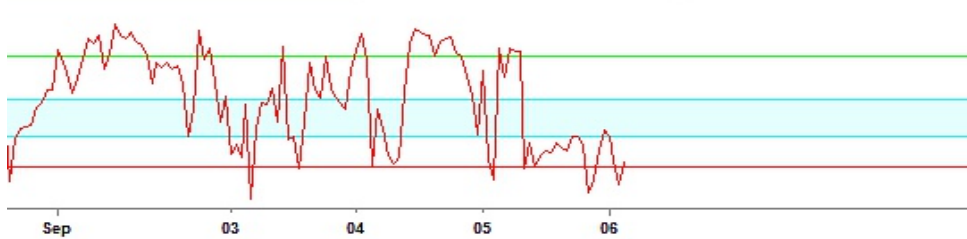
EUR:JPY 60 MIN



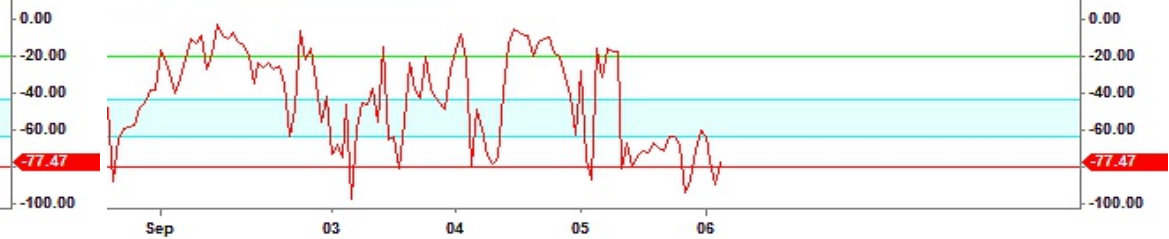
MATA DRIVER\$



Bollinger Bands
Moving Averages
Fibonacci



SUPPORT/ RESISTANCE	solid green	122.0685	133.6017 grey s/r zone top
SUPPORT/ RESISTANCE	solid yellow	129.2020	127.8272 grey s/r zone



The latest drop seems to have done so at a blue Fibonacci circle. Market moved back to the lower channel – significant s/r as a bounce off or break though will most likely be the start of the next “wave”. The latest drop seems to have done so at a blue Fibonacci circle. Market moved back to the lower channel – significant s/r as a bounce off or break though will most likely be the start of the next “wave”.



The market has fallen off since our last update and this is reflected with the current weekly bar a solid red. The W%R is lower but still inside the grey s/r zone on the indicator. Will need to push through the zone for the market to move lower.

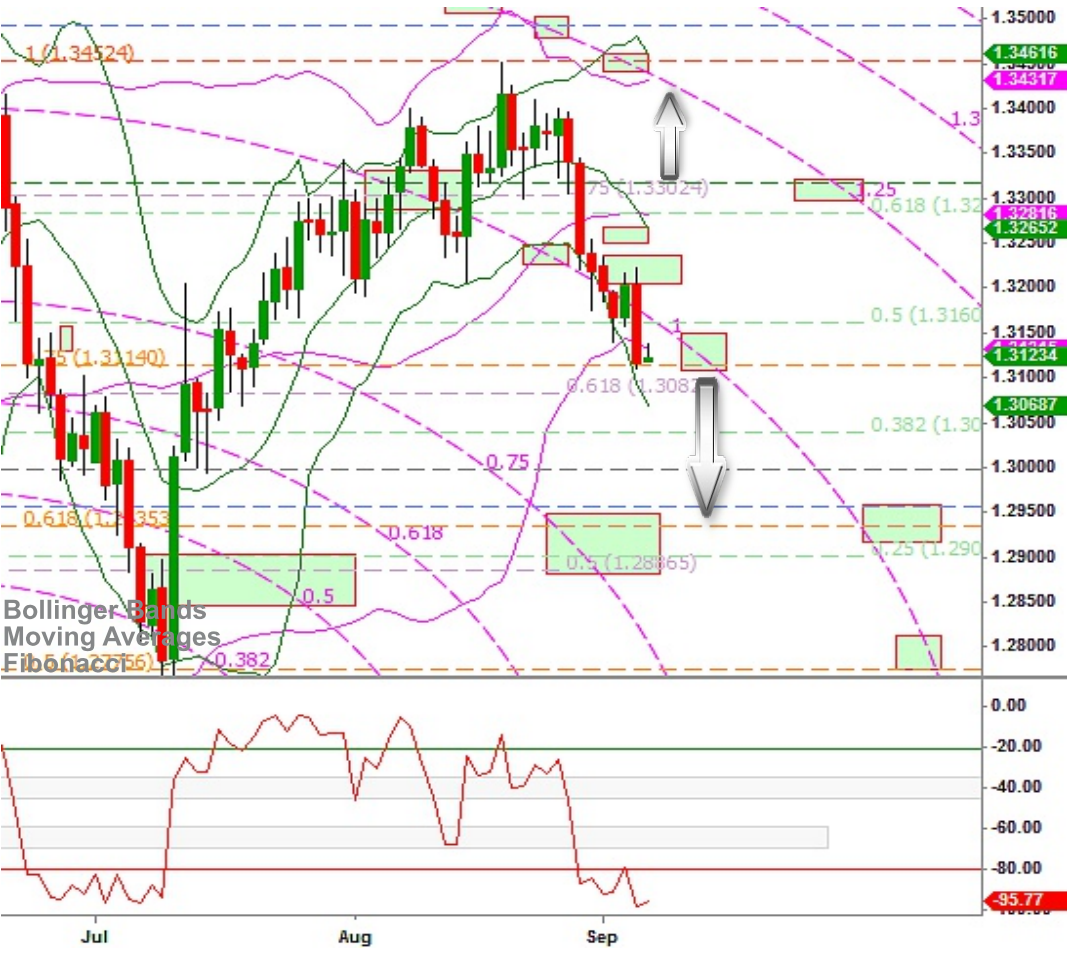
EUR:USD DAILY



MATA DRIVERS



SUPPORT / RESISTANCE	solid purple	1.33763	1.33882 grey s/r zone top
SUPPORT / RESISTANCE	grey zone	1.31349	1.30751 grey s/r zone bottom
			1.29050 blue dash s/r



The market initially moved sideways then continued to fall after the slight consolidation. Dropping, it has currently found support in the grey s/r zone and on the orange Fib level. Note the high of the chart just prior to the sell-off: it spiked to reach another orange Fib level. This leads us to look for the next lower orange Fib level if the current one doesn't hold (TC). The W%R remains below the -80 level indicating negative pressure is still on the market. The current grey s/r zone offers TC's if the market drops below it, or if the market turns and lifts out of it.

EUR:USD 60 MIN



MATA DRIVER\$



SUPPORT / RESISTANCE	solid purple	1.33763	1.33882	grey s/r zone top
SUPPORT / RESISTANCE	grey zone	1.31349	1.30751	grey s/r zone bottom
			1.29050	blue dash s/r

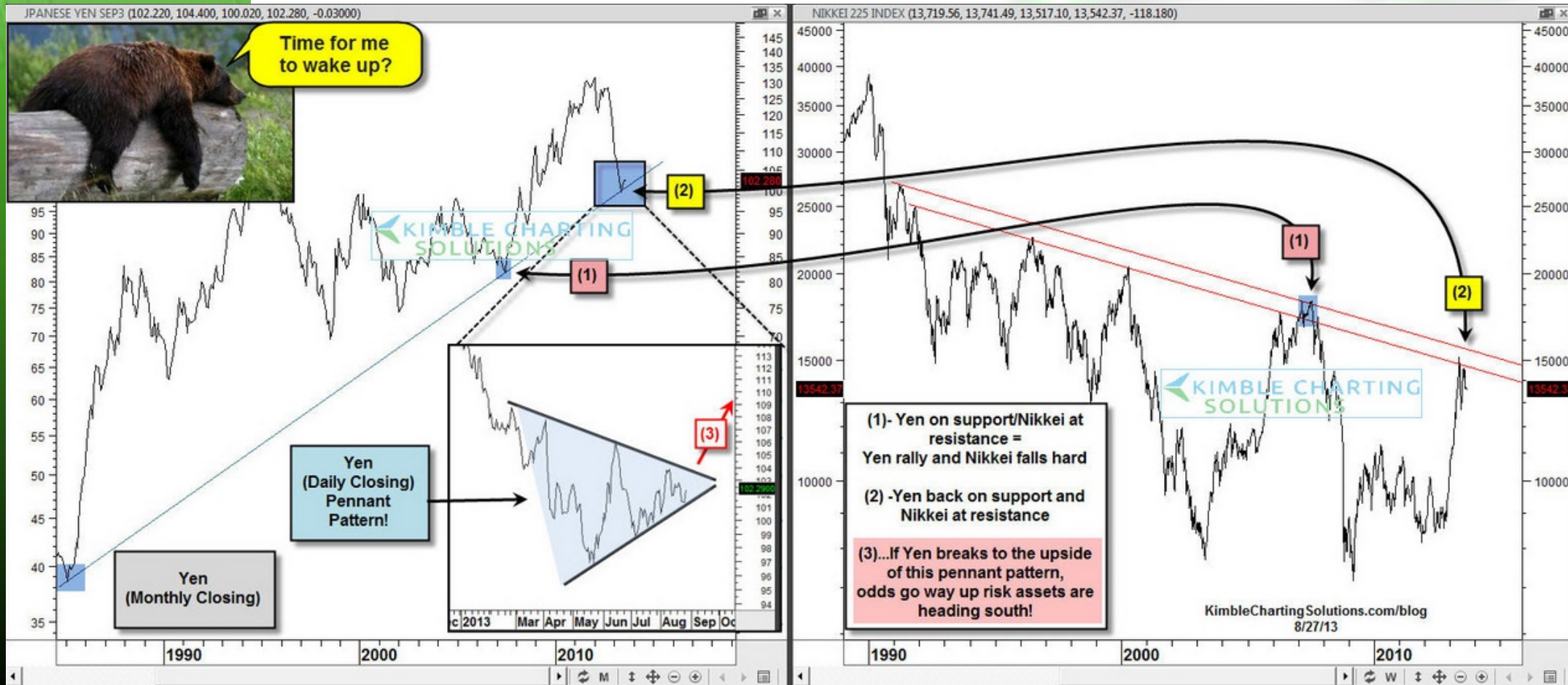


After bouncing in to the HPTZ twice more, the market dropped lower and sits on a Fib level. The W%R has been dropping from the upper extremes and suggests the market may still have another drop to come as the W%R moves lower.

DOLLAR-YEN CROSS: Consolidation May Be Completing

The Yen has a decent track record in helping investors construct their portfolios towards the "Risk On" or "Risk Off" trade. The Yen is on a 20-year support line right now (monthly basis) at (2) in the chart below.

On a daily basis the Yen has formed a pennant pattern at (3). If the Yen breaks to the upside of this pennant pattern, the message would be the "Risk Off" trade is at hand and investors should underweight their portfolios towards risk assets.



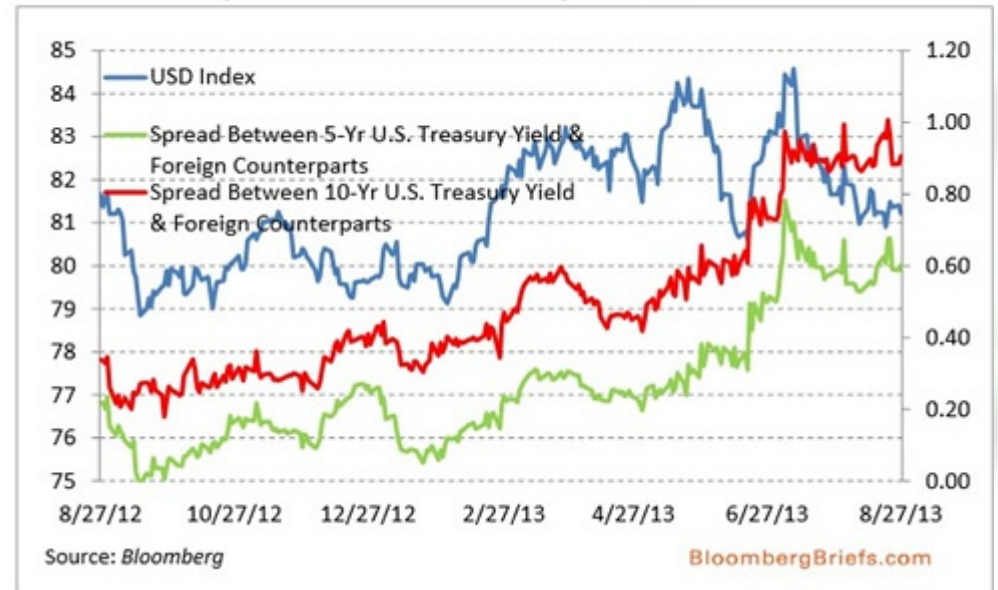


For the past 3 months, **USDJPY** has been confined to a well defined contracting range. Now that range is just about complete and **NEAR TERM WEAKNESS MUST BE BOUGHT**. Upside targets are seen to 106.00/105.80, potentially 109.80.

U.S. Dollar Being Influenced by Longer-Term Interest Rates

Currency traders should be paying more attention to the middle and the long end of the U.S. Treasury curve than the short end. The U.S. dollar index appears to have been most greatly influenced by those intermediate and long-term interest rates.

USD Lifted by Increase of Treasury Yields



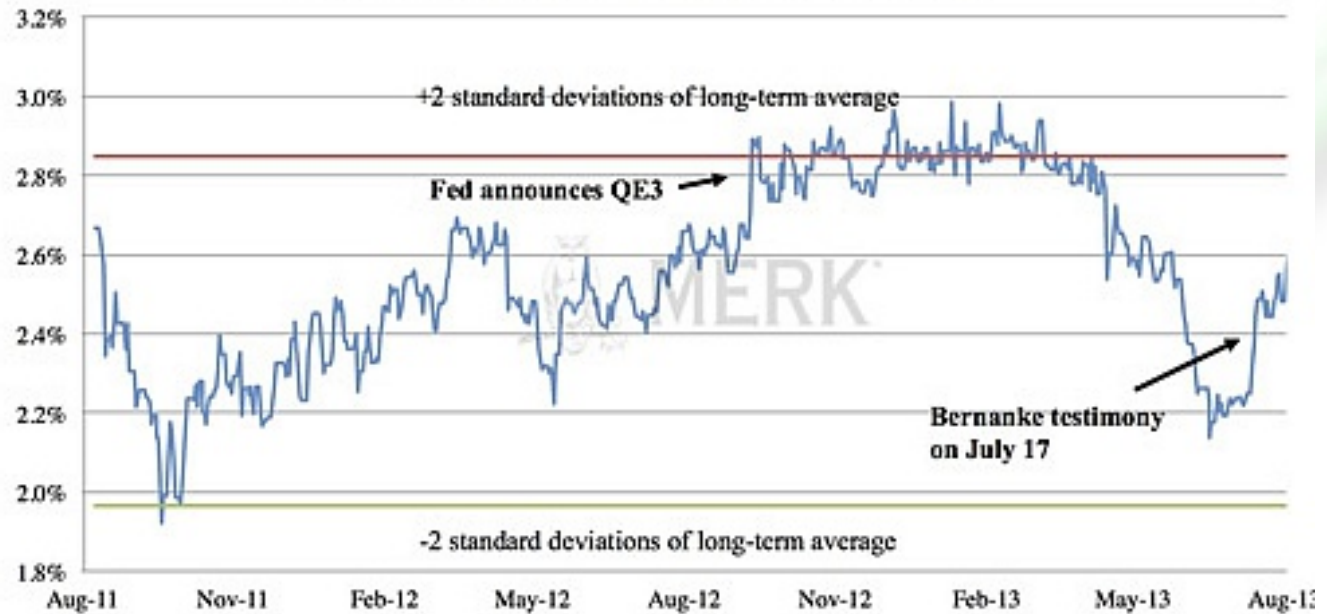
USD Becomes More Correlated With 5-Year Treasury Yield



REMEMBER: In the the August TRIGGER\$ we pointed out:

The coupon on the nation's \$13.22 trillion debt averages 1.88 percent with an average maturity of 5.4 years.

5-Year Forward, 5-Year Inflation Expectations



Source: Merk Investments, Bloomberg, U.S. Treasury
Calculations based on constant maturity treasury yields sourced from the U.S. Treasury
Long-term average based on data from Jan. 2003 to Oct. 2012, excl. aberration during crisis Sep. 2008 to Mar. 2009

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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

Aug 20th	Phi Cluster (+/- a couple of days)
Aug 21st	FOMC Minutes
Sept. 18th	FOMC Meeting
Sept. 20th	Quadruple Witch
Sept. 22nd	German Election
Sept 30th	Government Shutdown Deadline
Oct. 8th	Bradley Turn

TRIGGER\$ Charts Powered by

eSignal
smarter trading tools



TA Glossary *(list of TA abbreviations)*

HPTZ\$	High Probability Target Zone
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. Coloured arrows (green/red) represent the bias, grey arrows represent other possibilities. FOLLOW THE TRIGGERS regardless of the bias, ours or anyone elses.

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	
5	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



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Still have questions? email goldenphi@triggers.ca

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Methodology Performance

as of Friday March 1st, 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
TOTAL # ALL TARGETS HIT**	358
# Targets Missed	33
Hit % : Both Price & Time Only*	85%
HIT%: ALL TARGETS HIT**	92%

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.