



## SUMMARY

## POSITIONS

+ US TNotes

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[Alpha capture Performance to date from 2006](#)

# Multi-Asset Trade Recommendation

8th November 2018

**John Lewis**

**Mark Sturdy**



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3<sup>rd</sup> October 2018 Sell US TNote Dec 18 @ 118.23 Stop 120.20



**(1) TECHNICAL: 3<sup>rd</sup> October 2018 Sell US TNote Dec 18 @ 118.23 Stop 120.20.**

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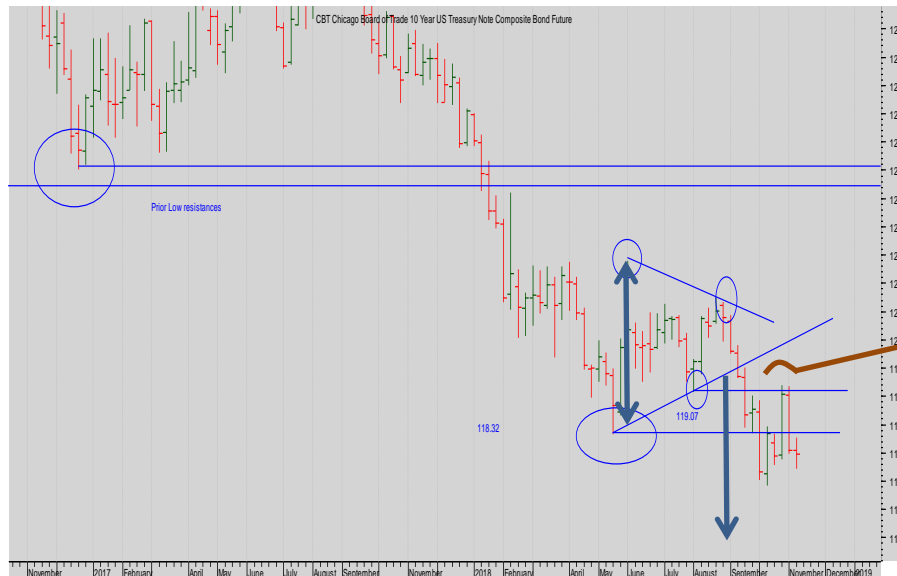


**MONTHLY Chart –**

The Double Top suggest moves down as far as 110.

The break of the very solidly-established rising long-term diagonal **on top of** the completion of the big Bear pattern – established at multiple lows – only **adds greatly to the bear momentum.**

Altogether, this is very bearish long-term.



**Weekly Chart Dec18**

The clear break down in the short-term charts arose from the completion of a small Continuation Triangle:

That suggests suggest moves with a minimum target of 116.50.

The small rally of the last week has come up against the resistance from the Lows at 119.07 and the **sold off.**

This look like a medium-term selling opportunity.

The market is set to ratchet lower.



(1) **FUNDAMENTAL:** 3<sup>rd</sup> October 2018 Sell US TNote Dec 18 @ 118.23 Stop 120.20.

Last week's focus was ISM Manufacturing and non-farm payroll, with the payroll report the main event as the Fed has said numerous times over the last 12 – 18 months it is concerned a tight labour market risks fuelling higher inflation.

In the event the key data release; non-farm payroll, was very much stronger than expected and Bonds gave up their gains, as traders further priced in the likely-hood of an incrementally hawkish Fed.

This week the ISM non-manufacturing survey, mid-term elections and FOMC policy decision are due. The ISM non-manufacturing was stronger than expected, the Mid-term elections gave the democrats the House, the Fed's course is set on higher interest rates and Bonds look set to sell off further.

In summary hold the trade.

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### SEVEN DAYS AHEAD

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