



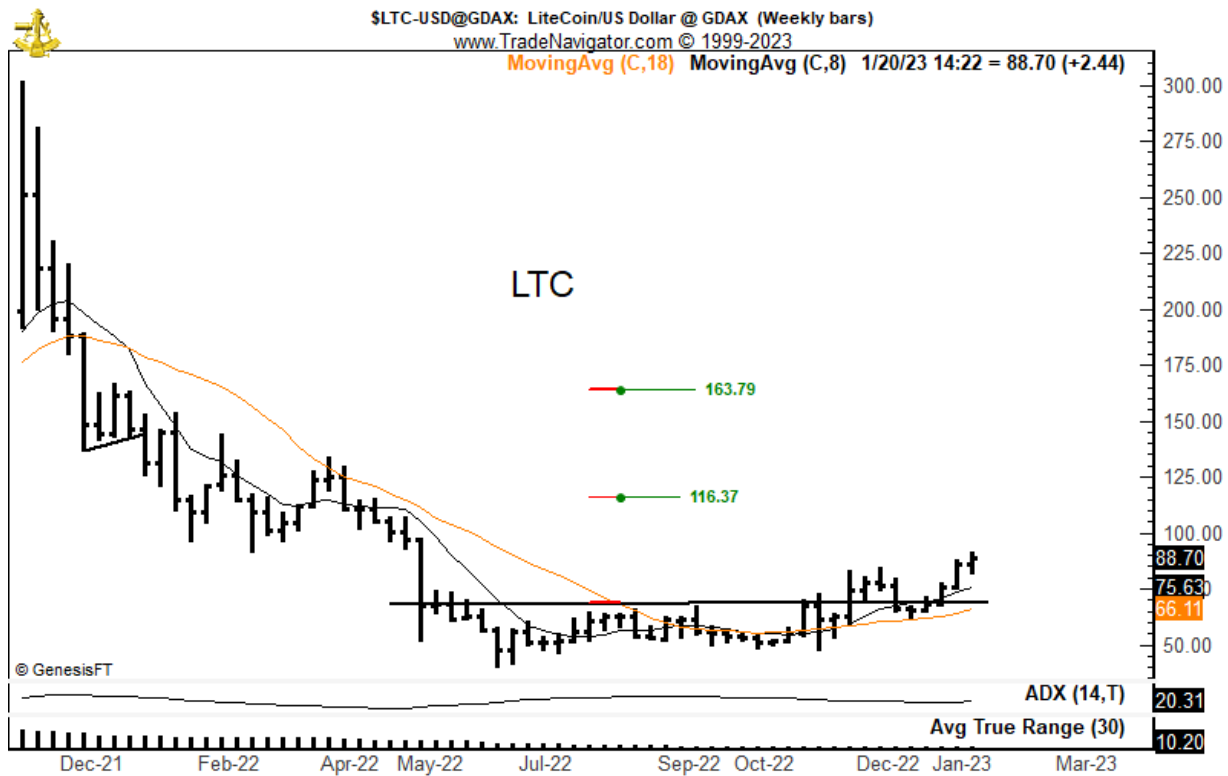
January 22, 2022

Positions at end of week

- Long 50% Gold (GCJ23) futures
- Short 25% USDCNH spot
- Long 50% FTSE futures
- Long 50% LTC spot
- Long 25% Copper futures
- Short 50% MATIF Corn
- Short 50% Rapeseed (Canola) futures

Trades are setting up in Russell and new crop grains (ZS/ZC/ZW).

Litecoin (spot). A 6-month common bottom has been completed. Factor is long a 50% position.



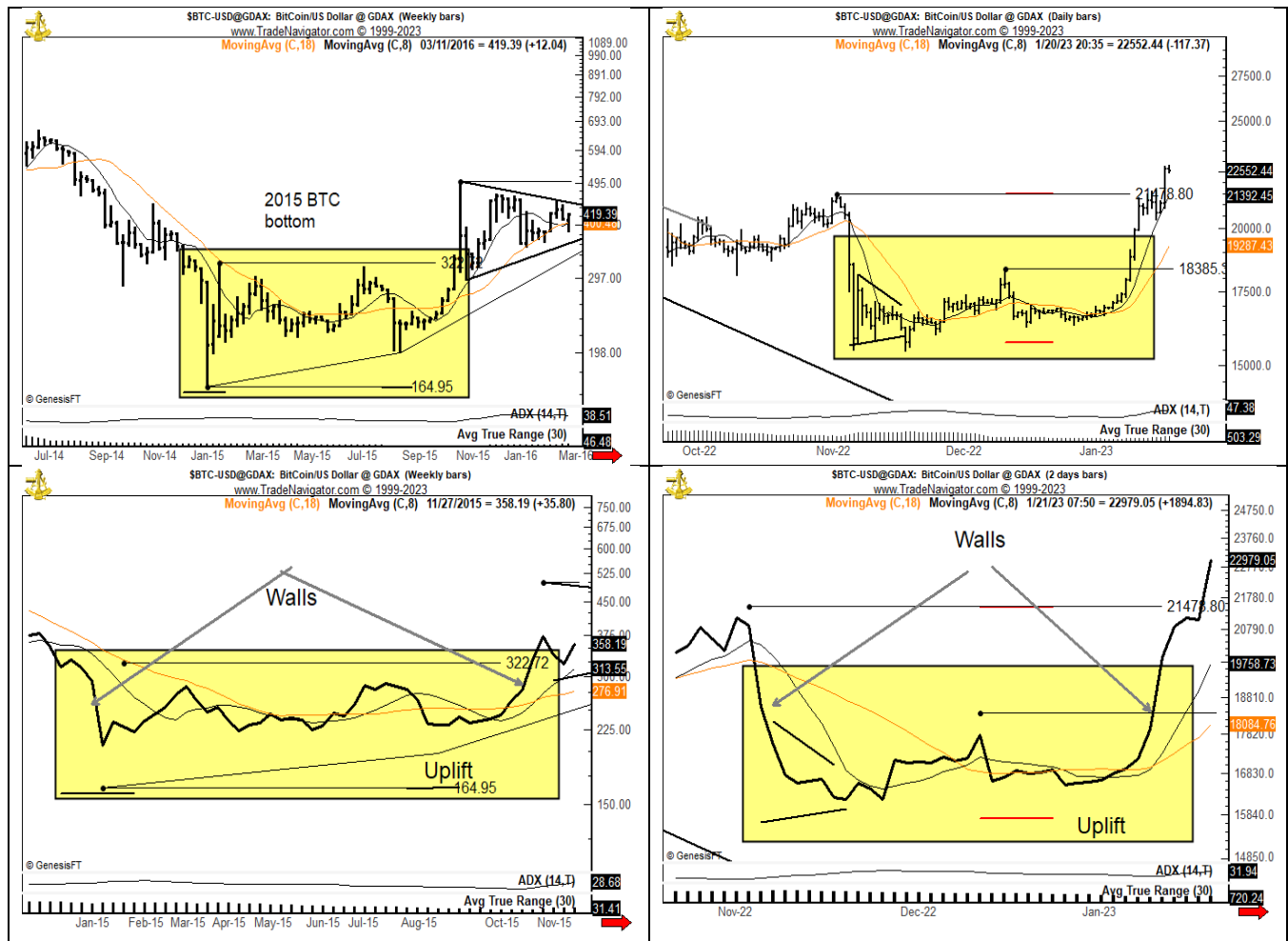
Fractals 101

The entire concept of classical charting is based on fractals – that patterns have the tendency to reappear in across time, different asset classes and different time frames. Here is an exceptional example of a similar chart construction in different time frames in the same market – Bitcoin.

On the left is the bottom made by BTC in 2015 on the weekly graph. The chart on the right is the current BTC daily chart.

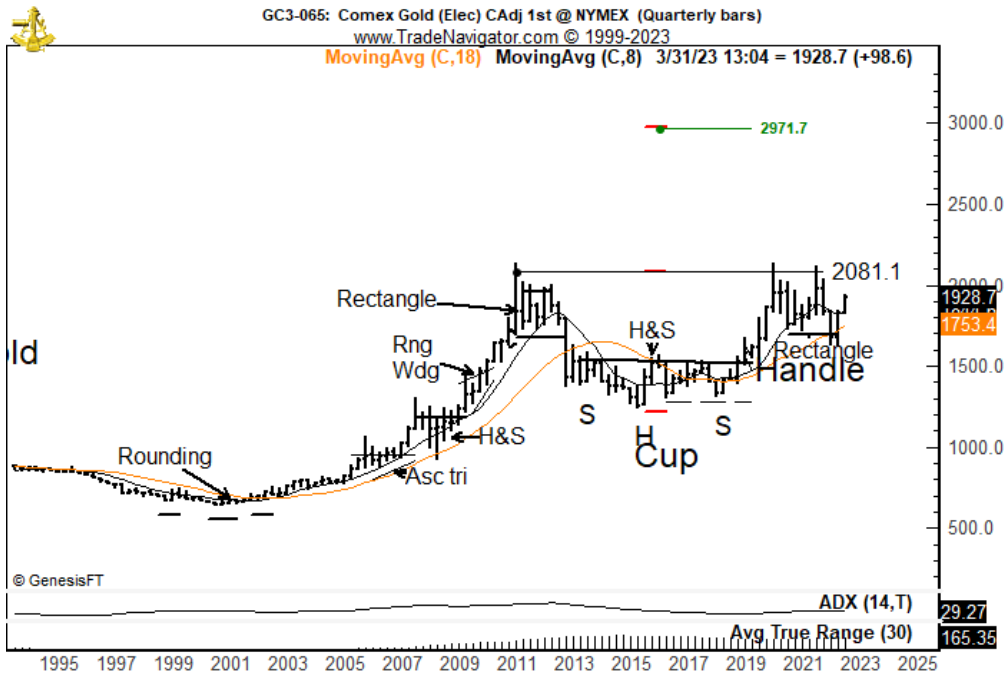
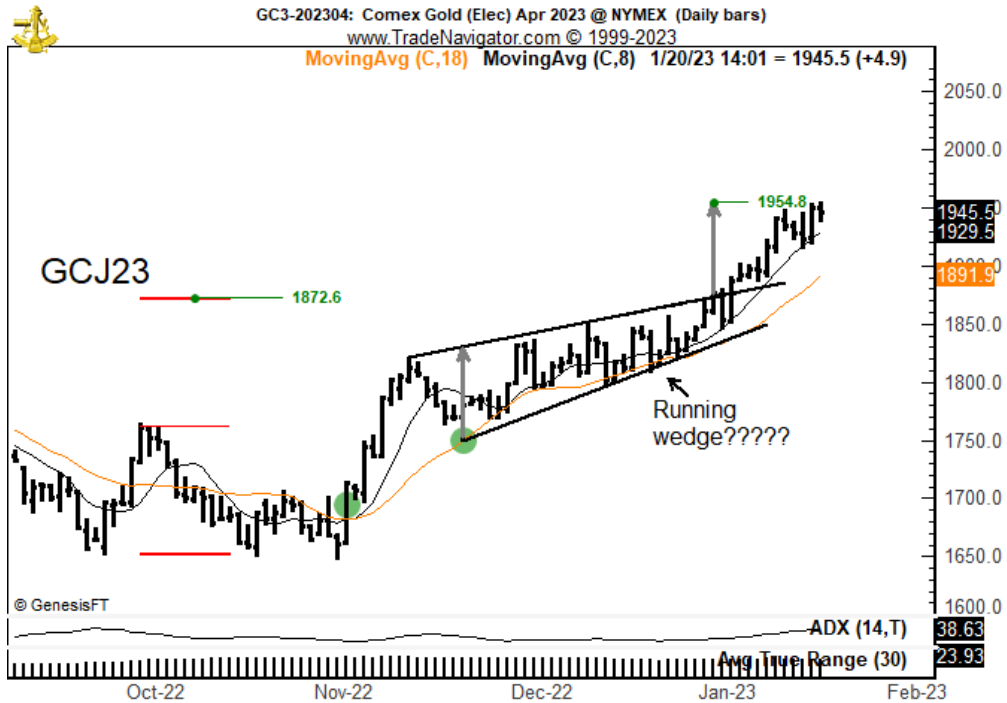
The points of similarity are:

- They both qualify as true double bottoms per Schabacker (1932) and Edwards and Magee (1948).
- The second low in each case was uplifted, indicating strong demand.
- The initial low in each case was created by sharp declines, creating “walls.”
- The advance off the second low in both cases were “walls,” indicating strength.
- The 2015 became an historic cycle low. Will the same be true for the recent low?



Current positions

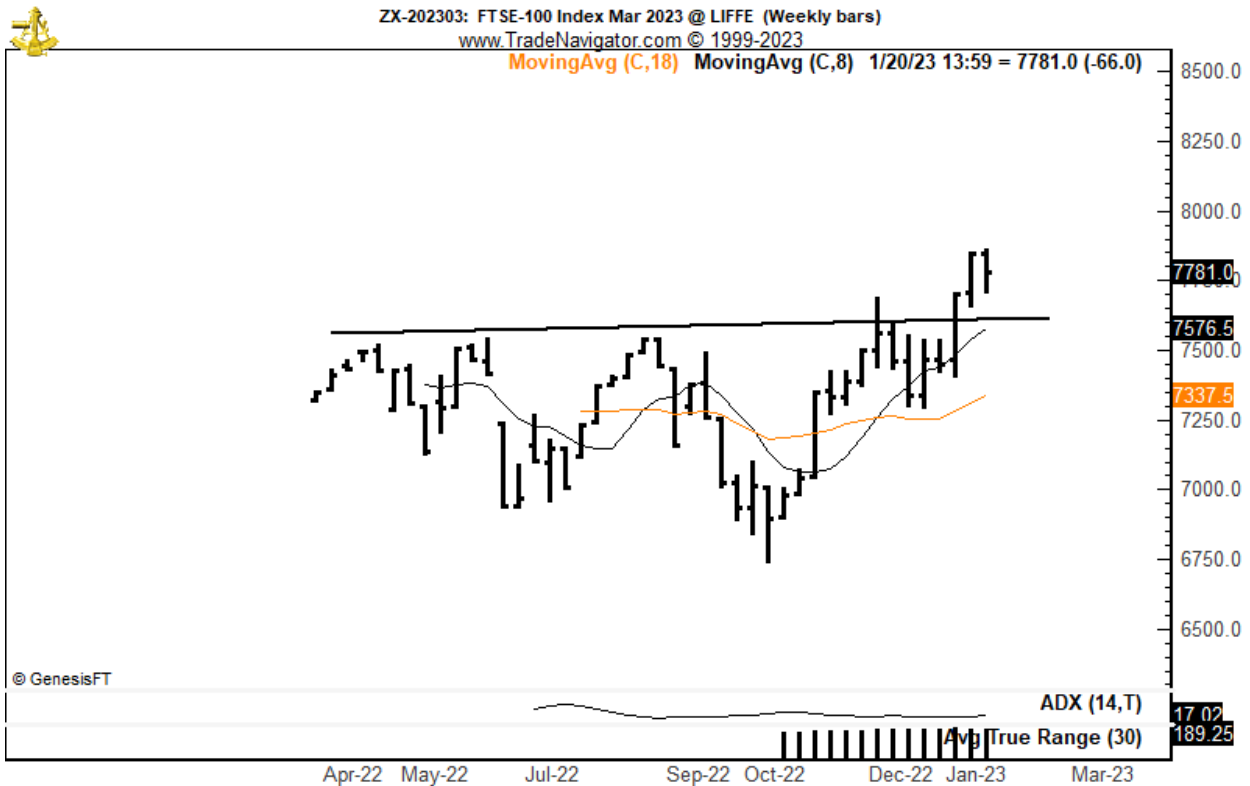
Gold futures. The target of the running wedge was met this past week. I exited the Feb futures position, representing one of two long tranches (the other being in the Apr contract). There are no further upside daily chart targets. The longer-term charts continue to suggest a possible advance to \$3,000 based on a massive Cup & Handle.



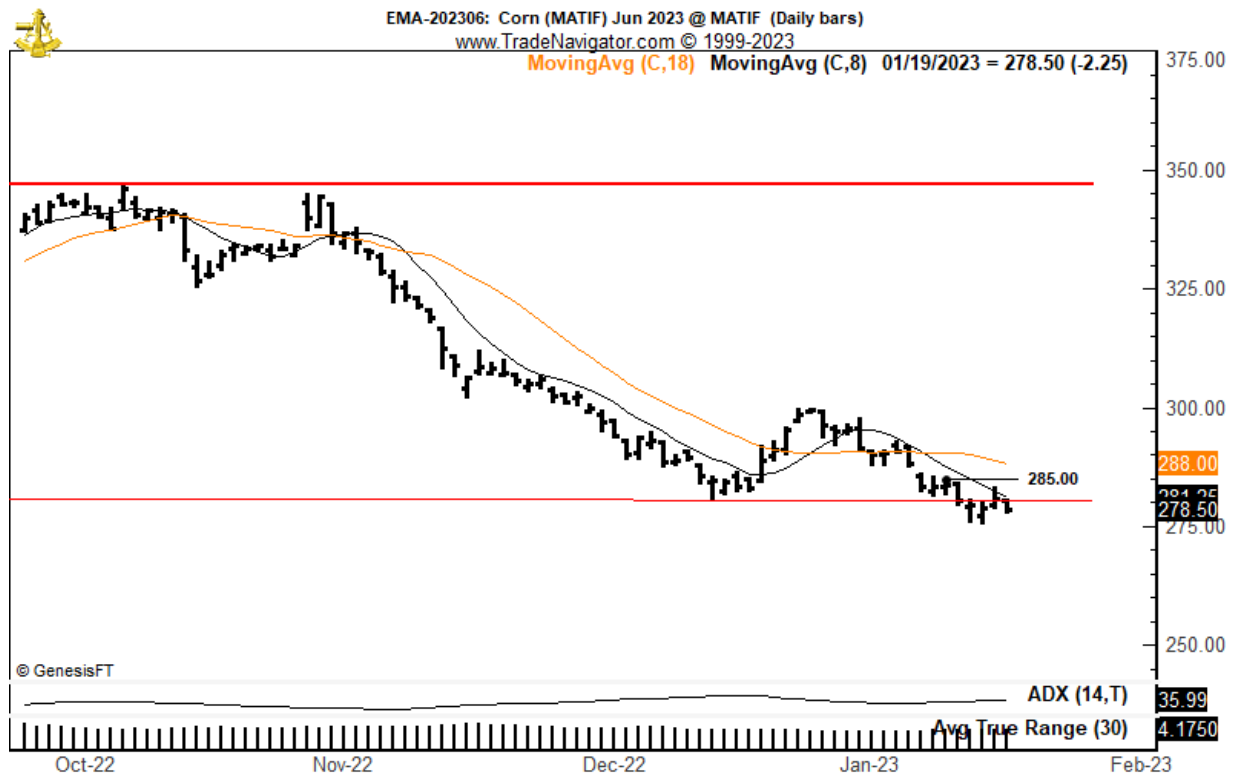
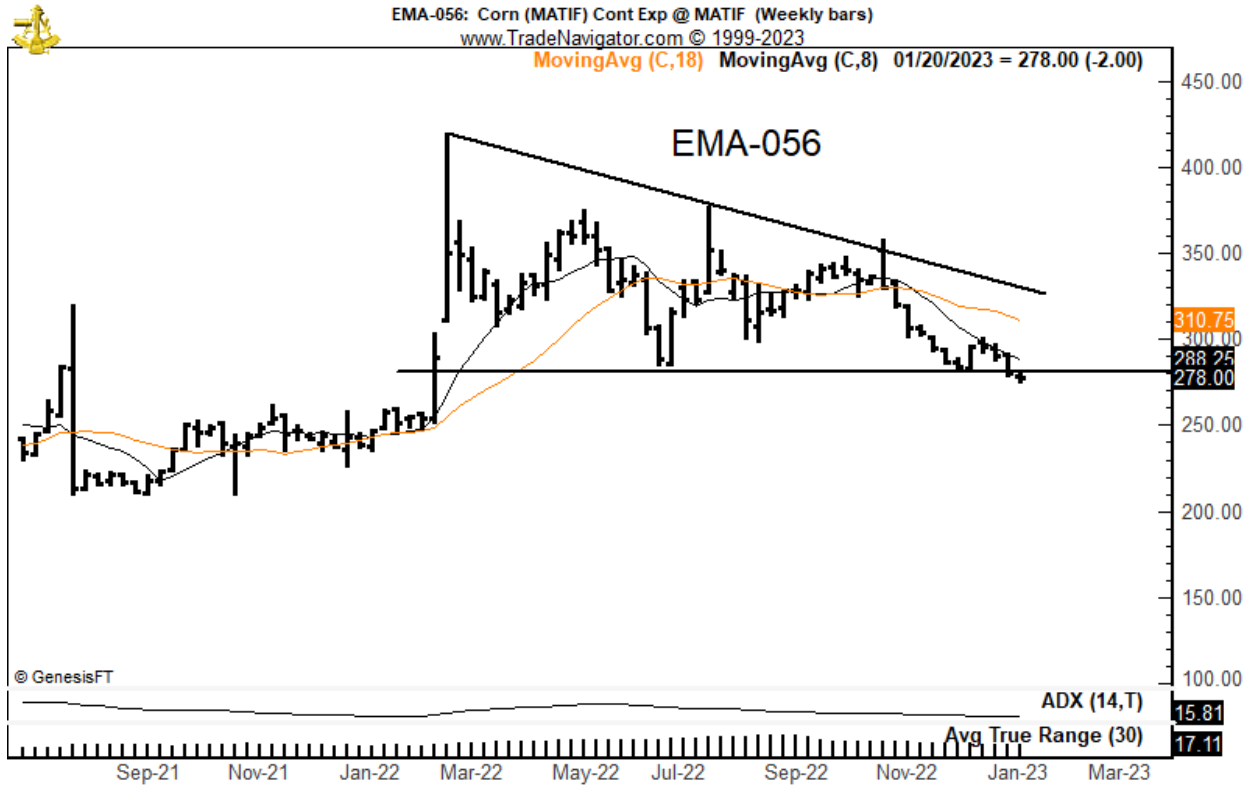
USDCNH (spot). Factor remains short 25%. The 3DTSR has marginally been triggered and I am holding stops just above this past week's high.



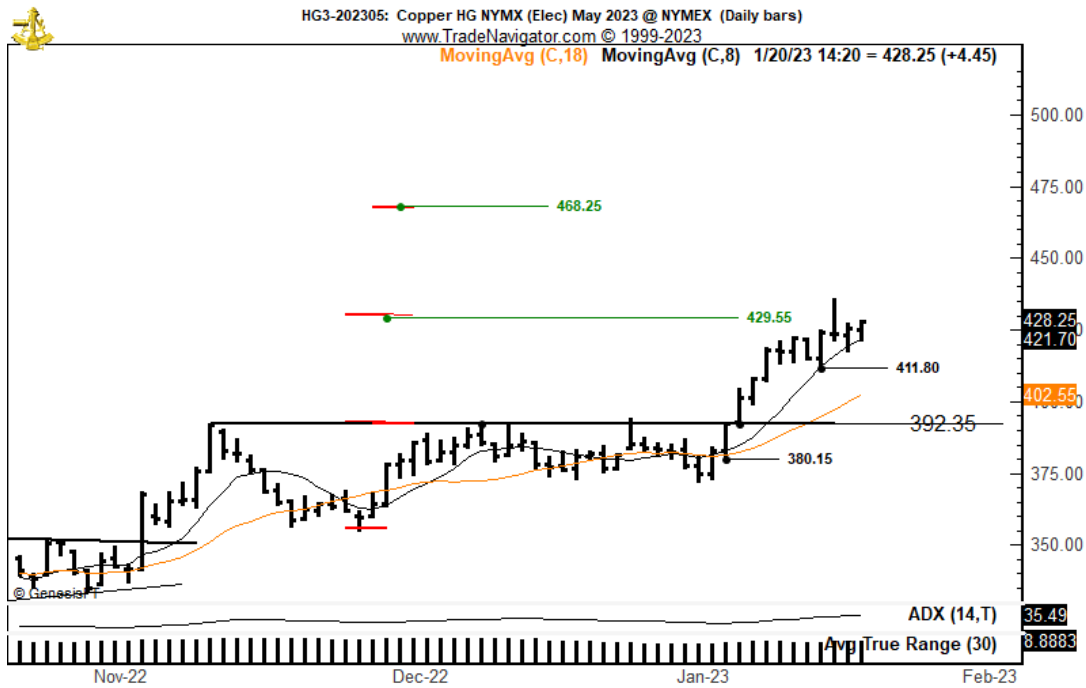
FTSE futures. A clean breakout has occurred in the UK FTSE. I exited half of my position this past week based on the 3DTSR. UK equities are going higher, potentially MUCH higher. Remember, as a trader I want to catch chunks in the middle. I have no desire to pick bottoms and tops.



MATIF Corn futures. The Factor Prop Account established a 50% short position on Tuesday. The market has lacked downside follow through.



Copper futures. The target in Copper was reached this past week. I took partial profits at the target and remain long a 25% position with stops below Thursday's low. The 2X target is 468.

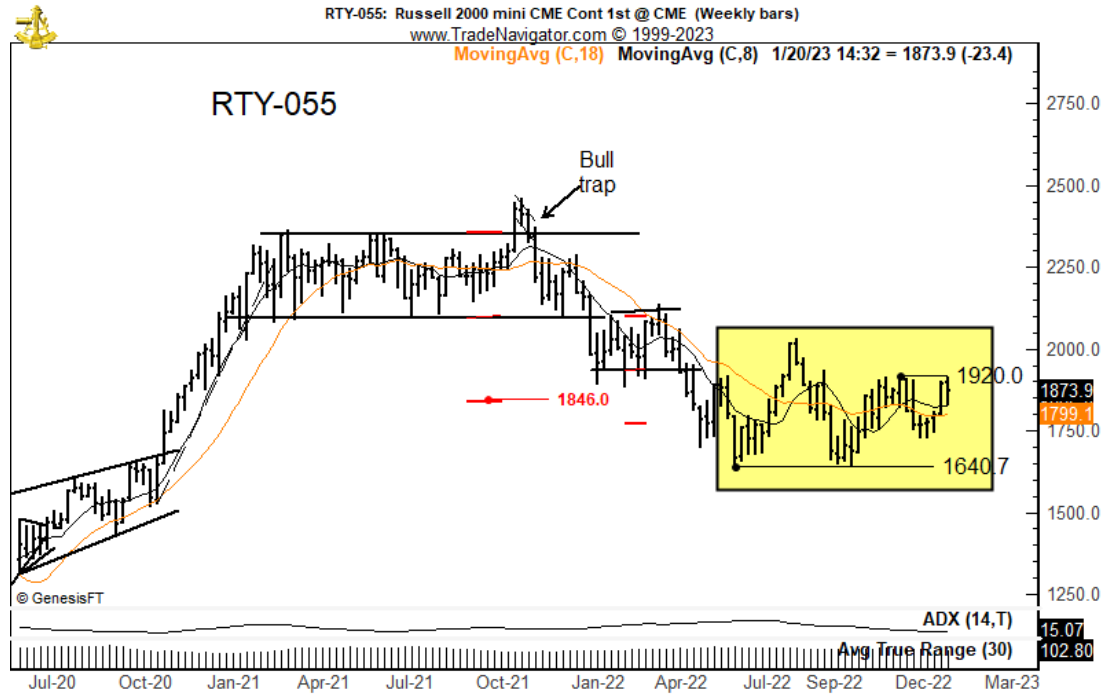


Canadian Rapeseed. In recent Factor Updates I have pointing out the inverted H&S forming in this market as either a reversal or failure pattern. This past week showed real weakness. While the right shoulder low must be penetrated to confirm the H&S failure, the roll over was enough for me to short this market on Thursday. I am 50% short and interested in doubling that position when the right shoulder low is violated.



Other markets of interest

Russell 2000. A massive possible Chair and Ottoman pattern presents itself on the weekly chart. It is my desire to be long a full 100% position (max risk = 70 BPs), risking to the last full daily bar in the pattern (which at this time is a guessing game).

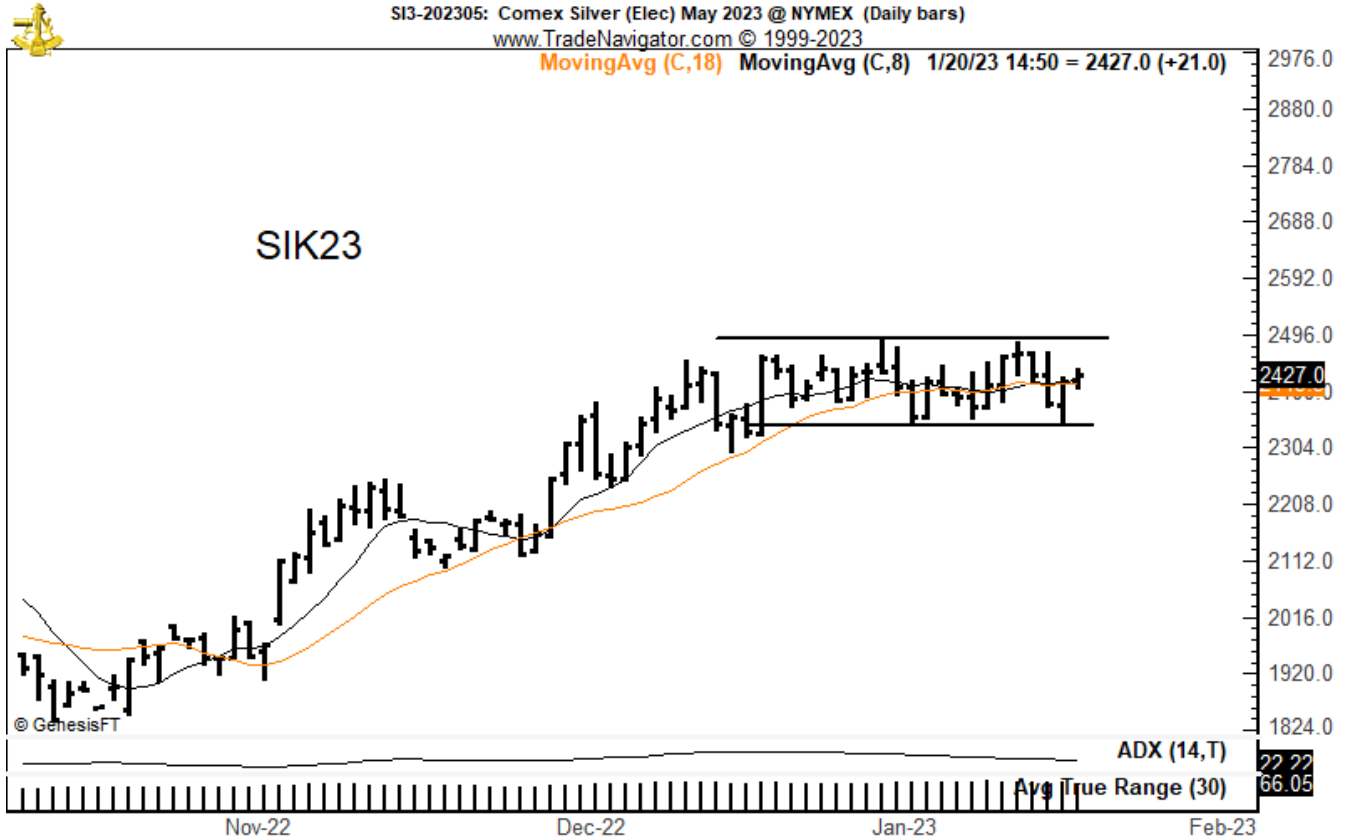


New Crop Grains. The chart shown is the sum of Nov Beans, Dec Corn and Dec Wheat (technically, Jul is the first new crop contract in Wheat). This chart indicates that grain prices are rolling over to the downside. How will I play this?

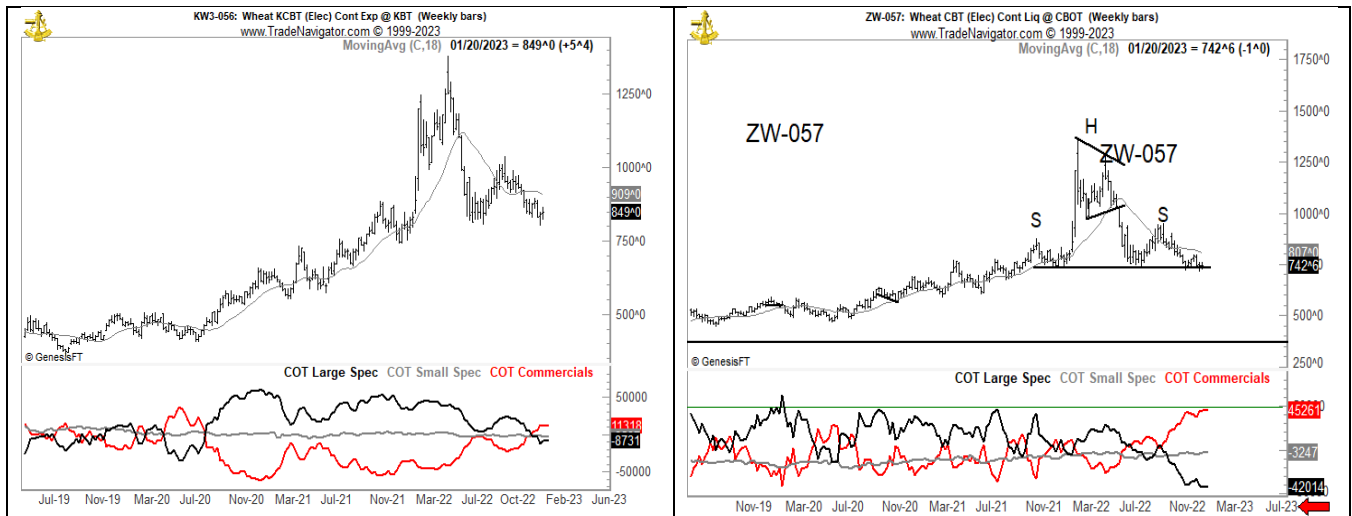
1. Alert placed at 28.04 (will send notice by IOS devices, email, two beeping computers)
2. Will short equal # of contracts for each grain at the market (50% position, or 30-35 BP risk)
3. Will place alert at 27.59. If triggered I will exit all three contracts at the market



Silver. Paging Nicholas Darvas. Silver is a market I hate to love and love to hate.



Wheat. The Commercials hve the biggest long position in Chicago Wheat since the major low in Apr 1919. Hedge funds are massively short. Commercials are seldom net long KC Wheat, as is presently the case.



Note on FX markets. I scrolled through my entire list twice, believing there had to be a good trade in the bunch. I am not excited about any FX trade. That might change, but for now I sit on my hands.



Weekly position/symbol tracking - Prop ONLY

W/O Jan 15, 2023

Beginning Trades	Beginning Positions	Starting radar list for New Initial Positions	Symbols / orders added during week	Actions, End of week position	BP +/-
GC23	L 50%	Gold		S 50% Tu 1914.8, flat	216
GCJ23	L 50%	Gold		Hold	
ZXH23	L 100%	FTSE		S 50% Th 7765, long 50%	13
USDCNH	S 25%	Yuan		Hold	
HGK23	L 50%	Copper		S 25% W 429.4, long 25%	80
LTC	L 50%	Litecoin		Hold	
		RSH23	Rapeseed	S 50% F 821.4, short 50%	
		YT3H23	3-Yr Ts	Unable, cxld	
		M2KH23	Russell	Unalbe	
		BTC	Bitcoin	Unable	
		FEIM23	Euribor	Cxld	
		EMAKM23	Matif Corn	S 50% Tu 276.5, short 50%	
		ZMK23	Soy Meal	Cxld	
		ZRK23	Rice	Unable, then cxld	
		PLJ23	Platinum	Cxld	
		NZDUSD	Futures	Cxld	
		GBPCHF	Spot	Unable, cxld	
			New Crop grains	Unable	
					309
		Closed trades YTD	4.6%		

Key: B = buy, S = sell; M = Mon., Tu = Tu., W = Wed., Th = Thurs., F = Fri., Sa = Sat.; LT = Long-term position



Weekly position/symbol tracking - Prop ONLY

W/O Jan 22, 2023

Beginning Trades	Beginning Positions	Starting radar list for New Initial Positions	Symbols / orders added during week	Actions, End of week position	BP +/-
GCJ23	L 50%	Gold			
ZXH23	L 50%	FTSE			
USDCNH	S 25%	Yuan			
HGK23	L 25%	Copper			
LTC	L 50%	Litecoin			
RSH23	S 50%	Rapeseed			
EMAM23	S 50%	MATIF Corn			
		M2KH23	Russell		
		ZSX,ZCZ, ZWZ			
					0
		Closed trades YTD			