

May 20, 2010

Friends:

Just wanted to add a quick update on c-s-w. As you know from my last email, I was convinced that this year could be similar to 1980. Lots of reasons, and the bearish Jan reports just set the table.

As you know, the 1980 market made 3 lows, one in April, one in May, and one in early June.

Obviously, the market has been following the analogs pretty well. Pull up the 1980 charts, kind of eerie really.

So, we will lift another 1/6 to get to only 50% sold, or return to 50% unsold depending on how you like to say it. Tactically, we would use a stop above this past Monday's high tomorrow Friday 5/21 and make it GTC.

Just like last time, we are still 50% sold and would love to see the markets meltdown going into June 10th so we can lift the rest lower.

Take care,
Ken