



the technical analyst

AWARDS 2012

FINALIST BEST INDEPENDENT RESEARCH HOUSE

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION

Disclaimer



# Multi-asset technical strategies

## Week of 2<sup>nd</sup> June 2021

**Mark Sturdy**

Authorised and regulated  
by the FCA



# summary

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

## Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

Long-term <b>BEAR</b> Euro	Medium-term <b>BULL</b> Euro	Short-term <b>BULL</b> Euro
Long-term <b>BULL</b> Sterling	Medium-term <b>BULL</b> Sterling	Short-term <b>BULL</b> Sterling
Long-term <b>BEAR</b> Yen	Medium-term <b>BEAR</b> Yen	Short-term <b>BULL</b> Yen
Long-term FLAT Euro	Medium-term <b>BEAR</b> Euro	Short-term <b>BEAR</b> Euro

### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

Long-term <b>BULL</b>	Medium-term <b>BULL</b>	Short-term <b>BULL</b>
Long-term <b>BULL</b>	Medium-term <b>BULL</b>	Short-term <b>BULL</b>
Long-term FLAT	Medium-term <b>BULL</b>	Short-term FLAT
Long-term <b>BULL</b>	Medium-term <b>BULL</b>	Short-term <b>BEAR</b>

### Bonds

- + Ten Year yield US TNote
- + Ten Year yield German Bund
- + Ten Year yield UK Gilt

Long-term <b>BULL</b>	Medium-term FLAT	Short-term FLAT
Long-term <b>BULL</b>	Medium-term <b>BULL</b>	Short-term FLAT
Long-term <b>BULL</b>	Medium-term <b>BULL</b>	Short-term FLAT

### Commodities

- + Oil
- + Gold

Long-term <b>BULL</b>	Medium-term <b>BULL</b>	Short-term <b>BULL</b>
Long-term <b>BULL</b>	Medium-term <b>BULL</b>	Short-term <b>BULL</b>

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## Currencies: Dollar Euro

### CURRENCIES:

Both Sterling and the Euro look strong in all times frames against the Dollar. Sterling Euro is dull as a result. Sterling is closest to triggering a massive bull pattern against the Dollar set to drive it a good deal further still.

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#### IMPLIED ASSET ALLOCATION



### Dollar Euro monthly spot cash chart

These powerful resistances above the market at 1.15 have been deeply penetrated

1. So the market has broken the strengthening Dollar trend from 2008.
2. But there is no weakening Dollar trend in place **until a break up through 1.24.**

More



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- + Gold

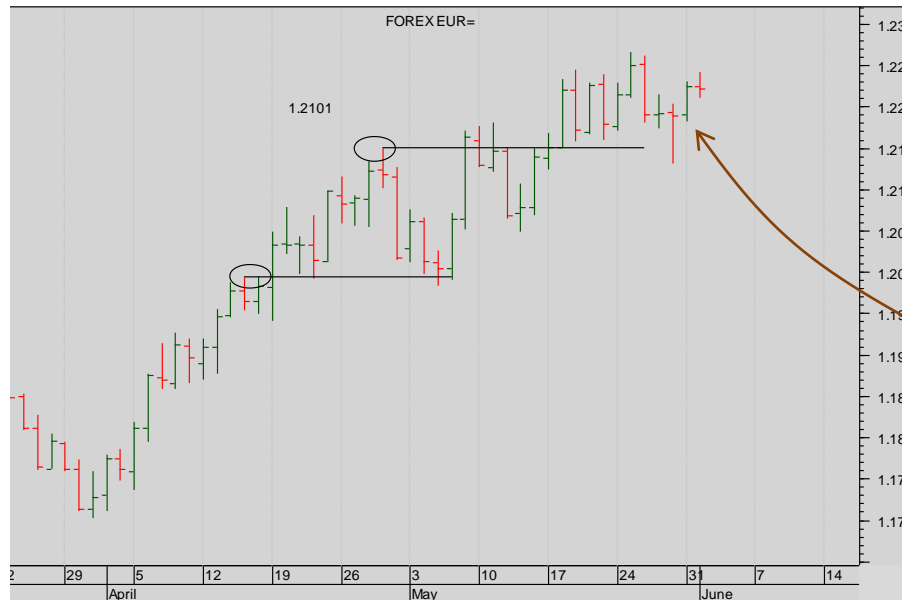
## IMPLIED ASSET ALLOCATION

## Currencies: Dollar Euro



## Dollar Euro weekly spot cash chart

Medium-term, the Prior High support 1.2011 broke on a retracement, but now note the break of the falling diagonal... a break of that has modestly revitalised the EURO bulls...



## Dollar Euro spot cash chart daily chart...

This is well-structured rally by the Euro.

We have a confirmed break up through the Prior High at 1.2101 and its support is obviously good - **ratcheting the market higher still.**



## Currencies: Dollar Sterling

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#### Currencies

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- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

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- + Nikkei 225

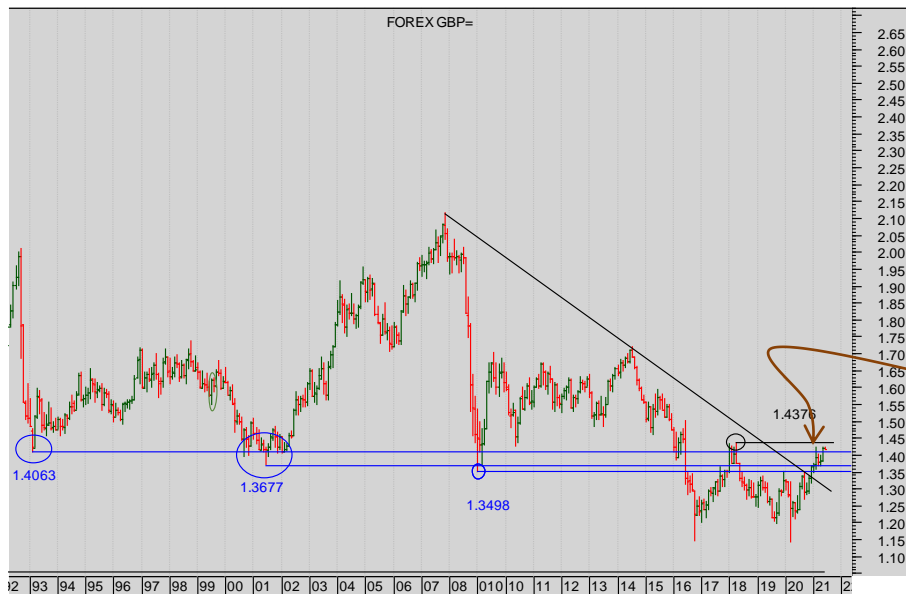
#### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

#### Commodities

- + Oil
- + Gold

#### IMPLIED ASSET ALLOCATION



### Dollar Sterling Monthly spot cash chart

The sideways price action beneath 1.35 has now broken the diagonal Sterling downtrend resistance.

But note that the band of horizontal resistances penetrated by the market ....has not yet been breached.

The Sterling bulls need a break above the Prior High @1.4376.



### Dollar Sterling Monthly spot cash LINE CHART based on closes

Note the simultaneous completion of a BULL H&S (double headed) reversal pattern and the breaking of the DIAGONAL downtrend resistance...

The minimum move suggested is up to the 1.43 Prior Low and Horizontal resistance .

Now achieved. Note well that a break of 1.42 would complete a Double Bottom reversal and send the market higher still.

More



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### Bonds

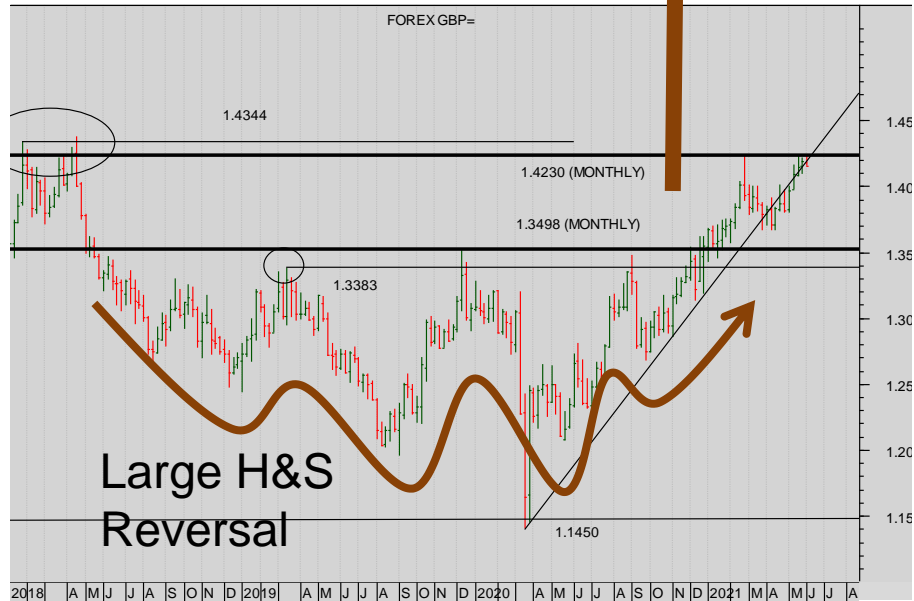
- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

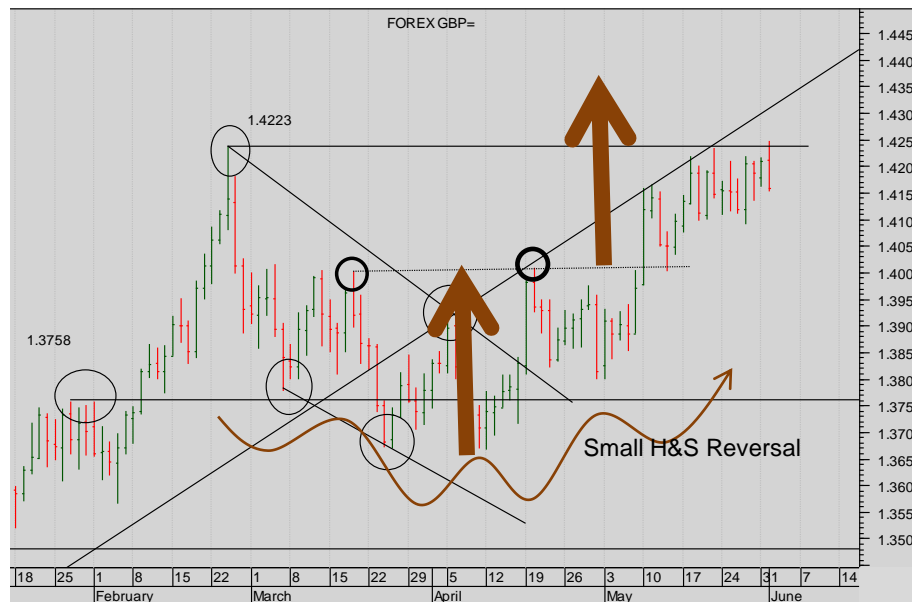
### IMPLIED ASSET ALLOCATION

## Currencies: Dollar Sterling



### Dollar Sterling weekly spot cash chart

Here is the detail of the complex bull H&S reversal that is driving Sterling better. The Minimum move? About 1.50....



### Dollar Sterling daily spot cash chart

The bull falling wedge completed ... and also an additional small complex H&S Reversal completed.

**Minimum move? About 1.4350.**

**More to come....**



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### Bonds

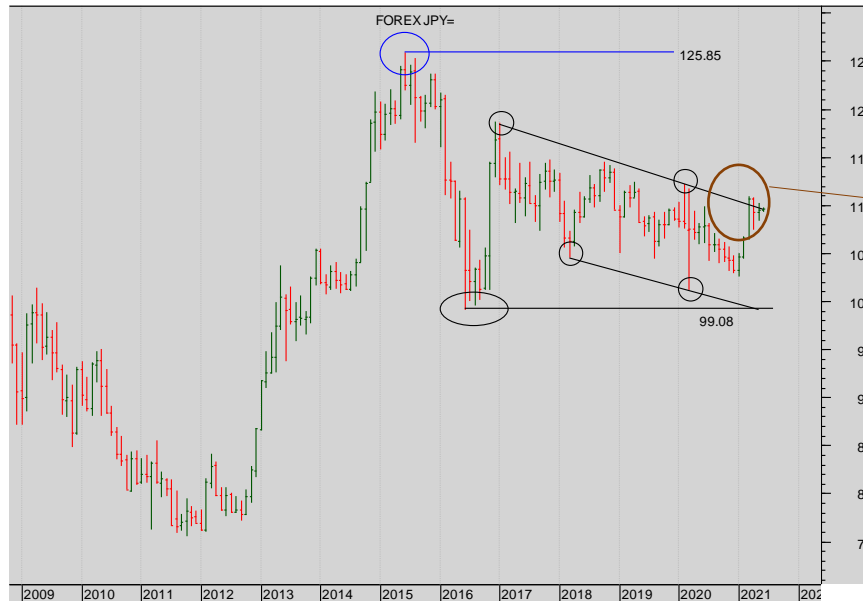
- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

### IMPLIED ASSET ALLOCATION

## Currencies: Dollar Yen



### Dollar Yen monthly spot cash chart

The bull falling wedge close to completion DIDN'T COMPLETE.

The Dollar bulls need a completion of the wedge to gain momentum.



### Dollar Yen weekly spot cash chart

This shows the multiple diagonals at current levels.

The testing of the diagonals is far from over.

More



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- + Sterling Euro

### Stocks

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- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION

## Currencies: Dollar Yen



### Dollar Yen daily spot cash chart

This lacks clear structure except for the rising diagonal ...which supports the Dollar against a weakening Yen.





## Currencies: Sterling Euro

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

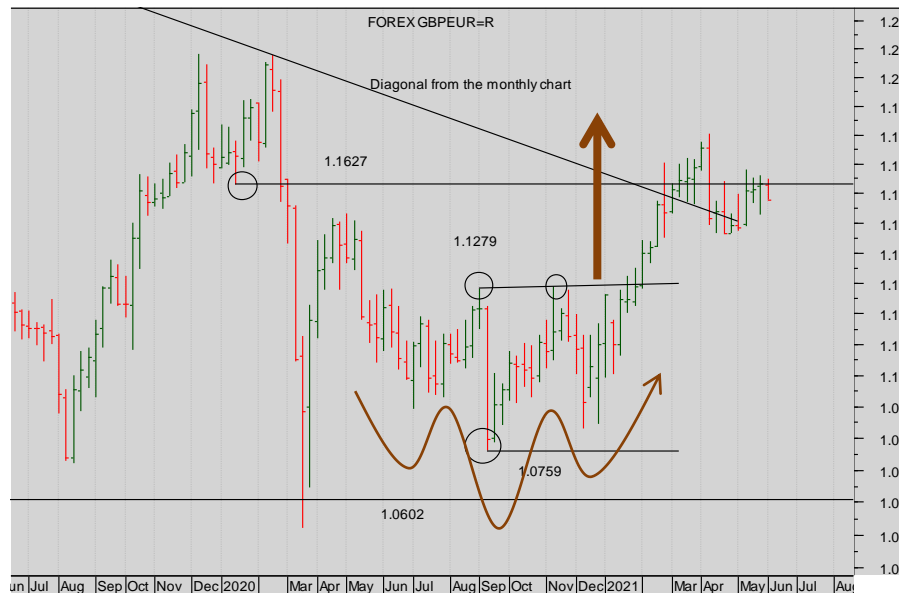
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### Sterling Euro monthly spot cash chart

The market remains in the broad trading range.

Note though, the push up through the falling diagonal.



### Sterling Euro weekly spot cash chart

We thought there was more to go for Sterling but the **Weekly Key reversal** remains ominous.

Stand back.

More



## Summary

### Currencies

- + Dollar Euro
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- + Dollar Yen
- + **Sterling Euro**

### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

### Bonds

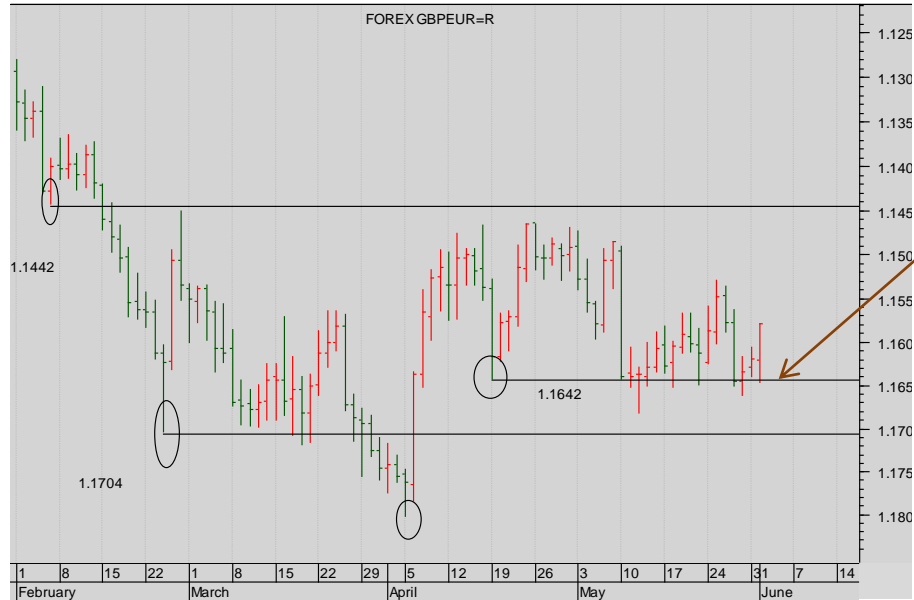
- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION

## Currencies: Sterling Euro



**Sterling Euro daily spot cash chart**

The opportunity to break the small range was spurned.

Stand back.



## Stocks: CME S&P

### STOCKS:

We are bullish of all stock markets. The Eurostoxx is catching up the long-standing bull trend in the US and Japan. The FTSE is begin dragged better on good days!

#### Summary

#### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

#### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

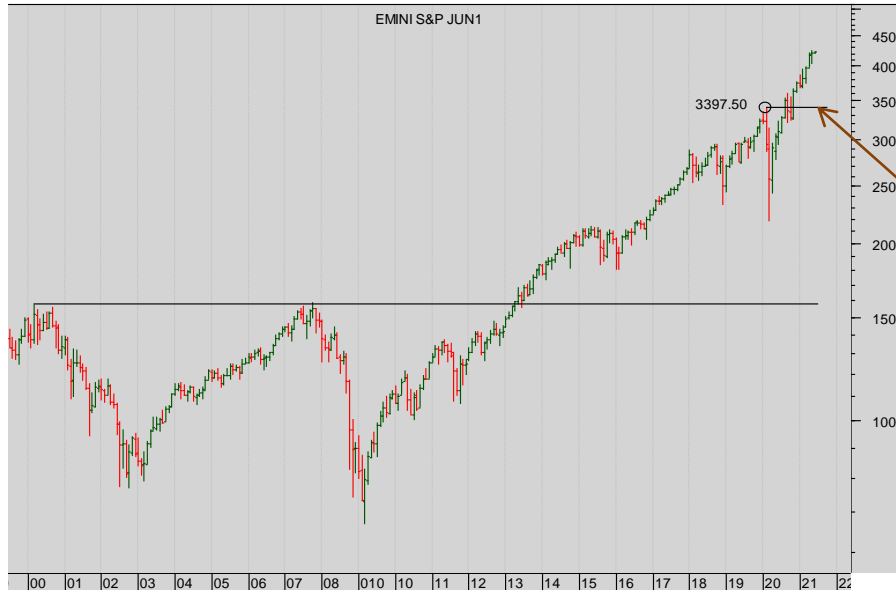
#### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

#### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION



### CME S&P 500 monthly cont. futures chart

The market has driven above the Old high of 3397 – so the the next bull leg has begun.

First support now at 3397.50

More



## Stocks: CME S&P 500

### Summary

### Currencies

- + Dollar Euro
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### Stocks

- + S&P 500
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- + Nikkei 225

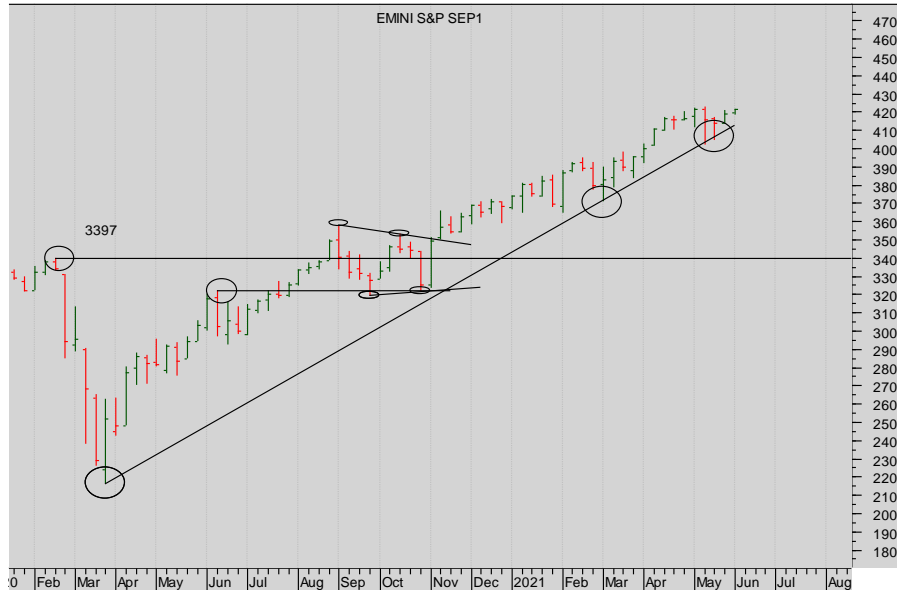
### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

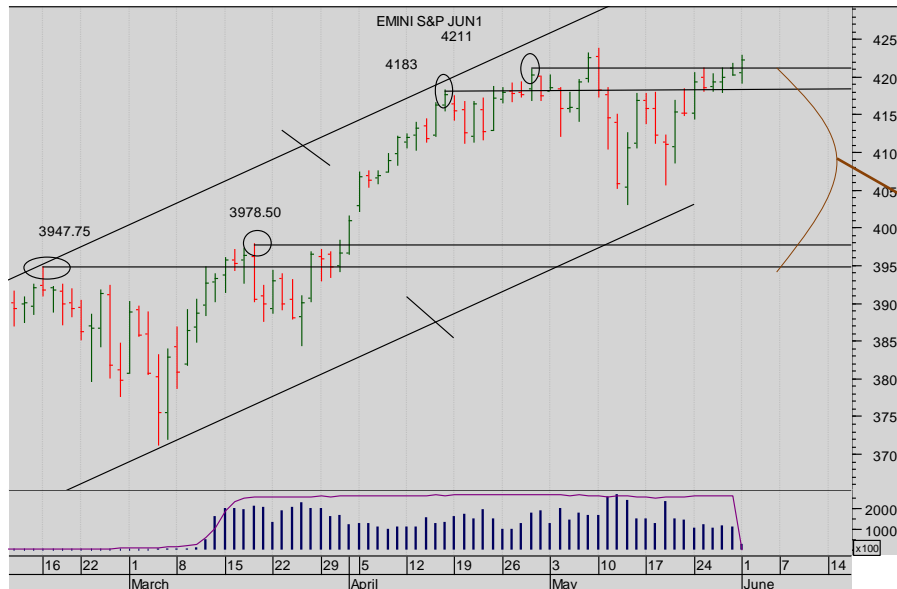
- + Oil
- + Gold

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### CME S&P 500 cont. weekly cont. chart

We are bulls... the solidity of the diagonal trendline is impressive.



### CME S&P 500 daily Jun 2021 chart

The market remains poised between 4211 and 3947.

Watch for a confirmed break.

More



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- + Nikkei 225

## Bonds

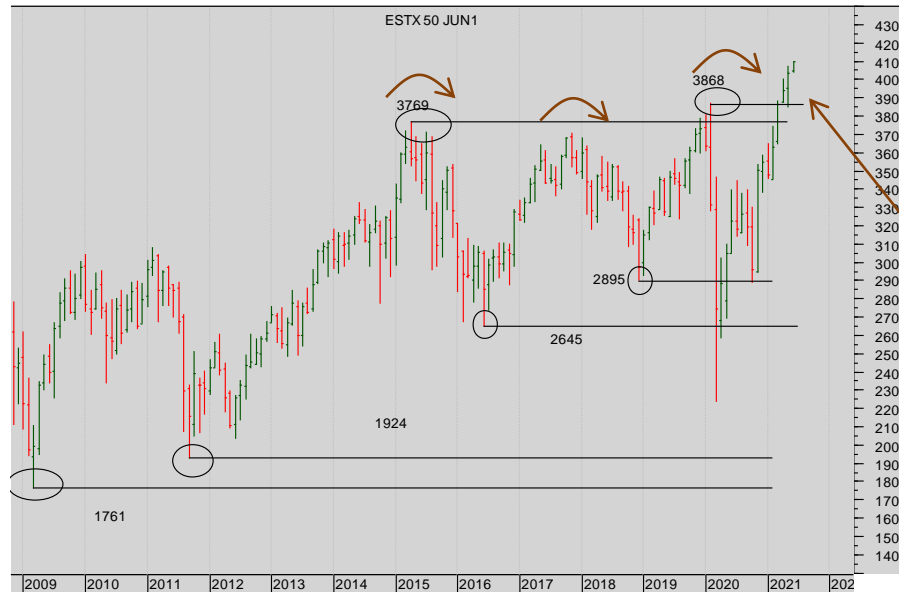
- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

## Commodities

- + Oil
- + Gold

## IMPLIED ASSET ALLOCATION

## Stocks: Eurex EuroStoxx 50



## Eurex EuroStoxx 50 monthly continuation futures chart

The market has now broken out  
**Note the monthly close above 3868.**

The break of 3868 establishes very powerful support beneath the market and so sets up **the next bull leg.**

**This is a very bullish pattern.**



## Eurex EuroStoxx 50 weekly continuation futures chart

The market has broken up through **the Prior High at 3868 that is now clearly very good support.**

More



## Stocks: Eurex EuroStoxx 50

### Summary

### Currencies

- + Dollar Euro
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- + Sterling Euro

### Stocks

- + S&P 500
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- + FTSE 100
- + Nikkei 225

### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

### IMPLIED ASSET ALLOCATION



## Eurex EuroStoxx 50 daily Jun 21 futures chart

The market has bounced sharply off the support from the prior Highs in 2015 and 2020, so the market looks very well set.

Cautious bulls may want to wait for a daily break and close above the recent 4036 High.

Now they have it.



# Stocks: Liffe FTSE 100

## Summary

## Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

## Stocks

- + S&P 500
- + EuroStoxx 50
- + **FTSE 100**
- + Nikkei 225

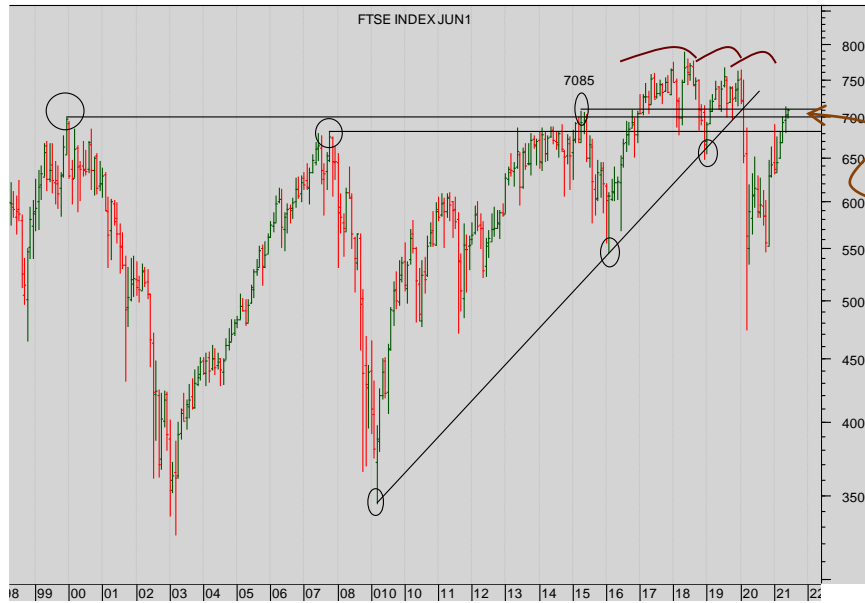
## Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

## Commodities

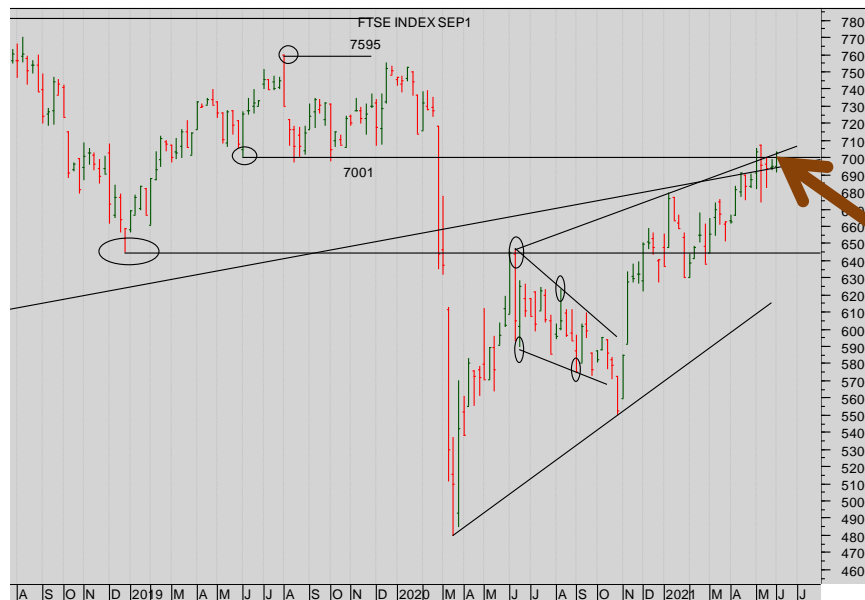
- + Oil
- + Gold

## IMPLIED ASSET ALLOCATION



**Liffe FTSE 100 Monthly continuation futures chart**

The market bounced into the massive overhead resistance above the market at 6475 but so far has been unable to break up through those levels.



**Liffe FTSE 100 Weekly cont. futures chart**

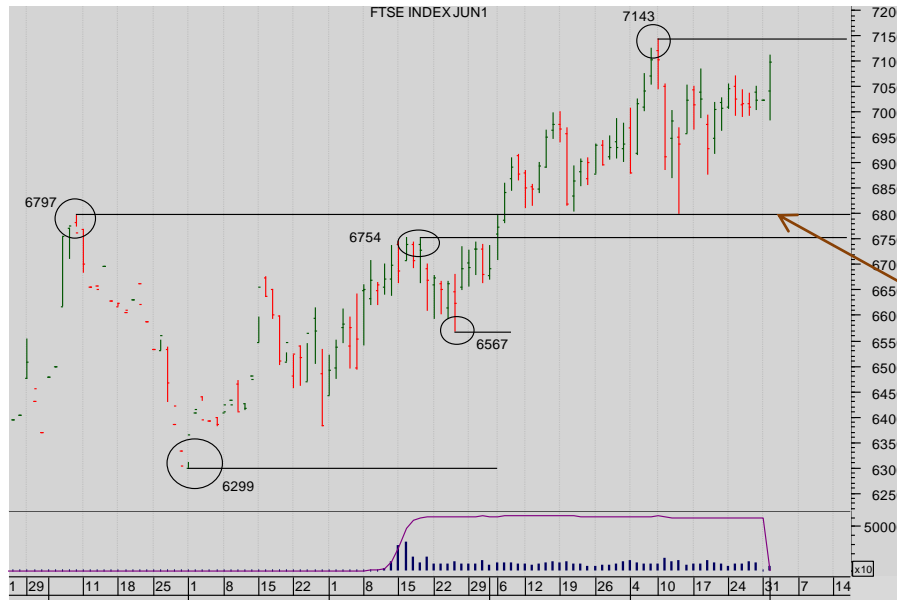
The market is pausing at the resistance provided by the low at 7001

It's not clear.





## Stocks: Liffe FTSE 100



### Liffe FTSE 100 Jun 21 daily futures chart

The break and close above the 6797 High was important.

Note, in particular, the multiple demonstrations that there is good support at 6797.

While that support holds, the market remains solid.

#### Summary

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- + Nikkei 225

#### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
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#### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION





## Stocks: OSE Nikkei 225

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

### IMPLIED ASSET ALLOCATION



### Nikkei 225 chart (monthly)

The market has completed a complex but identifiable Double Headed Head and Shoulders Reversal - a very large one - with a minimum move red up to 40000 or so (measured on a linear chart.)



### Nikkei 225 chart (WEEKLY)

There is a rough bull channel which has now broken.

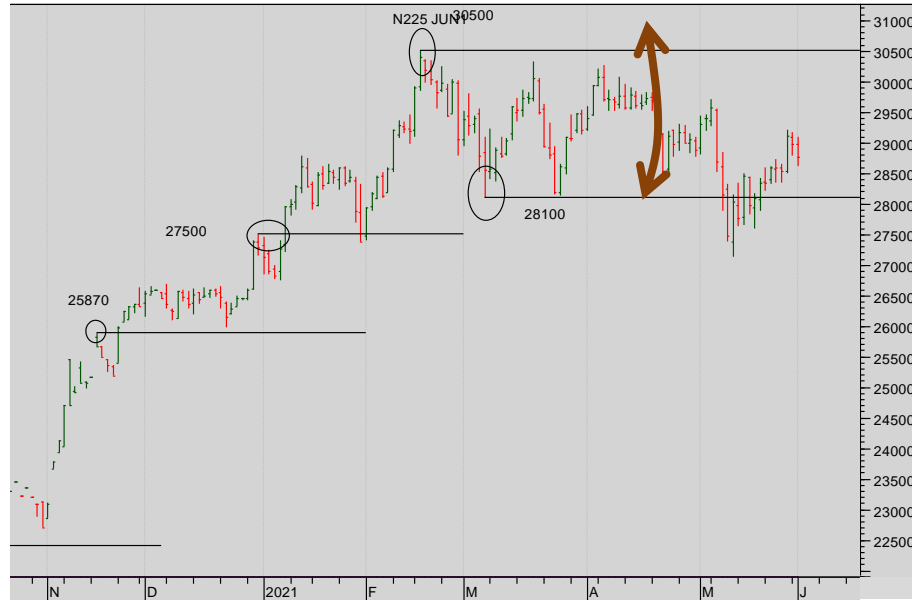
But the failure of the Triangle did not create a small Top formation.

Stand aside.

More



## Stocks: OSE Nikkei 225



### Nikkei 225 chart Daily Jun 2021.

The breakdown through the lows at 28100 looked important but turned out to be false. **Stand aside.**

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IMPLIED ASSET ALLOCATION



## Bonds

### BONDS:

All these markets look set for higher rates in the long-run; but short-term stagnations may continue for a while...

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#### Bonds

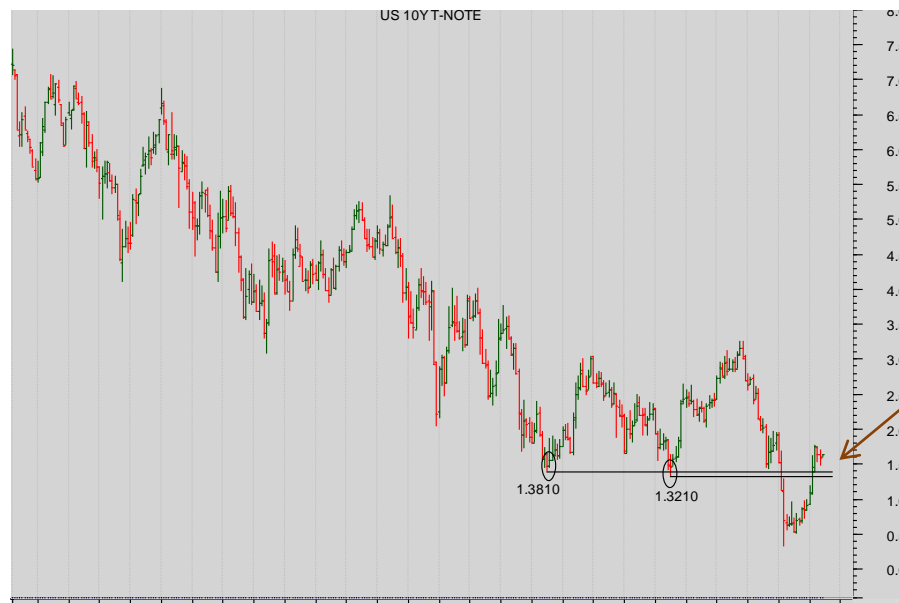
- + Ten Year US TNotes
- + Ten Year German Bund
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#### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION

## Bonds: US Ten Year Notes (Yield)



### US Ten Year Notes (Yield) monthly chart

Now the market has bounced back THROUGH that powerful resistance above the market at 1.32/8.

The two monthly closes convince that the resistance has been breached.

Yields look bullish now in the long-term.

More



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## Bonds

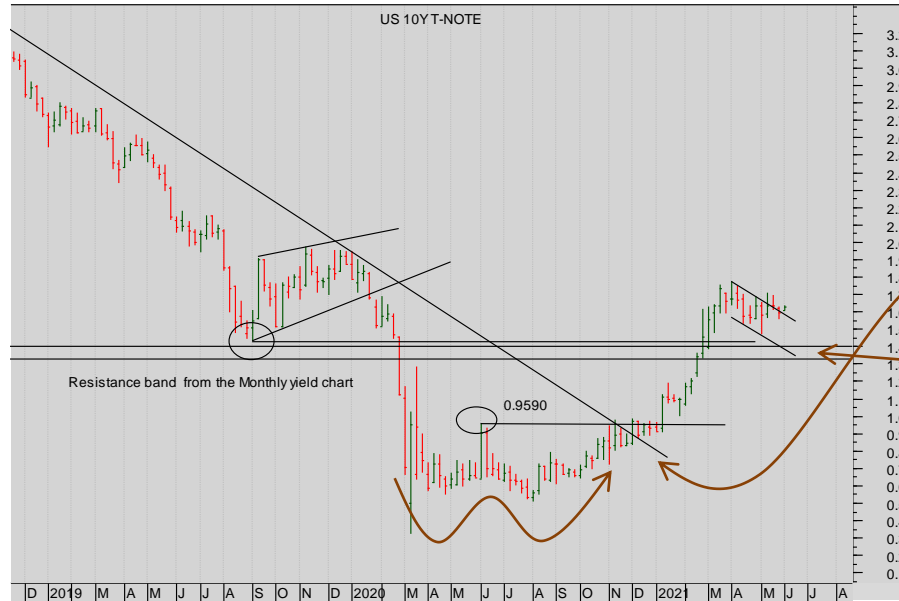
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## Commodities

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- + Gold

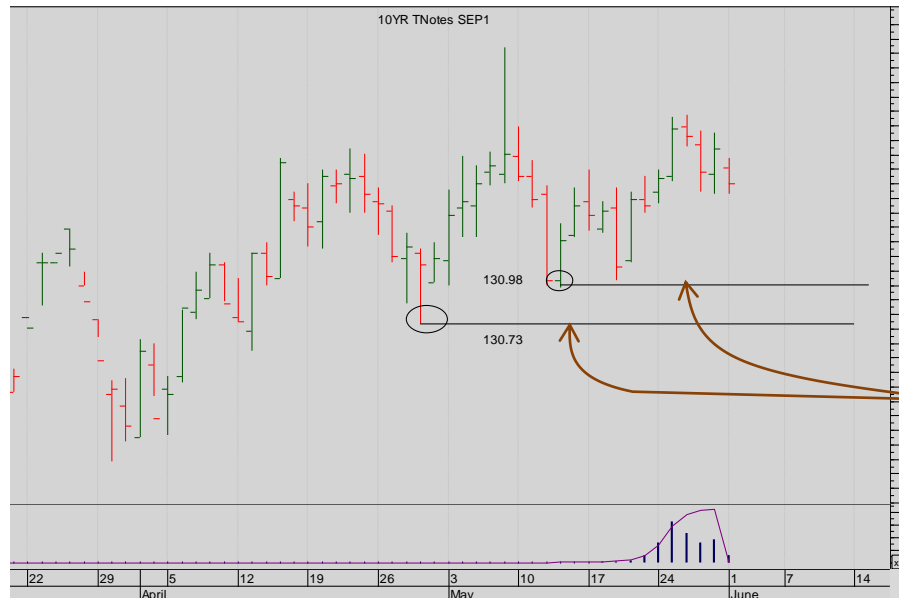
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## Bonds: US Ten Year Notes (Yield)



## US Ten Year Notes (Yield) weekly chart

1. The sideways pause in 2020 - a sideways move broke the diagonal downtrend resistance
2. The completed Double Bottom has driven the bounce through the monthly horizontal resistance above the market
3. Notice the **small bull Flag formation** that may have formed in the weekly chart.



## US Ten Year Notes Sept 2021 Futures price daily chart

The futures market is less clear than the yield chart.

The futures chart has created a short-term bottom but without a potent bull structure **there's only small reversal potential.**

**The futures bears need a breakdown through the recent lows.**

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### IMPLIED ASSET ALLOCATION

## Bonds: German Bund yield chart



### Bund monthly yield chart

This is **a major breakthrough** – the penetration of the resistance at -0.204



### Bund weekly yield chart

Now we have a confirmed **break of that resistance.**

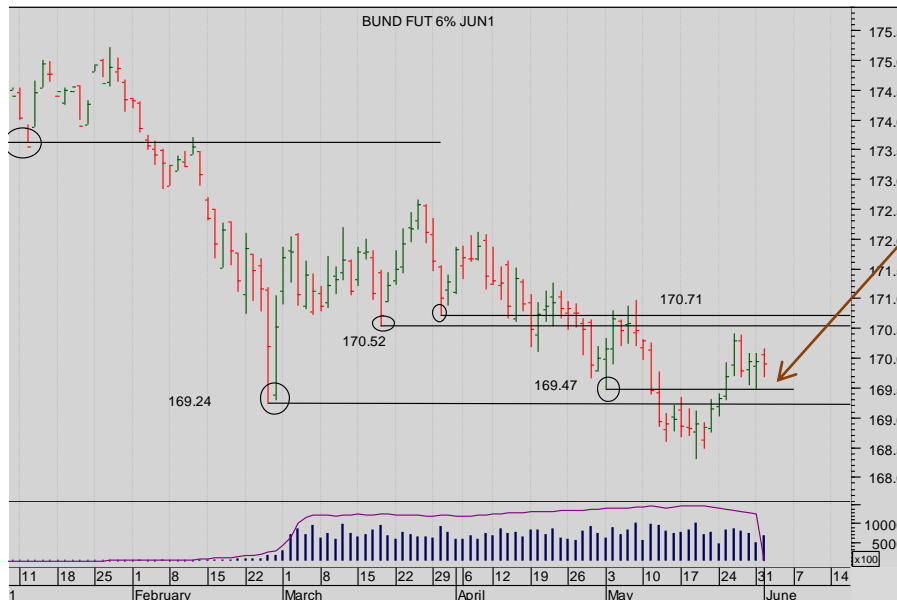
**Note too that a Triple Bottom has been completed.**

**We are yield bulls**

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## Bonds: German Bund yield chart



### Bund daily futures chart

Bears have the critical break of 169.24. **The price bears are in charge.**

**The resistance from the Prior Lows is a band at 169.24 – 47 which was broken but there another band of resistance immediately above: 170.52-170.71.**

**Stand back.**

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### IMPLIED ASSET ALLOCATION



## Bonds: UK Gilt yield chart

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- + Gold

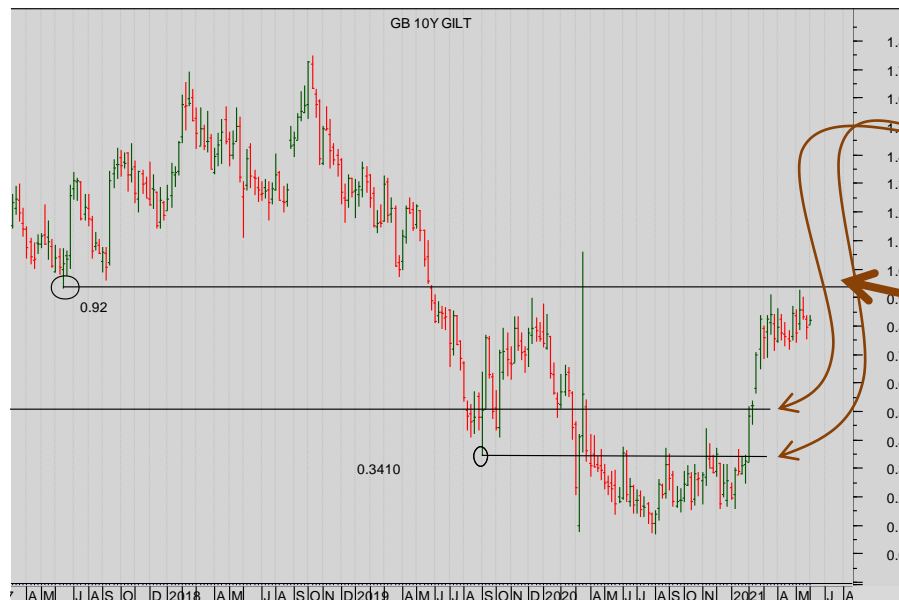
### IMPLIED ASSET ALLOCATION



## Gilt monthly yield chart

The market long-term bear trend.

We are attacking the diagonal downtrend resistance.



## Gilt weekly yield chart

Two short-term horizontal resistance have been broken.

(Note the underlying bullishness of the WEEKLY Key Reversal)

Watch the market's reaction to the next level of horizontal resistance at 0.92.

More



## Bonds: UK Gilt yield chart



### Gilt daily Futures Sep 21 chart

A trading range.

Cautious bears will wait for a break of the Prior Low at 126.79.

Or the high at 127.82

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## Commodity

### COMMODITIES:

Oil has punched through resistance and prior highs so that it looks solidly underpinned on any retracement. We are buyers on any set backs. Gold looks well set within a mature bull run...

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#### Bonds

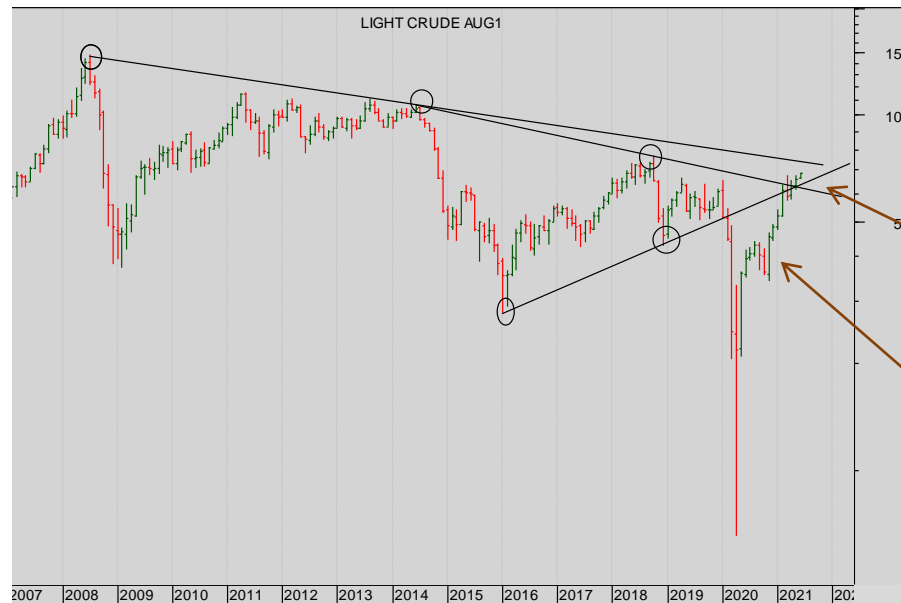
- + Ten Year US TNote
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- + UK Gilt

#### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION

### Commodities: Nymex WTI Oil



#### Nymex oil monthly continuation

The rocketing rally PAUSED AT the intersection of the two diagonals.

But closed above the intersection at the end of last month.

Note the impetus imparted by the Key Reversal here.

We are bulls.

More



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### Bonds

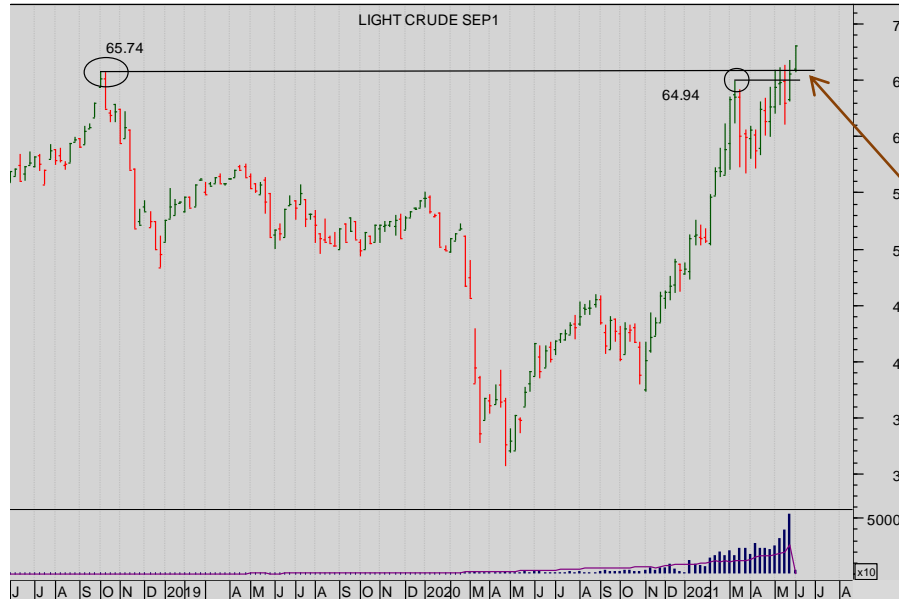
- + Ten Year US TNote
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### Commodities

- + Oil
- + Gold

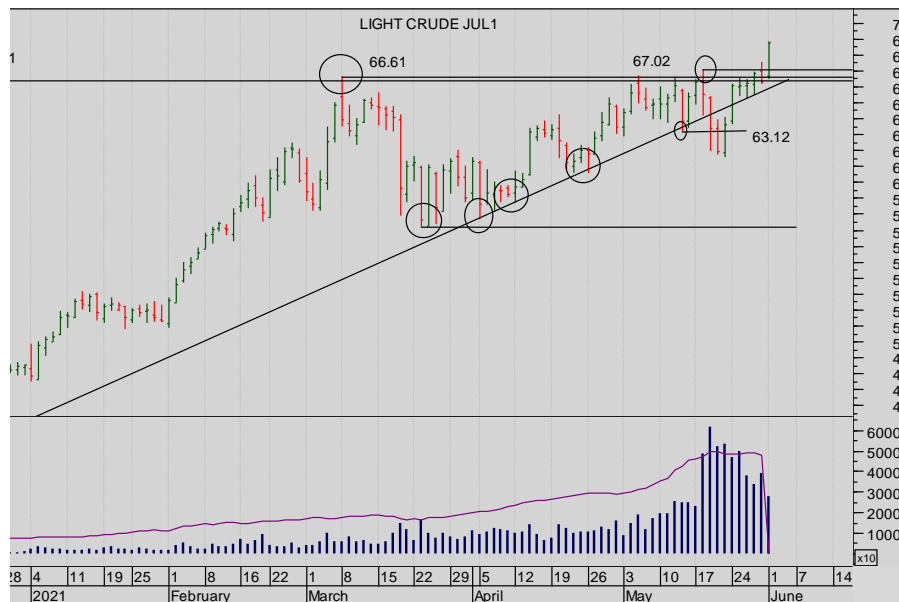
### IMPLIED ASSET ALLOCATION

## Commodities: Nymex WTI Oil



### Nymex oil weekly continuation

The rally smashed up through the Prior Highs.



### Nymex oil daily Jul 2021 futures

The close today creates powerful support beneath the market from the Prior Highs.

A new bull leg is in prospect while 66.61-67.02 holds.



## Commodities: Comex Gold

### Summary

### Currencies

- + Dollar Euro
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- + Sterling Euro

### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + OSE Nikkei 225

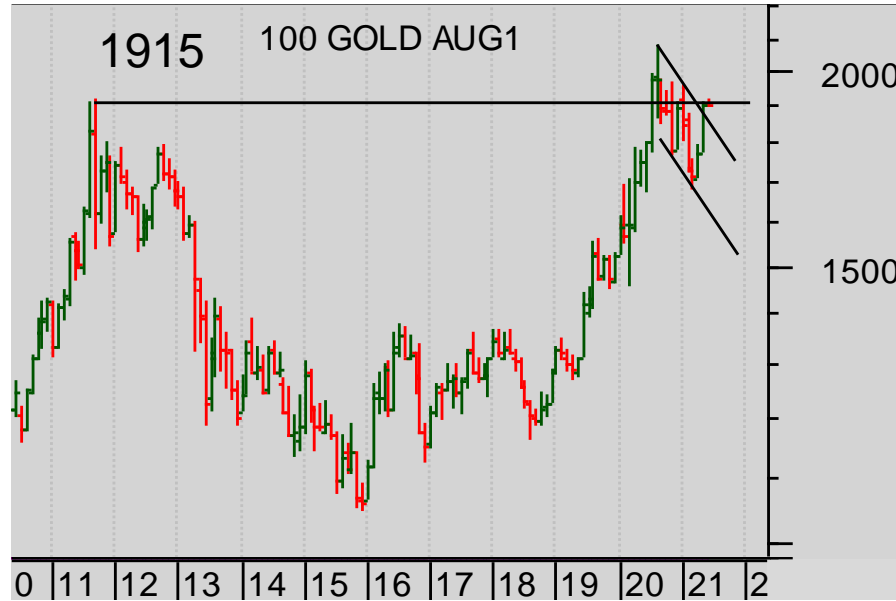
### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION



### Nymex Gold Monthly

Will the pause at the Prior High resolve itself into

- a reversal pattern or
- a continuation pattern?

It's not clear yet on this continuation chart.



### Nymex Gold August 21 weekly

This completes a large bull parallel flag.

That is very bullish.

Look closer.



## Commodities: Comex Gold

### Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

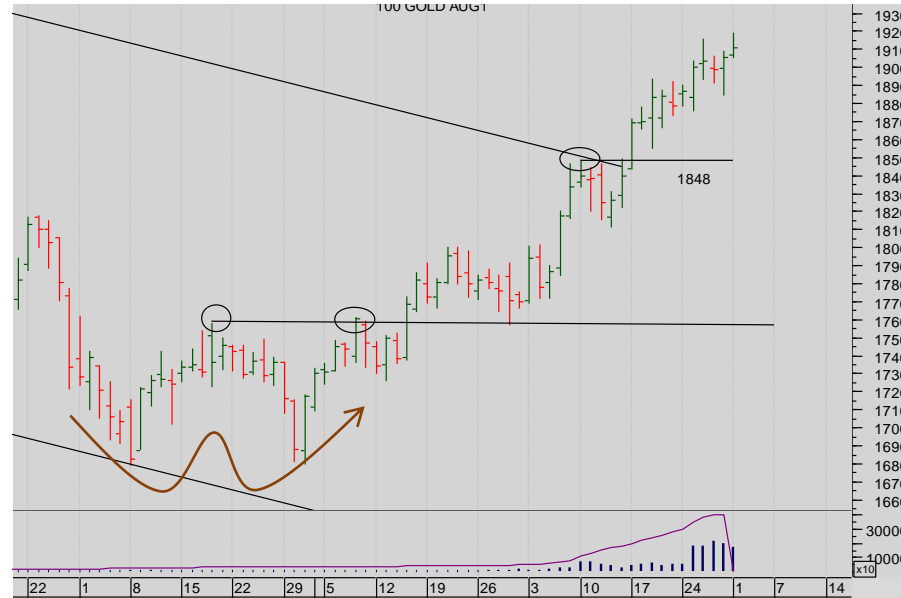
### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

IMPLIED ASSET ALLOCATION



## Nymex Gold Aug 2021 Daily

The small Double Bottom was the catalyst for the rally up to and through the falling diagonal.

The break of the diagonal is **IMPORTANT**, at the parallel sides make the channel a bull Flag.

In greater detail we can see that the market has overcome the Prior High at 1848.

We are bulls



# Summary

## Summary

### Currencies

- + Dollar Euro
- + Dollar Sterling
- + Dollar Yen
- + Sterling Euro

### Stocks

- + S&P 500
- + EuroStoxx 50
- + FTSE 100
- + Nikkei 225

### Bonds

- + Ten Year US TNote
- + Ten Year German Bund
- + UK Gilt

### Commodities

- + Oil
- + Gold

## Seven Days Ahead Balanced Risk IMPLIED Asset Allocation

v

### MSCI Balanced Risk Asset Allocation



More



*the technical analyst*

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