

Four Pillars Finance Newsletter

Issue #63 (5 January 2006)

The Yin Earth Ox month is starting.
The dominant energy for this month is Earth.

The Nasdaq was flat last month and closed near 2250

We still look for a peak in January, next a decline/correction in February/March

Here is our FPF prediction chart for the Nasdaq :



(Predictive chart made with FPF 1.1 software, available at <http://www.fourpillars.net/finance/fpf.php>)

Nasdaq

FPF Index: -12.4 (down from -5.6 last month)

We expect the Nasdaq to make a top in the next weeks. Somewhere above 2300, possibly 2400.

Next we will have Metal months /bottom period in February/March (see chart). If we get through March above the 2050 level, that would be a positive signal going forward. Wait and get ready to buy in March.

Here is the updated prediction chart for Nasdaq:



Gold

FPF Index: -10.3 (down from +10.7 last month)

Gold stocks continued to propel higher with the XAU reaching 135.
We are now up more than 50% since our buy recommendations last summer.

We got a very brief correction, a possibility we mentioned in last month's letter.
But our buy target at 105 was not reached.

There may be another dip this month, with possible buying opportunity near 120 on the XAU.
Use it if such chance occurs, because gold stocks are likely to continue upward after February.

We can only repeat: stick to these gold stocks for the long term.

Here is the updated chart:



Euro - US Dollar

FPF Index: -25.5 (up from -32.5 last month)

The Euro seems to have turned the corner.

Unfortunately our opportunistic buy target at 1.16 was not reached.

We expect the Euro to make up for its losses of last year.

You can still use any fall below 1.20 to buy Euro for long term.

Initial upward target is 1.26, next 1.36

Here is the prediction chart:



Four Pillars Finance software - Free trial download

For more detailed daily prediction charts you are welcome to download the Four Pillars Finance 1.1 software on our site : <http://www.fourpillars.net/finance/fpf.php>

The program calculates the Chinese cycles and shows you in advance the best days , months or years to buy or sell stocks, gold, bonds, currencies, commodities...

No experience in Chinese astrology is needed in order to use this program.

Start of the Yin Earth Ox month: 5 January 2006 at 6:47 am EST (New York)

Start of the next Yang Metal Tiger month: 3 February 2006 at 18:29 pm EST (New York)

If you want to receive our next monthly outlook in your mailbox, please subscribe to the free Newsletter on our site: <http://www.fourpillars.net/finance/news1.php>

You are welcome to forward this free newsletter to anyone who is interested.

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