

Woodson Wave Report (est.1997)
September 4, 2019
September Monthly Report
woodsonwave.com



Fibonacci Options Day Trader

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2018 Performance Report

Account #1 + 29.59%

Account #2 + 69.04%

Account #3 + 133.47%

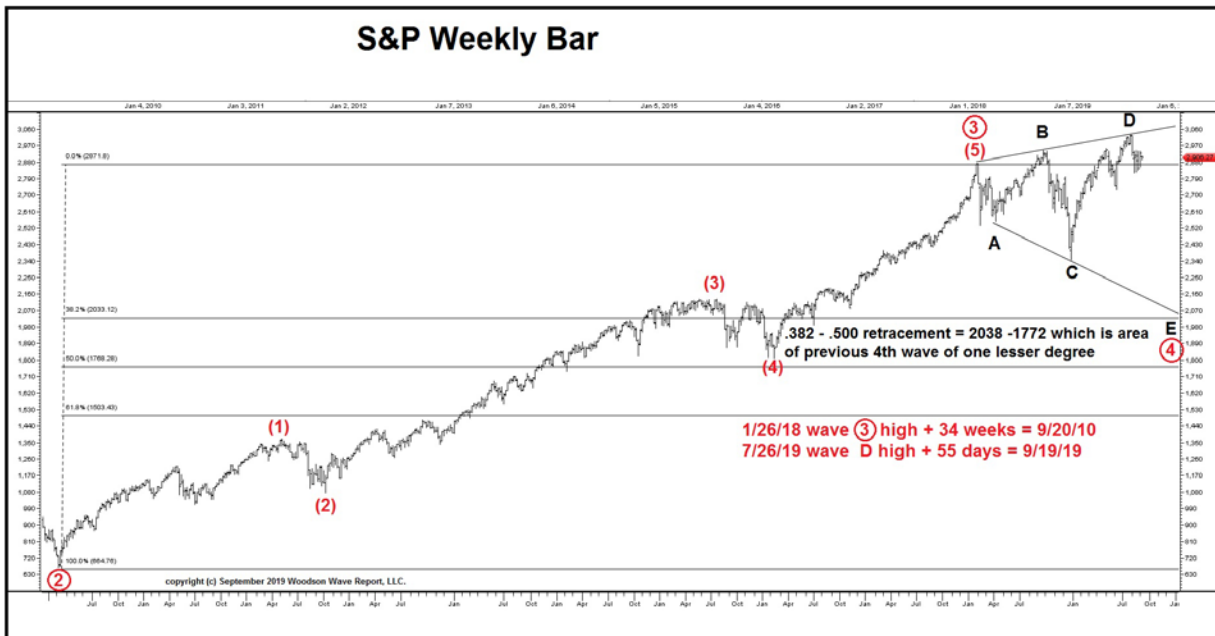
S&P 500 – 6.24%

Timer Digest Ratings:

(P.O. BOX 1688, Greenwich, CT. 06836/ 203-629-3503) ratings:

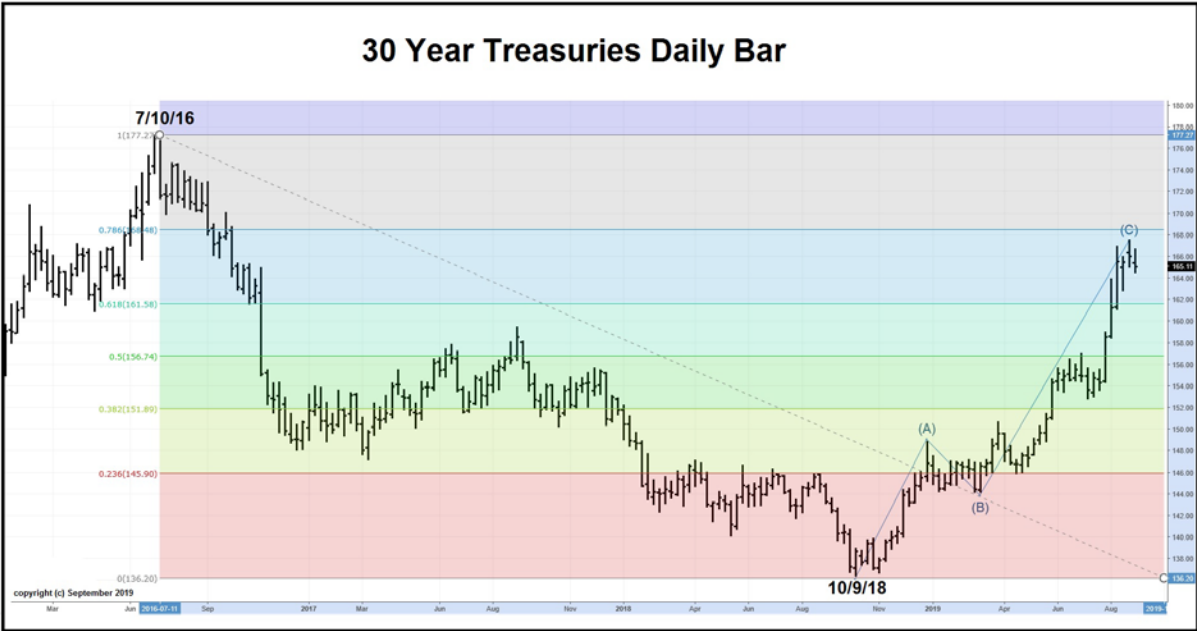
#1 Woodson Wave Report for the 3 month period ending 082319 and now, #5 Woodson Wave Report for the 6 month period ending 082319

S&P 500 Long Term



The long term count remains unchanged as the S&P is tracing out an expanding triangle fourth wave pattern from the January 2018 third wave high. While it seems like a long way to go and a short time to get there, we would be remiss if we failed to note that the Fibonacci time spirals from the weekly third wave high (Jan. 2018) and daily wave D high (July 2019) both point to September 19 or 20, 2019 for the next turning point low. In terms of days in the Fibonacci time spiral from the beginning of the triangle on January 26, 2018 the next turn dates in the sequence are: September 28, 2019 and, October 9, 2020.

Bond Market



We moved to a short position in June as 30 year treasuries hit the Fibonacci .618 retracement level. Up until now, we've been wrong. The bond market has continued higher (in terms of price, lower in terms of yield) since then. As the chart above illustrates, it is now bumping up against the Fibonacci .786 retracement level of 168.48. This level should hold any advances higher from current levels. **Remain short against the July 2016 high of 177.83.**

The yield on 30 years treasuries is at an all-time low – below 2%. Now you can receive the same yield on S&P 500 stocks (1.9%) as you can from 30 year bonds (1.9%). And there is over \$15 Trillion worth of negative bonds around the world. So how does this work? Let's play this out. They manufactured Q.E 1, 2, and 3 to artificially suppress interest rates so that the only place to receive any yield in the world would be the stock market. This was

in response to the crash of 2007 -2009. Interest rates have remained artificially low in the United States (and longer for the rest of the world) for over 10 years even though the crisis was over a long time ago. So the plan is for investors to continue buying stocks to infinity because they are the only place left to go for yield and the stock market will go up forever. We all know how this is going to end. It's not going to end with the stock market rising to infinity. The Fed and Central Banks around the world are looking for inflation while the real worry and concern, deflation is staring them in the face but they cannot see it. They are too busy fighting the last war. Lower yielding and even negative yielding interest rates is at or near its end. The trend reversal to the downside (in prices, upside in rates) will be swift and severe.

Gold Market



Our make or break level for the wave count for gold was the wave one low of 1527 from our August monthly report. That level has been broken to the upside, thus breaking our wave count. The updated wave count is detailed in the chart above. Wave 3 appears complete or nearly so, therefore short term allow for a pullback in wave 4. Any such decline must remain above the wave 1 high of 1374.91. **WWR moves to a long position in the Gold market against the wave 1 high of 1374.91. Move to a short position with any drop below 1374.91.**

Positions for rating services:

Long-term counts are found on weekly and/or monthly charts and generally cover a time period of years to decades.

Intermediate-term counts are found on daily and/or weekly charts and generally cover a time period of weeks to years.

Short-term counts are found on daily and/or hourly charts and generally cover a time period of days to hours.

Dow:

Long term: Moved to a short position after the close on 0717/19.

Intermediate term: Moved to a short position after the close on 0717/19.

Short Term: Moved to a short position after the close on 0717/19.

NASDAQ:

Long term: Moved to a short position after the close on 0717/19.

Intermediate term: Moved to a short position after the close on 0717/19.

Short Term: Moved to a short position after the close on 0717/19.

S&P 500:

Long term: Moved to a short position after the close on 0717/19.

Intermediate term: Moved to a short position after the close on 0717/19.

Short Term: *Moved to a short position after the close on 0717/19.*

Gold: *Establish a long position against the first wave high of 1374.91. Move to a short position with any move below 1374.91.*

Bonds: *Remain short as Bonds are near the Fibonacci .786 retracement level of 168.48. Move to a long position with any move above the July 2016 high of 177.83.*

Subscription to Woodson Wave Report: \$233 Annual subscription includes: one newsletter per month plus all special interim reports issued between monthly newsletters as market conditions warrant.