

# The U.S. Dollar

The Dollar continues to range between 95 and 100.  
While I fully expect it to break above 100...



...even if it just stays at these levels, it crushes EM and Global Growth.

# Sovereign Yields

While U.S. Treasury yields continue to fall, they are still the highest of the major Sovereigns.  
And when allocating capital...

91) Bonds		92) Spreads		93) Curves			
Maturity		10 Year					
Region	RMI	Security		Price	Chg	Yld	
1) Americas							
10) United States	■ ■	T 1 ½ 02/30	⌵	104-03	+ 25+	1.065	
11) Canada	□ □	CAN2 ¼ 06/29	⌵	110.488	+0.666	1.056	
12) Brazil (USD)	□ □	BRAZIL4 ½ 29	⌵	109.651	+0.350	3.252	
13) Mexico (USD)	■ ■	MEX4 ½ 04/29	⌵	113.816	+0.320	2.777	
2) EMEA							
19) United Kingdom	□ □	UKT4 ¾ 12/30	⌵	146.111	+0.833	0.374	
20) France	■ ■	FRTR 0 11/29	⌵	102.988	+0.074	-0.302	
21) Germany	■ ■	DBR0 02/15/30	⌵	106.685	+0.395	-0.648	
22) Italy	□ □	BTPS 1.35 30	⌵	101.487	-0.947	1.196	
23) Spain	■ ■	SPGB 0 ½ 30	⌵	102.096	-0.151	0.290	
24) Portugal	■ ■	PGB 0.475 30	⌵	101.232	-0.161	0.357	
25) Sweden	■ ■	SGB0 ¾ 11/29	⌵	110.852	+0.534	-0.349	
26) Netherlands	□ □	NETHER0 ¼ 29	⌵	107.341	+0.271	-0.513	
27) Switzerland	■ ■	SWISS 0 ½ 30	⌵	115.068	+0.313	-0.899	
28) Greece	■ ■	GGB3 7/8 03/29	⌵	122.124	-0.025	1.265	
3) Asia/Pacific							
29) Japan	□ □	JGB 0.1 12/29	⌵	102.385c	-0.230	-0.140	
30) Australia	□ □	ACGB 2 ½ 30	⌵	116.642c	+0.151	0.800	
31) New Zealand	■ ■	NZGB 3 04/29	⌵	117.572c	+0.541	0.983	
32) South Korea	□ □	KTB1 ¾ 12/29	⌵	100.564c	-0.436	1.348	
33) China	□ □	CGB3.13 11/29	⌵	103.386c	-0.060	2.731	

...it's a relative world.

# S&P 500

Equities briefly exceeded their long-term channel but the expected correction has finally happened. SPY falling another 10% to the 250 level would be a gift...



...but I think most investors will be too scared to walk over and pick it up.

# Gold

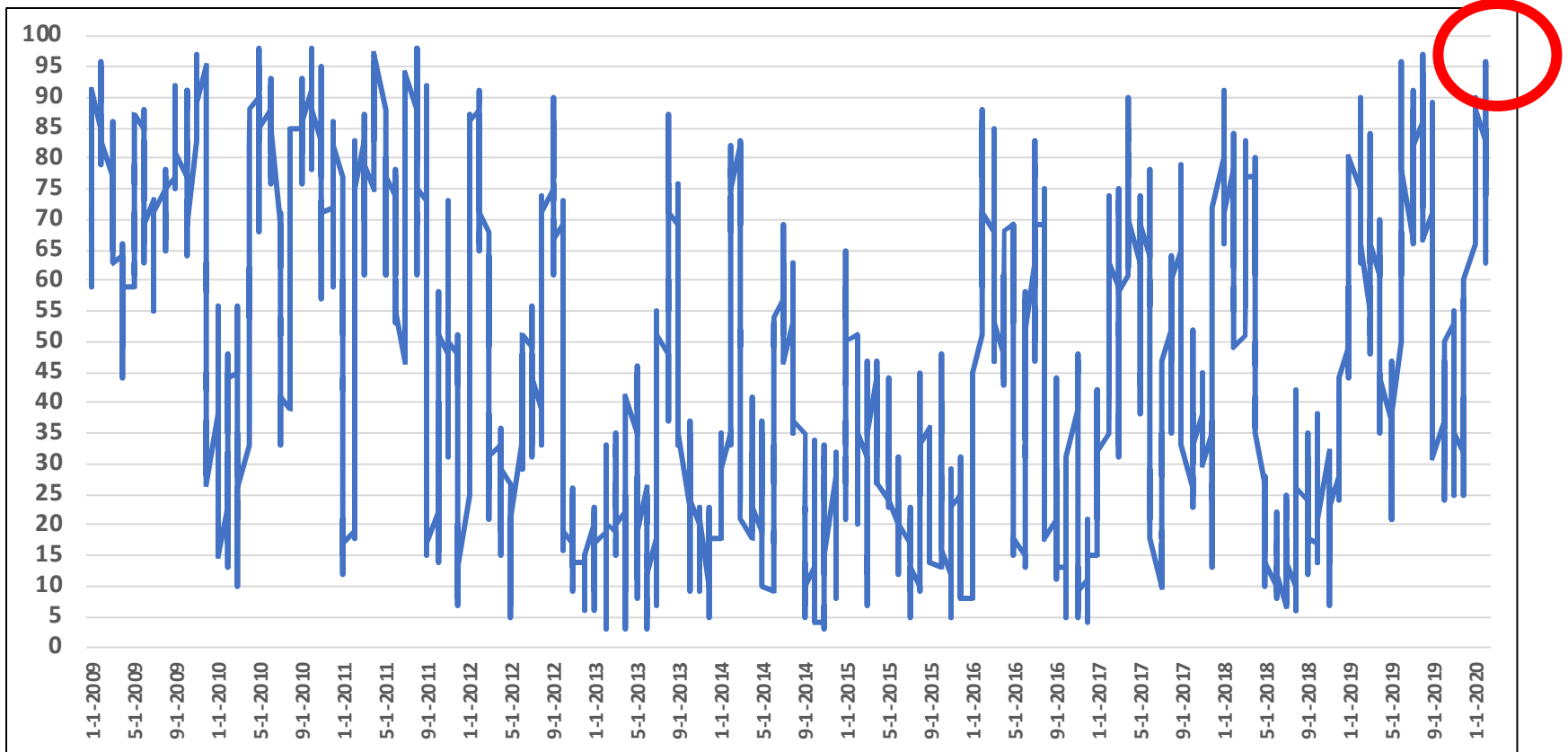
Relative Strength was in the high 70s last week  
With the exception of last summer...



...that is the highest level since the all time high in 2011.

# Gold

DSI (Daily Sentiment) was in the high 90s last week (as high as its ever been).  
The highest it can go...



Source: trade-futures.com

...is 100.

# Gold

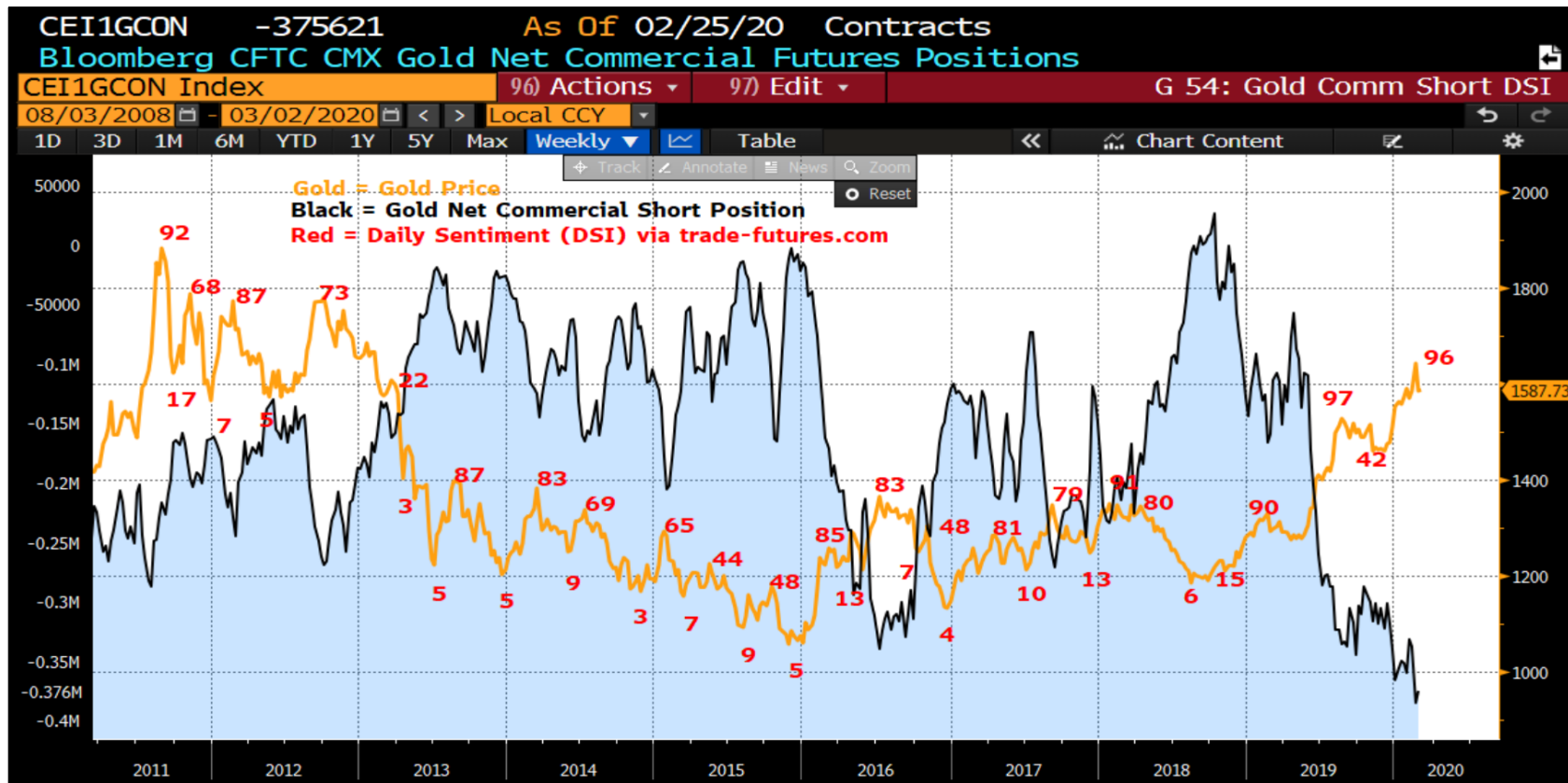
COT Positioning has been at extreme levels with Specs at all-time highs. Many say it doesn't matter. And all by itself, I agree it doesn't matter...



...until it does.

# Gold

COT Positioning has been at extreme levels for a long time.  
This does not typically end...

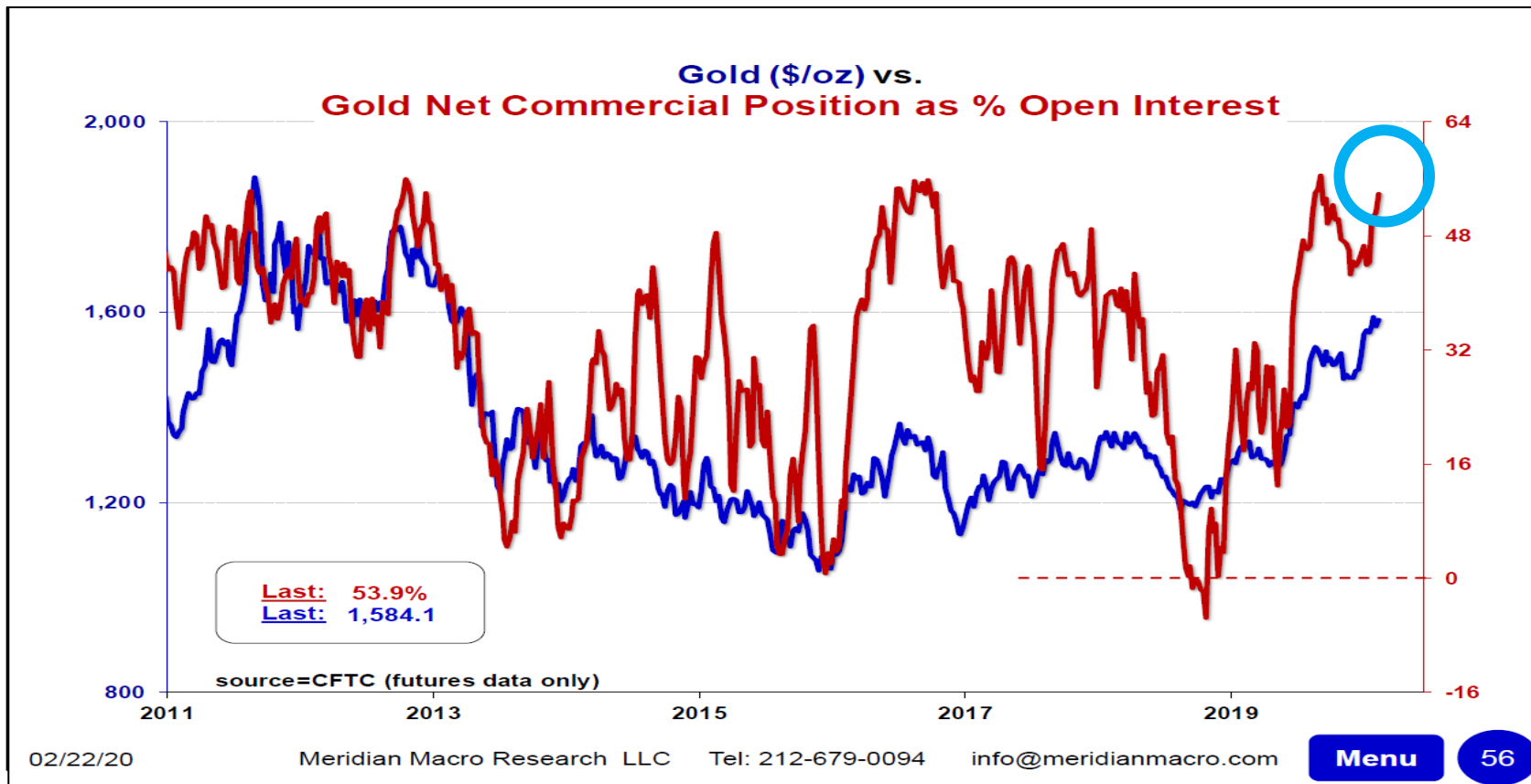


...with the gold price rising.



# Gold

COT Positioning has been at extreme levels for a long time.  
The Commercial Short position is not just rising in gross number...



...but also as a percentage of Open Interest.



# Gold

Gold is a safe-haven and everyone should own it.

But as has happened many times before, it became a source of funds & liquidity...



...in the recent broad market sell off.

# Gold Miners

Gold miners offer leverage to the underlying safe-haven.

But as has happened many times before, they became a source of funds & liquidity...



...in the recent broad market sell off.