

THE SAFEWEALTH MANAGEMENT REPORT

ALERT!

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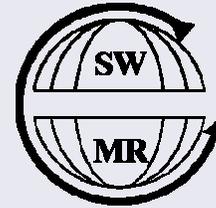
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Whether they are looked upon as Elliott Wave linked formations or not, triangles generally represent a consolidation phase that more often than not lead to an extension of the previous trend.



Chart # 1



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In the Euro's case, that would now mean that the ± 1.10 level would not be seen; at least not in the upcoming sequence. **± 1.36 TO ± 1.40 VERY WELL MIGHT. THUS OUR ADVISORY RECOMMENDATION TO SELL ALL U.S. DOLLARS AND BUY THE EURO.** Only a move below 1.2484 anywhere currencies trade on any market day would change our view. We would therefore use that level as a stop loss trigger point; limiting risk to capital to just above 2%.

This is a perfect time to recall that having capital in a wealth preservation/wealth enhancement capable ISI™ Class 1 bank and/or insurance company should never be seen as only holding capital safely in terms of structural safety. Capital can also be lost due to market conditions; thus this Alert. Sadly, those who have yet to set up their wealth preservation/wealth enhancement infrastructure may well now need to “scramble”.

RE: “INVESTMENT ADVICE”

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RENEWED GOLD ALERT



Chart # 2

Nothing has occurred in gold to alter the conclusions reached in our Interim of October 22nd. Gold remains a buy. Moreover, all parameters stated in the October 22nd Interim remain in place.

RECOMMENDATION

Whatever your personal view re Elliott Wave analysis or, admittedly, your personal level of understanding of it – Elliott Wave can be somewhat complicated for new students – the Elliott Wave Theorist produced nothing less than a seminal paper on October 27th, 2006 re our common financial future. We strongly recommend that every SWR/SWMR reader get a copy. Please contact Elliott Wave International at +770-536-0309. Within the U.S., please dial 1-800-336-1618 or visit www.elliottwave.com.

On page 9 of that Special Report, one can read what so few capture today:

“A debt implosion and across-the-board financial collapse will happen too fast for the Fed to do anything about it, and the unwinding of leverage and the devastating institutional results could be so complicated and shocking that the Federal Reserve Board won’t even have time to figure out what to do.”

Add to the term “Federal Reserve Board” the names of all central banks and the picture will indeed be complete unless, of course, out of a stroke of revelation, all “injured currencies” are gold-backed on an “overnight basis”. (Please review our Gold Alert!)

With best regards to all,

The Editorial Team

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