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STOCK CYCLES FORECAST

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August 2, 2019	Daily	Weekly	Dow 26,843
Trend:	Up	Up	Monthly
Target: S&P	3035, 3040	3025, 3090	3090, 3136
Breakpoint/Reversal:	2960 target 2890	2910, target 2735	2740, target 2560

First Week in August, or September?

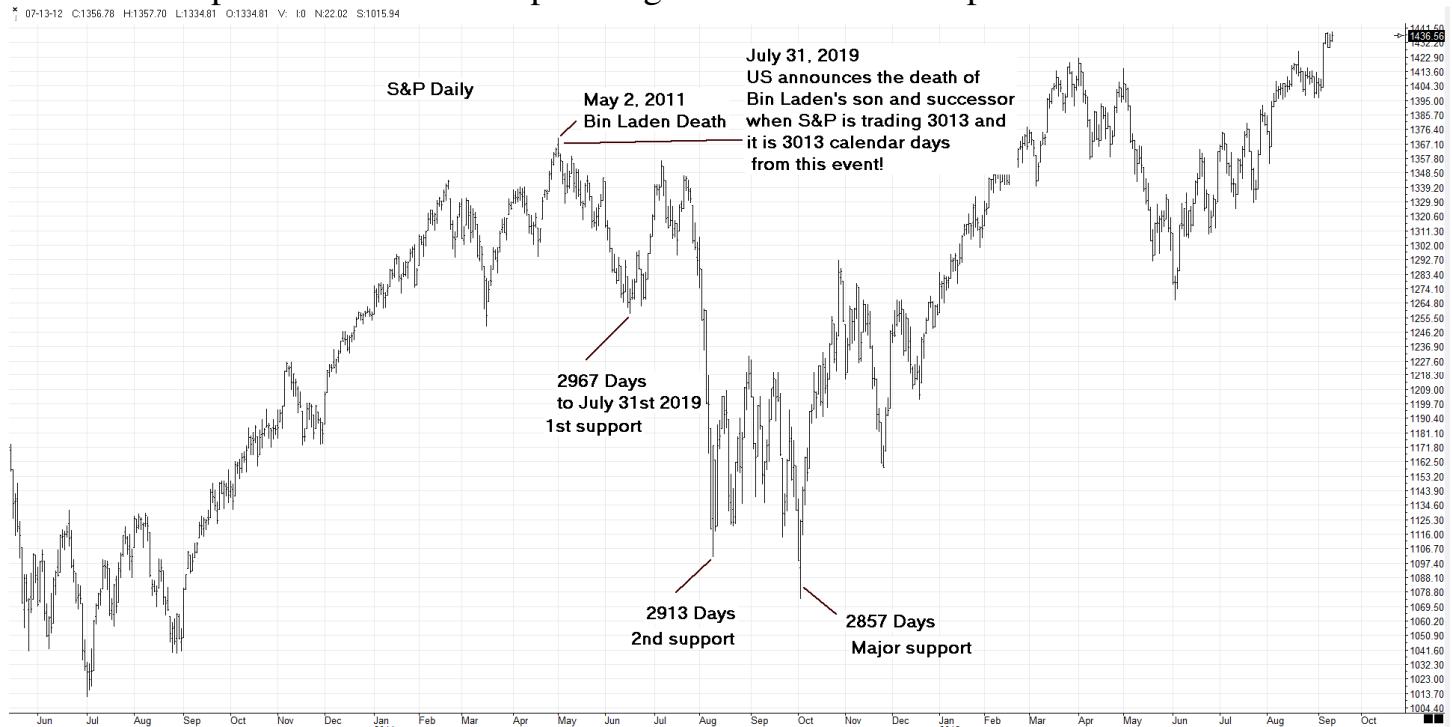
Clearly the market is ready for its first big top and individual stocks are starting to go sideways or down everyday. For the last few issues I have shown this geometric chart which indicated a potential parabolic end point high near August 1st, although there is room out to the 8th of August. The alternative is the year 2000 low July 31st and rally to September and the very important 90 year cycle with the 1929 anniversary on September 3rd. This chart has been



doing a very good job of tracing out the energies over the last year and a half so that key 2820

pivot will be the bull / bear demarcation line with two powerful up trend lines converging there for support. Not drawn in is the vertical tangent to the lower bottom circle that goes maximum down around December 4th. That could yet be an inversion high if they keep above 2967 but a downtrend starting now would have a geometry similar to the leg down last September / October.

As I am writing this on July 31st we have a big drop on the FED announcement of a rate cut and at the same time a news flash comes out saying that Bin Laden's son and successor leader has been killed. In this business we always know that 'news breaks with the cycle' so I looked up the Bin Laden death which I had mentioned previously to you on page 2 of the last letter to watch for a top like the 5/2/2011 top if we got near a 3000 or so price level.



We see clearly here how 'time & price' relate as we spent most of the day until the rate cut at 3013 emini and 3013 calendar days back was the spike top Bin Laden death announcement.

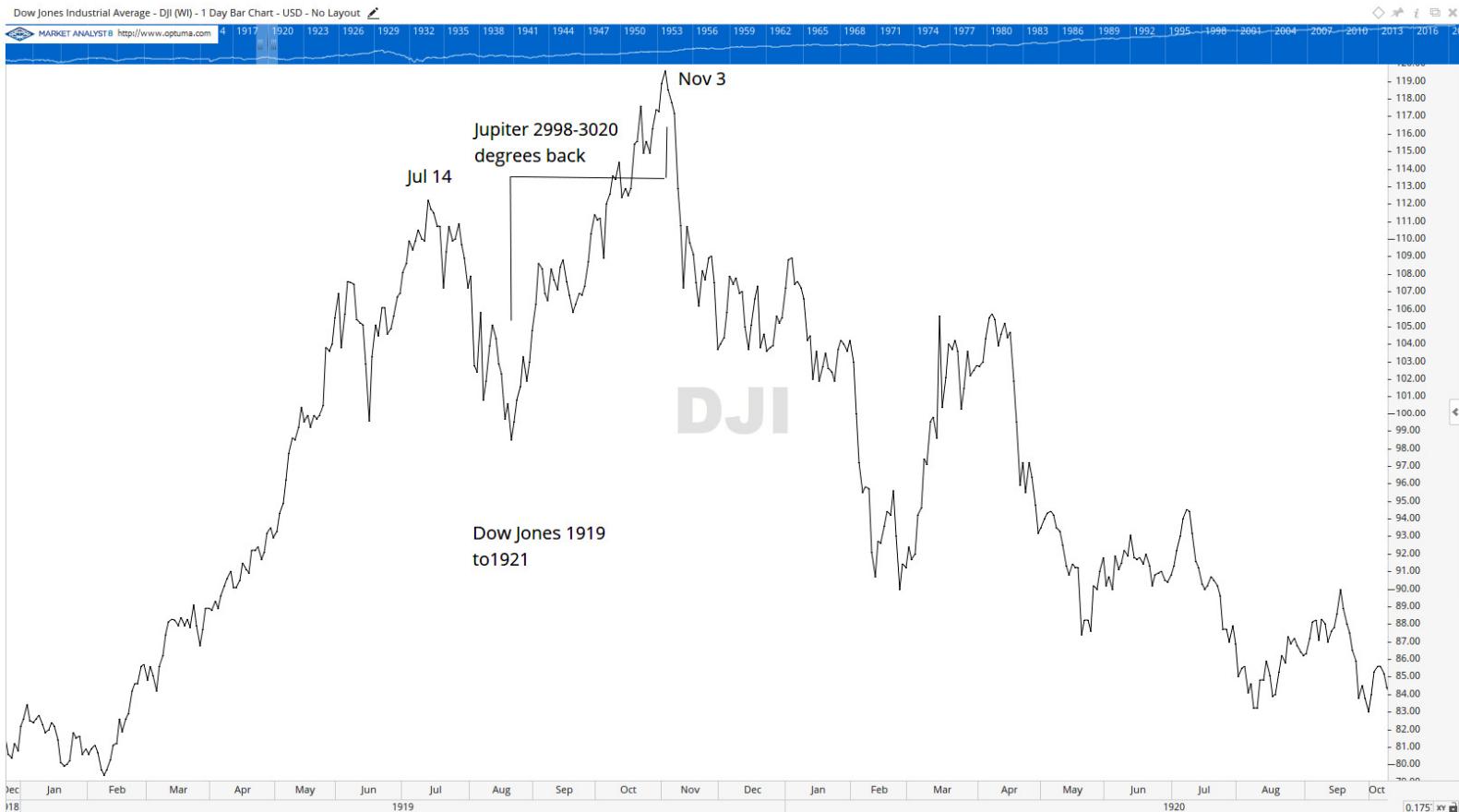
Now we have another. Since time & price balance each other as we go down the price numbers get smaller and the time moves forward (less time from today) so we see on this chart some major pivots and their time units from July 31st. Often these levels get 'frozen in time' and become future support and resistance numbers but remember if we go to September 1st these numbers at that time will be about 30 points (days) more.

The 1 minute chart shows the 3013 flat until the news hit and the 1 min plunge did go just below the 2967 first support but rebounded quickly. This demonstrates the fractal within



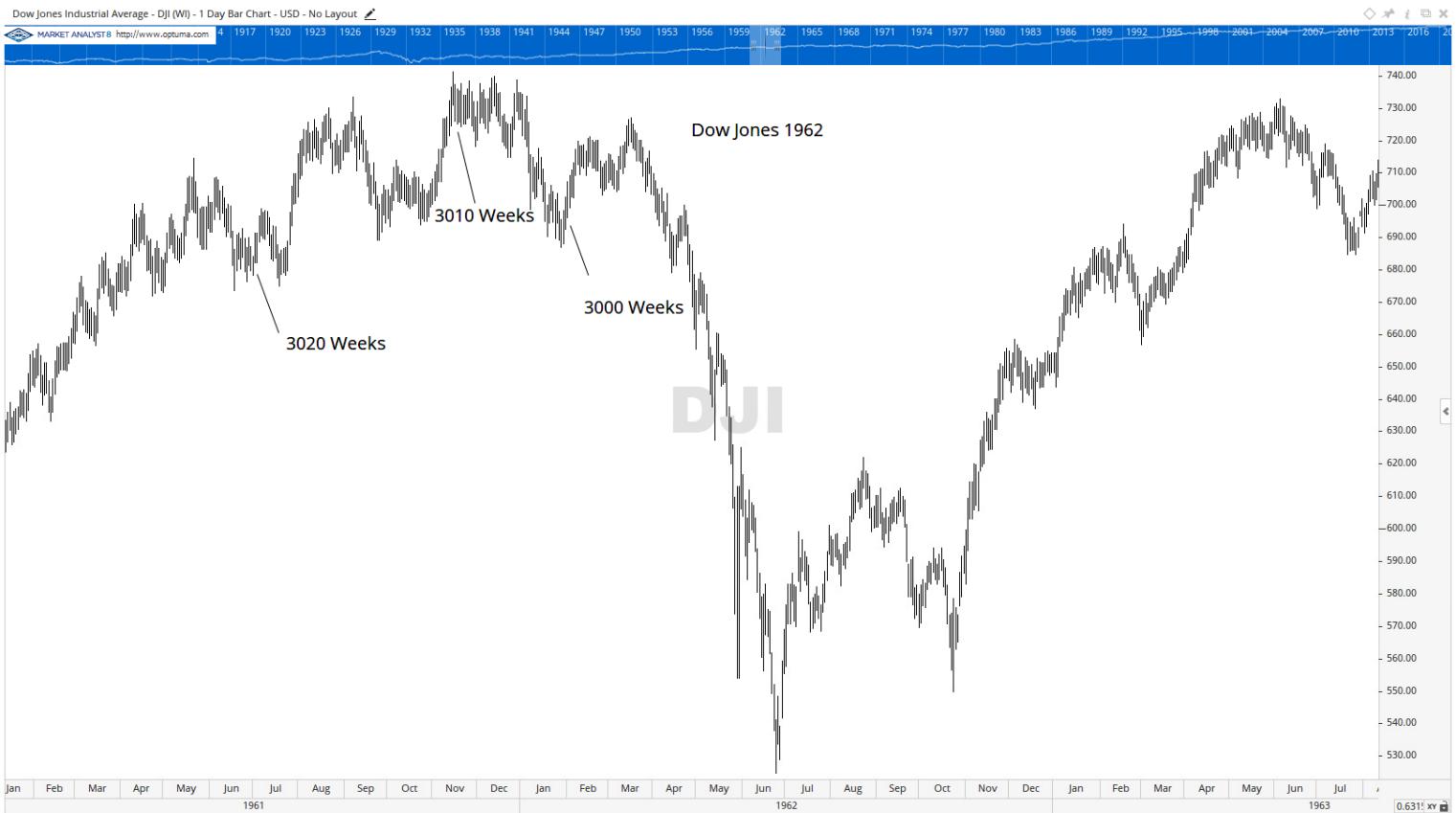
fractals patterns that time cycles follow. The difficulty is that there are numerous time cycle harmonics operating at all times.

If you have read my Gann Planetary Volumes you know that 'time' can be related to 'movement' to cause manifestation- Genesis 1:2 ..'and the Spirit of God moved upon the face of the waters'(consciousness). In the stock market the movement of time is counted in days, weeks, months, and also planetary longitudes. The above analysis of a top created near 3013 because it was 3013 calendar days from a prior top pattern in May 2011, is also manifested using planets like the big bull planet Jupiter which moved 3000-3020 degrees from our important 100 year cycle from 1919 as seen below:



Jupiter was moving in the area of 3000-3020 degrees back from today as the market hit its final high in 1919, although the last leg up was near the third week in August going up to the November final top. There is more 'slippage' with these big planets but they all sync up to one date and time when its over. This is the warning bell.

If we look at the 3000 number as a potential top then we should see multiple occurrences of top patterns in history at that offset. Now this may just be temporary resistance and then the market blows thru to perhaps 3200 and it starts all over again but note many times this 3000 time area setup is merely offset to 3200 by the market going sideways 200 days further in time. Below is a chart from the 1962 waterfall decline and panic which is now 3000 weeks ago. (BTW the 1962 top was 386 months from the 1929 high of 386).



What can we make of all this? First we know there is considerable resistance near the 3000-3025 (55^2) numbers. We look for swing lows to be broken now on the weekly and monthly charts validating the daily chart sell signal we see and we look for the *pattern* of lower highs and lower lows developing on the longer term charts. If that starts then the bull market is over with a one to two year decline coming up. Technically a strong parabolic run like we are in usually takes some time for distribution so we always look for the key rally back which can be days or a couple of weeks away yet. If that fails at a lower level than the current top then we must act quickly and start shorting the market. If we go to a new high then we project the new levels up like a square root increment of 55 squared (3025) to 56 squared (3136).

In past letters I reviewed the leadership stocks that were making new highs and told you to look for weaknesses within this group. We are now seeing some of that but also aggressive rotation into past broken leaders that are trying to be resurrected. This type of action can buy the market another three months or so if the top names under distribution can drift down without causing a panic. The cardinal rule for mutual fund managers is *never let the NAV go down!* This is done by quietly buying into the new potential leaders and when it's time to sell the old ones they sell hard the former names perhaps driving them down \$3 but at the same time ramming the new names up \$3 to \$5 on those days offsetting the NAV loss. We are starting to see that in chips and busted names like MMM and IBM replacing AMZN and NFLX and many others. It's best to follow the new leaders up rather than try and catch a feeble rally back in AMZN or NFLX. In this chart of **AMZN** we see my beautiful arc catching the high perfectly and predicting a failure top. There may still be another attempt and as the foldback to the first top had two tops we could see that again but watch for the pattern of lower highs and lower lows to develop and tell that the bull has died for this name.



Here's the **IBM** comparison and note IBM holding the top resistance while AMZN broke. IBM is near a resistance trendline and may hesitate but this rally is the biggest seen since 2015-2016 and it should continue.



BAC continues its upside breakout but is not out of the woods yet, but its daily relative strength seems to indicate it is back in accumulation mode and will outperform for the rest of the year. It has spent a lot of time consolidating at the 50% level of the prior bear market drop and is inching higher so the 5/8ths retracement near \$35 is the next target and then \$42.



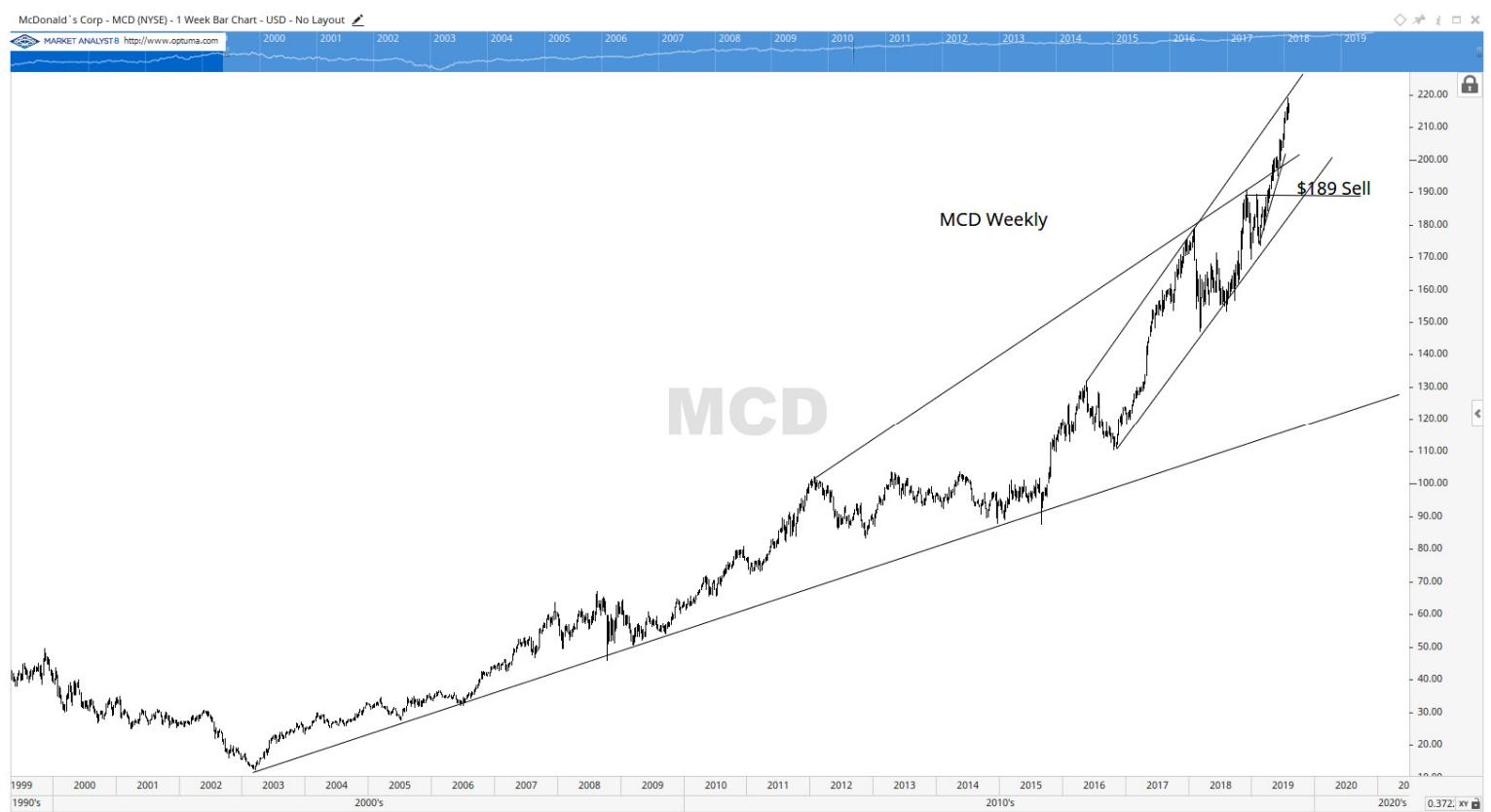
GOOG had a surprise earnings announcement and shot up over \$100 but the chart still could be this foldback symmetry with the two red pointers on each side and the recent gap up mirroring the gap up on the foldback last top. The alternative of course is another 50% higher but any failure back into that gap area would be very dangerous.



GS still has a lot of problems and lawsuits so this chart could be a big failure as it approaches the breakdown level near \$220-225. The likely outcome is down but one could make a case for 3200 S&P led by banks and this chart might be a parabolic accelerating bottoms chart with a huge upward thrust. Not something I would want to bet on but you should watch it as it will be a leader in either direction.

BA looks busted but back in no man's land. The new defense budget may have saved it but the longer its planes are grounded the harder it will be to take off (ha ha). The arbs use it everyday to manipulate the Dow futures so its quite tradeable.





MCD seems near the brick wall but is still parabolic so a dramatic break will be necessary to reverse it. That may have started yesterday so the next week will be key to its future.



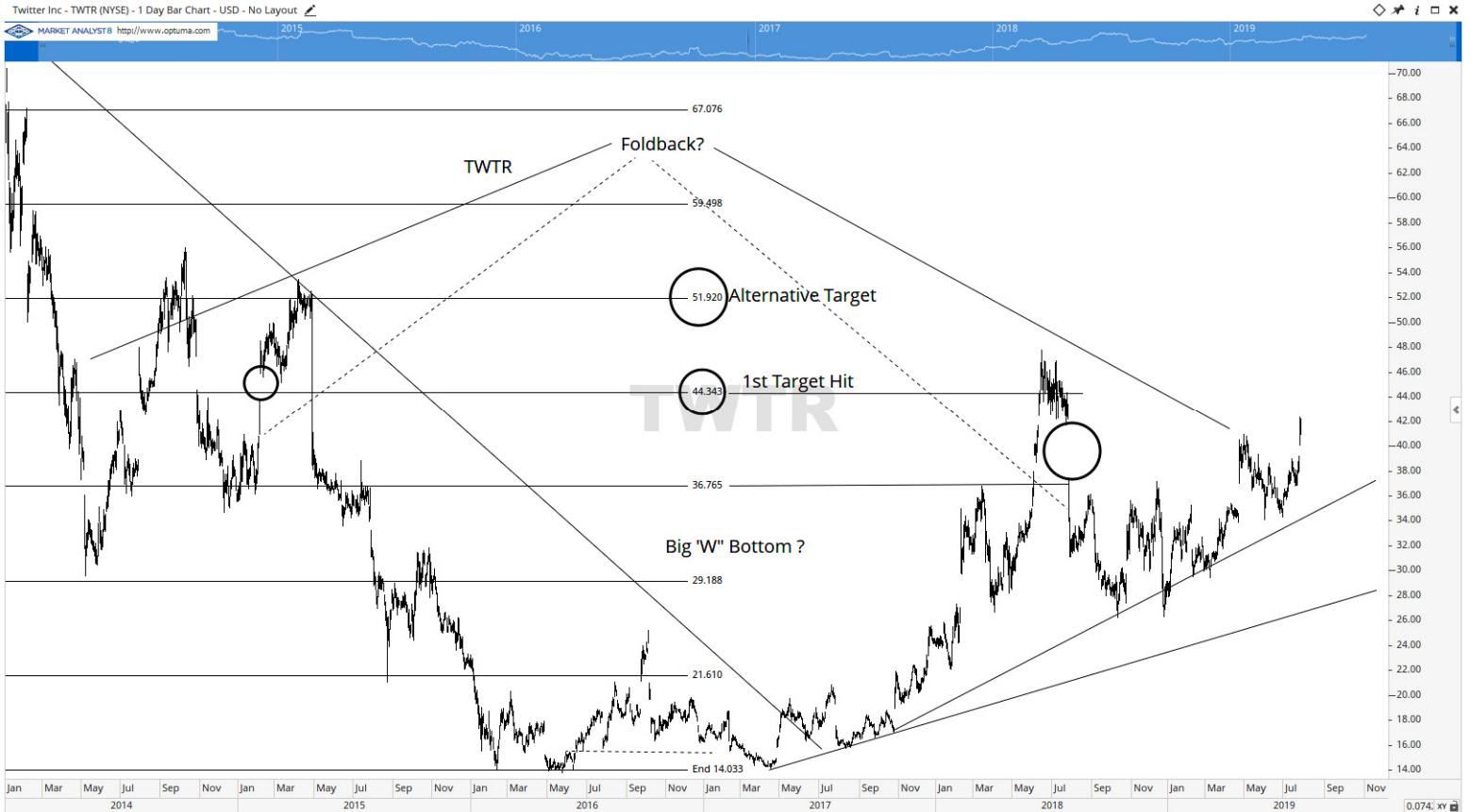
MMM is a beat up hope for the bulls with potential for a new bull market if it can hold the \$180 level. Of course it is economy driven so it will be a key.



Oil is still critical with war talk and ship seizures and yet it's not going up to the 50% retracement near \$60. Mid August sees **HUGE** oil moves likely (either way) but a good chance it's up in this environment. Buy above \$56 only.



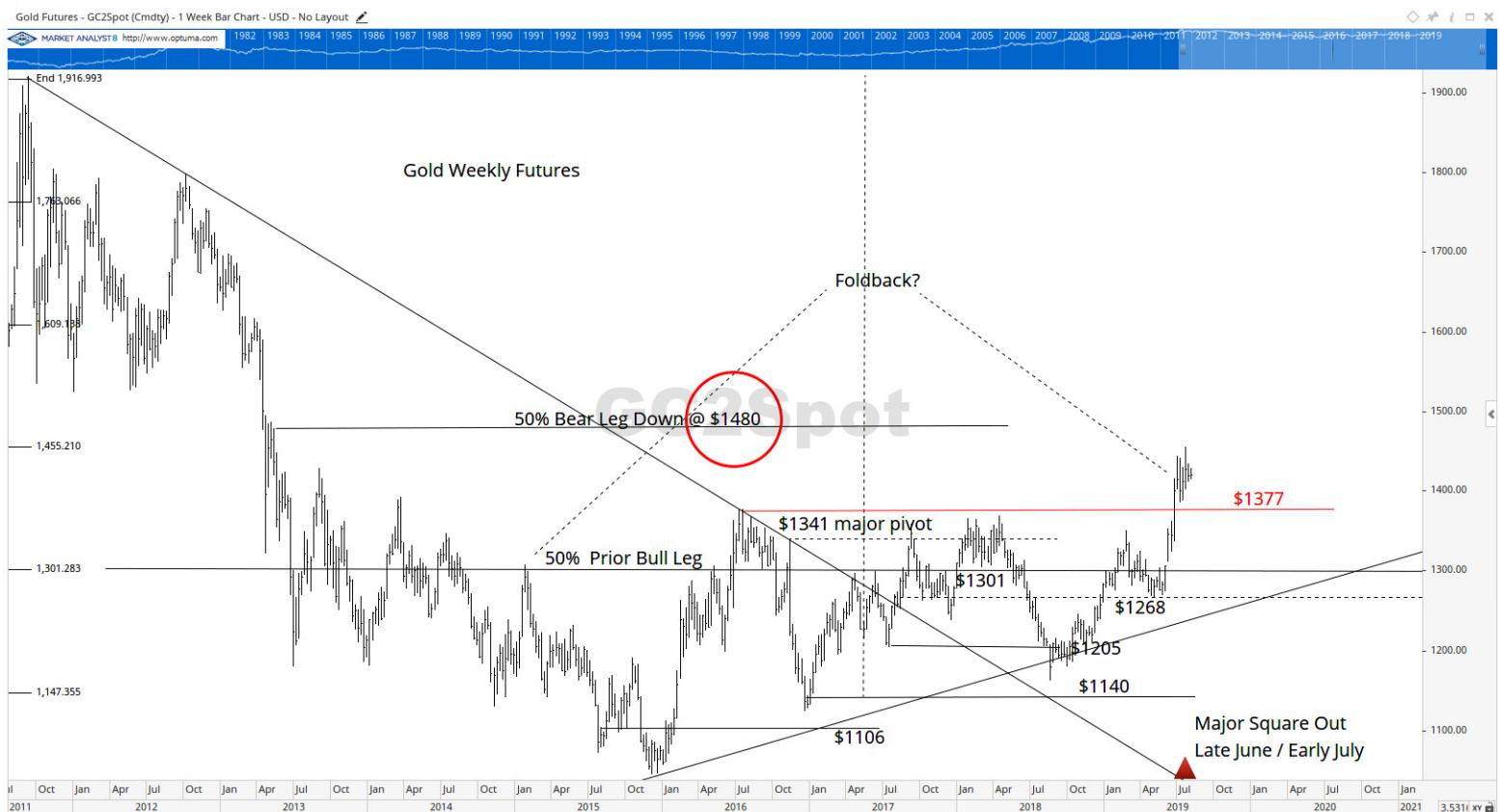
NFLX is finally caving in with costs starting to kill them as all networks are now streaming and taking back their series inventory. The raising of prices is a sore point with the teens and there are lots of competing streaming sources. The chart hints of a measured move down to \$200 and even \$170 with \$350 the only point where shorts might have to look twice.



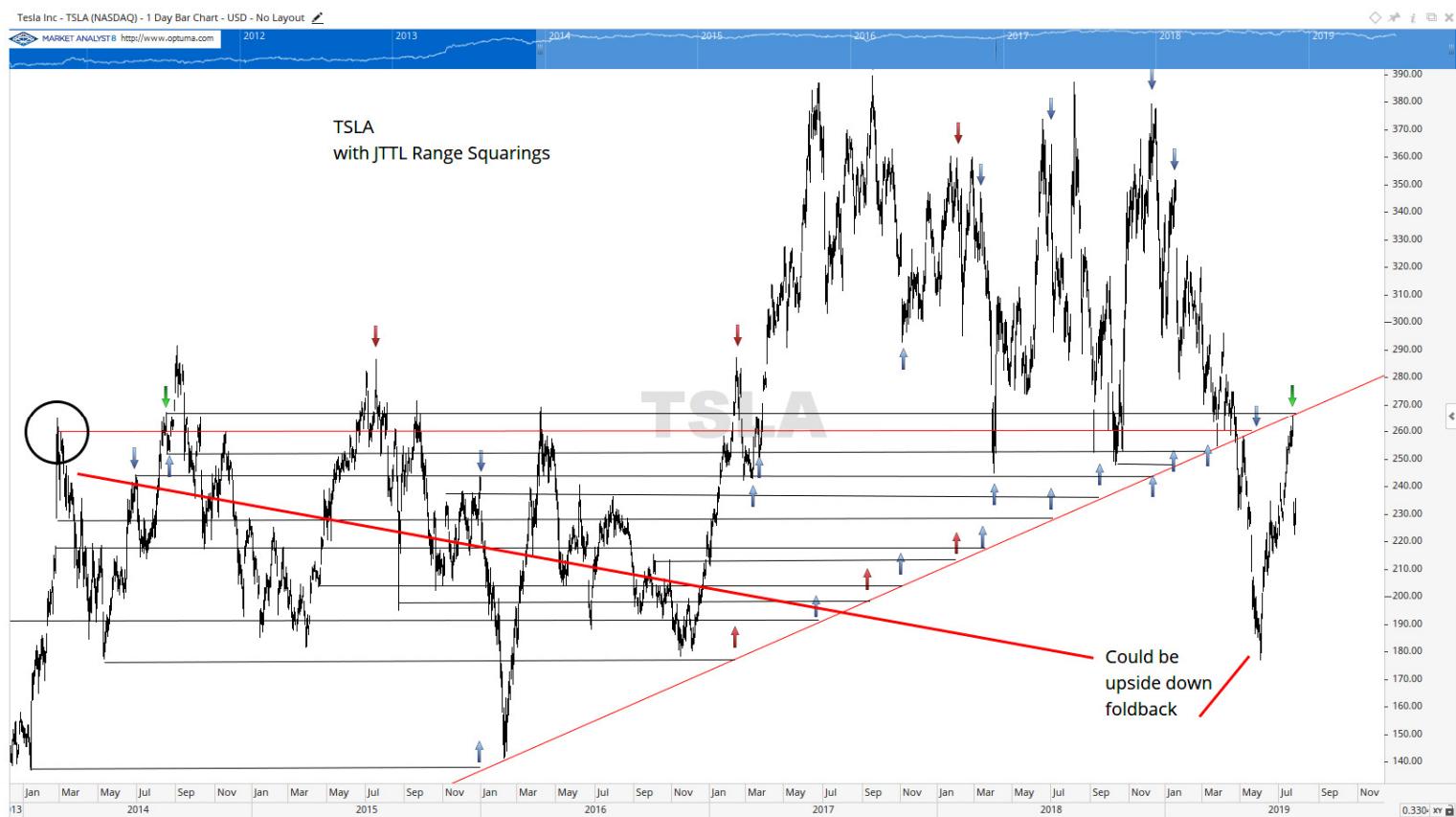
TWTR is still a dog but with the TWTR BIG DOG in the White House this time TWTR could bark a bit louder with better than expected earnings and a very nice looking foldback to the IPO highs. Looks like an early parabolic and as they always say, the cats and dogs rally at the tops.

My favorite dog is US Steel (**X**). It's been suffering for a decade but has much greater expectancy for a major turnaround than ever before. It has a huge base and sells at PE of 2-3. Earnings are due today and can go either way so its a buy above \$16, a sell below \$13 and a buy at \$9 if it plunges on Tariff news.

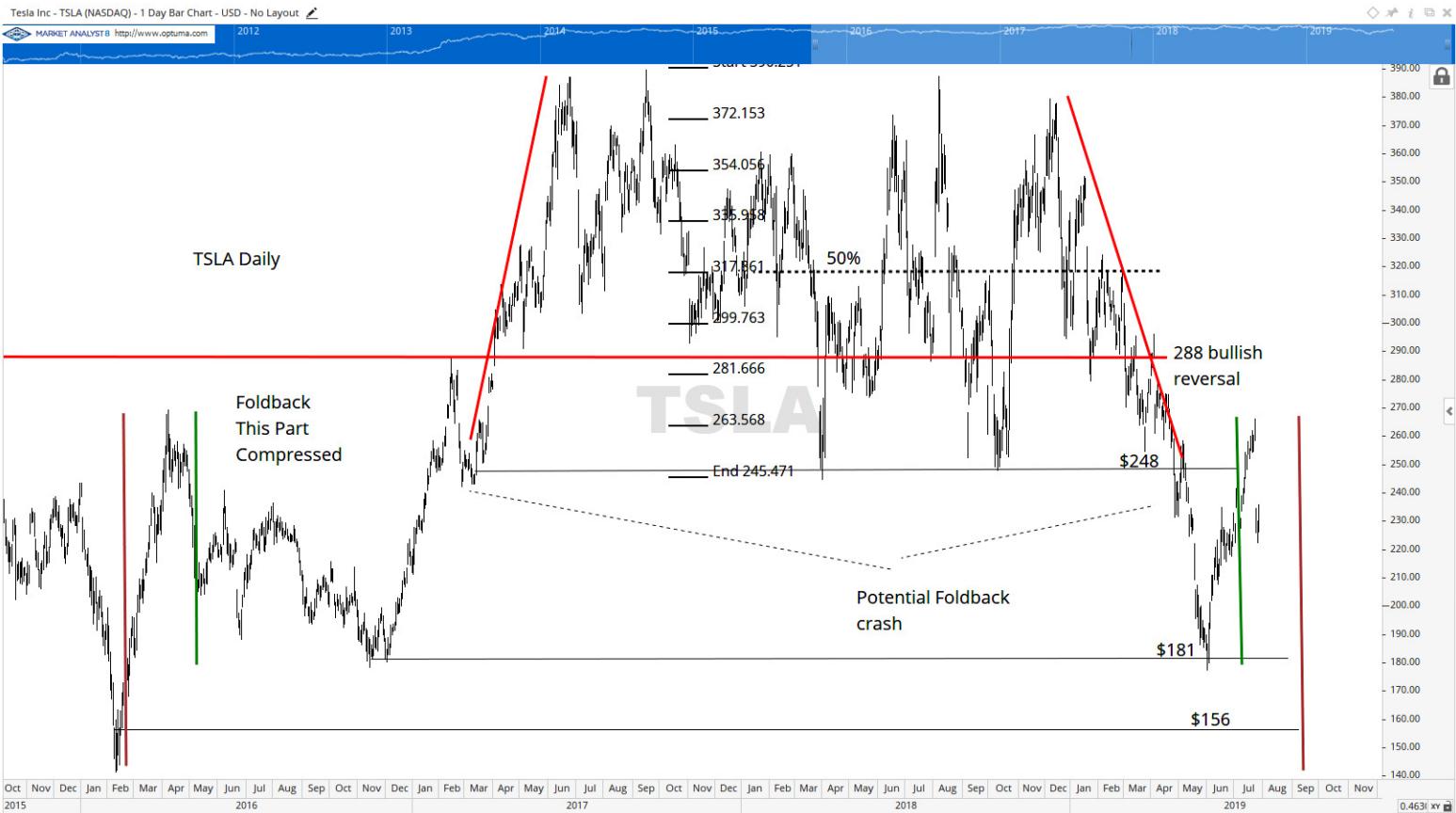




Gold did breakout and certainly looks to be headed to \$1480. \$1377 is the downside pivot. This could be a very early parabolic forming for a potential \$2000+ next year. The FED keeping interest rates low with a booming economy will indeed bring inflation back with a vengeance especially going into an Election Year next year.



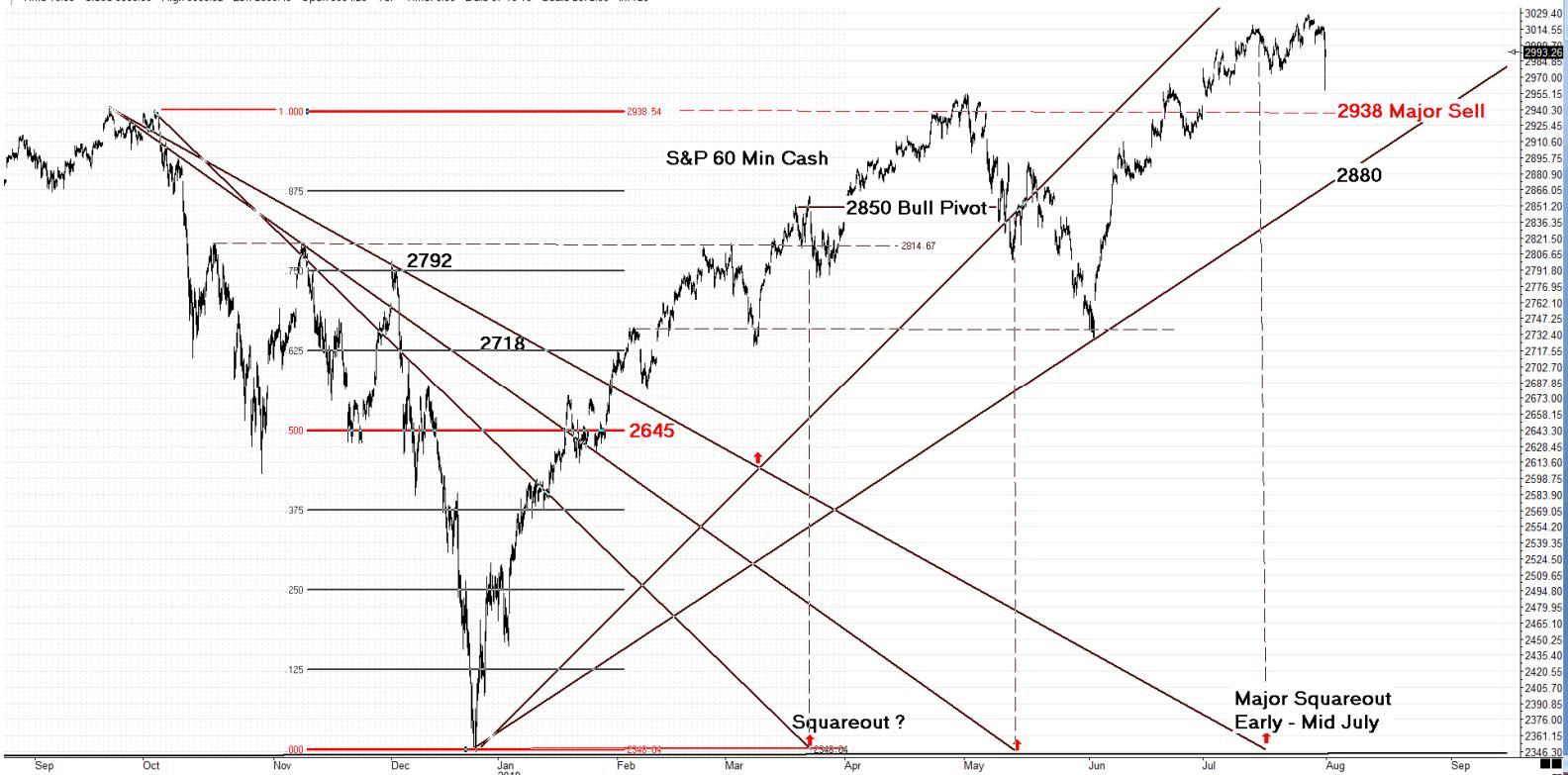
TSLA has been a perfect example of my JTTL's squaring out ranges and the last 'big' ones will hit near years end (above). Below is the same chart with a foldback interpretation which



hints of a plunge to those brown colored measured moves or about \$140. The right hand side is also forming a downside parabolic spike potential so perhaps that year end JTTL is the final low before a big rally and likely takeover for their superior electric motor and battery technology. It's a perfect fit for Daimler which has better cars but weaker electric motors and batteries.

CAT is forming a big triangle or wedge that will resolve soon and big. \$138 seems the key upside and \$115 the long term bear market. It needs to be watched.





The **hourly chart** is giving warnings signals and the news is getting quite choppy and uncertain. Nevertheless we are still very near 3000 and unless they break 2900 and especially 2820 it could just be a typical 3% bullish shakedown. Cycles suggest tops August 1st and September 1st, but some cycles have the high for the year in late November after a September decline.

Summary- The trend is questionable but mostly up. A modest dip to 2880 or 2820 would not likely end the bull market unless external news like war intervenes. Big cycles hit August 5th and 8th and especially the 12th (low), then back up. September 9th looks to be the high and down until October 7th. Support could be 2944, 2925, 2880 and 2820. Upside is 3025, 3040, 3080 and 3136.

Be sure and check out my **YouTube Videos** : 'Michael S. Jenkins The Science of Numbers Forecasting the Stock Market Part II'

<https://www.youtube.com/watch?v=SKTiZzsO99Q>

Also Michael S. Jenkins W.D. Gann's use of Astrology in the Stock Market

<https://youtu.be/vE1hFWtRPU0>

The following stocks have cyclic turns during the next three weeks

JNJ 8/05	WMT 8/05	HD 8/05	V 8/05	BAC 8/05	XOM 8/05	MCD 8/05	AXP 8/05	X 8/05	BA 8/06
GS 8/06	GOOG 8/06	INTC 8/07	KO 8/07	PFE 8/07	NFLX 8/08	CVX 8/09	PG 8/12	MMM 8/12	CSCO 8/12
FB 8/12	NKE 8/13	TRV 8/13	WDC 8/13	SBUX 8/13	JPM 8/14	MRK 8/14	VZ 8/19	CAT 8/19	SNAP 8/19
DIS 8/20	MSFT 8/20	UTX 8/21	IBM 8/21	ROKU 8/21	UNH 8/22	AAPL 8/23	AMZN 8/23	TSLA 8/23	NVDA 8/23

August Activity Calendar

DATE	UP /DOWN DAY	DAILY	WEEKLY	HOURLY
5	D			11
6	D			12
7	D	*		10
8	U			11
9	U			10
12	D	*	*	12
13	D			11
14	U			10
15	D	*		10
16	D			1
19	U			12
20	U			10
21	U	*		2
22	U			11
23	D			11

Notes: U means up day, D means down day. Trend changes indicated by the * will generally be more accurate than the frequent U/D day indications and will usually trend in the same direction until the next *. Hourly turns are given in local New York City (Eastern) times, i.e. 10=10 AM EST

NEW YouTube Video: <https://www.youtube.com/watch?v=SKTiZzsO99Q>

Part I YouTube video: <http://www.youtube.com/watch?v=a6eoz7teIVs>

New Gann Astro YouTube Video: <https://youtu.be/vE1hFWtRPU0>

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My new book:

Gann Astro Vol III - Advanced Astrology - Horoscopes and Trading Methods, has received numerous favorable reviews by early purchasers and is now available to buyers of at least Volume I. Details can be found on the website. (<http://www.stockcyclesforecast.com>). Since this volume was published one technique alone (page 116) has called 5 consecutive trading tops perfectly (and why not- it's worked for the last hundred years!)

NOTE: The main Telephone update number has been changed from 212 866-2934 to **212 866-2950**