



6<sup>th</sup> March 2012

the technical analyst

AWARDS 2011

FINALIST



# the technical trader's guide to major markets

Mark Sturdy

## Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold

### Disclaimer

Authorised and regulated  
by the FSA



# summary

## Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

Stay SQUARE  
Stay SQUARE;  
Stay **LONG** Dollars above 79.41  
Stay Square; SELL a break beneath 0.8288

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

Stay SQUARE (March 12);  
Stay SQUARE (March 12); SELL a break of 2454 with Stops above 2512  
Stay SQUARE (March 12);  
Stay SQUARE (March 12) ;

### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

Stay **SQUARE** (Mar 12); BUY a break of 132-11.  
Stay **SQUARE** ; **BUY** on a confirmed break above 140.23 (Mar 12);  
Stay **SQUARE** (Mar 12) ; **BUY** a confirmed close above 143.07.

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

Stay SQUARE (Mar 13.); BUY a break above 99.57.  
Stay **LONG** above 99.30 (Mar 13);  
Stay **SQUARE** (Mar 13); BUY a break above 99.03

### Commodities

- + Nymex WTI Oil
- + Comex Gold

Stay **LONG** above 104 (JUN 12);  
GO **SQUARE** ; (April 12). **ADD** on a break of 1770.



## Currencies: Dollar Euro

**CURRENCIES:** If the long-standing bear Euro traders were thrown into confusion, they may have gained some confidence from the recent weakness. But the market isn't yet clear. Of all the currency crosses, Dollar Yen looks the clearest, with the strengthening Yen.

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

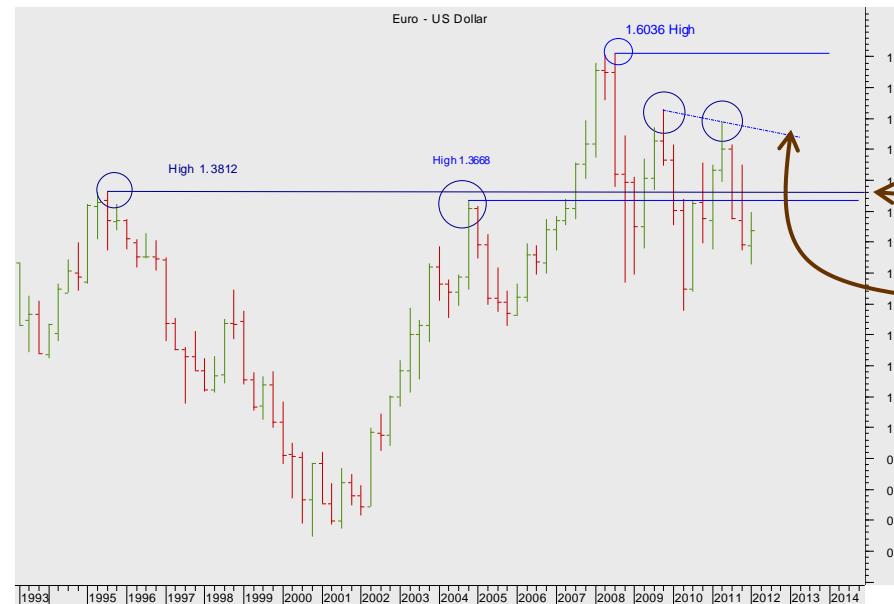
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Dollar Euro quarterly spot cash chart

The long-term chart lacks clarity.

The market looks unable to close beneath the Prior High of 1.3812.

NB a possible H&S bottom if the market can push up through 1.45...

But that is conjecture at this stage.

So await clarity.

More



## Currencies: Dollar Euro

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

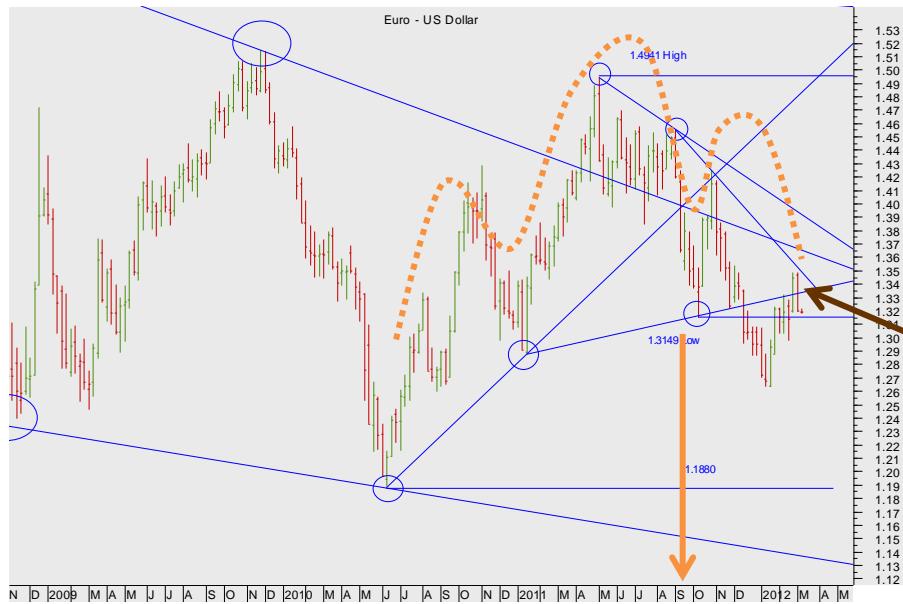
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

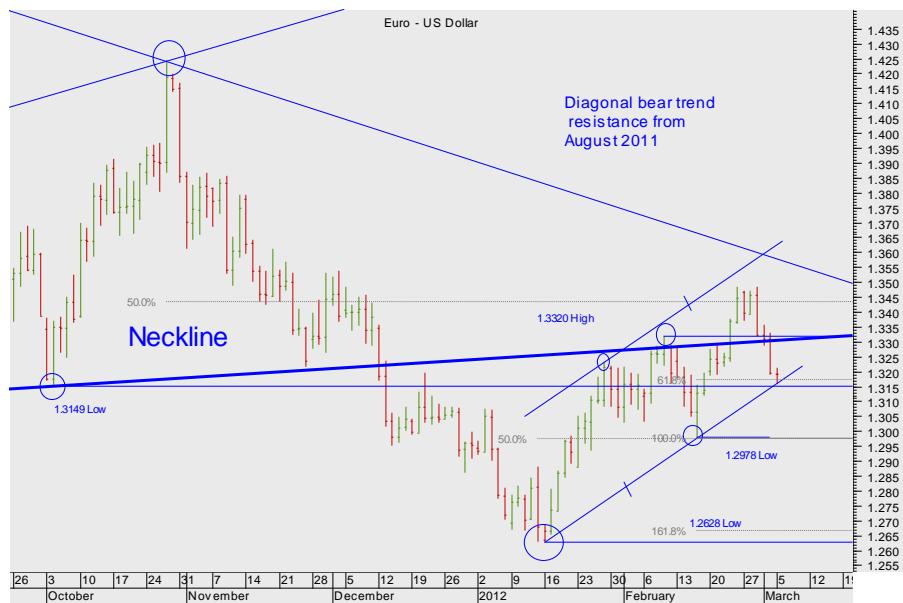
- + Nymex WTI Oil
- + Comex Gold



### Dollar Euro weekly spot cash chart

Note the H&S Top. And the minimum move implied by the pattern which is down to 1.15 or so.

The rally back to the neckline was standard and the penetration was not sustained.



### Dollar Euro daily spot chart

We thought the bears might have broken through.

But the move wasn't sustained, the Fibonacci resistance halted it.

Watch the support from the rising diagonal ( and the Fib) at 131.17.

For the moment we remain square.

More



## Currencies: Dollar Sterling

### Summary

#### Currencies

- + Dollar Euro
- + **Dollar Sterling**
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Dollar Sterling Quarterly spot cash chart

Cable has been dithering for several years around the lower diagonal of a large bear rising wedge....

Note that the market has failed twice at the 1.7050 resistance.

And note well the possible bear continuation triangle in the making ...



### Dollar Sterling weekly spot cash chart

Note the the possible triangle

Note the completed bear rising wedge ...

And the near completion of a H&S reversal....requiring a break of 1.5278 or just below.

But that hasn't happened...

**Look closer.**

**More**



## Currencies: Dollar Sterling

### Summary

#### Currencies

- + Dollar Euro
- + **Dollar Sterling**
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Dollar Sterling weekly spot cash chart

The market has for the moment bounced – from the support at the Fib retracement 1.5670...

But the resistance from the Prior Lows , Fibonacci and Prior high have been insurmountable..



### Dollar Sterling daily spot cash chart

Now watch the range 1.5689 - 1.5653.

And the diagonal within it at 1.5770.

Stay square.



## Currencies: Dollar Yen

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen**
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Dollar Yen monthly spot cash chart

The Prior Lows were pressing down on the market.

And forced a move to the **MAJOR** Pivotal Prior Low 79.78 and below.



### Dollar Yen weekly spot cash chart

The Prior Lows are powerful resistance above the market at the band from at 84.92/88.73.

Note that the market had broken both 79.78 (medium-term pivot) and 77.07 (short-term pivot)

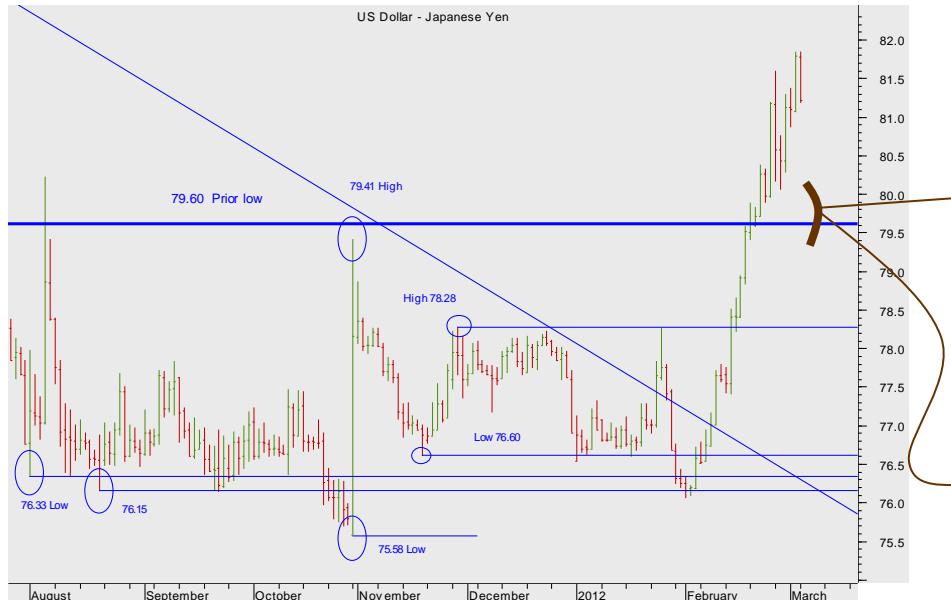
**But there was no sustained breakdown.**

**Look at the rally.**

**More**



## Currencies: Dollar Yen



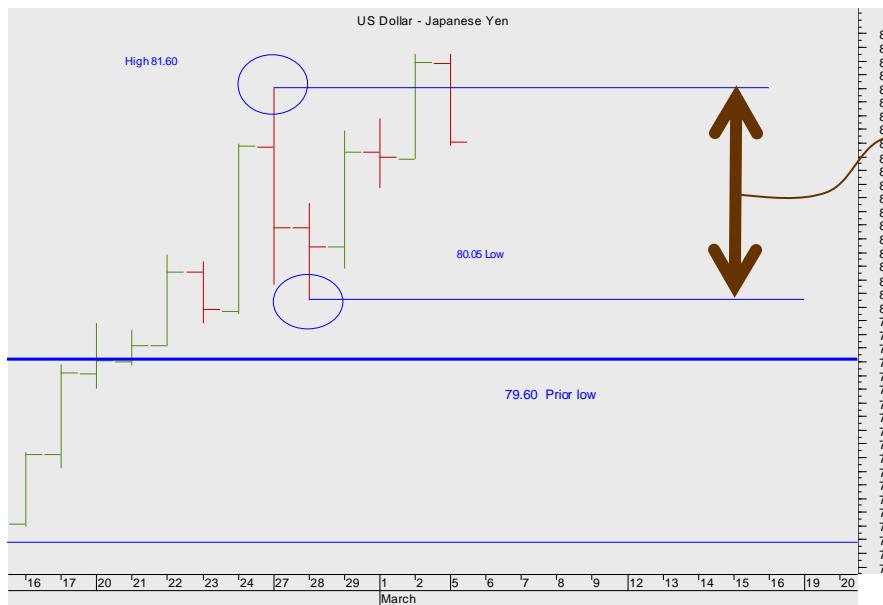
## Dollar Yen daily spot cash chart

The critical level of resistance is where the market failed twice before... Smashed.

Stay long..

The trading range has been broken

**Stops beneath 70.60.**



## Dollar Yen daily spot cash chart

Watch the range 81.60- 80.05



## Currencies: Sterling Euro

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Sterling Euro monthly spot cash chart

The engine of progress for the Euro was the Head and Shoulder reversal.

But once the minimum target had been achieved a massive loss of momentum resulted.

Look closer:

### Sterling Euro weekly spot cash chart

The lower band of support 0.8071-0.8288 needs to be closely watched... It looks to have held solidly.

More



## Currencies: Sterling Euro

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

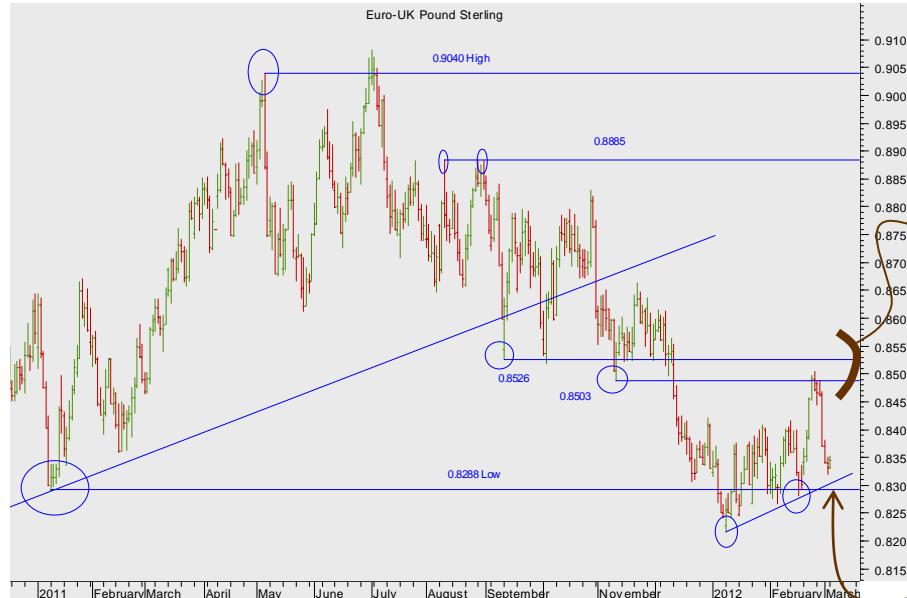
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



**Sterling Euro daily spot cash chart**

Note the good resistance above the market from the Prior lows.

Stay square. Watch the coincidence of the rising diagonal and the 0.8288 Prior Low....



## Stocks

**STOCKS:** Stocks have been enormously impressive, led by the S&P. But the long-term pivotal level reached by that market may take time to overcome. FTSE remains strong and supported by medium-term structures. But short-term sideways price action suggests at least short-term vulnerability across the board.

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold

### Stocks: CME S&P 500



### CME S&P 500 monthly cont. futures chart

The double failure at 1553 and 1555 - right at the 1574 High from 2003 has been **very negative** for the market long-term..

Look closer at the price action of 2010 and 2011..

More

## Stocks: CME S&P 500



### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

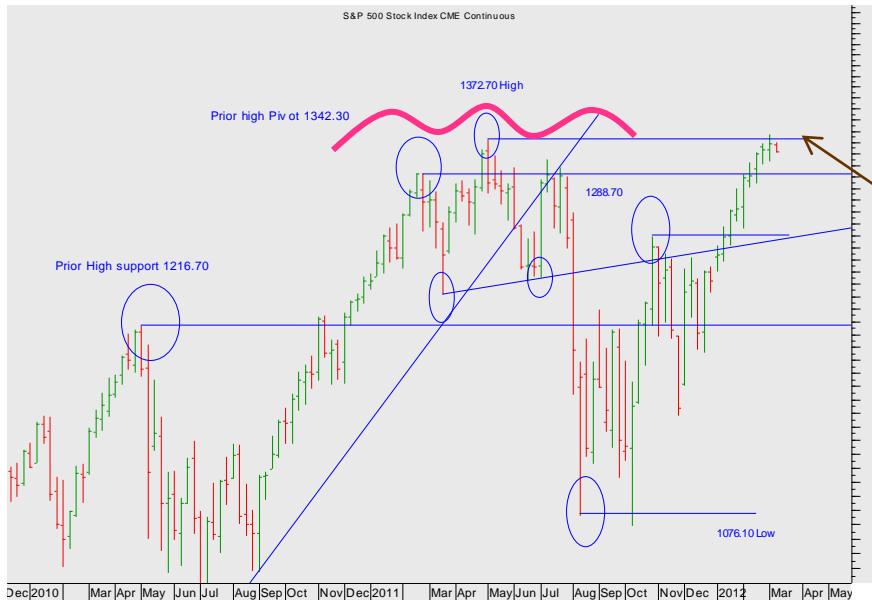
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold



### CME S&P 500 cont weekly cont. chart

The market has rallied back sharply after the initial sell-off and is now testing the Prior High....

### Look closer



### CME S&P 500 MAR12 Day chart

Note that in the March 12 contract the Prior High has been overcome already.

the completed H&S bull continuation pattern has helped a great deal, but the minimum target of 1370 or so has been achieved.

Note too the close band of prior High Pivot resistances 1241-1351 which is good support.



## Stocks: CME S&P 500

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

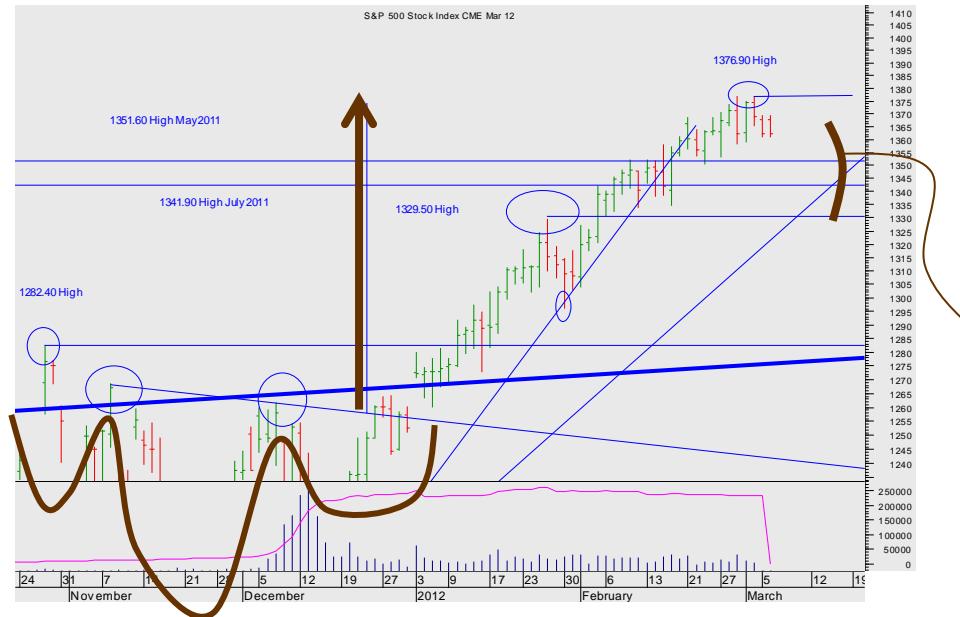
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



### CME S&P 500 cont daily Mar 12 chart

Note the detail of the BULL H&S continuation pattern – **but the minimum target of the H&S has more or less been achieved.**

Note though the break up through the prior High 1351 at al.

Which is now good support.

**We are buyers with long stops beneath 1329.**



## Stocks: Eurex EuroStoxx 50

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50**
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

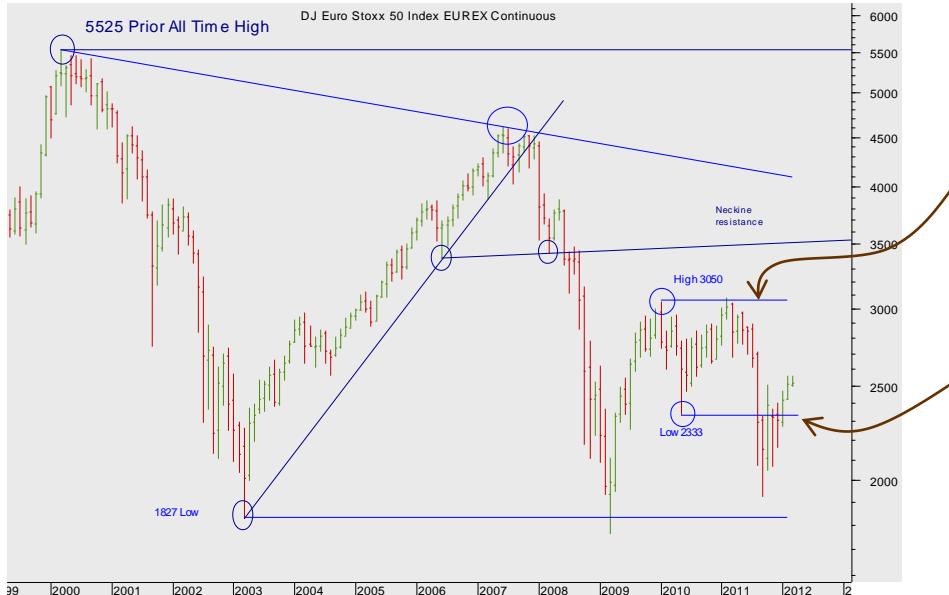
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

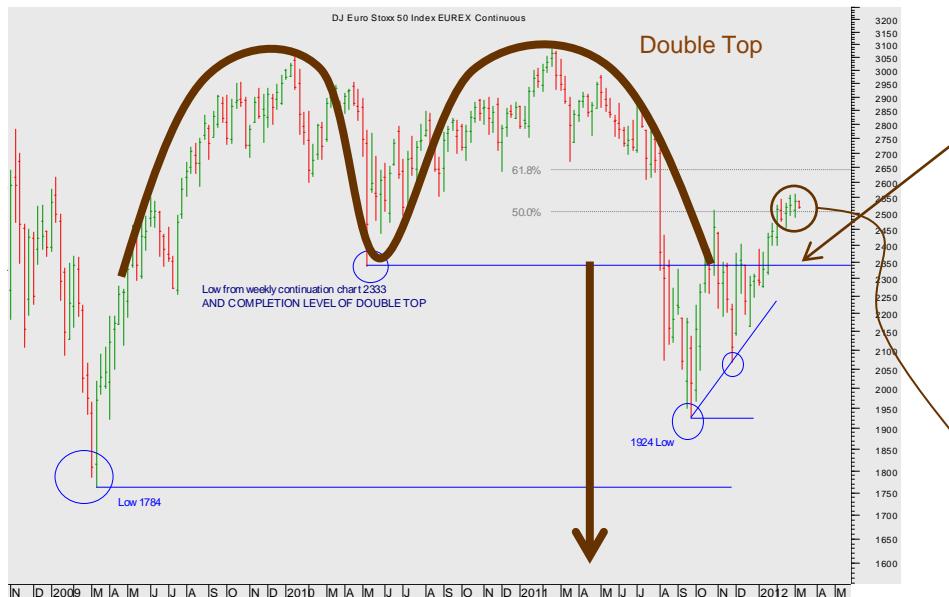
- + Nymex WTI Oil
- + Comex Gold



### Eurex EuroStoxx 50 monthly continuation futures chart

Note the stalled rally of 2009/2010 at 3050. From which the recent fall **created a bear Double Top**

**But watch the rally back..**  
Already the resistance at 2333 has been tested...and broken



### Eurex EuroStoxx 50 weekly continuation futures chart

That 2333 level that created a Double Top was good resistance but the market appears to have smashed through it.

(Caveat: the Double Top pattern is rather diffuse, note that the closes suggest a completion level much higher)

NB the confused price action at the Fibonacci retraction resistance level of 2500

**More**



## **Stocks: Eurex EuroStoxx 50**

## Summary

## Currencies

- + Dollar Euro
  - + Dollar Sterling
  - + Dollar Yen
  - + Sterling Euro

## Stocks

- + CME S&P 500
  - + Eurex EuroStoxx 50
  - + Liffe FTSE 100
  - + OSE Nikkei 225

## Bonds

- + CBOT US Ten Year Notes
  - + Eurex Ten Year Bund
  - + TSE Ten Year JGB

## Interest rates

- + CME Eurodollar
  - + Liffe Euribor
  - + Liffe Short Sterling

## Commodities

- + Nymex WTI Oil
  - + Comex Gold

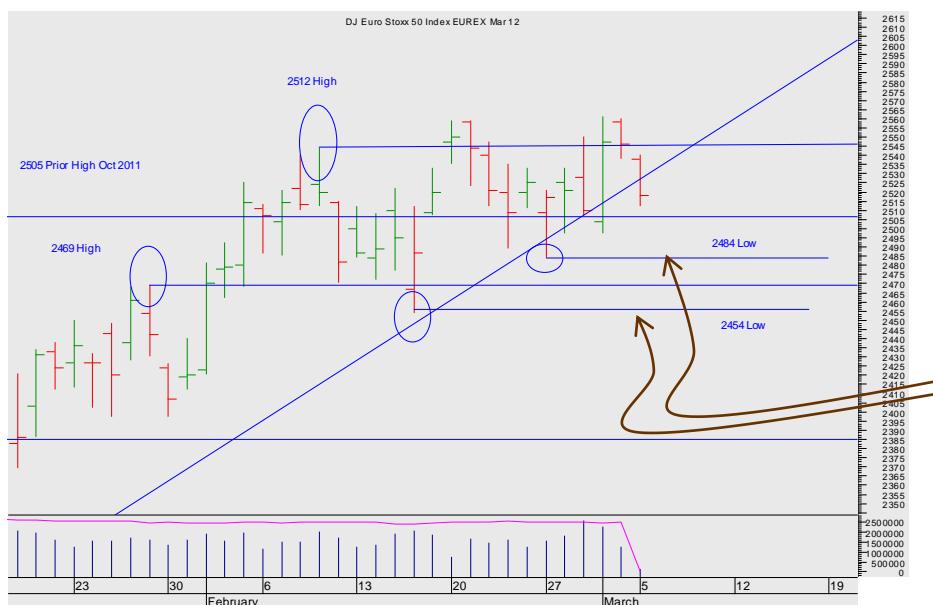


## Eurex EuroStoxx 50 Mar 12 futures chart

In greater detail: the Prior High Pivot at 2505 is key: a break of that will sustain the bull momentum.

A small trading range has developed around that level 2469-2512.

Wait for a break of that range.



## Eurex EuroStoxx 50 Mar 12 futures chart

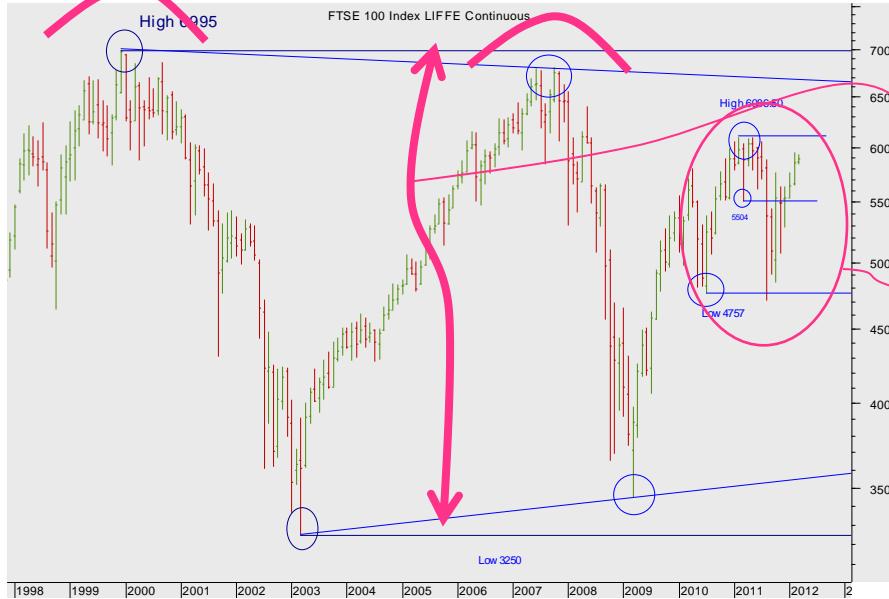
Note the detail of the last three weeks' pause.

The immediate support from the rising diagonal looks very vulnerable.

- Watch the Prior Lows to cement a small multiple top...



## Stocks: Liffe FTSE 100

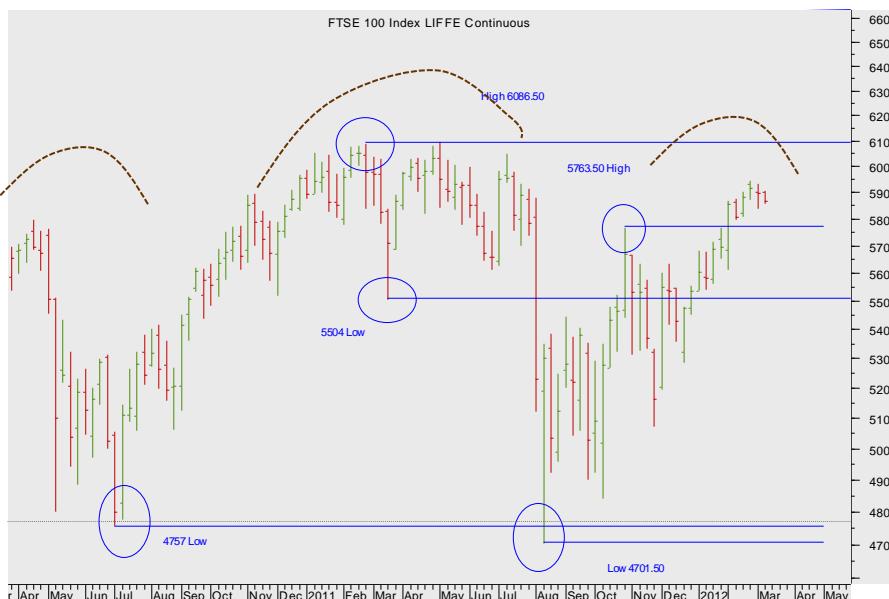


### Liffe FTSE 100 monthly continuation futures chart

The market is in a massive trading range.

What is the character of the price action from 2010?

(It may yet be a H&S top...)



### Liffe FTSE 100 weekly cont. futures chart

The continuance of the rally back (especially the break through 5763) is threatening the long-term bear conjecture that a second shoulder was being constructed..

(but that scenario is by no means out of the question yet...)

**More**



## Stocks: Liffe FTSE 100

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

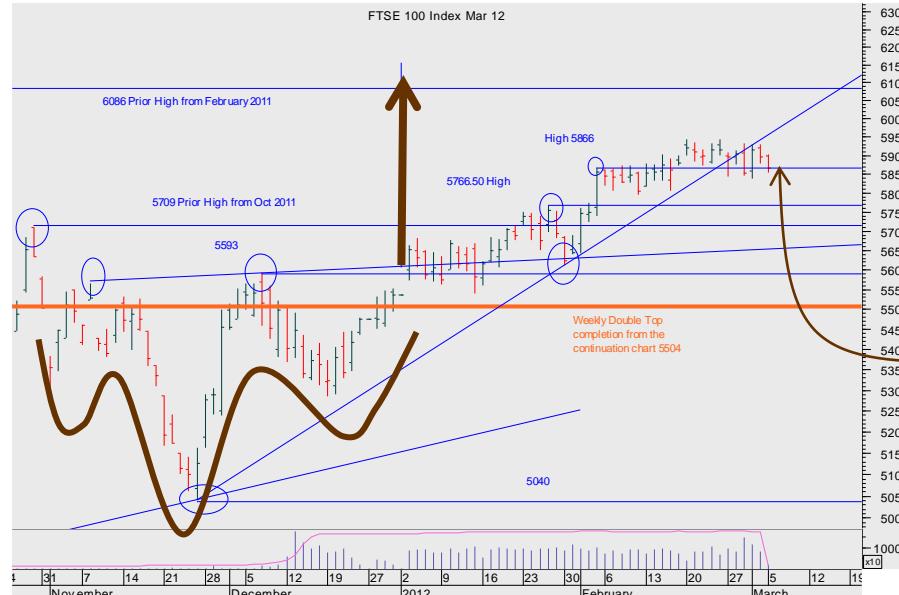
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

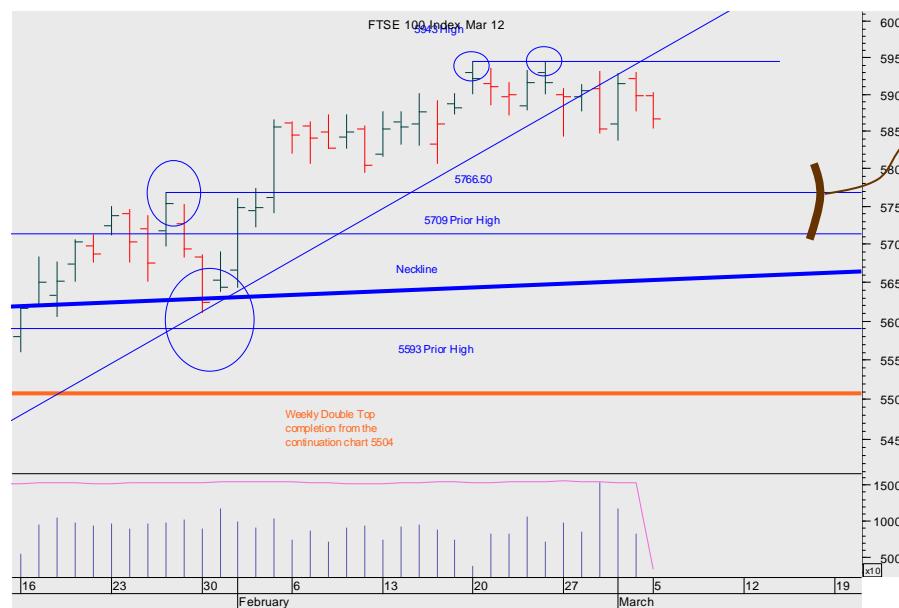
- + Nymex WTI Oil
- + Comex Gold



### Liffe FTSE 100 DEC11 futures chart

The small bull H&S has completed, the minimum target move is higher still - as far as 6150 or so...

But the market is testing the first of successive horizontals....look closer.



### Liffe FTSE 100 daily Dec 11 futures chart

Expect good support from the Prior Highs 5766, 5709 etc.



## Stocks: OSE Nikkei 225

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225**

### Bonds

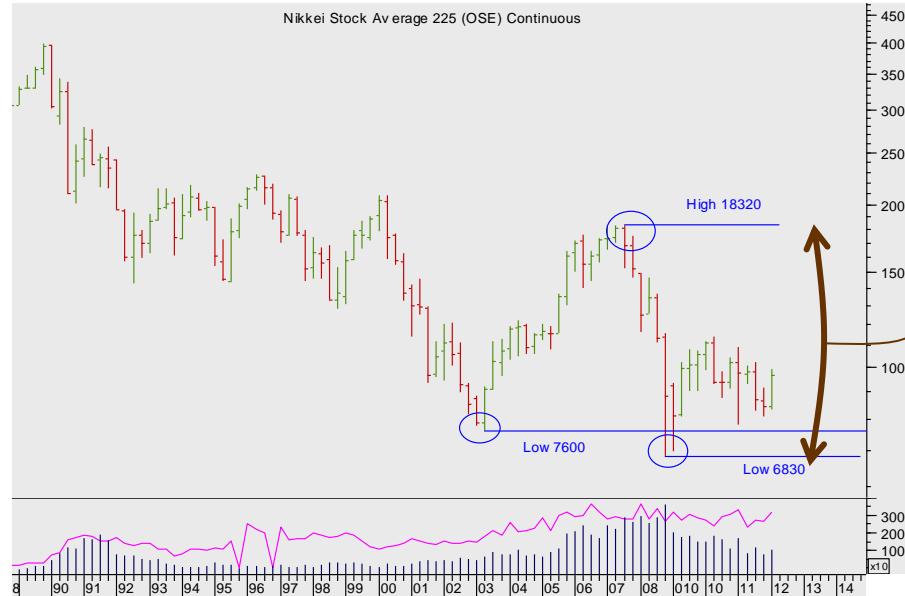
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



### OSE Nikkei 225 quarterly continuation futures chart

In 2008 the market traded down to the Pivotal level of the 7600 low and bounced hard.

A trading range has resulted.



### OSE Nikkei 225 weekly cont. futures chart

There is a lack of clarity within that range.....

More



## Stocks: OSE Nikkei 225

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225**

### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

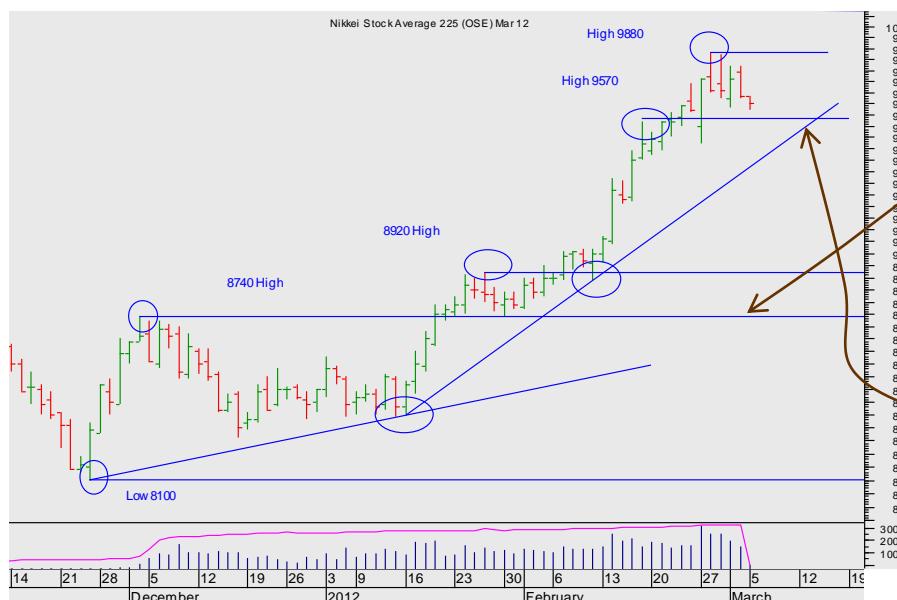
### Commodities

- + Nymex WTI Oil
- + Comex Gold



### OSE Nikkei 225 daily Mar 12 futures chart

A sharp bull trend has begun in 2012. Having broken the down trend.



### OSE Nikkei 225 daily March 12 futures chart

Note the recent test and bounce from 8740. The market looks strong.

The bulls remain in charge, but the speed of the advance makes the market look overbought.

Watch the support from the near Prior High and rising diagonal at 9570.



## Bonds

**BONDS:** Bonds remain powerfully supported in the long and medium-term. Watch our short-term levels. Bunds are the market leader for the bulls.

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold

### Bonds: CBOT Ten Year Notes



### CBOT Ten Year Notes monthly futures continuation chart

The market has broken through its all-time-highs.

The band 128-01/22.5 remains enormously powerful support beneath the market.

Now look closer.

More



## Bonds: CBOT Ten Year Notes

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

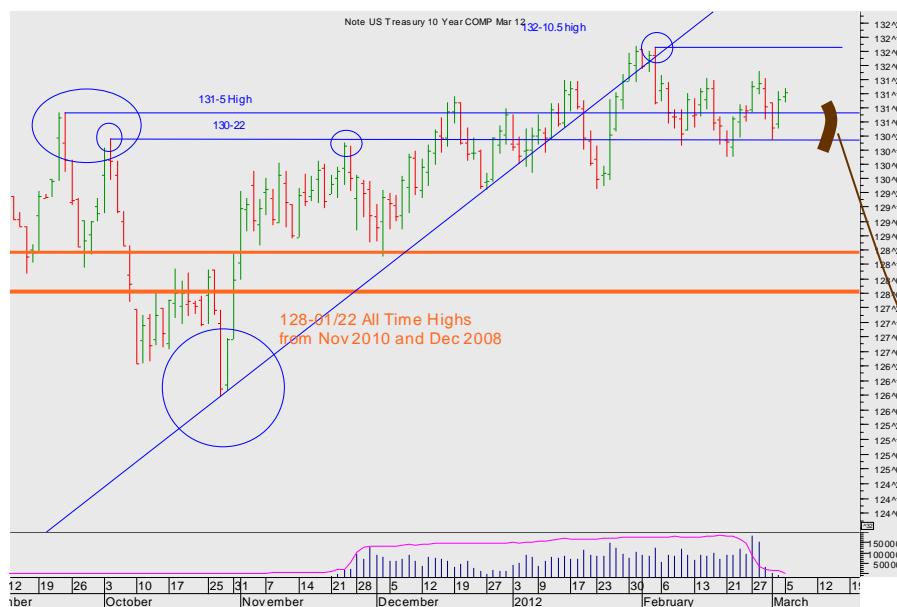
- + Nymex WTI Oil
- + Comex Gold



### CBOT Ten Year Notes weekly futures continuation chart

The market has bounced off that support band 128-01/22.5.

**But is notably reluctant to break up through the 131-20.5 / 130-22 Highs.**



### CBOT Ten Year Notes DAILY MAR 12 futures chart

Note well that the Mar 12 chart is more bullish.

There is good (if diffuse) support beneath the market.

**Watch the testing of the diffuse support.**



## Bonds: CBOT Ten Year Notes

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

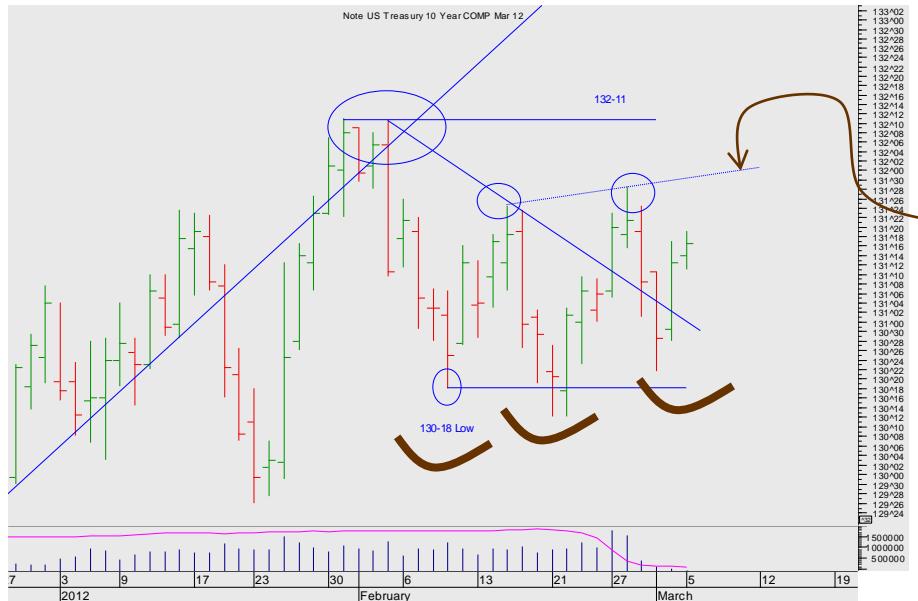
- + CBOT Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



## CBOT Ten Year Notes Daily Mar 12 chart

And short -term, a small triple bottom would be confirmed on a break up through the possible Neckline at 131-30 or so.



## Bonds: Eurex Ten Year Bund

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

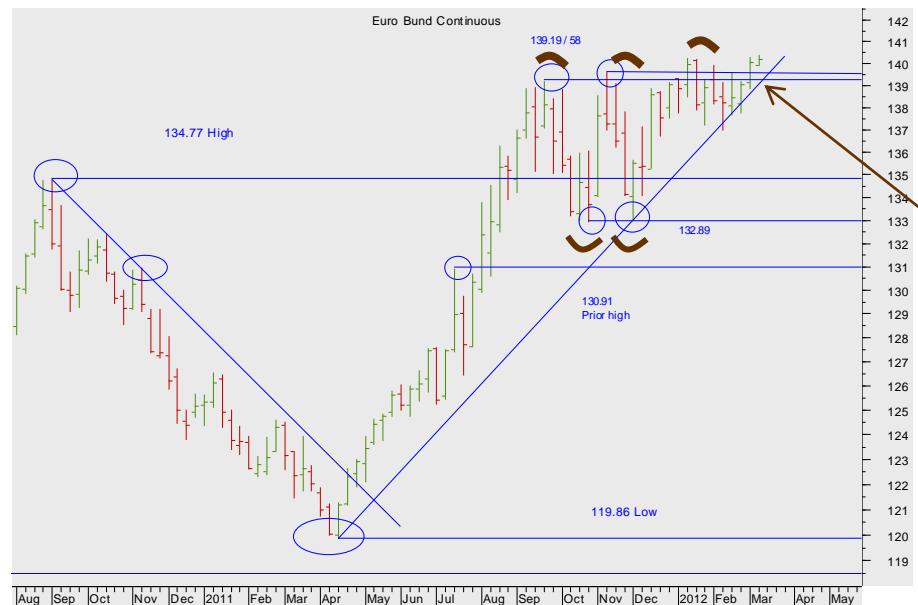
### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Eurex Ten Year Bund quarterly futures continuation chart

The market's rally broke the All Time Highs.



### Eurex Ten Year Bund weekly cont. futures Chart

Note how the rally has failed three times.

The test of the rising diagonal found it strong.

Look closer.

More



## Bonds: Eurex Ten Year Bund

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

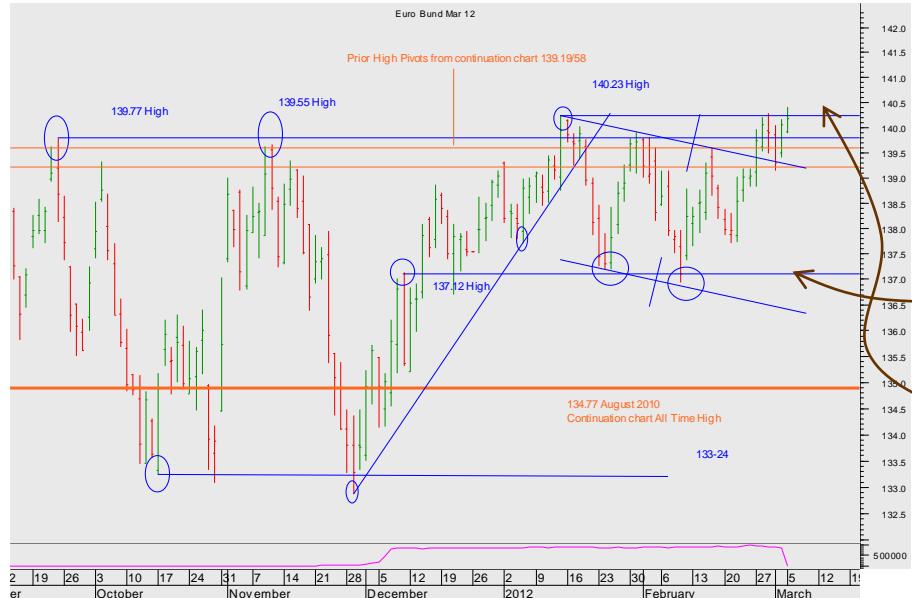
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold

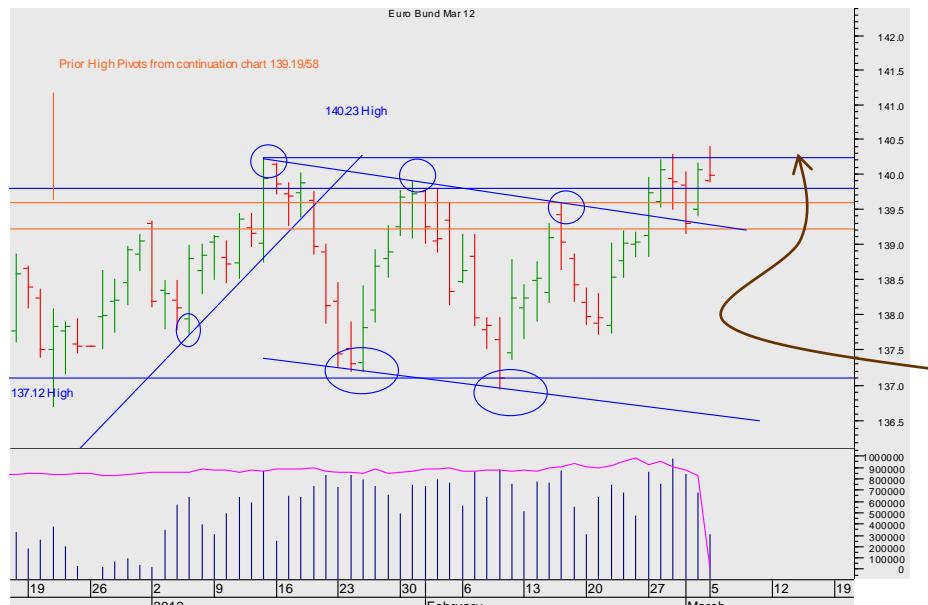


## Eurex Ten Year Bund Mar 12 Daily futures chart

The market is in a fascinating sideways channel.

The double bounce off the 137.12 level is impressive.

And the bulls? Well, a confirmed push up through 140.23....



## Eurex Ten Year Bund Mar 12 daily futures Chart

The flag on close inspection is a wedge.

Wait for the upside break.



## Bonds: TSE Ten Year JGB

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

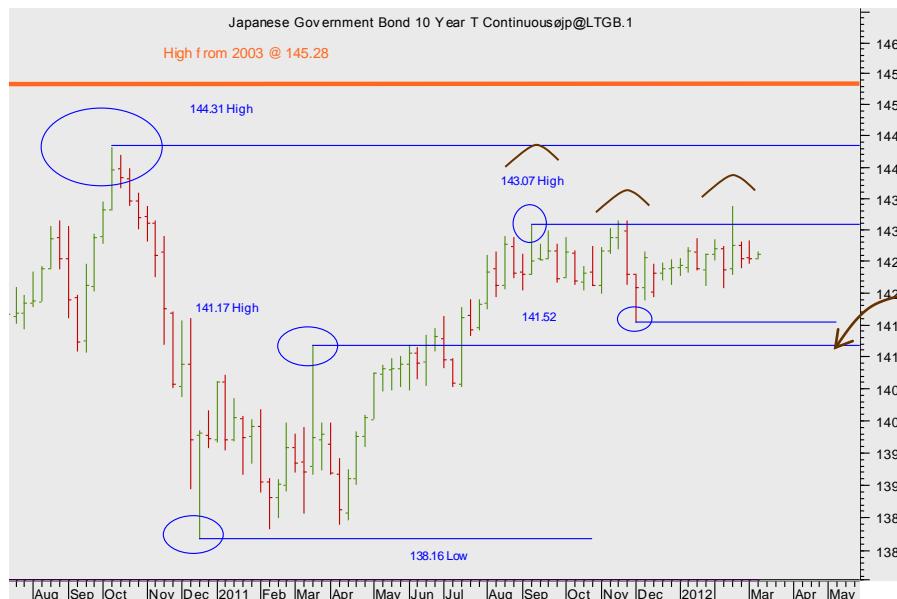
- + Nymex WTI Oil
- + Comex Gold



### TSE Ten Year JGB monthly futures continuation chart

There is a lack of structure – bulls need the market to break the band of Prior Highs 144.31-145.28....

Look closer.



### TSE Ten Year JGB weekly continuation futures Chart

The Triple failure at the 143.07 level does not bode well.

But a break of 141.17 is required for the bears to gain confidence.

Look closer.

**More**



## Bonds: TSE Ten Year JGB

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

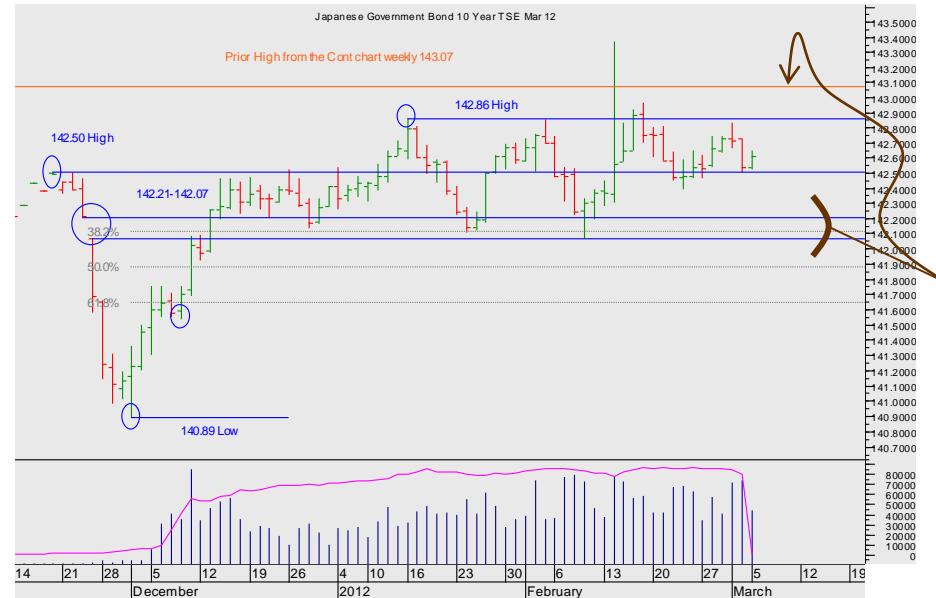
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



## TSE Ten Year JGB Mar 12 futures chart

The Gap (+ fibonacci) support where the market has bounced before is clearly powerfully strong.

Stand back until the gap support is broken – or 143.07 unambiguously taken out.



## Interest rates

**SHORT INTEREST RATE FUTURES:** Euribor has led the field surging away. But note the Short Sterling's close approach to powerful bull trigger levels above current levels. But until a confirmed break, the market remains in a trading range.

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

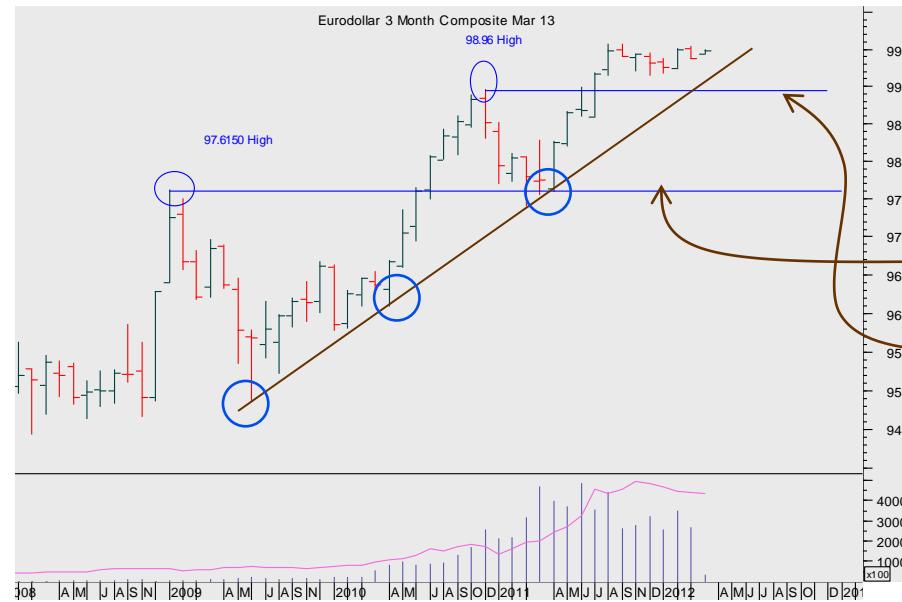
#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold

### Interest rates: CME Eurodollar rates



### CME Eurodollar rates monthly Dec12 futures chart

The long march of the Eurodollars – the market has been ratcheting better and looks set to do so again.

Watch the support from the recent Prior High 98.96.



## Interest rates: CME Eurodollar rates

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

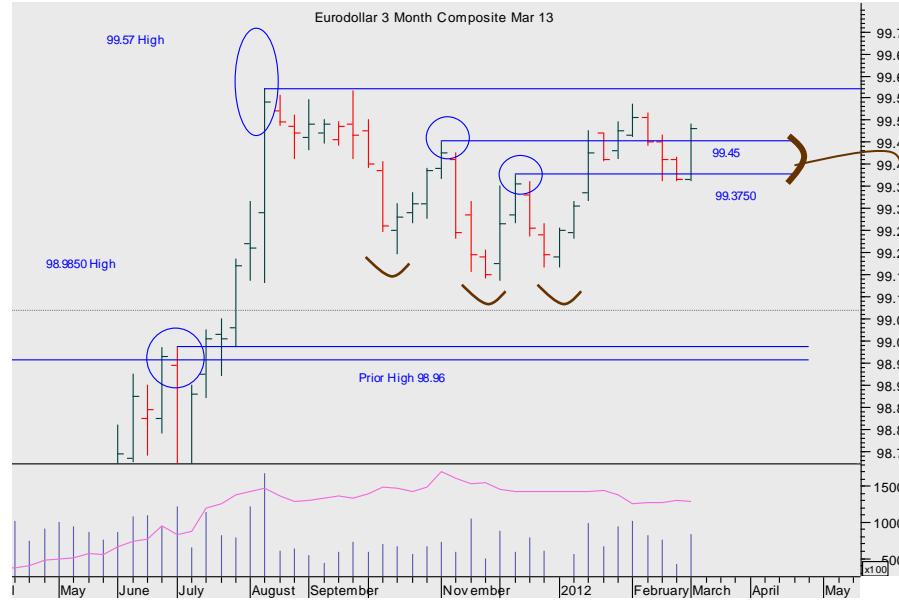
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



## CME Eurodollar rates weekly DEC12 futures chart

The market is supported by the horizontal from the prior High at 98.96/98.9850 plus the Fibonacci at 99.06.

A small triple bottom?



## CME Eurodollar rates daily DEC12 futures chart

Clarity is improving.

Note the support from the 99.3750.

Now there is a possible continuation Head and Shoulders.

Watch the neckline at 99.52.

**More**



## Interest rates: Liffe Euribor rates

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

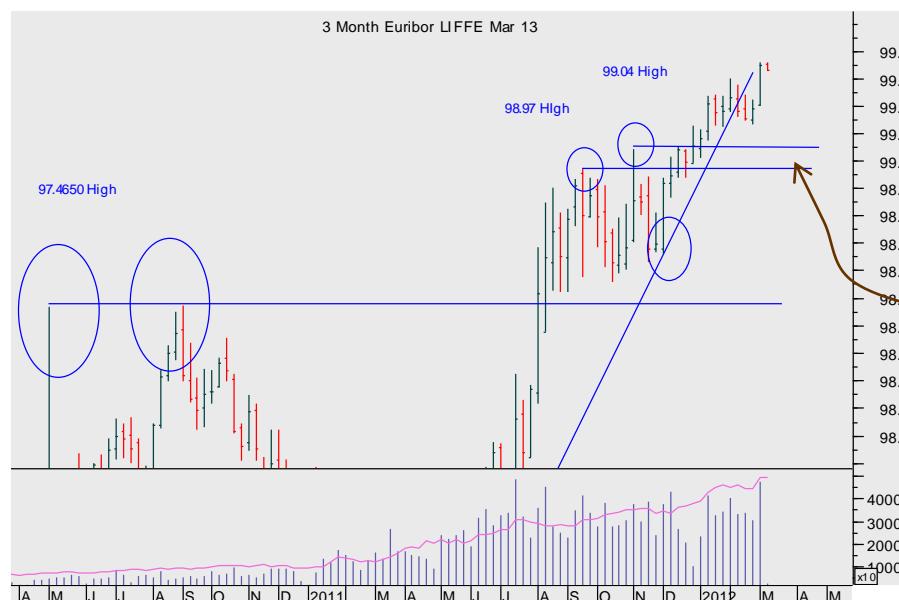
- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Liffe Euribor rates Monthly Mar 13 futures chart





## Interest rates: Liffe Euribor rates

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + **Liffe Euribor**
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Liffe Euribor rates Weekly Mar 13 futures chart

In the detail, we see the significance of 99.1250 where the market has bounced three times already.

And now the market has taken out the Prior High.



## Interest rates: Liffe Sterling rates

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Liffe Sterling rates monthly Mar 13 futures chart

The market's long-term channel rally is intact - the trend far from being clearly tested...



### Liffe Sterling rates weekly Mar 13 futures chart

Now watch closely the attack on the recent Prior High at 99.19.

The bulls need that level to break.

**More**



## Interest rates: Liffe Sterling rates

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Liffe Sterling rates daily Mar 13 futures chart

The rally back has been impressive.

Breaking good overhead resistance ( the band 99.00-99.04)

Can the break be sustained?

Watch the critical level 99.20, a break of which completes the H&S continuation pattern....



## Commodities

# COMMODITIES

Oil remains thrillingly set up: the bulls are clearly still in charge. The structure in Gold is less compelling in the short-term but remains solid in the medium and long term.

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

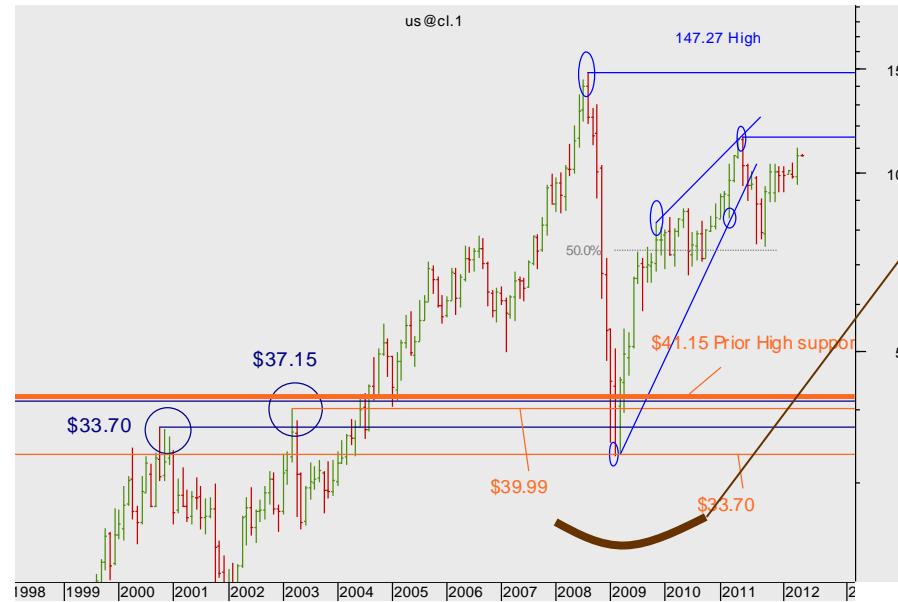
#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

- + Nymex WTI Oil
- + Comex Gold

### Commodities: Nymex WTI Oil



### Oil monthly cont. chart futures

The long perspective emphasises the bounce off the \$40 level.

Look closer.

More



## Commodities: Nymex WTI Oil

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

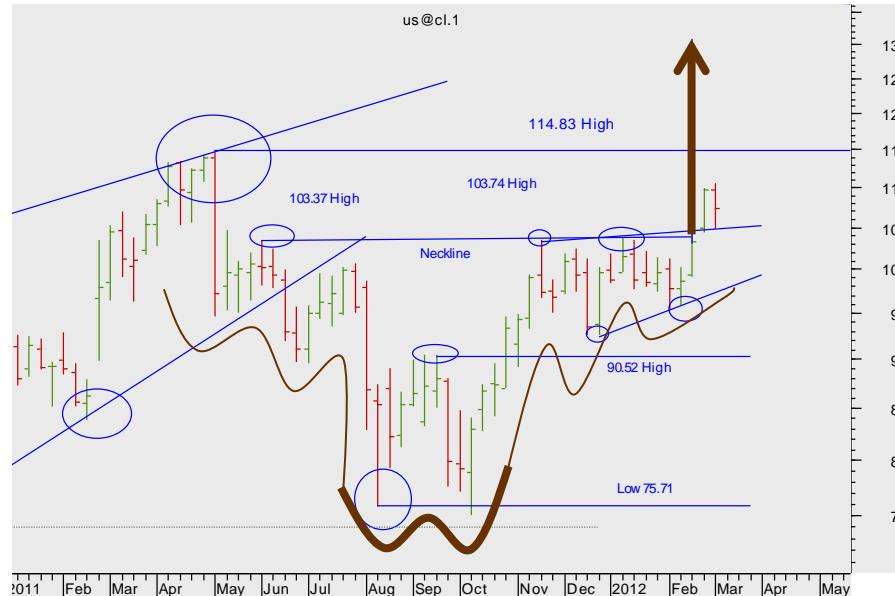
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Oil weekly cont chart futures

The Double Bottom based on the support from the 50% Fib retracement has invigorated the bulls.

And then a continuation triangle has been completed.

(Minimum move? About 118.)

And a H&S continuation pattern completed....



### Oil daily chart Jun 12 futures

The wider picture of the JUN contract is arresting.

A complex Head and Shoulders Reversal bottom has completed.

Note that in the shorter term there is a triangle that has completed

Minimum move for the H&S pattern? About 132.

And if the triangle completes – there will be an additional stimulus up to 118 or so.



## Commodities: Nymex WTI Oil

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Oil daily Jun 12 futures

Watch the market's reaction to the upper diagonal of the triangle.

Buy again on a break ,  
Or buy on a pull-back to the H&S neckline.



## Commodities: Comex Gold

### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

#### Bonds

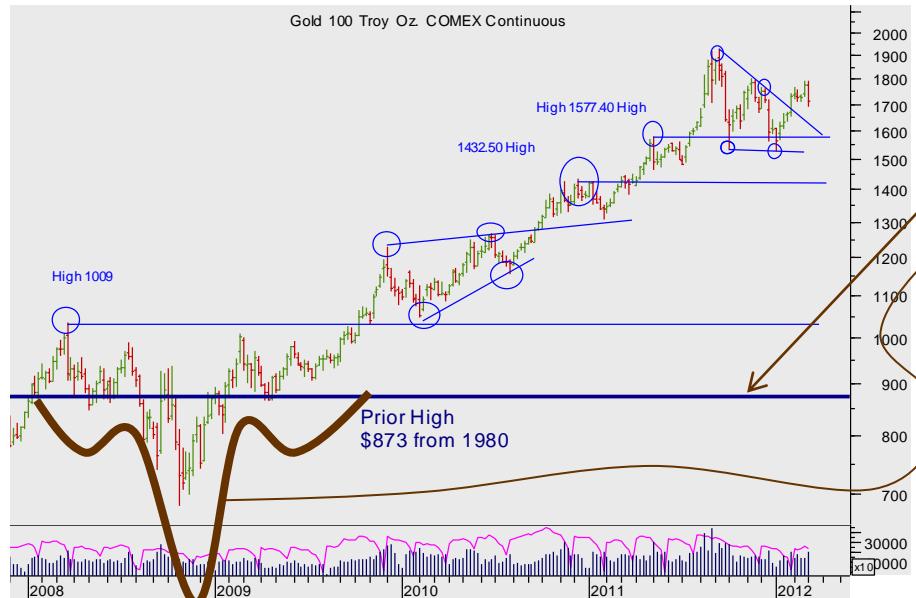
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

#### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

#### Commodities

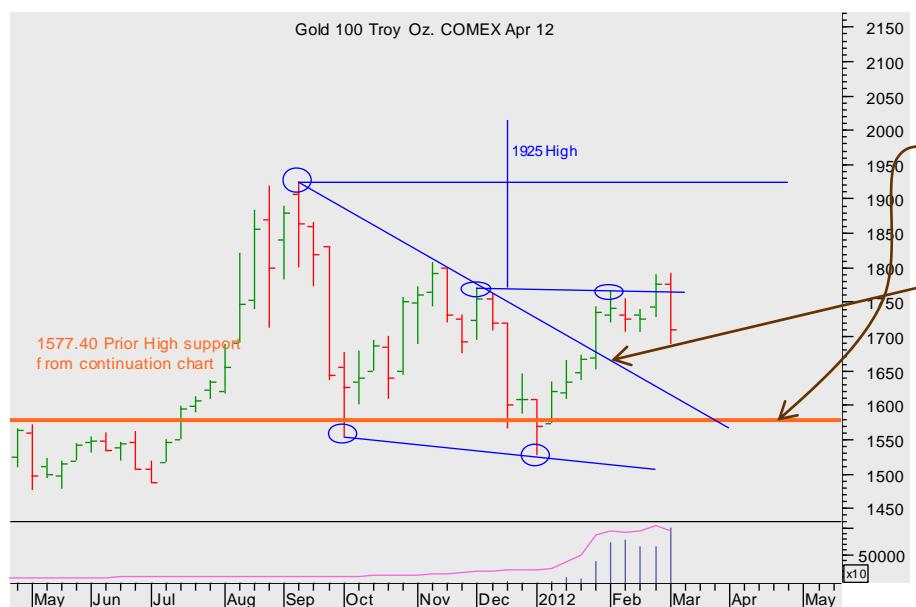
- + Nymex WTI Oil
- + Comex Gold



### Comex Gold futures weekly cont. chart

The long-term chart is well-known wherein the 1980 Prior High of \$873 levered the market better.

The catalyst for the break of 1980's 873 High was the completion of a continuation Head and Shoulders pattern....



### Comex Gold WEEKLY April 12 chart

The medium-term driving patterns of the market:

Note well the two pull-backs at the support from the Prior High at 1577.40.

And then the completion of a bull falling wedge...



## Commodities: Comex Gold

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
- + Liffe FTSE 100
- + OSE Nikkei 225

### Bonds

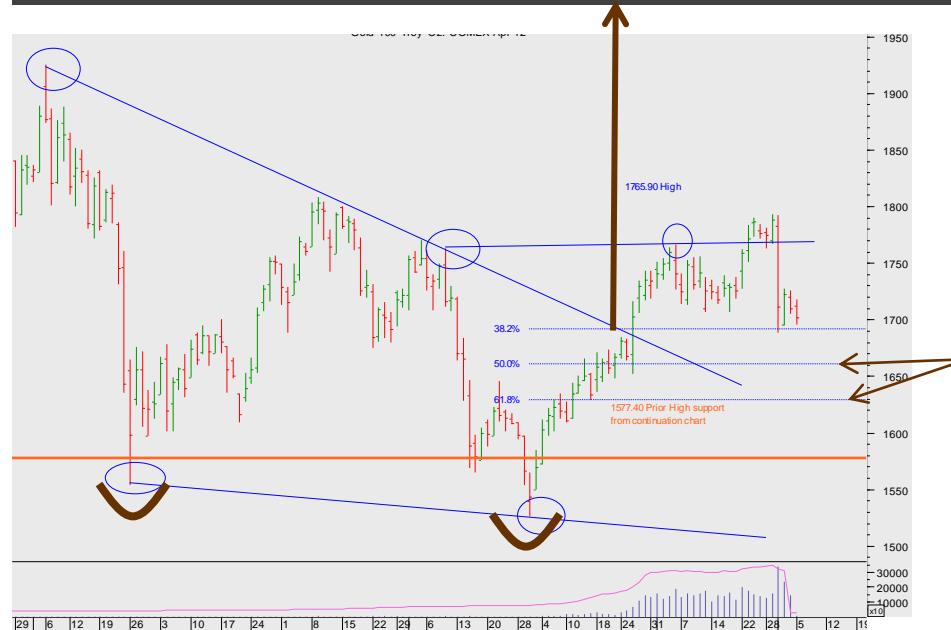
- + CBOT US Ten Year Notes
- + Eurex Ten Year Bund
- + TSE Ten Year JGB

### Interest rates

- + CME Eurodollar
- + Liffe Euribor
- + Liffe Short Sterling

### Commodities

- + Nymex WTI Oil
- + Comex Gold



### Comex Gold April 12 Daily chart

That triangle in greater detail.

The support from the Fib 169.80 looks under pressure.

Support beneath : 1660, 1629....

**We remain bulls but accept further pull-backs are possible.**



The material and information set out in this research is not intended to be a quote of an offer to buy or sell any financial products. Any expression of opinion is based on sources believed to be reasonably reliable but is not guaranteed as to accuracy or completeness.

The material and information herein is general and for informational purposes only. Although Seven Days Ahead endeavours to provide useful information they make no guarantee as to the accuracy or reliability of the research.

The derivative market comprises volatility and considerable risks. To the maximum extent permitted by law no responsibility or liability can be accepted by Seven Days Ahead, any company or employee within its group for any action taken as a result of the information contained in this presentation. You are requested not to rely on any representation in this research and to seek specific advice from your accountant, legal adviser or financial services adviser when dealing with specific circumstances.

**Seven Days Ahead is regulated by the UK Financial Services Authority.**

[Back to main menu](#)