13th February 2018

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

PERFORMANCE 2006 to date

Disclaimer

Multi-asset technical strategies

Mark Sturdy

Authorised and regulated by the FSA

summary

Very powerful signals arise when the charts are aligned in all three time frames - see highlights

Summary			
Currencies			
+ Dollar Euro	Long-term **BEAR** Euro	Medium-term FLAT Euro	Short-term FLAT Euro
+ Dollar Sterling	Long-term **BULL** Sterling	Medium-term **BULL** Sterling	Short-term **BULL** Sterling
+ Dollar Yen	Long-term FLAT Yen	Medium-term FLAT Yen	Short-term **BULL** Yen
+ Euro Sterling	Long-term FLAT EURO	Medium-term FLAT Euro	Short-term FLAT Sterling
Stocks			
+ CME S&P 500	Long-term **BULL**	Medium-term **BULL**	Short-term **BEAR**
+ Eurex EuroStoxx 50	Long-term **BULL**	Medium-term **BULL**	Short-term **BEAR**
+ Liffe FTSE 100	Long-term **BULL**	Medium-term **BULL**	Short-term **BEAR**
+ OSE Nikkei 225	Long-term **BULL**	Medium-term **BULL**	Short-term **BEAR**
Bonds			
+ CBOT US Ten Year Notes	Long-term **BEAR**	Medium-term **BEAR**	Short-term **BEAR**
+ Eurex Ten Year Bund	Long-term **BEAR**	Medium-term **BEAR**	Short-term **BEAR**
+ TSE Ten Year JGB	Long-term FLAT	Medium-term FLAT	Short-term **BEAR**
Commodities			
+ Nymex WTI Oil	Long-term **BULL**	Medium-term **BULL**	Short-term **BULL**
+ Comex Gold	Long-term FLAT	Medium-term **BEAR**	Short-term **BEAR**

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 WTI Oil
+ Comex Gold

CURRENCIES

The drama of Dollar weakness seems to have run its course against the Sterling and the Euro. Now those two are under scrutiny: especially the Sterling which looks to be a good sell right here. Note that the Dollar weakness of late has found good support at the bottom of a trading range against the Yen. Note too that the Sterling Euro is solid and unmoving.

Dollar Euro monthly spot cash chart

Those were powerful resistances above the market at 1.15 and above**.**

Now all of them have been smashed.

If the Euro is going to fail from here against the Dollar.

It will have to demonstrate weakness very, very soon,

More

SEVEN DAYS AHEAD

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 WTI Oil
+ Comex Gold

Currencies: Dollar Euro

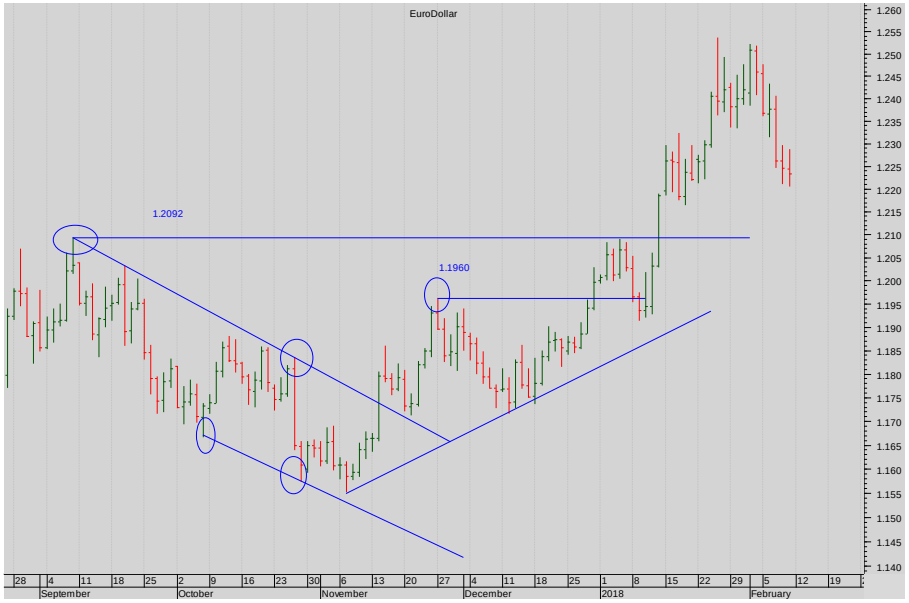
Dollar Euro weekly spot cash chart

The market bounced from the support at 1.1710-1.1614.

In addition, the close above the Prior High (and horizontal resistance from a Prior low) routed the bulls.

But is it possible that the two downtrend diagonals will be a band of resistance?

Or is that clutching at straws for the Dollar bulls?



Dollar Euro spot cash chart daily chart...

The push through the Prior High at 1.2092 has faltered but there is good support beneath the market so…

for the moment the bull market remains in place.

Summary

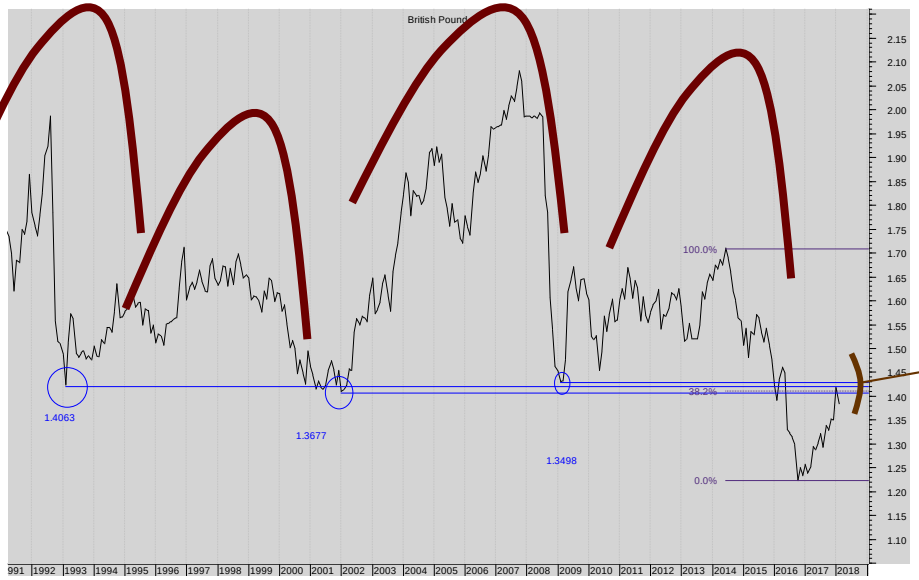
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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

Bonds
+ Ten year US Treasury Note
+ Ten year Euro Bund
+ Ten year Japanese Bond

Commodities
+ Dollar rates
+ Euribor rates

Currencies: Dollar Sterling



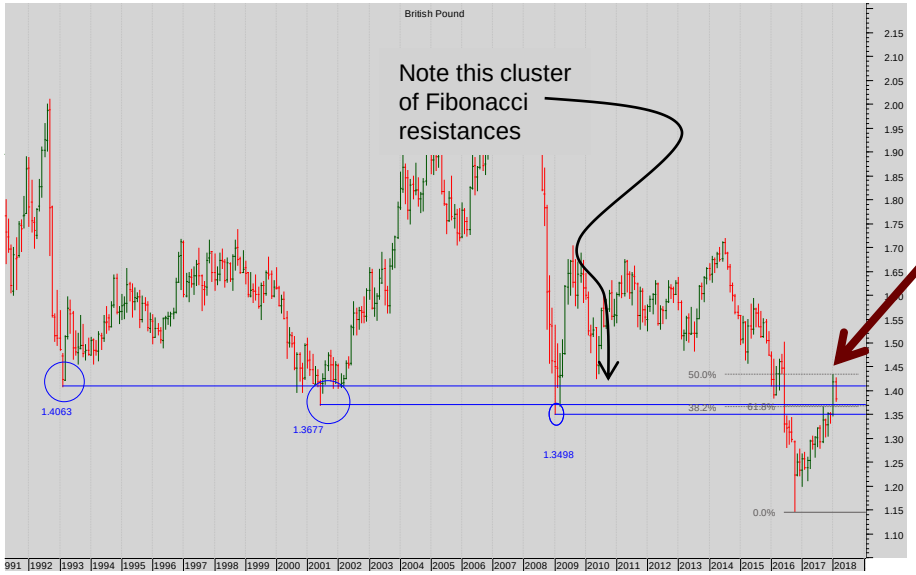
Dollar Sterling Monthly spot cash chart

All the Prior Pivotal lows of 1993, 2001, 2008 and 2016 should act as good resistance. A massive Multiple Top has formed.

The market is running into increasing resistance.

Note that the market has failed at that band of resistance and note too that the Fibonacci resistance was there too.

(this chart is of closes rather than High/Lows)



Dollar Sterling monthly spot cash chart (using High Lows)

The break up through the band of Prior Lows was bullish and impressive.

But note the band of Fibonacci resistance 1.43...

(the powerful argument that the close chart above is the more important arises from the distance of the traded lows from the low closes)

More

SEVEN DAYS AHEAD

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

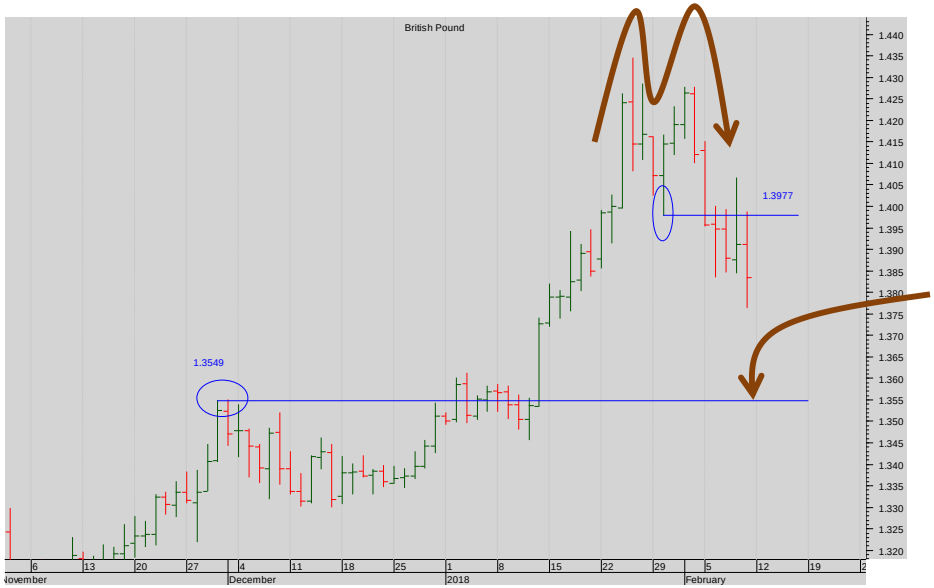
Bonds
+ CBOT US Ten Year Notes
+ Eurex Ten Year Bund
+ TSE Ten Year JGB

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

Dollar Sterling weekly spot cash chart

The failure of the market at the Fib retracement is clear.

But bears will not be exultant until (1) the prior high at 1.3656 is smashed and then (2) the rising diagonal support is smashed



Dollar Sterling daily spot cash chart

The detail suggests a small Double Top – so a test of the Prior High support at 1.3549 is likely…

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

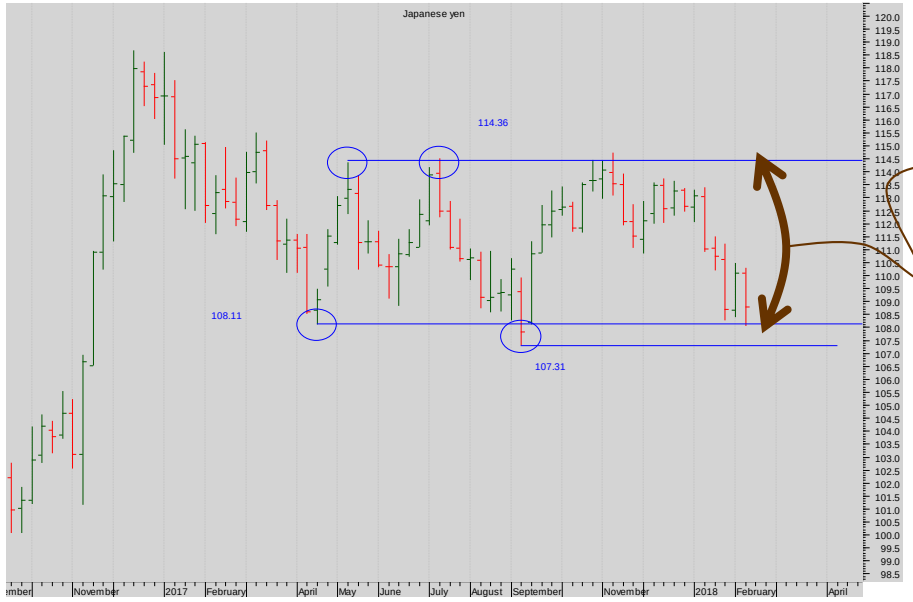
+ CBOT US Ten Year Notes
+ Eurex Ten Year Bund
+ TSE Ten Year JGB

Commodities

+ Nymex WTI Oil
+ Comex Gold

Dollar Yen monthly spot cash chart

Not clear where the market is poised to go.



Dollar Yen weekly spot cash chart

The range remains intact.

More

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 WTI Oil
+ Comex Gold

Currencies: Dollar Yen

Dollar Yen daily spot cash chart

This clear push beneath the Prior Low at 110.83 completed a Double Top, minimum target almost reached though, suggesting a lack of momentum.

Only a push down through the bottom of the trading range will convince the Dollar Bears that they are in charge.

SEVEN DAYS AHEAD

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

Commodities
+ Nymex WTI Oil
+ Comex Gold

Sterling Euro monthly spot cash chart

The last two years' volatility has created a wide trading range.

Sterling Euro weekly spot cash chart

There's a range.
Stand back.

More

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 WTI Oil
+ Comex Gold

Currencies: Sterling Euro

Sterling Euro daily spot cash chart

And within that another range. Which is still intact.

Stand back and wait for a break.

STOCKS

We said last week that 'It is too early to tell which are the reluctant drifters as opposed to the bearish leaders. Now that is becoming clear. Most of all, structurally: the FTSE and Nikkei are on massive support. The S&P has pulled back to and bounced off the first minor support of consequence at 2133. But by contrast the DJEuroStoxx has completed a Top formation – the only one of all the markets – that suggests it is very vulnerable to further falls.

Summary

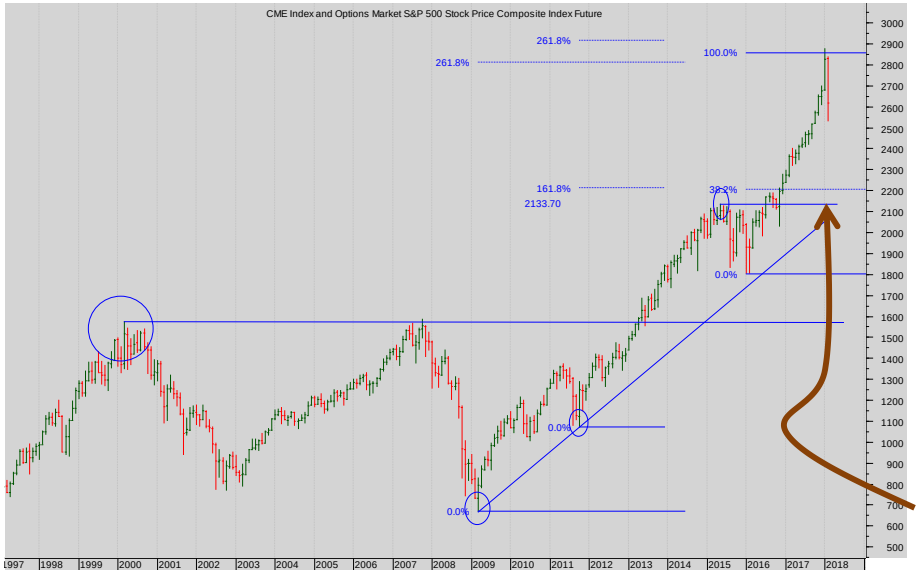
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Stocks: CME S&P.



CME S&P 500 monthly cont. futures chart

The market was (as we remarked) very over-extended.

And note that the market ran into a cluster of Fibonacci resistances around 2900.

We said: 'We can expect a pause or even a retracement'

But precisely how far? Remains an open question.

The first support of consequence is the horizontal from the Prior High at 2133…

More

Stocks: CME S&P 500

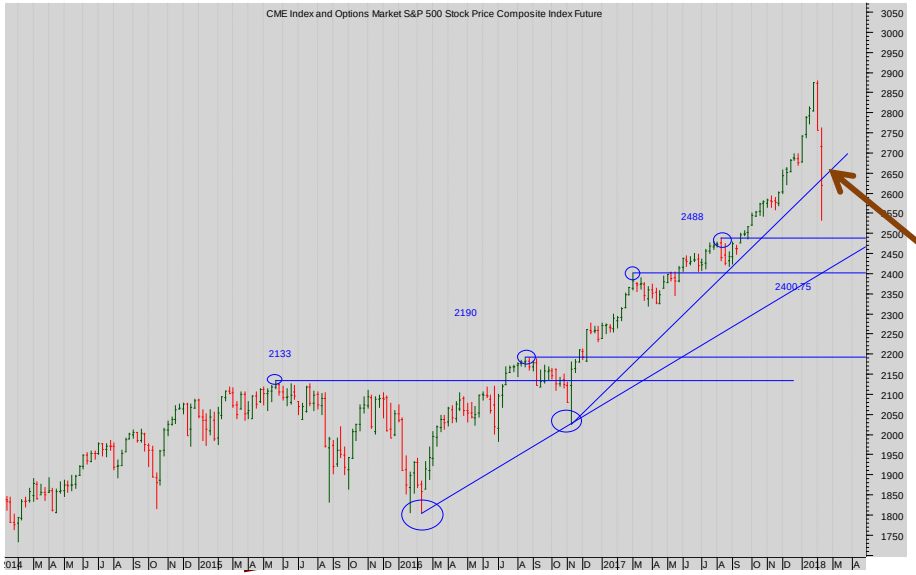
Summary

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

Commodities
+ Nymex WTI Oil
+ Comex Gold

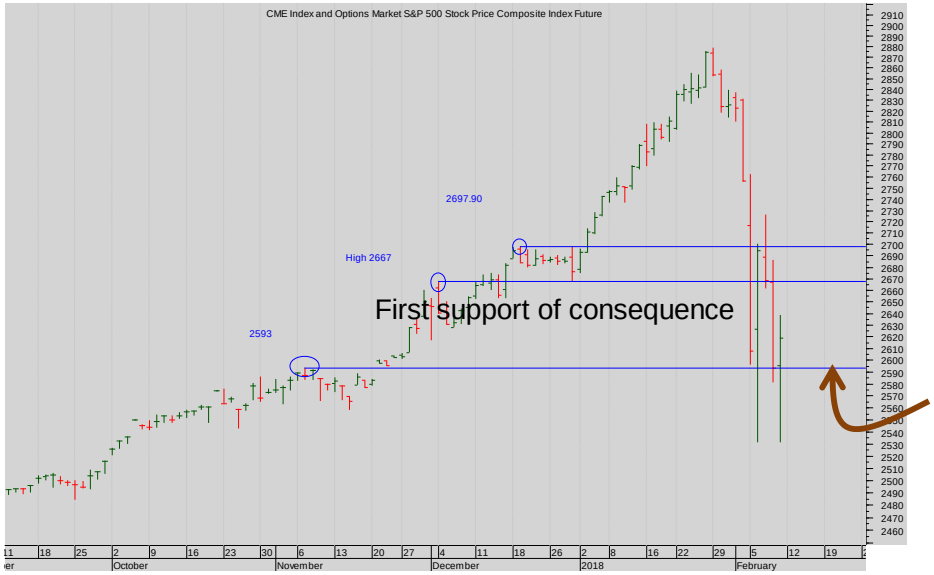


CME S&P 500 cont weekly cont. chart

The accelerating bull trend has retraced.

Note the weekly Key reversal that has been sufficient to drive the market through the steep diagonal support.

(one of the problems of an accelerating bull market is the lack of important Prior High supports with which to judge the strength of any pull-back.)



CME S&P 500 daily Mar 2018 chart

The sharp falls of the last week have occurred in a vacuum without support until 2697 or so.

1. no top formations are in place
2. only the steep trend line support from late 2016 has been broken..
3. Two minor prior High supports have been broken but the market has twice bounced off 2593.

Short-term the market looks as if it may be forming a bottom at the support from 2593….

More

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

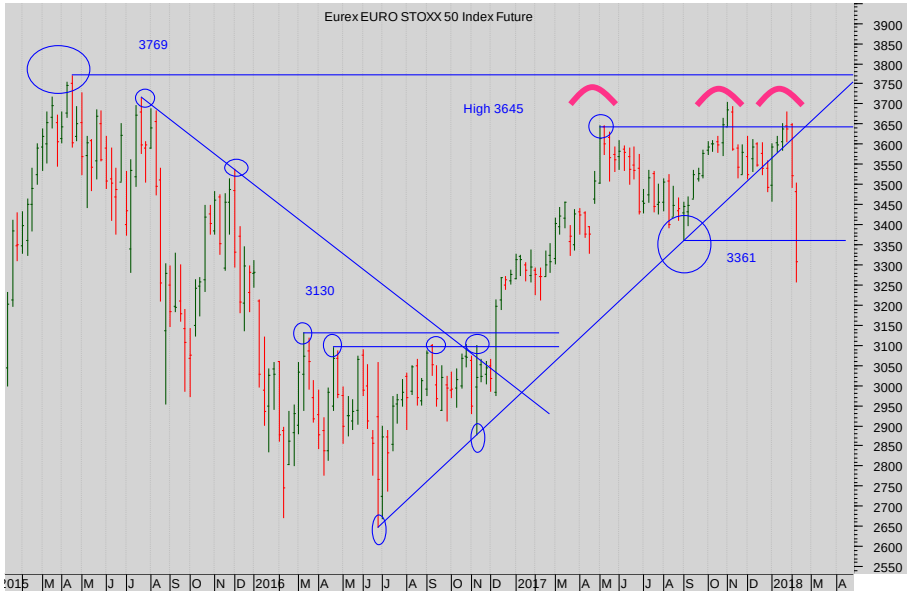
Commodities
+ Nymex WTI Oil
+ Comex Gold

Stocks: Eurex EuroStoxx 50

Eurex EuroStoxx 50 monthly continuation futures chart

The long-term condition of the market is not clear (there was a possible continuation H&S pattern but it never completed)

BUT the second failure at 2015's High at 3769 has sapped the confidence of the bulls



Eurex EuroStoxx 50 weekly continuation futures chart

The triple failure at 3645 and the close beneath 3361 constitutes a Top (double or triple) and suggests further downwards pressure to come.

More

SEVEN DAYS AHEAD

- 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 WTI Oil
  - + Comex Gold

Stocks: Eurex EuroStoxx 50

Eurex EuroStoxx 50 daily March 18 futures chart

This second failure at the 3700 suggested a retest of the 3500 level ...

The break of that level signals lower again to 3350.

A confirmed break of that level suggest lower still….

SEVEN DAYS AHEAD

Summary

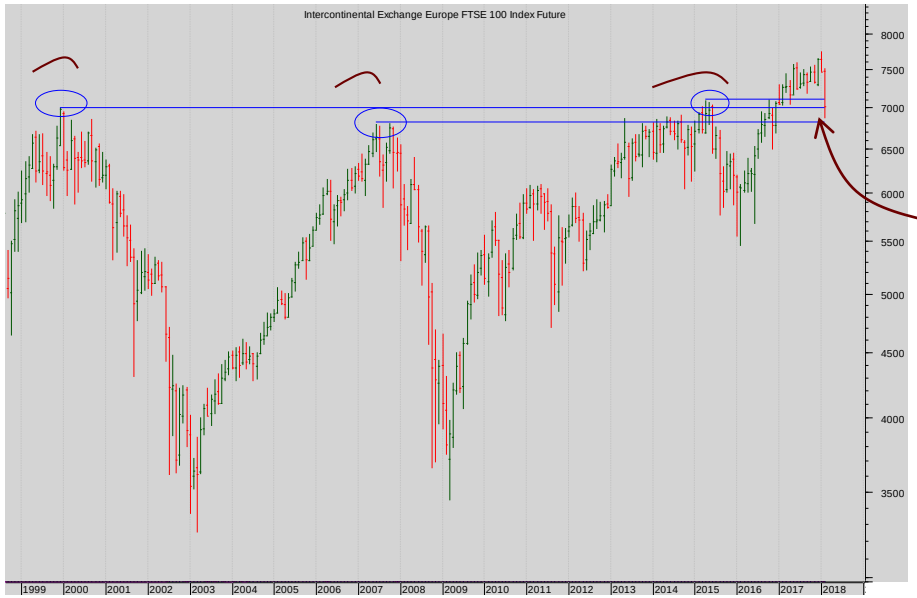
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Stocks: Liffe FTSE 100



Liffe FTSE 100 Monthly continuation futures chart

The succession of Prior Highs (6796, 6995) has been overcome, so the market is underpinned in a powerful way.

The pull-back to the band of support from those Prior Highs should see the market underpinned.

Liffe FTSE 100 Weekly cont. futures chart

That pull-back in greater detail.

Expect a bounce from these levels.

More

Summary

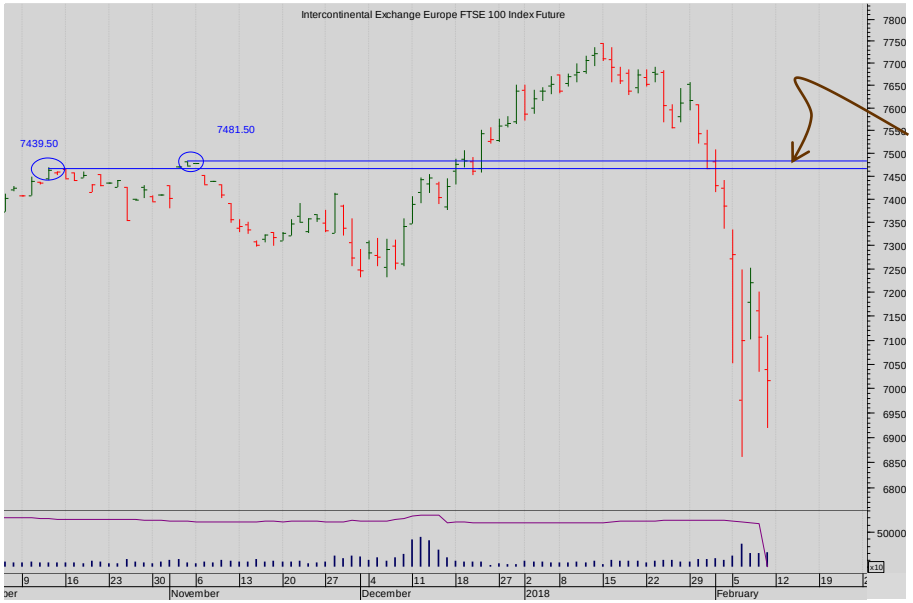
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Stocks: Liffe FTSE 100



Liffe FTSE 100 Mar 2018 daily futures chart

This emphatic break of the support from the Prior Highs looks poor and suggested that the momentum wold carry the market on further.
Which it did.

There are no useful levels on the short-term market's chart currently – look to the longer-term charts.

SEVEN DAYS AHEAD

Summary

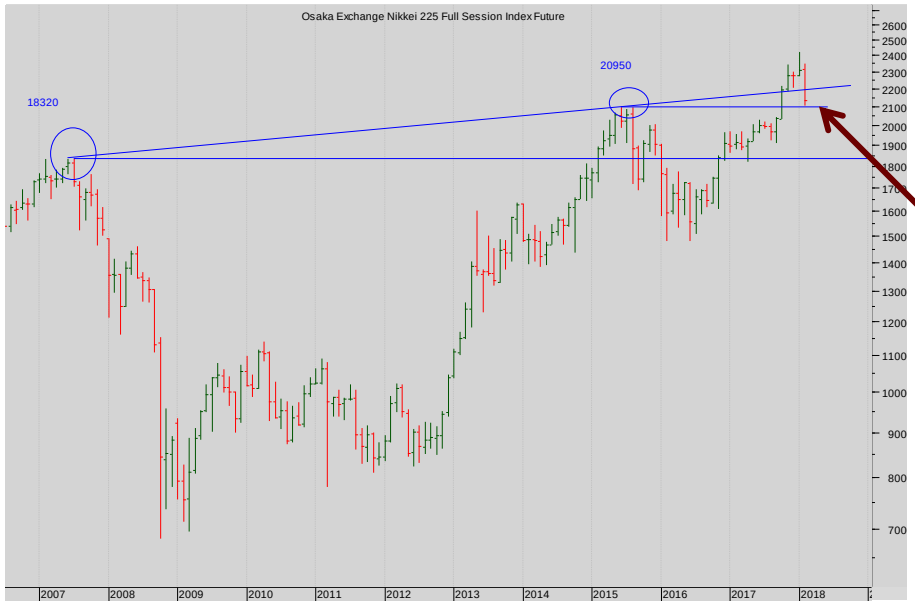
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

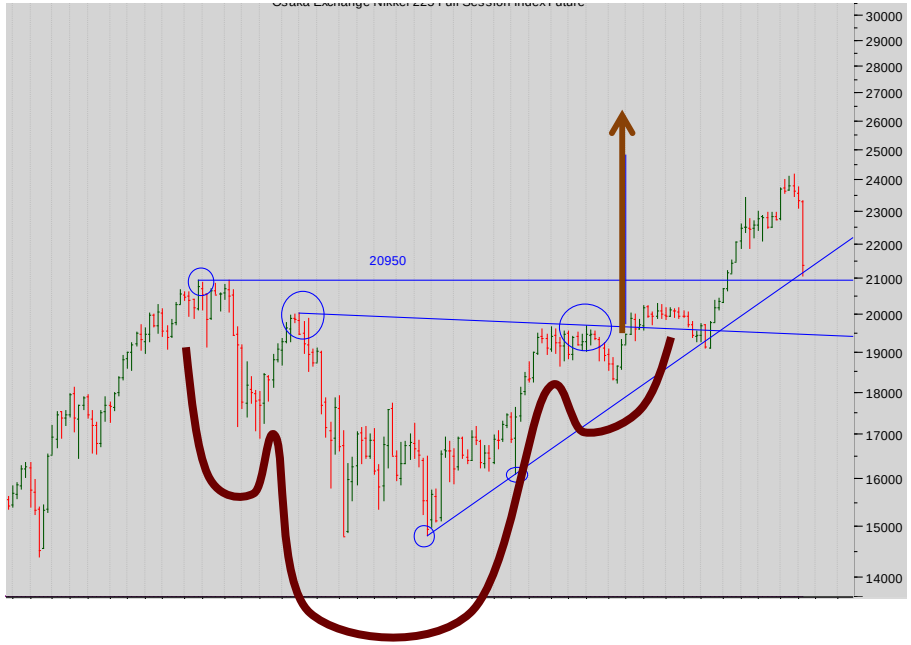
Stocks: OSE Nikkei 225



Nikkei 225 chart (monthly)

The pull-back is testing the support at the Prior High from 2015 at 20950.

The bulls are in control and the market looks unpinned.



Nikkei 225 chart (WEEKLY)

The H&S continuation pattern was under threat but

1. the neckline has so far held,
2. as has the rising diagonal support.

So the bulls remain in charge.

More

Summary

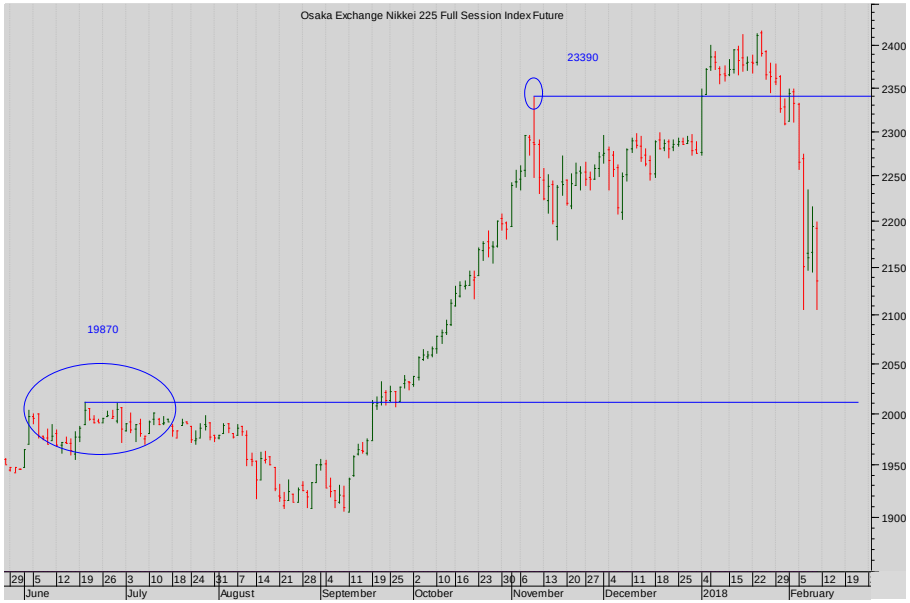
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Stocks: OSE Nikkei 225



Nikkei 225 Daily Mar 18.

Note the break of the support at the old high at the top of the range, and the market is now in a featureless area – look to the longer-term charts for greater clarity.

BONDS

We have already noted that both European and US bond markets have broken down in the long medium and short-term and so they are big sells. But the chart of the TNote is notable for the very long term and well-established trend line support from the 1980s not far beneath the market. We will add to bears on a break of that. The Yen market has yet to break down in any convincing way. It still remains poised to complete a powrfully bear pattern in the medium-term – this too is a good indicator to time new selling in any bond market.

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

Commodities
+ Nymex WTI Oil
+ Comex Gold

Bonds: CBOT Ten Year Notes

CBOT Ten Year Notes monthly futures continuation chart

A completed Double Top is surely in place...

The bears are in charge.

Driven by a huge, long-term double top.

The close proximity of the long term and very well-established diagonal trend line support is interesting and adds another piece of bear evidence.

Should it break (and we think it will but maybe not immediately) the very long bull market will surely be over.

More

Summary

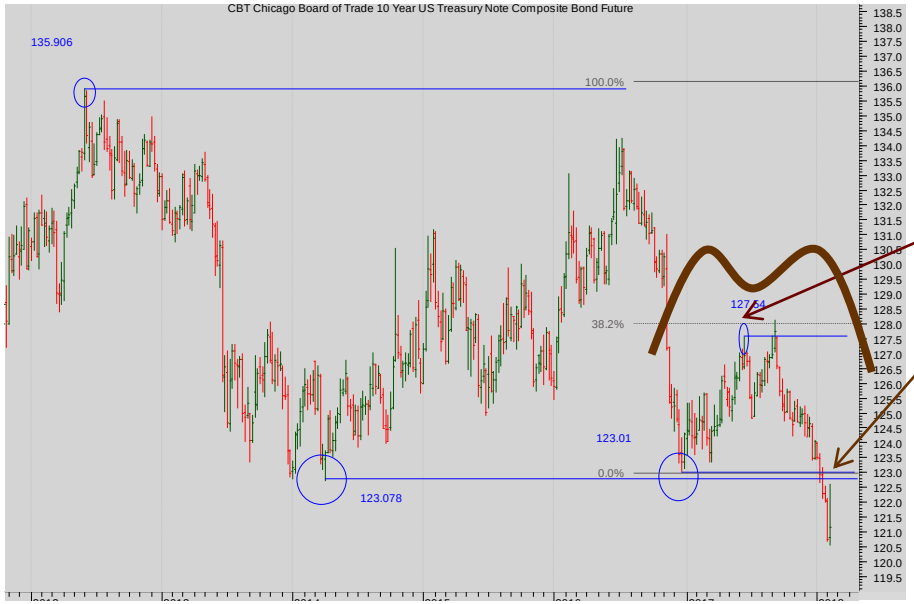
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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

Commodities
+ Nymex WTI Oil
+ Comex Gold

Bonds: CBOT Ten Year Notes



CBOT Ten Year Notes weekly futures continuation chart

The double failure worried the bulls

But now there is a weekly close beneath the prior lows at 123.01.

That looks like a emphatic breakdown – more selling to come

CBOT Ten Year Notes daily Dec17 futures chart

Short-term, the market is has fallen beneath the Prior low pivot...

But note, very short-term the possible bottom at 120.50….

More

SEVEN DAYS AHEAD

Summary

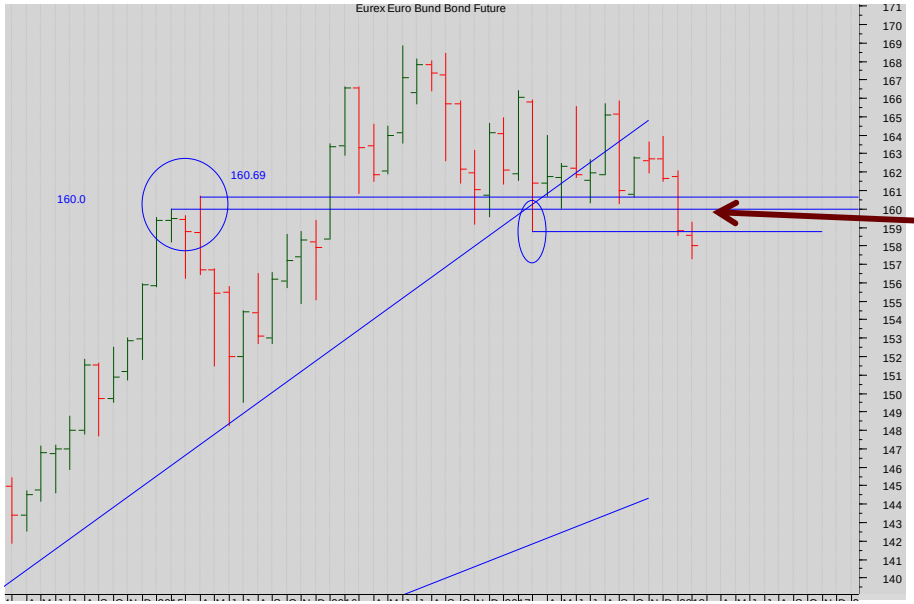
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Bonds: Eurex Ten Year Bund



Eurex Ten Year Bund monthly futures continuation chart

Note the unambiguous smash the horizontal support at 160.60.

An important top is in place...

Eurex Ten Year Bund weekly cont. futures Chart

The detail of the breaking of the multiple supports at 160.6.

Now expect further selling…

More

Summary

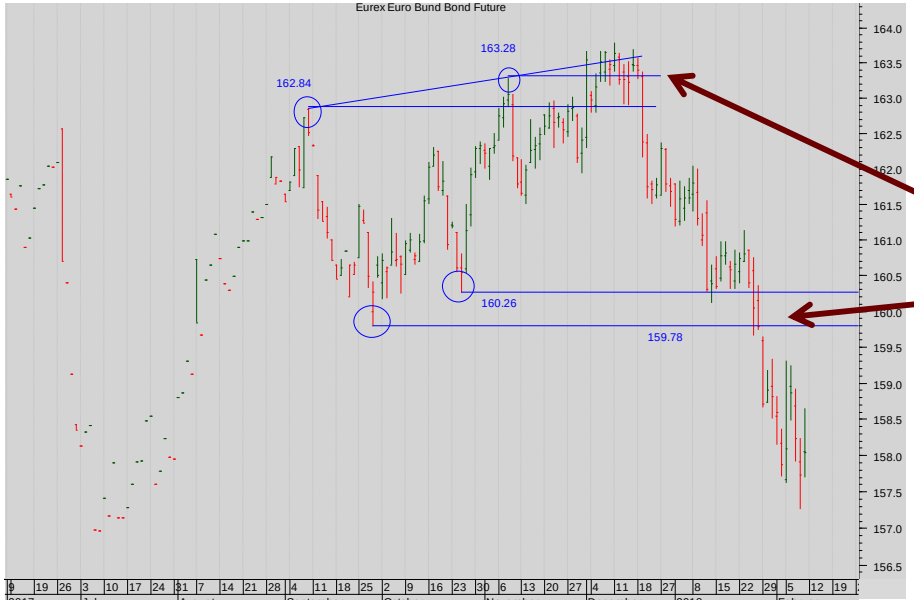
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Bonds: Eurex Ten Year Bund



Eurex Ten Year Bund Jun 17 **Daily futures chart**

The break above the two prior highs was not sustained.

Now the trading range has been smashed on the downside.

The bears are completely in charge.

All rallies towards 160 should be sold.

Summary

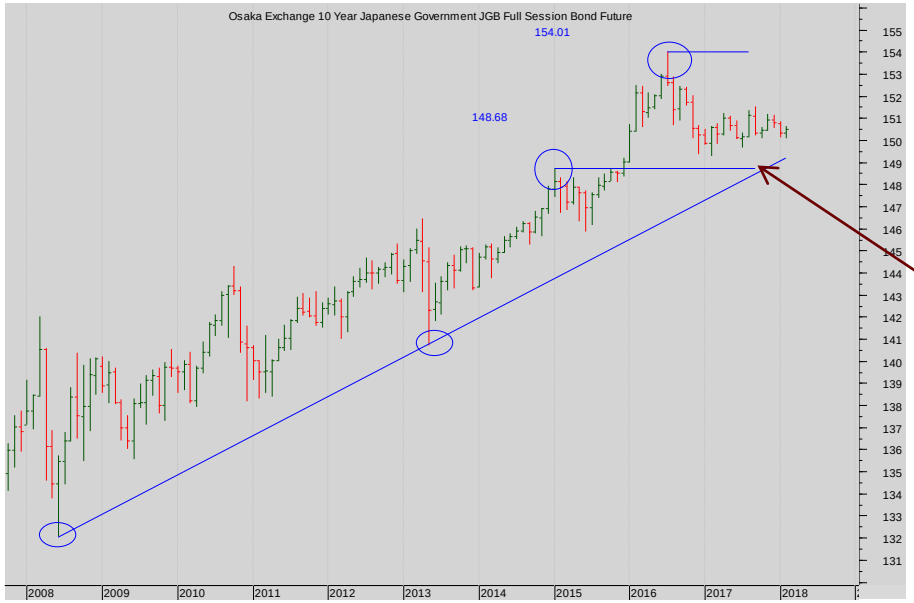
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Bonds: TSE Ten Year JGB



TSE Ten Year JGB monthly futures continuation chart

For the moment the bull trend remains in place and is only threatening if there is a break of the long term support at the prior High at 148.68 or the rising diagonal or both...

Look closer.

TSE Ten Year JGB weekly continuation futures Chart

A <u>potential</u> bear flag?

For the moment stand aside.

The medium-term bears will only be interested on a break beneath the lower diagonal of the flag currently at 150.20 or so.....

More

Summary

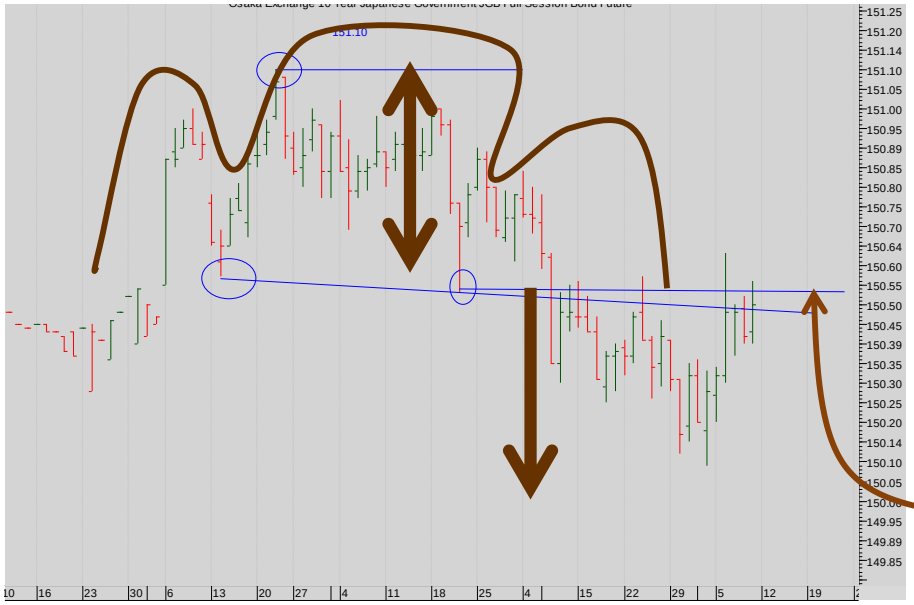
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Bonds: TSE Ten Year JGB



TSE Ten Year JGB daily Mar 18 chart

The bear small-sized H&S pattern is complete, the bears are in charge.

But note that most of the minimum move as happened.

The rally may find resistance there at the neckline at about 150.55.

Commodity

COMMODITIES

Oil's pull-back to the first important support is clear and it looks solid at this level. Gold is dull: near the top of a long-term trading range in the medium-term, that situation lacks any congruence with the long-term or the short-term.

Summary

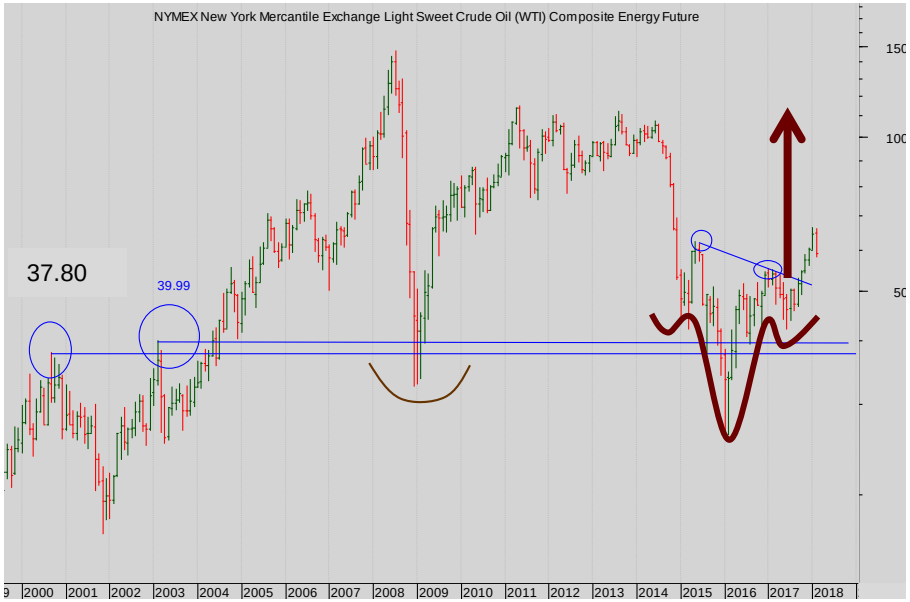
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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
+ Nymex WTI Oil
+ Comex Gold

Commodities: Nymex WTI Oil



Nymex oil monthly continuation

Massive support at $37.80

Note too the completed H&S bull reversal ....

The bulls are in charge.

Minimum target?

100$!

More

SEVEN DAYS AHEAD

Summary

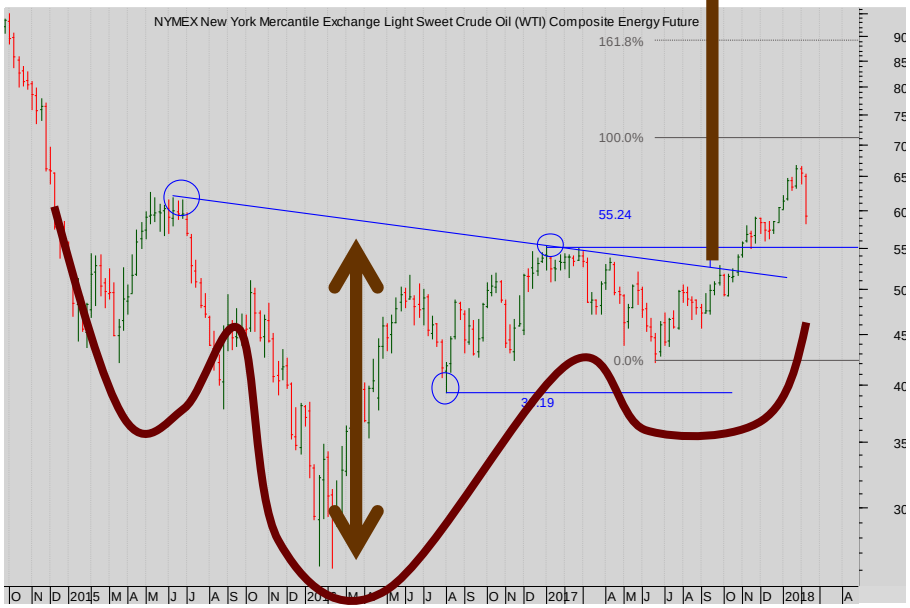
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Commodities: Nymex WTI Oil

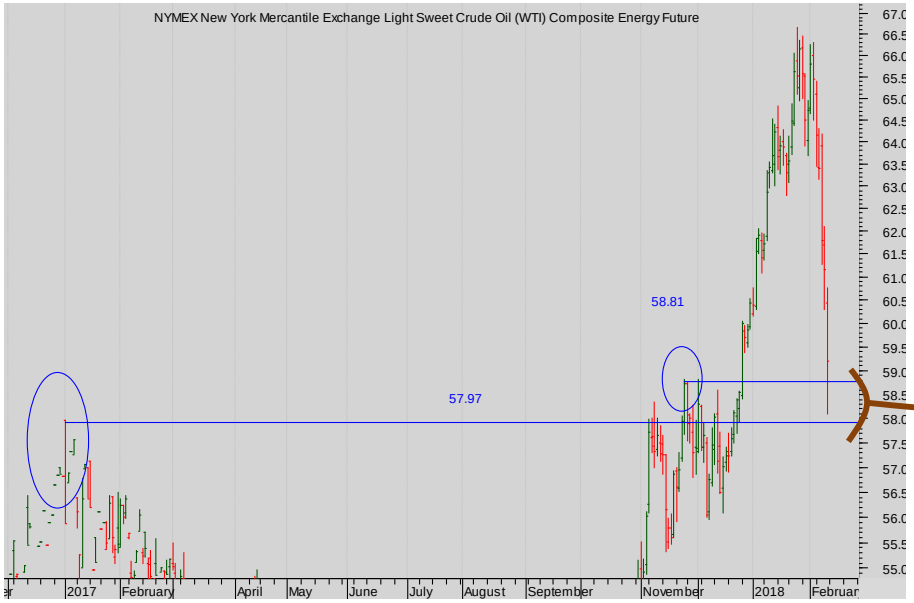


Nymex oil weekly continuation

The break and close above

1. the neckline and
2. then above the Prior High at 55.24

confirmed a fresh bull leg....



Nymex oil daily Mar 18 futures

The pull back has been sharp but there is good support at the Prior Highs 5797-58.81

SEVEN DAYS AHEAD

Summary

Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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

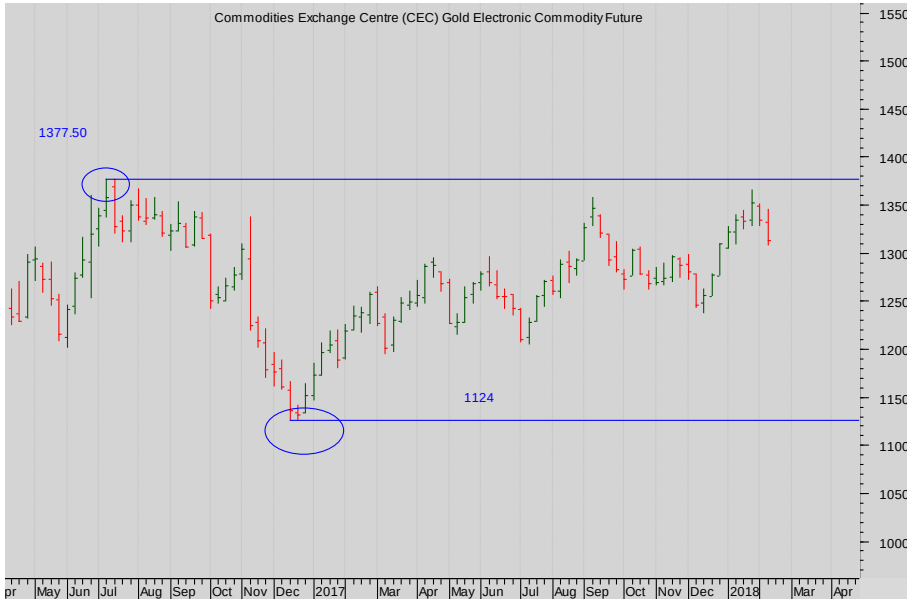
Bonds
+ CBOT US Ten Year Notes
+ Eurex Ten Year Bund
+ TSE Ten Year JGB

Commodities
+ Nymex WTI Oil
+ Comex Gold

Commodities: Comex Gold

Comex Gold Monthly Cont futures chart

A very wide trading range.



Comex Gold Weekly futures chart

Stand back; there are no clear structures in place.

Wait for a break above 1377.50 before enthusing on the bull tack.

Summary

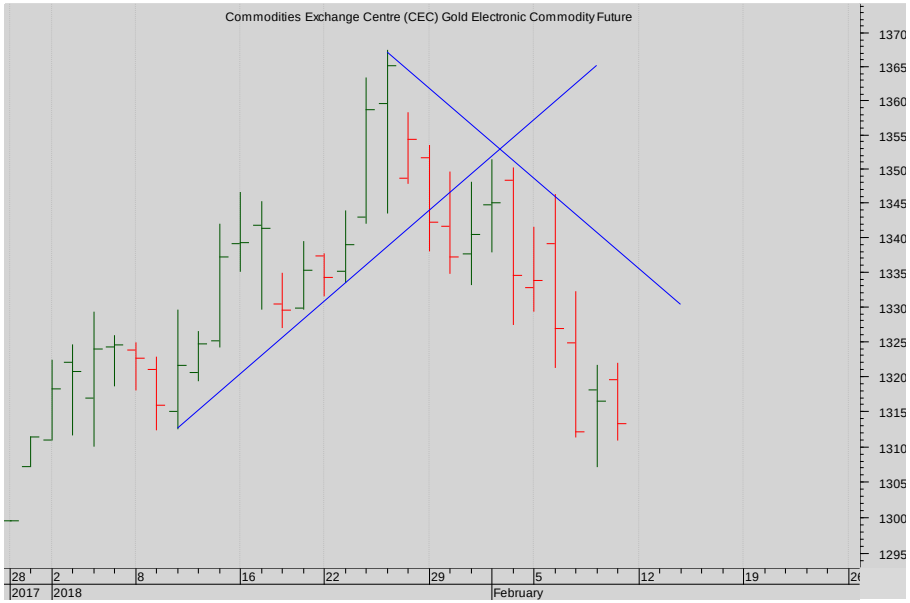
Currencies
+ Dollar Euro
+ Dollar Sterling
+ Dollar Yen
+ Sterling Euro

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 WTI Oil
+ Comex Gold

Commodities: Comex Gold



Comex Gold daily Mar 18 futures chart

The short-term chart is rather featureless.

Stand back.

the technical analyst

AWARDS 2012

FINALIST BEST INDEPENDENT RESEARCH HOUSE

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