

# Future Values For The Dollar And Trading For Maximum Profit

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Over the last several weeks, the dollar has plummeted in value. This is particularly true of the dollar's value against the euro. With EURUSD sitting at 1.43xx as I write this, the dollar has a lower value than it has had since late September 08.

The reason for the precipitous fall in value of the dollar can be laid at the feet of the US Treasury and the Fed. Between interest rates sitting effectively at 0, then the Obama administration's massive deficit, combined with the fed actually buying treasury notes in a ridiculously transparent shell game; on top of that heap quantitative easing ... and you've got a recipe that says the US is going to print as much money as it physically is capable of printing.

That in turn results in a supply/demand imbalance which is causing the fall in the value of the dollar.

However, this fall in value is probably over or very nearly so.

In the near term, expect to see the dollar bound within a range large enough to be tradeable, but there will not likely be any real trend.

However, the eurozone is about to embark on additional quantitative easing, at least one more interest rate deduction, and so on; combine this with improving economic news in the US, and a shift is going to be taking place soon. Let me say that again ... a shift *is going to* be taking place soon. This

is something that I have an extremely high confidence about.

You see, global monetary policy is going to strengthen the dollar against the euro and in many ways do so also for other crosses as dollar demand increases.

However, this strengthening isn't going to be anywhere remotely close to the strengthening that was originally planned back in the early part of this year. Back then there was wide agreement among the international community to push the dollar all the way down to 1.21xx to 1.17xx. However, that assumed that Geithner/Bernanke were going to hold the dollar to a "reasonable level" (and reasonable was defined as EURUSD not more than 1.34) ... which they have not done.

Bernanke in particular is responsible for the dollar's collapse in value with a policy that is deliberately designed to weaken the dollar in the hope of forcing a rise in asset values thanks to a depreciated dollar value.

However, China has grown more than a little impatient with all of this. They have an exceedingly large investment in US debt and the US dollar and they have come right out and said that they are right on the edge of dumping this investment, killing the US economy for a *very* long time, and shifting rapidly into other investments.

That is why Geithner went to China. It was designed to settle them down and let them know that the Obama administration and the Fed absolutely intended to improve the US debt situation and strengthen the dollar.

Over the medium term (approximately the next three months) expect to see the dollar drop anywhere from 700 to over 1000 pips, bringing EURUSD to as low as 1.31xx

GBPUSD could fall down to 1.55xx ... and we do not have a prediction for USDJPY other than to expect to see the dollar strengthen against the yen as well (USDJPY going up).

Now, if you stopped there, you could trade profitably for the next several months.

However, why stop there?

You see, public sentiment within many countries about the global economy is improving. Houses are beginning to sell again, loans are finally being made in large numbers, and so on.

My point is that spending is slowly on the rise, and with that rise, and a *very* rapidly improving china, commodity values are frankly flying through the roof. This is being driven by expanding global economies (especially China).

Added to this is the fact that China is beginning to ease its way out of underpinning its economy on the dollar and US debt and using commodities, which its economy, growing in excess of 6% is in need of anyway.

Of particular interest to China are the energy commodities and metals (including gold and silver).

From a trading perspective, be careful going forward about opening further long positions on the dollar unless they are short term scalp trades. Look for longer term trades to be on the short side.

Secondly, if you don't know much about commodities, I am going to be producing a series of reports on exactly how to trade them profitably, even if you've never done it before. Several commodities are going to be experiencing multi thousand basis point increases over a very short period of time.

If you aren't trading commodities right now, you should be. I'll be

explaining how this is done in a way that is uncomplicated and stands a *very* high likelihood of generating trading profits.

At this point, know that I am willing to do several things for you.

First, I will explain in detail how to trade commodities and even which you can trade profitably, when, and why.

I will also be letting you know when the dollar is going to be moving and what will be driving that movement. This will make trading based on the dollar *much* easier and more profitable.

Simply send an email to [support@4sqa.com](mailto:support@4sqa.com) and let me know you want this and I'll get you set up.