

THE ROSEN MARKET TIMING LETTER

PRECIOUS METALS - FOREX - STOCK INDICES - COMMODITIES

<https://www.deltasociety.com/content/ron-rosen-precious-metals-timing-letter>

RONALD L. ROSEN
March 7, 2014

REPORT

Now frankly speaking I do not consider myself a market guru. I learned everything I know the hard way. For instance, when I first became a stock broker way back in 1957 I recommended a stock to my grandmother who was a wealthy woman. I told her it was the greatest thing going. It was Fairchild Camera and Instrument and selling at only \$16.00 a share. She said to me, "If you are so smart, how come you're not so rich?" That's the way my grandmother talked. I told her, "That's because I'm not as old as you." Well ... that was my first lesson on how not to sell a great investment idea. Fast forward 57 to 58 years and I still do not consider myself a market guru or a great salesman. I am more like a *market grunt*.

grunt

"The term "grunt" is used in the military as a general term for someone who's MOS (Military Occupational Specialty) is "Infantry". In the Marine Corps all MOS' preceded by the number "03" are Infantry. About as "grunt" as you can get in the Corps is "0311 - Basic Rifleman".

The opposite of a "grunt" is a "pougue", which is a derogatory reference to pretty much anyone who isn't a grunt, but normally reserved for Marines who work in an office or some other rear-echelon job as part of their regular duties ("In the rear with the gear"). Call a pougue a "grunt" and they love it, but call a grunt a "pougue" and see what happens :-) ...

"If you ain't a grunt, you ain't xxxx."

"The grunts at Phase Line Echo report multiple hostiles, scattered small-arms fire and are currently engaging."

"The xxxxxxx grunts always come to our E-Club and start xxxx."
by [USMCG Spyder](#) January 01, 2006.

<http://www.urbandictionary.com/define.php?term=grunt>

Grunt Corps Hymn

So, as a market grunt I have the audacity to claim that there probably won't be any market melt up. I base this on the information I receive from my superior officers. I call them the Market's Delta Force. I am specifically referring to the Super Long Term Delta turning points for the S & P 500 and the DJIA.

Oh, incidentally, Fairchild Camera and Instrument went from \$16.00 a share to \$400.00 a share. It was a forerunner of the coming high tech industry. However, I did not know that at that time.

NEW CONCEPTS IN TECHNICAL TRADING SYSTEMS

J. WELLES WILDER Jr.

The RELATIVE STRENGTH INDEX, RSI, is a tool which can add a new dimension to chart interpretation when plotted in conjunction with a daily bar chart. Some of these interpretative factors are:

TOPS and BOTTOMS are indicated when the RSI goes above 70 or drops below 30.

CHART FORMATIONS which often show up graphically on the RSI may not be apparent on the bar chart.

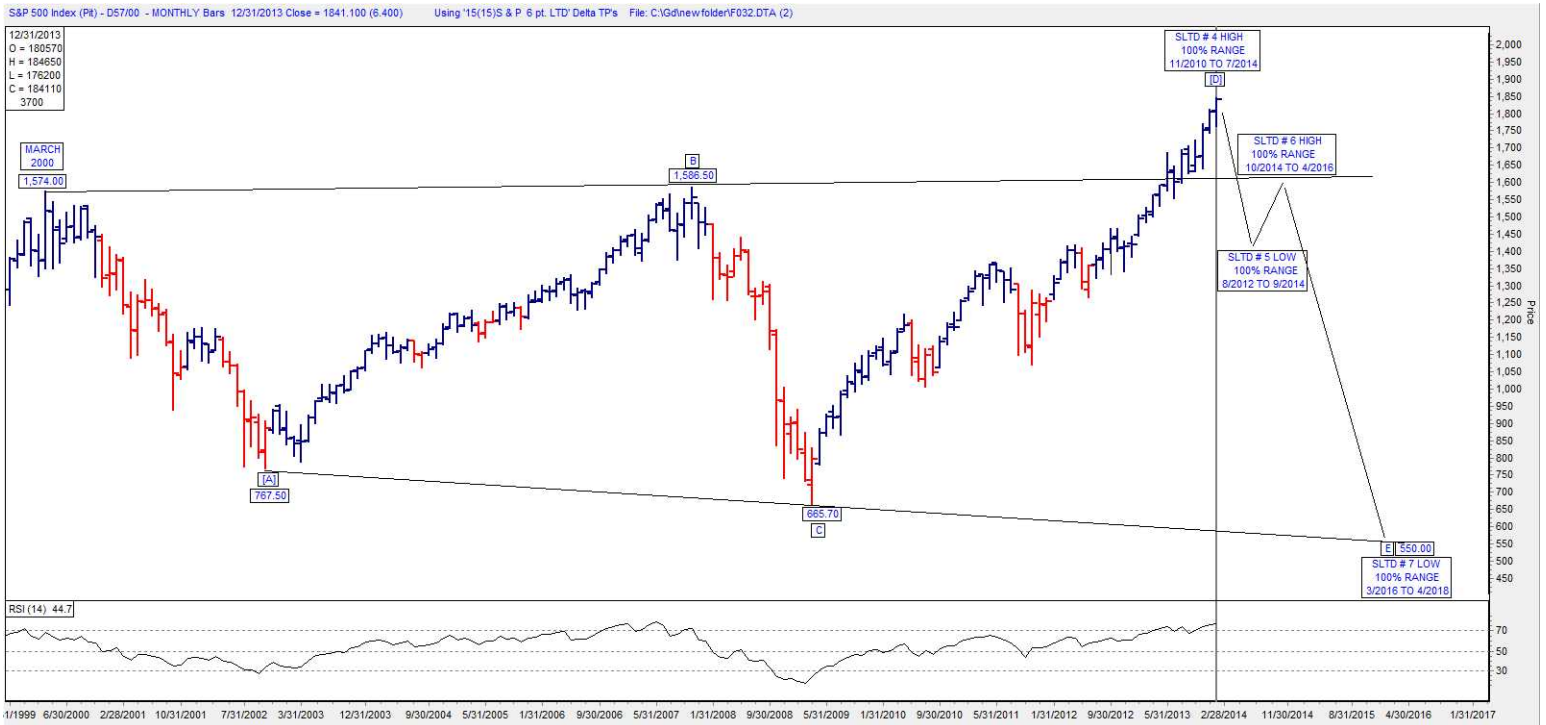
FAILURE SWINGS above 70 or below 30 on the RSI scale are strong indications of market reversals.

SUPPORT and RESISTANCE often show up clearly on the RSI before becoming apparent on the bar chart.

DIVERGENCE between the RSI and price action on the chart is a very strong indication that a market turning point is imminent.

The Relative Strength Indicator (RSI) over 70 indicates that the S & P 500 is overbought. When the RSI is under 30 the S & P 500 is oversold. Since the top in the year 2000 there have been three occasions when the RSI indicator was in overbought territory above 70. The first two occasions led to a devastating decline. The RSI for the S & P 500 is currently over the 70 level. There were two occasions since the year 2000 when the RSI for the S & P 500 was under 30. Each occasion led to a powerful move up. The conclusion should be: *Do not ignore the monthly Relative Strength Indicator (RSI).*

S & P 500 MONTHLY WITH SLTD POINTS



To further emphasize the current dangerously elevated position of the S & P 500 consider the fact that dramatically declining volume has accompanied this entire bearish megaphone pattern. The volume has nearly disappeared on the current move up. In contrast, the volume was rising during the bull move between the year 1982 and 2000.

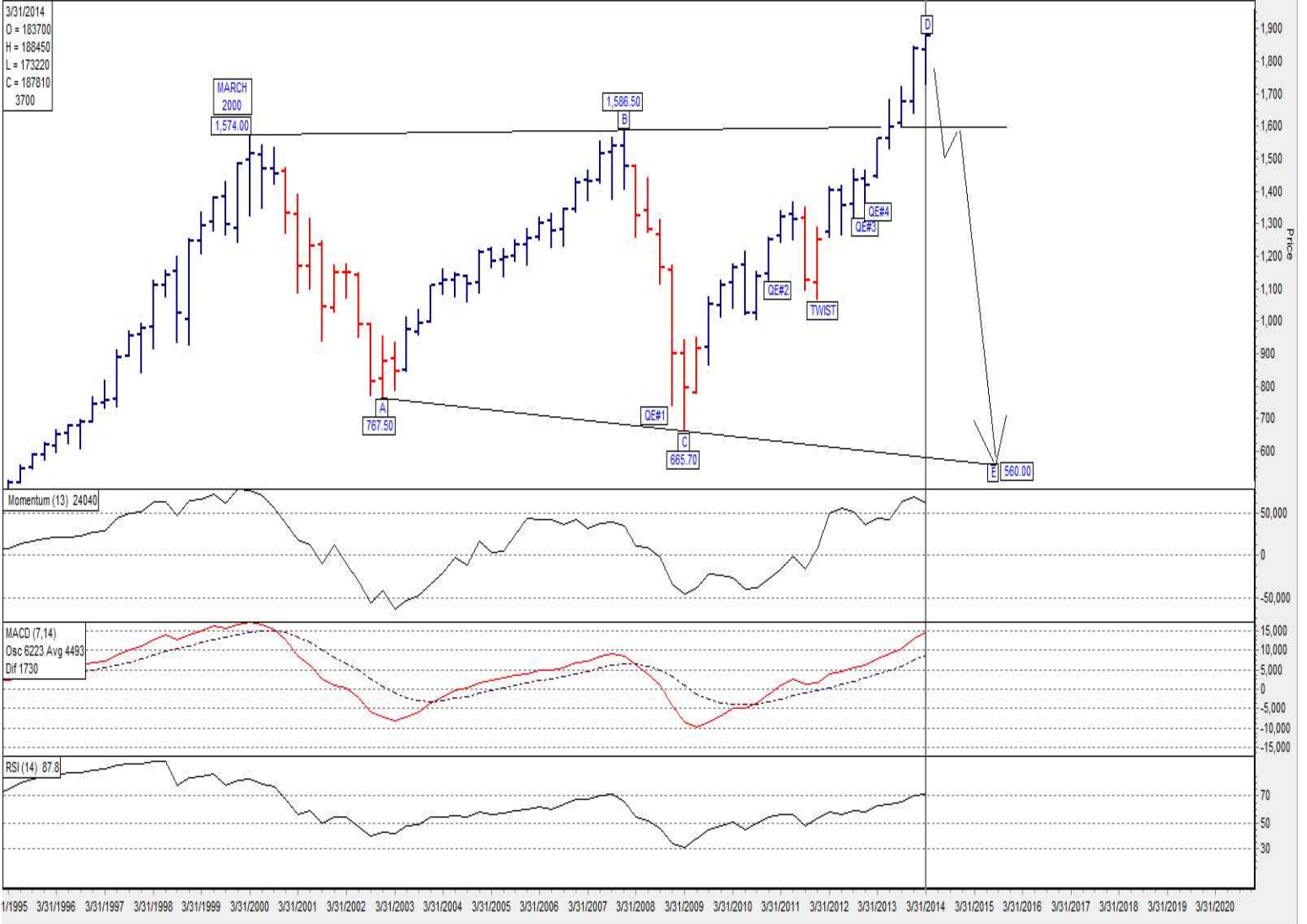
S & P 500 QUARTERLY CHART # 1



S & P 500 QUARTERLY CHART # 2

S&P 500 Index (Pt) - D57/00 - QUARTERLY Bars 3/7/2014 Close = 1878.100 (1.800)

Using '15(15)S & P 6 pt. LTD' Delta TP's File: C:\Gdn\newfolder\F032.DTA (2)

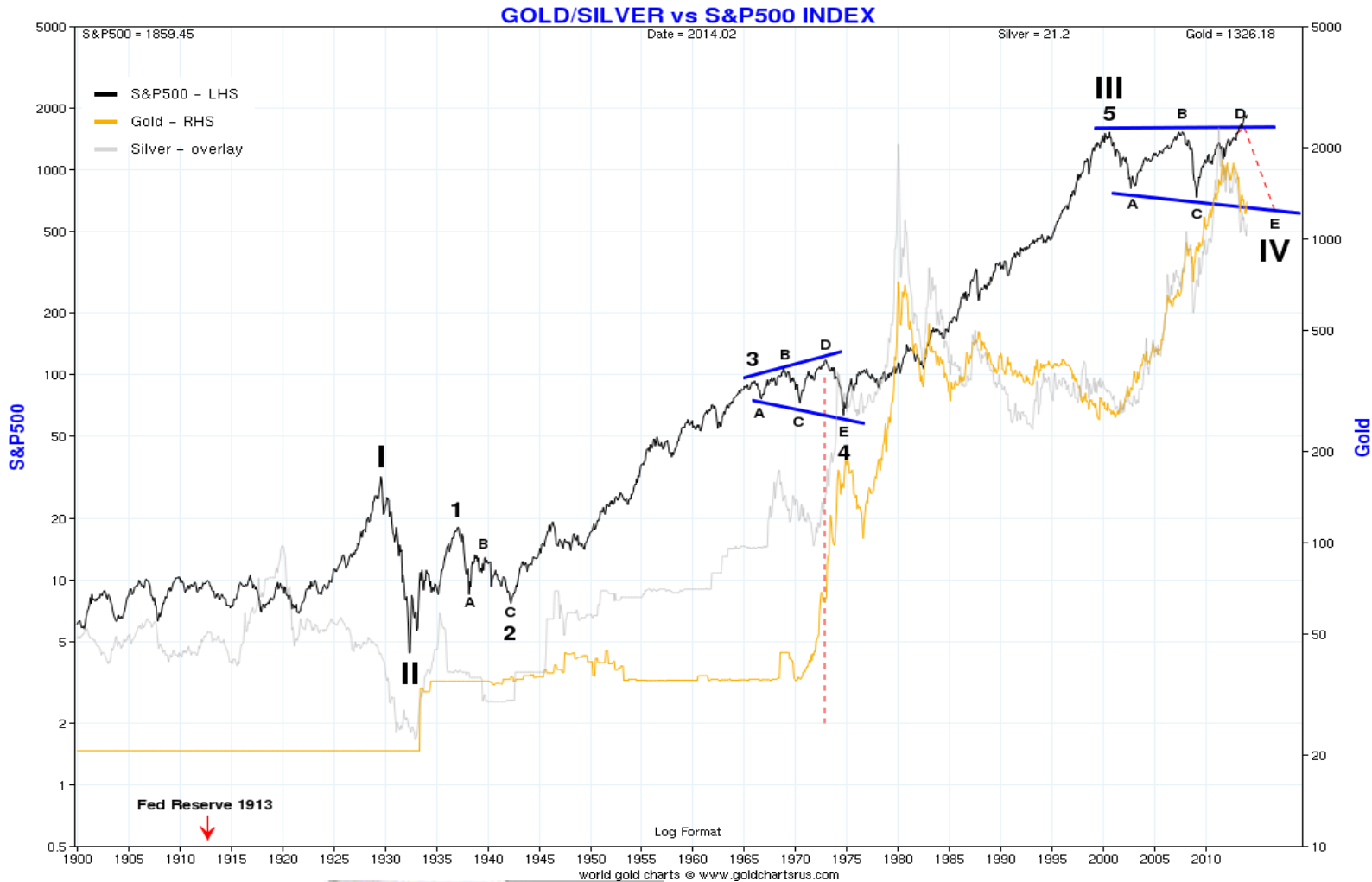


There may be some further gains. However, in spite of my status of being a Grunt, I do not believe there will be a huge “Market Melt Up” of leg D of the Megaphone pattern Major Wave IV for the S & P 500 and the DJIA.

Ron Rosen - Elliott Wave - DJIA & S&P500

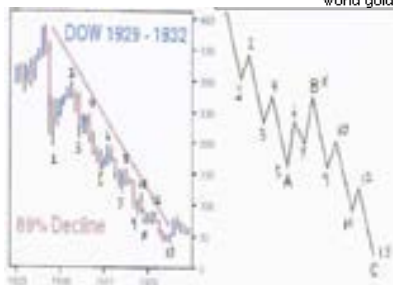
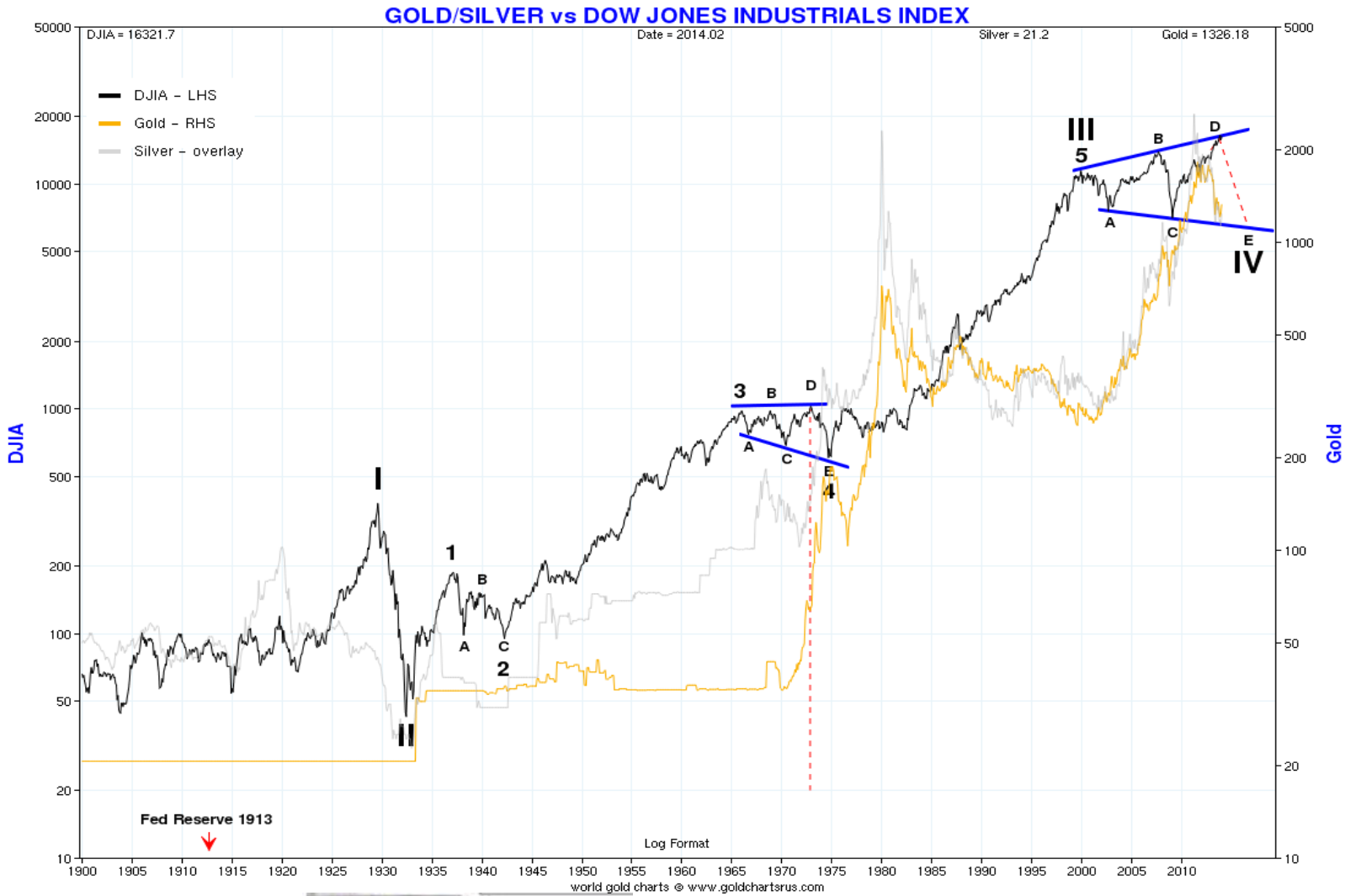
Elliott Wave - The Rule Of Alternation

Minor wave 4 alternated with minor wave 2.
Major Wave IV is alternating with Major Wave II.



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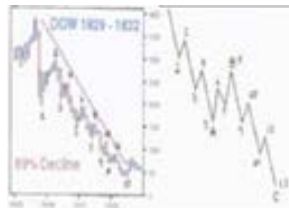
**Minor wave 4 alternated with minor wave 2.
Major Wave IV is alternating with Major Wave II.**



Please notice that Major Wave II, minor wave 2, and minor wave 4 corrective moves declined beneath the green shaded area before their corrections were complete. I believe it is very reasonable to assume that Major Wave IV will also complete leg E of its correction beneath the green shaded area. Ever since the year 1913 when the Federal Reserve System and the Internal Revenue Service were established, the corrections just mentioned were not exhausted until they declined beneath the green shaded area. Can the Federal Reserve System reverse this 101 year old process that obviously must take place before the corrections are complete? I doubt it, but they may have been able through their QE and Twist efforts to help Major Wave IV be less vicious than Major Wave II. Of course without their efforts Major Wave IV is supposed to be less vicious than Major Wave II. So, in reality we may in a few years be able to say thank you for nothing but delaying the inevitable (if even that), Mr. Bernanke and Mrs. Yellen (former Chairman and present Chairwoman of the Federal Reserve System). If this works out the way I have described you will hear a grunt from this GRUNT.

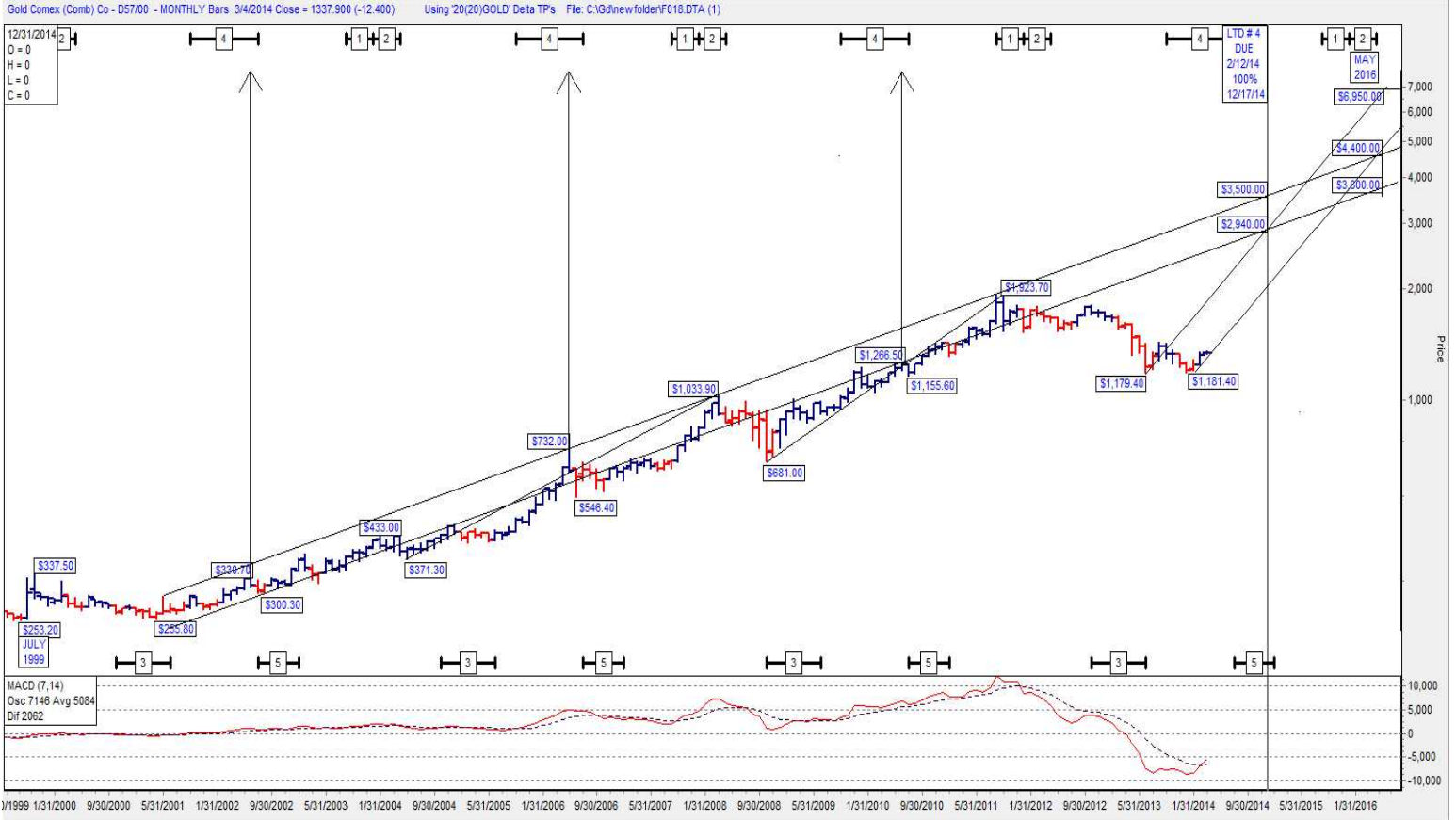
RON ROSEN - S&P500 INDEX - ELLIOTT MAGIC KEY

S&P500 Index - 110 Years



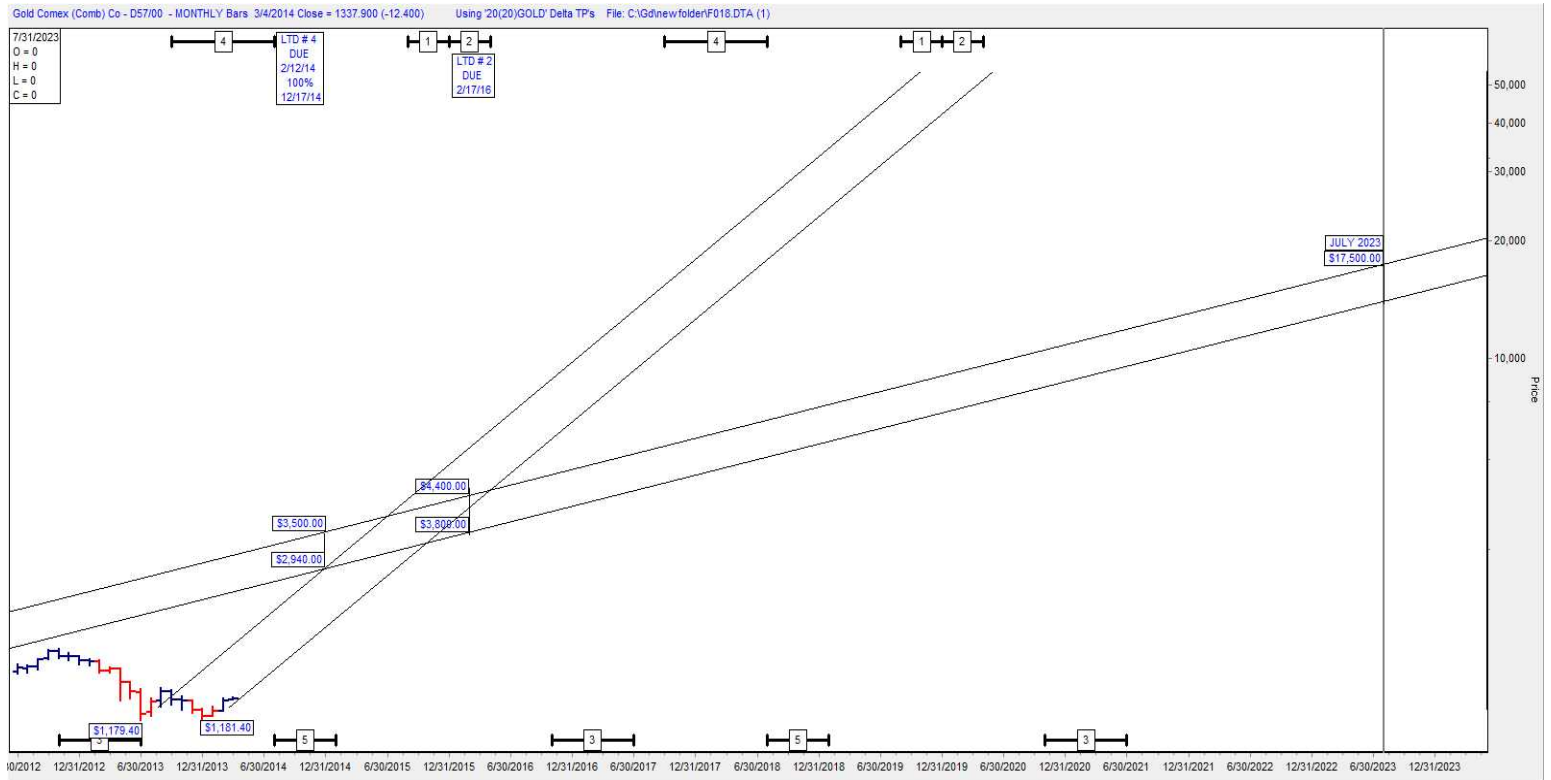
Since every LTD # 4 high has been a new high and has arrived inside the channel we should expect the next LTD # 4 high to arrive as a new high in the channel. It is possible for a new channel to be forming as shown. We won't know for quite some time.

GOLD MONTHLY LOGARITHMIC CHART # 1



If a new channel is forming the price of gold will be moving “out of sight.”

GOLD MONTHLY LOGARITHMIC CHART # 2



Hamlet
Act 1, Scene 3
Shakespeare

*“This above all: to thine own self be true,
And it must follow, as the night the day,
Thou canst not then be false to any man.”*

.....

“Natural Law is a moral theory of jurisprudence, which maintains that law should be based on morality and ethics. Natural Law holds that the law is based on what’s “correct.” Natural Law is “discovered” by humans through the use of reason and choosing between good and evil. Therefore, Natural Law finds its power in discovering certain universal standards in morality and ethics.”

by Peter Ordianosen

This will always be the end result. There is no other way until we collectively learn to automatically follow Nature’s Natural Laws of economics and finance.

Ron Rosen

Reunion And Finale



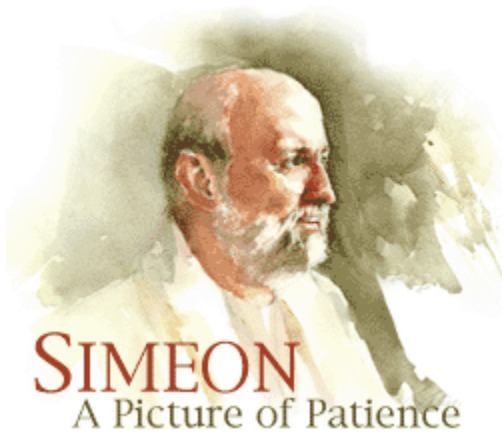
\$35.00 A MONTH AND YOU CAN BECOME A MEMBER OF MY CREW.

YOU MAY LEAVE AT THE END OF ANY MONTH..

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**Stay well,
Ron Rosen**

M I G H T Y I N S P I R I T



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