



SUMMARY

POSITIONS

- + Bunds
- + EuroStoxx 50
- + US TNote
- +
- +

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



Multi-Asset Trade and Investment Recommendations

2nd April 2019

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Mark Sturdy

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by the FSA



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12th March 2019 Long Jun Bunds @ 164.53. Stop @ 162.99

20TH March 2019 long Jun 19 EuroStoxx @ 3303. Stop@ 3179

22nd March BUY US TNotes @ 123-30 STOP @ 121.49 .



(1) TECHNICAL : 12th March 2019 Long Jun Bunds @ 164.53. Stop @ 162.99

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Weekly continuation Chart :

The completed bull falling wedge is a powerfully bullish construction.



Daily bar Jun 2019 chart :

This is a well-constructed bull trend.



(2) FUNDAMENTAL: 12th March 2019 Long Jun Bunds @ 164.53. Stop @ 162.99

Last week's focus was the German CPI and French Q4 GDP reports, but we doubted they would under mine the sentiment in this market.

In the event the German CPI report was weaker and the change to French Q4 GDP inconsequential allowing the market to rally further.

Looking ahead the various Euro zone PMI Surveys are due, more signs of weakness would send this market higher, despite the brief correction.

In summary we remain Bullish and advise holding the trade.

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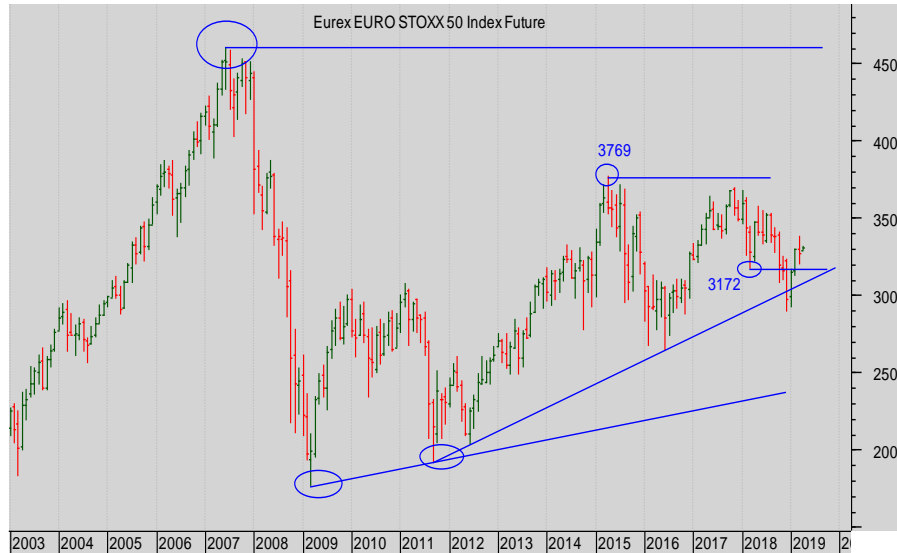


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Monthly Chart – Continuation:

The drive up through the Horizontal resistance 3172 was very important to re-establish the confidence of the bulls.



Daily Chart Continuation:

The pull back was very brief.

Only if the support at 3128 were to be broken (NB the Fibonacci at the same level) would the bulls be anxious.



German CPI and French Q4 GDP were due last week, but we judged sentiment would determine the direction of travel.

In the event a weak German CPI and slightly better French Q4 GDP hardly explains the recovery seen last week and although US/China trade talks continue a deal doesn't seem imminent.

We judge traders are sensing the ECB will ultimately need to loosen policy and that the US and China will agree terms due to national self interest.

Looking ahead the various Euro zone PMI surveys are due together with German industrial production. Will they deliver an up beat message or more evidence of a cooling economy, we doubt they will have a significant impact as the focus remains the US/China trade talks and the ultimate softening of the ECB's policy stance.

In summary we remain Bullish and advise holding the trade.

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Monthly Chart Continuation:

The market's bounce back up through the resistances of the diagonal and the horizontal has been a powerful reassertion of the bull market.



Daily Chart Continuation:

The continuation Triangle has driven the market up through the prior High – which should now be good support on pull-backs.

Watch carefully to see the support from the Prior High at 123.54.



(2) FUNDAMENTAL : 22nd March BUY US TNotes @ 123-30 STOP @ 121.49 .

The Q4 GDP report was due last week and unless there were unexpected revisions we judged this market's direction was set.

In the event the number was revised lower, but after a push higher some minor profit taking was evident.

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Looking ahead the main event this week is non-farm payroll. Will it reveal last month's number to have been an aberration or the start of a weaker trend? However the Fed is concerned about global trade tensions sufficiently enough to adopt a virtual neutral bias.

In summary we remain bullish and advise holding the trade.



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