



*"...Let us run with patience the race that is set before us." Hebrews 12:1*

*by Eric S. Hadik*

## **Cattle Bull II:**

# **3-Year Cycle Peak?**

**An INSIIDE Track Cattle/Hogs Analysis Recap**

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*Cattle/Hogs Analysis Recap*

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### **3--6 Month Peak Expected;**

**3-Year Cycle Peak (2011) Fulfilled...**

**June 2011** - The following is a compilation of analysis that has been published in *INSIIDE Track* since June 2010, focusing on multiple factors that are likely to be an ongoing influence in Cattle (and to a lesser extent, Hogs). They are:

1 - 3-Year Cycle Peak in **2011** (as part of projected advance into **2015**).

2 - 180-degree/360-degree cycle that has timed multiple *lows* during the month of **June**.

3 - Similar 360-degree cycle that has timed multiple *highs* during the month of April.

The best place to begin this recap is with analysis from March 2009 that described expectations for a mid-2009 bottom followed by an advance into **2011** (and then an ensuing low in **2012** and a culminating surge into **2015**):

**03/31/09** - *"Live Cattle has maintained a very consistent 3-year and 6-year cycle for several decades...A 6-year advance ensued, into 2008, when an important peak was set. This sets the stage for the next peak in 2011, 3 years in the future.*

*However, within its 12-year bull market, Cattle set its initial peak in 2003 and never gave a monthly close above this peak (even during its spike high in 2008).*

*This '3rd wave' peak in 2003 also completed a 12-year high-high-high Cycle Progression, connecting tops in 1979, 1991 & 2003. This was followed by a volatile, 3-year period with an important low - a type of '4th wave of lesser degree' - set in mid-2006.*

*3 years after this low - creating a 3-year high-low-low Cycle Progression - is mid-2009, when an-*

other bottom could be seen.

...the ideal cycle scenario (incorporating all of these **3, 6 & 12-year** cycles) for Cattle would be to see a low in mid-2009, a rally into 2011 (3 years from 2008 peak), a drop into mid-2012 (3-year high-low-low-low Cycle Progression) and then a rally into 2015 (3-year high-low-low-low-high Cycle Sequence AND 12-year high-high-high-high Cycle Progression)...

Lean Hogs - as discussed last month - have a 5-month high-high-low Cycle Progression and a longer-term 19-20 month low-low-low-low Cycle Progression that come into play in June/July 2009..."

Cattle set a low in June 2009 and then created a double-bottom in Dec. 2009, while Hogs bottomed in August 2009, before entering new advances. A secondary low was expected in June 2010, as described in the following excerpts from last year:

**05/31/10** - "Live Cattle set a peak 1 week early and has since retraced to intermediate support at **88.00--89.00/LCQ**. Cattle has a 26-27 week low-low-low-(low) Cycle Progression - connecting bottoms in Dec. '08, June '09 & Dec. '09 - that comes into play in **June 2010**. If Cattle can spike lower without giving a weekly close below **88.00/LCQ**, it would set the stage for a 3-6 month bottom."

**06/26/10** - "Live Cattle was expected to retrace to intermediate support at - **88.00--89.00/LCQ** - and bottom along with a 26-27 week low-low-low-(low) Cycle Progression during the weeks of **June 7--18, 2010**. This cycle - an approximate 180-degree cycle - connected bottoms in Dec. '08, June '09 & Dec. '09 and was poised to set another one in **June 2010**.

Cattle did drop - into **June 11th** - and

spiked below **88.00/LCQ**, while fulfilling this cycle."

**08/31/10** - "Live Cattle continues to surge, adding credence to the bottom that was set during the latest phase of a 26-27 week low-low-low-low Cycle Progression (**June 7--18, 2010**). It set an initial peak in early-August but then signaled new strength and an extension to this rally.

Cattle has nearly reached a critical upside target (a spike above **100.20/LC**) and could see another high around **September 9/10th** - 90 degrees from the June cycle lows, 120 degrees from the May 11th peak and 30 degrees from the August 11th low. A peak on **Sept. 9th** would also complete a 21-day low-high-(high) Cycle Progression.

Lean Hogs have not yet reached new multi-month lows so the overall correction is still in force and could prompt more downside in September. A test of **69.50/LHZ** is probable, although a break of intermediate support (**68.75/LHZ**) is possible and would signal a larger-degree correction."

**09/29/10** - "Live Cattle remains well above the mid-year low that was set during the previous phase of a 26-27 week low-low-low-low Cycle Progression (**June 7--18, 2010**). It did set an intermediate peak in **mid-September** but could ultimately work higher into **December**, the next phase of this 180-degree cycle.

Lean Hogs spiked to a new (unexpected) high in September, delaying the time for an expected drop to **69.50/LHZ**. This decline is still possible but only if Hogs close below **73.40/LHZ**, near-term."

**10/29/10** - "Lean Hogs have fulfilled expectations for a drop below **69.50/LH** and could

*set a bottom during the first week of November. This is the next phase of a 3-week & 6-week cycle as well as a 3-month/90-degree sequence of intermediate turning points."*

Since Cattle bottomed in June & Dec. 2010 - and Hogs in November 2010 - both have surged into a critical cycle peak in **April 2011**.

Recent INSIIDE Tracks have described this - like the following excerpt from the June 2011 INSIIDE Track - but it is the overall context that is just as important...

The potential for a **2011** peak - as part of an overall advance into **2014/2015** - is a corroborating factor to many long-term cycles - economically, socially, geophysically, etc. **2011** is a profound year when Major cycles in Gold & Silver peak and when cycles related to the Middle East reach a crescendo.

It sets the stage for an intriguing 7-year period - into **2018--2021**. For now, the following is the latest analysis in Cattle:

**05/31/11** - "Live Cattle has powerfully validated its **April 2011** cycle peak - a high that repeated the pattern of multi-month highs in **April 2010** & **April 2009**.

*It turned its weekly trend down, its weekly 21 MAC down and its intra-year trend down - confirming **April 2011** as a 3-6 month (or longer) peak. **107.90--111.85/LCQ** should be viewed as 1-2 month resistance.*

Lean Hogs have also validated their **April 2011** peak, by turning their weekly trend, weekly 21 MAC and intra-year trends down. A secondary peak is possible in **early-July**." (End of excerpts from 2009-2011 INSIIDE Tracks.)

Cattle & Hogs are fulfilling the latest phase of an uncanny web of 3-Year, 6-Year & 12-Year Cycles that projected ensuing peaks in **2011/2012** & ultimately in **2014/2015**. If the April 2011 peaks hold for 3-6 months, it would reinforce this outlook. Please refer to current copies of INSIIDE Track and/or the **Weekly Re-Lay** for updated analysis. *IT*

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