



“...Let us run with patience the race that is set before us.” Hebrews 12:1

by Eric S. Hadik

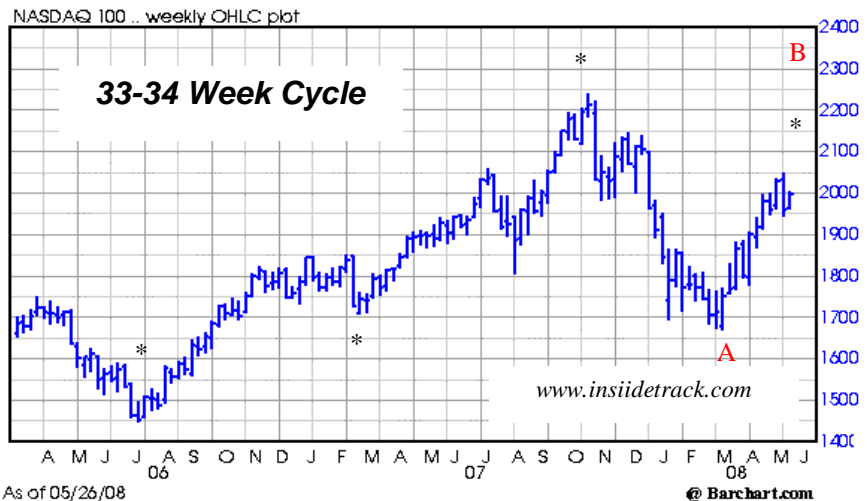
June 2008

Vol. XXIV Number 2

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NQ Chart.....1

(See June 2008 INSI-IDE Track for all other analysis.)



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STOCK INDICES

05/30/08 - Long-term (3 months+) Outlook:

Stock indices are still perceived to be in the early stages of a 2-3 year bear market that should extend into 2010... or later. Within that framework, the indices were projected to see a sharp decline into mid-January and then set a multi-month low, partially due to the *January Cycle*. This decline - which amounted to almost 20% from the October highs - is viewed as the 'A' wave of a large 'A-B-C' decline.

The outlook is still for consolidation - the 'B' wave, which often drags on for significantly more time than the 'A' wave - in the coming months. The DJIA & S+P joined the Nasdaq 100 in reversing their weekly trends to up, increasing the potential that the

January 2008 lows will hold for at least a few more months.

Longer-term traders & investors (3-5 year or longer) should have exited 65 - 95% of their equity market holdings at an avg. of about 12,950/DJIA. Use a *weekly* close below 11,634/DJIA to exit additional longs (5 - 10%).

Intermediate #2 (1-3 months) Outlook:

Stock indices have signaled an intermediate top - after reaching 1-2 month upside objectives that had been discussed in the *IT Intra-month Updates* - and have since consolidated. My focus is on two important weekly cycles, illustrated on the accompanying charts.

The first is a 33-34 week low-low-high *Cycle*

INSIIDE Track Terminology

Weekly/Monthly 'Trend' - Lagging indicator (proprietary calculation) used to: 1 - *Confirm* an evolving trade. 2 - *Identify* likely time (w/in 1-3 periods) for the end of the first wave of a new move. 3 - *Alert* a trader to prepare for an upcoming 3rd wave (often most dynamic).

2 Close Reversal™ - A new high above the previous day's/ week's high & subsequent close below both of the 2 previous closes... or vice-versa (new low & close above both of the 2 previous closes).

MAC, AMAC & MARC™ - *Moving Average Channel* calculations based on highs or lows of specified time period.

Please refer to ***Eric Hadik's Tech Tip™ Reference Library***.

ADMINISTRATIVE NOTES

INSIIDE Track intra-month updates will be e-mailed on **June 5th, 12th & 21st** & any day the DJIA closes 200+ pts. in either direction. *INSIIDE Track Update* are distinct from *INSIIDE Track* newsletter trades and should be maintained separately. www.insidetrack.com

All trades should be exited or rolled into lead contract before first notice day. Until updated stops given, use equivalent stop calculated from close on day of rollover. Trading strategies apply to *entire (24-hour) trading session*.

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