

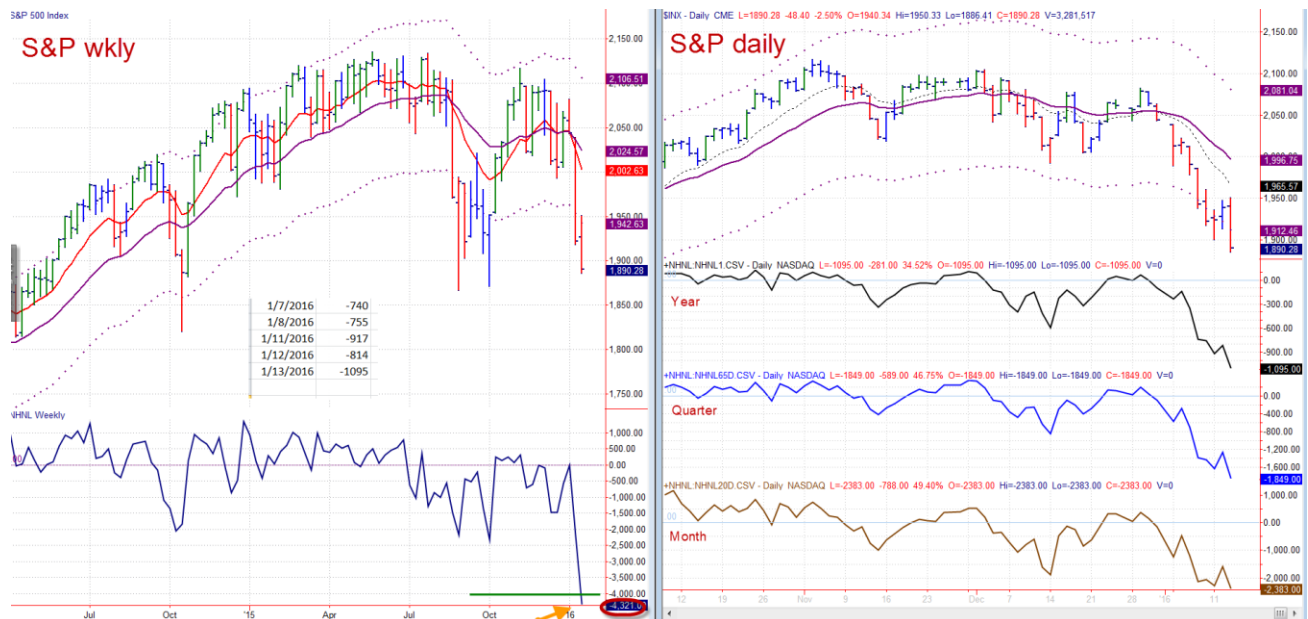
# Books & Trades #230

## January 18, 2016

### Current Market ... Class in Holland ... Special

Dear Trader,

I was going to write Books & Trades next week, but current events required a quicker notice. The forward-looking New High – New Low Index is on the verge of giving a Spike signal – one of its strongest buy signals.

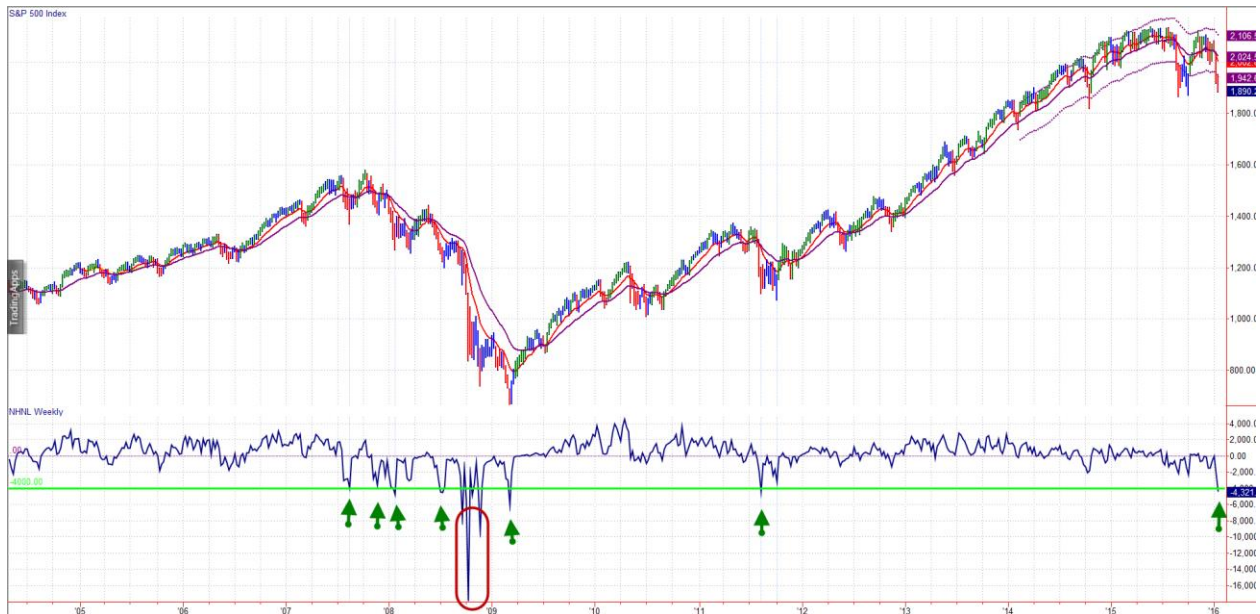


Click [here](#) to enlarge this chart (only when you're online)

The Spike signal occurs when the weekly NH-NL drops below minus 4,000 and then rallies above that level.

Look at the inset in the chart above, showing daily NH-NL within a one year look-back period. We see that the number of new daily lows exceeded the number of daily new highs by 1,095 on Wednesday. The numbers for the previous four days were minus 740, 755, 917 and 814. The five-day total came to a minus 4,321 on Wednesday.

As I write this on Thursday, we see that despite the rally today's NH-NL will be deeper than minus 1,000. This means that the weekly NHNL will remain below minus 4,000. We need to watch those numbers with the utmost attention to catch the day when the number of daily new lows begin to contract and their five-day total rises above minus 4,000.



Click [here](#) to enlarge this chart (only when you're online)

Spike signals, described and illustrated in our NHNL ebook, used to pop up every year if not more often. They worked in bull and bear markets, with only one exception – they failed during the meltdown of 2008.

Spike signals stopped appearing during the last great bull market, emerging only once in 2011 (and a great signal that was). A generation of traders has grown up without having seen “blood in the streets.” But we remember, and we watch. Wednesday's decline below minus 4,000 has set the ground for a rally above -4,000, a Spike signal.

Make no mistake – we're on the verge of getting a very important buy signal. Watch for it if you are already tracking NHNL. And if not – join [www.spiketrade.com](http://www.spiketrade.com) where we monitor NHNL on a daily basis to make sure our Members receive one of the most important buy signals of the year in time for them to act.



## Traders' Education - a day-long intensive class in Holland

Please visit [our website](#) for more information on these events

**ONLINE: February 3 & 10 at 6pm ET - Webinar** –“Current markets with Dr Elder.” [Enter](#) Dr. Elder’s trading room from your own computer and watch him review stocks and futures. Send your picks to him and ask him to review them. **An ongoing bonus for all webinar participants – receive an email each weekend giving you the results of bullish and bearish scans of the S&P500.**

**HOLLAND: February 20 – a day-long intensive class with Dr Elder – Time-tested rules & new trading tools.** You are invited to the only European workshop we’ve scheduled for 2016 at this time. Come, invest a day in your development as a trader and have crystal-clear time-tested rules for success laid out for you. Watch, listen, and take notes as Dr Elder shares his latest findings and tools. Everything you learn will be applied to the current markets – in the US and in Europe. Bring your questions and have one of the world’s leading experts answer them for you. Meet other serious traders. Click [HERE](#) for a complete description, including discounts and a refund guarantee.

**Fee** (includes multiple bonuses) **\$449** – but **only \$399** (approx. €372) if you register in **January 2016**.

*Best wishes for successful trading from all of us at elder.com  
Dr. Alexander Elder & staff*