



Morning Comments November 30, 2009

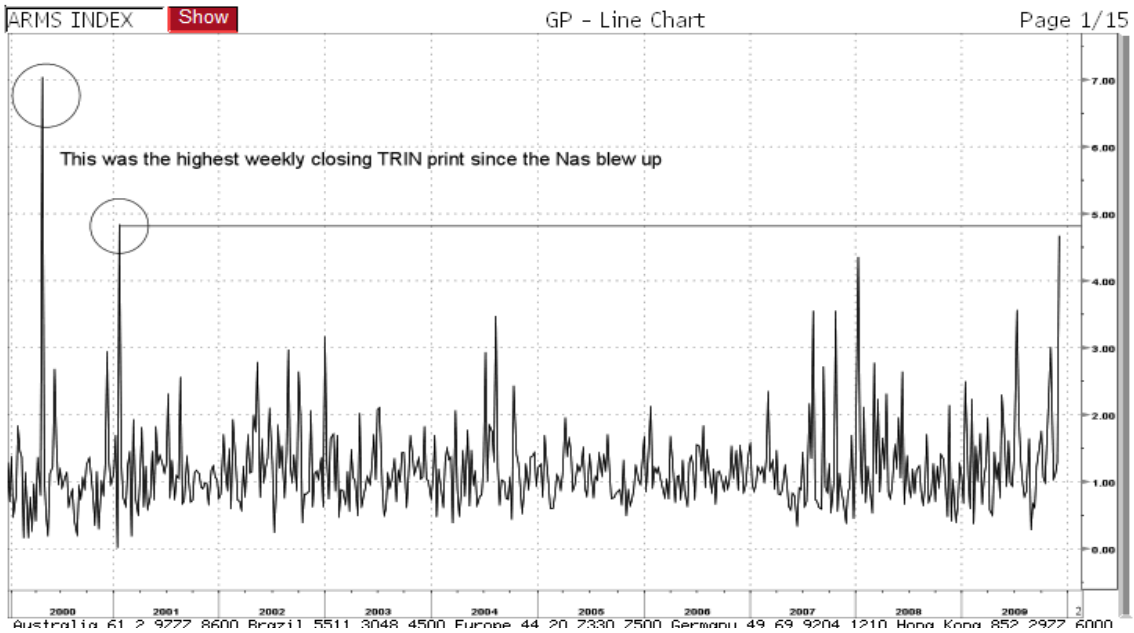
TRIN Anomaly

SPX momentum continues to deteriorate even as small cap stocks trade quite poorly with the Russell 2000 which is now starting to string lower highs and lower lows together. I have written about this a number of times recently so I won't belabor this; but I will point out this situation is becoming worse, not better. Friday's TRIN readings were shocking and speak to the fragility of the market – not its strength. Many will view the classic interpretation of this indicator as heralding a complete washout and will likely try to buy with conviction. I would agree were it not for the fact that these were record levels on the indicator by far and away, and that they are occurring at the highs as opposed to after a protracted decline. I dislike a market that must call in the buyers because not a bid was to be found. Those TRIN readings reflect a complete lack of buy interest. Given trading was abbreviated and circumstance unique we will err towards giving the market a chance to prove itself but I had already seen enough weeks earlier to get me concerned. I am leaning towards a net short position now stop a new high. And as far as Dubai goes, Iceland didn't matter either.

Technical Analysis & Strategy

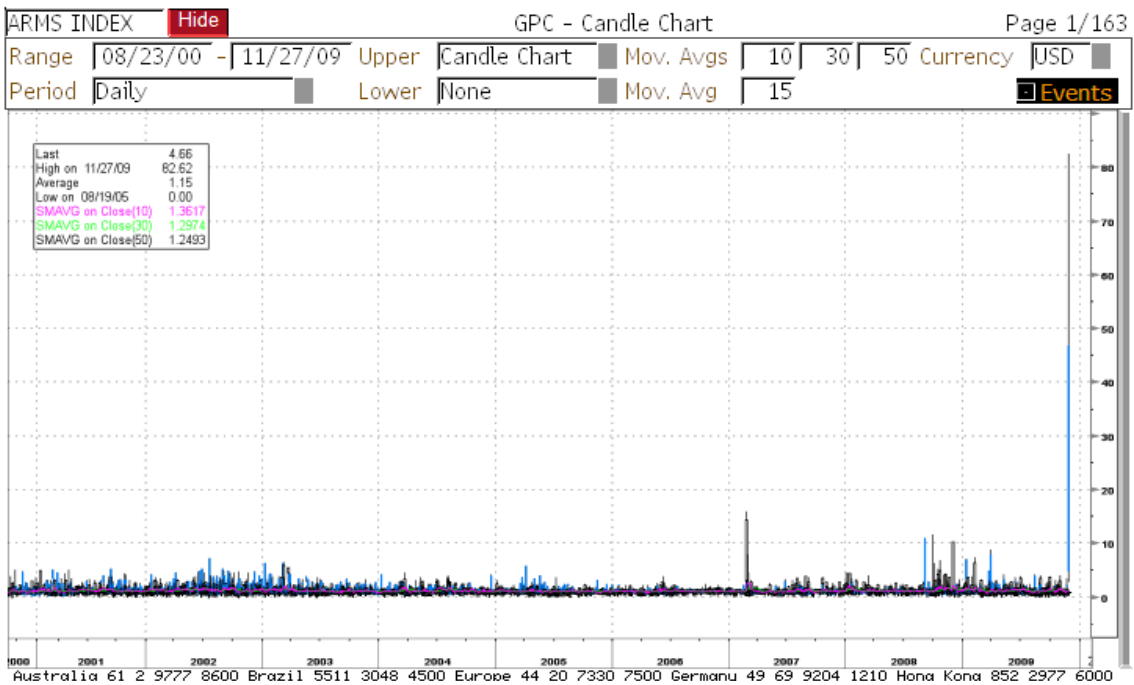
ARMS 4.66Y as of close 11/27

Index GP



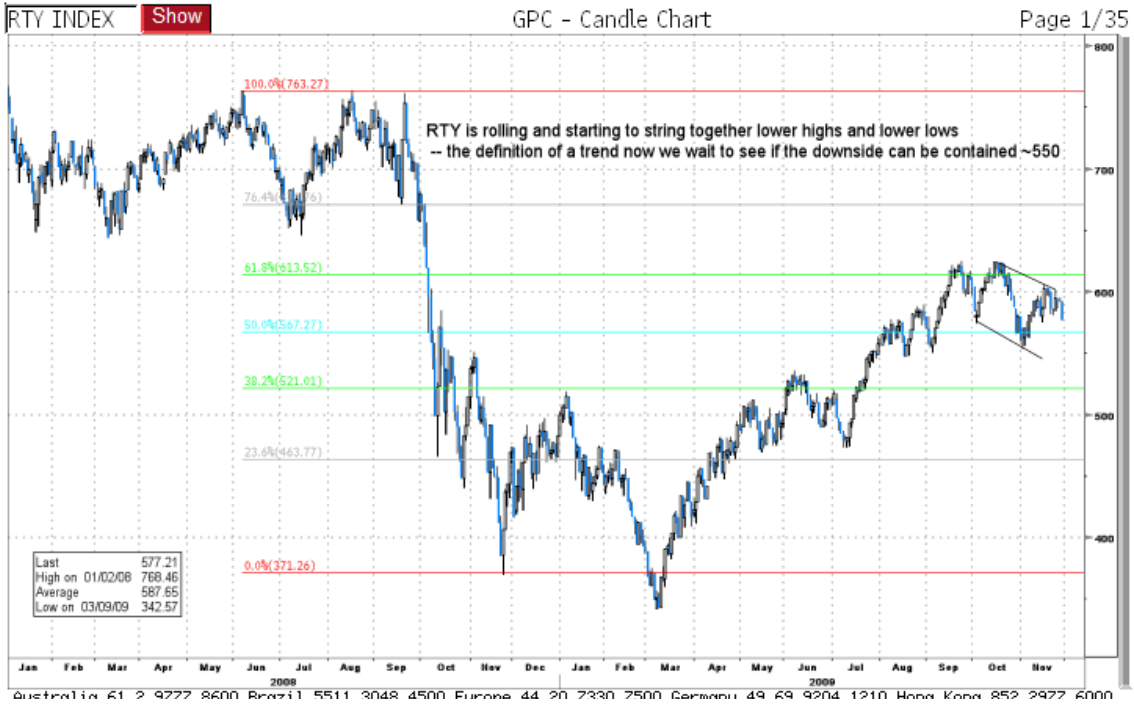
ARMS 4.66Y as of close 11/27

Index GPC



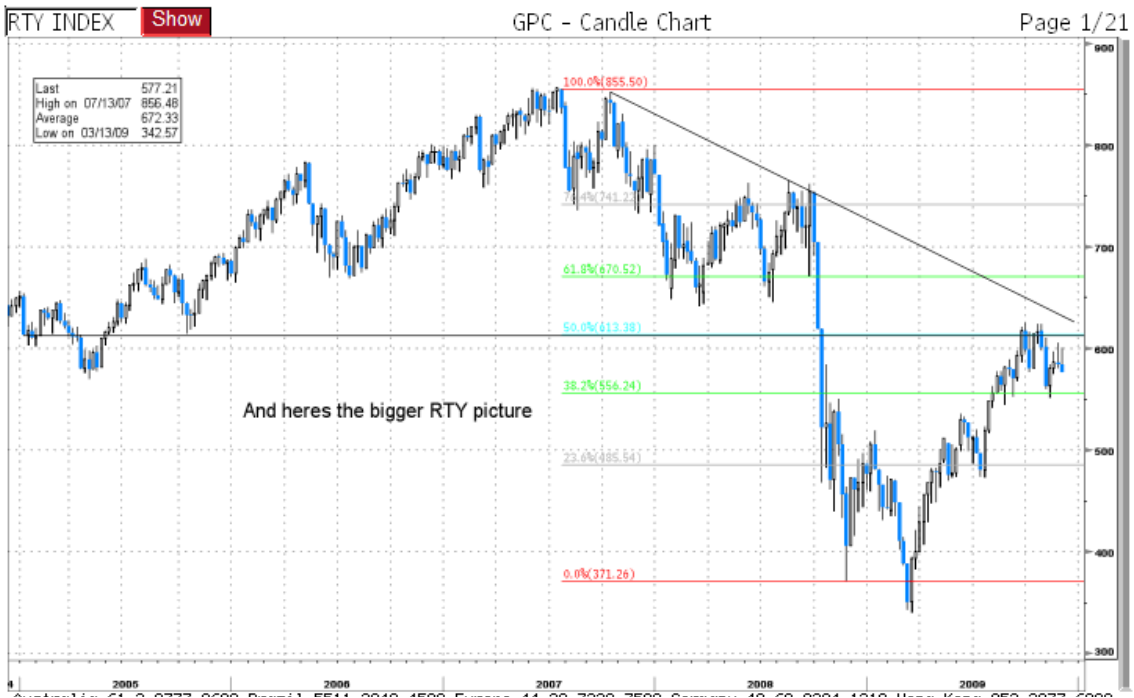
RTY 577.21s as of close 11/27

Index GPC



RTY 577.21s as of close 11/27

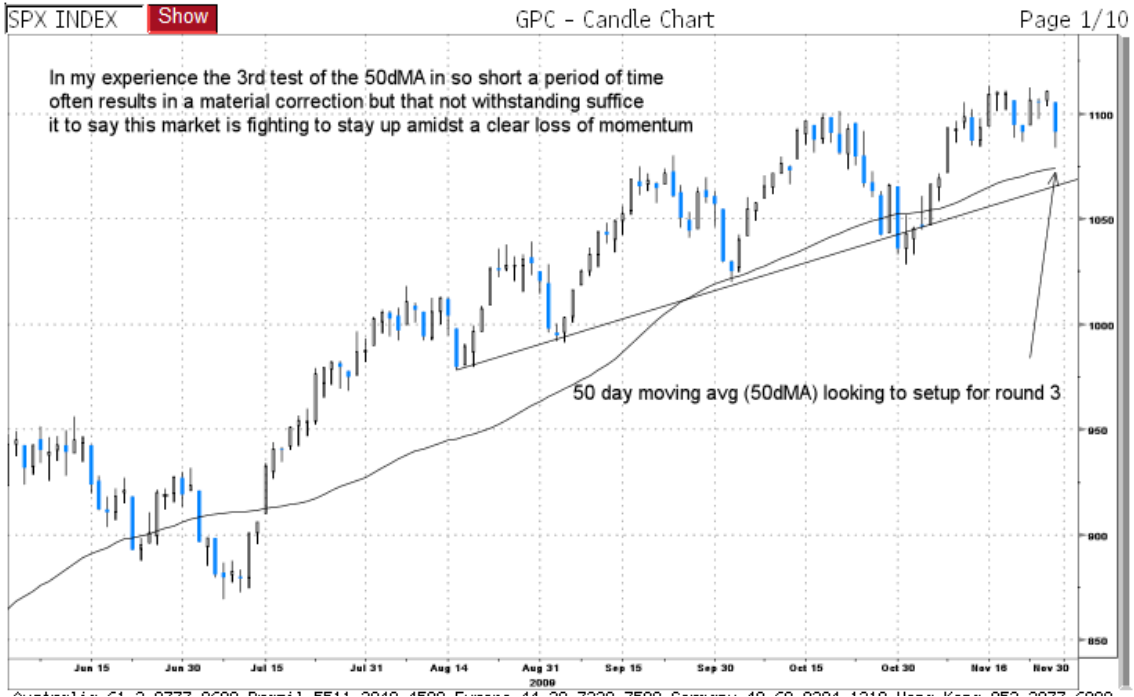
Index GPC



Technical Analysis & Strategy

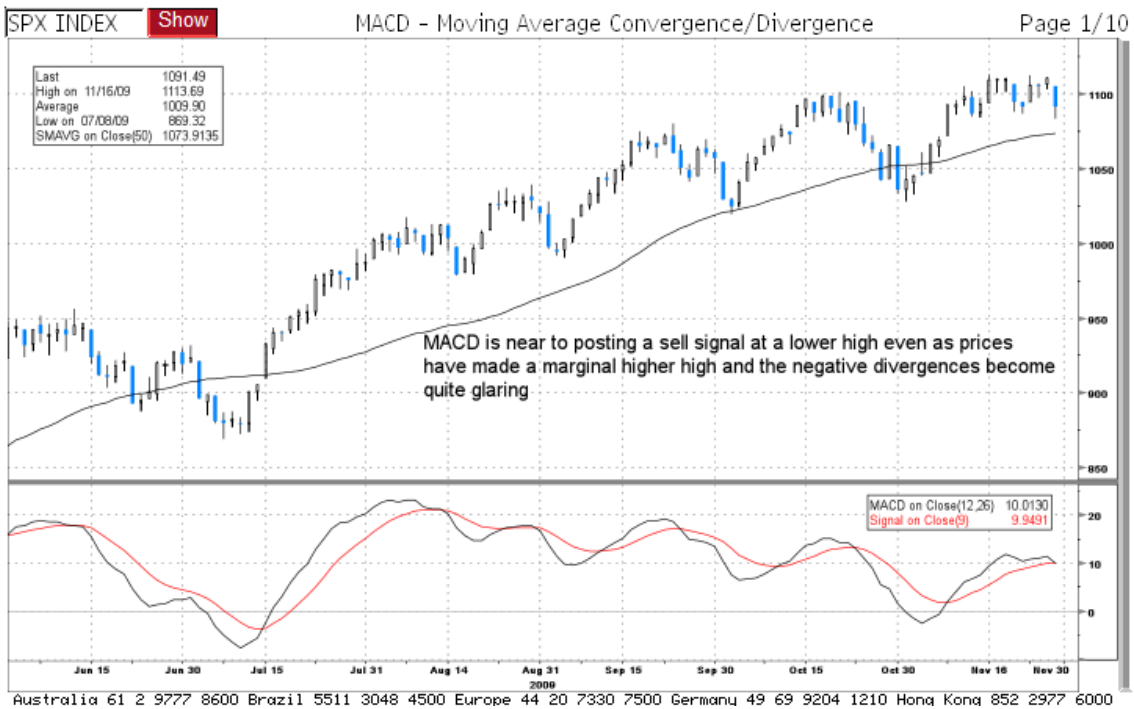
SPX 1091.49Y as of close 11/27

Index GPC



SPX 1091.49Y as of close 11/27

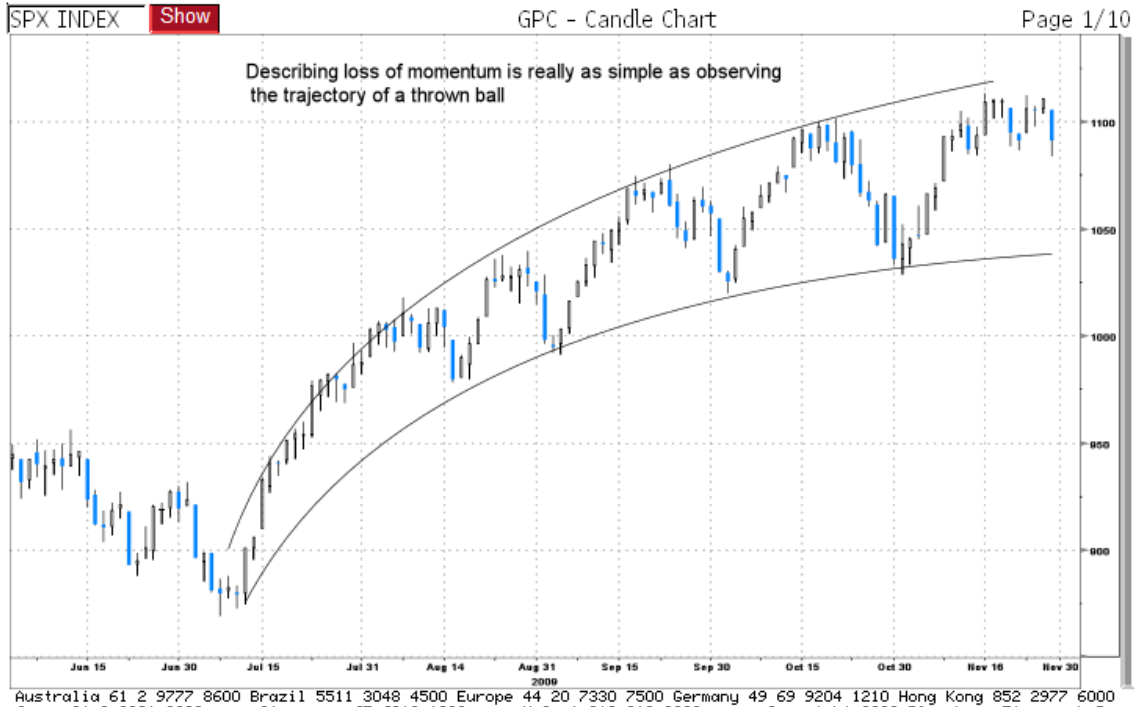
Index MACD



Technical Analysis & Strategy

SPX 1091.49Y as of close 11/27

Index GPC



ADSMI ↑2668.23 -241.93

Index GPC

At DELAYED Op 2910.16 Hi 2910.16 Lo 2668.03



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