



3rd February 2015

the technical analyst

AWARDS 2012

FINALIST BEST INDEPENDENT RESEARCH HOUSE

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

Commodities

- + Nymex Oil
- + Comex Gold



Multi-asset technical analysis

Mark Sturdy

Disclaimer

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by the FSA



summary

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Currencies

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- + Dollar Yen
- + Sterling Euro

Stay **LONG** Dollars **SHORT** Euros beneath 1.1875.
Stay **LONG** Dollars **SHORT** Sterling beneath 1.5335.
Stay **SQUARE**
Stay **SQUARE**

Stocks

- + CME S&P 500
- + Eurex EuroStoxx 50
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Stay **LONG** with Stops beneath 1955 (Mar15); **ADD** on a break of 2088
Stay **LONG** ABOVE 3282 (Mar 15);
Stay **SQUARE** (Mar 15); **BUY** a break of 6630
Stay **LONG** (Mar15) with stops beneath 16130. **ADD** on a CONFIRMED break of 17700

Bonds

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

Stay LONG (Mar 15); STOPS beneath 129.89
Stay **LONG** (Mar 15) with Stops beneath 157.26
Stay **SQUARE** (Mar 15);

Commodities

- + Nymex WTI Oil
- + Comex Gold

Stay **SQUARE** (APR15). **SELL** a break beneath 45.54
Stay **LONG** (Feb15) above 1250;



Currencies: Dollar Euro

CURRENCIES The currency pause of the last week has changed very little. The Dollar remains in a strong bull market against most others. Watch our short-term charts for the next signal that the medium and long-term trends are reasserting themselves.

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Dollar Euro monthly spot cash chart

The market has broken the 1.20 level whence it has bounced several times before....

Now there's a confirmed breakdown – to the Fibonacci support at 61.8% - we note that there is little support of real substance **until the 1.00 level of parity.**

More



Currencies: Dollar Euro

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Dollar Euro weekly spot cash chart

That is a confirmed breakdown with massive resistance on any retracement.



Dollar Euro spot cash chart daily chart...

This suggests there are small resistance above the market at prior lows at 1.1753 and 1.145.....



Currencies: Dollar Sterling

Summary

Currencies

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

Stocks

- + Standard & Poors 500
- + European DJ Stoxx 50
- + FTSE 100
- + Nikkei 225

Bonds

- + Ten year US Treasury Note
- + Ten year Euro Bond
- + Ten year Japanese Bond

Commodities

- + Dollar rates
- + Euribor rates



Dollar Sterling Monthly spot cash chart

Cable has been dithering for several years within a large triangle.

Note now the test of the lower diagonal.

This confirmed breakdown of that will lead to very much lower prices.

No support until the 1.35/1.40 level.



Dollar Sterling weekly spot cash chart

This looks more and more a compelling sell.

More



Currencies: Dollar Sterling

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Bonds

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Commodities

- + Nymex WTI Oil
- + Comex Gold
- + Liffe Short Sterling



Dollar Sterling daily spot cash chart

Note the short-term pause.



Currencies: Dollar Yen

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Bonds

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Commodities

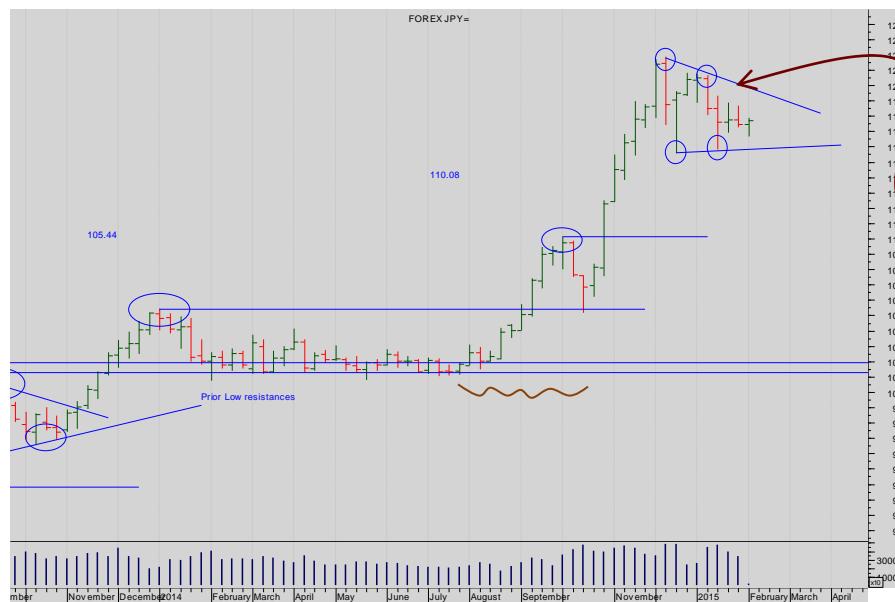
- + Nymex WTI Oil
- + Comex Gold



Dollar Yen monthly spot cash chart

The diagonal is broken (as well as the horizontals)

So the Yen is weakening and set to weaken further - long term



Dollar Yen weekly spot cash chart

But the rally has left support far behind. But note the creation of a continuation Triangle... Wait for it to complete.

More



Currencies: Dollar Yen

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Dollar Yen daily spot cash chart

The short-term pause in the rally and sowed the seeds for the continuance of the trend because it is a continuation triangle



Currencies: Sterling Euro

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Sterling Euro monthly spot cash chart

Sterling's strengthening against the Euro has now smashed the recent low and Fibonacci cluster.

Now that and the break of the rising diagonal from 2000 indicates a good deal more Sterling strength.

Support?

Between 0.7 and 0.73.



Sterling Euro weekly spot cash chart

In greater detail. There has been a breakdown at that critical level 0.7753

The market is going lower.

More



Currencies: Sterling Euro

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Sterling Euro daily spot cash chart

In the short-term there is a confirmed breakdown.

And then a pause.



Stocks

STOCKS: The pauses of the last week have left the broader picture unchanged: The S&P is stuck in a wide medium-term range. The EuroStoxx has broken up and sits on formidable medium-term support. FTSE remains in a long term range – close to the top of it. The Nikkei has broken up in the long and medium term but is hesitant short-term.

Wait for the short-term to clarify in all markets.

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Stocks: CME S&P 500



CME S&P 500 monthly cont. futures chart

The LONG RUN double failure at 1553 and 1555 - right at the 1574 High from 2000 **has been overcome**.

The break up through that level has established massive support beneath the market and supported a new bull leg higher.

The recent pull-back in the monthly cont. chart suggests that the diagonal from 2011 is important support.

More



Stocks: CME S&P 500

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Stocks

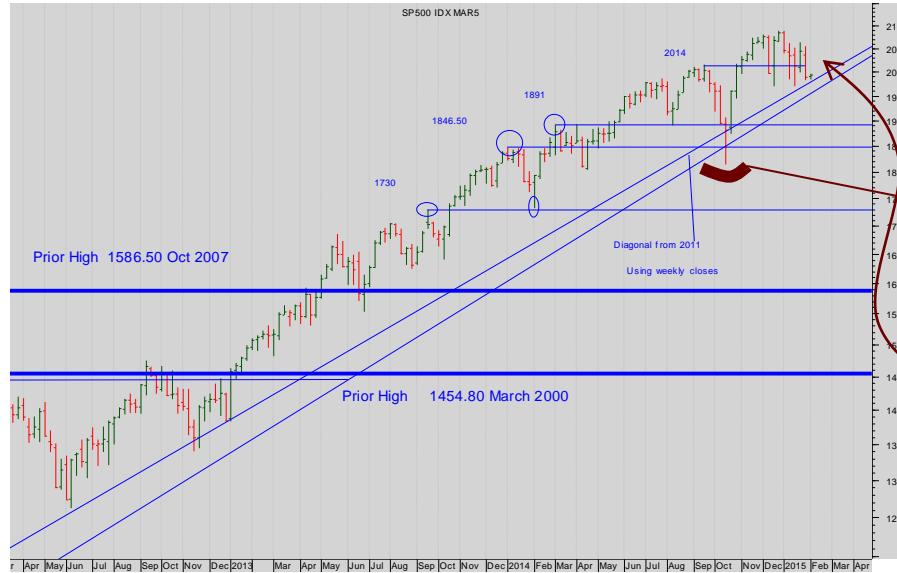
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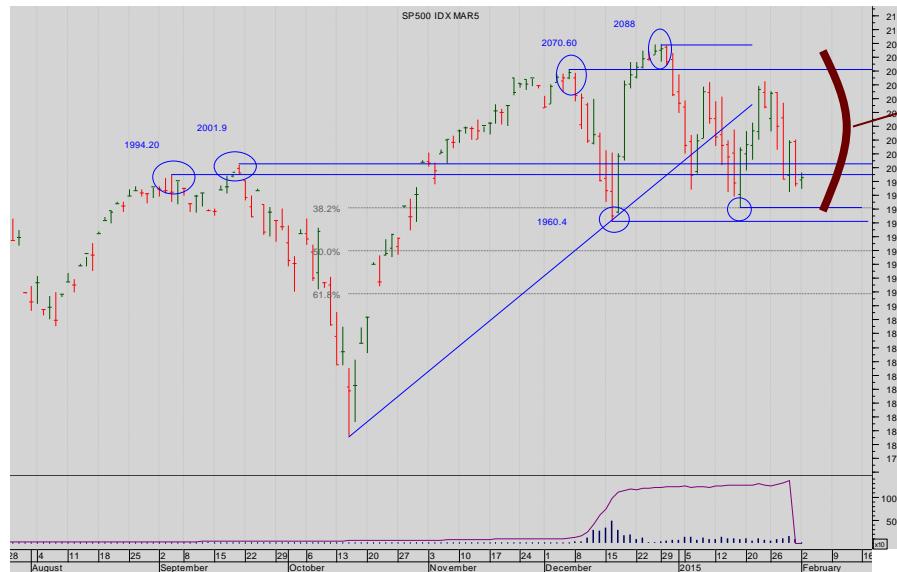


CME S&P 500 cont weekly cont. chart

This July sell-off tested the band of horizontal supports 1846/1891

Note that the weekly diagonal through closes is still intact.

Note too the support from the Prior High at 2014.



CME S&P 500 daily Mar 15

Note the re-approaches and bounces off the prior pivotal highs at 2000.

Successive bounces have led to a trading range.

More



Stocks: Eurex EuroStoxx 50

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Eurex EuroStoxx 50
monthly continuation
futures chart

The critical level of 3000.

And though the market has paused and drifted, there has been no monthly close beneath the 3044/3080 band. Not at the monthly level.

So the monthly supports have held.



Eurex EuroStoxx 50 weekly
continuation futures chart

The massive support horizontally at 3044/3080 has held.

And now the market has smashed up through the Prior Highsthe bull market remains intact.

More



Stocks: Eurex EuroStoxx 50



Eurex EuroStoxx 50 Dec 14 daily futures chart

This is thrilling for the bulls, because there is massive support created by the break-up through 3308/3327.

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Commodities

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Stocks: Liffe FTSE 100

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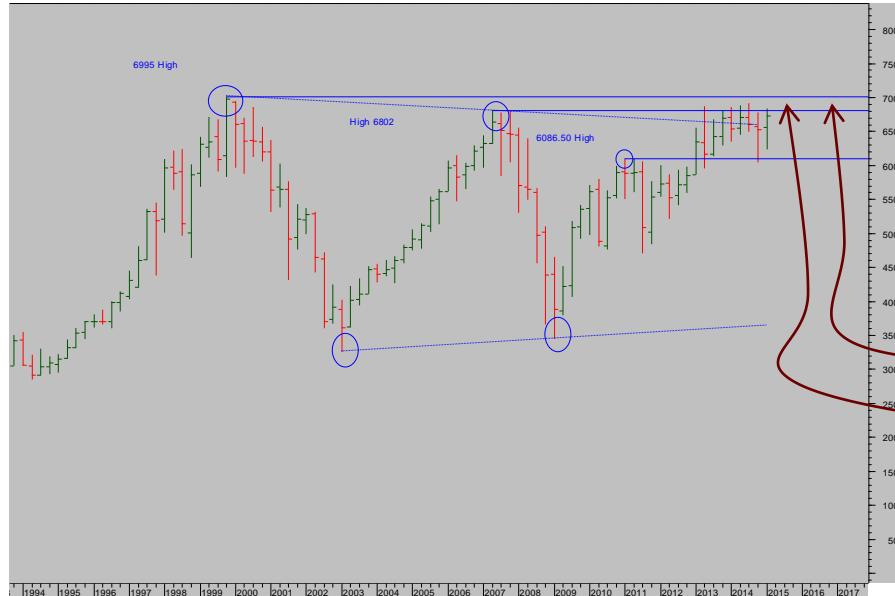
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Liffe FTSE 100 QUARTERLY continuation futures chart

The test of the band of support from the Prior Highs at 6086 and 6000 is clear too.

They have so far held.

Wait for the break of 6995!



Liffe FTSE 100 MONTHLY cont. futures chart

The drift back to test the support was natural at such an important failed breakout.

The question of the bulls is, will the market break the prior highs at 6802?

More



Stocks: Liffe FTSE 100

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Commodities

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Liffe FTSE 100 weekly futures chart

Support having held at the 6000 level, the market is best understood as **re-establishing the trading range 6000-6900.**



Liffe FTSE 100 DEC14 daily futures chart

Watch the close approach to the Prior Highs 6808 and 6743.

Only a break of those pivotal prior highs would signal a fresh rally.



Stocks: OSE Nikkei 225

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Nikkei 225 chart (monthly)

The push up through the horizontal from the Prior Low at 11390 coincident with the falling diagonal was **important and powerful**.

And now, there looks to be the completion of a new continuation triangle.

Look closer...



Nikkei 225 chart (WEEKLY)

The continuation of the triangle is rather hesitant. The market has paused on top of the triangle.

But it remains poised for further bullishness.

Minimum move? 2100 or so.

More



Stocks: OSE Nikkei 225

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Commodities

- + Nymex WTI Oil
- + Comex Gold



Nikkei 225 chart Daily
Mar 15 .

And this is the detail of the
triangle on top of the first....

Now wait for a break in the
second, smaller, bull
continuation triangle...



Bonds

BONDS: Bond markets remain in bull trends with short-term breakthroughs in Europe the US. Japan's market is more hesitant.

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Commodities

- + Nymex WTI Oil
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Bonds: CBOT Ten Year Notes



CBOT Ten Year Notes monthly futures continuation chart

The structure of the market lacks clarity.

Look closer.

More



Bonds: CBOT Ten Year Notes

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Commodities

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- + Comex Gold



CBOT Ten Year Notes weekly futures continuation chart

The breakout of the trading range of last year found good resistance at 129.58.

Then broke it.



CBOT Ten Year Notes daily Mar 15 futures chart

The market has been supported by Prior Highs on the pull-back... The clear break of that level will really get the bulls going.

More



Bonds: Eurex Ten Year Bund

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Bonds

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Commodities

- + Nymex WTI Oil
- + Comex Gold



Eurex Ten Year Bund
monthly futures
continuation chart

The market is ratcheting itself
better, good support at 147

The bulls are encouraged.



Eurex Ten Year Bund
weekly cont. futures
Chart

The break of 146.89 has been
confirmed.

The pull-back lacked conviction.

The bulls will be encouraged.

But the market looks
overextended....

More



Bonds: Eurex Ten Year Bund

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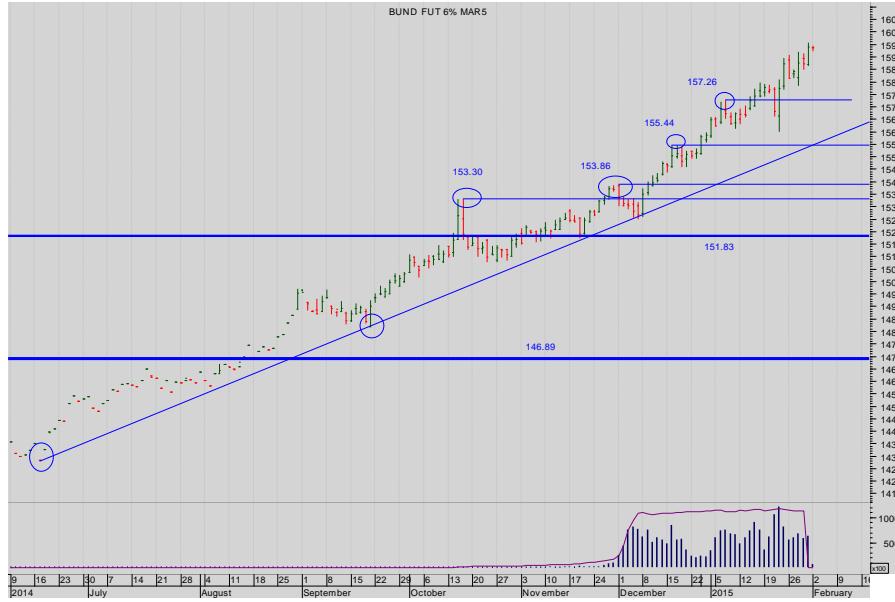
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Commodities

- + Nymex WTI Oil
- + Comex Gold



Eurex Ten Year Bund Mar 15 Daily futures chart

This looks less precarious...

Watch the successive levels of support beneath the market on any pull-back...



Bonds: TSE Ten Year JGB

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Commodities

- + Nymex WTI Oil
- + Comex Gold



TSE Ten Year JGB monthly futures continuation chart

The market has confirmed the break of the prior High from 2013.



TSE Ten Year JGB weekly continuation futures Chart

In more detail.

A totally convincing break has resulted from the clear break of 146.44.

More



Bonds: TSE Ten Year JGB

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- + **TSE Ten Year JGB**

Commodities

- + Nymex WTI Oil
- + Comex Gold



TSE Ten Year JGB daily Mar 15 chart

The rally has broken up through 147.95, retested it, and now the bulls need a break of 148.68



Commodity

COMMODITIES: Gold's short-term bounce may yet go further, underpinned as it is by good medium-term support. Oil has paused without forming a bottom formation. The medium-term trend remains in place.

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Interest rates

- + Nymex WTI Oil
- + Comex Gold

Commodities: Nymex WTI Oil



Nymex oil monthly continuation

The four year trading range has been smashed.

Massive resistance has been created above the market at \$75.

The only support of consequence lies down at \$40.

More



Commodities: Nymex WTI Oil

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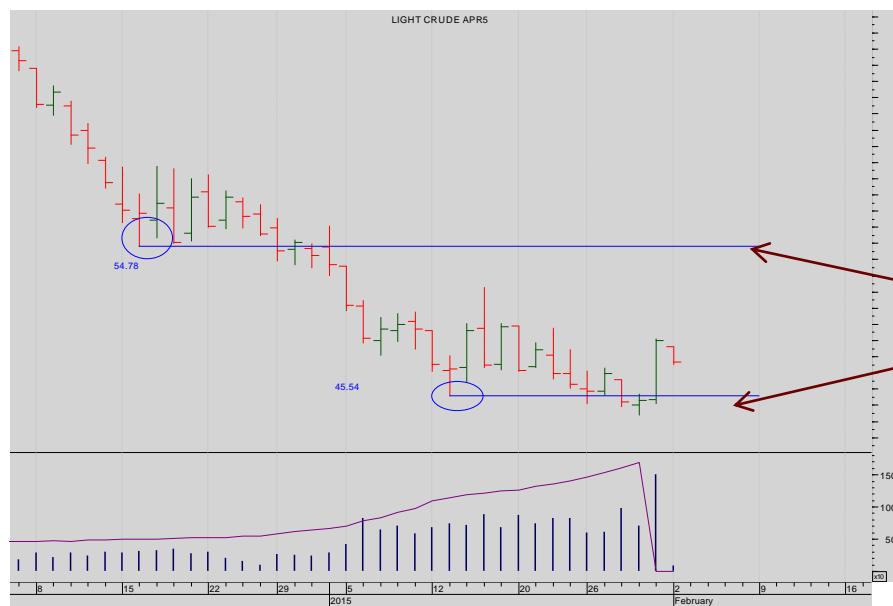
Commodities

- + Nymex WTI Oil
- + Comex Gold



Nymex oil weekly continuation

The resistance at the Prior Lows a long way above the market is clear.



Nymex oil daily Mar 15 futures

Note the pause for two weeks; in the event of a rally, watch the market's reaction to the successive levels of resistance.

On the other hand, sell a break of 45.54 hard.



Commodities: Comex Gold

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- + Comex Gold



Comex gold Monthly Cont futures chart

The monthly chart still has a potential bear triangle in place.

Note the market's testing (and bounce off) that crucial support....



Comex gold Weekly futures chart

The weekly triangle is less clear.

It might yet complete, but the market is reluctant...



Commodities: Comex Gold

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Liffe Euribor rates Daily JUN 15 futures chart

Note that the rally back has broken the lows from Dec 13 and June 13....

And now the H&S pattern has completed.

Minimum move? About 1340. So there's possibly more to come.

More



the technical analyst

AWARDS 2012

FINALIST BEST INDEPENDENT RESEARCH HOUSE

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