



the technical analyst

AWARDS 2012

FINALIST BEST INDEPENDENT RESEARCH HOUSE

## SUMMARY

## POSITIONS

- + Bund
- + DJ EuroStoxx
- +
- +
- +



# Multi-asset trade and investment recommendation

26<sup>th</sup> June 2019

John Lewis

Mark Sturdy 07849922573

Sign up for more research at [sevendaysahead.com](http://sevendaysahead.com)

Disclaimer

Authorised and regulated  
by the FSA



# Summary

## SUMMARY

## POSITIONS

- + Bund
- + DJ EuroStoxx
- +
- +
- +

19<sup>th</sup> June 2019 BUY Sep Bund @ 172.18 . Stop 171.49

19<sup>th</sup> June 2019 BUY Sept 19 EuroStoxx@ 3442. Stop @3389



(1) TECHNICAL: 19<sup>th</sup> June 2019 BUY Sep Bund @ 172.18 . Stop 171.49.

## SUMMARY

### Positions

+ BUND (New)

+ DJ EuroStoxx

+

+

+

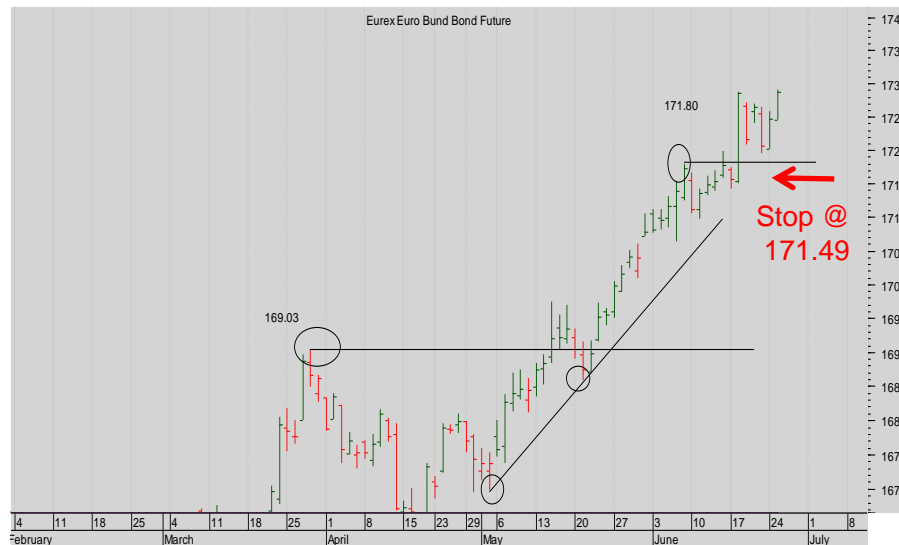


## Monthly continuation chart.

This continuation Triangle - a bull falling wedge - has triggered a new bull leg.

Now the market has surpassed the Prior High at 168.86 there is additional support established beneath the market should there be any drift back.

## Daily Sep 19 Chart



The break up through the Prior High of 171.80 establishes good support beneath the market.

The trend is strong and continuing



(2) **FUNDAMENTAL** : 19<sup>th</sup> June 2019 BUY Sep Bund @ 172.18 . Stop 171.49.

## SUMMARY

### Positions

+ BUND (New)

+ DJ EuroStoxx

+

+

+

The key release last week was the Euro zone PMI Composite survey, in the event the survey was more or less in line with consensus.

However, the market was focussed on global trade frictions and remarks from Draghi explicitly saying the ECB could cut rates and restart QE, if the situation didn't improve, sending the Bund higher.

Looking ahead various Euro zone confidence measures, German CPI and Euro zone CPI estimate due, but we judge the G20 meeting held over Thursday and Friday this week has the potential to move markets, especially since Trump and Xi are expected to meet on the side lines in an attempt to get stalled trade talks moving.

We remain Bullish and advise holding the trade.



**(1) TECHNICAL** 19<sup>th</sup> June 2019 BUY Sept 19 EuroStoxx@ 3442. Stop @3389

**SUMMARY**

**Positions**

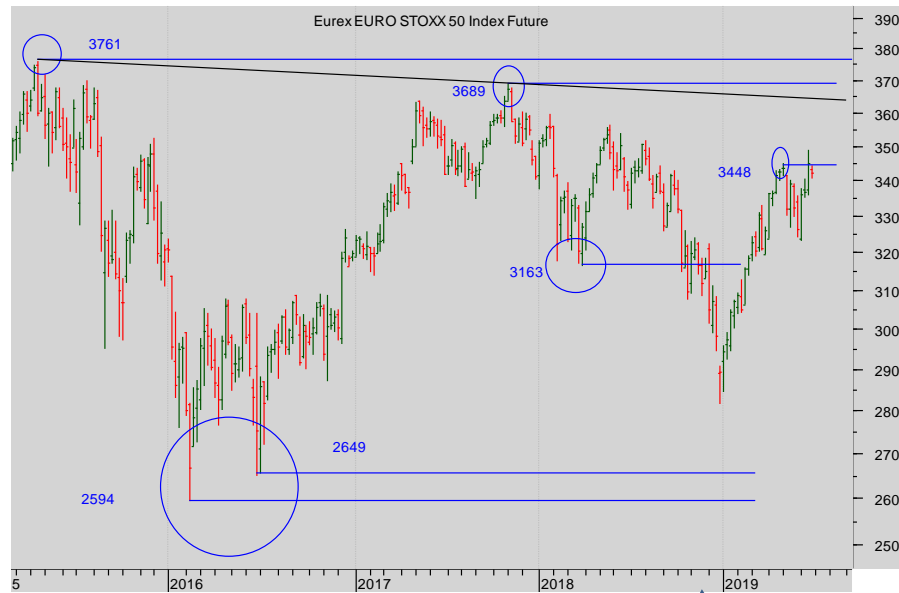
+ Bund

+ DJ EuroStoxx

+

+

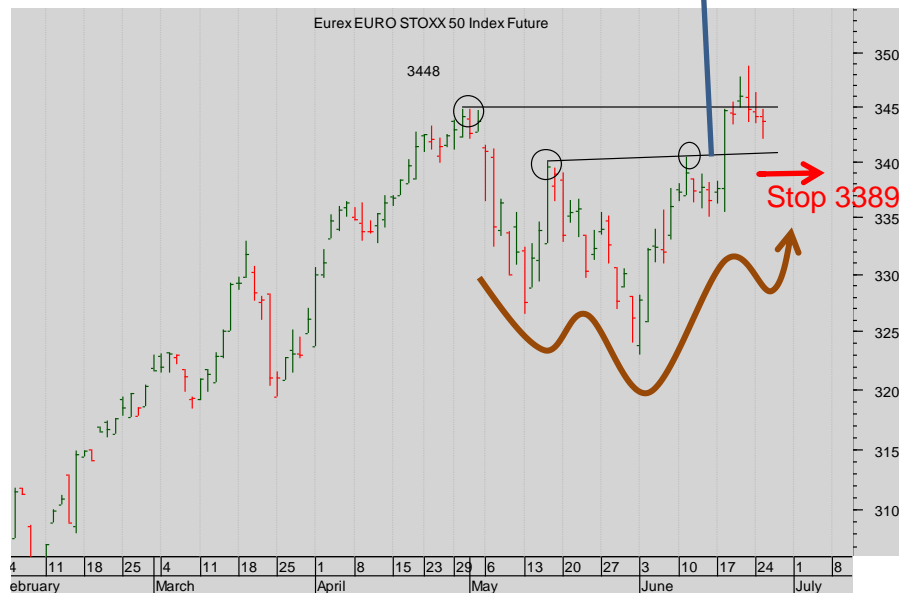
+



**Monthly Chart :**

The market has paused before breaking above the Prior High at 3448.

Look closer.



**Daily Sep 2019 Chart :**

There's small completed H&S continuation pattern driving the pattern better. **Minimum move? 4000.**

Watch for support at the Neckline.



**(1) FUNDAMENTAL:** 19<sup>th</sup> June 2019 BUY Sept 19 EuroStoxx@ 3442. Stop @3389.

Last week's key data release in the Euro zone is the Euro zone PMI Composite survey, but we judged the FOMC policy decision/statement would have a measureable impact on global equity markets.

In the event that was the outcome. Although the Fed held policy steady a rate cut is coming, but the addition of Bullish remarks from Draghi saying the ECB could soon ease gave this market strong support.

Looking ahead German IFO and German and ECB CPI are due, but all eyes on the G20 meeting due later in the week. It could see a break through in the dead locked US/China trade talks or throw out yet more negativity if Trump feels he isn't getting the deal he wants.

Clearly any positive news on the trade talks will be bullish for equities and we advise holding the trade.

## SUMMARY

### Positions

+ Bund

+ DJ EuroStoxx

+

+

+



## SUMMARY

## POSITIONS

- + Bund
- + DJ EuroStoxx
- +
- +
- +

### 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](mailto:msturdy@sevendaysahead.com),

[jlouis@sevendaysahead.com](mailto:jlouis@sevendaysahead.com)

WEB SITE [SEVENDAYS Ahead.COM](http://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