



## **Are you prepared for the Third Phase of the Great Bear Market that Started January 2000?**

The Elliott Wave Technical Analysis of the stock and bond market is very well known. Not that they are always correct, but this time they may be right on. [Click Here](#)

They site:

- SURGING Negative Market Breakdown
- Bloomberg Smart Money Index (SMI)

"Whenever the Dow makes a high that is not confirmed by the SMI there is trouble ahead," i.e. 2007.

In addition, attached is a chart showing the CAPACITY UTILIZATION RATE which formed a peak four months ago and is "Flat/Choppy." This could represent a "serious concern for corporate earnings going forward." If earnings really start to decrease, the stock market could plummet like 2008/2009.

Thirdly, CNBC reports (See Attached) that Walmart and CISCO stunned the market with poor earnings and a weak outlook. CISCO typifies the business to business market while Walmart tells what the consumer is doing. Consumers may be pulling back due to higher gas prices and taxes. Consumer sentiment also took a drop in August.

Lastly, Macy's department stores had poor results.