

FIRST CORRECTION WITHIN RESUMED BEAR; GOLD SHOT



November 19, 2009

When I looked for the breakout of gold from its pennant, I forecasted a rally in the metal to the \$1,050 - \$1,150 range.

I added that the subsequent correction should take gold back to the point of origin for the breakout, though to a resistance level slightly above the pennant's apex. As well, the pullback's maximum would be \$150, I wrote. Well,...

The peak this week was just a couple of dollars above \$1,150 and a pullback to \$1,000 is now possible, along with a concurrent correction in the XAU. Further, this (would) coincide(s) with the, "first decline in the resumed bear market, following the forecasted 2009 countertrend rally peak around 10,400."

From said peak, I have argued, that, like 1931, the gold stocks would correct with the rest of the market, before diverging upward, much as they did in 1931 - - 1932.

Hence, this is not just a warning about the equity markets that I am reiterating here, but a head's-up as to an enormous opportunity in, and perhaps last chance to enter, the gold stocks and gold, before a Wave-3 eruption to the upside toward 1800 - 1900, very soon.

Stay alert.

Sid Klein

LEGAL NOTICE: This market letter is the work product and intellectual property of Mr. Sidney Klein. It arises out of his training and profession as an international expert on financial equities. It is a private correspondence from Mr. Klein to his subscribers. Any person who copies or otherwise disseminates this letter becomes subject to international criminal and/or civil prosecution under the Universal Copyright Convention and the Berne Convention for the Protection of Literary and Artistic Works. Nearly all countries in the world have signed both of these Conventions and have pledged to enforce them through their own legal systems. In addition, Interpol may be called upon to assist in the international enforcement of these Conventions through its processes of arrest and extradition. If you are the *recipient* of a copy of this market letter, whether through the internet or by facsimile, you should immediately report to Mr. Klein the name of the person or entity who sent it to you. Send your email to sidklein@sidklein.com.

DISCLAIMER: This market letter is intended to assist in the dissemination of information to private subscribers. The information contained herein represents Mr. Klein's best efforts in good faith to advance knowledge to his clientele, but there can be no implied guarantee as to its accuracy or completeness. The information is given as of the date appearing on this market letter, and Mr. Klein assumes no obligation to update the information or advise on further developments relating to the information provided herein. No solicitation to buy or sell securities is intended, and none should be inferred. Investments are inherently risky, but investment risk itself is a function of individual preferences. Thus any opinions, recommendations, or judgments expressed in this market letter are of necessity abstract and general. They must be modified, accepted, or rejected by individual subscriber/investors whose risk averseness cannot be known to Mr. Klein.