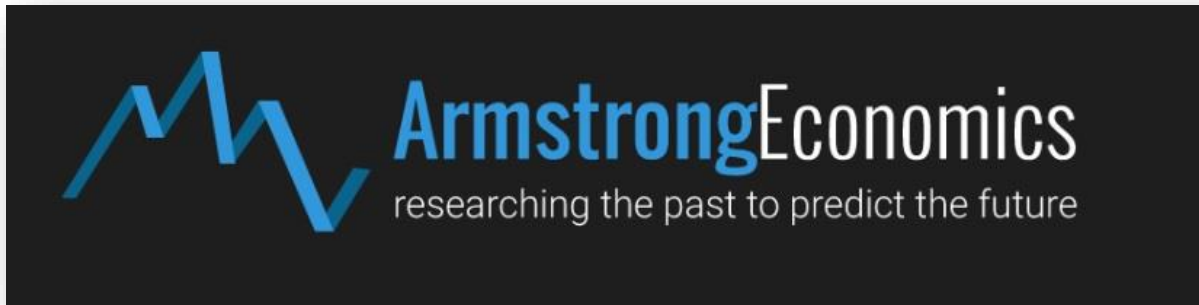


2022 Year-End Report



The Coming Chaos

By Martin Armstrong
December 2022



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Introduction



Well, here we are approaching that fateful year 2023. It certainly seems to be a year of chaos if not absolute shattering volatility. We even have a **Panic Cycle** in 2023 in Gold at last. Between supply chain shortages, war, world leaders pushing for the **Great Reset** putting humanity at risk, and this Climate Change mania created to justify a new authoritarian era, what lies beyond 2022 does not look very good.

By promoting a reduction in population and the pushing of LGBT agenda when 3.5% of the total population fall into this category and 0.3% claim to be transgender that we must ask what pronoun you wish to be addressed by, all of this merely adds to the chaos and uncertainty of the future. Disagree with anything they deem is now to be the "norm" and you are cancelled just as in the roaring days of communism.

This defies logic why we are changing pronouns for such a tiny segment of the population that is less than 2 million people unless the real object is in fact the promotion of this culture to further reduce the population. There was a total of 21,570 reported homicide cases in the U.S. in 2020. Out of over 300 million, the percentages are not significant. Nevertheless, I have had friends from Australia even question when I said I had to go to New York for a meeting if I was taking a bodyguard. The image of anything can be distorted by the media to make many assume it is out of control. They are doing this with the whole transgender issue making seem that this should be the new norm. Governor Gavin Newsom pushed for laws to help turn California into a transgender and abortion sanctuary state.

All NATO countries agree on 'need' for Ukraine membership – minister

Kiev's Euro-Atlantic integrations minister claims the bloc will pressure Hungary on the matter File photo: Ukrainian Minister for European and Euro-Atlantic Integrations Olga Stefanishina © Attila Husejnow / SOPA Images / LightRocket via Getty Images

There is a consensus within NATO that Ukraine needs to become a member of the bloc, Ukrainian Minister for Euro-Atlantic Integration Olga Stefanishina claimed on Thursday. Budapest's objections to Kiev's participation – due to a dispute over ethnic Hungarians living in Ukraine – will be overcome by "political instruments," she added.



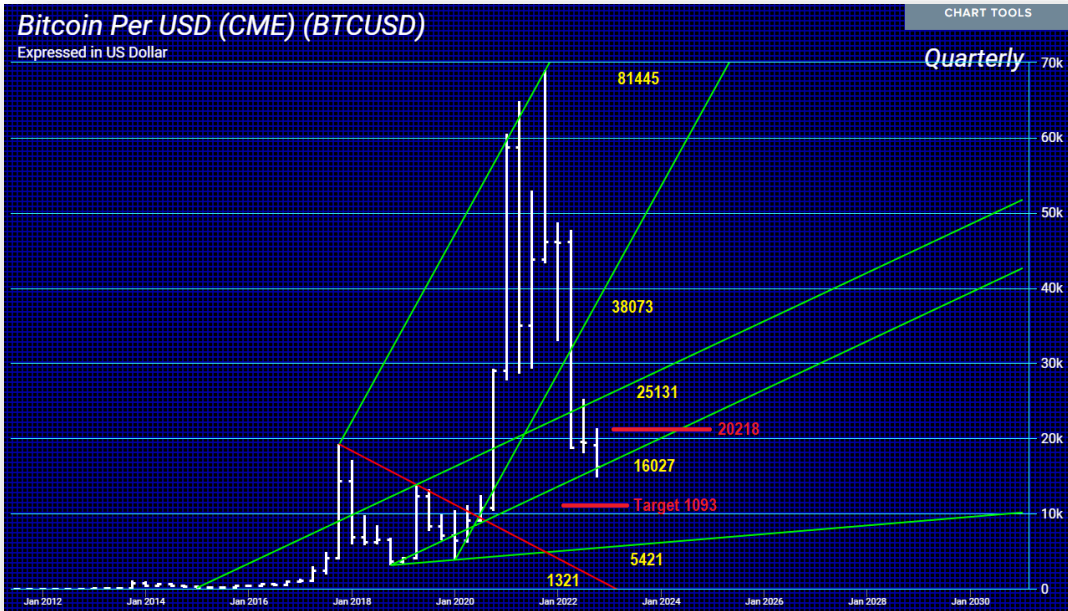
File photo: Ukrainian Minister for European and Euro-Atlantic Integrations Olga Stefanishina © Attila Husejnow / SOPA Images / LightRocket via Getty Images

Meanwhile, our fearless leaders in the West agree hell bent upon creating World War III. The NATO members are in favor of admitting Ukraine to NATO, which would instantly escalate the war and justify NATO going to war against what they seem to believe would be Russia alone. They are obviously not counting on China, North Korea, and Iran just for starters.

For the life of me, we just seem to have the biggest crop of idiots running governments and nobody will stop and question what appears to have become just fashionable – war. Our braindead leaders in the West agree and are hell bent on creating World War III all because the monetary system is collapsing and they cannot continue borrowing indefinitely with no intention of paying anything back. So, they want World War III, defeat Russia, and use the war as the excuse to default and launch Bretton Woods II using digital currency to ensure there is no underground economy and every transaction is taxed.

This insane agreement among NATO members to admit Ukraine which is dominated by the old Nazi Ethnic-Cleansing, they hate Russians, Polish, and Hungarians, is just unimaginable. Admitting Ukraine would instantly launch World War III because all NATO members could then join in the fight and then justify their Sovereign Debt Defaults. They are not counting of China, North Korea, and Iran just for starters. When Europeans start to see that their entire future will be eradicated, indeed, they will own nothing but be miserable – not happy.

Introduction



Then we have the cryptocurrency religion. Perhaps the crypto-phase will go down in history as the **21st Century's Tulip Bubble**. All the claims that Bitcoin will become the reserve currency has been just a joke. Bitcoin is rarely used for legal transactions ever. You can't pay your taxes in Bitcoin. Sorry, but I still believe that its mysterious creation of Blockchain that they claim was conceptualized by a person (or group of people) known as Satoshi Nakamoto in 2008. The following year, it is claimed that someone else used it to create Bitcoin. Nobody filed for a patent on Blockchain raising suspicion that government used it to float a "balloon" to get people use to digital currency that can be tracked.

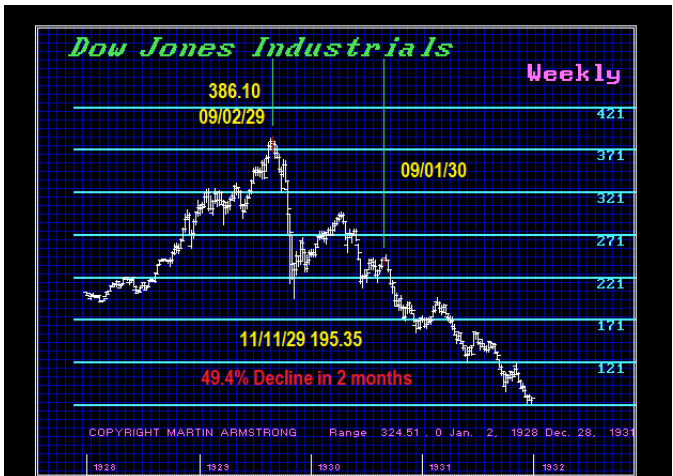
Bitcoin has served a purpose to sell the idea to the public so when the central banks issue their versions, they would be welcomed with open arms. Then there was FTX and that has struck a blow deep into the heart of the crypto world. The real question is simple. Did the SEC & CFTC intentionally stood by to let FTX implode so that people would not TRUST private crypto and beg the central banks to "please" save our world with government digital currencies?



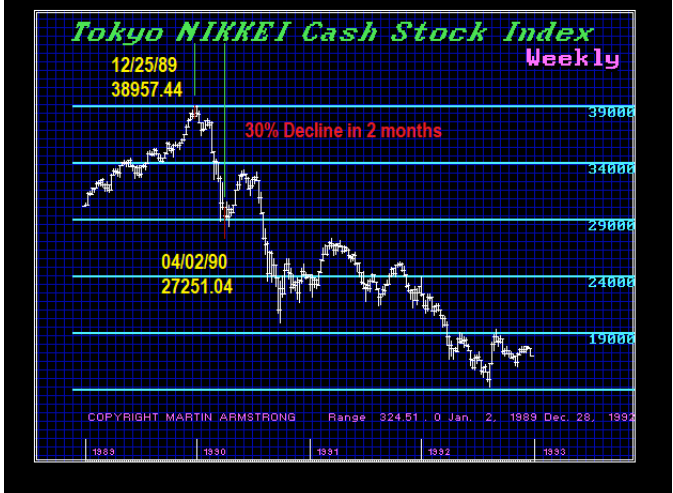


So, while Bitcoin may be the **21st Century's Tulip Bubble** since the value of bitcoin peaked at \$64,895 to \$69,000 in November 2021 (highest monthly closing October 2021 at \$62,301.59, highest quarterly closing 1st of 2021 at \$58,782.58), its collapse to \$14,845 by November 2022 in a remarkable 12-month decline.

For Bitcoin proponents are naturally claiming it is preparing to resume a bull market. However, this market has fallen 78% in 12 months. After the first 12 months, the Dow Jones Industrials fell 47.9% from the 1929 high. Obviously, this decline in Bitcoin is far worse than even the Great Depression. If we turn to the major crash from the 1989 high in Tokyo was down 44.5% from the high in the first 12 months. Yet the test of the first crack (2-months) sat Bitcoin drop faster than the 1929 Bubble as well as the Tokyo Bubble of 1989. You have to wonder if Bitcoin has become a religion rather than a market.



The Crypto-Bubble has been far more devastating and it is far more likely that any bounce will be a selling opportunity for it will be more of the last gasp before the road to irrelevance is at last revealed. This doomed future I warned long before FTX went bust. The cryptocurrencies are merely a trading instrument not a store of wealth! So much for those who said it would replace the dollar.



Introduction



Then 2022 has been the year of confusion as many kept calling for the demise of the dollar. They relied upon the Quantity Theory of Money from the 16th century and bet the house that the dollar would turn to dust. The Fed's printing trillions of dollars in new currency while keeping interest rates low, was supposed to bring down the house of cards. As always, they only ever look at one side of a coin – those who borrow. Nobody ever considers the passbook holders who were stripped of their steady interest income as if they were going to just leave their cash there earning zero.

Not one pepe was ever heard about the state of the world outside the United States. Never did they realize that the dollar being the reserve currency and the fact it has NEVER been canceled, has resulted in the 70% of all the paper dollars circulate outside the USA and



even emerging markets issue debt in dollars. The expansion of the money supply by the Fed has had no real impact domestically for the dollar was being absorbed internationally. The inflation has not been created by Fed, but by our politicians with the COVID lockdowns that disrupted the entire supply chain unleashing shortages that the Fed cannot control.

Scholz wants post-conflict 'agreements' with Russia

The German chancellor bucked decades of cooperation to oppose Russia's military operation. Olaf Scholz arrives for the weekly cabinet meeting at the Chancellery in Berlin, Germany, November 30, 2022 © AP / Michael Sohn

German Chancellor Olaf Scholz has declared that peace in Europe depends on the revival of post-Cold War security agreements with Russia. Despite his apparent willingness to work with Moscow in the future, Scholz ruled out a return to the "partnership" of the past.

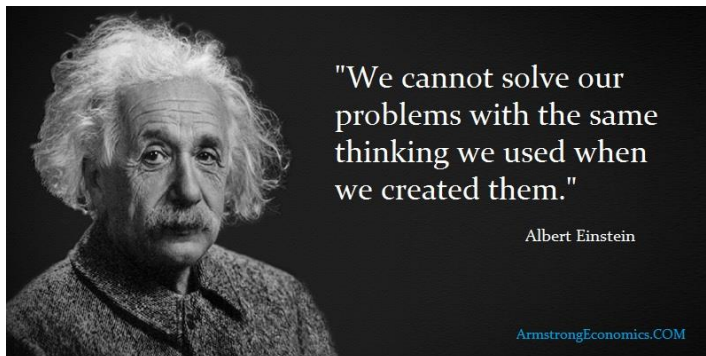


Olaf Scholz arrives for the weekly cabinet meeting at the Chancellery in Berlin, Germany, November 30, 2022 © AP / Michael Sohn

Meanwhile, in Europe, every leader has been preaching nothing but war and confrontation. Now Germany has adopted an economic suicide package and has proposed that Europe go back to the days of the cold war. Scholz actually declared:

"We have to go back to the agreements which we had in the last decades and which were the basis for peace and security order in Europe."

Let's face the facts. All the agreements were that NATO would not move eastward and that Ukraine would remain neutral. The Donbas was to be allowed to vote on their own independence since they are ethnically Russian and the Ukrainians still maintain ethnic cleansing. Hungary has opposed Ukraine and has stated that Hungarians living in Ukraine are regarded as Russians – unacceptable. Poland has objected that every nation has apologized for their crimes during World War II but not Ukraine.



The West has broken every agreement and NATO pretends to be the savior of Europe when in fact it has been the instigator of instability throughout Europe. Like any government agency, they always want to expand and seek more power.

NATO is by no means the solution to the very same problems it has created by its warlike footing ever since its creation. Russia is no longer Communist and despite the propaganda, Russia has had no interest in occupying Europe. Those days of paranoia are long-gone.

The Day the Soviet Flag Came Down

Dec. 31, 2021 9 MIN READ



Maxim Shemetov/Reuters

The day the Soviet Union formerly fell was December 25th, 1991 (1991.98). If we look at 31.4 years from that date, we arrive at 2023.38, which is May 19/20th, 2023. We must respect that when we look at Asia, the Biden Administration has rejected ever peace agreement with China even that regarding the one-China agreement. The breakdown in the relation with China took place precisely on the 31.4 year target from Tiananmen Square.

The 1989 Tiananmen Square protests took place April 15th, 1989 through June 4th, 1989 (1989.424). In the case of China, 31.4 years targeted 2020.824 (October 27th, 2020). The day before October 26th, 2020, US Secretary of State Antony Blinken issued a statement regarding Taiwan setting in motion a new cold war knowing the confrontation he would be creating. It read:

"Taiwan's meaningful participation in the UN system is not a political issue, but a pragmatic one" and the US encourages "all UN Member States to join us in supporting Taiwan's robust, meaningful participation throughout the UN system and in the international community, consistent with our 'one China' policy, which is guided by the Taiwan Relations Act, the three Joint Communiques, and the Six Assurances."



Antony John Blinken
(born April 16, 1962)
71st United States Secretary of State
since January 26, 2021



Foreign Ministry Spokesperson Zhao Lijian

Foreign Ministry Spokesperson Zhao Lijian at a Press Conference held on October 27th, 2021 precisely 31.4 years to the day from Tiananmen Square June 4th, 1989 event, saw the US deliberately set in motion the Taiwan confrontation. Lijian made it clear that the US statement seriously violated the **one-China** principle and the stipulations of the three China-US joint communiqués. The Biden Administration has deliberately violated every agreement with China and Russia and



appears to be positioning itself for deliberate war ahead.

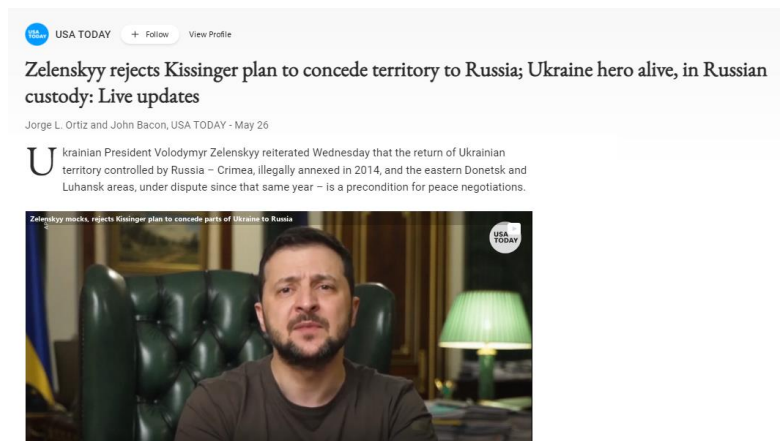


The Nixon Administration, on the advice of Henry Kissinger, opened the door to China in order to divide them from Russia. The Biden Administration has done the exact opposite. It has driven Russia and China together to form an alliance against the West.



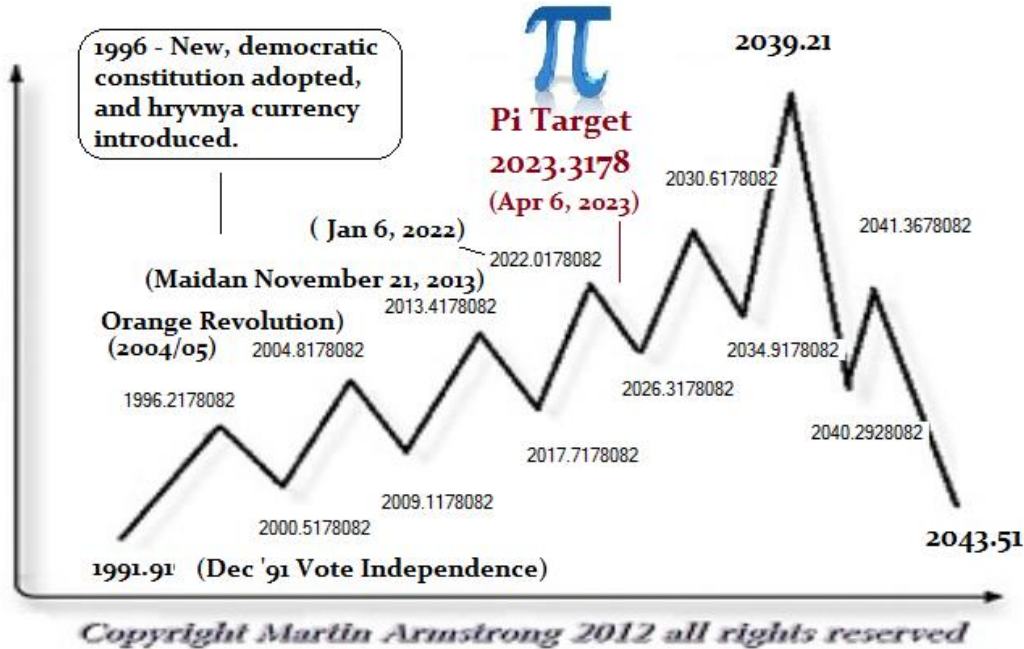
Every president, except Biden, has invited Henry Kissinger to the White House – Republican or Democrat. Henry has been the foremost geopolitical adviser in modern history and has been my mentor in understanding how to deal with the chaotic world of geopolitics. This simply appears to be deliberate on the part of the Biden Administration.

Zelensky promised peace and the end of corruption in order to win election. He has done the exact opposite once in power sacrificing his entire population on the orders from the Biden Administration that instructed him that there will be no negotiation for peace.



This high-heel dancing comedian has rejected Henry Kissinger's advice to let the Donbas vote, which was supposed to be the entire Minsk Agreement. Zelensky would rather destroy his entire country than yield "one inch" to Russia of territory that has been part of Russia since the days of the Tsars. It has been Ukraine that is attempting to usurp historical Russian territory occupied by Russians.

Ukraine & the Economic Confidence Model



From the Ukrainian view, our model has the Pi Target of 31.4 years from its vote for Independence from Russia. This, we have April 6th to May 19/20th, 2023 as a very critical target for geopolitical events. This can be a change in trend, warning that if Putin were to step down for whatever reason, we will be looking at his successor becoming our most lethal adversary. Hence – beware of 2023.

The Biden Administration has not only reneged on all the agreements with China, but it has rejected the Minsk Agreement brokered by Germany and France to allow the Donbas to vote on their separation from Ukraine. That was signed on September 5th, 2014. Zelensky has refused to recognize that agreement at all as well as the Belgrade Agreement where Ukraine was to remain neutral. NATO and the EU also have reneged on every agreement with Russia, yet they paint Putin and Russia as the evil empire. Not a single newspaper in the West will report the truth and how the West is breaking every agreement with both Russia and China when this can lay the foundation for World War III.



Minsk, Belarus, the agreement was signed on September 5, 2014

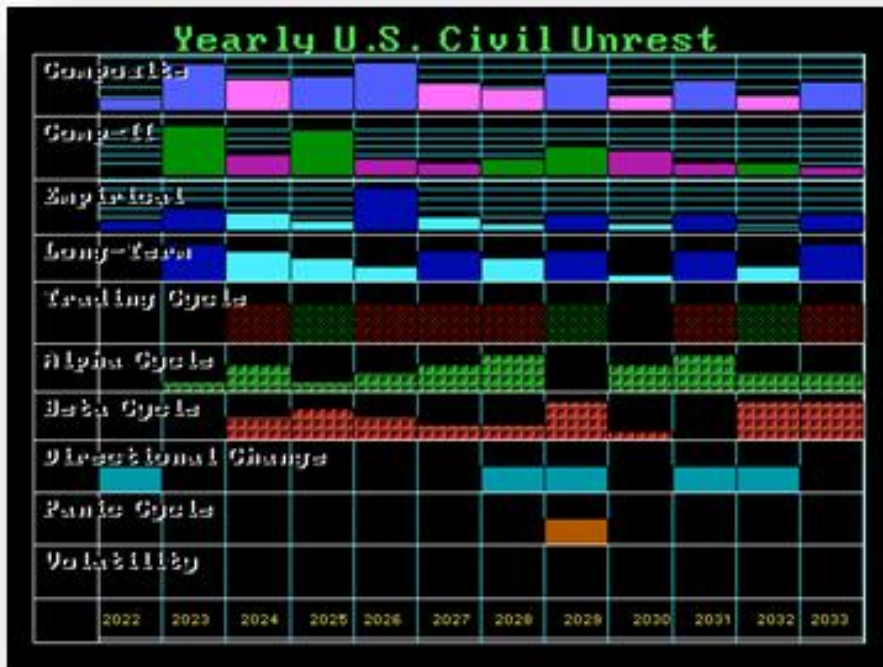
Introduction



French President Emmanuel Macron said on Saturday that NATO should weigh on eventual guarantees for Russia's security in the settlement of the conflict in Ukraine. Macron is the second leader of the EU country to openly discuss Europe's future relationship with Russia.

Nevertheless, Ukraine intends to join NATO. Any pretense that the West can assert is not worth the time to listen to. The West has reneged on every single agreement to date. If they simply enforced the Minsk Agreement and cut off funds to Ukraine unless they comply, then I see this as just a one-sided offer that no words or signed agreement could assure Russia, they will not break it next year.

Introduction



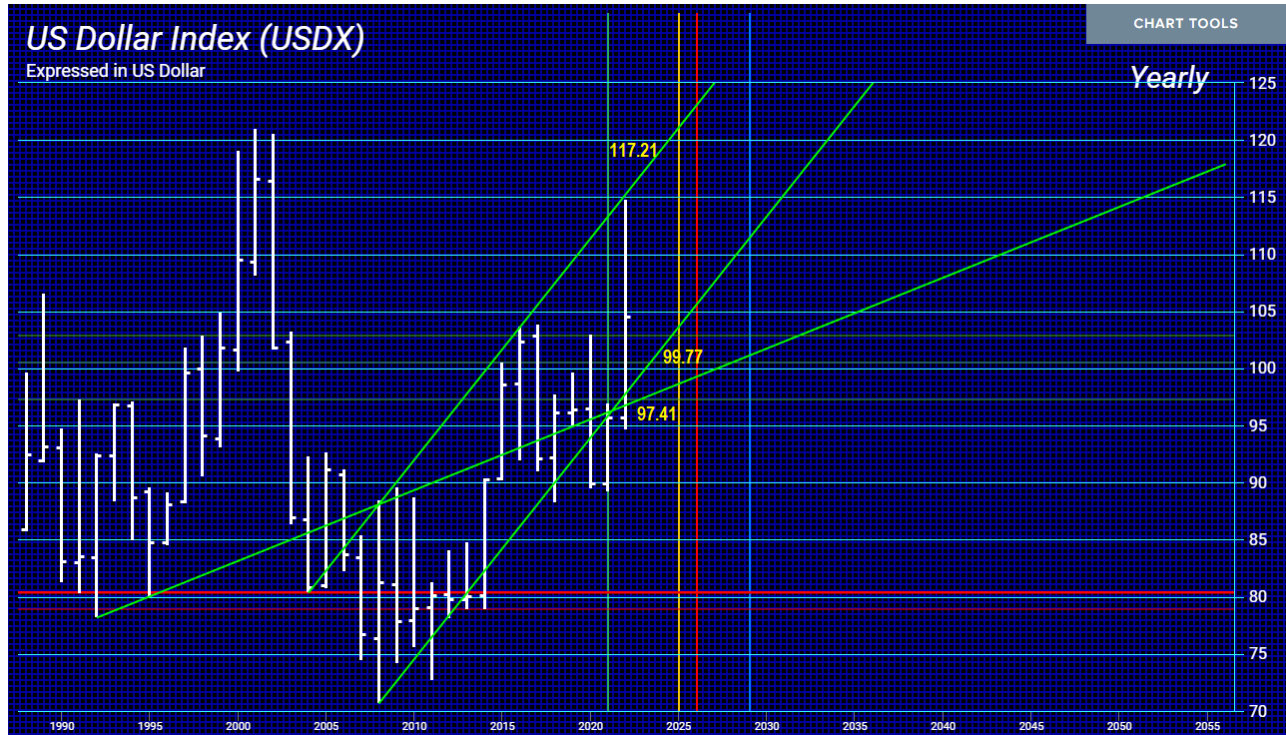
When we look at our model on Civil Unrest, 2023 looks like a rocket blast off. This is global and we must respect that inflation will rise into 2024 and this cabal of trying to construct the future as being promoted by the academic Klaus Schwab who



has no real-world experience, just theory, has been directing this Great Reset telling world leaders they have the power to shape the future just as Karl Marx argued. Therein lies the problem. You cannot fix something you do not even understand how it works.

With our model on Civil Unrest looking like it is taking off on some mission to Mars, the unimaginable mismanagement of our governments has been catastrophic to say the least. These people have been shutting down fossil fuels causing inflation with the disruption of the supply chain, then they believe they can conquer Russia, China, North Korea, and Iran, and the people will cheer for their vision of utopia. Of course, if they are wrong, we have massive genocide all for their distorted theories of how the world should work.

US Dollar Cash Index



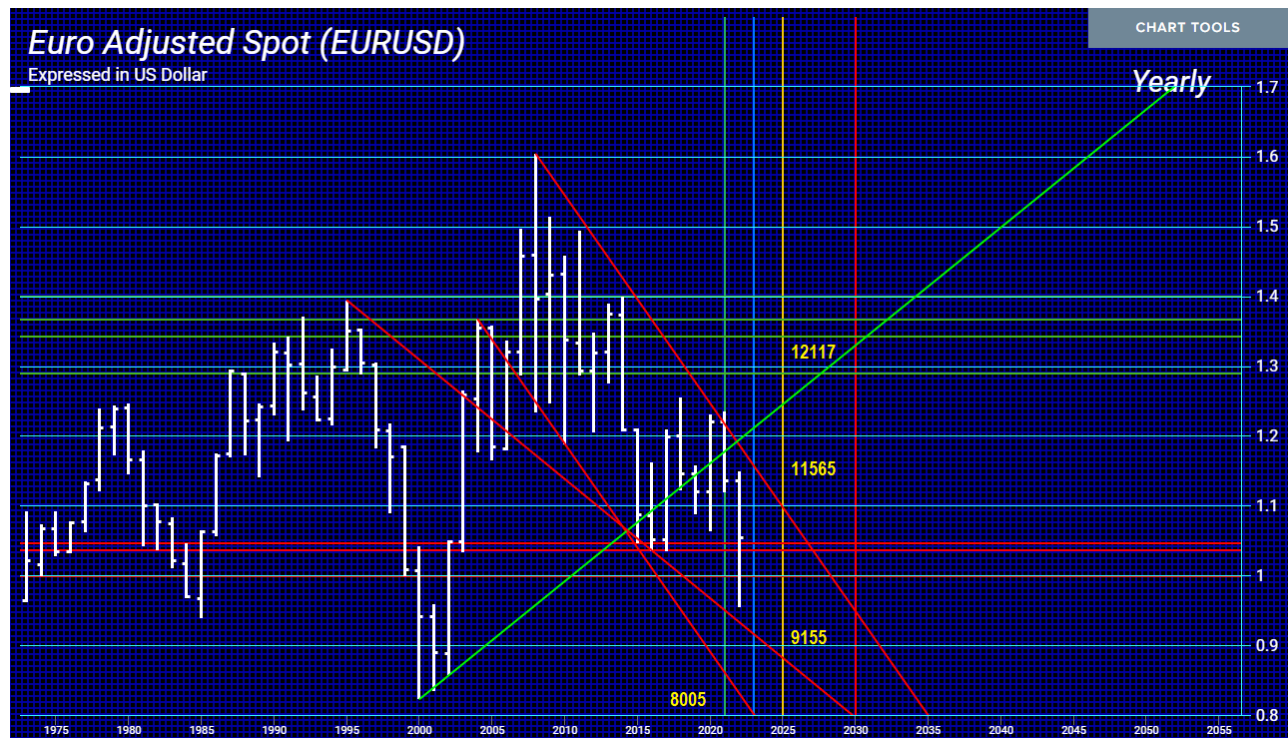
Resistance 10320, 11720, 12380
Support 8923, 8491

Turning Point 2024
Panic Cycle 2025

Monthly Targets
January, April/May, July followed by September with a Panic Cycle
Monthly Closing below 8923 points to January low
Last = 10454

Looking at the dollar. The major high took place in 2001 followed by a 7 year decline intraday into 2008 with the lowest annual closing in 2007. The first Yearly Bullish Reversal was elected in 2015 and thus far we have had a 14-year rally into 2022. The Yearly Bearish Reversal lies at 9501 and we see that 2022 should be a Directional Change warning that a closing at year-end below 10320 would tend to imply a retest of support into 2024 followed by a Panic Cycle in 2025 where we may see international war unfold.

Euro Cash Market



Resistance 10755, 10775, 10878, 11075, 11220, 11565, 12117

Support 10340, 9687, 8750, 8745, 8710, 8005

Turning Point 2023, 2027

Panic Cycle 2025

Monthly Targets

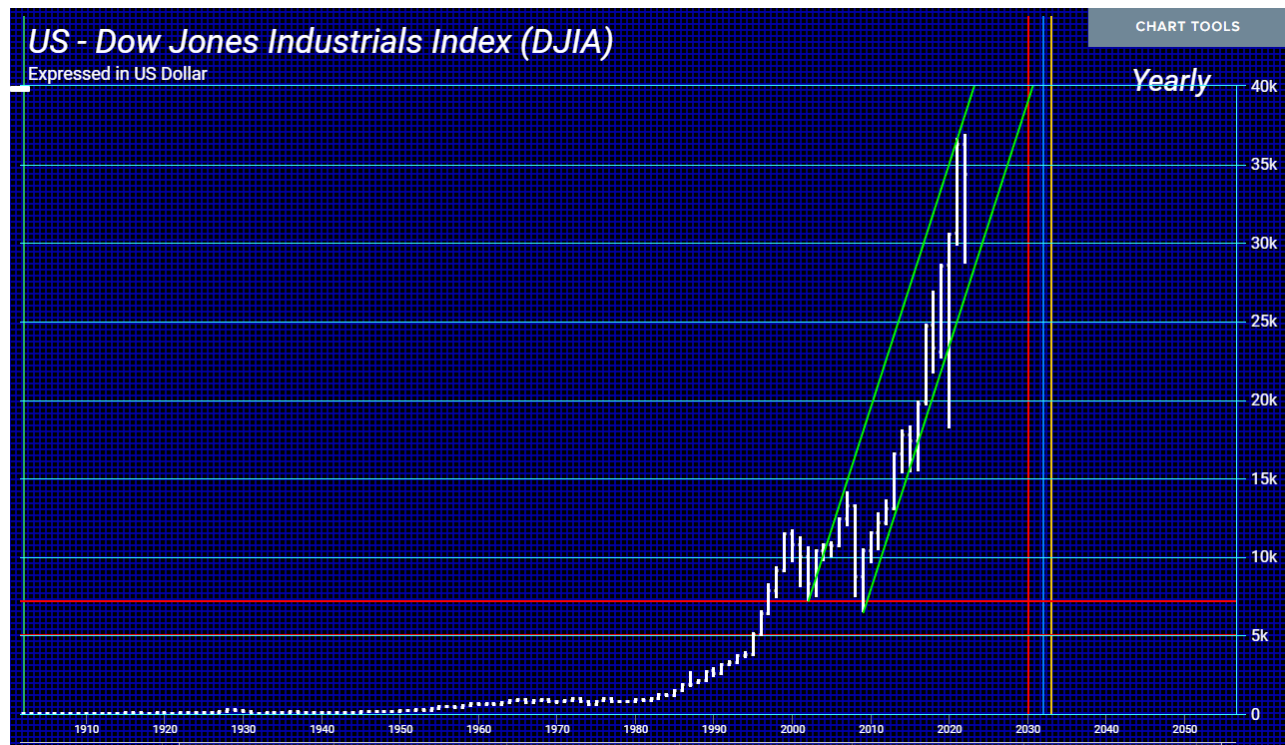
December, January/February, April/May, July/August

Monthly Closing below 8923 points to January low

Last = 10544

Here is a chart of the spot Euro. We can see the collapse 9541 here during 2022. We would be yearly closing back above 11470 to imply the 2022 low will hold at least briefly. Pension funds and other 'non-bank' financial firms have more than \$80 trillion of hidden, off-balance sheet dollar debt in FX swaps, the Bank for International Settlements (BIS) announced. This presents a tremendous risk for the major bet has been against the dollar and that can unfold as the Panic Cycle of a Lifetime by 2025. A bounce into 2023 is possible and then a reversal of fortune once again appears on the horizon. Major resistance now stands at the 12100 level. Key resistance will be 11220 followed by 11565.

Dow Jones Industrial Index



Resistance 33273, 33706, 35493, 35612, 40033, 42430

Support 28987, 26690, 25742, followed by 21600 and 14892

Turning Point 2022, 2023, 2025/2026, 2027/2028, 2029/2030, 2032

Panic Cycle 2025, 2033

Monthly Targets

January, March, May, July/August

Monthly Closing above 35092 points to a breakout to the upside

Last = 34429.88

The Dow has bounced from the September low. There is technical resistance at the bottom of the former uptrend channel on the Monthly Level just under 36000 while the broad support lies at the 27000 level. As long as the Dow closes lower than 2021's closing of 36388.30, then we should expect a retest of support into 2023. A target by 2028 would be near 48000. We do have an outside reversal to the downside so far here in 2022 and closing support for 2022 lies at 30637. Normally, we would expect a one to 3-year correction into 2025. A break of the 2022 low of 28660.94 would point to that outcome. We do not see a crash. That would require a '22 closing below 22645.

S&P 500 Cash



Resistance 4178, 4300, 4308, 4818, 5021, 5234

Support 3643, 3430, 2669, 2574, followed by 2160

Turning Point 2023, 2025/2026, 2029, 2031/2032

Panic Cycle 2025, 2032

Monthly Targets

January, March/April, August

Monthly Closing above 3337 points to a breakout to the upside

Last = 4071.7

This year has produced an outside reversal to the downside which would help to declare this as a cycle low. This market bottomed in October but there has been an insufficient bounce to generate a monthly buy signal. A year-end close above 3761 will help keep the market in a long-term bullish posture. There remains the risk of 2023 producing a cycle low. Once again, we do not see a major crash. We may see this peak near the 5900 level by 2028. The major support lies at 2641 on an annual closing basis.

NASDAQ Cash



Resistance 10912, 12987, 14535, 15572

Support 10745, 10123, 9050, 8435, 7620

Turning Point 2022/2023, 2025, 2027, 2029, 2031/2032

Panic Cycle 2028

Monthly Targets

January, March/April, August

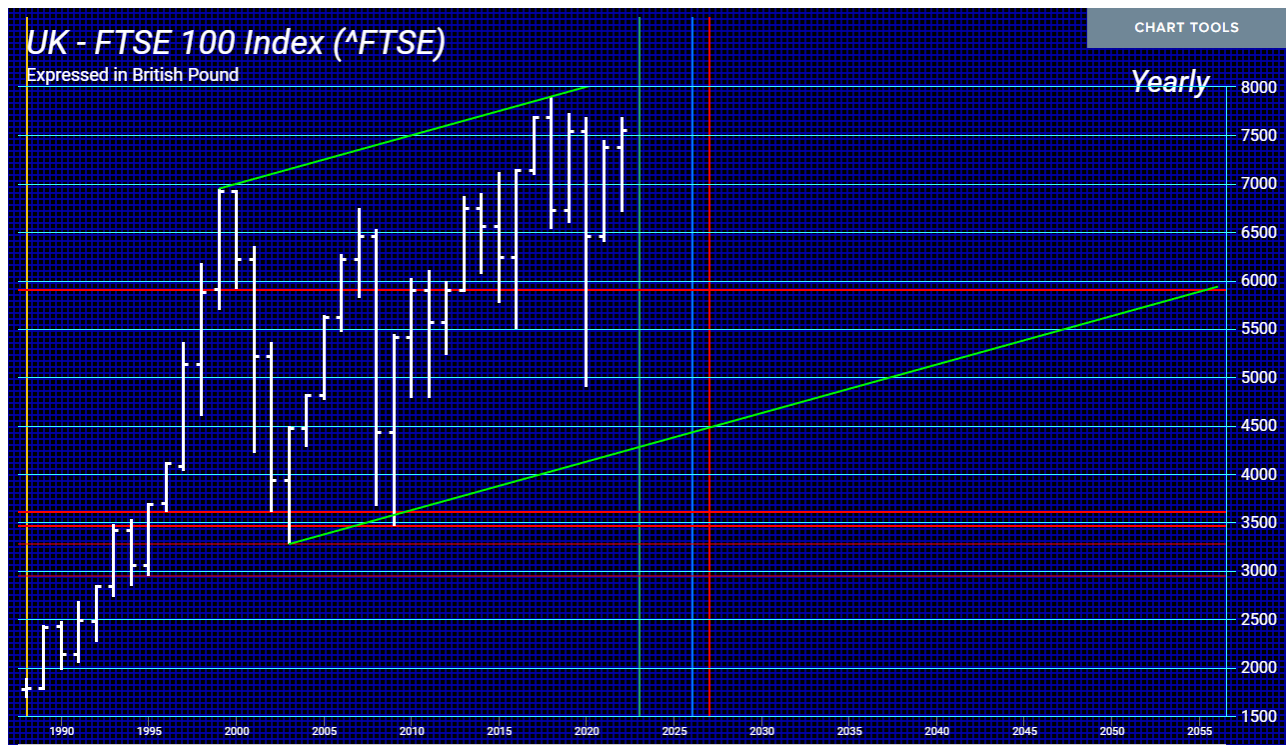
Monthly Closing above 12321 points to a breakout to the upside

Last = 11461.5

Here the NASDAQ made its high in 2021 and has not made an outside reversal as was the case in the Dow or S&P500. We may see 2022 form at least the lowest annual closing with the possibility of 2023 being perhaps an intraday low. We see 2025 as a big turning point. However, at best this appears to be a Directional Change in 2024. It certainly appears that we may have the rally unfold into 2025.

As long as the market closing at year-end above 9050, then from the long-term perspective, it does not appear to be the end of this bull market.

FTSE Cash Index



Resistance 7698, 7728, 8155

Support 7556, 7090, 6598, 6362, 5767

Turning Point 2024/2025, 2026, 2028/2029, 2032

Panic Cycle - - -

Monthly Targets

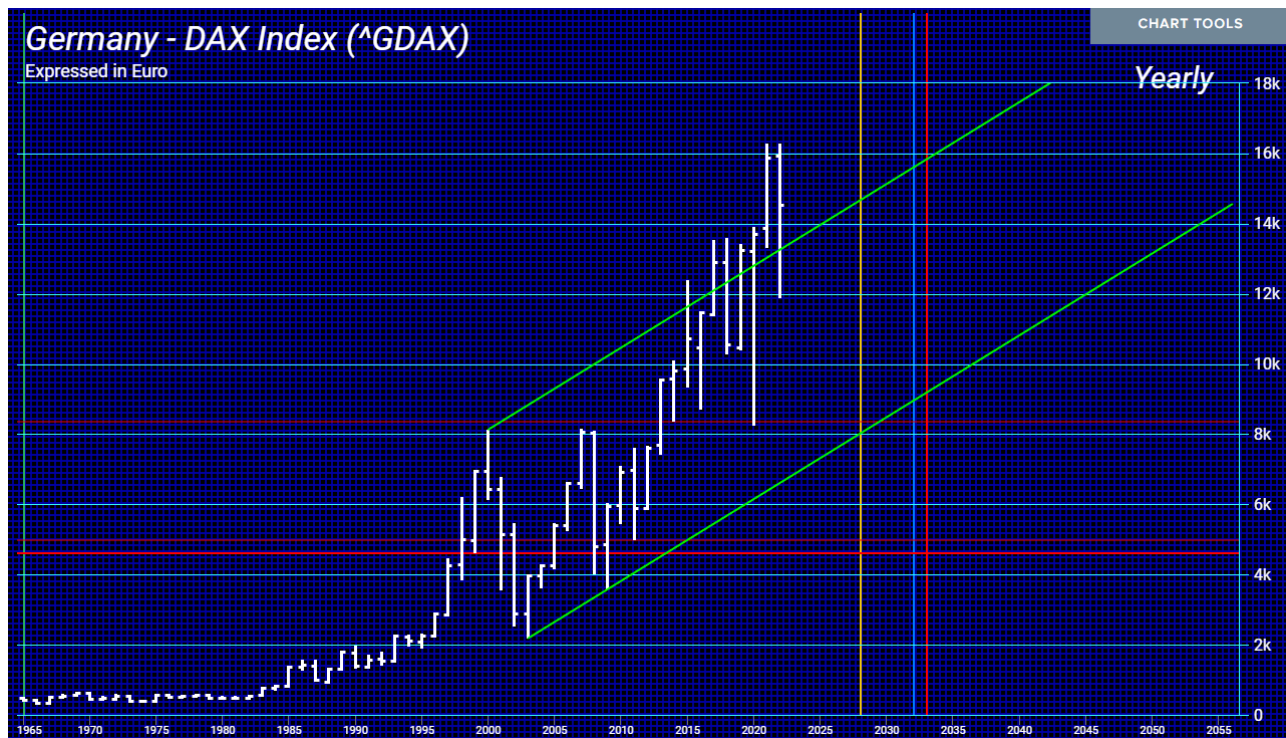
January, March/April, August

Monthly Closing above 12321 points to a breakout to the upside

Last = 7556.2

The British FTSE peaked intraday during 2018 at 7903.5, but the highest annual closing took place the year before. Overall, this performance reflects the problems overall in the UK as well as in Europe as a whole. The market still bottomed in 2020, but unlike the US market, it has not made new historic highs. We need a year-end close above 7690 to imply it is ready to retest the former high of 7903.5.

DAX Cash Index



Resistance 14819, 15805, 17066, 17716

Support 13227, 13310, 13900, 13600, 11865, 10275, 9954

Turning Point 2022/2023, 2027, 2029, 2032

Panic Cycle 2028

Monthly Targets

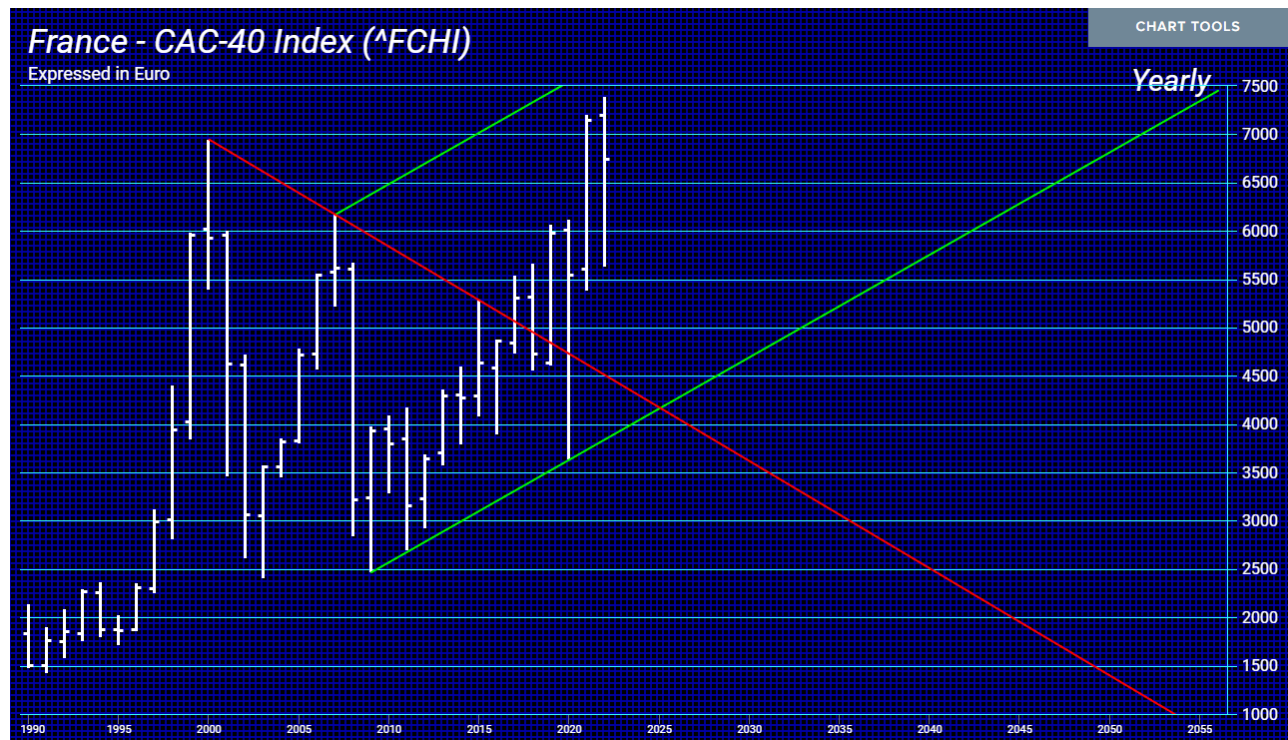
January, March/April, August

Monthly Closing above 14710 points to a breakout to the upside

Last = 14529.39

The Dax failed to make a new high above 2021 here in 2022 and therefore its decline may prove to be a temporary low. An annual close for 2022 below 13900 would point to a further decline. There remains concern that the as long as the 2021 high stands, then the DAX may be pushing lower into the end of this decade. With the push for Green and the nonsense against Russia, Germany is undermining its industrial production which allowed it to rise from the ashes of World War II.

CAC Cash Index



Resistance 6690, 7200, 7865, 8152

Support 6110, 5655, 5108, 4550, 4510, 4393, 3950

Turning Point 2023/2024, 2026, 2029, 2031

Panic Cycle 2027

Monthly Targets

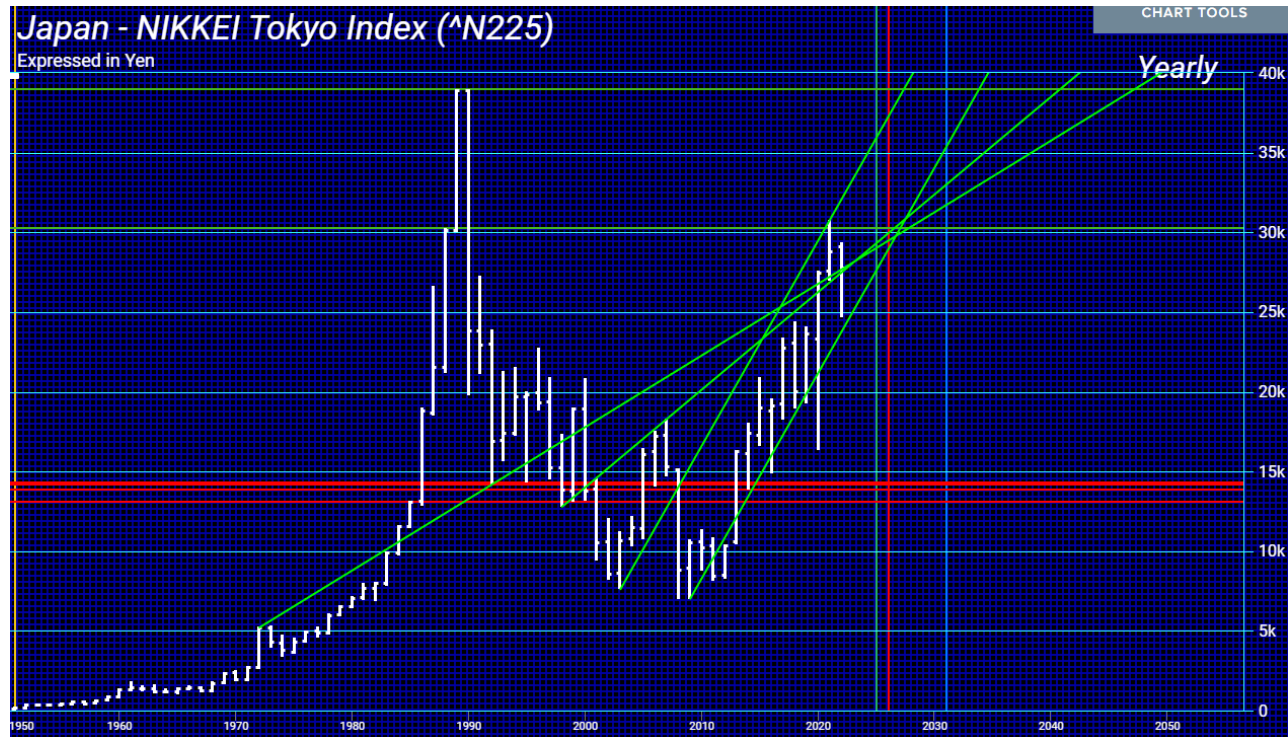
January, March/April, August

Monthly Closing above 6914 points to a breakout to the upside

Last = 6742.25

The CAC40 has finally exceeded the 2000 high going into 2021 and the intraday high has taken place in 2022 but 2021 will most likely remain as the highest annual closing. The prospects that this may be the high for the decade cannot be ruled out. An annual closing below 4550 level will confirm that. We have a Directional Change in 2023 and an important turning point. Thereafter, 2026 appears to be a key target followed by the next Panic Cycle due in 2027. At this point, a year-end close above 6914 would imply a rally into 2023 whereafter a closing below 5378 would warn of a serious decline.

Japan NIKKEI Cas Index



Resistance 28100, 28123, 30210, 33372, 34339, 35780

Support 25059, 19780, 18945, 14865, 14290

Turning Point 2022/2023, 2025, 2027, 2029, 2031

Directional Change 2025

Monthly Targets

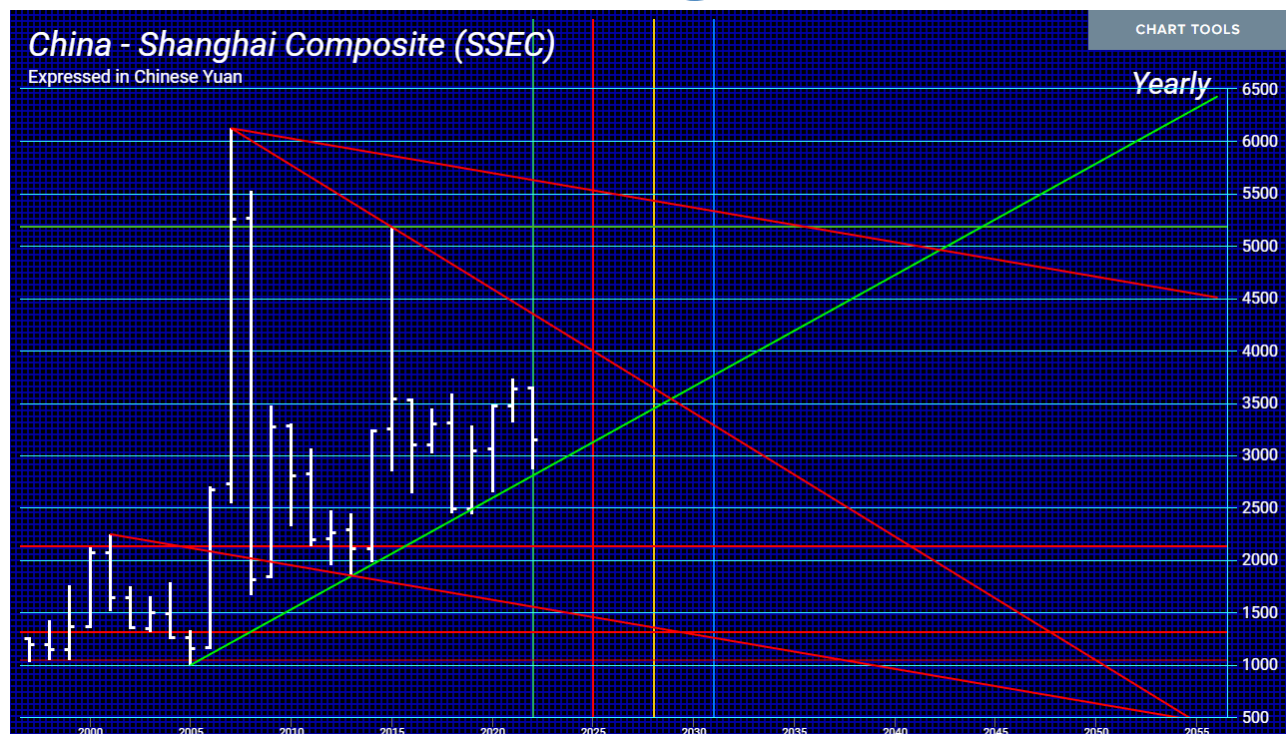
January, April/May, July/August

Monthly Closing above 29962 points to a breakout to the upside

Last = 27777.9

The Nikkei rally and peaked in 2021 at 30795.78 after a 13-year rally from the 2008 low. Naturally, it was a reaction rally and did not come close to the bubble top of 1989. As year-end closing below 26954 will be a technical warning we can see a decline into 2024. We must respect that North Korea shooting missile off over Japan does not instill long-term confidence. With the Panic Cycle during April, this raises concern about geopolitical events. A year-end closing below 27600 will suggest a retest of support is still likely.

China Shanghai Index



Resistance 3590, 3886, 4315

Support 2318, 2030, 1750, 1660, 1295

Turning Point 2022, 2024/2025, 2028/2029, 2031

Panic Cycle 2028

Monthly Targets

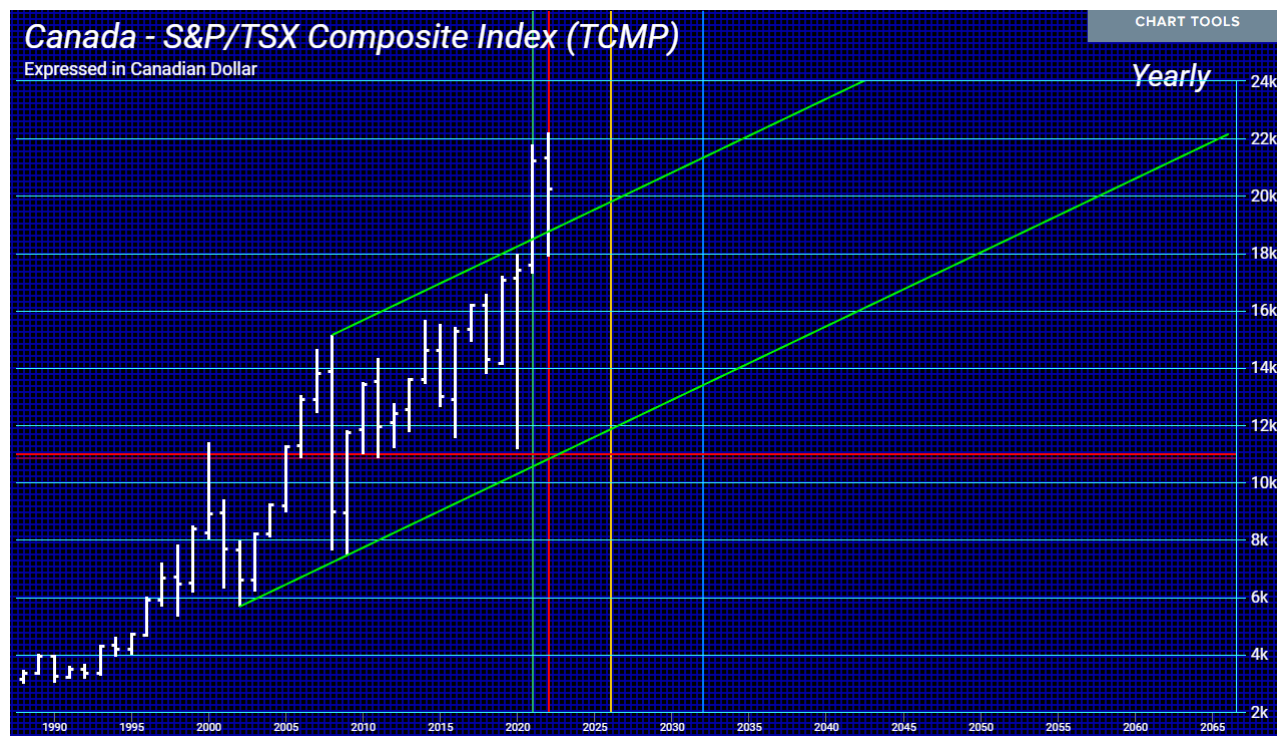
January, April/May, August/Sept

Monthly Closing above 3500 points to a breakout to the upside

Last = 3156.14

The high in China on the Shanghai market remains that of 2007 and ever since the market has been in a long-protracted consolidation period forming a wedge. Only a yearly closing below 2318 will signal a decline long-term. Otherwise, support will remain at 2645 followed the last low of 24491.97 from a technical point of view. The next Panic Cycle is showing up in 2028 the Directional Changes have been targeted as 2022 and 20224. Given the 2021 high, that was correct. January 2023 is the Monthly Panic Cycle.

Canada TSX Cash Index



Resistance 21800 22182, 27520

Support 18338, 14900, 14110, 10850

Turning Point 2022, 2025, 2017, 2029, 2032

Panic Cycle 2026

Monthly Targets

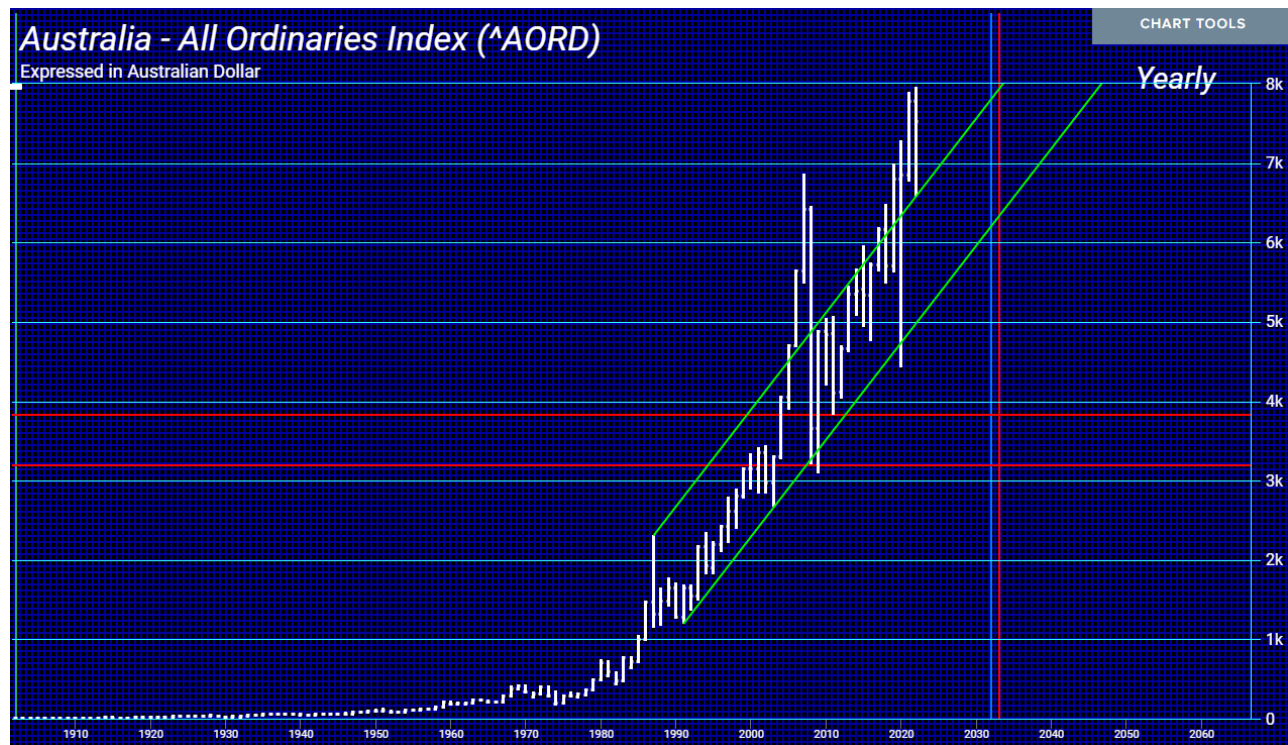
January, April/May, August/Sept

Monthly Closing above 21037 points to a breakout to the upside

Last = 20242.3

Canada has been in a long-term bull market since 1953 and the final high may not be seen until 2025 where target resistance will stand at 27520 followed by 2027 target two years later. There have been a few two-year corrections but they have never broken the long-term bullish trend. We see 2026 and 2032 as major Panic Cycles. The Directional Change we had in 2021 produced the highest annual closing and 2022 has produced a retest of support after making a new intraday high which has been 13 years up from the intraday low in 2009.

Australia All Ords Cash Index



Resistance 7910, 7925, 8032

Support 7289, 4897

Turning Point 2022, 2024/2025, 2027, 2029/2030, 2032

Panic Cycle 2026

Monthly Targets

January, March/April, August/Sept

Monthly Closing above 7840 points to a breakout to the upside

Last = 7527.8

The Australian All Ords made a new high here in 2022 but has crashed creating an outside reversal to the downside leaving 2021 at the highest annual closing. This has been 13 years up from the 2009 low. We saw 2022 as a turning point followed by 2024/2025. A weekly closing back below 7220 would warn of a decline into early 2023. Key support lies at the 6990 level during 2023 and a break of that level would warn of a decline into 2024 becomes possible.

Gold Nearest Futures



Resistance 1838, 1909, 2145, 2773

Support 1450, 1443, 1362, 1150

Turning Point 2022, 2025, 2017, 2029, 2032

Panic Cycle 2023

Monthly Targets

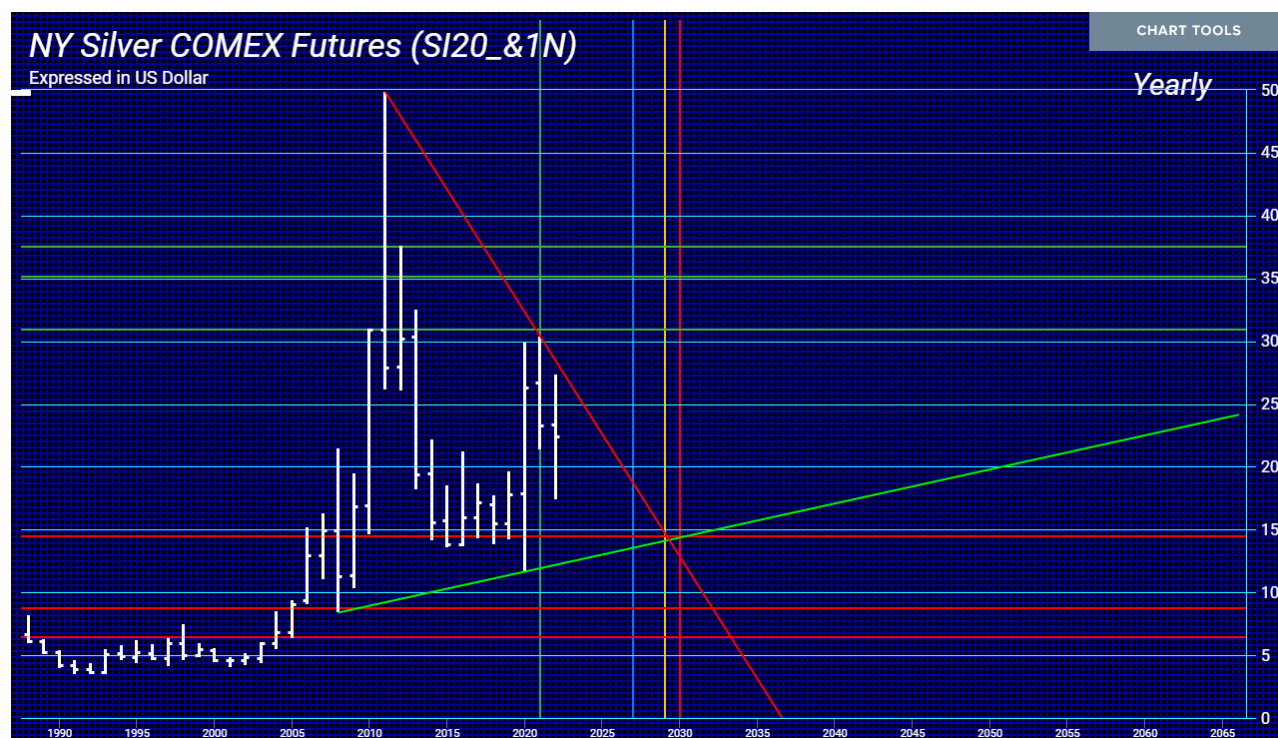
January, April/May, August/Sept

Monthly Closing above 1910 points to a breakout to the upside and a close below 1575 would warn of a decline

Last = 1781.3

Gold has produced an outside reversal to the downside exceeding the 2021 high, but not that of 2020. Nevertheless, we have a Panic Cycle due in 2023 and the prospect of a low followed by a rally. The next major turning point will be 2025 and here we have another Panic Cycle in 2031 where we also would expect a high at least in the 2775 area. A low in 2023 has the potential for a rally to new highs for four years thereafter.

Silver Nearest Futures



Resistance 2550, 2645, 2890, 3690, 3760

Support 1895, 1655, 1457, 1387

Turning Point 2021, 2023, 2025, 2027, 2030/2031

Panic Cycle 2026, 2029

Monthly Targets

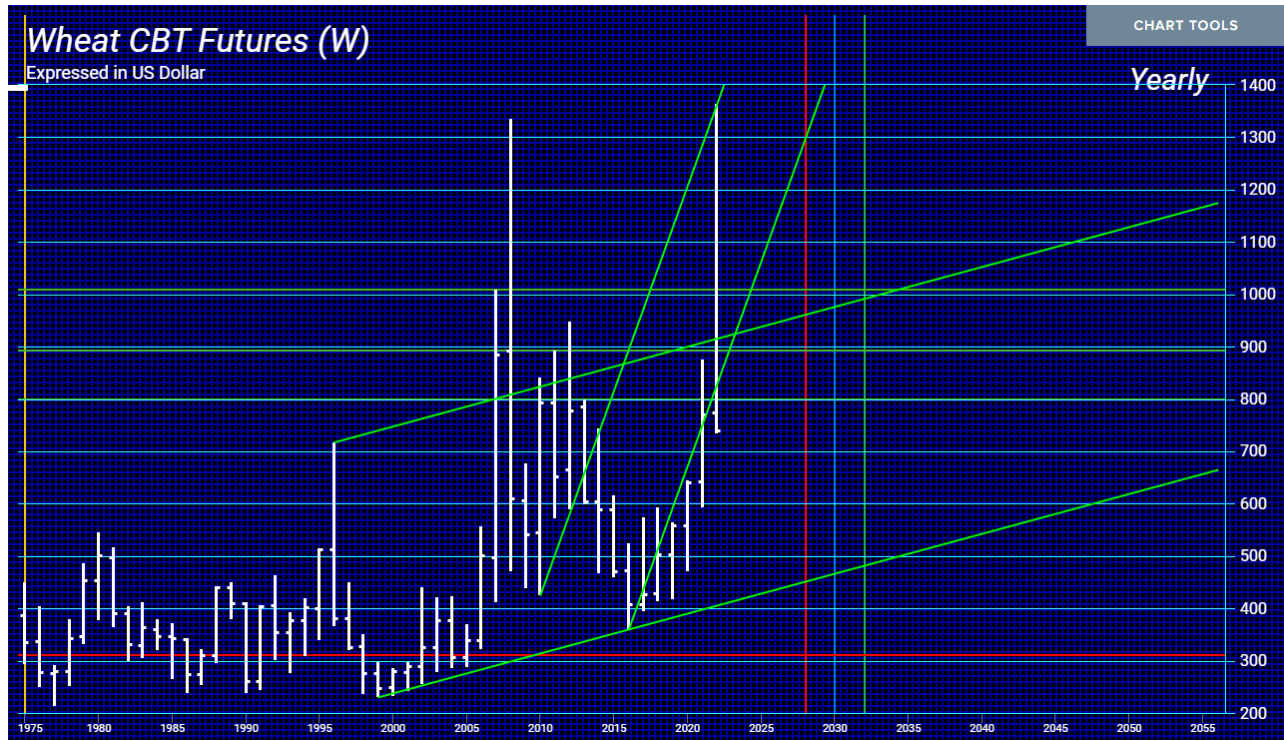
January, April/May, July/August/Sept

Monthly Closing above 2650 points to a breakout to the upside while a close below 1700 would warn of a sharp decline.

Last = 22.417

Silver made a low in 2020 with an 8-year decline and rallied dramatically scoring an outside reversal to the upside. But that was the highest annual closing which 2021 made only an intraday high and then closed lower. Thus, 2022 has made another low and a closing below 2141 at the end of 2022 would point to a decline in 2023, which would perhaps the termination of this decline since 2020 was simply a Knee-Jerk Reaction rather than a change in trend. A low in 2023 would imply a bounce into 2025.

Chicago Wheat Nearest Futures



Resistance 945, 1008, 1011, 1054, 1441, 1910

Support 837, 764, 735, 664, 600, 560, 496

Turning Point 2022, 2023, 2025, 2027, 2030

Panic Cycle 2027

Monthly Targets

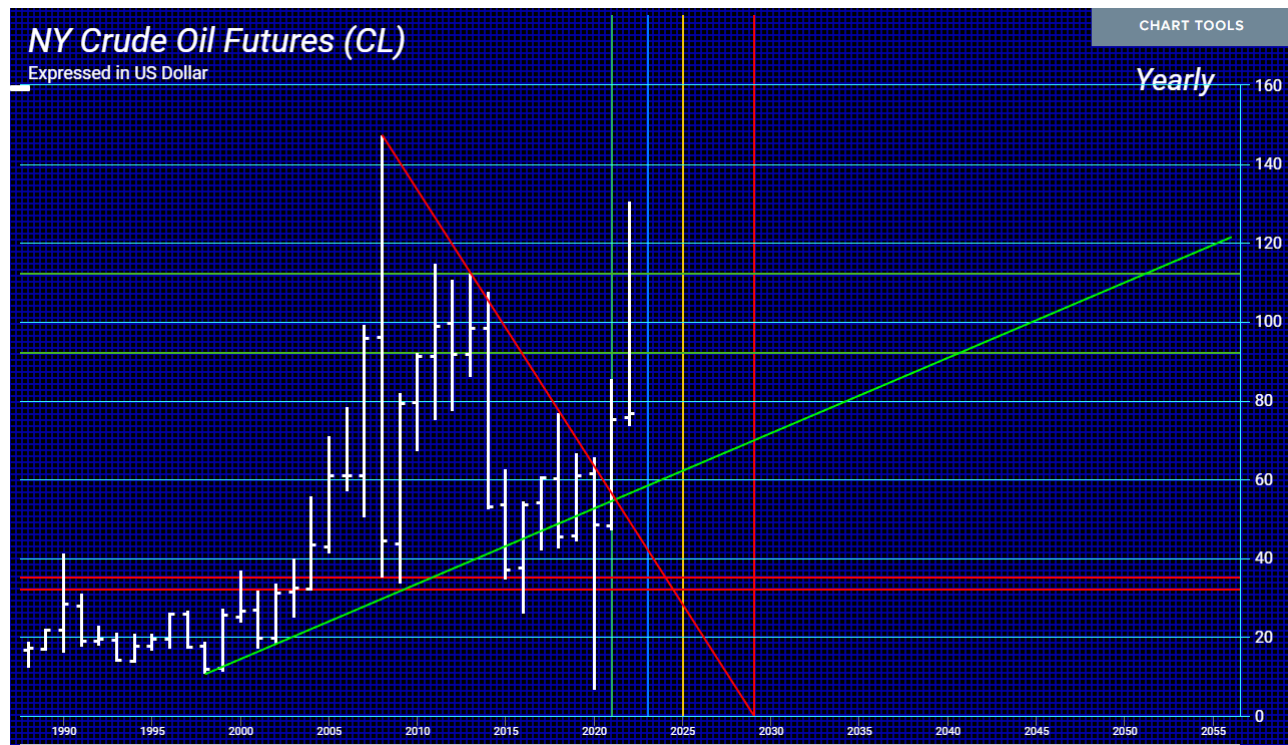
November, January/February, April/May, July/August

Monthly Closing above 940 points to a breakout to the upside while a closing below 710 suggests a further retest of support 625 level

Last = 739

Wheat jumped to a new high here in 2022 during the first quarter fulfilling the target with the opposite reaction into 2023 and choppiness into 2026, but volatility continuing into 2031.

Crude Oil Nearest Futures



Resistance 9234, 9616, 9930, 10098, 12067, 12930

Support 7700, 6715, 6565, 6252, 4918, 4829, 2675, 20.95

Turning Point 2022, 2023, 2025, 20298/2029, 2031

Panic Cycle 2025

Monthly Targets

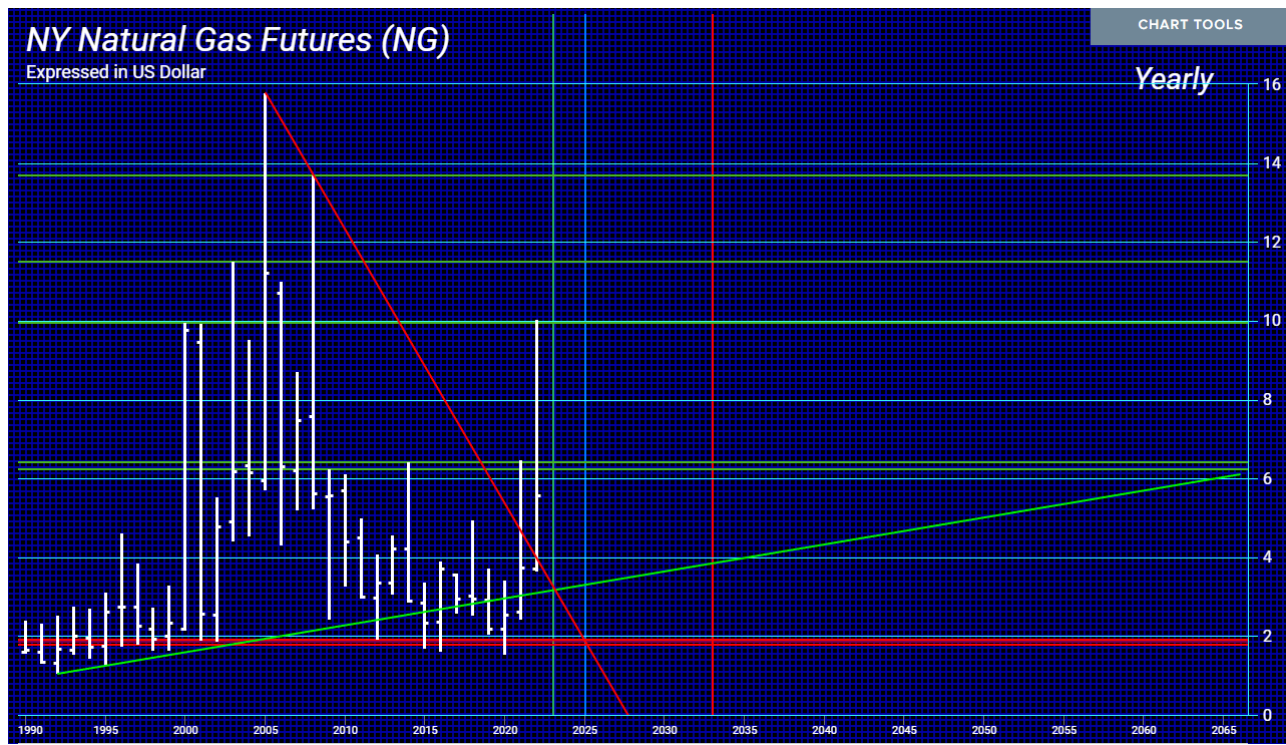
January, March, May, July, August

Monthly Closing above 9929 points to a breakout to the upside whereas a closing below 7420 would warn of a further decline to 6240.

Last = 7693

Crude oil has rallied but it has not exceeded the high of 2008, which was followed by a 12-year decline in 2020 when the climate change zealots seized control of the White House. The next target for a turning point will be 2023 and we see a serious panic cycle in 2025, Volatility will rise from 2022 into 2024, but it will be far more significant 2027-2029. The major support lies at the 4425 level and resistance at 9930. A closing below 7690 will warn of further initial weakness into 2023 with initial support at the 6560 level.

Natural Gas Nearest Futures



Resistance 727, 745, 862, 1030, 1033, 1358, 1428, 1518, 2280

Support 514, 423, 350, 326, 309, 255, 245, 202

Turning Point 2022, 2025, 2017, 2029, 2032

Panic Cycle 2026

Monthly Targets

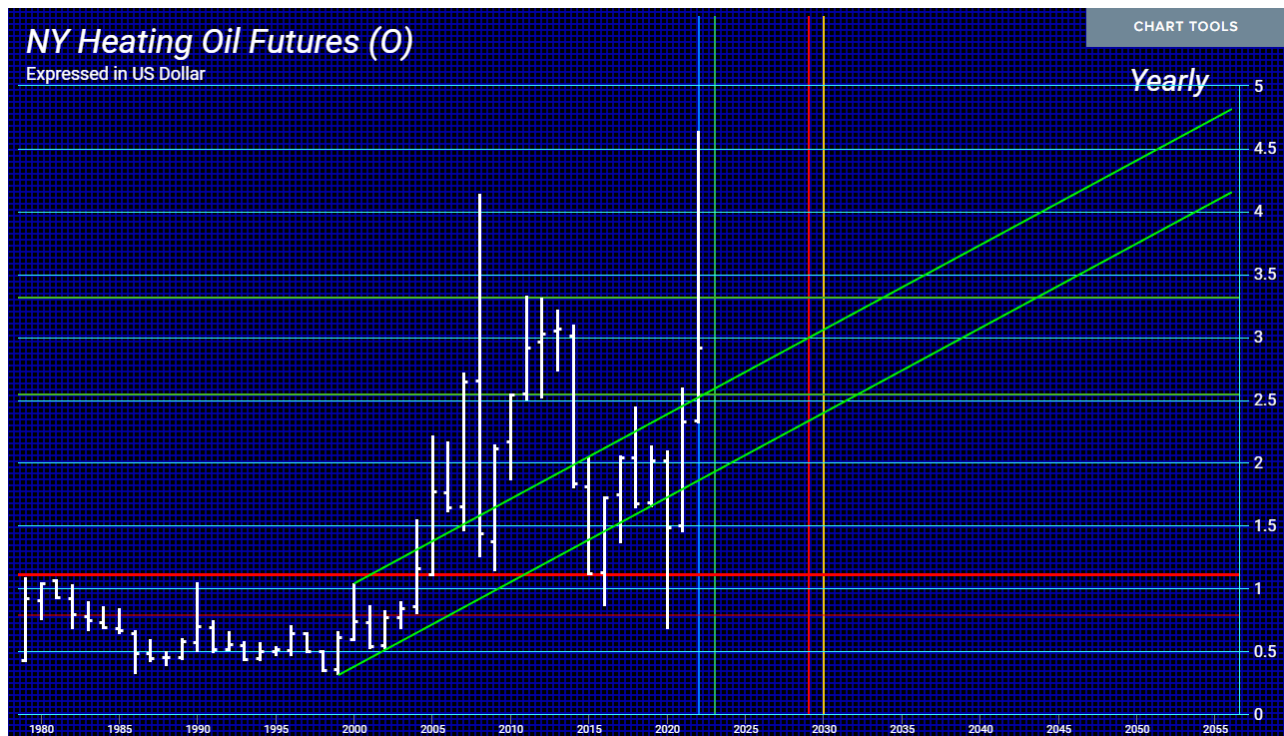
January/February, March, June/July, August/Sept

Monthly Closing above 945 points to a breakout to the upside and only a closing below 430 would point to a collapse.

Last = 5577

Natural Gas is far more tied up with Ukraine and the European Crisis than crude oil. It did elect a Yearly Bullish Reversal at the end of 2021. However, to do the same right now, it needs to close above 8713 which does not appear likely. Yet 2023 is a Panic Cycle and an early low may spark a major rally thereafter into 2025 where target resistance stands at the 1518 level followed by 2280. Here we had a turning point in 2022 and a Panic Cycle in 2023 with the major target shaping up as 2025 and another Panic Cycle in 2028. This most likely reflects the instability of Europe to Russia.

Heating Oil Nearest Futures



Resistance 27170, 31780, 34151

Support 25425, 24500, 20995, 19287, 16435, 13625, 11375, 10325

Turning Point 2022, 2024/2025, 2026/2027, 2029/2030, 2032

Panic Cycle 2030

Monthly Targets

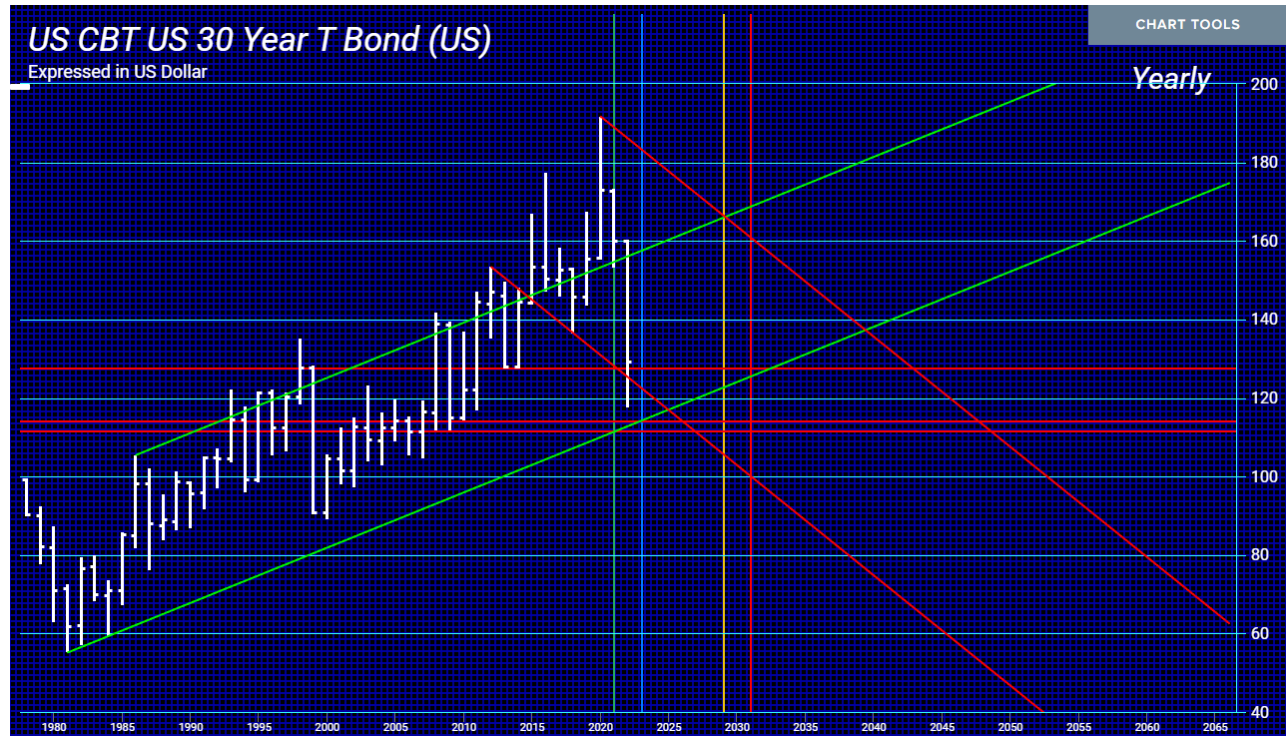
January, April/May, August/Sept

Monthly Closing above 21037 points to a breakout to the upside

Last = 29152

Heating Oil is effectively Diesel and here we have exceeded the 2008 high of 4145 unlike that of Crude Oil or Natural Gas. The Climate Zealots in cutting diesel did not realize that heating oil is the same with only difference being a dye for tax purposes. Our turning point was 2022 and then we see 2024 with a Directional Change in 2023. The next Panic Cycle will be 2030. Generally, we should expect higher volatility starting in 2023. Perhaps when the politicians realize that diesel is also heating oil, they be forced to shift production.

30-Year US Bond Nearest Futures



Resistance 13995, 14350, 14375, 14580, 15830, 16180, 16760

Support 11900, 11770, 10765, 10450, 8040

Turning Point 2020, 2023, 2025, 2027, 2029, 2032

Panic Cycle 2029

Monthly Targets

January, March, April/May, July, October

Monthly Closing above 14440 points to a breakout to the upside and a monthly closing below 12605 can signal a decline to 112000 level.

Last = 12919

There is no question the 30-year bonds will elect TWO Yearly Bearish Reversals and a further decline into 2023 is likely which is an important target for a turning point. If war starts to expand in Ukraine, we may see a pickup in capital flows into the USA. Even a closing below 12818 will warn that the decline can be pronounced.

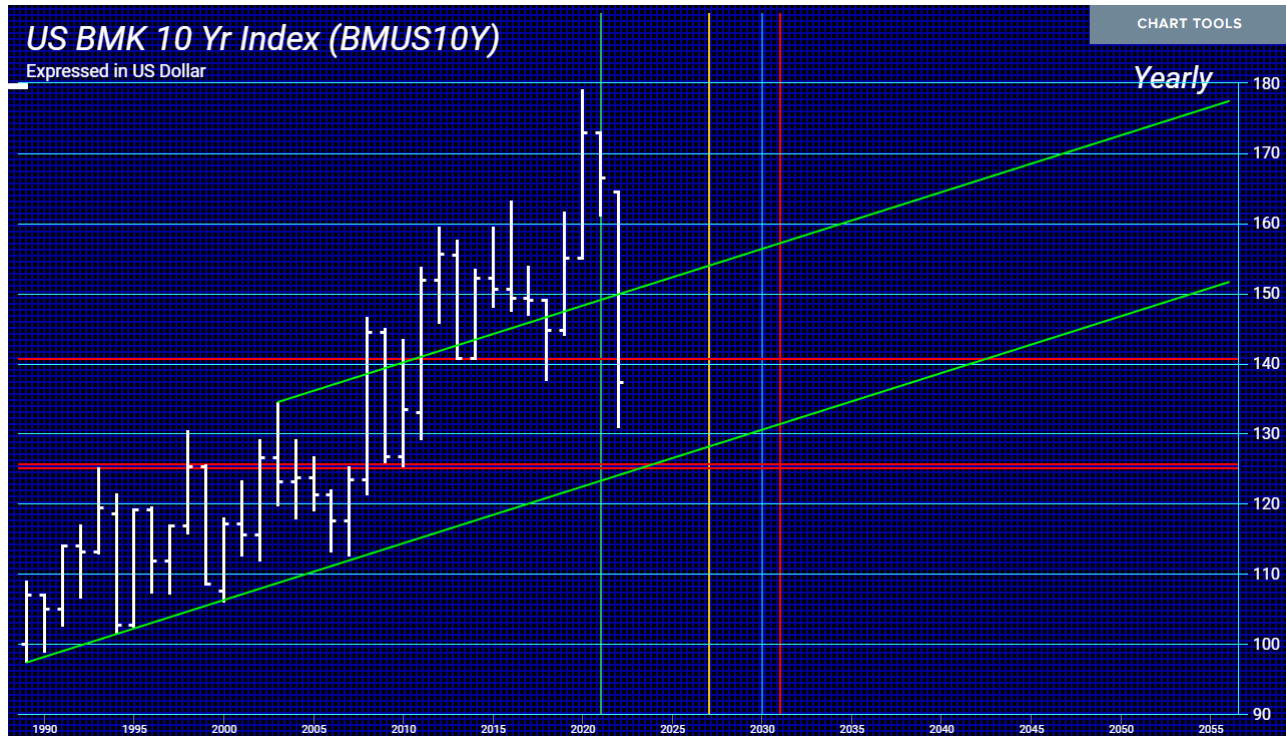
30-Year US Bond Nearest Futures

The 30-year bond peaked with the turn in the ECM in January 2020 at 191.69 and it has and a simple closing below 143.75 at year-end will have elected at least two of our Yearly Bearish Reversals confirm we have a long-term change in trend unfolding rather than a mere short-term correction. The very statement of Janet Yellen that the Treasury should be buying in long-term and swap it for short-term is unfolding for the primary dealers have no customers for the long-term when they fully understand that interest rates have nowhere to go but up on the broader term. Our next turning point is 2023 where a potential low is possible with a reaction bounce into 2024. Next Panic Cycle in 2029.



When we look at the Federal reserve itself, we see a Directional Change was due in 2022 and the next key turning point will be 2024 followed by 2027 with high volatility in 2029/2030.

US 10 Year Treasury Nearest Futures



Resistance 14350, 14915, 15518

Support 12150, 11245, 10135

Turning Point 2020, 2023, 2024, 2027, 2028, 2030

Panic Cycle 2027

Monthly Targets

January, March, April/May, July, Sept

Monthly Closing above 14915 points to a breakout to the upside 13075 followed by 12640

Last = 13735

Here too, we expect to elect two of our Yearly bearish Reversals confirming a serious change in trend. January appears to be a turning point with high volatility followed by April with 2023 being a target for a temporary high. Keep in mind that a serious geopolitical event during January

Conclusion

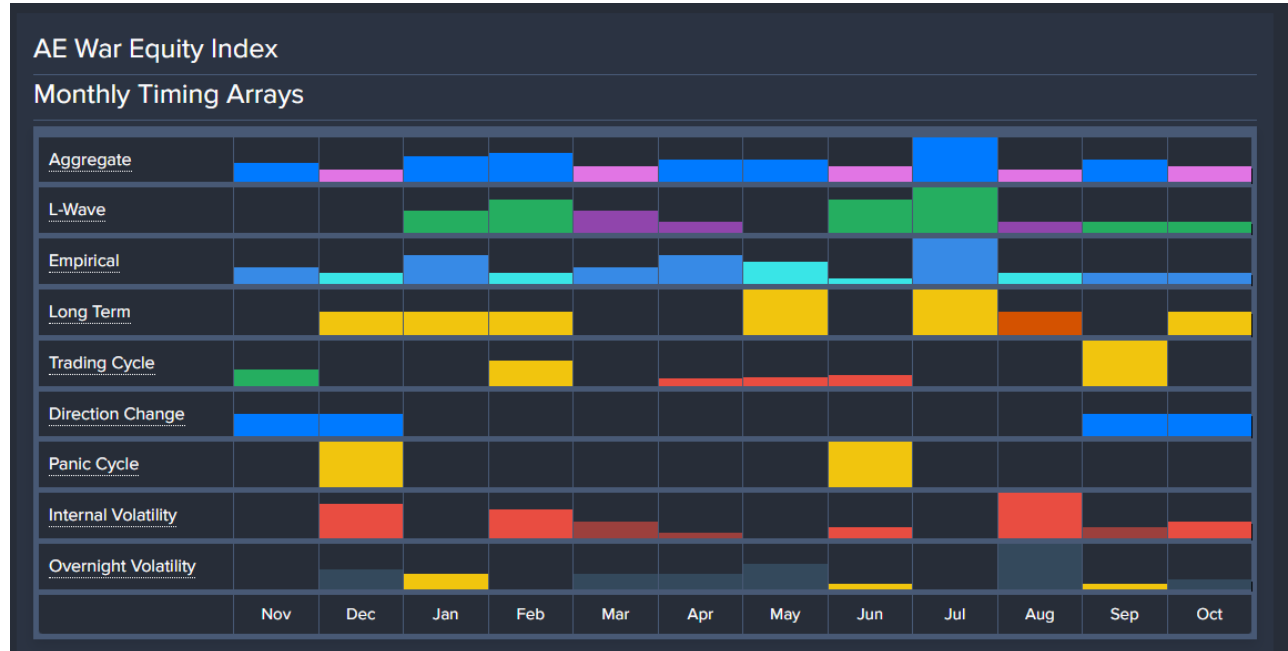


Time Magazine naturally selected Zelensky for Person of the Year. It was probably a difficult decision to make between him and Sam Bankman-Fried since he was perhaps the #1 contributor to the Democrats and then funneled the money to Zelensky who in turn invested in FTX. But then again, thanks to the collapse of FTX that cleared the way for Zelensky and nobody wants to talk about the money flows.

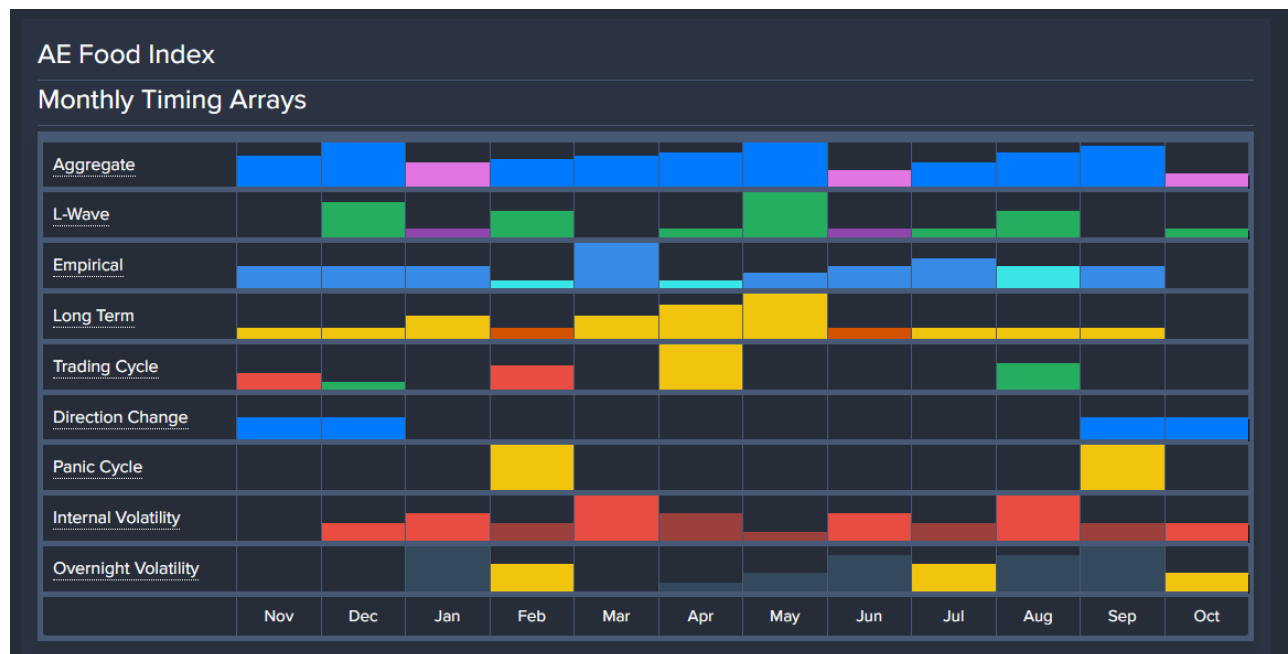
We have major protests erupting in China as it is starting to become obvious that the lockdowns are really for social unrest given the crisis in banking as interest rates have soared and far too many borrowed in dollars to save on the interest expenses in the first place.

All of this is leading to an interesting introduction for 2023, which has been a key target on our yearly models warning that this coming year will be perhaps a year of chaos, confusion, and will reap the benefits of collapsing Keynesian Economics.

Conclusion

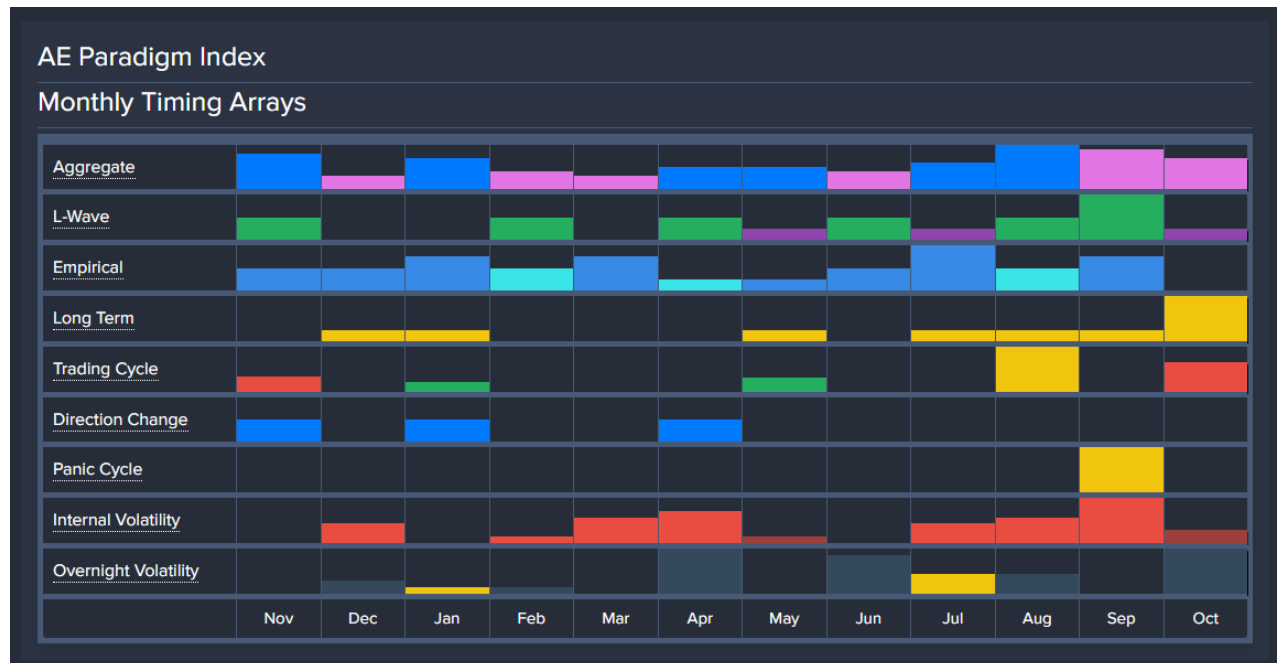


When we look at our War Index of stocks, we see Panic Cycles in December 2022 and June 2023 with the strongest target forming next July where most real wars begin – July/August.



Our Index on food also showed a turning point in December 2022, a Panic Cycle in February, and the strongest target being May of 2023.

Conclusion



Our Paradigm Index has been tracking this shift in the economy that has accelerated ever since COVID. Just looking at the earnings of AMAZON which finished 2020 with \$21.3 billion in net income, making it one of the most **profitable** companies in the world, illustrated that the world economy was in fact shifting between the higher growth sectors. Additionally, this has been monitoring the shift in investment from sovereign debt to private debt and equities.

This incredible paradigm equity shift in how markets are functioning is unfolding, yet it remains hidden from most analysis. The last time this paradigm shifts in the economy took place was the 1930s. Before that, it was the shift in the financial capital of the world from London to New York thanks to World War I.

Our computer is monitoring this complex shift and it is on top of the whole capital flow issue internationally. This is a serious paradigm equity shift with the share markets that must be understood moving forward. This is a very profound change in the structure of the market that is so critical to grasp in order to invest properly into the years ahead.

We can see we have a Directional Change in January and again in April with a Panic Cycle in September. There will also be an important target in civil unrest in China ideal around October 27.28, 2023, So get ready for an exciting year if trading opportunities.