



the technical analyst

AWARDS 2012

FINALIST BEST INDEPENDENT RESEARCH HOUSE

SUMMARY

POSITIONS

+ S&P (21st February)

+ FTSE (19th April)

+

+

+



Multi-asset trade and investment recommendation

10th May 2017

John Lewis

Mark Sturdy 07849922573

Sign up for more research at sevendaysahead.com

Disclaimer

Authorised and regulated
by the FSA



Summary

SUMMARY

POSITIONS

+ S&P (21st February)

+ FTSE (19th April)

+

+

+

21st February 2017 LONG Jun17 S&P @ 2345.53. Stop 2310.

19th April 2017 BUY FTSE June 2017 @ 7067.00 Stop @ 6939



(1) TECHNICAL: 21st February 2017 LONG Jun17 S&P @ 2345.53. Stop 2310.

SUMMARY

Positions

+ S&P (21st February)

+ FTSE (19th April)

+

+

+



Monthly continuation chart.

The bull trend since the break of the Prior Highs in 2013 has been dramatic. The pause of 2015 and 2016 long over and the next leg is underway.

Weekly Jun 17 Chart



The week chart is compelling too.

The minimum measured move of the H&S pattern is 2400 hence the pause, but there doesn't appear to be a top formation in place.

Look closer still.

That's a continuation Triangle isn't it?

Disclaimer

More



SUMMARY

Positions

+ S&P (21st February)

+ FTSE (19th April)

+

+

+

Disclaimer

(1) TECHNICAL: 21st February 2017 LONG Jun17 S&P @ 2345.53. Stop 2310.



Daily Chart Jun 17 chart

But this cannot be a continuation Triangle.

Yet it can be a complex (because Double Headed) continuation H&S pattern...

Look for a break above 2396 (the Prior High) that would simultaneously be a completion of a H&S pattern through the Neckline.

We remain confidentially long and looking to go longer.



(2) **FUNDAMENTAL** : 21st February 2017 LONG Jun17 S&P @ 2345.53. Stop 2310.

SUMMARY

Positions

+ S&P (21st February)

+ FTSE (19th April)

+

+

+

The focus last week was the FOMC meeting and policy decision/statement and the Fed's take on the weak Q1 GDP report the previous week.

In the event the Fed noted economic weakness, but thought it transitory and said in response, Fed funds would likely remain below normal levels for longer and proceeds from maturing bond holdings reinvested, thereby maintaining the size of the balance sheet until the Fed funds rate had reached normalisation.

Looking ahead retail sales are due, a solid report would add further support to this clearly bullish market.

In summary we remain bullish, so hold the trade.



SUMMARY

Positions

+ S&P (21st February)

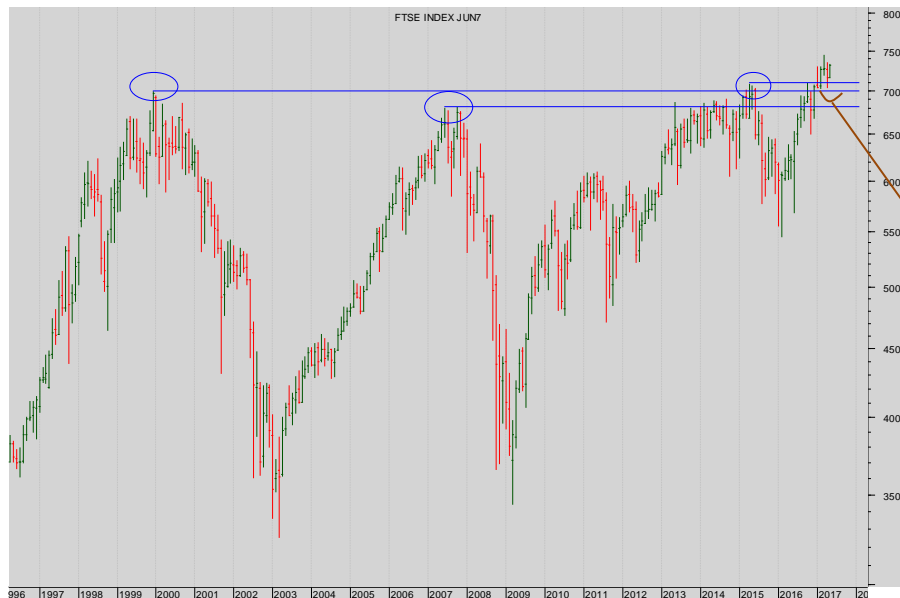
+ FTSE (19th April)

+

+

+

(1) TECHNICAL 19th April 2017 BUY FTSE June 2017 @ 7067.00 Stop @ 6939



Monthly Chart :

The market has pulled back to good every long-term support from the Prior Highs at 7085.

The market has already bounced off that support once in Feb 2017.



Daily June 2017 Futures Chart :

The breakdown has been dramatic, and could spike further hence the long stop at 6939.

But, unclear though' the short-term chart is, the clarity of the long and medium-term charts remain encouraging.

Disclaimer

More



(1) FUNDAMENTAL: 19th April 2017 BUY FTSE June 2017 @ 7067.00 Stop @ 6939

The focus last week was the three PMI services surveys and traders were seeking evidence of which way growth was likely to go after a disappointing first quarter.

In the event all three PMI surveys were stronger than expected, indicating a bounce back from the weaker Q1, especially in the manufacturing survey.

SUMMARY

Positions

+ S&P (21st February)

+ FTSE (19th April)

+

+

+

Looking ahead, the main event this week is the Bank of England's policy decision and quarterly inflation report. Interest rates are set to remain on hold, but what will the bulletin say of growth and inflation, especially since the Pound has staged something of a correction, but we expect the General election will continue to dominate.

We are bullish of this market.

Much of the weak Sterling trade has unwound in the FTSE, and traders will increasingly focus on value and what a Conservative government with an increased majority will likely mean for "BREXIT" and the economy.

In summary we remain bullish and advice holding the trade.



SUMMARY

POSITIONS

+ S&P (21st February)

+ FTSE (19th April)

+

+

+

SEVEN DAYS AHEAD

Authorised and Regulated by the FSA

124 REGENTS PARK ROAD LONDON NW18XL

TEL +44 (0) 7849 922573 E-MAIL msturdy@sevendaysahead.com,

pallwright@sevendaysahead.com

WEB SITE SEVENDAYS Ahead.COM

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.

MAIN MENU

Disclaimer