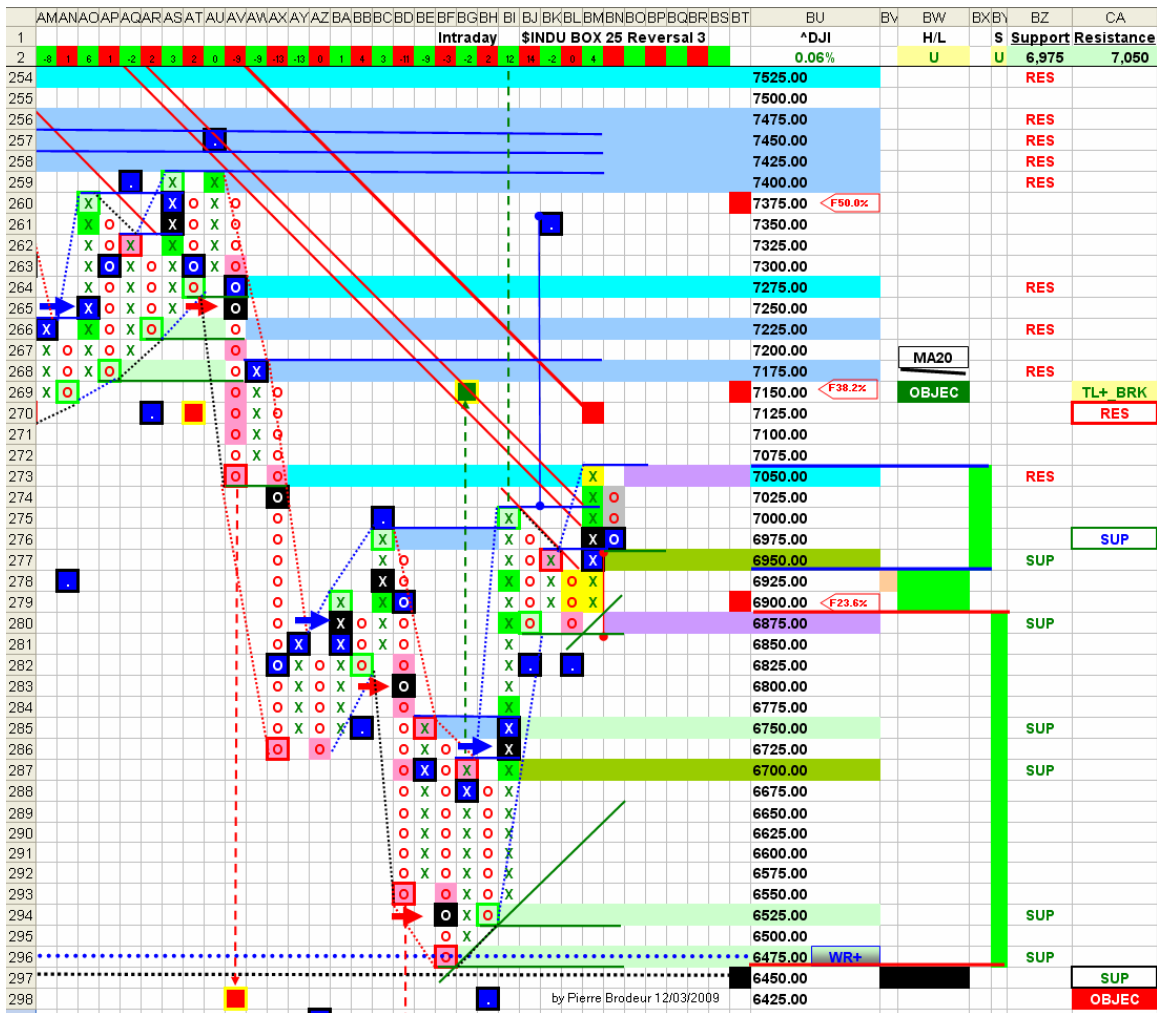


Quick market comment for CTAB traders, March 12, 2009

Although the S&P 500 and NASDAQ indexes are better designed (constructed) indexes, I monitor the Dow Jones index because most of the time it is a leading indicator to the Canadian market on an intra day basis and given that most of my trading is in \$CDN, that makes sense to me.

The following intra day point and figure chart is my tool of preference:



-3- We are also entering the Fibonacci 38.2% retracement at 7,150, and should this rally fail, it will (with the highest probabilities) in the 50% = 7,375 to 38.2% area.

-4- Do not think that I am a bear on this rally, because I am not yet. The market will tell me, but hedging some of the positions could be a good idea as we approach this important market level.

-5- Finally, on the bullish side, the ideal scenario would be a correction before the next upturn:

1. Back to 6,975 and not lower would give us a very short term target of 7,150.
2. Back to 6,875 and not lower would suggest further consolidation in the 6,875-7,050 range and indicate reduce momentum

Both these scenario would provide a medium term objective of 7,400.

Registering a short term downswing would move the resistance line back down to 7,075 which would be just above the double top at 7.050. A breakout here would be quite bullish

Food for thought ...

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P.S.: Is this of any value to you?