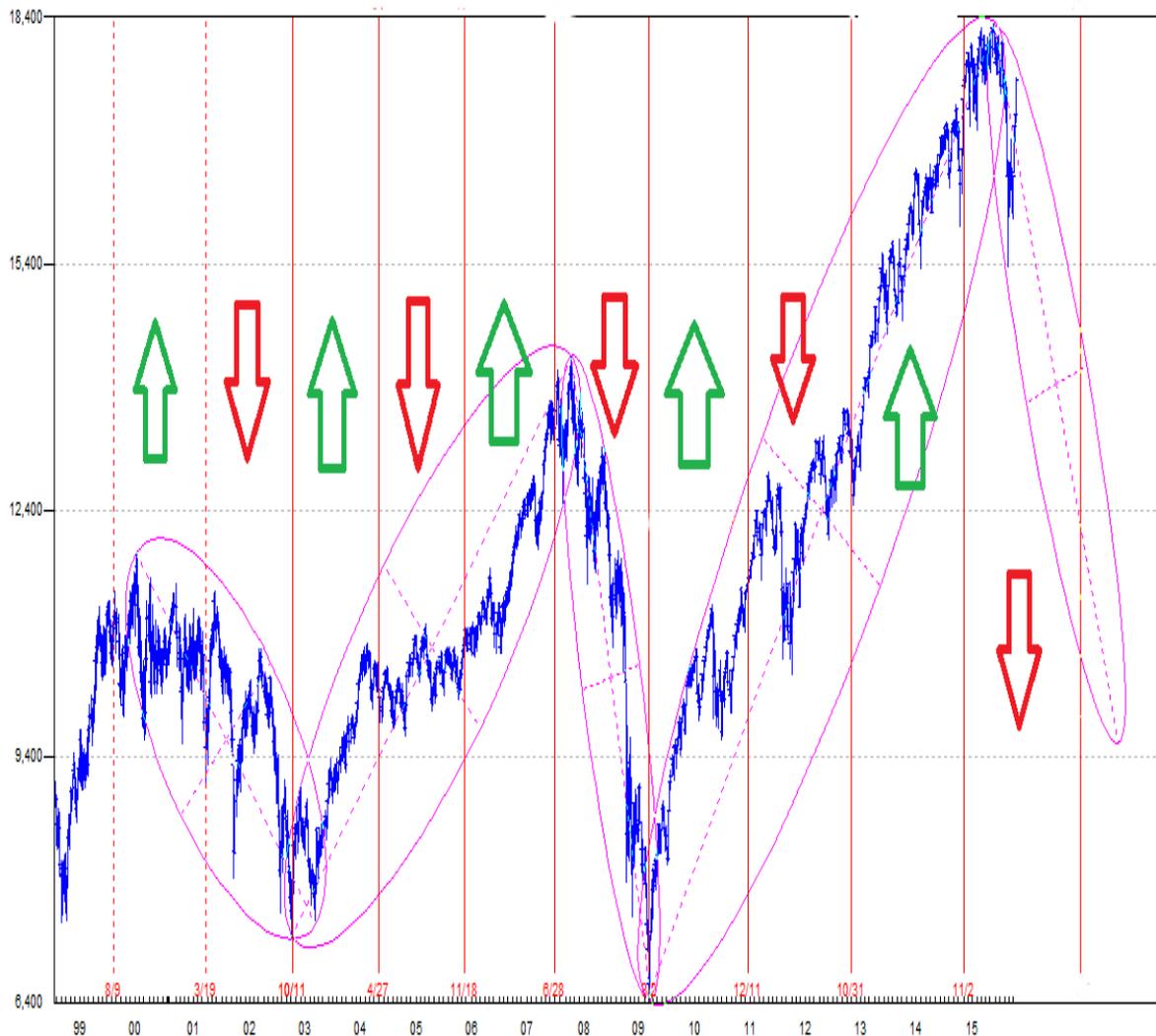


Starboard Weekly Report Ending October 30, 2015
Chart of the Week



The above chart and the comments below were received unsolicited in an email from Alex Dvorkin. This information is of interest because he agrees with my structural or long term market beliefs. We should have one more serious down cycle before being followed up by a secular bull market. I do not know what Mr. Dvorkin's mathematical formulas are, but I do know that there is other sufficient fundamental and technical analysis published that agrees with both of us. This community of market and economic knowledge has strong beliefs that there is one more major down cycle to the structural bear market that started in 2000 and will not run its course until at least 2017/2018.

TECHNICAL *(by Alex Dvorkin)*

The chart above contains a massive amount of information, but I will try to summarize it as quickly as I can.

- *By this time you are very well familiar with my 17-18 year Bull/Bear cycle. Our present bear cycle started in January of 2000 and will terminate in 2017. All bear markets end with 2-3 year bear legs. Hence, the 2014/15-2017 bear leg.*
- *The horizontal lines you see represent an oscillating (up/down) major cycle in a market. One of them. When this cycle points down in a 5 year bull market, the result is what you see between 2004-2005 and 2011-2012. Basically, the market terminates an advance, only to trade flat for about 1 year. When this cycle points up in a bull market, we get big 2 year rallies. For instance, 2009-2011 or 2012-2015.*
- ***However, when this cycle points down in a bear market, we get major sell-offs. For instance, 2001-2002 or 2007-2009.***
- *We have terminated the 2009-2014/15 bull market cycle in 2015 and the cycle is now pointing down. Coinciding with the last bear leg down.*

The ellipse you see on the right hand side projects the overall extent of this upcoming decline

LONG-TERM ANALYSIS:

No changes. My mathematical and timing work continues to show that we are in the very early stages of a bear market leg that will take us into a 2017 bottom. This final leg down will terminate a secular 17-18 year bear market that started in January of 2000. A 30-40% decline from today's levels should be expected.

FUNDAMENTAL

Every technical analytical conclusion needs fundamental economics to support it. To restate in consolidated form, they are: worldwide deflation, worldwide debt and the world's Central Bankers that have created both deflation and debt.

ASIDE

"When a thing has been said and well, have no scruple. Take it and copy it." Anatole France

Charles Caleb Colton, a contemporary of Anatole France, said *"copying is the sincerest form of flattery"*.

Flattery was not my goal here, but calling your attention to this important shared belief is my objective in this week's report.

Nothing on this Weekly Report should be interpreted to state or imply that past results are an indication of future performance. There are no warranties, expressed or implied, as to accuracy, completeness or results obtained from any information posted on this or any "linked" website. Any reference to specific securities is not to be considered a recommendation. Every investment strategy has the potential for profit or loss.

Please note: It is the client's responsibility to notify Starboard of any changes that would in any way influence their financial requirements.