



the technical analyst

AWARDS 2011

F I N A L I S T

SUMMARY

POSITIONS

- + Nikkei
- + Oil
- + S&P
- + Dollar Euro
- +



Key Trade Round Up 17th January 2018

John Lewis
Mark Sturdy

Disclaimer

Authorised and regulated
by the FSA



Summary

SUMMARY

POSITIONS

- + Nikkei
- + Oil
- + S&P
- + Dollar Euro
- +

7th December BUY Nikkei March 2018 @ 22490. Stop @ 22499

4th January 2018 BUY March 2018 Oil @61.55. Stop @ 57.86

17th January 2018 BUY S&P @ 2788. Stop 2665

17th January 2018 Buy Euro Sell Dollar @ 1.2261. Stop 1.2050

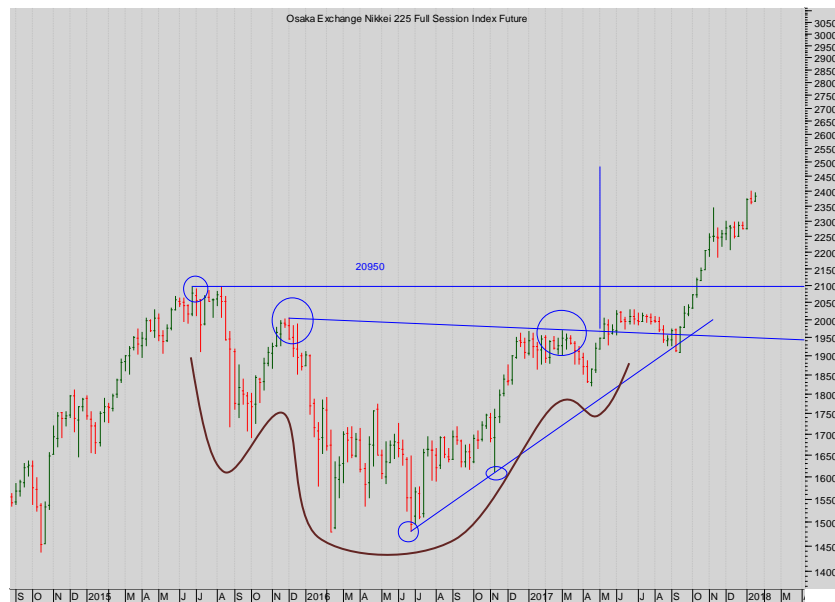


(1) TECHNICAL: 7th December BUY Nikkei March 2018 @ 22490. Raise AGAIN STOP to 22499

SUMMARY

Positions

+ Nikkei
+ Oil
+ S&P
+ Dollar Euro
+



Monthly continuation chart.

The completed H&S pattern is driving the market higher and higher.

Minimum target 25000.

There's still some way to go.



Daily Mar 18 Chart

Note the break of the trading range.

That, taken together with the powerful bull patterns in the long term charts, augurs well for the bulls.

Hence our raising of the Stop AGAIN.

Disclaimer

More



(2) FUNDAMENTAL : 7th December BUY Nikkei March 2018 @ 22490. Raise AGAIN STOP to 22499

Last week traders had little in the way of data to navigate by and sentiment was the main driver in this and other equity markets. And although the Bank of Japan trimmed back its long dated Bond buying, the market remains well set to rally further.

Looking ahead the key release this week is Thursday's Industrial production report. A strong reading would underline the view that Japan's economy finally appears to be enjoying a self sustaining recovery.

In summary we advise holding the trade.

SUMMARY

Positions

- + Nikkei
- + Oil
- + S&P
- + Dollar Euro
- +

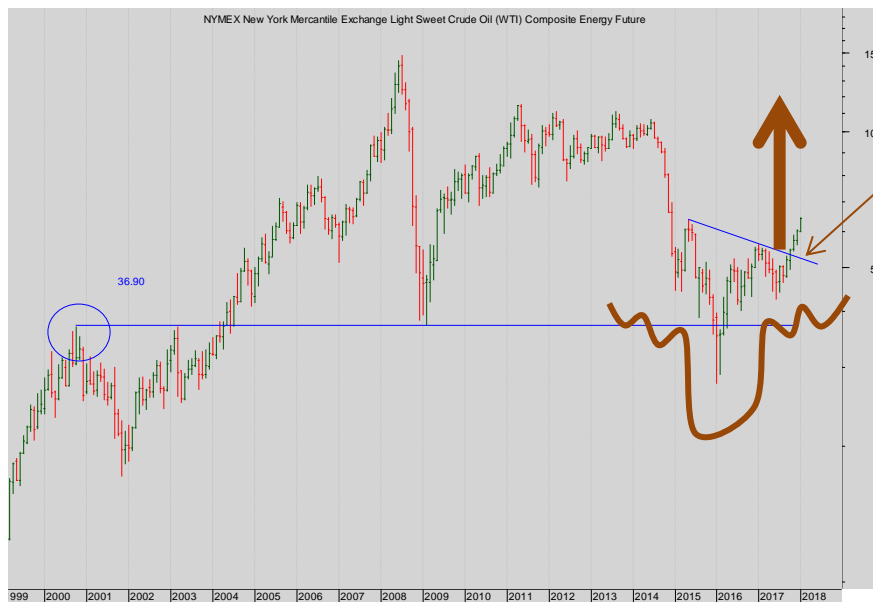


((1) TECHNICAL 4th January 2018 BUY March 2018 Oil @61.55. Stop 57.86

SUMMARY

Positions

+ Nikkei
+ Oil
+ S&P
+ Dollar Euro
+



Weekly Chart :

The bull market is accelerating away under the influence of the H&S reversal pattern whose minimum target is around \$100.



Daily Chart March 2018:

The market's break above the recent prior Highs of 57.97 and 58.81 establishes a powerful support band of support beneath the market.

Disclaimer

More



(2) (1) TECHNICAL 4th January 2018 BUY March 2018 Oil @61.55. Stop 57.86

Last week a combination of market sentiment, the severe US Winter weather, unrest in the Middle East (as ever) together with the OPEC/Russia production cut kept the rally going.

Looking ahead we see little at the moment that can disrupt this market's move higher, but just how much higher can it go? The increased rig count in the US seems to have no discernible impact on the market and it looks set to rally further.

SUMMARY

Positions

+ Nikkei

+ Oil

+ S&P

+ Dollar Euro

+

In summary we advise holding the trade.

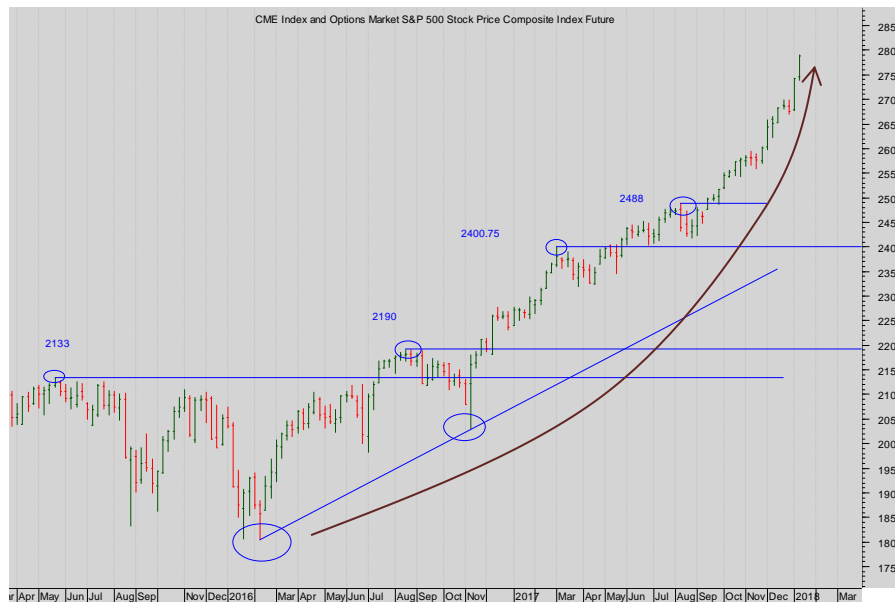


(1) TECHNICAL : 16th January 2018 BUY S&P @ 2788. Stop 2665

SUMMARY

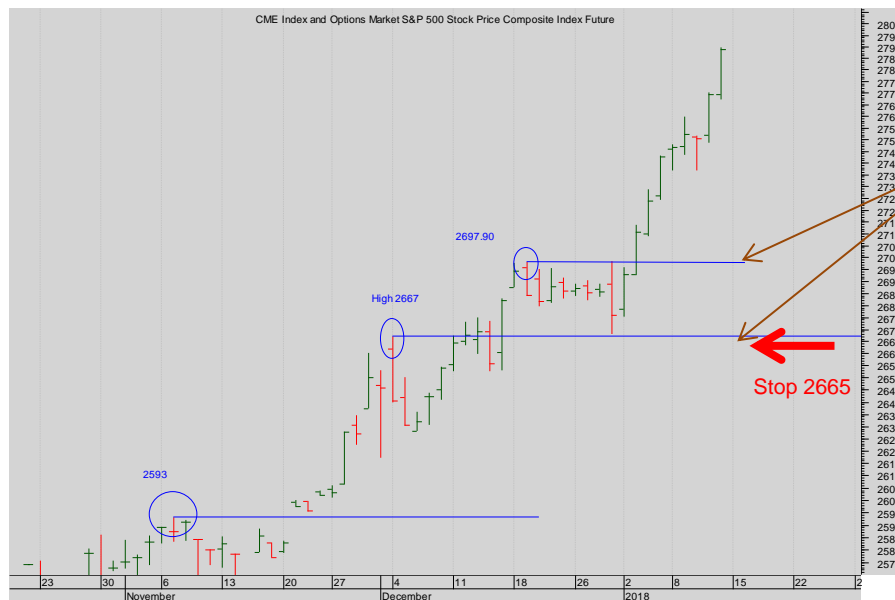
Positions

- + Nikkei
- + Oil
- + S&P
- + Dollar Euro
- +



Weekly Chart Continuation:

The market is accelerating away



Daily Chart Continuation:

The detail of the acceleration.

Only a pull-back through the band 2667/97 would suggest a short-term retracement of material size was likely.

Disclaimer

More



(2) FUNDAMENTAL : 16th January 2018 BUY S&P @ 2788. Stop 2665

Last week's key releases were PPI and CPI, but unless very much different to consensus we doubted they would worry this market too much.

In the event the numbers had no discernible impact as traders continued to buy on a combination of solid growth, benign inflation, a relatively dovish Fed and the Trump tax cuts.

Looking ahead the key release this week is industrial production, is it possible the number could derail the rally? We don't think so.

We are very Bullish of this market and advise going long.

SUMMARY

Positions

+ Nikkei

+ Oil

+ S&P

+ Dollar Euro

+



(1) TECHNICAL : 16th January 2018 Buy Euro Sell Dollar @ 1.2261. Stop 1.2050

SUMMARY

Positions

+ Nikkei
+ Oil
+ S&P
+ Dollar Euro
+



Weekly Chart Continuation:

The market has smashed through the major resistances from Prior Lows back in 2010 and 2012.

The diagonal resistances are less important than the horizontal as usual...



Daily Chart Continuation:

The detail of the catalyst for the bull breakthrough, the minimum move? Up as far as 1.24.

Disclaimer



(2) FUNDAMENTAL : 16th January 2018 Buy Euro Sell Dollar @ 1.2261. Stop 1.2050

SUMMARY

Positions

+ Nikkei

+ Oil

+ S&P

+ S&P

+

The US economy is running at a solid rate, inflation is relatively benign, Trump has just pushed a Tax cut package through Congress, but the Dollar takes no support from that, why?

We judge the reasons are:

- The Tax cuts will add in excess of US\$1.0 trillion to the budget deficit,
- The Fed doesn't see the Tax cuts having a major impact on growth, and
- They remain relatively relaxed about their policy response.

Traders seem not to agree.

Looking ahead Industrial production is due, but we doubt very much it will change the Dollar's fortunes.

In summary Sell the Dollar Buy the Euro. Why the Euro? The ECB is likely to begin trimming its own QE program and the Euro zone economy is now enjoying a run of solid growth.



SUMMARY

POSITIONS

- + Nikkei
- + Oil
- + S&P
- + Dollar Euro
- +

SEVEN DAYS AHEAD

Authorised and Regulated by the FCA

124 REGENTS PARK ROAD LONDON NW18XL

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

jlouis@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