



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	1.1338	-0.0079 / -0.69%	→↓	↓	1.1208, 1.1160	1.0833	short
GBPUSD spot	1.2815	-0.0009 / -0.07%	↓	↓	1.2658	1.2617, 1.2491, 1.1667	short
Crude WTI - CL (Jan '19)	50.42	-6.26 / -11.04%	↓	→↑	-	-	-
Eurostoxx 50 cash	3137.21	-43.53 / -1.37%	→↓	↓	<b>3119.15,</b> 3054.70	-	short
S&P500 - ES (Dec '18)	2629.50	-113.50 / -4.60%	→↓	→↑	-	-	-
Gold - GC (Dec '18)	1223.20	+0.20 / +0.02%	→↑	↓	-	-	-
30-year Bond - ZB (Dec '18)	140	+ 14/32 / +0.31%	↑	↓	-	-	-

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

**EURUSD:** Last week we wrote: *“Extraordinary action this week as the Euro achieved two of our short term price targets at 1.1268 and 1.1224 and immediately “rejected” that price area by rallying 200 points. We had predicted that the 1.1250 area is a so-called “confluence” zone and that it should be given more respect. As far as we’re concerned, all downtrends according to our model remain intact and we have lower price targets.”* No change to our bearish narrative. Keep an eye on what happens around the 1.1250 area.

**GBPUSD:** We are very worried about Sterling and according to our model we continue to expect the worse. We have three longer-term outstanding price targets ranging from 1.2658 to 1.2491. If, and that is a big IF, both are achieved on close there is a better than 50% chance we will trade well below 1.20.

**Crude WTI:** In issue #158 of Market Trends we said: *“It’s time to step aside and let crude decide what it wants to do.”* Back then, oil closed at 69.47 (January ‘19 basis). It is now -27% since that day. At the moment, this market is in a very fluid state. While prices have been dropping for 7 straight weeks, we now have price targets pointing to \$44. We continue to recommend standing aside though given the conflicting evidence and current volatility.

**Eurostoxx50:** Whichever way we look at this market, the evidence continues to point heavily towards lower prices.

**S&P500:** Simply terrible price action in what is traditionally a very bullish week. We continue to stand aside and advise caution. Even though we have not traded at the October lows yet (only circa 1% away), we have now closed at the lowest levels since May and are in fact down for the year. The short term path of least resistance remains down with price targets at the 2520 area. If those levels are violated on a closing basis, which incidentally are the February lows too, we can say with 75% certainty that THE top is in.

**Gold:** This market remains in a confused state. We continue to stand aside.

**30-year bond:** Last week we wrote: *“This is the second consecutive week where we close higher and 7<sup>th</sup> day in a row. The rally is overdone and we’re not sure whether the bond market is smelling equity market troubles and/or a change in interest rate policy. The trends however remain down and as such we remain bearish.”* We are now standing aside from this market as the picture is very muddled.

Constantine Theodossiou  
ct@newcoll.com

**New College Capital Ltd**  
39-40 St. James’s Place  
London SW1A 1NS  
Tel + 44 20 7495 8720  
Fax + 44 20 7495 8668

www.newcoll.com

This document is issued by, and the property of, New College Capital Ltd (“New College”) which is authorised and regulated in the UK by the Financial Conduct Authority (“FCA”) under reference 430986.

The information contained herein is current at the date of publication, but is subject to change without notice. The information, including any third party data is published in good faith and New College believes that the information is accurate at the time of publication but no representation or warranty, express or implied, is made by New College as to its accuracy or completeness and it should not be relied on as such. New College has expressed its own views and opinions, and these may change without notice. This document is not directed at you if New College is prohibited by any law of any jurisdiction from making the contents available to you and is not intended for any use that would be contrary to local law or regulation. None of the information is intended to constitute any offer to sell or an invitation or solicitation of an offer to buy any product or service by New College and must not be relied upon in connection with any investment decision. Products or services mentioned are subject to legal and regulatory requirements in applicable jurisdictions and may not be available in all jurisdictions. Accordingly persons are required to inform themselves of and observe any such restrictions. Nothing in this website should be construed as investment, tax, legal or other advice.

Past performance is not necessarily a guide to future performance. The value of investments and the income of any financial instruments mentioned may fall as well as rise, and investors may get back less than the amount originally invested. Fluctuations in exchange rates may have a positive or an adverse effect on the value of foreign-currency denominated securities and financial instruments. Certain investments involve an above-average degree of risk and should be seen as long-term in nature. The investment products and services described in the website may have tax consequences. Any tax reliefs referred to are those currently available and their value depends on the circumstances of the individual investor. You acknowledge that levels and bases of taxation may change, and that New College does not provide tax advice. You should consult your own tax advisor in order to understand the tax consequences of the products and services described in the website.

It is the responsibility of the individual user to consider his or her legal and regulatory position in the relevant jurisdiction, the risks associated with trading such products and to ensure that the use of the content and the subsequent making of any investment does not contravene any such restrictions or applicable laws and regulations of any jurisdiction. Please seek the advice of professionals, as appropriate, regarding the evaluation of any specific security, index, report, opinion, advice or other content. This does not exclude or restrict any duty or liability that New College has to its professional clients under the Financial Services and Markets Act 2000 (as amended from time to time) or any other regulatory system under the laws of applicable jurisdictions.

New College shall therefore have no liability, save for any liability that New College may have under the UK Financial Services and Markets Act 2000, for any loss or damage arising out of the use or reliance on the information provided including without limitation, any loss of profit or any other damage, direct or consequential.