

# Market Trends Table

Issue 68

Week ending 27<sup>th</sup> January 2017

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
<b>FX</b>							
EURUSD - EC (Mar '17)	1.0718	-0.0012/ -0.12%	↑	↓	1.0361, 1.0283	1.0180, 1.0047, 0.9978,	-
GBPUSD - BP (Mar '17)	1.2569	+0.0101/ +1.35%	↑	→↓	-	1.1632, 1.1616	-
USDJPY - JY (Mar '17)	0.8704	-0.0061/ -0.80%	→↓	↓	-	0.7463	short
<b>Energy</b>							
Crude WTI - CL (Mar'17)	53.17	-0.05/ -0.09%	→↑	↑	60.72	-	-
Natural Gas - NG (Mar'17)	3.358	+0.140/ +4.35%	→↑	↑	-	-	-
<b>Equity Index – Rates</b>							
S&P500 - ES (Mar '17)	2289	+23.00/ +1.02%	→↑	↑	2317.25	-	long
Nasdaq 100 - NQ (Mar '17)	5162.50	+104.25/ +2.06%	↑	↑	-	5202.50	long
30-year Bond - ZB (Mar'17)	150 12/32	- 13/32 / -0.27%	→↓	↓	137-05	137-12	short
<b>Metals</b>							
Copper - HG (Mar'17)	2.6895	+0.0645/ +2.46%	↑	↑	2.762	-	long
Gold - GC (Apr'17)	1193.80	-13.80/ -1.14%	↑	↓	1234.53	1031.40	-
<b>Agricultural – Meats - Softs</b>							
Corn - ZC (Mar'17)	362 4/8	-7 2/8 / -1.96%	↑	→↓	-	-	-
Live Cattle - LC (Apr'17)	117.325	-1.800/ -1.51%	↑	↑	120.875, 122.675	-	long
Sugar #11 – SB (Mar '17)	20.33	+0.15 / +0.74%	→↓	→↑	-	-	-
Coffee "C" – KC (Mar '17)	152.40	-0.80/ -0.52%	→↓	↓	-	-	-

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

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.



**ECH17:** The picture in the Euro continues to be very mixed. Based on the current evidence, it feels like the bearish case will eventually prevail. We will stand on the sidelines until we get concrete signals as to where the Euro wants to go and a decent risk/reward opportunity presents itself. The FOMC next week could be a catalyst.

**BPH17:** The British pound is officially in “no-man’s land”. The picture is also very mixed, with the shorter term trend pointing up and the longer term trend remaining very bearish. According to our methodology, there are equally as many compelling reasons to be long as there are to be short. We are standing aside.

**JYH17** (*n.b.: futures are quoted inversely to cash so when futures are rising the JPY is rising in value*): The downtrend in the yen is gaining traction again. Manage risk carefully.

**CLH17:** We do not like how crude oil is behaving. It’s had its chances to rally and it has failed. It is often the case that if we can’t get traction in one direction, then the path of least resistance is to be found in the opposite direction. Even though the weight of the evidence remains favourable for the bullish case, the qualitative element of this uptrend is just not great. As such, it is best to stand aside.

**NGH17:** If you trade/invest for excitement then you should be active in the natural gas market. If you trade to make money, you should simply not be looking at the natural gas market at all. We trade to make money.

**ESH17:** If you find yourself fighting the uptrend in the S&P500 (and US stocks in general) just take a break. Always remember that the trend is your friend until it ends. When will this trend end? I have no idea. How high can we go? We’ve had a price target at 2317 for a while and we’re getting closer and closer.

**NQH17:** The Nasdaq is on fire. You do not want to be standing in front of this freight train. We’ve rallied 10%+ since issue #57 (11 weeks ago) when we established our current price target of 5202. We’re only a handful of points away from it.

**ZBH17:** All evidence in the bond market points to lower prices and both downtrends remain intact. That said, the ease with which we were going down has abated. FOMC this week should be a catalyst. Expect heightened volatility.

**HGH17:** Last week we wrote: *“The uptrends in copper remain intact and we now have a new short term target of 2.762. That said, we’re losing traction.”* Following this week’s rally, we’re now at a crossroads. According to the current set-up, we will either get a significant move higher or a sharp reversal. Tighten stops and brace.

**GCI17:** Gold is one of the markets we currently advise to avoid. The picture is too confusing. We need to achieve on a closing basis our short term price target of 1234 before the upside starts to look interesting. In the meantime protecting capital is of utmost importance.

**ZCH17:** The corn market whipsaws again and thus reverts into a state of conflicting signals. Patience is required until the situation resolves itself. No position is a position.

**LCJ17:** Live cattle generated another buy signal this week. We now have a couple of targets > 120. Pick your risk/reward carefully.

**SBH17:** Sugar’s recent psychotic moves have totally muddled the trend picture. We cannot pretend we know what is going on so best to sit it out.

**KCH17:** The coffee market is in a similar state to the sugar market, albeit the two should not be correlated. We will let the dust settle before we make our minds up about how we will re-enter this market.

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.