

# Four Pillars Finance Newsletter

Issue #49 (7 November 2004)

The Yin Wood Pig month is starting.

Stocks have continued upwards, as we predicted, with the Nasdaq ending the Dog month at 2040, up 5% for the month.

Our FPF prediction chart for the Nasdaq is still positive for November, so we can expect a temporary peak during this month, as December is coming up with negative value again:



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

## Nasdaq

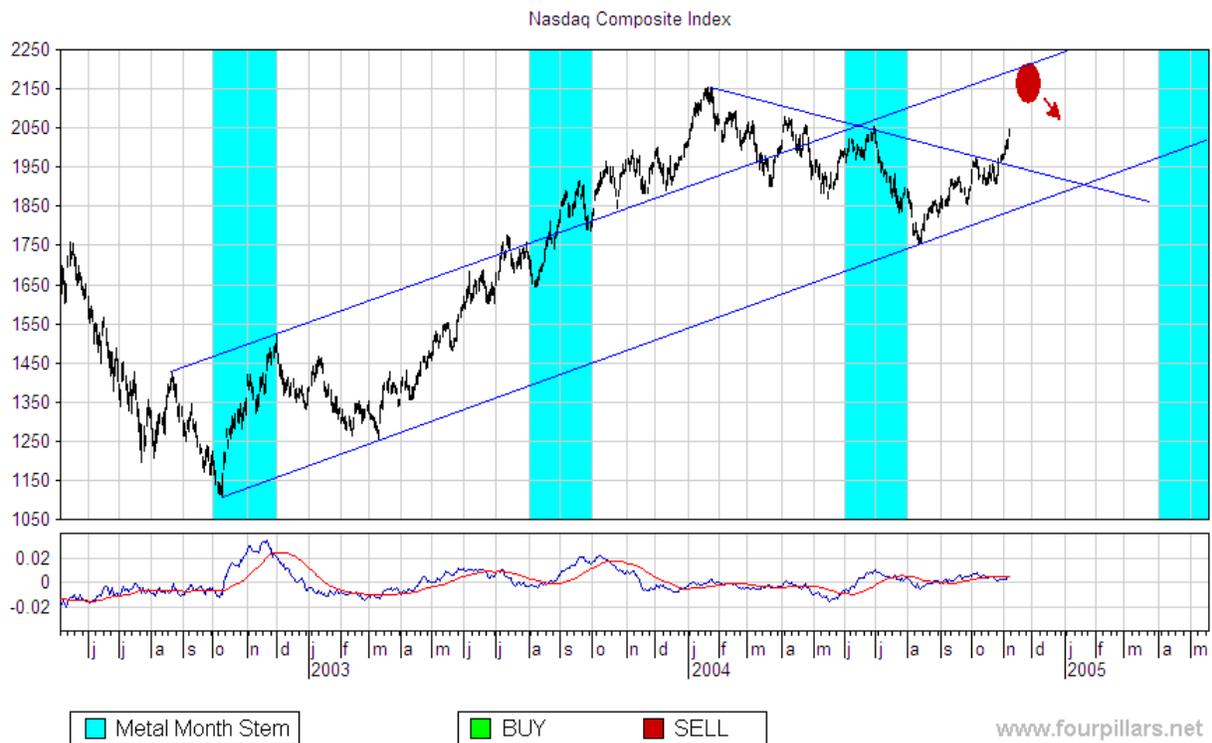
*FPF Index for November: +16.7 (up from +10.8 last month)*

Stocks rose and broke out of their downtrend that started last January.

We are looking for a temporary peak in the coming month, with a maximum upside target of 2150-2200, where the market is likely to run into strong resistance.

We would sell if the Nasdaq reaches this high during November.  
Because December is likely to bring some downside action again.

Here is the updated prediction chart for Nasdaq:



## Gold

FPF Index for November: -19.7 (up from -36.9 last month)

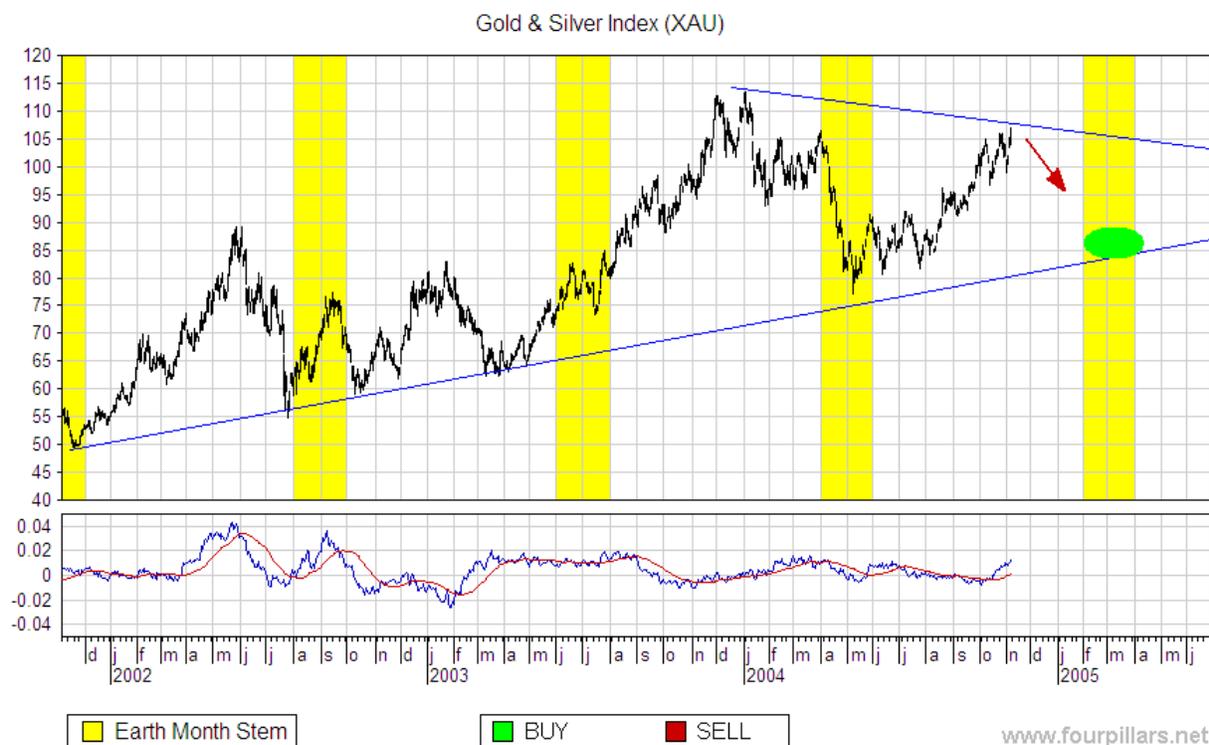
Gold stocks dropped by 10% early in the month, but recovered nicely and ended slightly up. Also our FPF momentum indicator (below the chart) shows a noticeable improvement.

But with another month of negative FPF value coming up we would remain cautious in this market, especially since we are seeing new multi year highs in the price of gold itself, but the gold stocks are not confirming this and still well below their peak prices of last January.

Unless the XAU Index goes to new highs there is no reason yet for great optimism.

So we still stay out of gold stocks and looking for better entry prices at our upcoming cyclical lows next February/March

Here is the updated chart:



## Euro - US Dollar

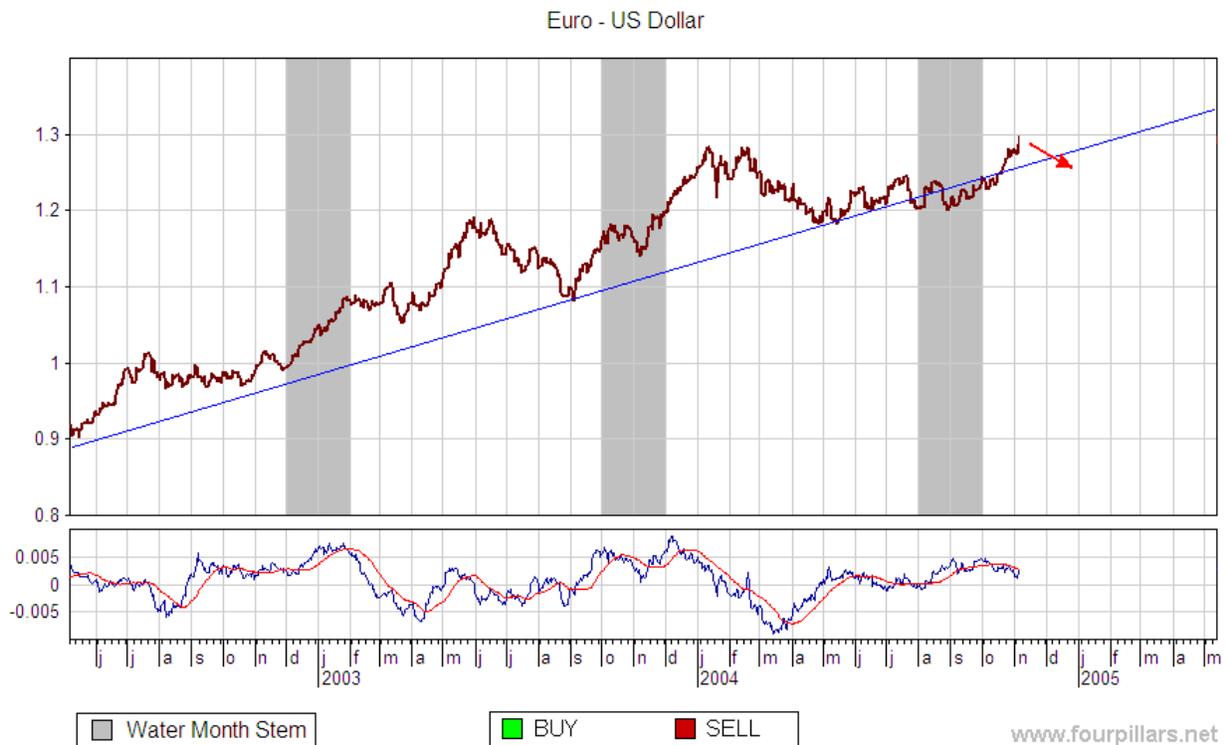
*FPF Index for November: -5.1 (down from +5.4 last month)*

The Euro has gone up and reached new all time highs.

The FPF value shifts to slightly negative for the next months, so we look for consolidation with slightly downward bias. I would not be surprised to see the Euro move sideways in the 1.25 to 1.30 range over the coming month.

Short term the EUR-\$ market is now difficult to predict.  
I am staying out here.

Here is the new 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://finance.fourpillars.net>

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.

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Start of the Yin Wood Pig month: 6 November 2004 at 21:00 pm EST (New York)

Start of the next Yang Fire Rat month: 6 December 2004 at 13:50 pm EST (New York)

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

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