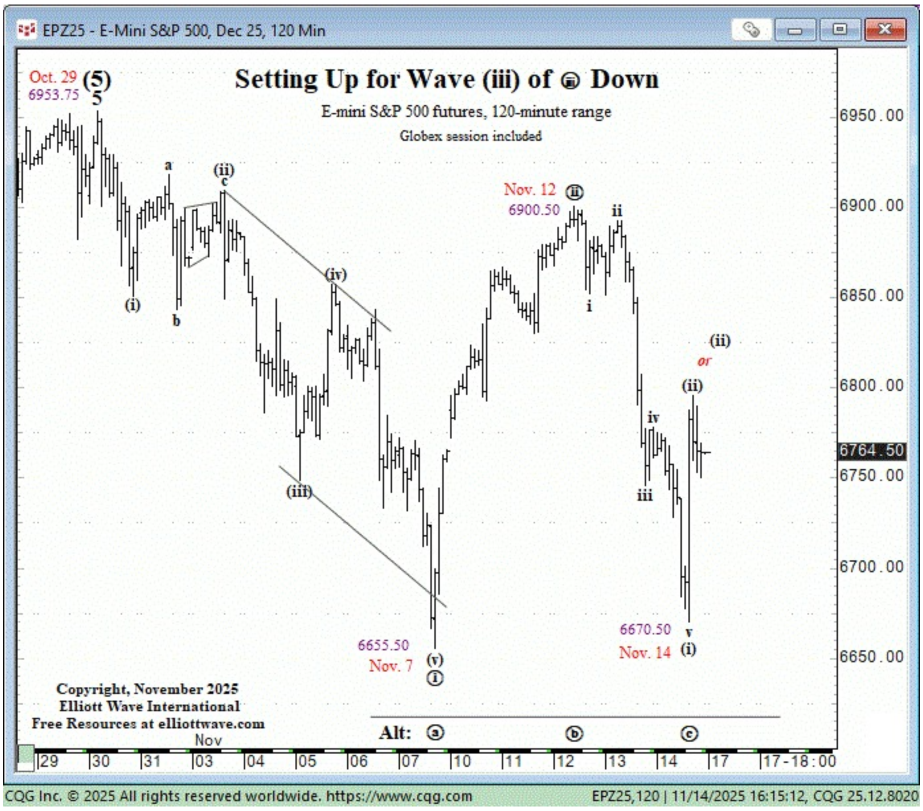
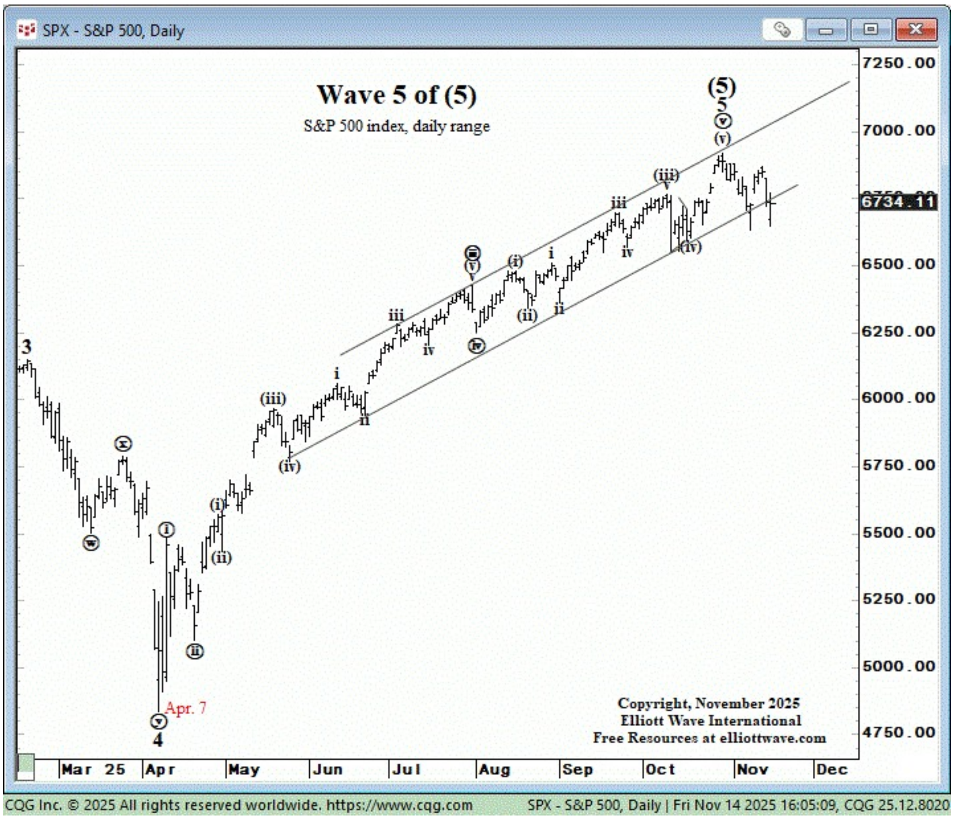
FINANCIAL FORECAST
SHORT TERM UPDATE

by STEVEN HOCHBERG

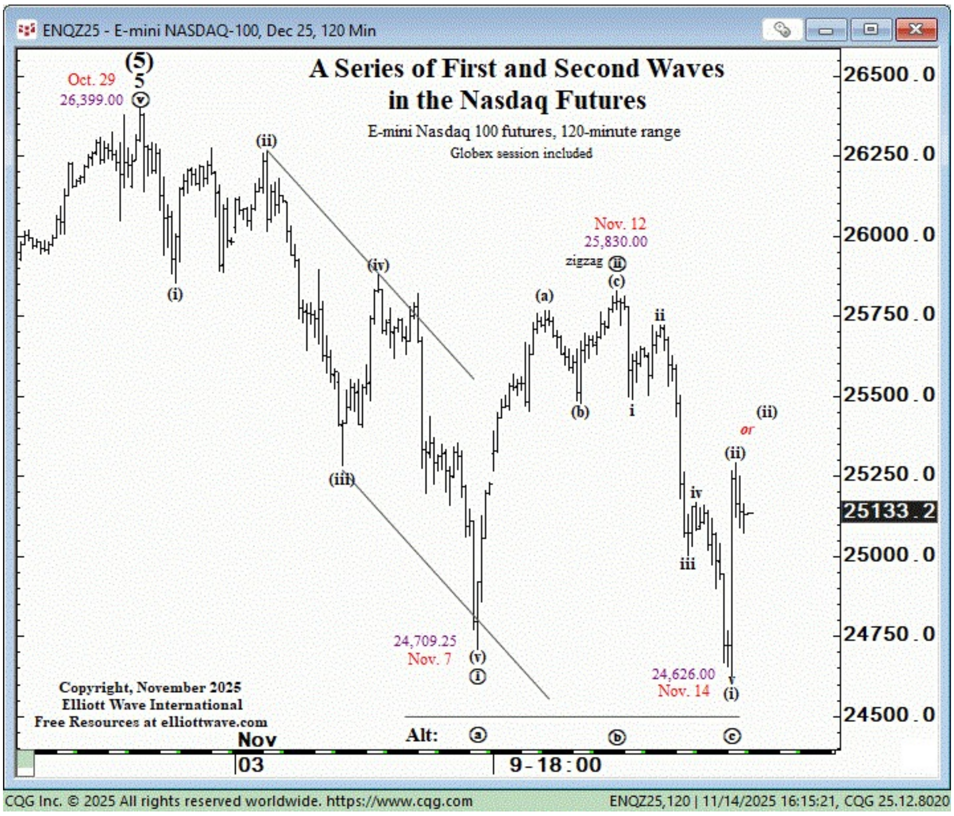
Update for Friday, November 14, 2025, 4:20pm, Eastern.

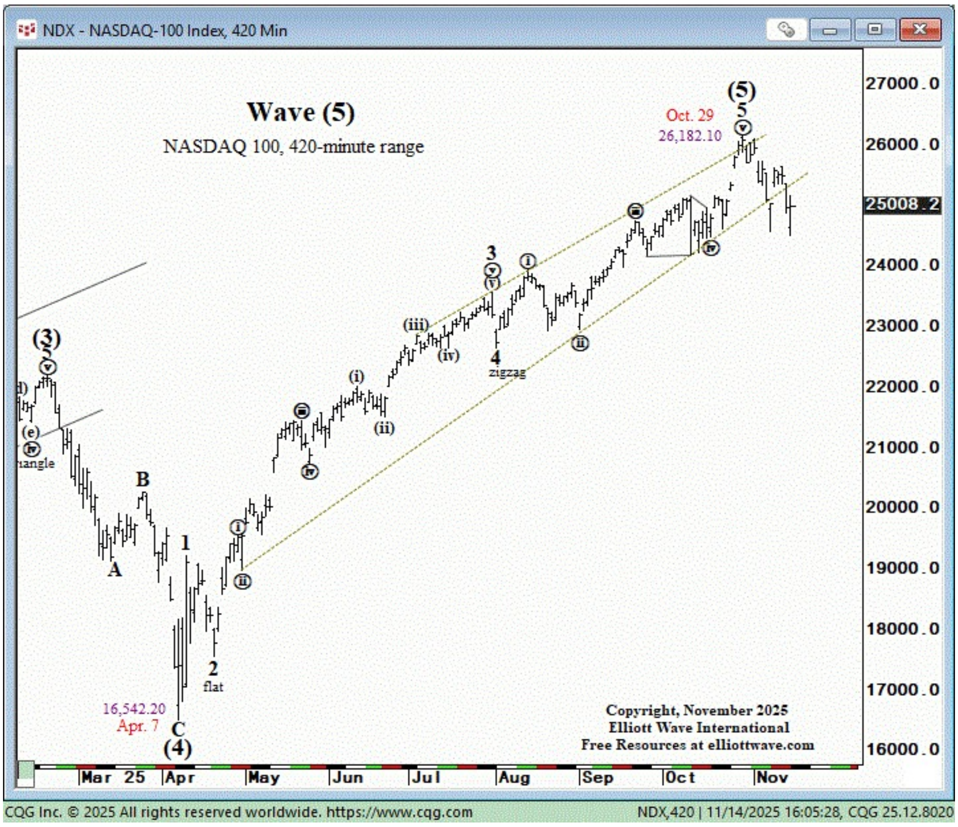
The **[Dow]**'s high at 48,431.50 on Wednesday, November 12, was unconfirmed by the S&P 500, Nasdaq indexes and the Dow Transportation Average. It was a short-lived push as the five-wave declines in the other indexes were too much of a drag for the Industrials to remain at new highs. The NYSE a/d ratio has been mild throughout November so far. There has been only one day this month that the daily a/d ratio closed better than 2:1 and as the bottom of the graph shows, the 10-day average is well below the October high and is only slightly above 1.0. Today the Dow was down 309.74 points (-0.65%) while the S&P 500 closed down 3.38 points (-0.05%). The Nasdaq 100, however, edged higher by 14.78 points (+0.06%). Despite intraday rallies in all the stock indexes, the a/d ratio stayed negative all day, closing the session at 0.66:1. Wednesday's high met the top trendline of a nice internal channel and promptly turned lower. Once the Dow declines below the prior wave (iv) low at 46,495.60 (Nov. 7), we do not have to worry that Wednesday's high might be just wave i of (v). The weak internal condition of the advance suggests it is not but if the index pushes above 48,431.50 we will have to deal with that potential. The market's current trend is down and should continue.



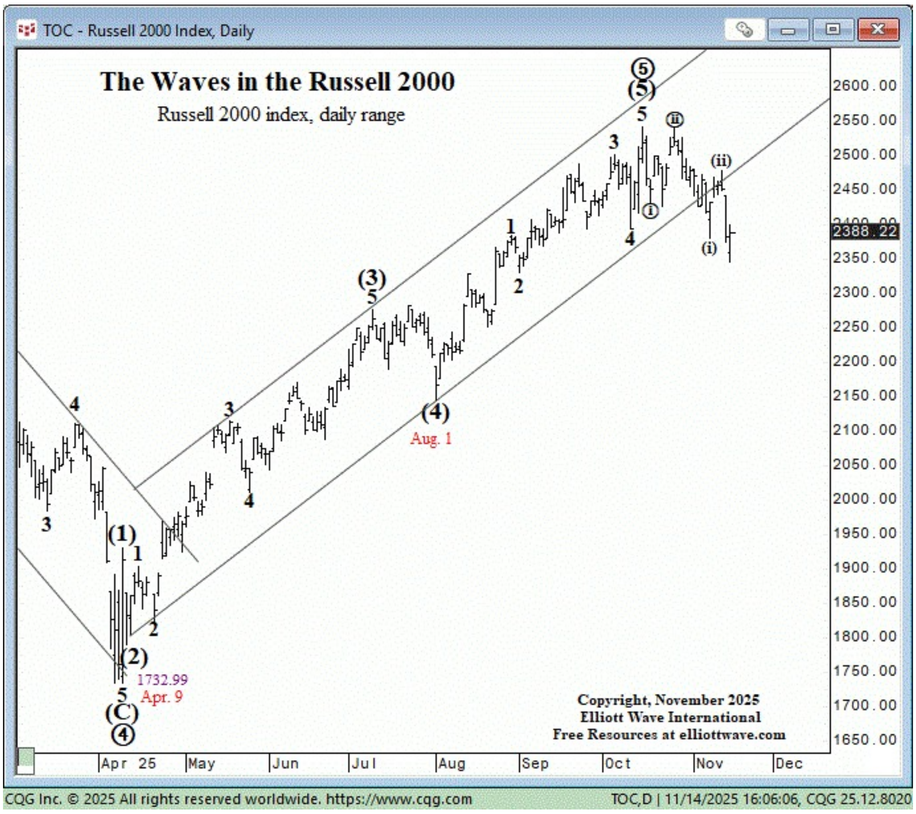


The **[E-mini S&P 500 futures]** traced out an impulse pattern from the October 29 high to the November 7 low. This “five down” is wave i (circle) of a larger five-wave decline. Wave ii (circle) carried the futures to 6900.50, the intraday extreme in the overnight trading on November 12. From there, the contract traced out another five-wave decline to 6670.50, today’s intraday low. This impulse is wave (i) of iii (circle). Wave (ii) is today’s intraday rally, which has so far carried prices to 6795.50, retracing 55% of wave (i). Wave (ii) should be in its latter stages. Wave (iii) down, when it starts, will be another five-wave declining pattern but this one will draw prices initially to 6400-6425. Greater bearish potential exists thereafter. A rally above 6900.50, the wave ii (circle) high, will rescind this forecast.

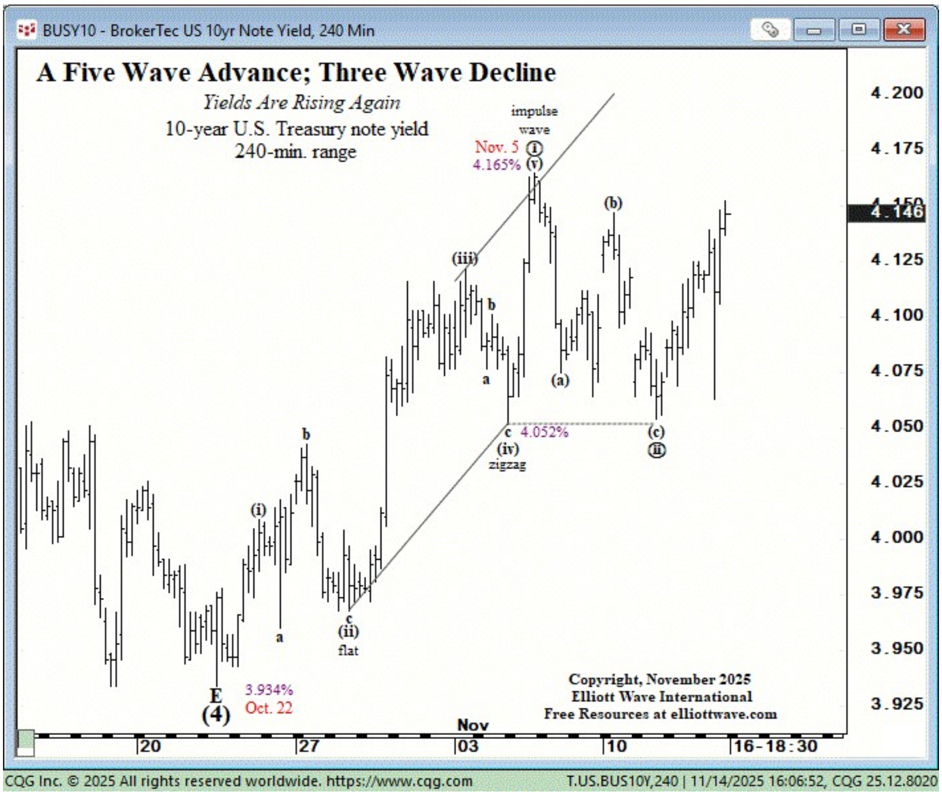




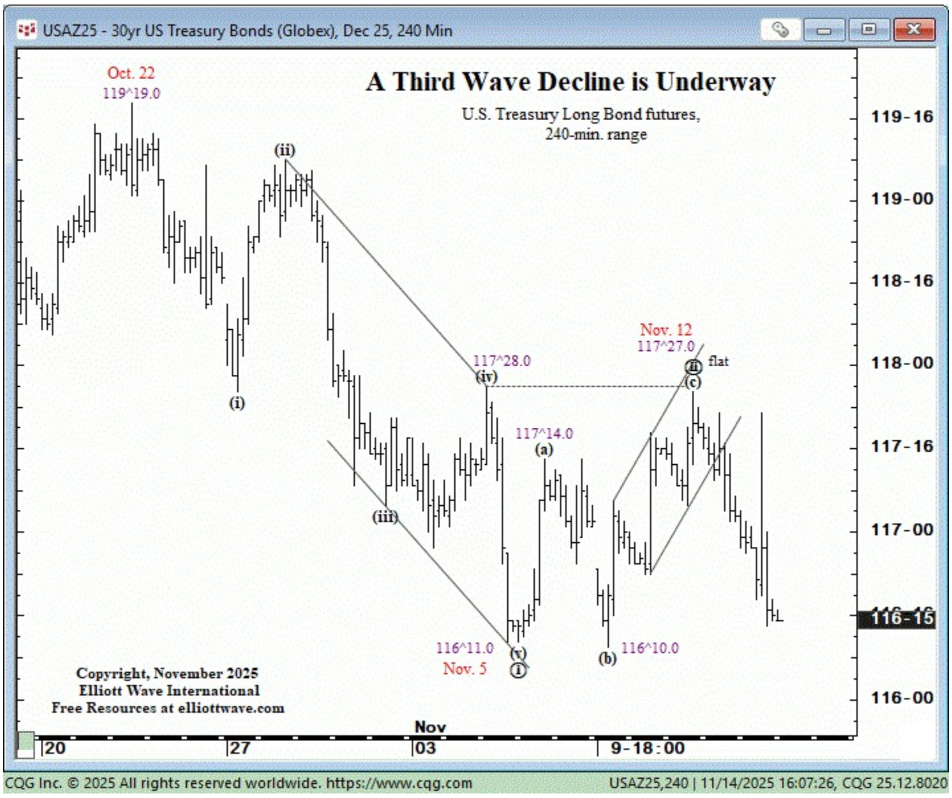
The **[E-mini NASDAQ 100 futures]** contract has the same short term pattern as the E-mini S&P. The decline from October 29 to November 7 is a "five." The rally to 25,830.00, the overnight high on November 12 is wave ii (circle), which traced out a zigzag (see text, p.42). Another five-wave decline drew the contract to 24,626.00, today's intraday low. This impulse is wave (i) of iii (circle). Wave (ii) has retraced 55% of wave (i), just like the S&P. It's rare that both indexes would retrace the same percentages but with this market, it's par for the course. Wave (iii) of iii (circle) down is next. When it starts, the E-mini Nasdaq should decline persistently, with an initial target surrounding the 23,000.00 level. Still-lower levels should follow. A rally above 25,830.00, the wave ii (circle) high, will suspend this forecast until we can reassess the wave structure and its attending implications.



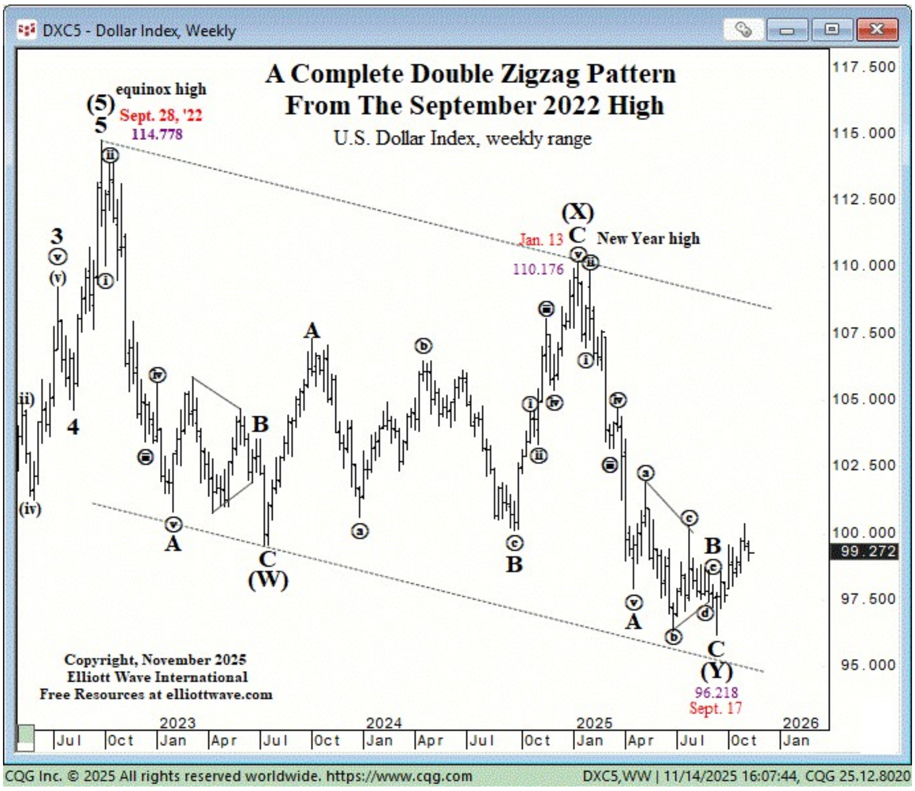
The **[Russell 2000]** has now decisively broken the baseline of the trendchannel formed by the rally from April, as the index ratchets lower. The decline from the high at 2541.66 on October 15 is a series of first and second waves, which will lead to a third wave decline in the coming days and weeks. The index should not be above 2478.13 again, the wave (ii) high on November 12, otherwise the series of first and second waves lower will lose its appeal.



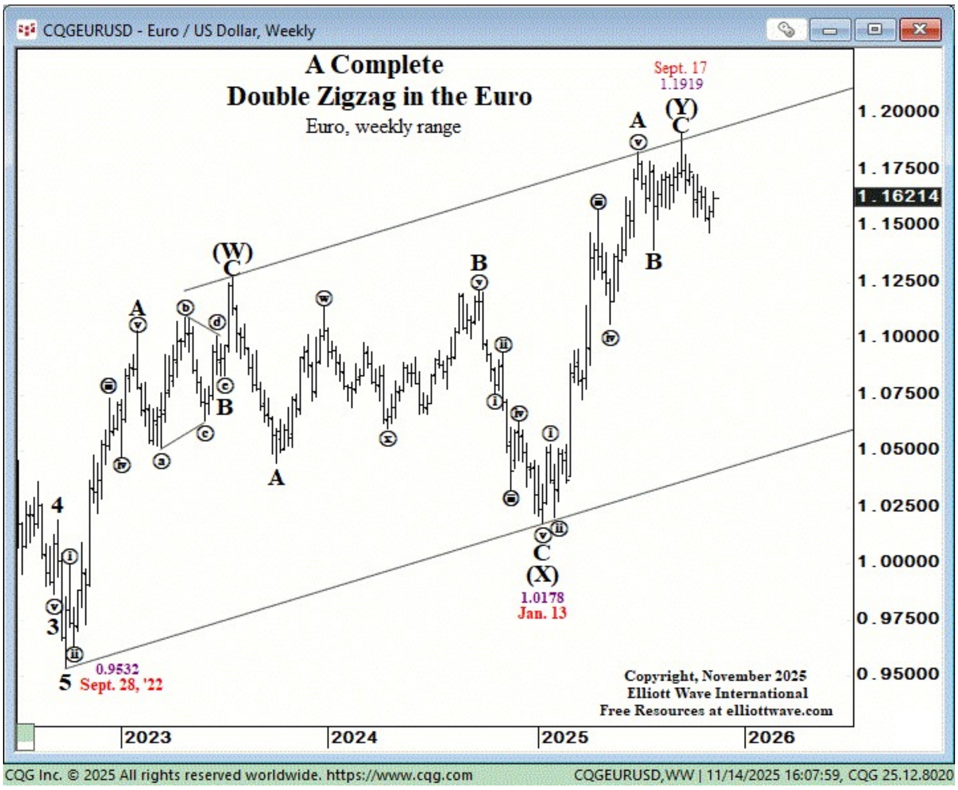
The 240-minute range chart of the yield on the **[10-year U.S. Treasury Note]** shows the initial waves of Intermediate wave (5). Minute wave ii (circle) bottomed at 4.054%, essentially meeting the prior wave (iv) of i (circle) low at 4.052%. Wave iii (circle) has started and will carry yields toward 4.400% and higher. Our sense is that many bond investors are expecting the opposite, a decline in yields. While short term yields may decline further, the coming rise at the long end indicates a steepening yield curve, which was our forecast in both the July and September issues of EWFF. Short term, the yield on the 10-year T-note should not be below 4.063% again or we will have to reassess the developing wave structure.



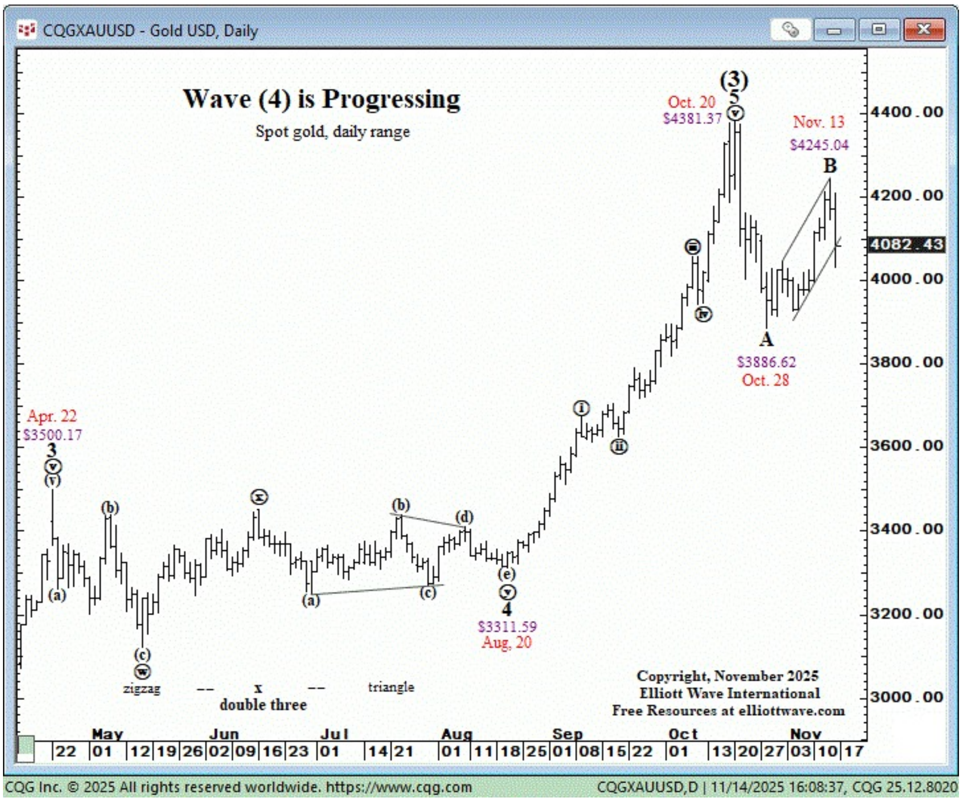
Wave ii (circle) in the **[U.S. Treasury Long Bond futures contract]** traced out an upward flat (see text, p.45) that topped at 117^27.0 on November 12, meeting a prior wave (iv) extreme which is a common target in a retracement. The target for wave iii (circle) is the mid-112^00.0s, which we will refine as more of the subwaves emerge. While not expected, a rally above 117^23.0 will suspend the forecast until we can assess the pattern and technical landscape.

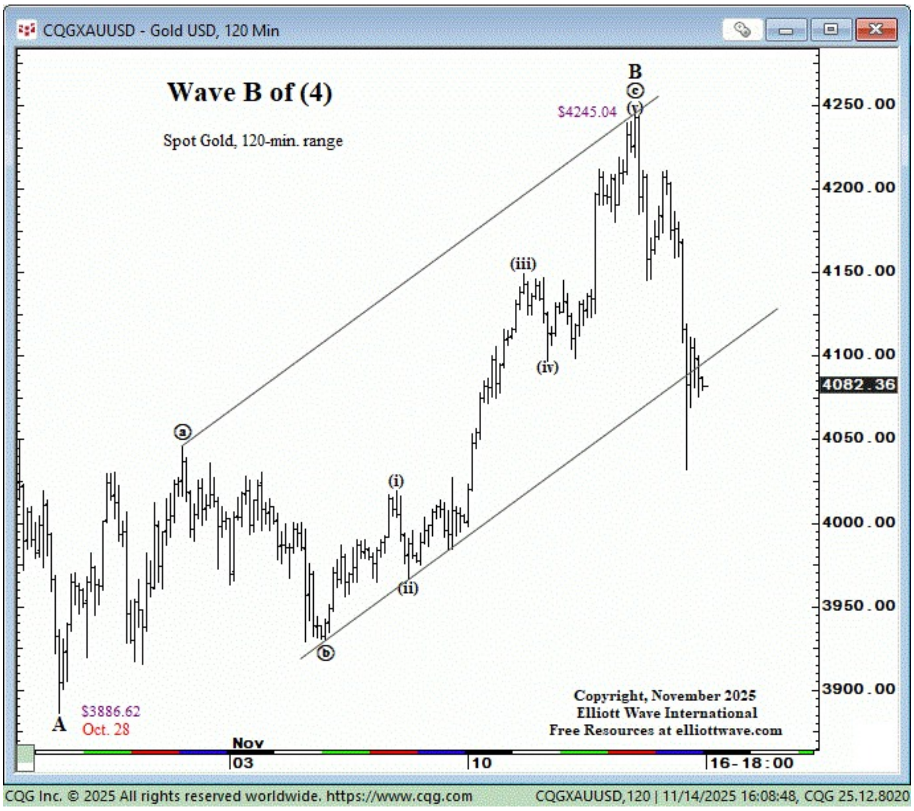


The **[U.S. Dollar Index]** declined to 98.991 intraday yesterday, November 13, and closed the session at 99.181. Today, the index rallied and is at * as we go to press. Our short term stance remains that the U.S. dollar should rally 100.360 to finish another first wave of small degree within a series of first and second waves that started at the low on September 17. This stance will remain intact as long as yesterday's intraday extreme at 98.991 remains intact. A decline below this level will indicate that a larger setback for the buck is unfolding, one that will retrace a larger percentage of the rally from 96.218, the low on September 17. Lower support is in the wide range of 97.751-98.289. In the bigger picture, the low on September 17 completes a double zigzag pattern that started at the high in September 2022. This means the U.S. dollar is in the early stages of the largest rally since the 2022 high.

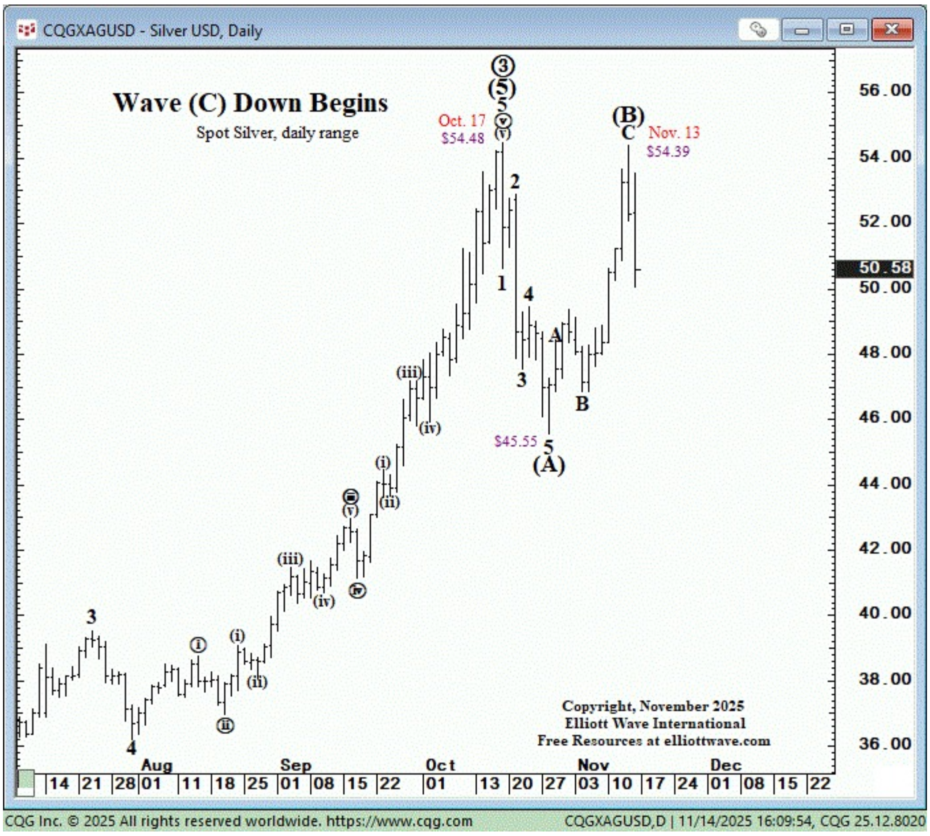


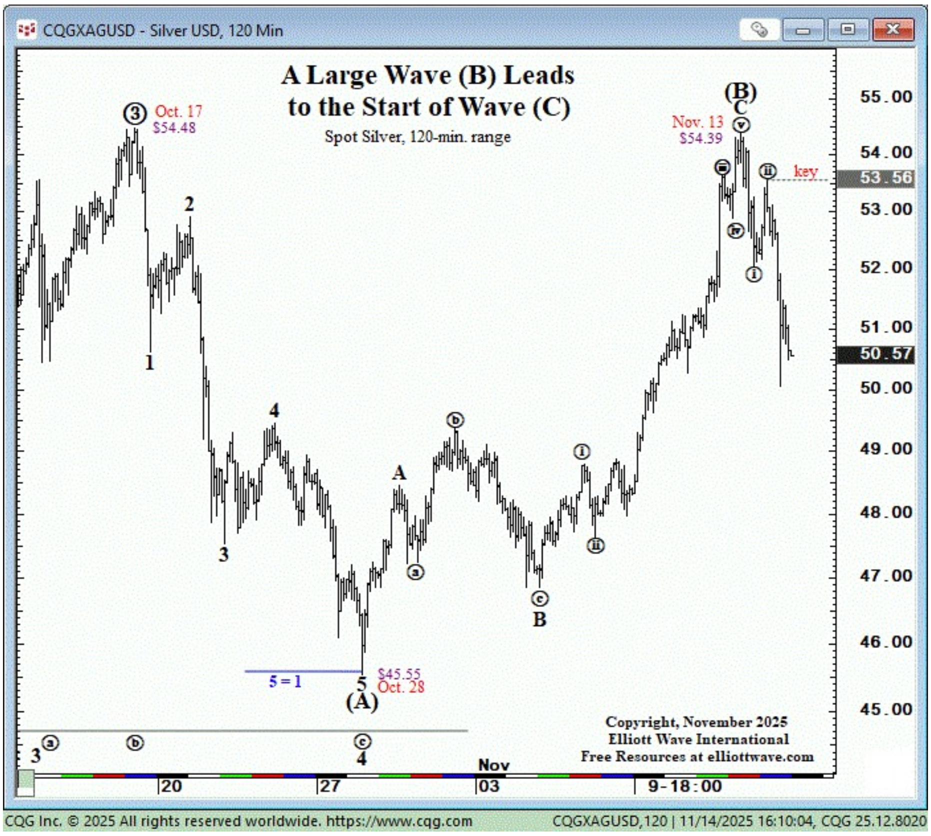
The forecast for the **[Euro]** remains intact. To review: “The euro completed a double zigzag (see text, p.42) at 1.1919, the high on September 17, which started at the low in September 2022. Prices are in the very early stages of the largest decline since the 2022 low. Short term, there is variability to the pattern, which has options. A break of 1.1469 will indicate that the next wave lower is underway.”





Wave B in **[Gold]** retraced 72% of wave A to $4245.04, yesterday's high (Nov. 13), probably dragged a bit higher by the surge in silver. Prices have since plunged 5%, with spot prices breaking below the baseline of the wave B channel, as shown. Today's intraday low of $4032.37 overlaps the top of wave a (circle) at $4046.11, so the steep drop of the past two days cannot be the fourth wave of a still-developing impulse. The price drop is the start of wave C, which should eventually draw gold toward the area surrounding the $3324.23 level, the Fibonacci .382 of wave (3) and the apex of a prior triangle that was part of wave 4. Nothing moves in a straight line unless it's a crash, so today's steep selloff is likely to lead to more ragged price action, all within a declining trend that's comprising wave (4). Gold prices should not be above yesterday's high at $4245.04 or the wave pattern will change.





[Silver]'s volatility this week has been intense. Spot prices rallied nearly 13% from Monday's open to yesterday's intraday extreme at $54.39 (Nov. 13). The bidding was so frenzied that it pushed silver futures to a new recovery high but spot prices could not keep up and wound up topping below the high on October 17 at $54.48, failing to confirm the new high in the futures. Silver then plunged 8% from yesterday's high to today's intraday low at $50.06. It looks like yesterday's high at $54.39 is the top of wave (B), which retraced a rare 99% of wave (A). The decline from yesterday's high is a still-developing impulse pattern, where today's intraday rally is wave four of a five-wave decline. A break below $50.06, today's low, will be the fifth wave of the impulse, confirming that yesterday's high is the top of wave (B). The "five down" from yesterday's high will be wave 1 of (C). Eventually, wave (C) will draw silver under the wave (A) low at $45.55 from October 28.

Silver's alternate count is that the steep decline yesterday and today is the fourth wave of a bullish impulse pattern that started at the low on October 28. A rally above $53.56, without first completing the "five down" from yesterday's high, will elevate the alternate count to top status. We will discuss this scenario in more detail if market action warrants.

Have a great weekend!

Next Update: Monday, November 17, 2025
--Steven Hochberg, Editor.

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Wave Degree	5's With the Trend					3's Against the Trend		
1 Supermillennium	①	②	③	④	⑤	Ⓐ	Ⓑ	Ⓒ
2 Millennium	(1)	(2)	(3)	(4)	(5)	(A)	(B)	(C)
3 Submillennium	1	2	3	4	5	A	B	C
4 Grand Supercycle	I	II	III	IV	V	ⓐ	ⓑ	ⓒ
5 Supercycle	(I)	(II)	(III)	(IV)	(V)	(a)	(b)	(c)
6 Cycle	I	II	III	IV	V	a	b	c
7 Primary	①	②	③	④	⑤	Ⓐ	Ⓑ	Ⓒ
8 Intermediate	(1)	(2)	(3)	(4)	(5)	(A)	(B)	(C)
9 Minor	1	2	3	4	5	A	B	C
10 Minute	i	ii	iii	iv	v	ⓐ	ⓑ	ⓒ
11 Minuette	(i)	(ii)	(iii)	(iv)	(v)	(a)	(b)	(c)
12 Subminuette	i	ii	iii	iv	v	a	b	c
13 Micro	①	②	③	④	⑤	Ⓐ	Ⓑ	Ⓒ
14 Submicro	(1)	(2)	(3)	(4)	(5)	(A)	(B)	(C)
15 Miniscule	1	2	3	4	5	A	B	C

(↓ continue progression: lower case Roman/Arabic numerals; upper/lower case letters)