Creative Global Investments

Morning market commentary & weekly charts

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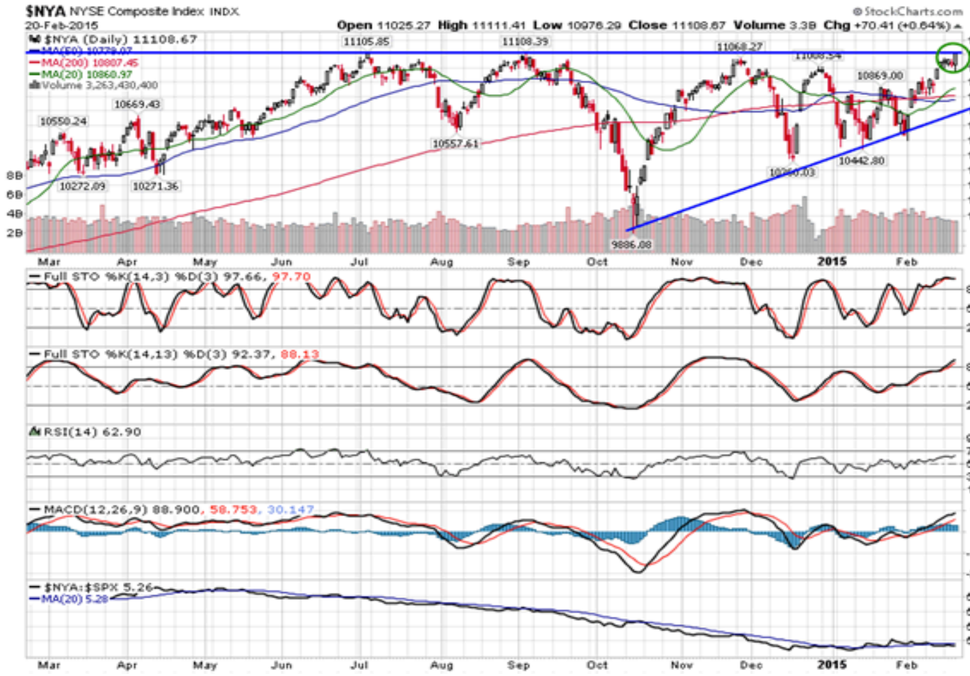
Objectivity

Integrity

Creativity

Equities globally rallied on today, boosted by news that Greece has reached a deal to secure a loan extension with its creditors. The German DAX 30 and the Dow Jones Industrial Average charted a new all-time closing high, following the S&P 500 Index and Russell 2000 Index, which charted all-time highs earlier in the week. The NYSE Composite inched above the previous closing high charted last July, attempting to break through significant resistance around 11,100. Relative performance of the $NYA has been lagging the S&P 500 Index for many months, but the recent improvement in equity market breadth has led to stabilization in the relative trend.

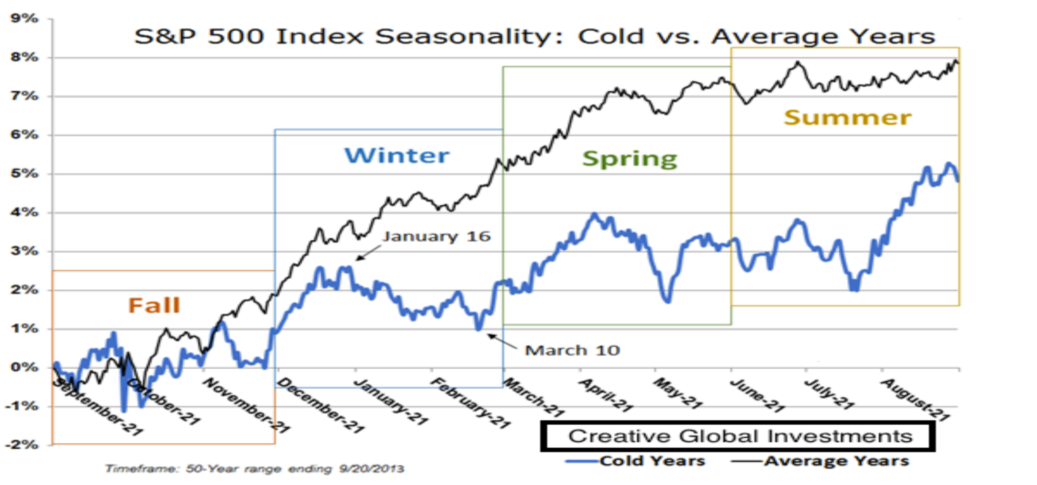


Momentum indicators and moving averages for the major equity benchmarks, including the NYSE Composite, continue to point higher, providing a favorable backdrop for continued strength in the months ahead. We believe that recent breakouts above resistance will entice investors back into stocks following what appears to be a prolonged period of consolidation, particularly in the cases of the $NYA and Russell 2000. **Historically, the $NYA seasonally outperforms the $SPX between now and mid-April.**

The Citigroup Economic Surprise Index has traded sharply lower, suggesting more misses amongst US economic reports than beats. The index is now at the lowest level since 2012, raising concerns that analysts may have to revise economic estimates lower to better reflect the actual data. Lowered estimates amongst analysts would likely result in downgrades in economic forecasts, thereby leading likely to declines in equity prices. However, the economic surprise index has dipped at the start of each of the past few **years, an event that has yet to stall the positive trend amongst equity benchmarks. Additionally, we believe also that historically low interest rates are lending global equity indices significantly more support.**

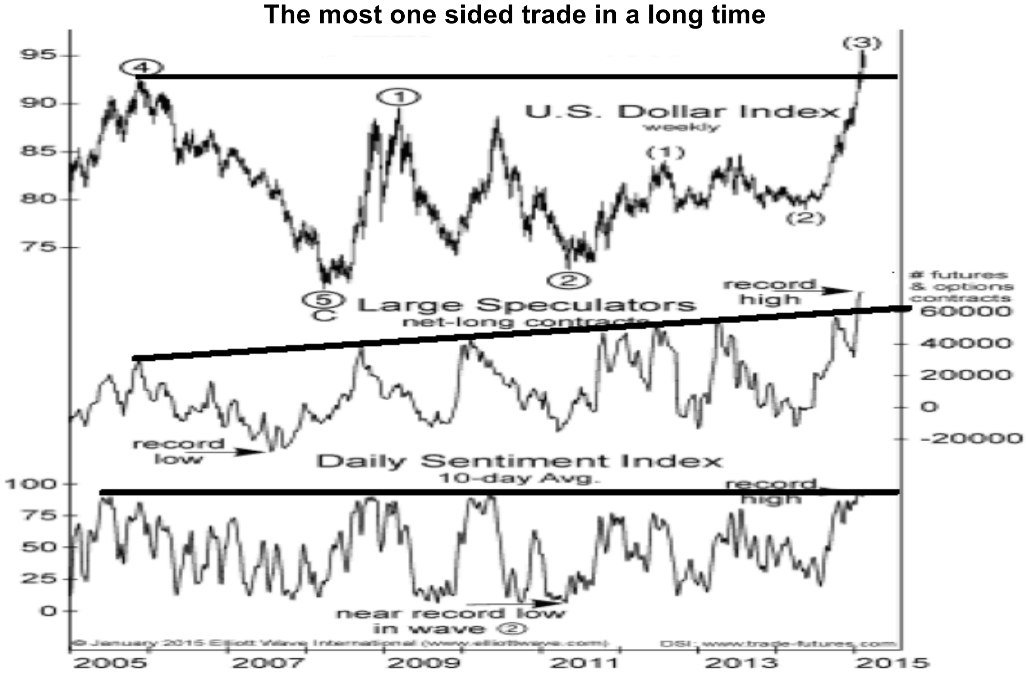
Part of the reason that actual data didn't align with estimates at the start of last year was the colder than average weather that impacted the US northeast, which dampened economic activity into the spring; the economic surprise index subsequently rebounded through the summer months. With weather taking another great hit on economic activity this year due to the impact of cold and snow, we are expecting for macro data from November 2014 to currently to fail to live up to the unrealistic economists' consensus expectations. The good news is that economic data may continue to be ahead of Europe's and Japans, particularly those reports pertaining to employment. And, although some economic output may be lost, typically the favorable spring weather brings upon a healthy rebound in economic activity, resulting in a jump in equity prices at the same time. According to a study encompassing the past 50 years, this rebound, based on the performance of the S&P 500 Index, is realized around March 10th, on average.

Should stocks be able to maintain their strong position over the next few weeks, which we believe they will, and then a further catalyst for higher prices may be provided, by way of globally stabilizing economic data, in the coming 3 months.



One more boost to equities could be that the tremendously overvalued and overbought US$ is getting long in the tooth, and as the following chart shows, way too many people have jumped on the US$ Bull-bandwagon. As we had commented on before, we are anticipating for the US$ to reverse, and undergo a classical short-term correction towards Fibonacci 23.6%, 38.2% retracement levels, which would be at 90.5 and respectfully 87.50 support levels.

The most one sided trade in a long time



Weekly Investment Conclusion

International uncertainties remain on the radar screen, most notably in Ukraine and Greece. News late on Friday of a four-month extension between Greece and the Euro Group was mildly encouraging.

Economic news this week is expected to show a slowing in US economic growth. Economic focus is on Janet Yellen's testimonies on Tuesday and Wednesday. Flash PMI reports from China at mid-week could impact markets.

Earnings reports this week will focus on US retailers and Canadian banks.

Short-term momentum indicators (mainly momentum, but also breakouts late last week by the Dow Jones Industrial Average and selected sectors) are overbought for most equity indices and sectors, but have yet to show signs of peaking. Intermediate technical indicators show similar patterns (e.g. Percent of stocks trading above their 50-day moving average). The last week in February historically has been one of the weakest weeks in the year. It is followed by the strongest two-month period in the year.

Seasonal influences turn positive for economic sensitive sectors (Consumer Discretionary, Financials, Industrials, Materials) late in February and remain positive until early May, particularly during US President Pre-election years. Colder than average weather in eastern North America and the US port strike on the West Coast are slowing North American economic activity in the first quarter. Both are temporary and set the stage for a rebound in economic activity in spring.

Technical evidence of an intermediate peak in the US$ Index in mid-January and an intermediate peak in US Treasury prices at the end of January continue to grow. Both encourage a flow away from Treasuries and a flow into equities (particularly equities outside of the US: European and Far East equity markets continue to substantially outperform North American equity markets).

US equity markets commentary & weekly charts

The VIX Index fell 0.39 (2.65%) last week.

Intermediate trend remains up. The Index remains below its 20-day moving average.

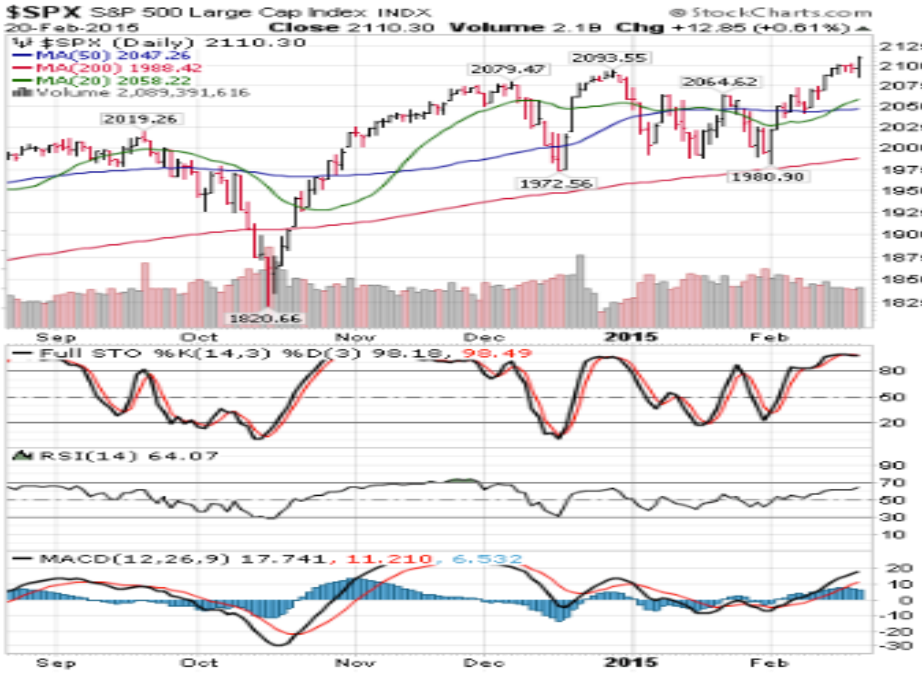
The S&P 500 Index gained 13.31 points (0.63%) last week.

Intermediate uptrend was confirmed on Friday when the Index closed at an all-time high.

The Index remains above its 20-day moving average.

Short-term momentum indicators are trending up, but are overbought.

Virtually all of the gain coming late Friday on news of an extension of agreement between Greece and the Eurozone.



Percent of S&P 500 stocks trading above their 50-day moving average increased last week to 77.40% from 72.80%.

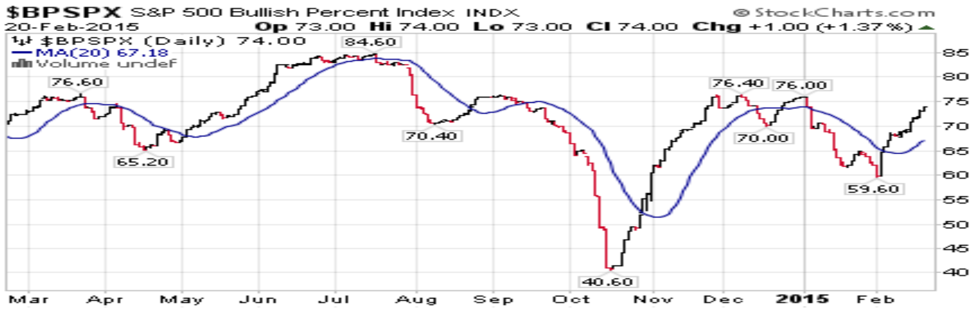
The index is trending up, is intermediate overbought, but has yet to show signs of peaking.

Percent of S&P 500 stocks trading above their 200-day moving average increased last week to 78.00% from 76.20%.

The index continues to trend higher, is intermediate overbought, but has yet to show signs of peaking.

Bullish Percent Index for S&P 500 stocks increased last week to 74.00% from 70.80% and remained above its 20-day moving average.

The Index continues to trend higher, is intermediate overbought, but has yet to show signs of peaking.

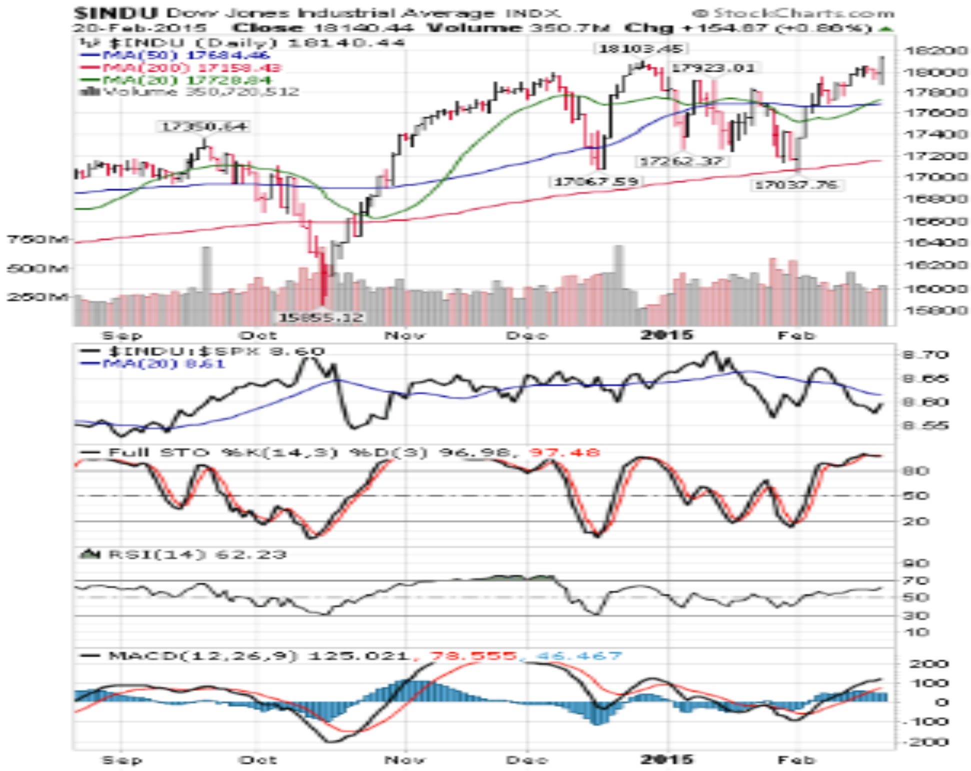


The Dow Jones Industrial Average added 121.09 points (0.67%) last week.

Intermediate trend changed on Friday to Up from Neutral on a move above 18,103.45 to an all-time high. The Average remains above its 20-day moving average.

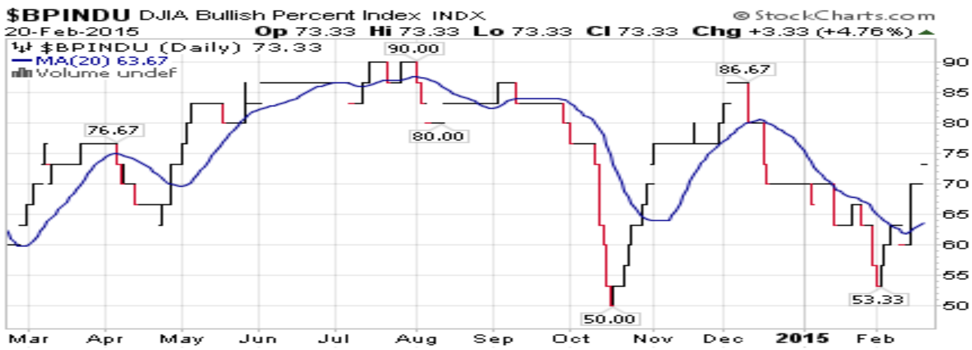
Strength relative to the S&P 500 Index remains negative.

Short-term momentum indicators are trending up, but are overbought.

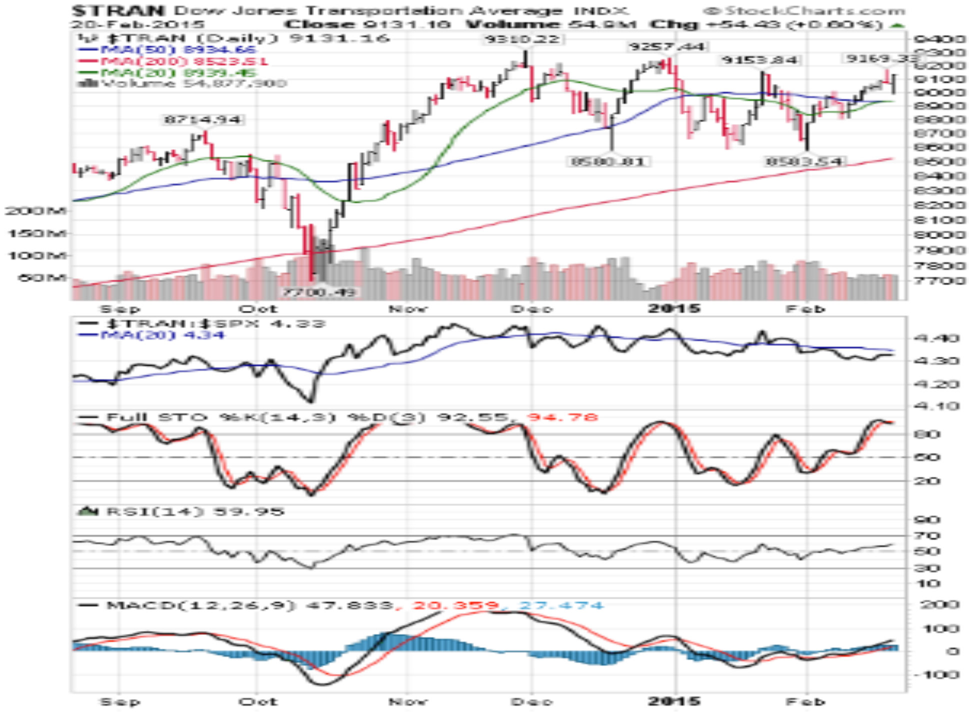


Bullish Percent Index for Dow Jones Industrial Average stocks increased last week to 73.33% from 70.00% and remained above its 20-day moving average.

The Index remains intermediate overbought.



The Dow Jones Transportation Average gained 97.10 (1.07%) last week.

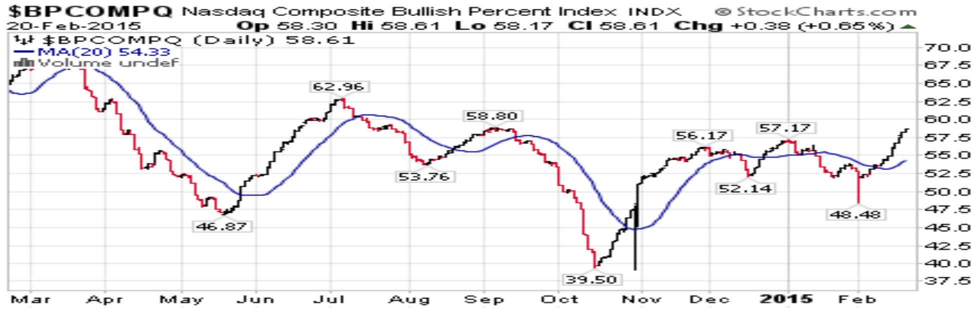


Intermediate trend remains neutral. The Average remains above its 20-day moving average.

Strength relative to the S&P 500 Index remains negative.

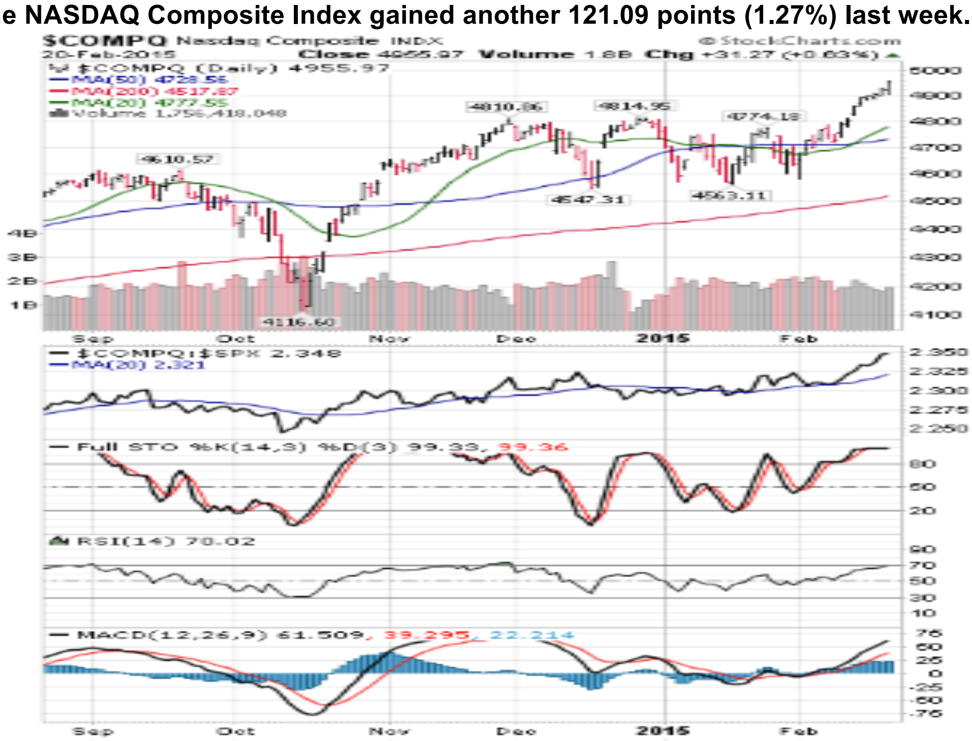
Short-term momentum indicators are trending up, but are overbought.

Bullish Percent Index for NASDAQ Composite stocks increased last week to 58.61% from 56.13% and remained above its 20-day moving average.



The Index is trending higher, is intermediate overbought, but has yet to show signs of peaking.

The NASDAQ Composite Index gained another 121.09 points (1.27%) last week.

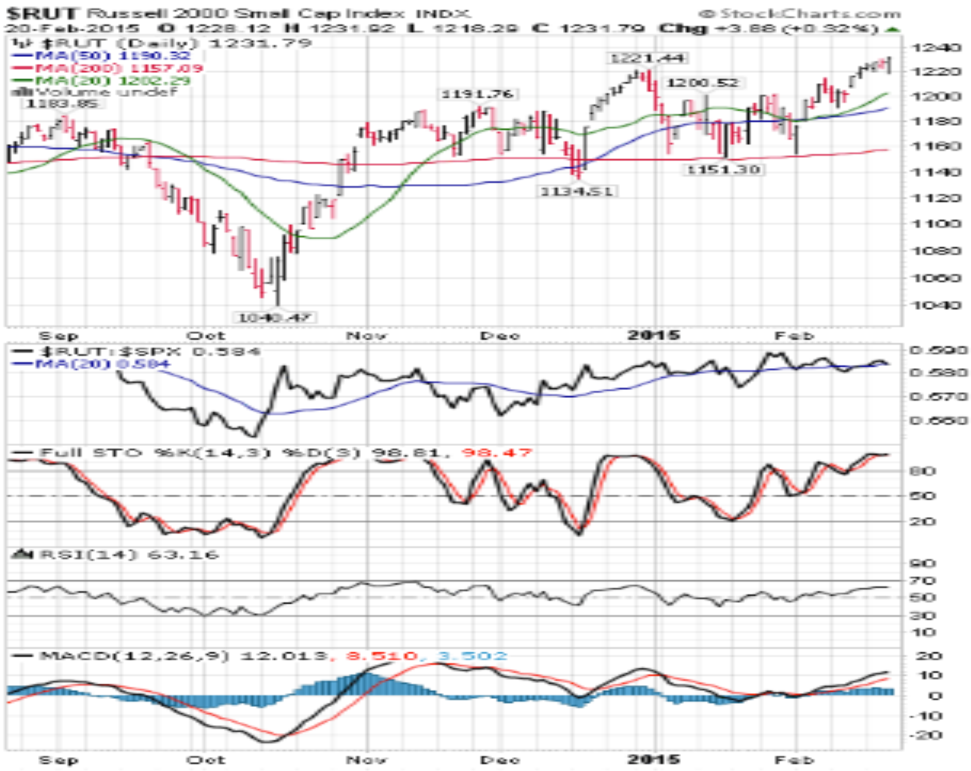


Intermediate trend remains up. The Index remains above its 20-day moving average.

Strength relative to the S&P 500 Index remains positive.

Short-term momentum indicators are trending up, but are overbought.

The Russell 2000 Index added 8.66 points (0.71%) last week.



Intermediate trend is up. The Index remains above its 20-day moving average.

Strength relative to the S&P 500 Index remains Neutral.

Short-term momentum indicators are trending up, but are overbought.

The S&P Energy Index fell 14.33 points (2.37%) last week.

Intermediate trend remains up. The Index remains above its 20-day moving average.

Strength relative to the S&P 500 Index changed to neutral from positive.

Short-term momentum indicators have just rolled over from overbought levels and are trending down.

The Philadelphia Oil Services Index slipped 0.42 (0.21%) last week.

Intermediate trend remains down. The Index remains above its 20-day moving average.

Strength relative to the S&P 500 Index remains neutral.

Short-term momentum indicators are trending up.

The AMEX Gold Bug Index dropped another 6.59 points (3.45%) last week.

Intermediate trend remains down. The Index remains below its 20-day moving average.

Strength relative to the S&P 500 Index remains negative.

Short-term momentum indicators are trending down.

Strength relative to Gold remains negative.

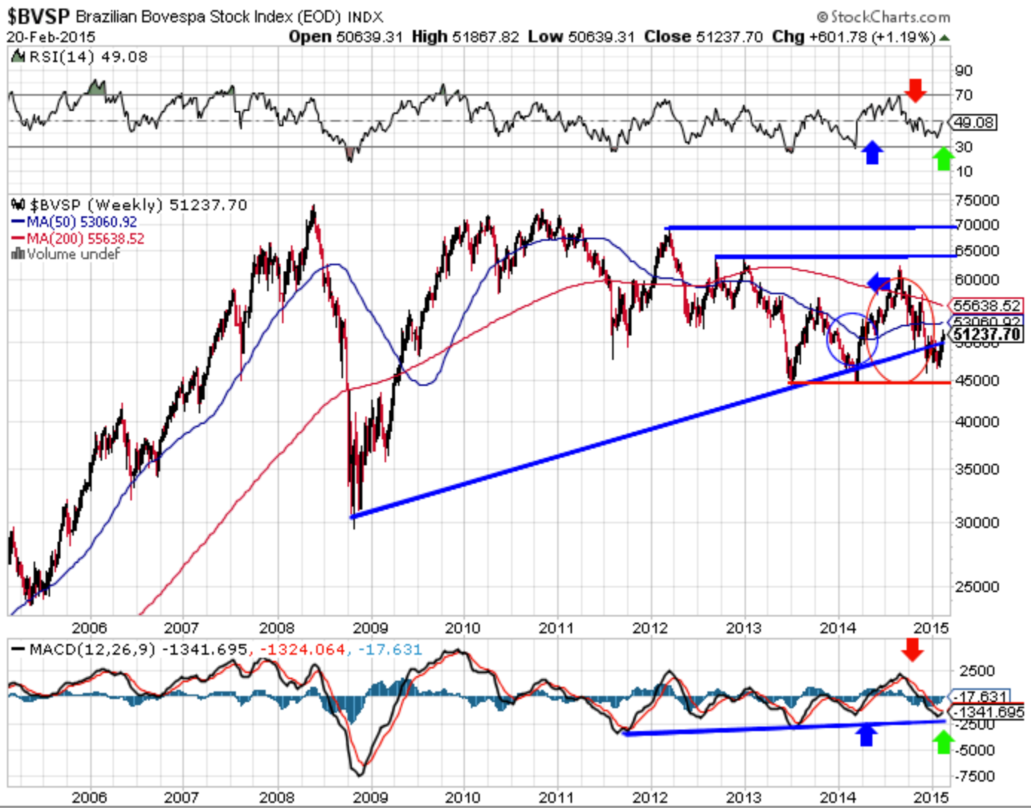
Latam Equity markets commentary & weekly charts

The Bovespa added 626 points last week.

Intermediate trend remains up. The Average moved above its 20-day moving average.

Strength relative to the S&P 500 Index remains neutral.

Short-term momentum indicators are trending up.

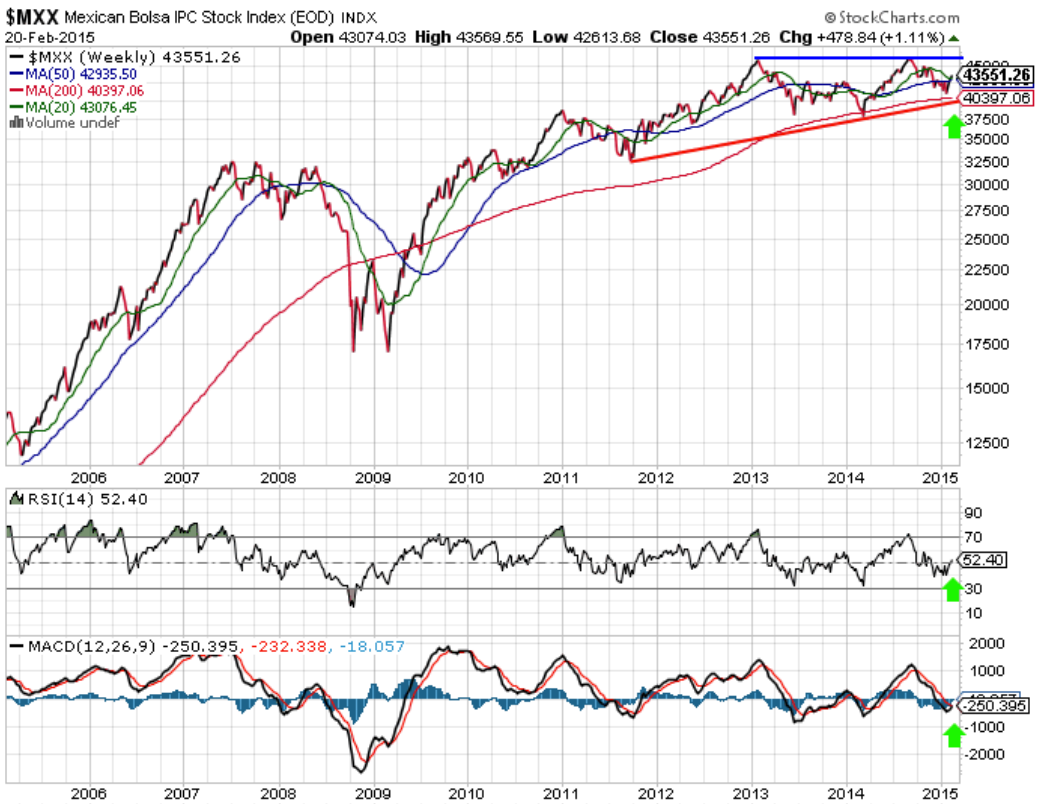


The Mexican Bolsa added 499 points last week.

Intermediate trend remains up. The Average moved above its 20-, 50- and 200-day moving averages.

Strength relative to the S&P 500 Index remains neutral.

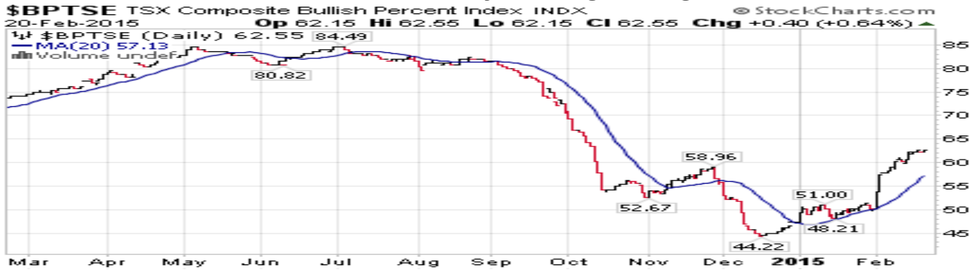
Short-term momentum indicators are trending up.



Canadian equity markets commentary & weekly charts

Bullish Percent Index for TSX Composite stocks increased last week to 62.55 from 62.15 and remained above its 20-day moving average.

The Index continues to trend higher, is intermediate overbought, but has yet to show signs of peaking.



The TSX Composite Index slipped 92.57 points (0.61%) last week.

Intermediate trend remains up. The Index remains above its 20-day moving average.

Strength relative to the S&P 500 Index changed to Negative from Neutral.

Short-term momentum indicators are trending down.

Percent of TSX Composite stock trading above their 50-day moving average slipped last week to 73.60% from 77.60%.

The index is trending up, is intermediate overbought and showing early signs of peaking.

Percent of TSX Composite stocks trading above their 200-day moving average slipped last week to 46.80% from 47.20%.

The index remains in an intermediate uptrend, but showing early signs of stalling.

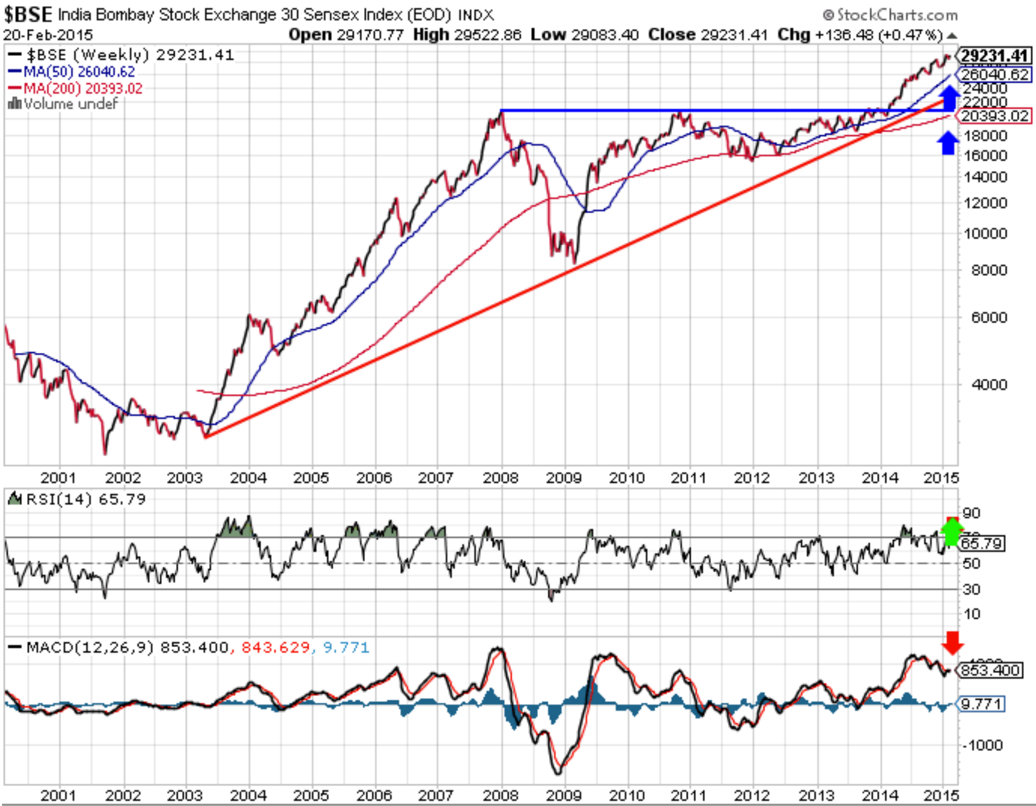
Asian equity markets commentary & weekly charts

The SENSEX added 132 points last week.

Intermediate trend remains up. The Average remains above its 20-, 50- and 200-day moving averages.

Strength relative to the S&P 500 Index remains positive.

Short-term momentum indicators are trending up and are overbought.

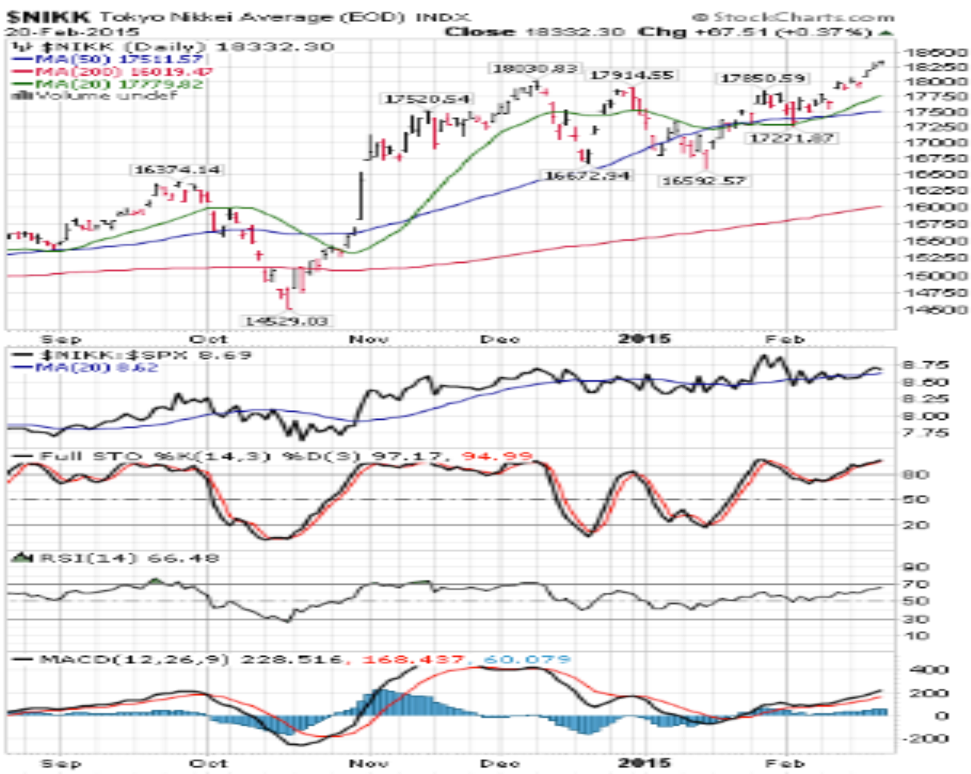


The Nikkei Average added 419.14 points (2.34%) last week.

Intermediate trend changed to up from neutral on a move above 18,030.83. The Average remains above its 20-day moving average.

Strength relative to the S&P 500 Index changed to positive from neutral.

Short-term momentum indicators are trending up and are overbought.



The Shanghai Composite Index added 43.08 points (1.34%) last week.

Chinese equity markets are closed for the Chinese New Year until next Wednesday. Intermediate trend remains down.

The Index moved above its 20-day moving average.

Strength relative to the S&P 500 Index remains negative.

Short-term momentum indicators are trending up.

iShares Emerging Markets was unchanged last week.

Intermediate trend remains up. Units remain above their 20-day moving average.

Strength relative to the S&P 500 Index remains negative.

Short-term momentum indicators are trending up.

The Australia All Ords Composite Index added 10.13 points (0.17%) last week.

Intermediate trend remains up. The Index remains above its 20-day moving average.

Strength relative to the S&P 500 Index remains positive.

Short-term momentum indicators are mixed.

European Equity markets commentary & weekly charts

The DAX 30 added 156 points last week.

The $DAX recorded a new all-time high.

Intermediate trend remains up. The Average remains above its 20-, 50- and 200-day moving averages.

Strength relative to the S&P 500 Index remains positive.

Short-term momentum indicators are trending up.

The CAC 40 added 76 points last week.

Intermediate trend remains up. The Average remains above its 20-, 50- and 200-day moving averages.

Strength relative to the S&P 500 Index remains positive.

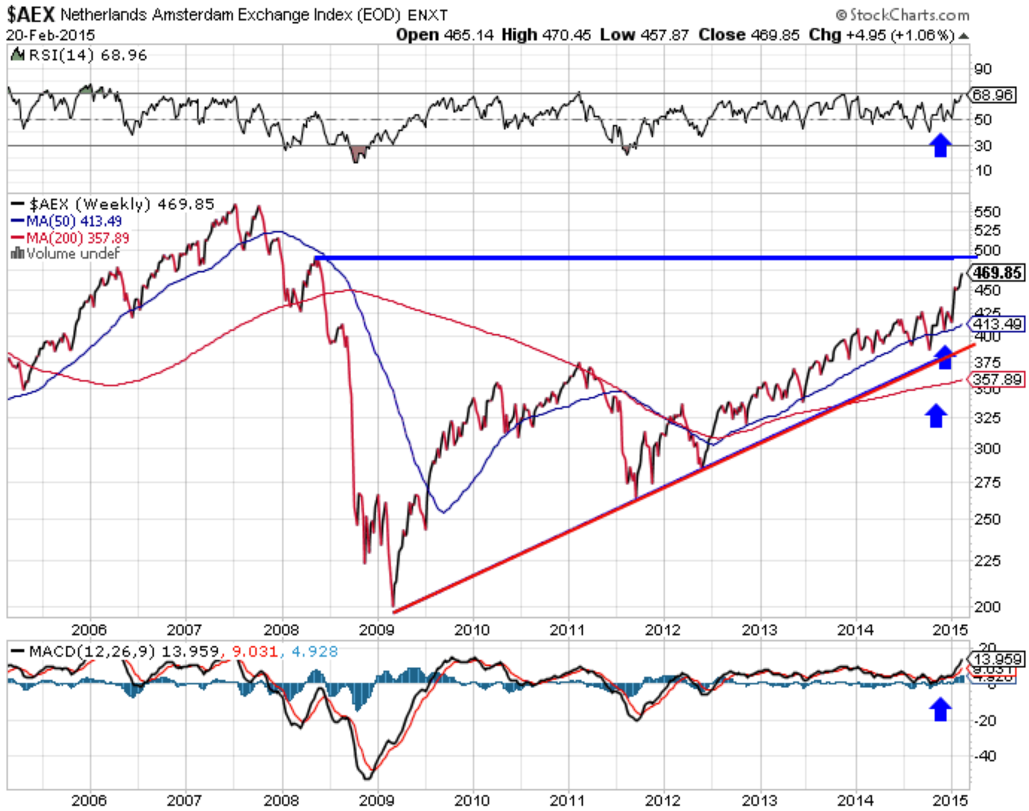
Short-term momentum indicators are trending up.

The AEX added 6 points last week.

Intermediate trend remains up. The Average remains above its 20-, 50- and 200-day moving averages.

Strength relative to the S&P 500 Index remains positive.

Short-term momentum indicators are trending up.

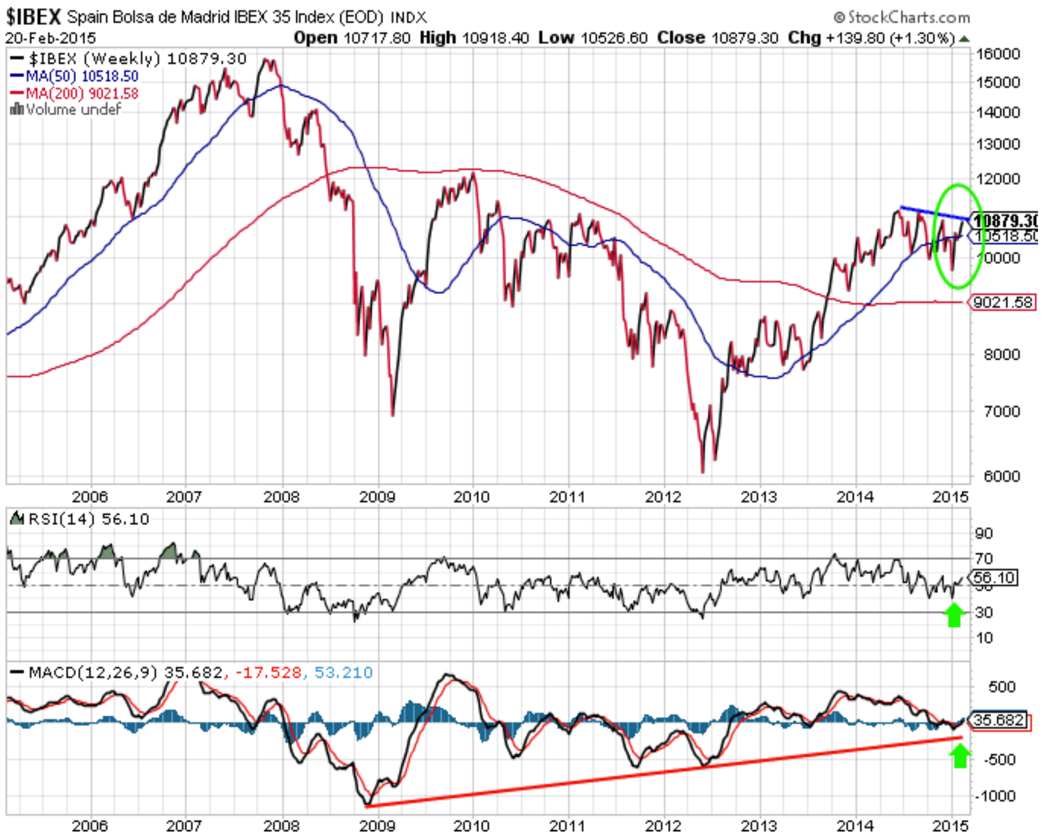


The IBEX 35 added 198 points last week.

Intermediate trend remains up. The Average remains above its 20-, 50- and 200-day moving averages.

Strength relative to the S&P 500 Index remains positive.

Short-term momentum indicators are trending up.



The FTSE 100 added 7 points last week.

The $FTSE made a new all time high. Intermediate trend remains up. The Average broke above its 20-, 50- and 200-day moving averages.

Strength relative to the S&P 500 Index remains neutral.

Short-term momentum indicators are trending up.

iShares Europe 350 units gained $0.81 (1.82%) last week.

Intermediate trend changed to up from neutral on Friday on a move above $45.01.

Units remain above their 20-day moving average.

Strength relative to the S&P 500 Index changed to positive from neutral on Friday.

Short-term momentum indicators are trending up, but are overbought.

Fixed Income markets commentary & weekly charts

Asian Bonds

Euro Bonds

Country	Latest yield	Spread vs bund	Spread vs T-bonds
Australia	2.58%	+2.20	+0.48
Austria	0.46%	+0.08	-1.64
Belgium	0.67%	+0.29	-1.42
Canada	1.42%	+1.04	-0.68
Denmark	0.30%	-0.08	-1.80
Finland	0.54%	+0.16	-1.56
France	0.65%	+0.27	-1.45
Germany	0.38%	--	-1.71
Greece	9.94%	+9.56	+7.84
Ireland	1.11%	+0.72	-0.99
Italy	1.64%	+1.25	-0.46
Japan	0.38%	>-0.01	-1.72
Netherlands	0.47%	+0.09	-1.63
New Zealand	3.38%	+2.99	+1.28
Portugal	2.23%	+1.85	+0.14
Spain	1.52%	+1.14	-0.57
Sweden	0.63%	+0.25	-1.47
Switzerland	0.07%	-0.32	-2.03
UK	1.78%	+1.40	-0.32
US	2.10%	+1.71	--

Data delayed at least 15 minutes, as of Feb 23 2015 06:44 GMT.

US Bonds

The yield on 10 year Treasuries increased 11.2 basis points (5.54%) last week.

Intermediate trend remains down. Yield remains above its 20-day moving average.

Short-term momentum indicators are trending up, but are overbought.

The long term Treasury ETF dropped $1.65 (1.29%) last week.

Price remains below its 20-day moving average.

Currencies commentary & weekly charts

The Euro slipped 0.23 (0.20%) last week.

Intermediate trend remains down.

The Euro remains above its 20-day moving average.

Short-term momentum indicators are trending up.

The US$ Index added 0.21 (0.22%) last week.

Intermediate trend remains up. The Index remains below its 20-day moving average.

Short-term momentum indicators are trending down.

The Japanese Yen slipped 0.21 (0.25%) last week.

Intermediate trend remains down. The Yen remains below its 20-day moving average.

Short-term momentum indicators are mixed.

The Canadian Dollar fell US 0.47 cents (0.59%) last week.

Intermediate trend remains down. The C$ remains below its 20-day moving average.

Short-term momentum indicators are trending up, but showing early signs of rolling over.

Commodities commentary & weekly charts

The CRB Index fell 2.72 points (1.20%) last week.

Intermediate trend remains down. The Index remains above its 20-day moving average.

Strength relative to the S&P 500 Index remains neutral.

Short-term momentum indicators are trending up.

Copper slipped $0.02 per lb. (0.77%) last week.

Intermediate trend remains neutral. Copper remains above its 20-day moving average.

Strength relative to the S&P 500 Index remains neutral.

Short-term momentum indicators are trending up.

Lumber dropped $8.70 (2.79%) last week.

Trend remains down. Lumber remains below its 20-day moving average.

Strength relative to the S&P 500 Index remains negative.

The Grain ETN slipped $0.43 (1.12%) last week.

Intermediate trend remains neutral. Units remain above their 20-day moving average.

Strength relative to the S&P 500 Index remains negative.

Short-term momentum is mixed.

The Agriculture ETF added $0.68 (1.23%) last week.

Intermediate trend remains up. Units remain above their 20-day moving average.

Strength relative to the S&P 500 Index changed to positive from neutral.

Short-term momentum indicators are trending up.

Gold & precious metals commentary & weekly charts

Gold fell $22.20 per ounce (1.81%) last week.

Intermediate trend remains up. Gold remains below its 20-day moving average.

Strength relative to the S&P 500 Index remains negative.

Short-term momentum indicators are trending down.

Silver dropped $1.02 per ounce (5.90%) last week.

Intermediate trend remains up. Silver remains below its 20-day moving average.

Strength relative to the S&P 500 Index remains negative.

Short-term momentum indicators are trending down.

Strength relative to gold remains negative.

Platinum dropped $38.00 per ounce (3.15%) last week.

Intermediate trend changed to down from up on a move below $1175.60.

$PLAT remains below its 20- day moving average.

Strength relative to the S&P 500 Index remains negative and strength relative to Gold remains negative.

Palladium dropped $15.25 per ounce (0.77%) last week.

Trend is down. $PALL fell below its 20-day MA.

Strength relative to the S&P 500 Index turned negative.

Strength relative to Gold is still positive.

Oil, gas & energy commentary & weekly charts

Crude Oil fell $1.97 per barrel (3.73%) last week.

Intermediate trend remains neutral. Crude remains above its 20-day moving average.

Strength relative to the S&P 500 Index changed to neutral from positive.

Short-term momentum indicators are mixed.

Natural Gas gained $0.15 per MBtu (5.36%) last week.

Intermediate trend remains down. $NATGAS remains above its 20-day moving average.

Strength relative to the S&P 500 Index changed to positive from neutral.

Seasonal influences on a real and relative basis turn positive this week.

Short-term momentum indicators are trending up.

Gasoline added $0.01 per gallon (0.61%) last week.

Intermediate trend remains up. Gas remains above its 20-day moving average.

Strength relative to the S&P 500 Index remains positive.

Short-term momentum indicators are trending up.

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