

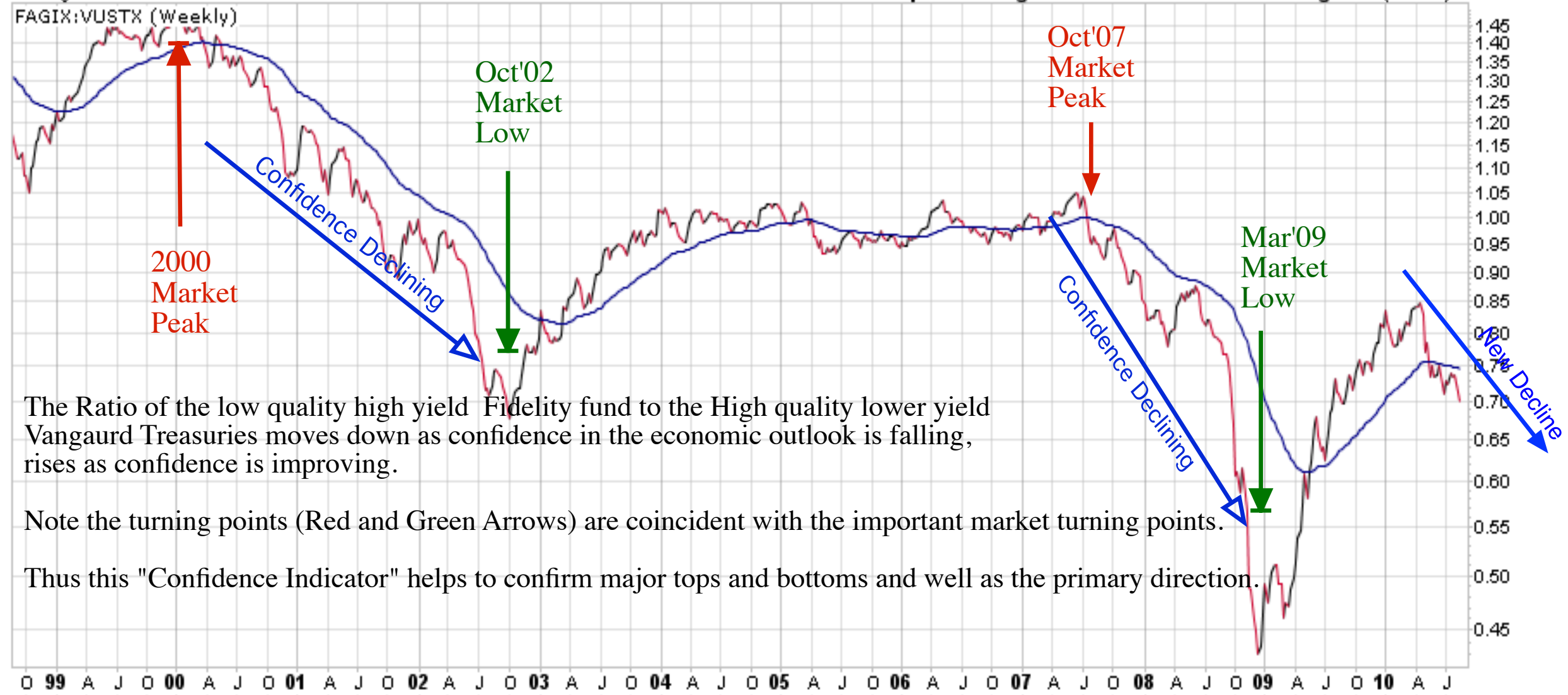
Fidelity Capital and Income High Yield Fund divided by US Long Treasury Fund= Confidence Indicator

FAGIX:VUSTX (Fidelity Capital and Income Fund/Vanguard Long-Term Treasury Fund) USMF/USMF

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20-Aug-2010

Open 0.70 High 0.70 Low 0.70 Close 0.70 Chg -0.02 (-2.13%) ▼



The Ratio of the low quality high yield Fidelity fund to the High quality lower yield Vanguard Treasuries moves down as confidence in the economic outlook is falling, rises as confidence is improving.

Note the turning points (Red and Green Arrows) are coincident with the important market turning points.

Thus this "Confidence Indicator" helps to confirm major tops and bottoms and well as the primary direction.