

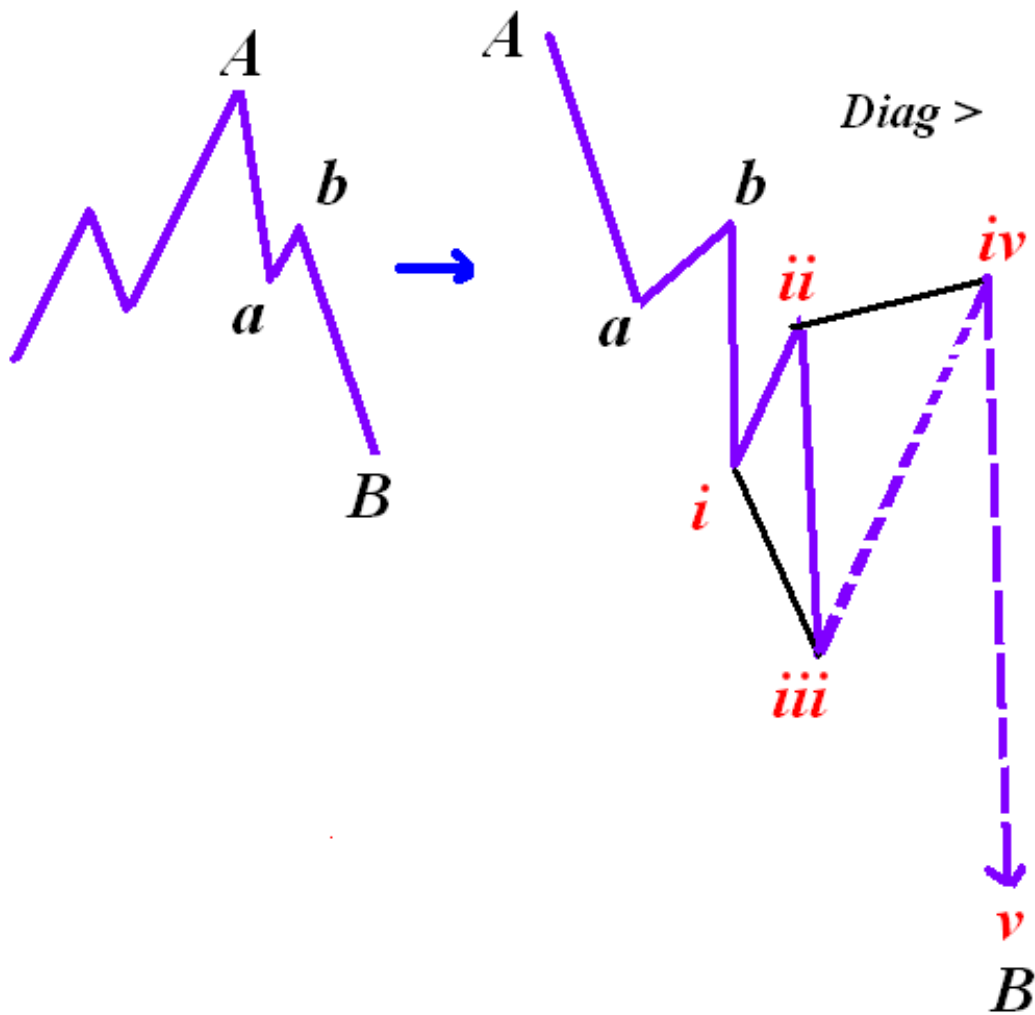


Exceptional Bear Market Letter

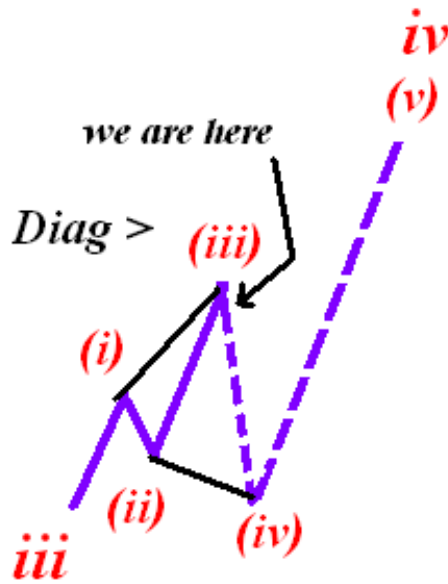
February 14, 2009

Plunge into mid-week *(delayed and only for reference)*

Below you see the pattern in progressively more detail, where the dashed line means yet go. There is a diagonal triangle within a Diagonal Triangle. Each indicates dramatic reversal the smaller down then up, the larger up, then down. These are the ultimate volatility formations, since each leg is abruptly reversed by the succeeding move.



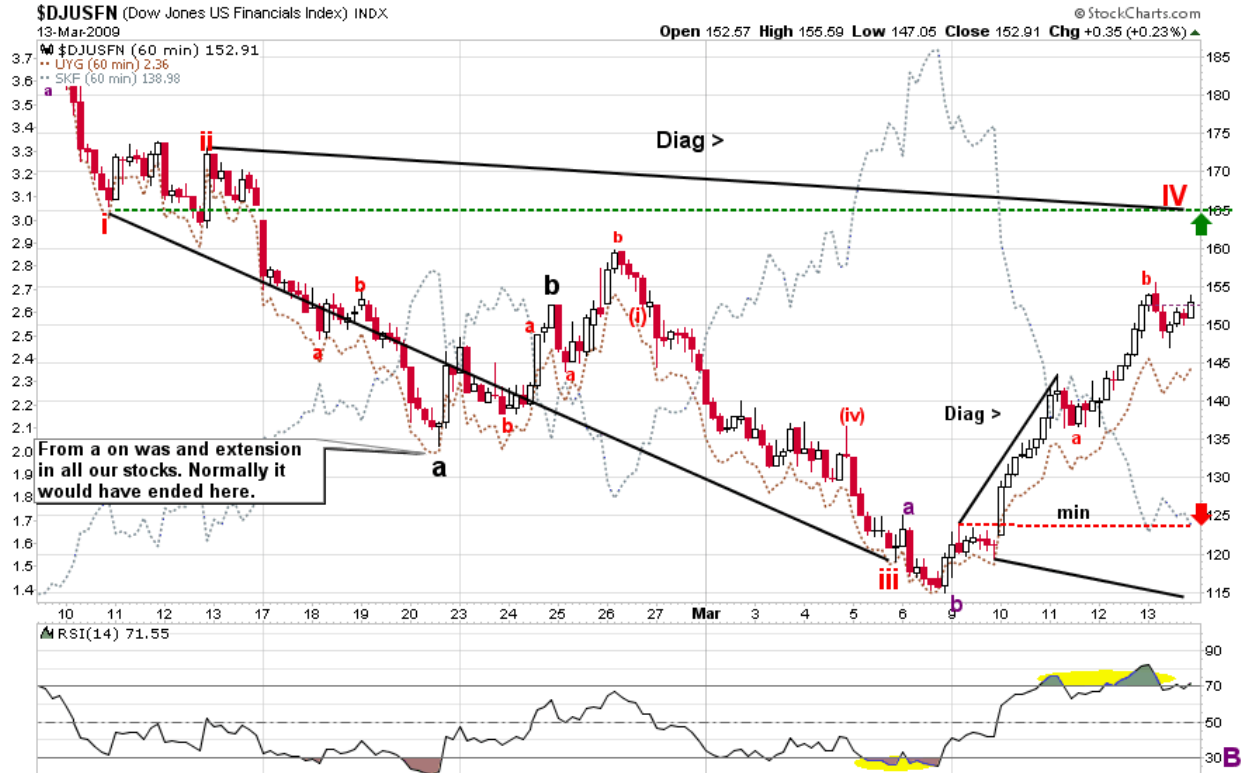
Here you see the move from *iii* to *iv* is the identical pattern up-side-down. We are just past (*iii*) where the *a-b* has taken us up to an extreme, like a high diving board to increase the acceleration and trajectory down.



In the **Dow** we are overbought on the RSI about to plunge at least 500 points. In the Dow it is particularly easy to distinguish the 3 sub-waves of the **Diag >**. Since the Market is a fractal, it is prone to extensions. Where normally **wave iii** would have ended at **a**, (you will see a 5-3-5 **a-b-c** clearly within each).



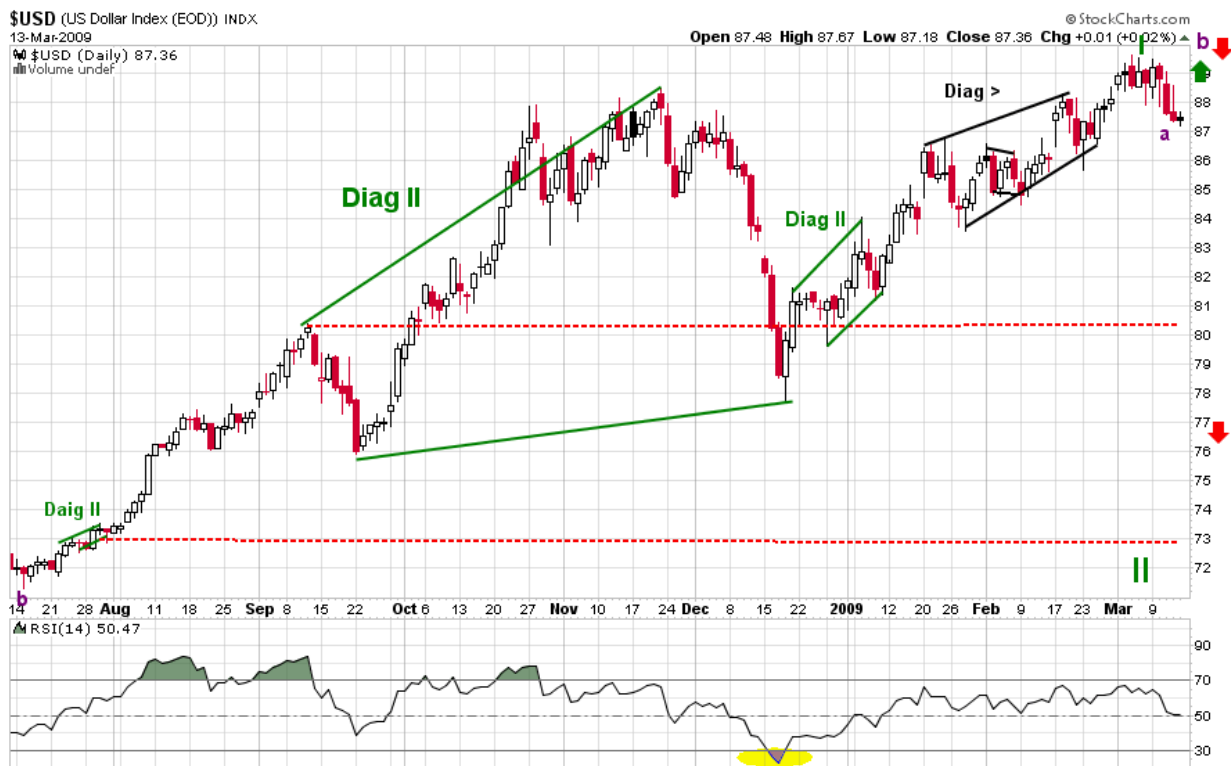
Financials have the identical chart, just a bit more exaggerated; this is one that will swing to another extreme in the early part of next week. Note the extension that occurred in late Feb early March explained in the text box.



Here again in **Oil & Gas** the identical chart and trajectory as the other indices.



The **Dollar's chart** is revised. No longer a failure, but nevertheless a **Diag >** means the reversal is in progress. Like our stock charts the **b** wave should bounce up as the general market moves in the same direction. It would appear the dollar is closely tied to the Market, the two will plunge soon. For one last time.



There are no better maps of the territory. Subscribers get 12-13 detailed charts like this. Don't miss out.

Regards,

Eduardo Mirahyes



“Opportunistically timed investments that maximize wealth”