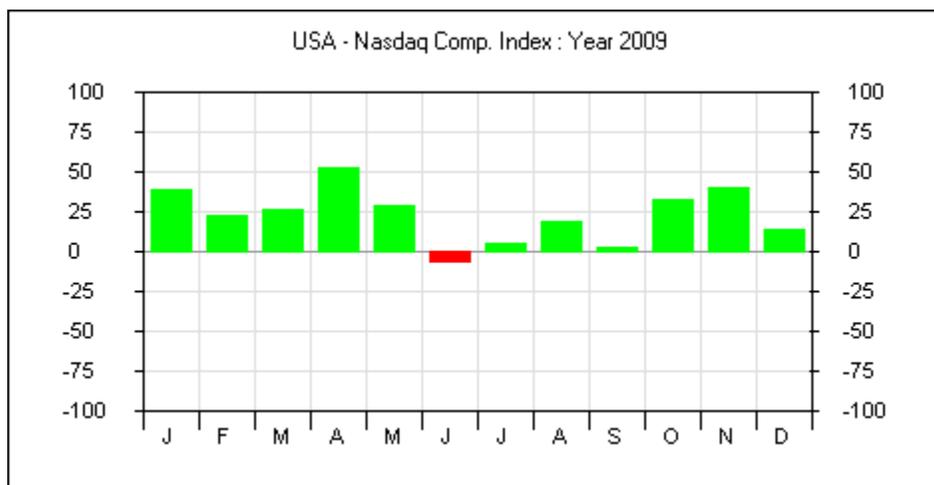


Four Pillars Finance Newsletter

Issue #93 (5 January 2009)

Our expected rebound in the stock markets is finally underway.
Leaving one of the worst years in stock market history behind us, now the question becomes: what next?
We hope to shed some light on it from the Chinese astrology cycles perspective.
You may also want to check out our separate issue with Year 2009 predictions.
See: <http://www.fourpillars.net/finance/pdf/year2009.pdf>

Here is the FPF prediction chart for the Nasdaq in 2009.
More predictions charts for other markets, stocks, indices and commodities are available to the registered users of our FPF software program:



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

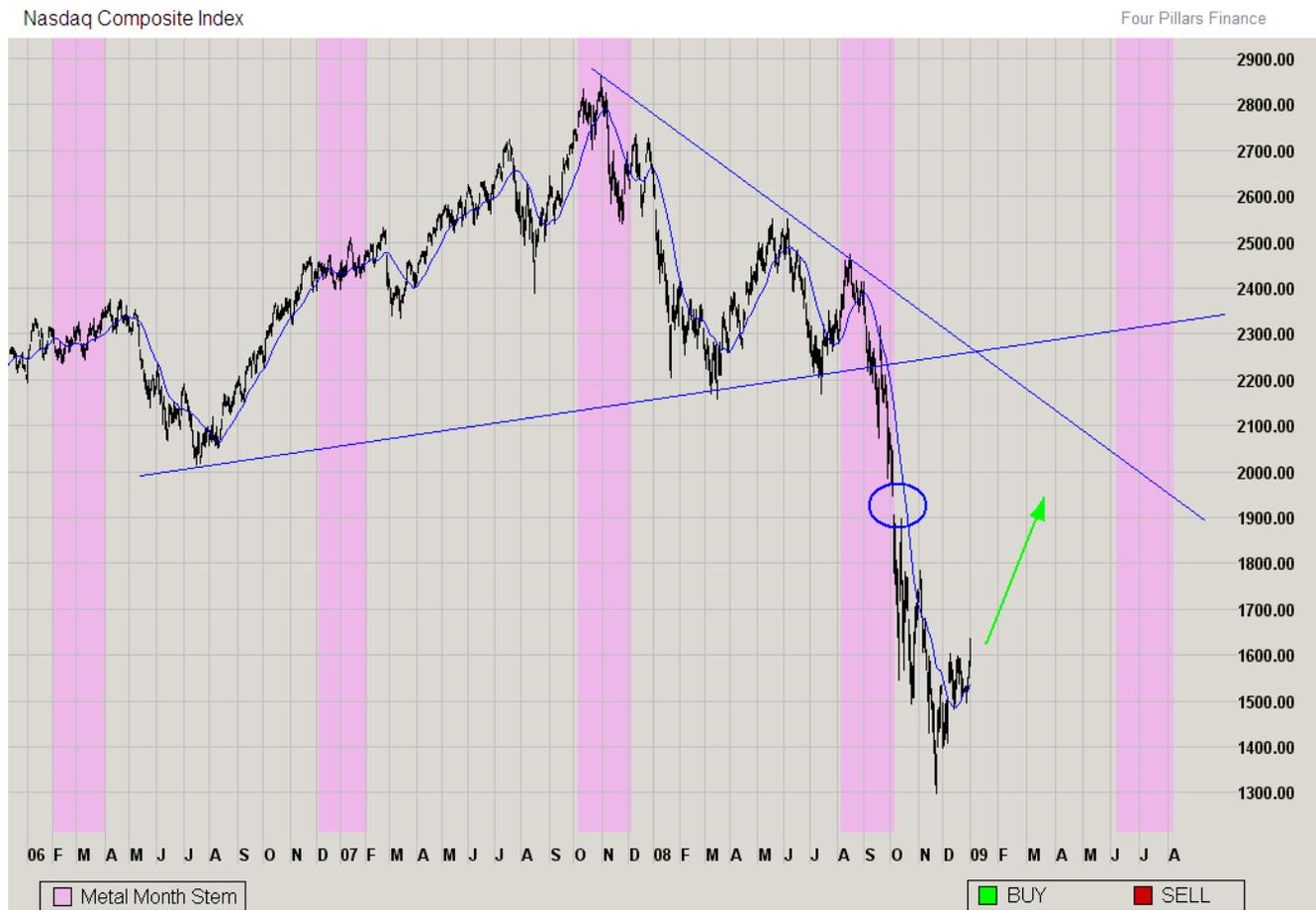
Nasdaq

The Nasdaq is recovering from its November lows and now breaking above the 1600 level. The Four Pillars cycles are very positive for the first months of 2009, so we look for this uptrend to continue for a while.

We should easily move up towards 1900-2000, where it closes a big gap that was left in the Nasdaq chart (circled in the chart).

Higher up resistance will appear from the downtrend line that comes in near 2100 level by March-April. Then we can expect new weakness by summer, when we will have a new Metal Months bottom period coming up.

Here is our updated prediction chart for Nasdaq:



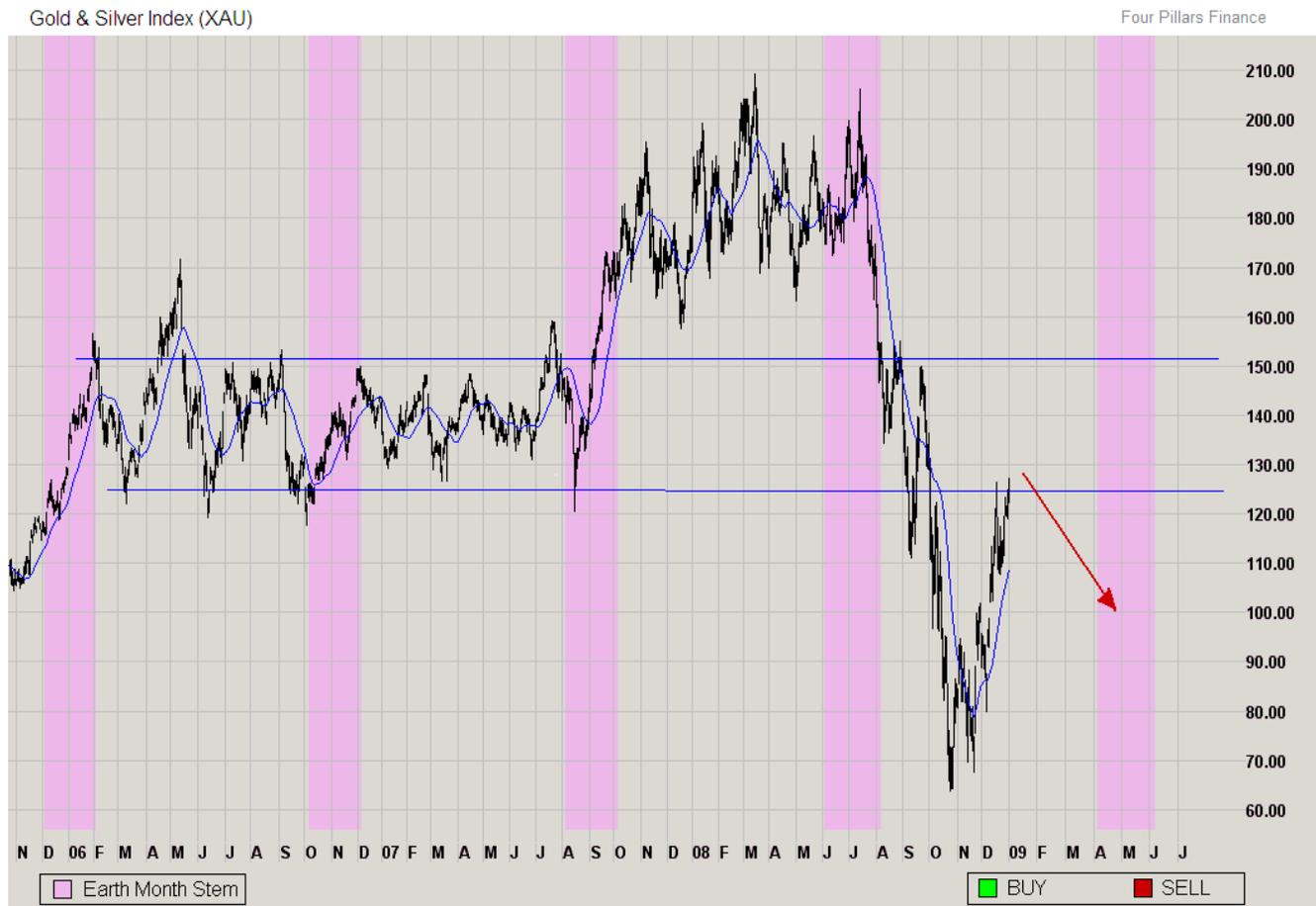
Gold

In our previous newsletter we predicted gold stocks to rebound towards 120 on the XAU. That's exactly what happened and we almost reached 130, where strong resistance is met.

January is still quite positive for gold and gold stocks, and with some luck the higher resistance at 150 may be reached. But wouldn't bet on it as a more negative cycle for gold stocks is kicking in from February onwards. An important bottom for gold could come in April-May expected bottom time frame.

Move to the sidelines in this market, and wait for better buying opportunity later in the year.

Here is the updated chart:



Euro - US Dollar

We predicted the Euro to go up to 1.45 and that's exactly what we got.
See how nicely the Water Months predicted the bottom in this chart.

Our cycles call for a Euro high in February-March, then downward.
Wouldn't be surprised if Euro reaches the 1.50 level, where it would touch the old uptrend line.
So take the profits here.
After March the Euro is likely to move in sideways to down pattern for the rest of the year.

Here is the prediction chart:



Crude Oil

Oil price has continued to perform very weak, even though the expected bottom period is now well behind us.

For oil prices there is some upward potential till March-April, but then expect some new weakness into autumn. USO (oil ETF) could go up to \$50-\$60, maybe \$70-\$80 if we are lucky, and then probably make a double bottom in August-September.

This will be a year to watch, because according to our cycles crude oil will bottom this year and then embark on a multi-year bull market again.

Stay tuned.

Here is the updated 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.

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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