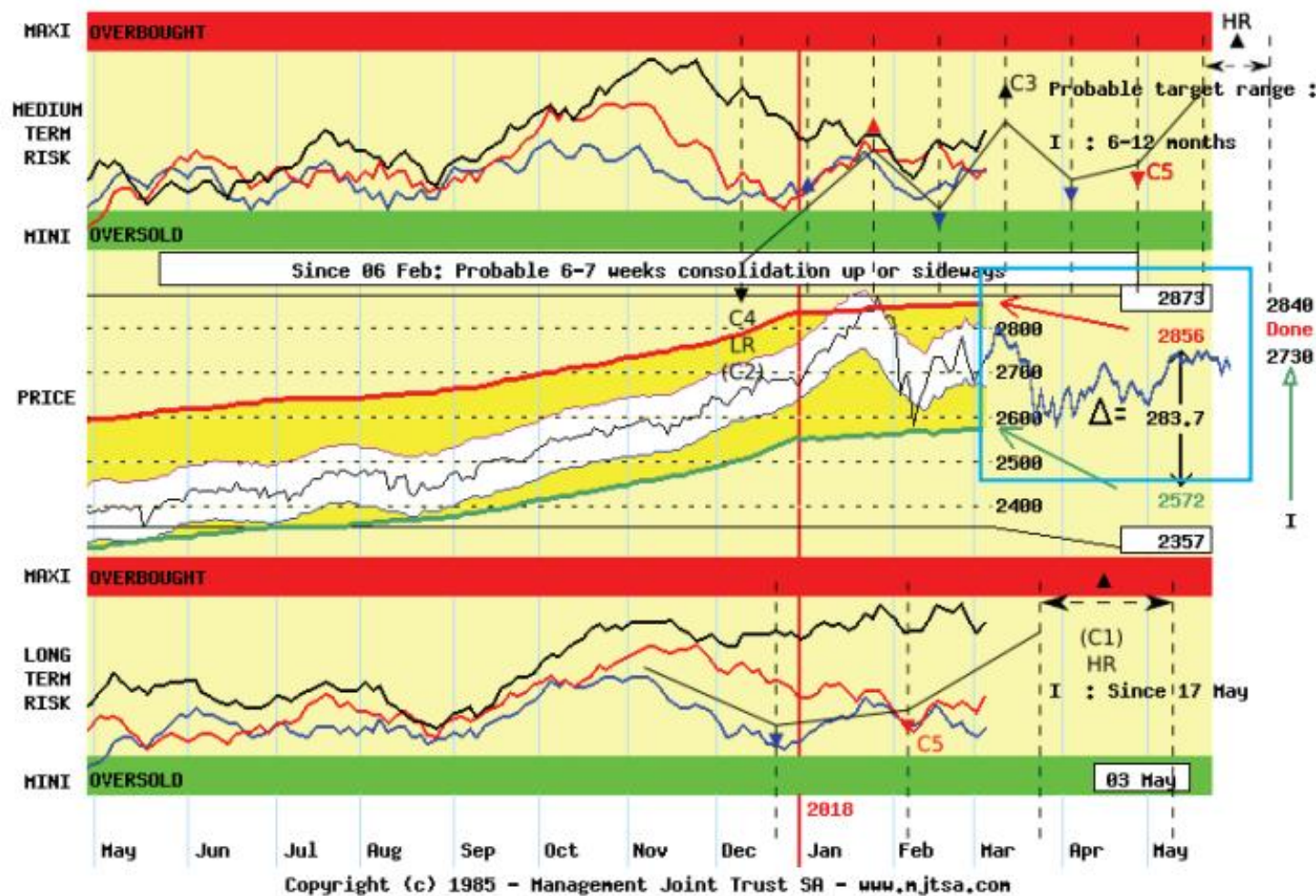


S&P500 Index

Daily graph or the perspective over the next 2 to 3 months



On our long term oscillators (lower rectangle), the rebound is still underway, and it may last into the end of March, even into April. That said, we believe this sequence is probably too aggressive to the upside for now. Indeed, the sequence we show on our medium term oscillators (upper rectangle), may soon reach a new top position, probably between now and mid March. Such configuration usually trigger further downside corrections, especially when prices remain below their previous highs

(which is the case at the moment). We would hence expect, the rebound to die out, sometime over the next week or so, which could trigger a new retest to the downside, potentially towards early April, perhaps even end April. The support level we can calculate using our historical measure of volatility "Delta" (here at 283.7 points) is towards 2'650 (or 0.8 times "Delta" subtracted from the top). Below that, prices could theoretically move towards our I Impulsive targets to the downside, i.e. towards the 2'500 - 2'400 range (1.3 to 1.7 times "Delta" subtracted from the tops).