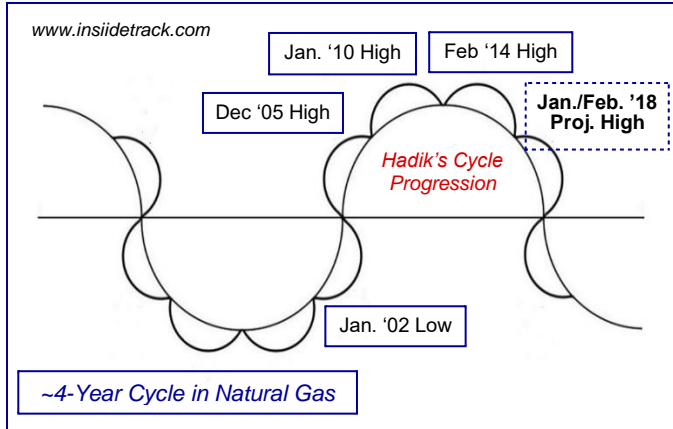
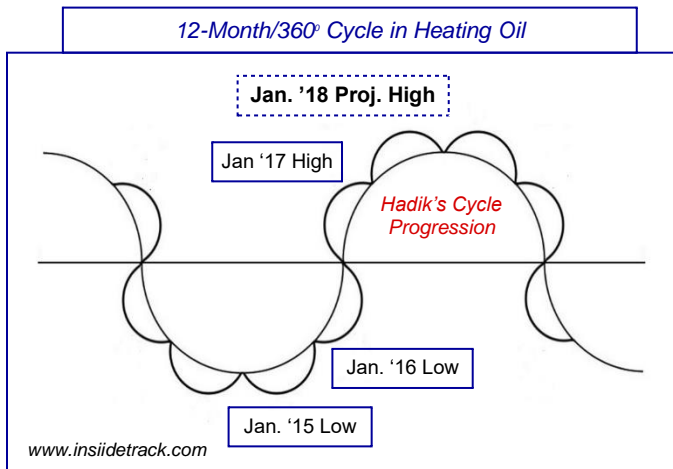


Intra-Week ALERT for Wednesday – Jan. 31, 2018

“Oil Advance: Running Out of Gas?” [Excerpt]



The Energy Complex has steadily validated the longer-term analysis, which forecast a major collapse from mid-2014 into early-2016 before a lengthy bottoming process would take hold.

Crude plummeted into Jan. 2016 and then bounced into June 2016, before entering a 15 - 16

month sideways pattern. As that extended trading range was unfolding, analysis continued to focus on 2Q/3Q 2017 - when a more convincing advance was forecast to take hold and to last into/through **Jan. 2018**.

That was due to multiple factors, including *Middle East Cycles* that were projected to begin a seismic shift in **Sept. 2017 - Sept. 2018** (Jewish Year of 5778 - linked to long-term, multi-millennial analysis focused on 2001, 2007/2008, 2010/2011 & **2018 - 2021...** and ultimately **2027/2028**).

Since those are very broad and more general cycles, market analysis was the primary focus and primary rationale for the market expectations. The *Middle East Cycles* just happened to provide a very intriguing correlation - that was initially validated.

From a technical market perspective, there were cycles projecting a decisive *bottom* in Unleaded Gas - for June/July 2017 - and ensuing cycles projecting a decisive top in most of the complex, for **Jan. 2018**.

The Sept. 2017 **INSIDE Track** updated July & August 2017 **Weekly Re-Lay** analysis and emphasized why Crude, Heating Oil & Unleaded Gas were projecting some unusual synergy (in contrast to the normal crack implications on products, heading into winter) - all forecasting an accelerated advance to take hold in 3Q 2017 and to extend into **Jan. 2018** - when a multi-month top was projected.

An excerpt of that Sept. '17 **INSIDE Track** follows. As speculated at the same time, this market action & analysis was hinting that **Dec. '17/Jan. '18** could be challenging (weather) months in the Northern Hemisphere. Recent events validated that:

(continued on page 2)

Intra-Week ALERT for Wednesday – Jan. 31, 2018

“Oil Advance: Running Out of Gas?” [Excerpt]

8/30/17: “For the past 2 - 3 years, the overall outlook for Crude was to set a Major, multi-year bottom in early-2016 and then undergo a 1 - 2 year bottoming process until a secondary low was/is expected - in **2Q/3Q 2017**.

As repeated constantly since early-2016, longer-term cycles would not begin to turn bullish until **Sept./Oct. 2017** - the same time that Middle East cycles collide. The energy complex has adhered to this outlook and Crude is setting the stage for a more sustained advance in the coming months.

Unleaded Gas & Heating Oil are leading the way, turning their weekly trends up in July & confirming a multi-month bottom. They provided a textbook pullback into mid-August and then resumed their advances, adding focus to the expected upturn in diverse cycles projected for **Sept./Oct. 2017**.

The July 29, 2017 **Weekly Re-Lay** synopsisized this action:

“At the same time, Unleaded Gas & Heating Oil - which remain stronger than Crude - pulled back to test their daily trend support as well as their month-opening highs (resistance turned into support) and then resumed their uptrends.

That provided another opportunity for them to turn their weekly trends up, which they have now done. While that has additional bullish implications for the coming 1--3 months, it also pinpoints the likely time (next 1--2 weeks) for an initial high.

The weekly trend pattern in Crude corroborates that - with a spike to ~**51.80/CLV** possible first. This reinforces what is expected, from **Sept. '17** on. Consistent with longer-term geopolitical cycles, **Sept. 2017** is expected to usher in a tumultuous time in the Middle East, potentially focused on Israel. That has been discussed for two decades.

Similar to the Jewish Year of 5761 (Sept. 2000--

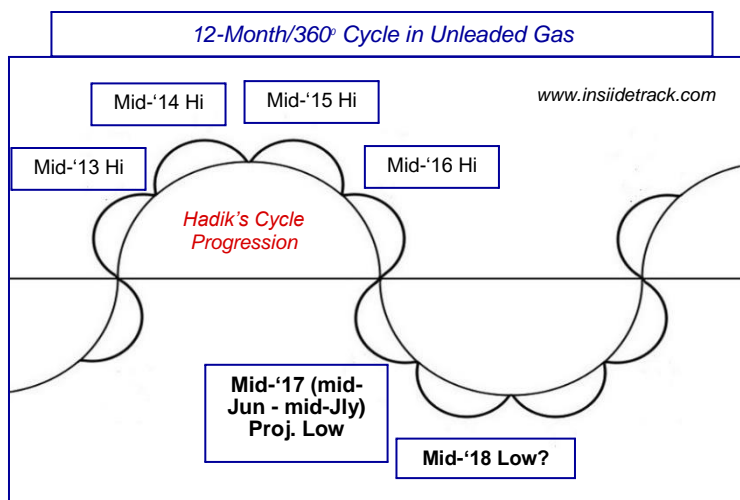
Sept. 2001) - a complete 17-Year Cycle ago - the Jewish Year of 5778 (**Sept. 20/21, 2017--Sept. 2018**) has been expected to escalate tensions surrounding the Middle East.”

The intriguing aspect of the oil complex is how all three markets - which often have conflicting cycles due to seasonality and cracking - are projecting bullish movement in **Aug./Sept. '17--Jan. '18**.

In addition to already-discussed Crude cycles, Heating Oil has a 12-month/360-degree low (Jan. '15)-low (Jan. '16)--high (Jan. '17)--high (**Jan. '18**) Cycle Progression projecting a peak in **Jan. 2018**.

Meanwhile, Unleaded Gas provided an overlapping 12-month/360-degree high (mid-'13)--high (mid-'14)--high (mid-'15)--high (mid-'16)--low (**mid-'17**) Cycle Progression inverting that cycle just as it timed the late-June 2017 bottom. [***Mid* refers to 1 - 2 weeks on either side of June 30/July 1.]

A developing ~7-month low-low-(high?) Cycle Progression could also spur higher prices into **January 2018**.” [End of Sept. '17 IT excerpt.]



(continued on page 3)

Intra-Week ALERT for Wednesday – Jan. 31, 2018

“Oil Advance: Running Out of Gas?” [Excerpt]

Looking back over the past 6 - 7 months, Unleaded Gas fulfilled its 360-degree/12-month *Cycle Progression* - setting a 6 - 12 month bottom on June 19 - 23, 2017. Crude & Heating Oil bottomed at the same time.

Shortly after, in July 2017, Unleaded Gas & Heating Oil provided powerful validation to this cycle analysis - turning their weekly trends up and confirming a multi-month bottom. They soon corroborated that by turning their intra-year trends up and projecting higher levels into year-end.

Crude joined the fun in Sept. 2017, providing confirming signals and projecting an accelerated advance. Since its early-Oct. secondary low, Crude has surged about 33% - attacking its monthly *LHR* (January extreme upside target) and setting the stage for a peak.

Along with this, Natural Gas bottomed near major, multi-year support (~**2.500/NG**) and then surged over 40% into late-Jan. - fulfilling the majority of expectations and rallying high enough to validate longer-term cycles that project a peak at this time...

STOCK INDICES are showing signs of a near-term peak with the DJIA & ESH neutralizing their prevailing daily uptrends after fulfilling much of the 5-month AND 10-month low-low-low-low-(high) *Cycle Progressions* that project a multi-month peak between **mid-Jan. - mid-Feb. 2018**...

In contrast, the Transports turned their daily trends down last week and have steadily declined since peaking in mid-Jan.

In order to escalate this decline to the next higher level, it would take a weekly close below **10,890/DJTA** to neutralize the weekly uptrend.

It should also be noted that several key global indices have signaled initial reversals lower. These include the Shanghai Composite, Euro STOXX 50 and the DAX...

The **DOLLAR INDEX** remains on track for an overall decline into **May 2018**. It recently attacked its monthly *HLS* (extreme monthly downside target for Jan. at **88.84/DXH**) - setting the stage for an initial low. If it can muster a bounce into **early-Feb.** - geometrically linked to highs in early-Nov., early-Dec. & early-Jan. - the Dollar would be in a position to begin a new decline.

A daily close above **89.85/DXH** is needed to signal that a multi-week rebound is underway.

The **Euro** is the inverse after surging to the convergence of weekly & monthly *LHRs* at **1.2477 - 1.2510/ECH**, spiking above - but not yet closing above - those extreme upside targets. A daily close below **1.2315/ECH** is needed to confirm a multi-week peak and project a decline into **Feb. 6 - 9**.

The **Yen** rallied into **Jan. 22 - 26**, perpetuating a 20-week high-high-(high) *Cycle Progression* and spiking up to its monthly *LHR* (**.9264/JYH**). This came after it failed to turn its weekly *21 MAC* up, ushering in the time for a 1 - 3 week correction. A daily close below **.9134/JYH** would confirm.

GOLD & SILVER have pulled back - with Gold twice neutralizing its daily uptrend - after both metals surged into late-Jan. and fulfilled upside objectives in time & price with Gold attacking its 1 - 2 month upside objective at **1365.8/GCG** (Sept. peak) as the XAU precisely fulfilled its 1 - 2 month upside objective as well (**92.57 - 93.06**).

(continued on page 4)

Intra-Week ALERT for Wednesday – Jan. 31, 2018

[“Oil Advance: Running Out of Gas?”](#) [Excerpt]

By reaching those targets, metals completed the early-Dec. buy signals and ushered in the time for a slightly longer-lasting peak (~2 - 4 weeks).

Gold is fulfilling multiple weekly & monthly cycles that peak in **mid-to-late-Jan. '18**. If it can give a daily close below **1335.5/GCJ**, and turn its daily trend down, Gold & Silver would likely correct into **Feb. 6 - 7**, the next phase of a ~60-degree/2-month high-high-low-low-low (low) *Cycle Progression* in Silver.

The **XAU** - after perfectly fulfilling its January upside target at **92.87 - 93.06** - quickly turned its daily & intra-month trends neutral. (The HUI turned its weekly 21 MAC down last week, reinforcing the likelihood for a multi-week peak.) Weekly cycles are projecting the next multi-week low in **[reserved for subscribers only]**.

SOYBEANS, CORN & WHEAT fulfilled analysis for a rally into **Jan. 25 - 31** - the latest phase of a 54 - 58 day

low-high-high-(high) *Cycle Progression* in Soybeans. Corn corroborated that while setting the 5th consecutive intra-month low on the **12 - 16th** and projecting a multi-week advance. Wheat surged to within a few cents of its monthly *LHR* as Corn completed an outside-month/2 *Close Reversal* higher...

1 - 4 week traders could be long **[reserved for subscribers only]**.

The preceding is an excerpt of the complete **Jan. 31, 2018 Weekly Re-Lay Alert** - provided to give a view of what was provided to subscribers in real time. However, any impending targets, cycles and developing trading strategies are reserved for subscribers only and redacted from this excerpt.

Please refer to the complete **Jan. 31, 2018 Weekly Re-Lay Alert** and to corresponding **Weekly Re-Lay & INSIDE Track** publications for these and other specifics.



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