

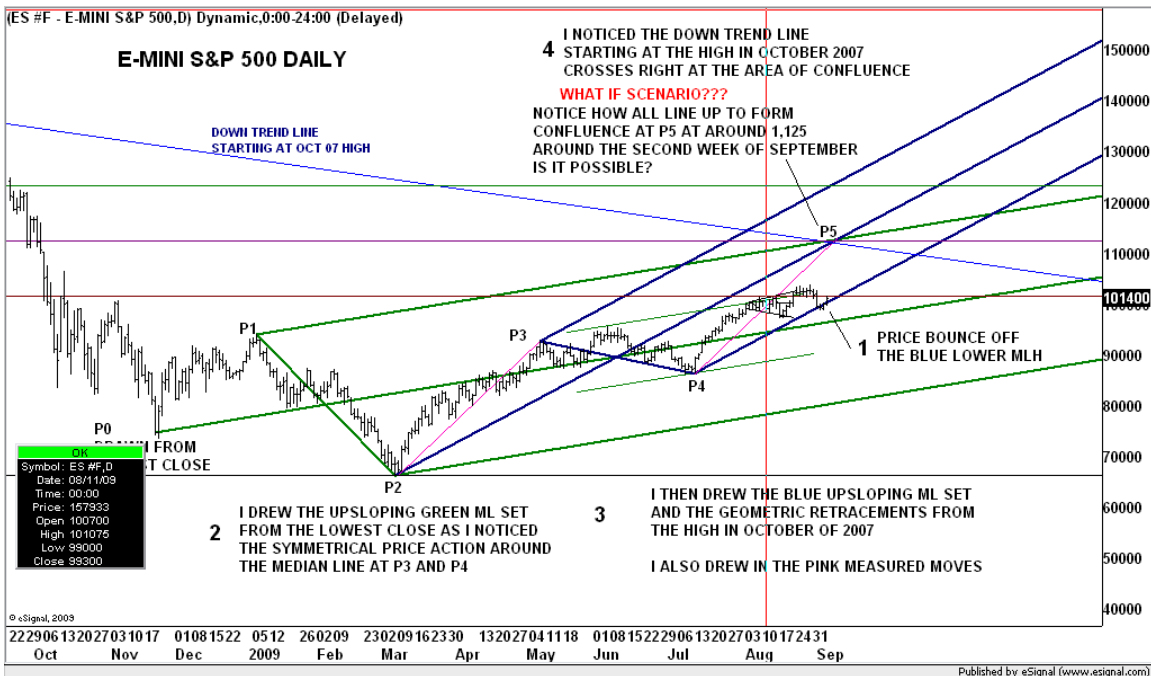
Weekly Futures Report By Greg Fisher

With the Labor Day holiday weekend in the United States, the markets have quietly traded to important lines. This next week we may see some big moves with traders back from summer vacation.

Stock Indices

The Dow and e-mini S&P 500 have essentially been drifting sideways for quite some time. Though I personally think there is some room to move upward, this week will tell a lot. On the daily charts, I have been tracking an area of confluence at the 50% retracement level for several weeks. The area is a little different in each indices, but looks to be somewhere in the middle of September. Time will tell if price is attracted to this area.





I noticed an interesting development on the 60 minute Dow and e-mini S&P. Price has traded down to the red Median Lines and bounced upward. I drew in the green up sloping Median Line sets after price broke through previous swing highs. The e-mini S&P formed multiple bottoms before bouncing upward. We will see if the red upper MLH creates resistance or if price reaches the green Median Line.





Oil

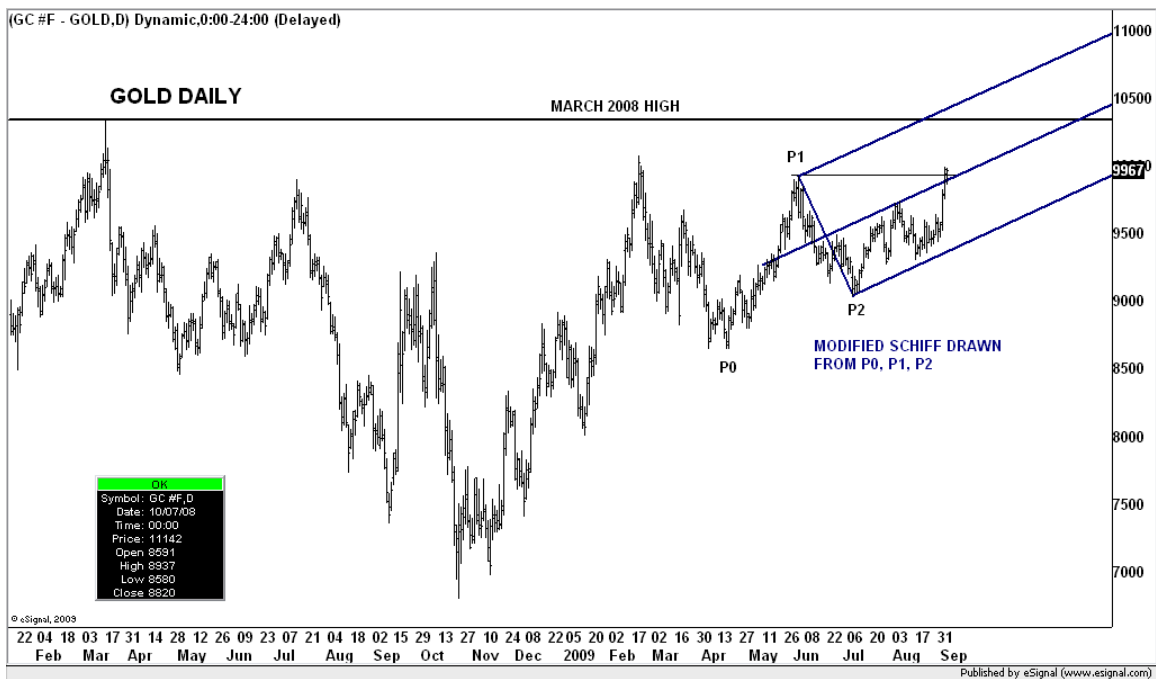
Oil has also temporarily found support at an important line this past week. Though it didn't give a clear direction on Friday as to where it may be headed this week, we will probably find out quick if the line is going to hold or not.



As the price of oil and Canadian dollar can have a close correlation, potential market direction for each can be found by “cross-checking” between the two (see Weekly Currency Report).

Gold

Gold broke through to its highest level since February. I went back on the daily charts and found a modified Schiff Median Line that price has been tracking fairly closely with. Price just broke through the Median Line. According to Median Line theory, if price accelerates through the Median Line, and revisits it, it has a high probability of continuing on to the upper Median Line parallel. If it does here, price will go to all time highs.



Another interesting thing to point out is similar action in the AUD/USD that happened Friday. The Aussie can have a close correlation with gold prices and it seems to this past week (see Weekly Currency Report).