

**Woodson Wave Report (est.1997)  
November Monthly Report  
November 1, 2019  
woodsonwave.com**



**S&P Touches Top of Expanding Triangle  
Wave D up complete, Wave E down on deck**

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**2018 Performance Report**

**Account #1 + 29.59%**

**Account #2 + 69.04%**

**Account #3 + 133.47%**

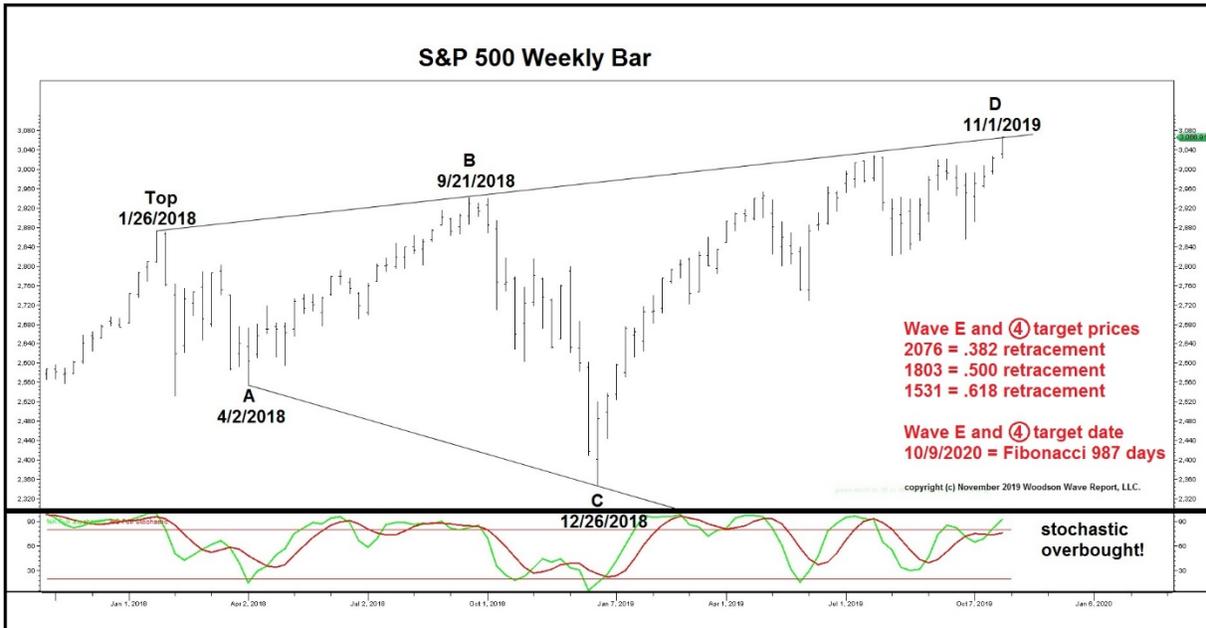
**S&P 500 – 6.24%**

Timer Digest Ratings:

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

**#4 Woodson Wave Report for the 6 month period ending 102519.**

## The Completion of wave D up



The S&P has finally touched the top of the upper boundary line of our expanding triangle pattern. Today, over three months after coming to within four points of touching it back in July, we have confirmation. Our price target for this week was 3065. The high of the S&P today was 3066. This is great news because whether we are right or wrong we now have a clear signal and clarity on the longer term direction of the market for our intermediate as well as our long term forecast going forward. **WWR resumes our short position in the short term today (see positions for rating services below).**

If our analysis is incorrect, then the market will ignore this trend line and move to more new all-time highs, much higher than current levels. If our expanding triangle analysis is correct, then the market will fall from this wave D high to at least 2076 and possibly lower, a drop of more than 30%, and end ideally a Fibonacci 987 days from the beginning on October 9, 2020.

## The President, the Fed and Wave E

What has been interesting to watch is how President Trump has been bone jawing the market, obviously thinking he controls it by what he says and when he says it? This is because the market has been in wave D up for almost a year now. I remember during wave A down in February of 2018 when the market suffered the quickest 10% drop in history that he made some sort of comment to the effect of “Why is the market going down, all the news is good?”

It's the same situation with the Fed. They (and practically everyone else in the world) think that they control the market – that by lowering rates they are continuing the “expansion of the economy.” Nothing could be further from the truth. Both the President and the Fed will find out during wave E down that not only are they not controlling the market, but also that nothing they say or do has any affect, that they cannot change the downward direction of the market. They will also realize that they have it in reverse. They are not controlling the market, but the market controls them. The Fed and the world will realize during wave E down, that even if they make more interest rates cuts while the market is tumbling to the downside, it will have zero affect as they are not in control. Wave E down will be in control of the market, the President and the Fed.

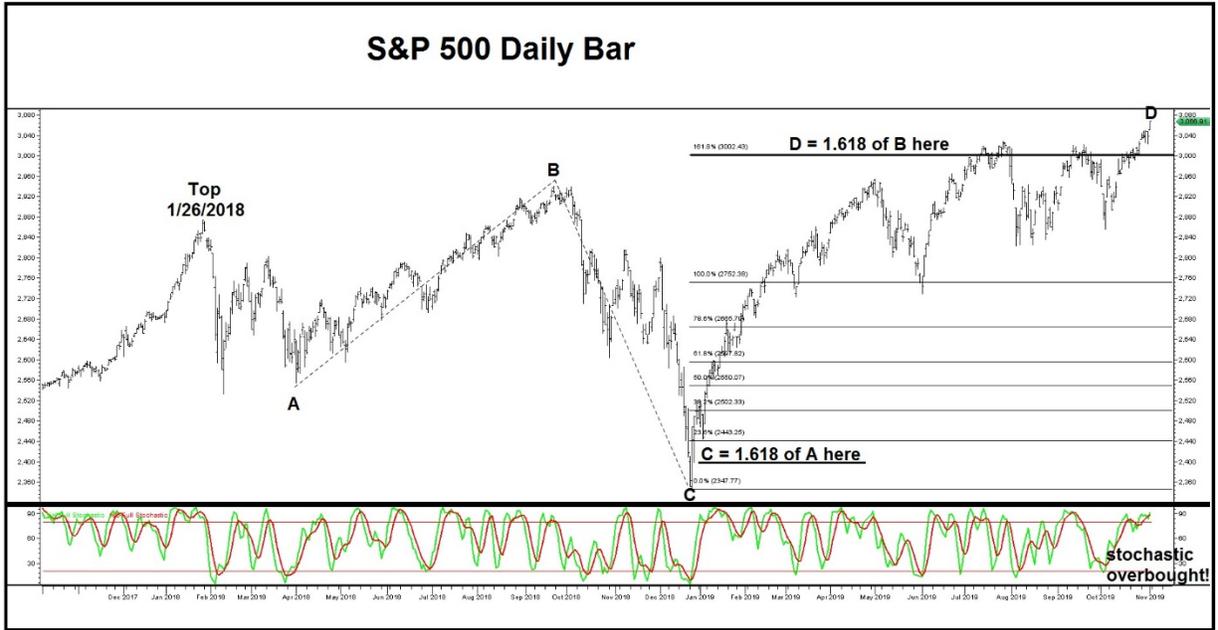
### Stochastics

The market is as overbought now as it was oversold in December of 2018. The weekly, daily and hourly stochastics are all screaming in unison – SELL!

**Weekly** stochastic: 92 and 75 overbought (see chart, page 2)!

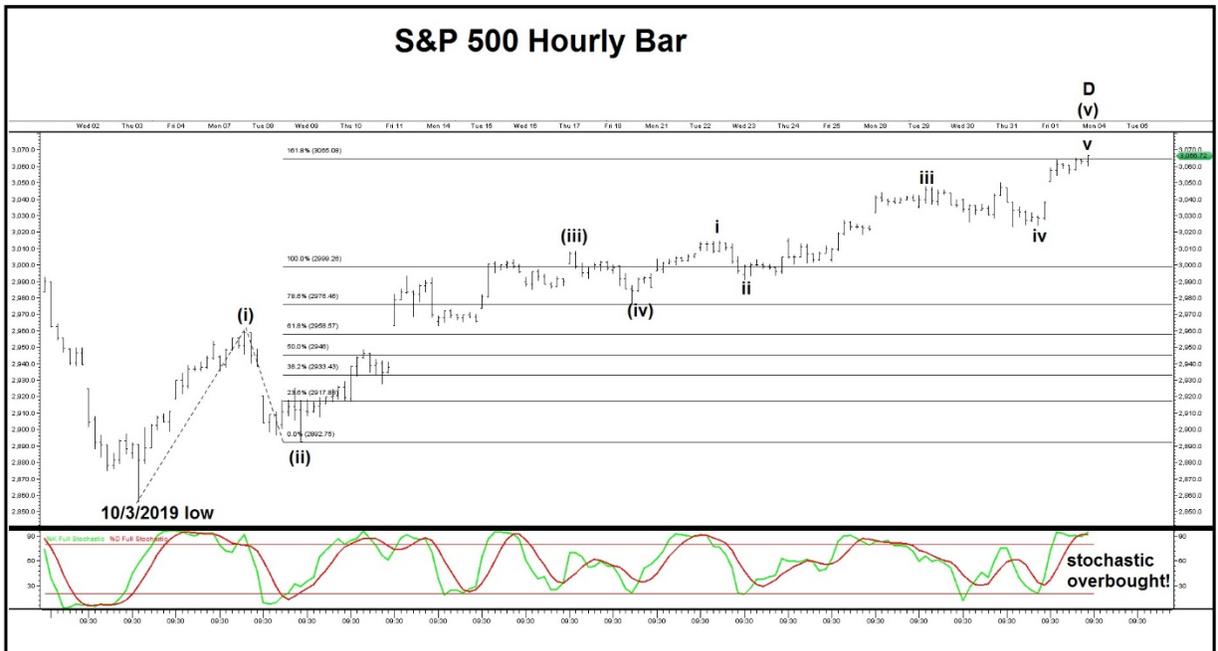
**Daily** stochastic: 90 and 88 overbought! (See upper chart, next page)

**Hourly** stochastic: 94 and 91 overbought! (See low chart, next page)



Wave D down gains the same symmetry to B down as C up does to A up.

Market is in an overbought condition on a weekly, daily and hourly basis.



## **Bond Market**

Our analysis in the bond market remains unchanged from the October report. We remain short (in price, which = higher rates) as wave 5 down unfolds ultimately to a Fibonacci 1.618 multiple of wave 1 at 156.80. Remain short.

## **Gold Market**

Our analysis in the gold market remains unchanged from the October report as we expect wave 3 to gain equality with wave 1 at 1599. We are long against 1374 first wave high with a make or break level of 1346. Remain long.

### ***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: Resume a short position with the S&P 500 touching the top of the upper trend line in our expanding triangle today.***

### ***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: Resume a short position with the S&P 500 touching the top of the upper trend line in our expanding triangle today.***

**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:** *Resume a short position with the S&P 500 touching the top of the upper trend line in our expanding triangle today.*

**Gold:** Moved to a long position on 9/4/19 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.*