

Four Pillars Finance Newsletter

Issue #53 (6 March 2005)

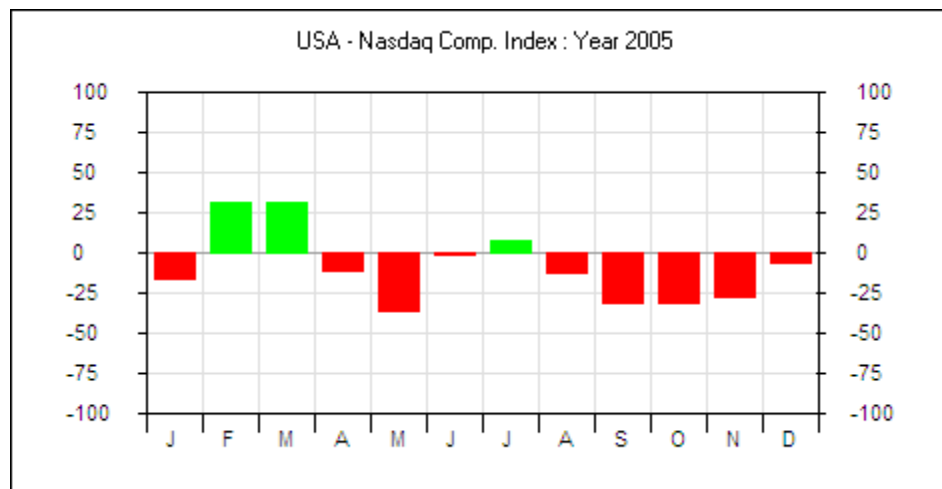
The Yin Earth Rabbit month has started this weekend.

Stock markets showed upward bias last month, as predicted, and many stock indices have moved to multi-year highs. Nasdaq has been lagging and went up only slightly to 2070, failing to reach a new high.

Earth and Wood (in the Rabbit) are still positive for the stock indices, so there is probably some more upside potential this month.

Most markets are likely to put in their highs for the year during this month.

Our FPF prediction chart for the Nasdaq remains positive for March, but will deteriorate in the next months. So we look forward to an important top soon:



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

Nasdaq

FPF Index: + 31.9 (up from + 31.4 last month)

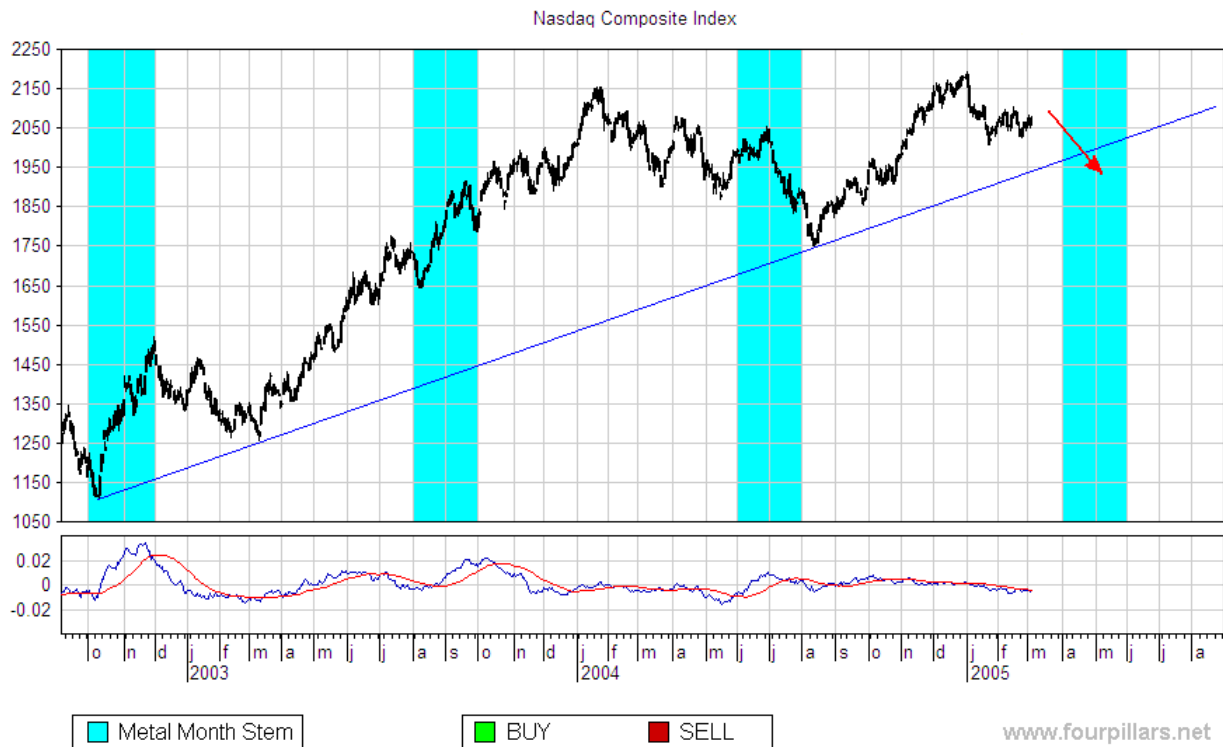
The Nasdaq did not reach our projected 2150 upside target, despite positive FPF value.

We may still reach the 2150 level this month, but time is running out and Metal months (with historically high chance of decline and major bottom) are approaching fast for coming April/May.

Given the weak recent performance a decline below the three year uptrendline has become more likely. If so, it will signal the end of this bull market that started in October 2002.

Stay safely out of this market, take the profits here if you still own stocks, and we will get more clarity about eventual short term buying opportunity in May.

Here is the updated prediction chart for Nasdaq:



Gold

FPF Index: - 64.7 (down from -60.2 last month)

Gold stocks reached our long standing buy target of 85-90 on the XAU.

People who took the opportunity to buy can already smile on a quick 10% gain.
XAU ended the month near 100 after falling to 87 earlier in the month.
The FPF momentum index shows great improvement too.

Move your protective stop-loss level to 85.

We are likely to see slight weakness in gold stocks during the coming months, with XAU probably bouncing between 90 and 100, but longer term it should go up especially in second half of the year.

People who missed the buying opportunity may still see chances to get in near 90 during the next three months.
Use them.

Here is the updated chart:



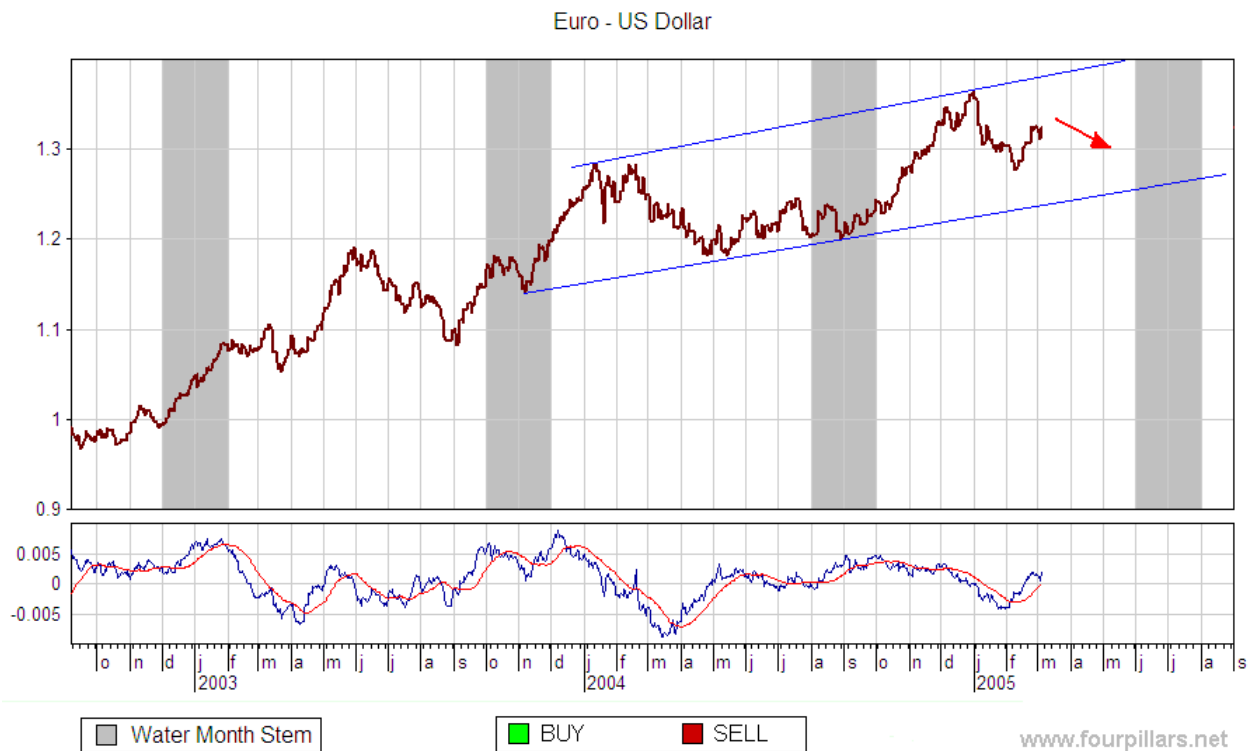
Euro - US Dollar

FPF Index: +14.5 (down from +14.8 last month)

The Euro showed the positive biased we had expected and now trades back near 1.33 against US Dollar

The FPF index remains slightly positive for March, but we continue to expect up and down sideways trading with the Euro reaching a bottom just under 1.30 by next June/July

Here is the new 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.html>

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 Rabbit month: 5 March 2005 at 6:47 am EST (New York)

Start of the next Yang Metal Dragon month: 4 April 2005 at 11:35 am 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.html>

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

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mailto: finance@fourpillars.net

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