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Technical observations of
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Seventh Year of the Decade in the S&P

Last week we looked at the action of the Dow Industrials in the seventh year of a decade and the likely test of the 100-day moving average by the middle of October. Counting from the August 7th high, an optimum test of support could have been as early as August 25th to September 5th. A double bottom did occur on August 21st through August 29th, but only at the 50-day ema. A test of the 100-dma is still anticipated.

The S&P did manage a perfect ‘kiss’ of the 100-dma at 2417. The following charts of the S&P in the five uptrending ‘seventh years in a decade’ show that the rally out of late August-early September low tops shortly after a Sequential 9 Sell Setup is generated (*nine consecutive closes above four bars earlier*). The high close of 2452, between the lows of August 21st and 29th, should be viewed as the important support until the Sequential is in place.

Arrows show the similar positioning in 2007, 1997, 1987, 1967 and 1927 (INDU).





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