

Tim W. Wood's

Cycles News & Views

Specializing in Dow Theory and Cycles Analysis



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Cycle Turn Indicator Direction and Swing Summary of Select Markets as of the close on July 13, 2024

Market	Daily CTI	Daily Swing	Weekly CTI	Weekly Swing
Industrial	Positive	Low	Positive	Low
Transports	Positive	Low	Positive	Low
NDX	Negative	High	Positive	Low
S&P Inverse Fund	Negative	N/A	Negative	High
CRB Index	Positive	Low	Negative	High
Gold	Positive	Low	Positive	Low
XAU	Positive	Low	Positive	Low
Dollar	Negative	High	Negative	High
Bonds	Positive	Low	Negative	Low
Crude Oil	Positive	Low	Positive	High
Unleaded	Negative	Low	Positive	High
Natural Gas	Positive	High	Negative	High

*Since this fund is quoted at the end of the day it is impossible for the concept of swing highs and lows to apply on a daily level. The primary interests here are the weekly developments.

The daily is representative of the short-term and the weekly is representative of the intermediate-term

Short-term Updates

Note on the Cycle Turn Indicator

The most important indicator we have is the Cycle Turn Indicator and the most important timeframe, at least in my mind, is the intermediate-term. This indicator has proven itself time and time again. In reality, this is all we really need to know. Everything else is secondary. That being said, please be sure to monitor the "Cycle Turn Indicator Direction and Swing Summary" above. Red indicates that a swing high and down turn of the Cycle Turn Indicator has occurred and lower prices should follow. The only exception here is that on the daily stock market signals we also want to see both the slow cycle Turn Indicator and the New High/New Low Differential in agreement with the original Cycle Turn Indicator, which is what is covered in this summary above. Yellow, is cautionary meaning that the Cycle Turn Indicator and the swing are not in agreement, which is typically indicative of a trend change. Green, means that a swing low has occurred and that the Cycle Turn Indicator is positive, which should be followed by higher prices. Again, the only exception here is the daily stock market signals in that we want to see both the slow Cycle Turn Indicator and the New High/New Low Differential in agreement with the original Cycle Turn Indicator, which is what is covered in this summary above. For everything else, all that matters is the formation of a swing and the direction of the Cycle Turn Indicator.

See Notes for New Subscribers at the bottom of the Short-Term Update Page or the Research Letter page for information on understanding Cycles and Swings.

July 13, 2024

Stocks

End of Week Intermediate-Term Indicator Summary Intermediate-Term Buy	
Primary Indicators	
Formation of a Weekly Swing Low	Bullish
Cycle Turn Indicator (CTI)	Bullish
CTI on Rydex Tempest Fund *	Bearish
Confirming Indicators	
Trend Indicator (TI)	Bearish
Advance/Decline Issues Diff	Bullish
New High New Low Diff	Bullish
Secondary Indicators	
5 3 3 Stochastic	Bullish
Cycle Momentum Indicator	Bullish
<i>*When this indicator is Bullish it is negative for the market and visa versa.</i>	

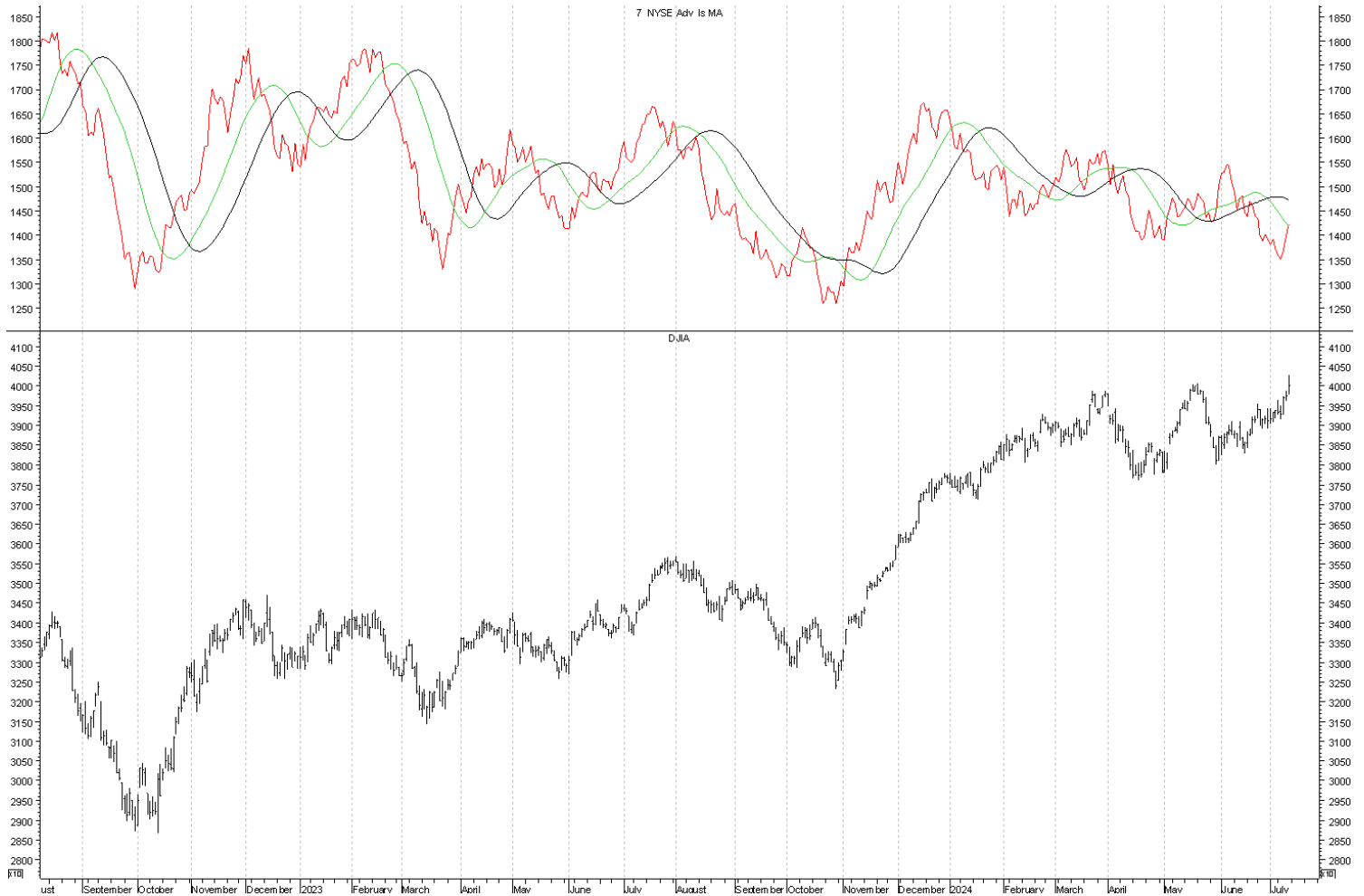
Daily Indicator Summary Short-Term Buy	
Primary Indicators	
Formation of a Daily Swing Low	Bullish
Cycle Turn Indicator (CTI)	Bullish
Slow Cycle Turn Indicator (CTI)	Bullish
New High/New Low Differential	Bullish
Confirming Indicators	
Trend Indicator (TI)	Bullish
McClellan Intermediate Term Breadth Momentum Oscillator (ITBM)	Bullish
McClellan Intermediate Term Volume Momentum Oscillator (ITVM)	Bullish
McClellan Summation Index	Bullish
McClellan Volume Summation Index	Bullish
Secondary Short Term Indicators	
5 3 3 Stochastic	Bullish
Cycle Momentum Indicator	Bullish
Trading Cycle Oscillator	Bullish
Momentum Indicator	Bullish
Ratio Adjusted McClellan Oscillator Crossover	Bullish
Accumulation/Distribution Index	Bullish

The trading cycle low on the Industrials was seen on May 30th. With the advance on Monday the risk of a left-translated trading cycle was corrected and with the continued advance that followed, this trading cycle advance is not only now right-translated, but the May intermediate-term cycle high has also been bettered as well. The timing band for the pending trading cycle low runs between July 10th and July 30th. Once a daily swing high and downturn of ALL Three of the Primary Short-Term Indicators are seen, a short-term sell signal will be triggered and the trading cycle top should be in place. While this trading cycle struggled initially, as reported in these update, the expectation of another trading cycle up did not change and now in light of the developments seen this week, the pending trading cycle low will leave the Industrials positioned for such advance. It will be with that trading cycle advance the higher degree intermediate-term cycle will have an opportunity to peak as we move into the timing band for the next intermediate-term cycle low. It has been with this next trading cycle advance that I have been looking to for the capping of this intermediate-term cycle and the setup with the CheckMate Chart to take hold. In the short-term, the

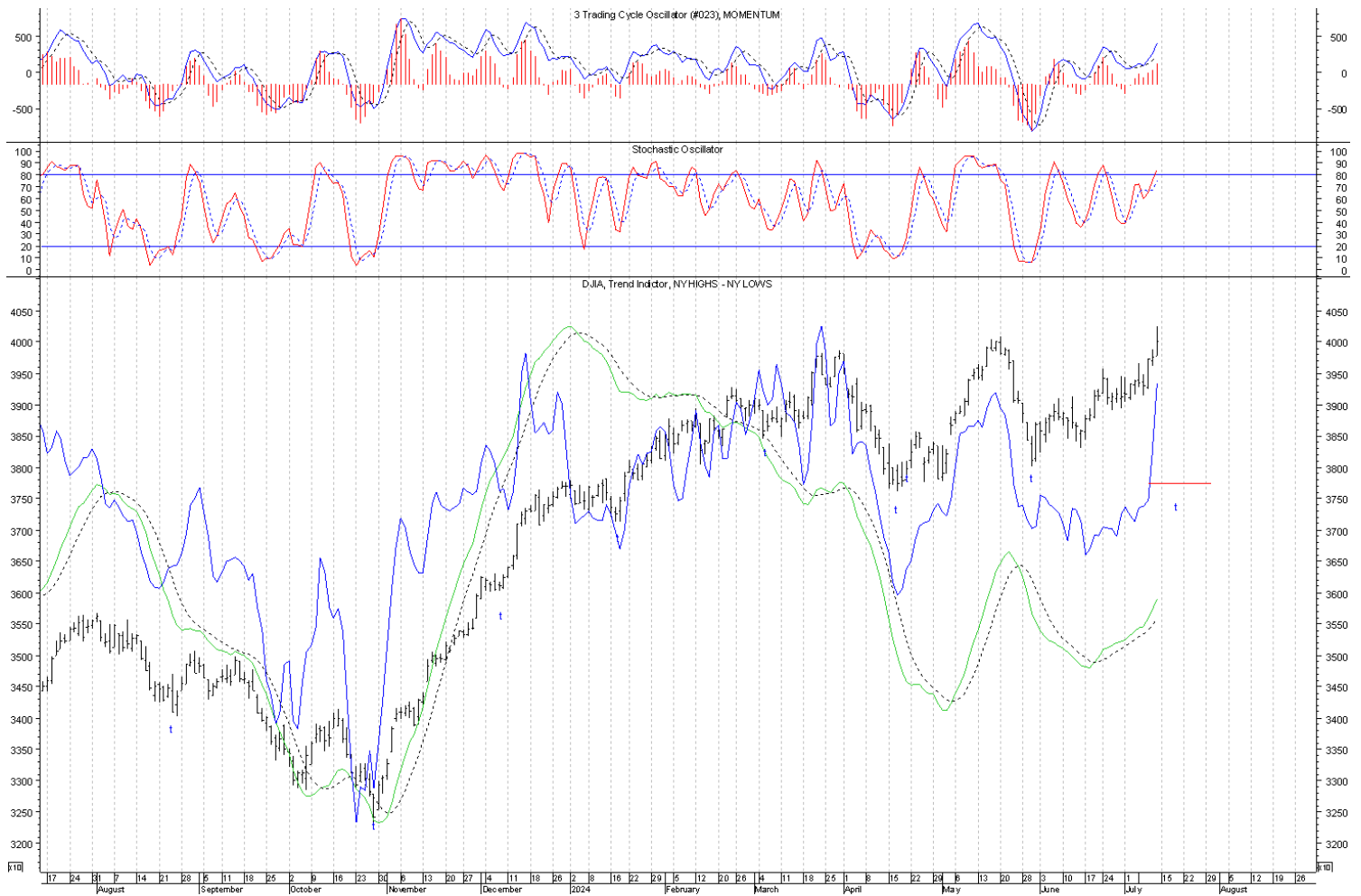
price/oscillator picture remains ripe for the trading cycle top, which should be in place once a daily swing high AND downturn of ALL Three of the Primary Short-Term Indicators are seen.

Crude Oil completed the formation of a daily swing low on Thursday and on Friday the daily CTI turned up, technically triggering a short-term buy signal. However, because of the reversal lower, we must see a close above Friday's high as confirmation of this signal. Any further weakness that completes the formation of a daily swing high will be suggestive of the advance out of the July 10th daily swing low having run its course. At a higher level, the July 5th trading cycle top is an opportunity to cap the higher degree intermediate-term cycle top as well. Gasoline completed the formation of a daily swing low on Friday, but reversed lower and with the daily CTI remaining negative, the July 8th short-term sell signal remains intact. As with Crude Oil, the expectation has been for this advance to be counter-trend and this week's completion of a weekly swing high is suggestive of this advance having run its course, but we next need to see the downturn of the weekly CTI in order to trigger an intermediate-term sell signal. The short-term sell signal on Natural Gas remains intact and at a higher level the evidence continues to be suggestive of the intermediate-term cycle top having also been seen and that the counter-trend advance has run its course. The CRB Index triggered a questionable short-term buy signal on Friday, but as confirmation we must see further strength on Monday. Friday was an inside day on Gold so there were no changes. The price/oscillator picture remains ripe for the trading cycle top in Gold, which should be in place once a short-term sell signal is triggered. If the decline out of the trading cycle top completes the formation of a weekly swing high, it will be suggestive of a left-translated intermediate-term cycle top. The short-term buy signal on the XAU also remains intact and here too, once a short-term sell signal is triggered it will be indicative of the trading cycle top. As with Gold, if the decline out of the trading cycle top completes the formation of a weekly swing high, it will put the XAU at risk of a left-translated intermediate-term cycle top. The Dollar triggered a short-term sell signal on Thursday and more weakness followed on Friday. We are either seeing an additional push into the trading cycle low, or we have a failed and left-translated trading cycle at play. Until proven otherwise, we will assume this to be in association with continued weakness into the trading cycle low. The short-term buy signal and advance out of the trading cycle low on Bonds remains intact. The expectation continues to be for further strength in association with the advance out of the higher degree intermediate-term, seasonal and suspected 3-year cycle lows as we see increased pressure on rates.

The Intermediate-Term Advancing Issues Line, plotted in red, continued its upturn on Friday in conjunction with this ending push into the trading cycle top. The Green MA continues its downturn below the Black MA and there are generally two crossings below the Black MA in association with intermediate-term cycle tops. Now that the current trading cycle is right-translated, a second crossing of the Green back above the Black with one additional trading cycle up would be ideal.

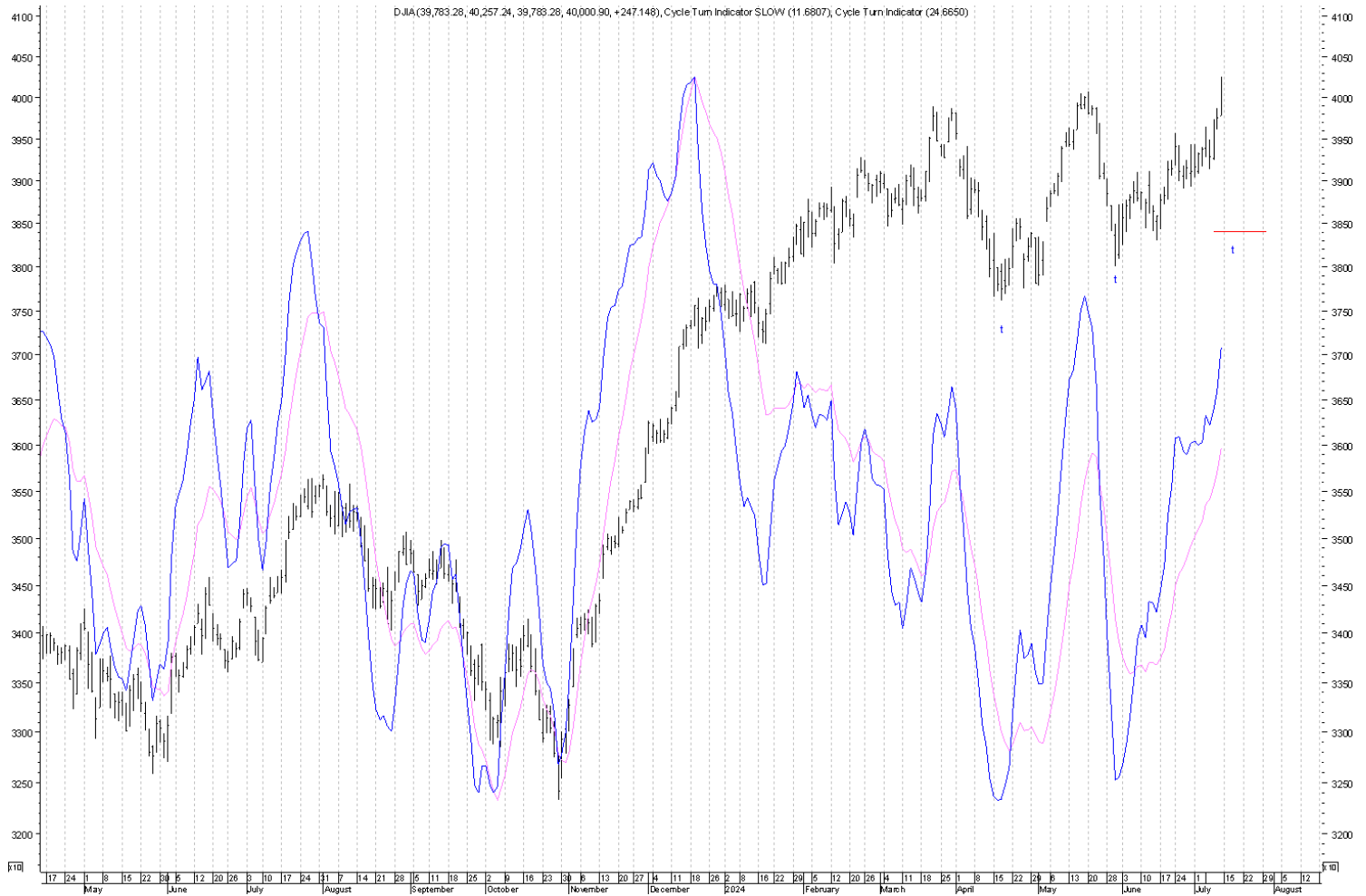


The **Trading Cycle Oscillator** in the upper window continues its latest upturn above the trigger line and the **Momentum** Indicator continues its upturn above its zero line. The **5 3 3 Stochastic** in the middle window has moved back into overbought territory. The **New High/New Low Differential**, plotted with price, has also continued its upturn. As discussed in the Thursday night update, we knew that the overall oscillator picture had improved, but given the now due trading cycle low, this should be an ending push into the trading cycle top. The **Trend Indicator** remains above its trigger line.

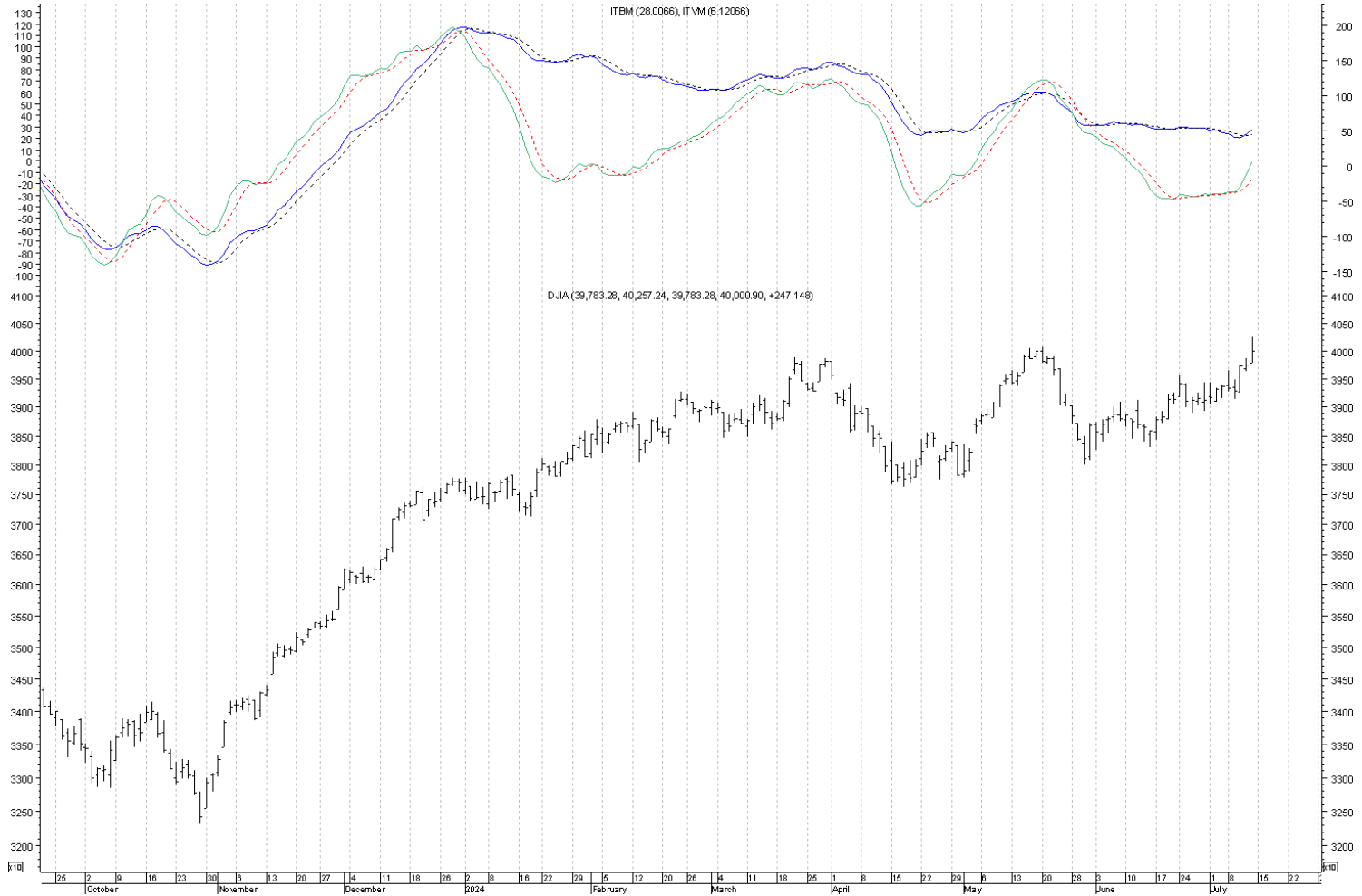


The Three Primary Short-Term Indicators are the **Original** and the **Slow** Cycle Turn Indicators, both plotted below, and the **NYSE New High/New Low Differential**, plotted with price above.

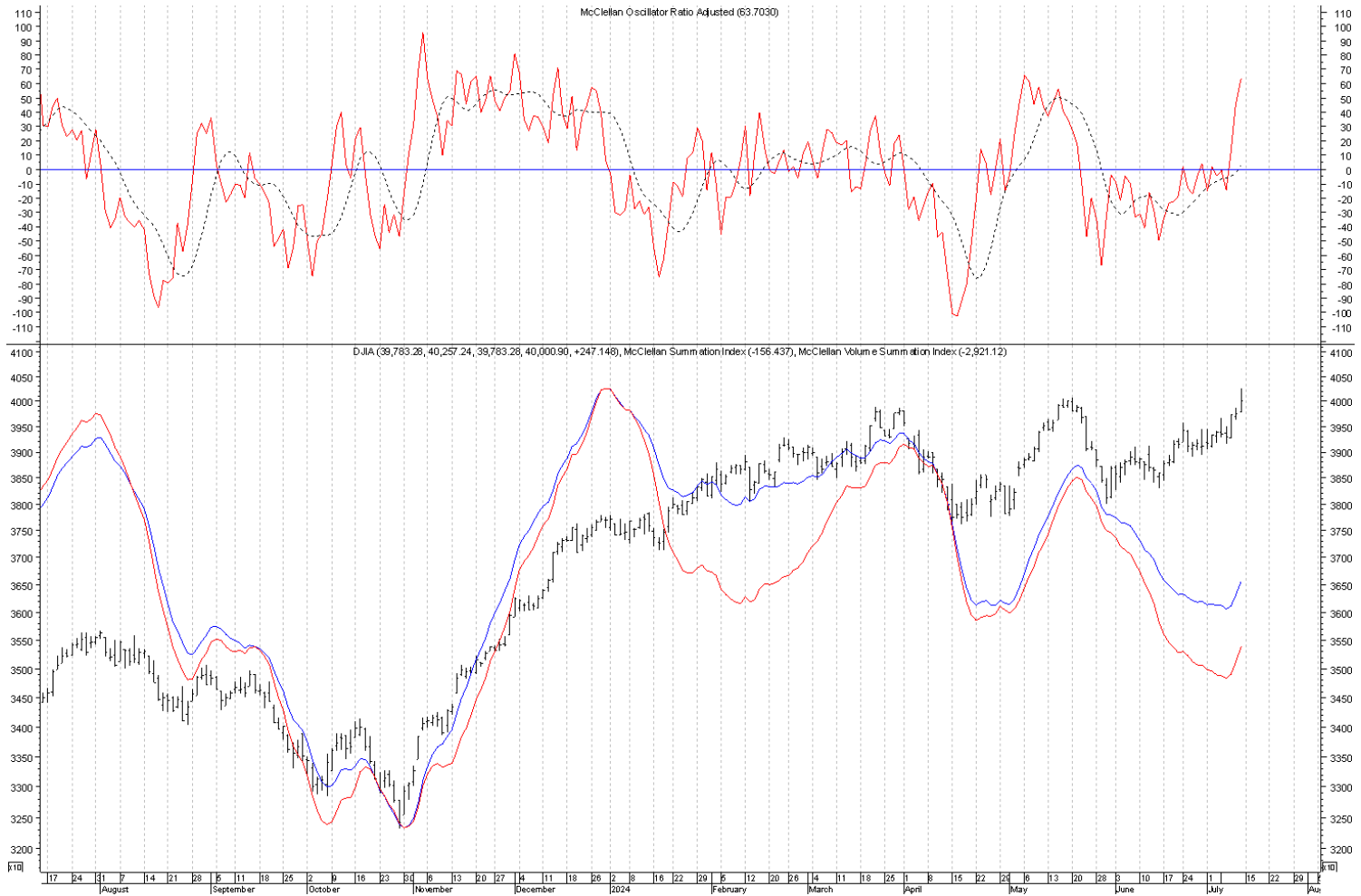
Bottom line, the trading cycle top should be close at hand, but the short-term buy signal and advance out of the May 30th trading cycle low will remain intact until a daily swing high AND downturn of ALL Three of the Primary Short-Term Indicators are seen. A daily swing high will be completed on Monday if 40,257.24 is not bettered and if 39,783.28 is violated.



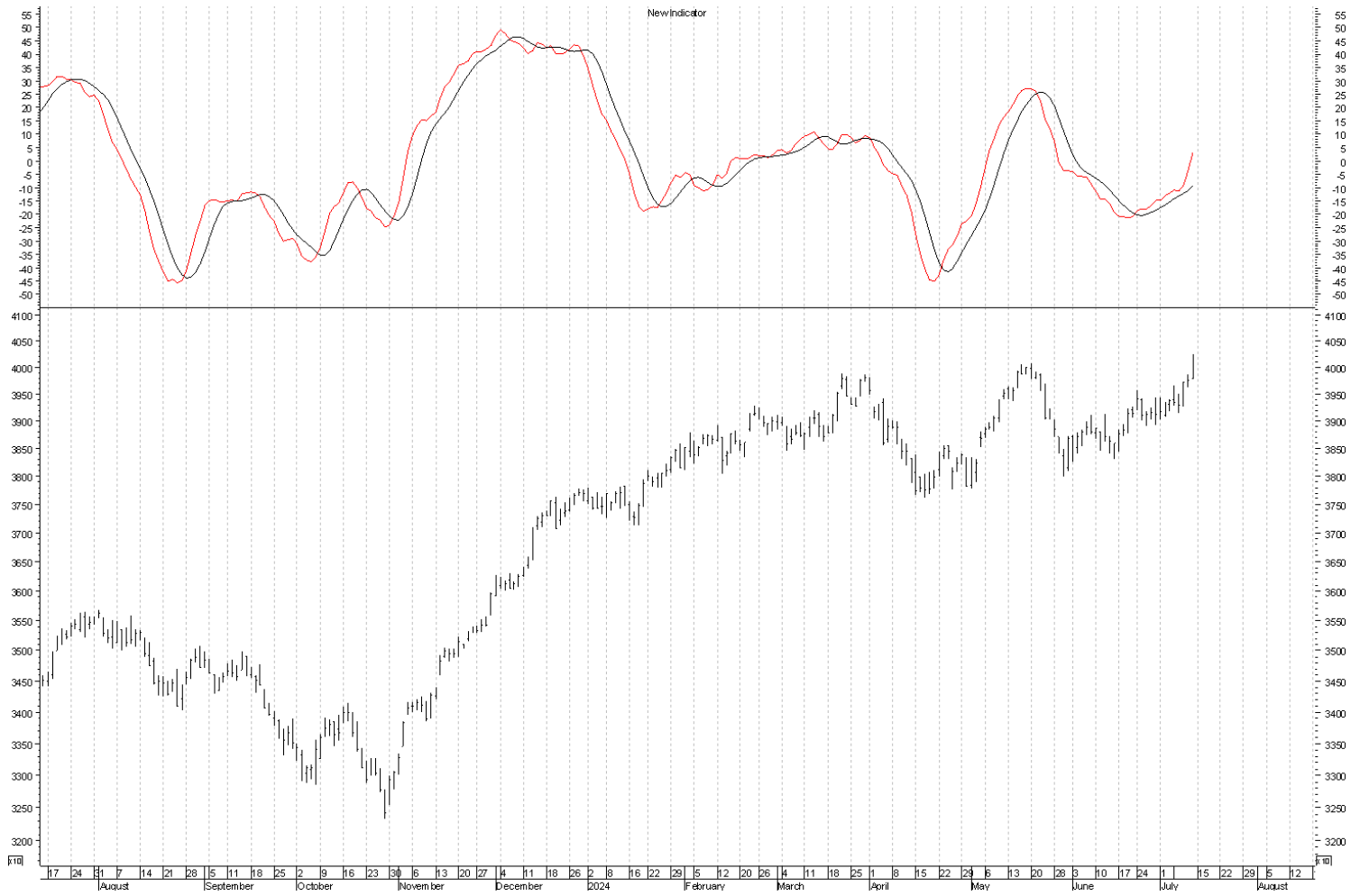
Both the **Intermediate Term Breadth Momentum Oscillator** and the **Intermediate Term Volume Momentum Oscillator** are now in gear to the upside, but again, with the trading cycle low now due, this should be in association with an ending push into the trading cycle top.



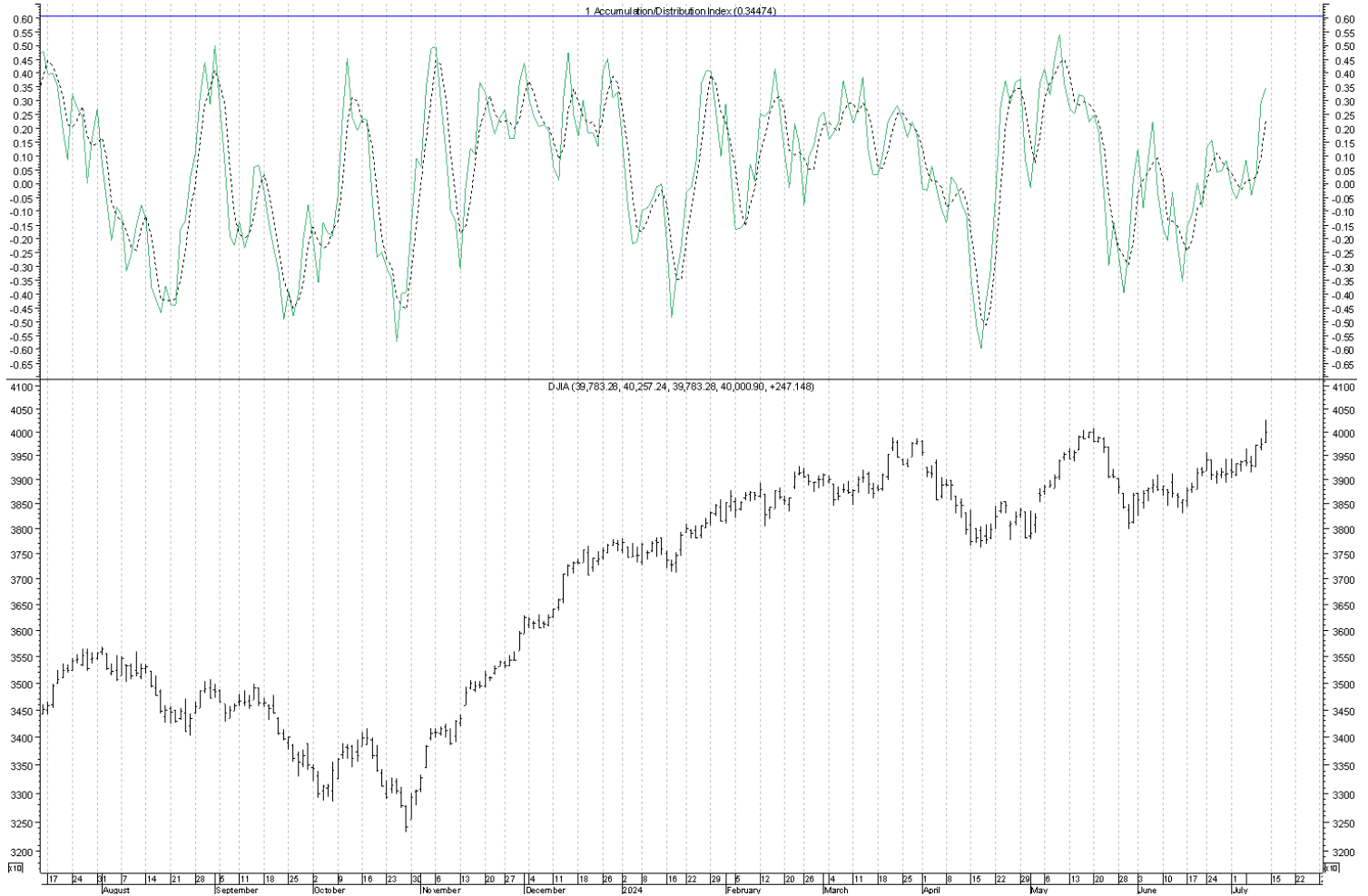
Both the **McClellan Summation Index** and the **McClellan Volume Summation Index** also continue their upturns in conjunction with the push into the trading cycle top. The **Ratio Adjusted McClellan Oscillator** in the upper window continues its upturn as well. Again, given the now due trading cycle low, every indication is that this is in conjunction with an ending push into the trading cycle top. The triggering of a short-term sell signal in conjunction with another crossing below the trigger and zero lines should serve as confirmation of the short-term sell signal and the trading cycle top.



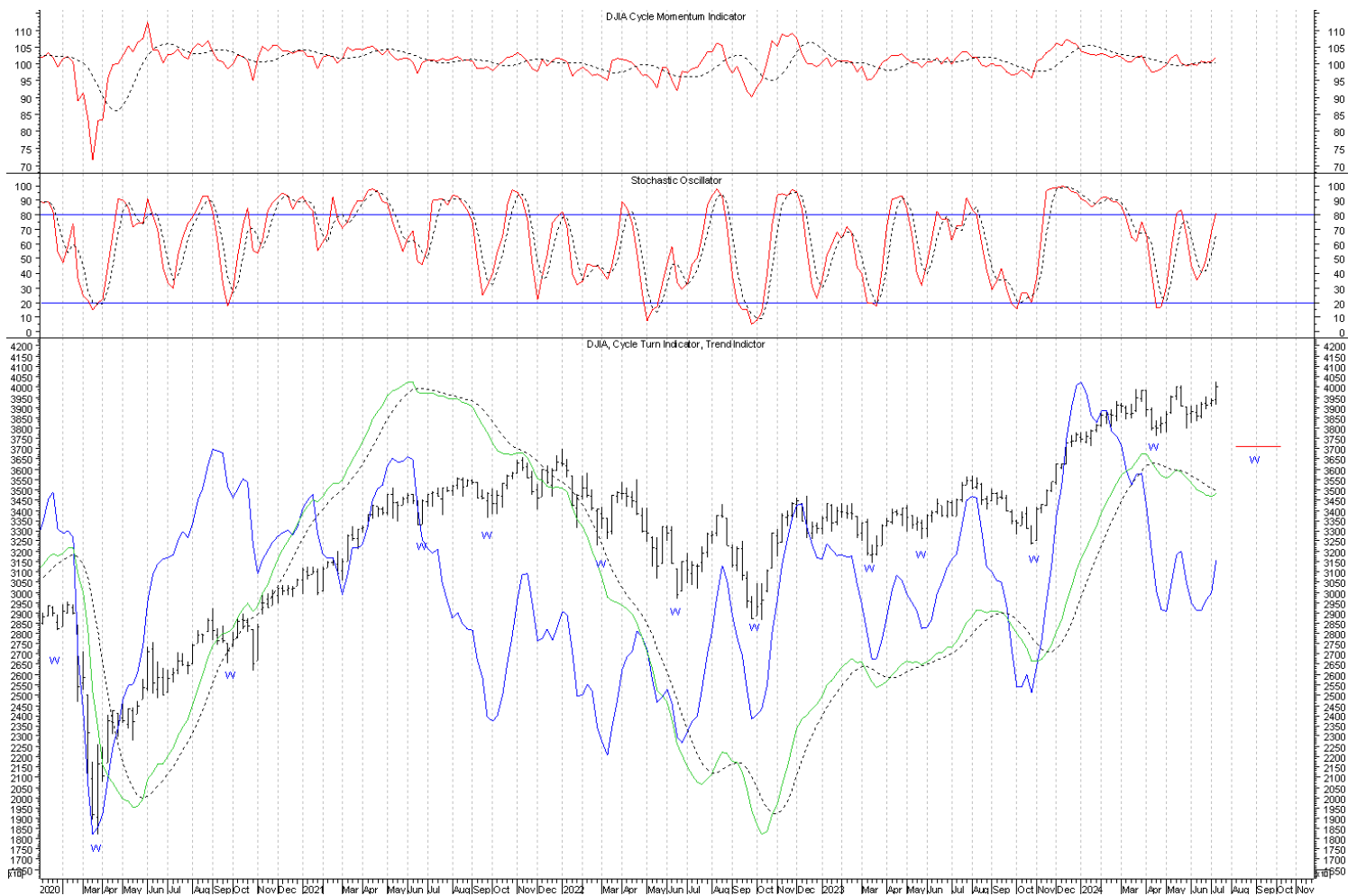
The smoothed McClellan oscillator continues its upturn. A crossing back below the trigger line will be suggestive of the trading cycle top.



The **Accumulation/Distribution Index** continued its upturn on Friday in conjunction with the push into the trading cycle top. Once another downturn of this indicator and the completion of a daily swing high are seen, the trading cycle top should be in place.



Our weekly chart of the Industrials is next and the intermediate-term buy signal remains intact. I have looked for continued strength in conjunction with this intermediate-term cycle advance as we moved into the 3rd quarter and with the bettering of the May high this past week that expectation has proven correct. It is now with one additional trading cycle up I have been anticipating this intermediate-term cycle top and once the pending trading cycle low is in place, the Industrials will be positioned for that advance. Until some development should prove otherwise, that expectation will continue to stand. Bottom line, this intermediate-term buy signal will remain intact until another weekly swing high AND downturn of the weekly CTI are seen. The timing band for the next intermediate-term cycle low runs between August 9th and October 11th. Another weekly swing high will be completed in the coming week if 40,257.24 is not bettered and if 39,146.60 is violated



Next is our weekly chart of the Industrials, along with my Intermediate-Term Advance Decline Line in the upper window. Bottom line, in spite of the bettering of the May high, the non-confirmation with the March price high stands. **Knowing that non-confirmations with my Intermediate-Term Advance Decline Line are one of the DNA Markers that have been seen at every 4-year cycle top since the inception of my AD data going back to 1926, and that all but one 4-year cycle top since the inception of the averages in 1896 have occurred in conjunction with a Dow Theory non-confirmation, the possibility of a more meaningful top in conjunction with the recent intermediate-term cycle top remains on the table. Therefore, this ongoing non-confirmation continues to serve as a warning of an ending push into the higher degree cycle top/s in association with what is expected to be the setting up of the CheckMate Chart.**

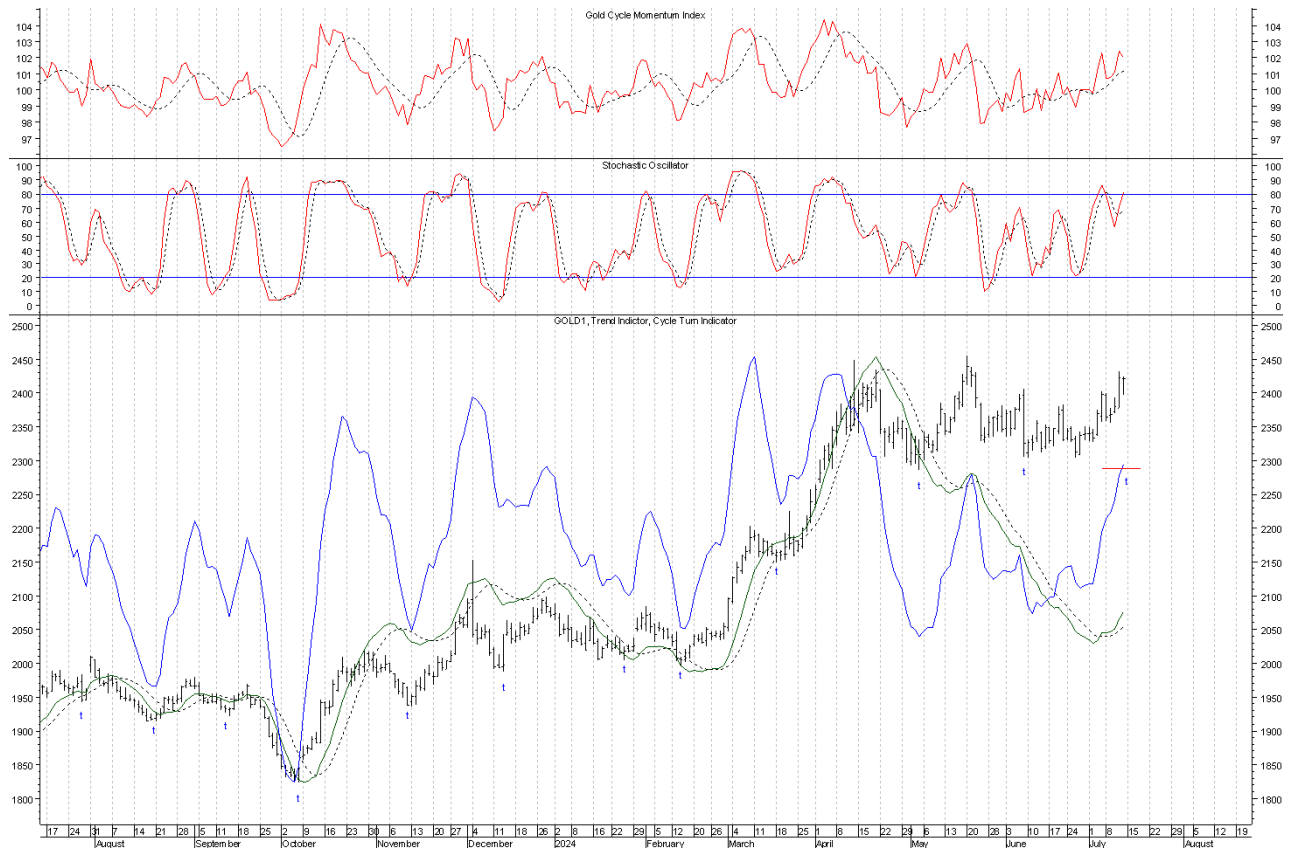


Gold

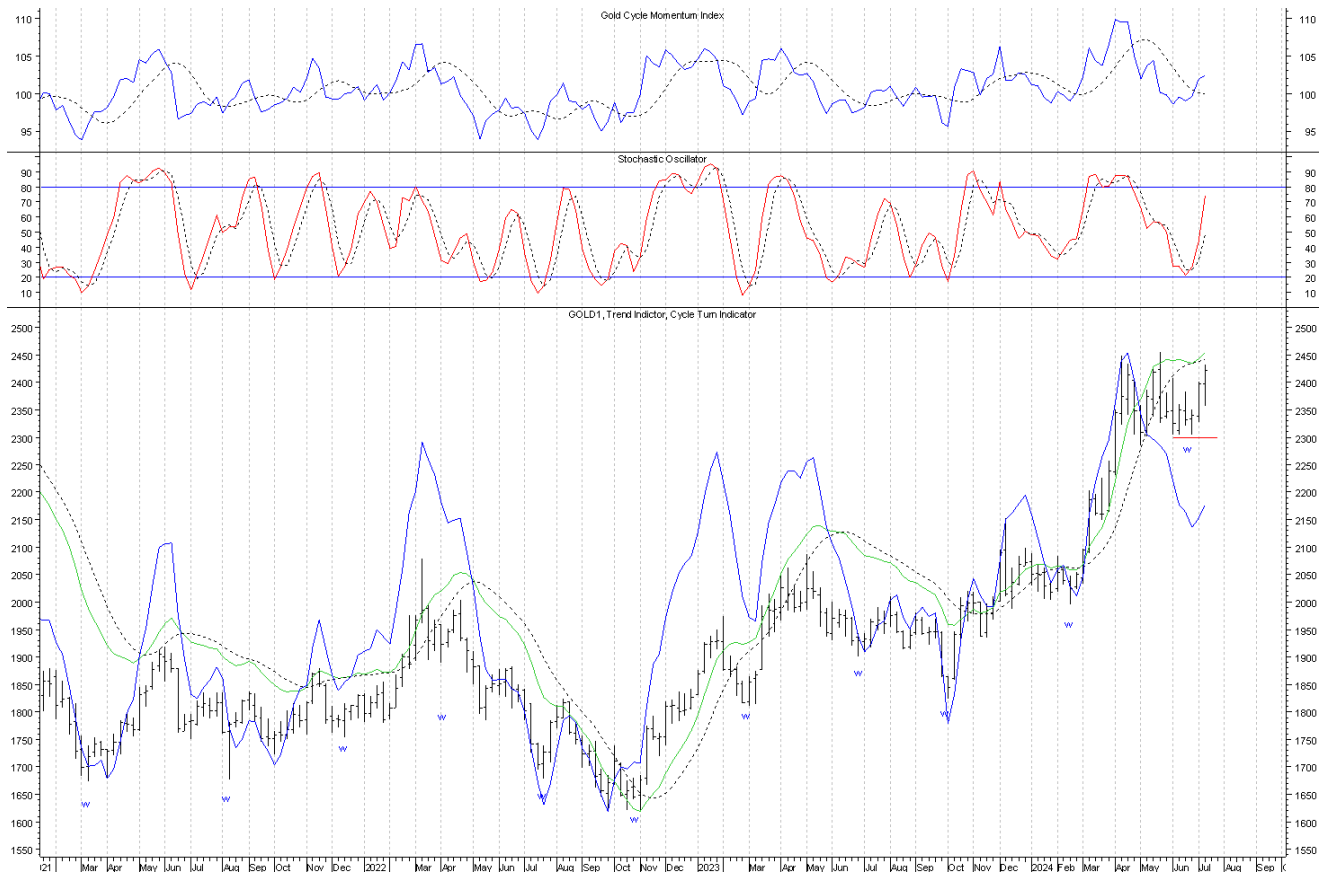
End of Week Intermediate-Term Indicator Summary Intermediate-Term Buy	
Primary Indicators	
Formation of a Weekly Swing Low	Bullish
Cycle Turn Indicator (CTI)	Bullish
Confirming Indicators	
Trend Indicator (TI)	Bullish
Cycle Momentum Indicator	Bullish
Secondary Indicators	
5 3 3 Stochastic	Bullish

Daily Indicator Summary Short-Term Buy	
Primary Indicators	
Formation of a Daily Swing Low	Bullish
Cycle Turn Indicator (CTI)	Bullish
Confirming Indicators	
Trend Indicator (TI)	Bullish
Cycle Momentum Indicator	Bullish
Secondary Short Term Indicators	
5 3 3 Stochastic	Bullish

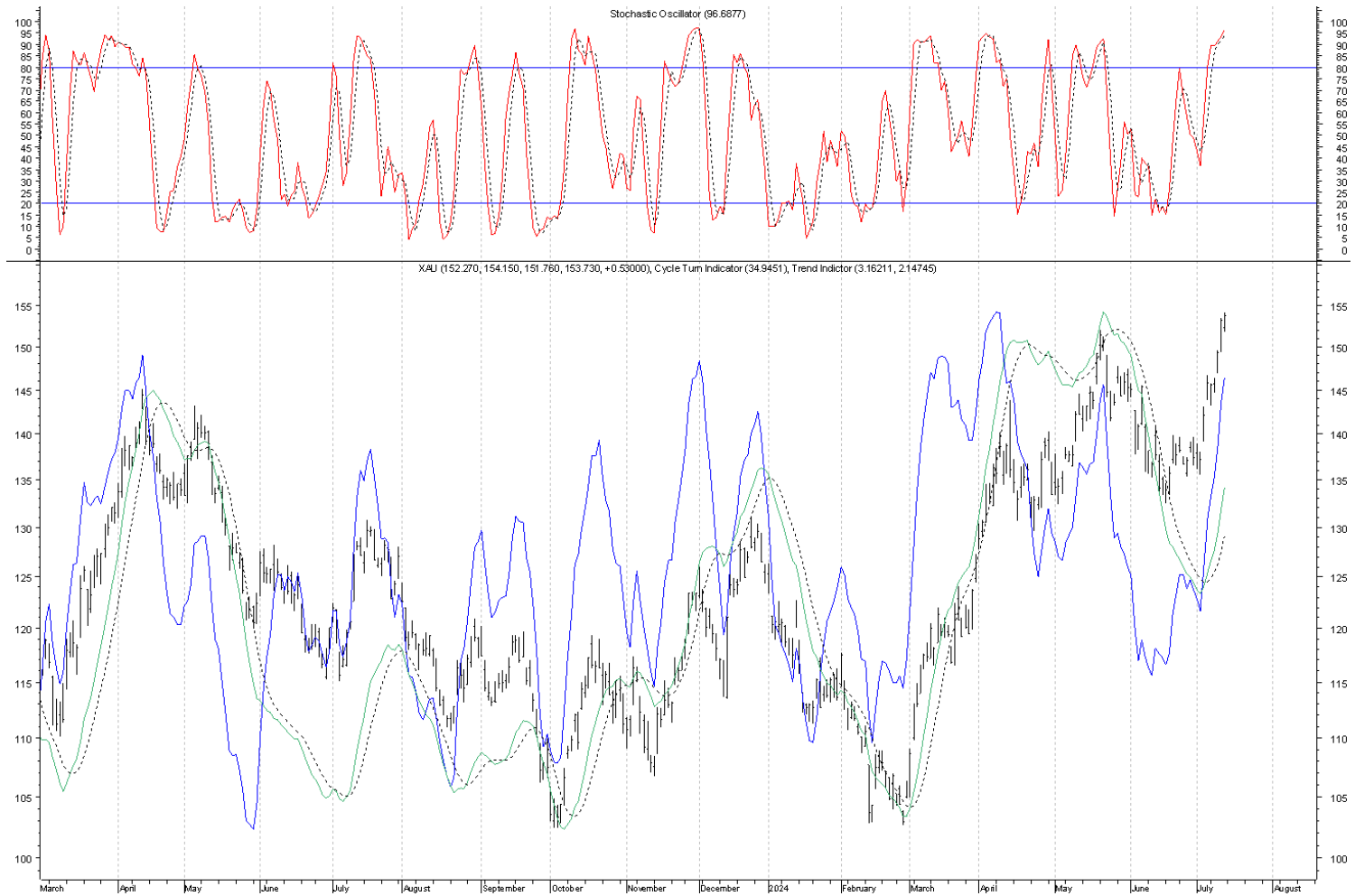
The timing band for the now due trading cycle low runs between July 3rd and July 18th. With Friday being an inside day, there were no changes. The price/oscillator picture continues to be suggestive of the trading cycle top, which should be in place once a daily swing high and downturn of the daily CTI are seen. Every indication is that the intermediate-term cycle low was seen in conjunction with the June 7th trading cycle low and it is this intermediate-term advance that serves as the structural test of the previous intermediate-term cycle top and possibly the seasonal cycle top as well. If the decline out of the trading cycle top completes the formation of a weekly swing high it will put Gold at risk of a left-translated intermediate-term cycle top. A daily swing high will be completed on Monday if 2,430.40 is not bettered and if 2,376.80 is violated.



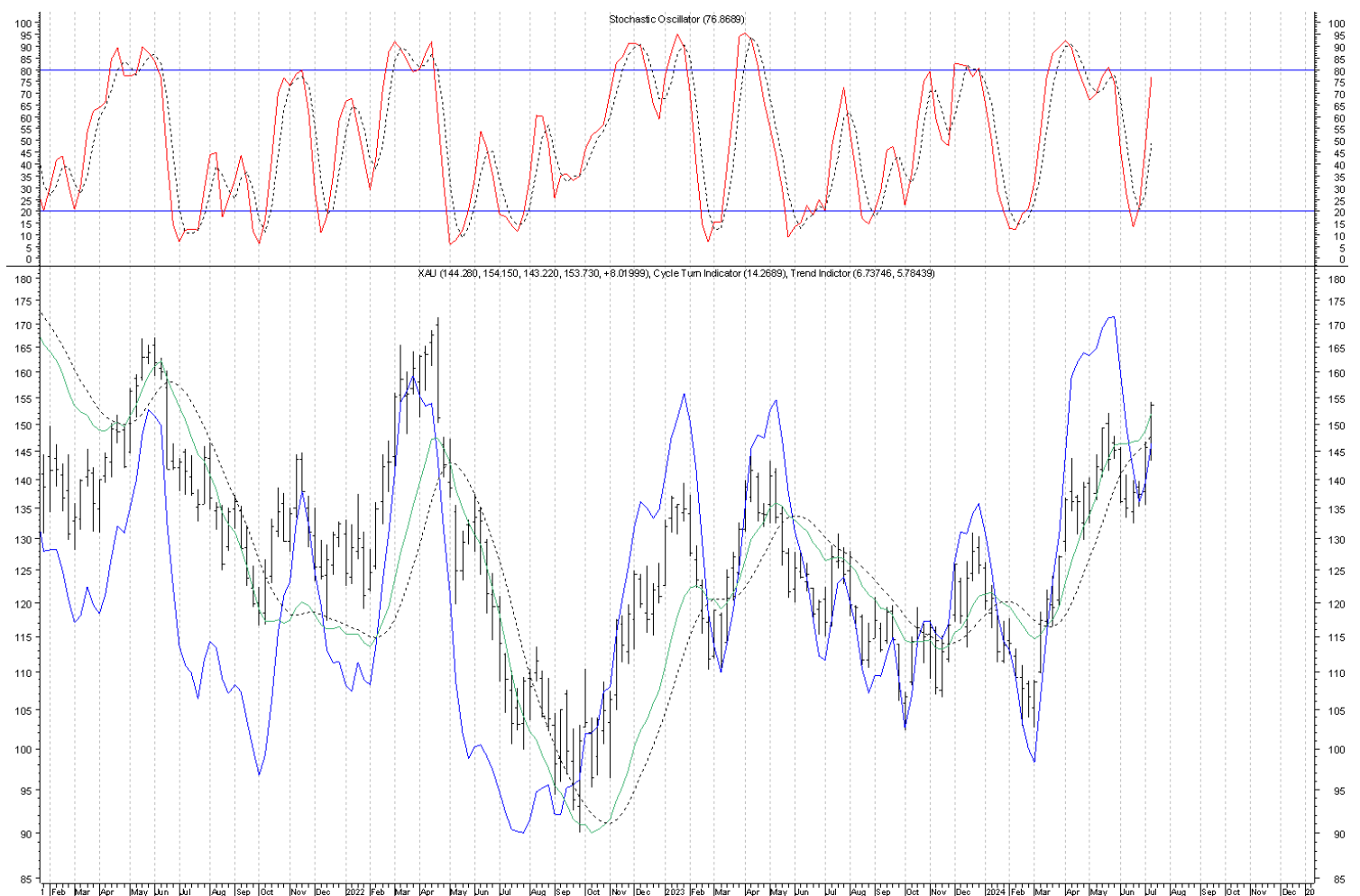
Our weekly chart of Gold is next and the timing band for the current intermediate-term cycle low runs between June 4th and July 23rd. We have known that the price/oscillator picture has been suggestive of the intermediate-term cycle low, but with all of the price action since the June 7th price bar having occurred within the June 7th price range, we have needed to see the completion of a weekly swing low and upturn of the weekly CTI in order to trigger an intermediate-term buy signal in conjunction with this intermediate-term cycle low. With the bettering of the June 7th weekly price bar this past week, an intermediate-term buy signal was officially triggered in conjunction with this intermediate-term cycle low. At a higher level, the 9-year cycle low was ideally due in the late 2023 to 2024 timeframe, but because of the bettering of the May 2023 seasonal cycle top and more recently the December 2023 intermediate-term cycle top, the evidence has been increasingly suggestive of the November 2022 seasonal cycle low having also marked the 9-year cycle low. While the bettering of the December 2023 high and continued advance has obviously been a positive development for Gold, as was originally discussed in the December Research Letter, the Industrial Metals Index nor the CRB Index have structurally confirmed this advance. Until such structural confirmation is seen, the higher degree expectation is for any additional strength in association with this now confirmed intermediate-term cycle advance to be an ending push into a left-translated 9-year cycle top in accordance with the overall setting up of the CheckMate Chart. In the meantime, this intermediate-term cycle advance will remain intact until another weekly swing high and downturn of the weekly CTI are seen. A weekly swing high will be completed in the coming week if 2,430.40 is not bettered and if 2,356.00 is violated.



Our daily chart of the XAU is next and the short-term buy signal in association with the advance out of the June 17th trading cycle low remains intact. With this advance having carried the 5 3 3 Stochastic to overbought levels, the price/oscillator picture remains ripe for the trading cycle top, but until a daily swing high and downturn of the daily CTI are seen, higher prices will continue to remain possible. This advance has served as a retest of the intermediate-term cycle top and what is now expected to be in association with an ending push into that higher degree cycle top. Another daily swing high will be completed on Monday if 154.15 is not bettered and if 151.76 is violated.



Our weekly chart of the XAU is next and the advance in association with the July 5th intermediate-term buy signal remains intact. As with Gold, every indication is that the intermediate-term cycle low has been seen and in this case with the bettering of the May high, this advance should be in association with an ending push into the higher degree seasonal cycle top. We knew that the May intermediate-term cycle top was an opportunity to have marked the suspected seasonal cycle top, but as has been discussed, we have needed to see the completion of a monthly swing high, which we did not see, as evidence of the higher degree seasonal cycle top. It is now this intermediate-term advance that will have an opportunity to peak with a left-translated structure in association with an ending push into the seasonal cycle top. In the meantime, this intermediate-term buy signal will remain intact until another weekly swing high and downturn of the weekly **CTI** are seen. Another weekly swing high will be completed in the coming week if 154.15 is not bettered and if 143.22 is violated.



Dollar

End of Week Intermediate-Term Indicator Summary **Intermediate-Term Sell**

Primary Indicators

Formation of a Weekly Swing High	Bearish
Cycle Turn Indicator (CTI)	Bearish

Confirming Indicators

Trend Indicator (TI)	Bearish
Cycle Momentum Indicator	Bearish

Secondary Indicators

5 3 3 Stochastic	Bearish
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Daily Indicator Summary **Short-Term Sell**

Primary Indicators

Formation of a Daily Swing High	Bearish
Cycle Turn Indicator (CTI)	Bearish

Confirming Indicators

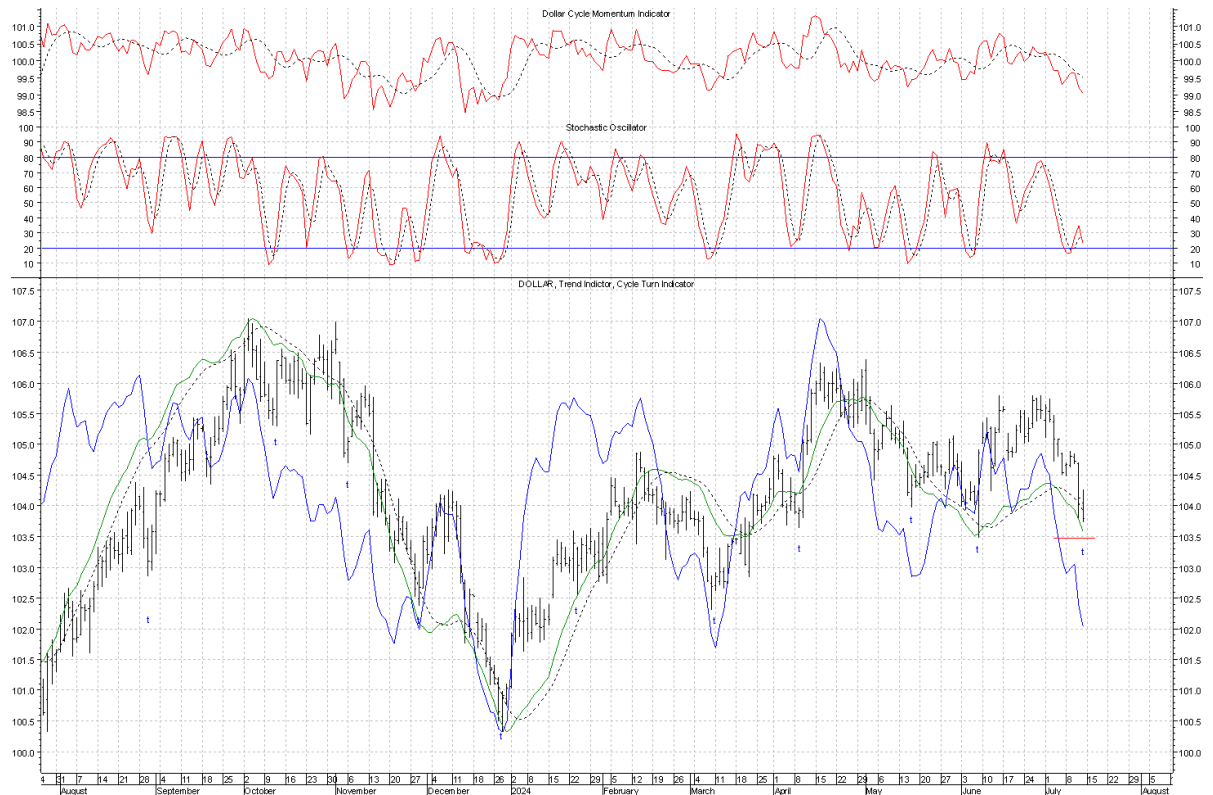
Trend Indicator (TI)	Bearish
Cycle Momentum Indicator	Bearish

Secondary Indicators

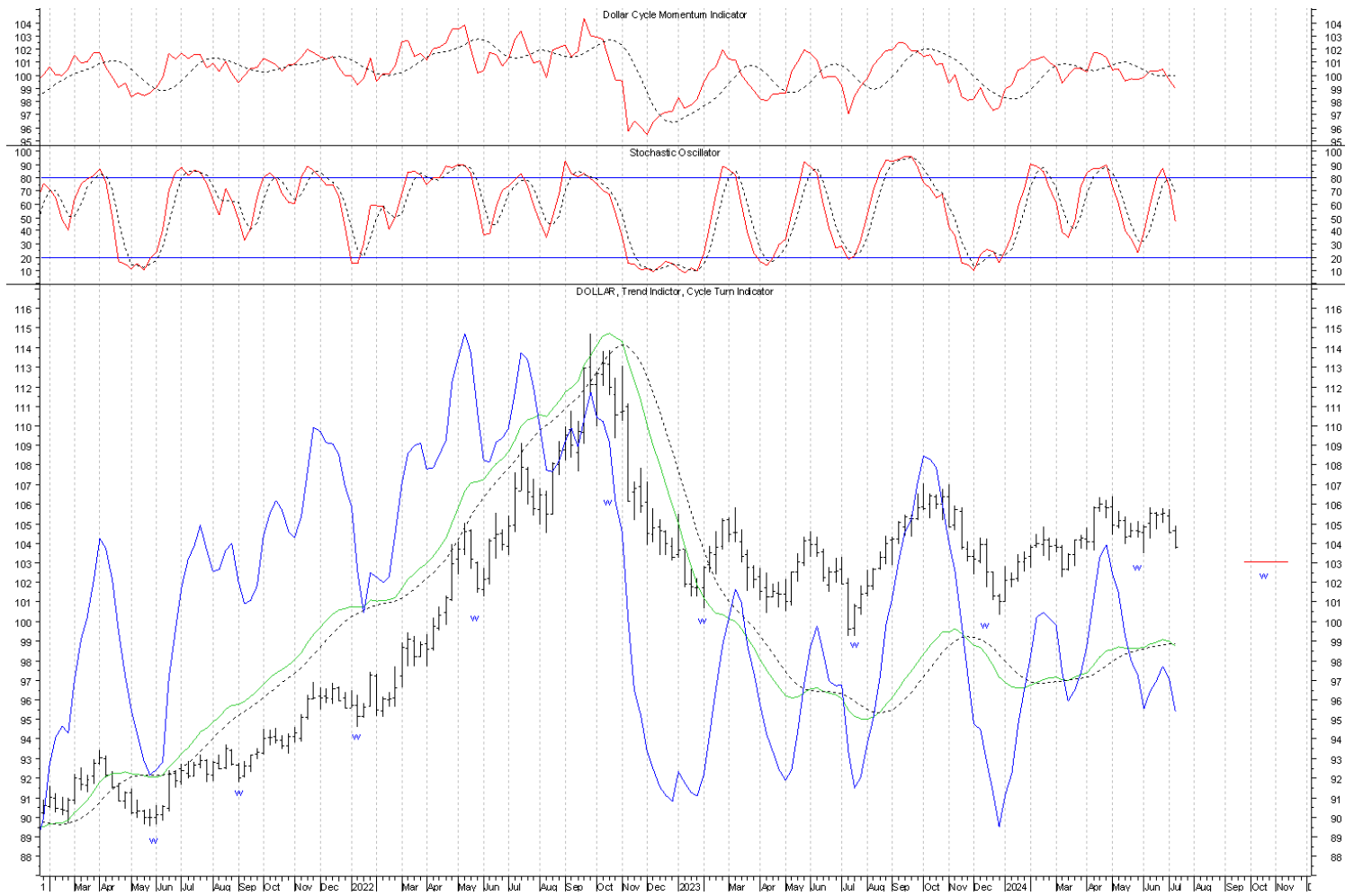
5 3 3 Stochastic	Bearish
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The timing band for the trading cycle low runs between July 3rd and July 17th. Given the continued weakness on Friday, the short-term sell signal remains intact and there were no additional changes. As a result of this additional weakness, we are either seeing an additional push down into the trading cycle low or the trading cycle low was seen on July 8th and we have a failed and left-translated trading cycle at play. Until proven otherwise, the assumption is that this is an additional push into the trading cycle low rather than a failed and left-translated trading cycle.

It will be the advance out of the now due trading cycle low that will serve as a test of the higher degree intermediate-term cycle top. In the meantime, Thursday's short-term sell signal will remain intact until another daily swing low and upturn of the daily CTI are seen. A daily swing low will be completed on Monday if 103.72 holds and if 104.26 is bettered.



The intermediate-term cycle low was seen on June 7th and the timing band for the next intermediate-term cycle low runs between September 27th and November 15th. At a higher level, as a result of the October monthly swing high, we have known that the Dollar has been at risk of a left-translated seasonal cycle top and even with the last intermediate-term cycle being right-translated, that intermediate-term advance proved to be in association with a structural retest of the higher degree seasonal cycle top. We have also known that the advance out of the June 7th intermediate-term cycle low would serve as another structural test of the higher degree seasonal cycle top, with the expectation being that it would prove to be another counter-trend retest of that top. Given the reversal lower the week July 5th, the accompanying price/oscillator picture was suggestive of this retest having run its course and with the completion of a weekly swing high and the accompanying downturn of the weekly CTI, an intermediate-term sell signal has been triggered. In doing so, until the Dollar can prove itself otherwise, the assumption is that we have a failed and left-translated intermediate-term cycle at play. This intermediate-term sell signal will remain intact until another weekly swing low and upturn of the weekly CTI are seen. A weekly swing low will be completed in the coming week if 103.72 holds and if 104.89 is bettered.

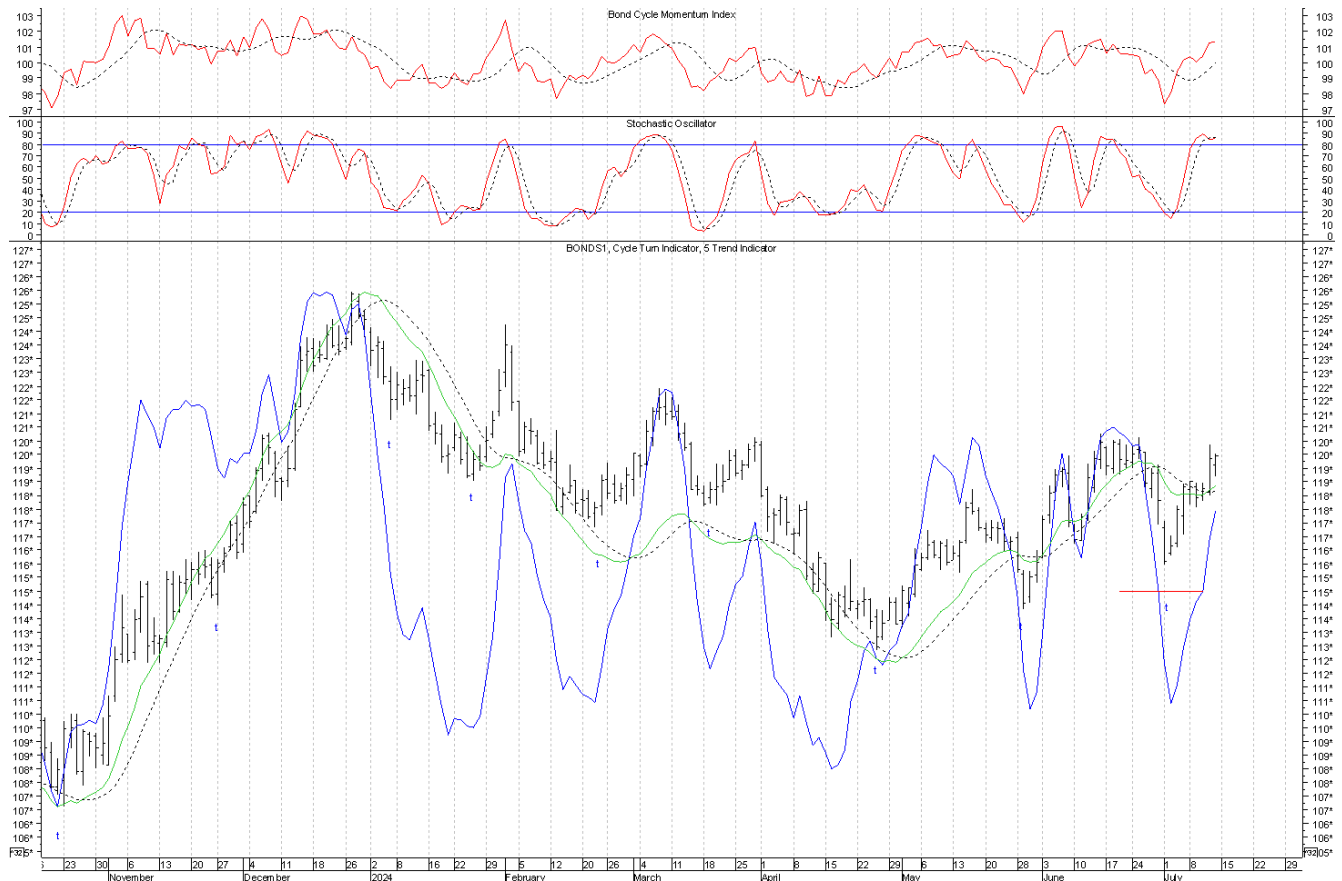


Bonds

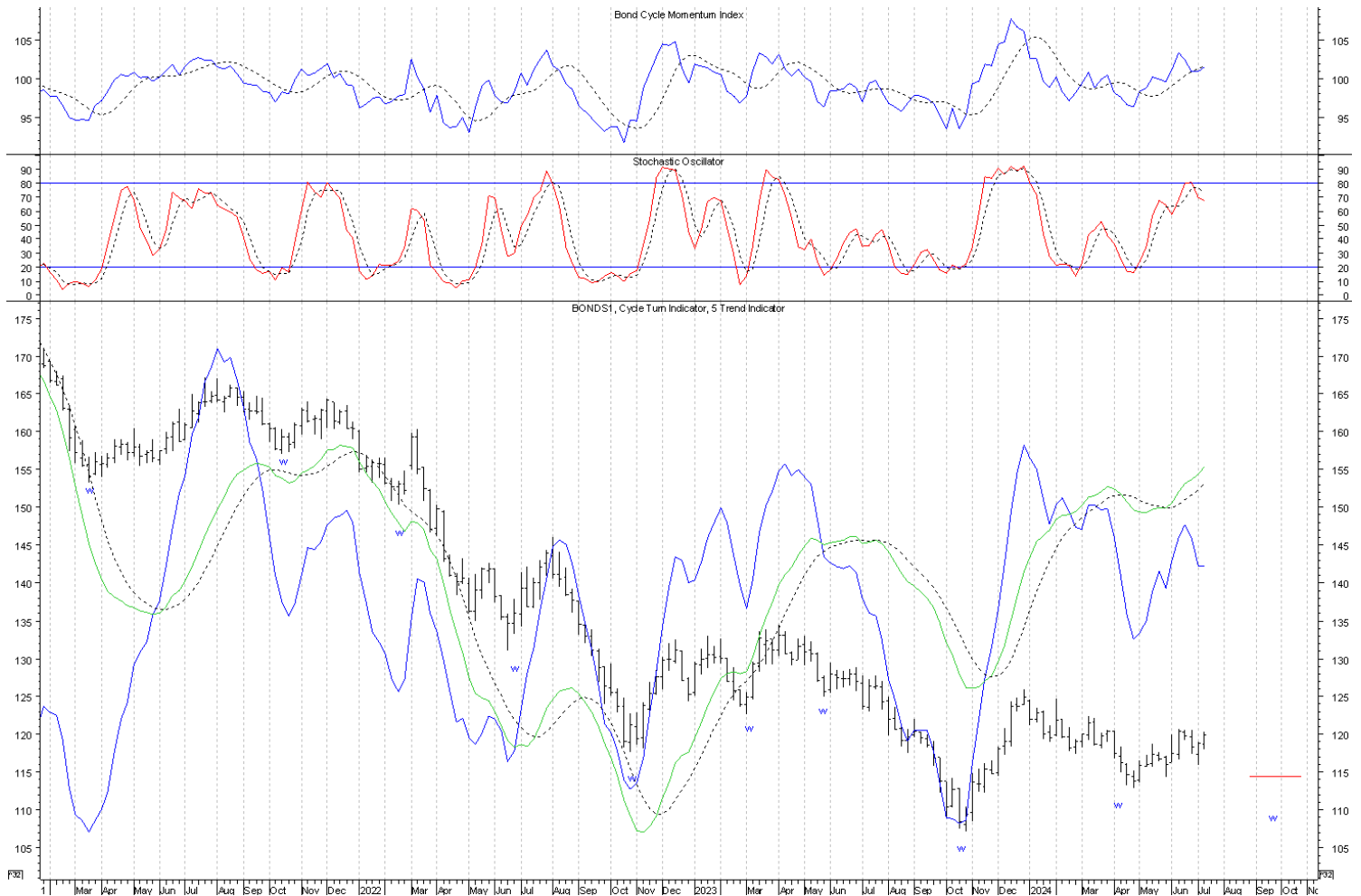
End of Week Intermediate-Term Indicator Summary Intermediate-Term Sell/Neutral	
Primary Indicators	
Formation of a Weekly Swing Low	Bullish
Cycle Turn Indicator (CTI)	Bearish
Confirming Indicators	
Trend Indicator (TI)	Bullish
Cycle Momentum Indicator	Bearish
Secondary Indicators	
5 3 3 Stochastic	Bearish

Daily Indicator Summary Short-Term Buy	
Primary Indicators	
Formation of a Daily Swing Low	Bullish
Cycle Turn Indicator (CTI)	Bullish
Confirming Indicators	
Trend Indicator (TI)	Bullish
Cycle Momentum Indicator	Bullish
Secondary Short Term Indicators	
5 3 3 Stochastic	Bearish

The timing band for the current trading cycle low ran between June 19th and July 10th. This low was seen on July 1st and the advance out of that low remains intact. The expectation is for this trading cycle advance to continue higher with a right-translated structure in association with the higher degree intermediate-term cycle advance and for it to be with this intermediate-term advance that we see increased pressure on rates as we move toward the rate cutting cycle. With Friday being an inside day with respect to Thursday's price range, there were no changes on Friday. This short-term buy signal will remain intact until another daily swing high and downturn of the daily **CTI** are seen.

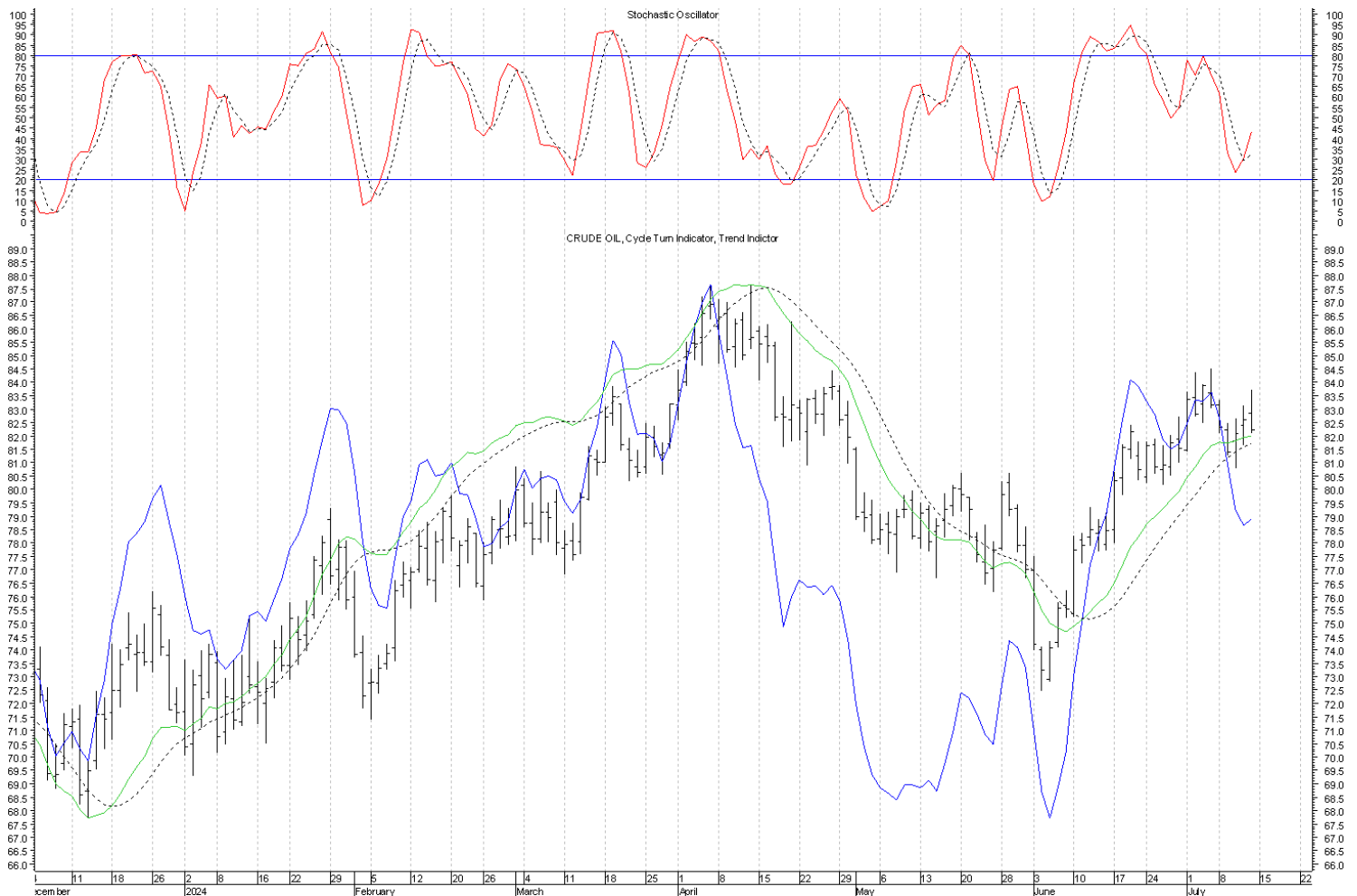


The intermediate-term cycle low was seen in conjunction with the April 25th trading cycle low and the timing band for the next intermediate-term cycle low runs between August 30th and October 25th. The decline out of the June 14th trading cycle top turned the weekly CTI down and with the completion of a weekly swing high the week of July 5th, an intermediate-term sell signal was triggered. But, as explained here in last weekend's update, the expectation has been for continued strength in association with this intermediate-term cycle advance and given the reversal off the low in conjunction with the upturn out of the July 1st trading cycle low, the expectation was for Bonds to continue higher. To that effect, this past week Bonds completed the formation of another weekly swing low and any continued strength in the coming week that turns the weekly CTI up will re-trigger an intermediate-term buy signal in association with our expectation of higher prices. I have explained that I thought it would be with this intermediate-term cycle advance that we would began to see increased pressure on interest rates as we move closer toward the initiation of the rate cutting cycle and this now appears to be proving correct.

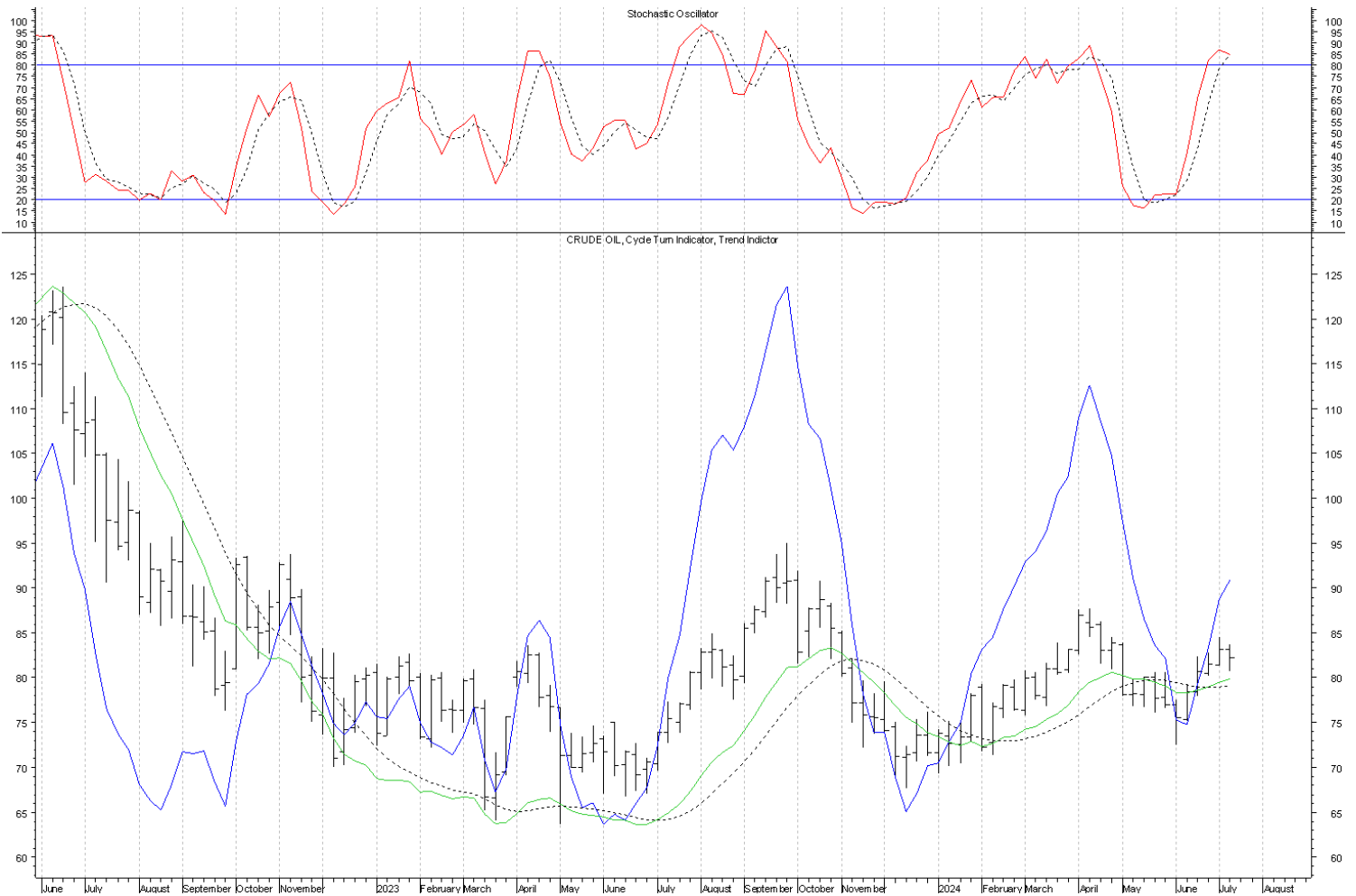


Crude Oil

The price action on Thursday completed the formation of a daily swing low, but with the daily **CTI** remaining negative, a short-term buy signal was not triggered. On Friday the daily **CTI** turned up in conjunction with the initial move higher triggering a short-term buy signal, but because of the reversal lower this signal is questionable and we must see a close above Friday's high as confirmation of that signal. Until proven otherwise, based on Friday's reversal lower, the assumption is that the advance in conjunction with Thursday's completion of a daily swing low has run its course. Any further weakness that completes the formation of a daily swing high in conjunction with another downturn of the daily **CTI** will re-trigger another short-term sell signal, which in doing so will be further suggestive of this advance having run its course whereas a close above Friday's high will confirm Friday's questionable short-term buy signal. Until such confirmation is seen, the assumption is that the July 8th short-term sell signal remains intact. Another daily swing high will be completed on Monday if 83.74 is not bettered and if 82.10 is violated.



Next is our weekly chart of Crude Oil and with the completion of a weekly swing high this past week and the turning of the 5 3 3 Stochastic from overbought levels, the evidence is suggestive of the intermediate-term advance out of the June 4th low is at risk of having run its course. At a higher level, every indication has been that the seasonal and 3-year cycle tops have been seen and for that reason the expectation has been for the advance out of the June 4th intermediate-term cycle low to be counter-trend. Any further weakness that turns the weekly **CTI** down will trigger an intermediate-term sell signal in association with what we will have to assume to be a left-translated intermediate-term cycle top and that the counter-trend advance has run its course. Another weekly swing low will be completed in the coming week if 80.81 holds and if 83.74 is bettered.



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