

Crude Oil Special Report - October 26th 2012

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We have written in the past that OIL is seasonally weak in October and setup for a decline. Additionally, the Long-Term trend appears down as shown by the quarterly chart below. But where will the next \$2-4 move be?

Lets look...

1. Quarterly Chart
2. Hourly Chart
3. Proprietary Daily Signal and its Success
4. Proprietary Weekly Signal and its Success
5. Summary

QUARTERLY CHART

Since 2011, OIL has formed a trading range and has been hovering around the 50% level from the highs and lows set in 2008.

\$91.52 is a very important pivot.

The next levels on the downside are:

84.94

82.50



Hourly Chart

We wanted to present here something that you can do yourself, note potential cycles. The MT4 has a Cycle indicator that you can put on the chart to see if certain times are better than other to trade a bottom or top.

From where we placed the cycle indicator, it appears that OIL bottomed.

If it did bottom, where will it rally to?

It appears to the strong resistance area and an area close to the downtrend line, or

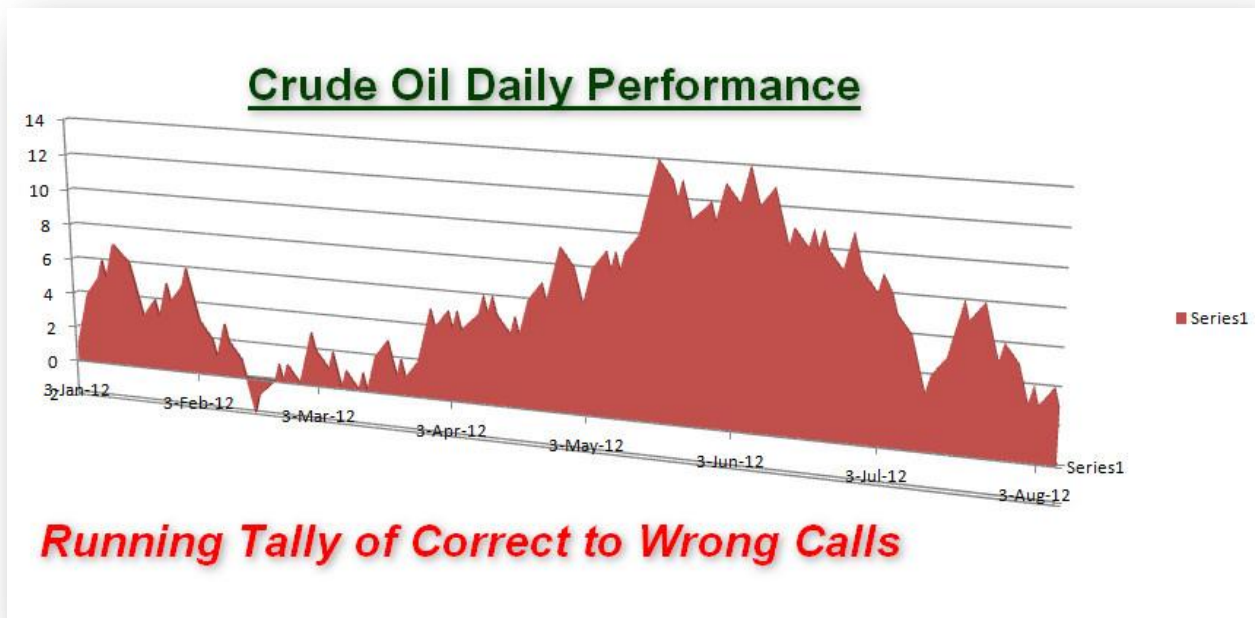
\$89.00



Proprietary Daily Signal and It's Success

We have asked an Energy Consultant to work for us and provide insight on the trends in Energy. The results are rather impressive on the Daily and Weekly levels that he works from. The Running Tally had a phenomenal run in the middle of the year and is now picking up steam.

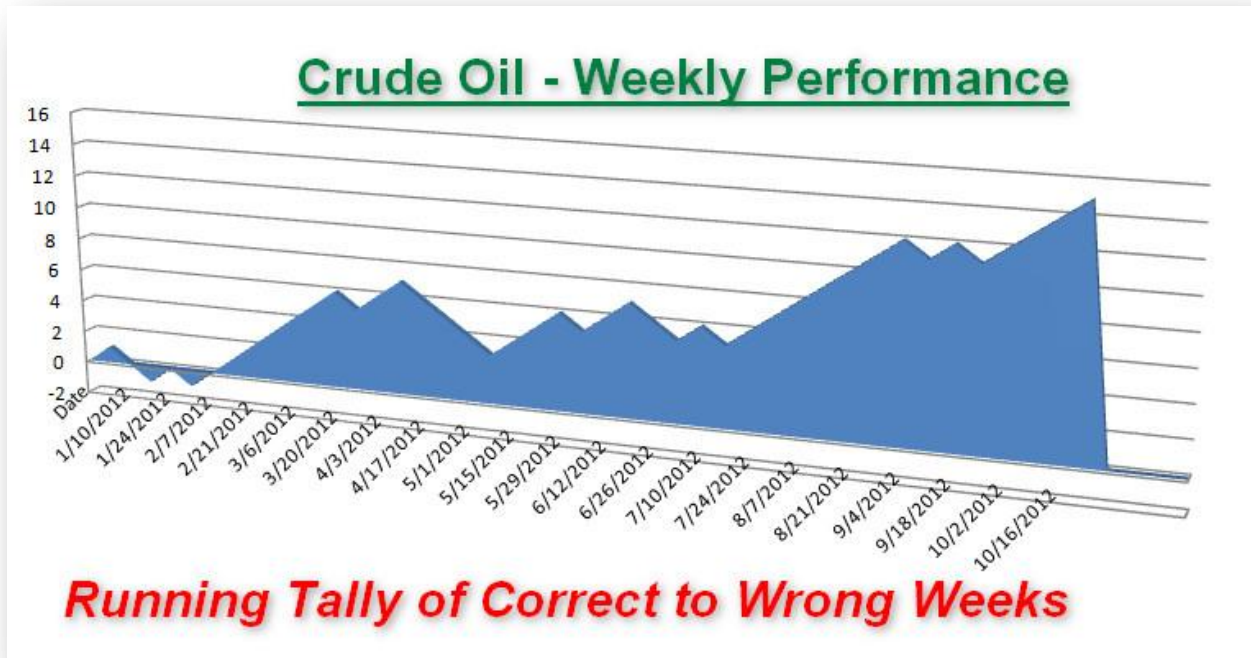
Presently, it is calling for rally in Crude Oil



Proprietary Weekly Signal and It's Success

Despite the many twists and turns, the Weekly signals have performed rather well. The Running Tally had a phenomenal run in the middle of the year and is now picking up steam. The trick is to minimize risk in order to capture the big gains.

Presently, it called for a selloff in Crude. But since that occurred early, a rally tend to occur.



SUMMARY

Crude is in a downtrend, but oversold. From a technical and analytical perspective, the next \$3 is on the upside with a \$83.90 stop. Always feel free to throw in a low ball bid, you never know!

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