



Market - Ticker (Futures contract month)	Weekly Closing Price	Price / % change from last week	Short-term trend	Long-term trend	Short-term price target	Long-term price target	Position Bias
EURUSD spot	1.1608	-0.0161/ -1.37%	→↓	↓	1.1411, 1.1399	-	short
GBPUSD spot	1.3283	-0.0128/ -0.96%	↓	↓	-	-	short
Crude WTI - CL (Aug '18)	64.85	-0.68/ -1.04%	↓	↑	63.20, 59.08	-	short
Eurostoxx 50 cash	3505.02	+57.72/ +1.67%	→↑	↑	-	-	-
S&P500 - ES (Sep '18)	2784.50	+2.00/ +0.07%	↑	→↑	-	-	long
Gold - GC (Aug '18)	1278.50	-24.2/ -1.86%	↓	↓	1275.6, 1275.3	-	short
30-year Bond - ZB (Sep '18)	143 21/32	+ 15/32 / +0.33%	→↑	↓	-	-	-

Bold: Price target achieved on close
Italic: Price target hit but not on close

EURUSD: The Euro broke to the downside and our price targets in the 1.14 area are coming increasingly into the picture.

GBPUSD: Sterling is desperately trying to find its equilibrium but it seems that the path of least resistance remains to the downside. This is also another week where we close below the 50% retracement level (circa 1.3380) between the pre-referendum high and the post-referendum low. Finally, our weight of the evidence approach is also leaning in favor of the bears again and with that we can only advise short positions.

Crude WTI: Last week we wrote: *“There are two opposing forces pulling this market: a) The short term is dominated by the bears and is ready for a downmove and b) the longer term is marked by an “exhaustion” and signals a strong upmove coming. Given that, we continue to stand aside.”* While the two opposing forces pulling this market still persist, the short side of the market is winning the argument and as such we change our bias to short. Keep an eye on our price targets for guidance.

Eurostoxx50: European equities remain psychotic as whipsaws in all directions continue. Our model has now turned bullish, albeit only by a fraction. We will maintain our neutral bias for one more week.

S&P500: Another bizarre week in US Equities with continuous divergences between the various indices. It’s frankly quite confusing. Our model for the S&P500 retains a clear bullish bias and consequently we choose to keep our perspective from the long side.

Gold: Two weeks ago we wrote: *“There is absolutely no traction is gold and the market continues to feel very “heavy”. This is usually a sign that a market will fall on its own weight. We have two price targets pointing to the 1275 area and the weight of the evidence in favor of the bears. If you don’t like shorting gold, then at least be out and seek greener pastures. The 1260-1275 price area is currently a very big magnet.”* Gold finally cracks and is circa \$3 dollars away from our price target at 1275.

30-year bond: With the June FOMC out of the way, bonds hardly move on a week-on-week basis. The picture in our view remains quite mixed. In these cases we prefer to take our clues from the longer term trend which still favors the bears and hovers around very crucial support levels, which if penetrated convincingly, then the cat will be out of the bag for good and we’ll get much higher interest rates.

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