

Market Technical Analysis REPORT: Europe

using **Integrated Pitchfork Analysis**

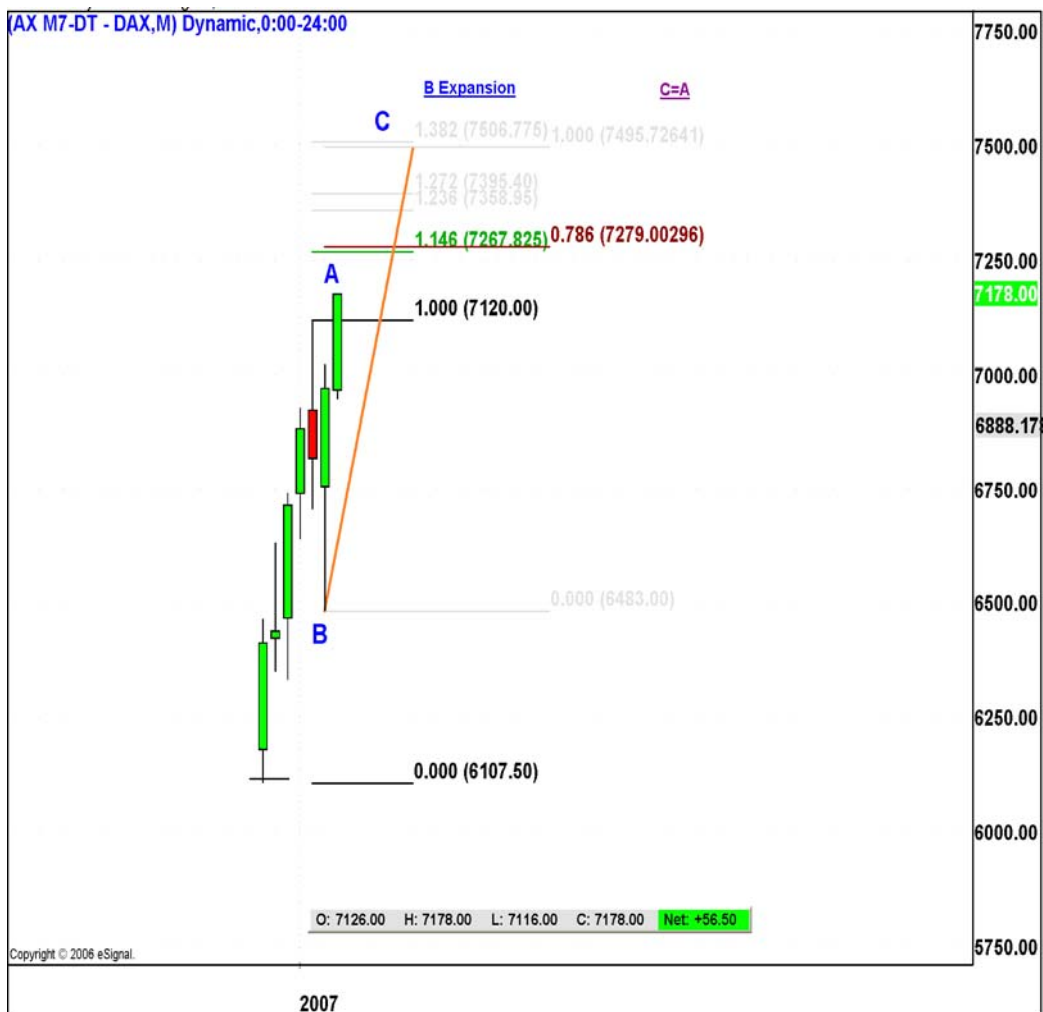
by Dr Mircea Dologa, MD, CTA

MORNING of April 10th - 2007



1. German Dax 30 Futures Index

Our research strongly suggests a "*top-down*" market analysis. In our opinion, the performed studies with *Cash Index* data are more illustrative than those with *Futures Index* data. However, due to our *Futures* trading preference, we will use everytime, the best available data and the most adequate, for that specific traded vehicle.



- *Monthly Chart* - The up-sloping zigzag pattern clearly shows market's predilection. The frequent development of wave C will be at 7495 level (wave C = 1.00 * wave A). However, the closest target for this wave will go around 7270-79 zone, where the wave C will have a truncated value equal to 0.786*wave A.

- **Weekly Chart** - The weekly time frame is one of the most ergonomic and profitable one. The common extension of wave C is equal to $1.00 \times \text{wave A}$, bringing the market to 7577 level.



- **Daily Chart** - The daily time frame goes on the tracks of the weekly's, with a better visibility. The chart's slope of 60° angle, re-confirms the upper time frames' up-sloping dominant trend. The boiling momentum will certainly catapult the market price, all the way up to the confluence of the trending line (TL), the upper median line of the ascending pitchfork and the 100% level of sub-wave 5 of W1 ($w5:W1=1.00 \times w1-3:W1$).

- **15-min Chart** - The strongly up-sloping market flow was temporarily halted at the 87.5% level of the ascending pitchfork. The convergence of the OSC(5,17) with the market, clearly states that the up-move will be continued in spite of the OSC(5,35) bearish divergence (not shown on this chart).



- **5-min Chart** - It seems that the German Dax Futures are clocked on the S&P500 Futures Index. The maximum volume is traded between 14:30 & 19:00 Central European Time(CET) which corresponds to 8:30 - 13:00 US ET. The after-noon wedge's presence and the breakout of the TL-01 confirm the up-move continuation.

The trend-wise percentage of the German DAX 30 Cash Index STOCKS

leading the market just before Opening

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Aktien im Index		Geld- und Briefkurs						
WKN	Name		Geld	Brief	Veränd. (Brief)		Vortag	
					abs.	in %		
500340	ADIDAS		41,530	41,780	▲	+0,470	Xetra	41,310
840400	ALLIANZ		158,120	158,520	▲	+0,520	Xetra	158,000
760080	ALTANA		49,920	50,120	▲	+0,620	Xetra	49,500
515100	BASF		86,660	86,860	▲	+1,020	Xetra	85,840
575200	BAYER		49,070	49,220	▲	+0,670	Xetra	48,550
519000	BMW		44,990	45,190	▼	-0,210	Xetra	45,400
803200	COMMERZBANK	IR.	33,450	33,610	▲	+0,070	Xetra	33,540
543900	CONTINENTAL AG		100,160	100,510	▲	+0,620	Xetra	99,890
710000	DAIMLER	IR.	62,820	63,020	▲	+1,920	Xetra	61,100
581005	DEUTSCHE BOERSE N		172,200	172,700	▲	+0,450	Xetra	172,250
555200	DEUTSCHE POST		23,050	23,150	▲	+0,270	Xetra	22,880
800100	DEUTSCHE POSTBANK AG	IR.	64,010	64,310	▲	+0,060	Xetra	64,250
514000	DT.BANK		102,590	102,890	▲	+0,190	Xetra	102,700
555750	DT.TELEKOM		12,920	12,970	▼	-0,030	Xetra	13,000
761440	E.ON		108,740	109,050	▲	+1,800	Xetra	107,250
578580	FMC	IR.	111,180	111,580	▼	-0,720	Xetra	112,300
604843	HENKEL		111,760	112,160	▲	+0,490	Xetra	111,670
802770	HYPO REAL ESTATE HOLDI...		49,280	49,580	▲	+0,850	Xetra	48,730
623100	INFINEON	IR.	11,600	11,650	▲	+0,050	Xetra	11,600
648300	LINDE		81,940	82,340	▲	+0,320	Xetra	82,020
823212	LUFTHANSA		21,450	21,550	▲	+0,090	Xetra	21,460
593700	MAN		88,240	88,540	▲	+0,940	Xetra	87,600
725750	METRO		52,730	52,930	▼	-0,080	Xetra	53,010
843002	MUENCHENER RUECKVERSIC...	IR.	128,070	128,470	▲	+0,480	Xetra	127,990
703712	RWE		81,840	82,140	▲	+0,100	Xetra	82,040
716460	SAP		34,730	34,930	▲	+0,250	Xetra	34,680
723610	SIEMENS		83,210	83,410	▲	+1,520	Xetra	81,890
750000	THYSSEN		37,510	37,660	▼	-0,250	Xetra	37,910
TUAG00	TUI AG		18,410	18,560	▲	+0,090	Xetra	18,470
766400	VW		110,840	111,090	▼	-0,480	Xetra	111,570

Source : www.onvista.de

Forecasts in this Study have Very High Probability - But they might be wrong !
 Traders must monitor the Market conditions that validate or invalidate the Forecast / Trade
 Trade Market Behavior, NOT ONLY Forecasts - Let the Market be our Guide

Day's BIAS:

Down early morning followed by an up-sloping day

April

10 2007

Reality After Close

To be filled after the Market's Close

Contract's High/Low	7 178	6 016
Nearest High - 2nd, 3rd	7 120	
Last Close	7 178,0	

Length to Contract Range High %/pts

Gann Levels

TRADE

Long if price > 6965 to 7293

OPEN

7 162,0

Gap pts/50%

-16,0

7186,0

High / Low

7 168,0

7159,5

Open Range

8,5

Close vs DP

Time Length

00:10

20,7

Day Trading Range R2 / S2

REAL Day Trading Range +++

Pre Open Summary	
Fundamentals:	Neutral
Technicals:	Up
Global Sentiment:	UP

Pre Open Components

Major	
Events & News	None
& US Reports	None

Up Dn

Nikkei %		0,54%
S&P 500 pts	0,85	
ES Night pts		1,50
Crude Oil pts-		61,78
Euro/\$ pts	1,3418	

*Rule 80/20	0,0%	100,0%
Close against DP Range	10,3	31,0
Pivot Range Value < 3	20,7	
Opening Gap-pts	-16,00	Dn

Day Bar: small/big,RD,NR4,NR7,Ins/Outside Bars

- Imbalance of Supply / Demand -

Big Green Bar

Contraction

64%

Daily Range (DR)

Contraction

Daily Range / ATR

64%

Daily Range (pts)

62,00

Daily ATR over 14 days

97,1

Rule 80/20 Up

0,0%

Middle Point

100,0%

Rule 80/20 Dn

7 178,0

high third

mid third

mid third

lower third

7 178,0

High

7 157

7 147

7 137

7116,0

Low

Mark Fisher - Pivot Range (PR) & Close

10,3	7 178,0	7 167,7	PR High
over / In / under	high third		
Pivot Range	Daily Pivot	7 157,3	DP Range
over / In / under	lower third		
Pivot Range		7 147,0	PR Low
31,0			

Last Swing Fib Bars 1-3-5-8-13-21-34

Type of Bars	Normal	Momentum
Monthly Bars	7	6
Weekly Bars	5	5
Daily Bars	6	6

*C =Yesterday's Close

ATR (C-H)	56,50
ATR (H-L)	62,00
ATR (C-L)	5,50

**H & L (Today's High & Low)

Prior Values of

Week High	7178,0
Week Low	6944,0
Month High	7019,5
Month Low	6483,0

R/S Pre Close

7178,0	7120,0
	7116,0

Evaluation of Resistance / Support **Strength:**
 Very Strong ++++ Strong +++ Medium ++ Average +

Scenario Up : Resistances	Up Trend MORE Probable	
7 281	++	R4
7 279	+++	wk&month Piv
7 264	+++	90° Gann
7 261	+++	R3
7 230	++	Daily Fibs
7 222	++	Gann level
7 219	++	R2
7 211	++	Gann level
7 199	+++	R1
7 190	++	Gann level
7 178	+++	Close&High
7 157	+++	DP
Scenario Dn : Supports	Down Trend LESS Probable	
7 157	+++	DP
7 137	++	S1
7 100	+++	Wkly Pivot
7 095	++	S2
7 093	+++	90° Gann
7 075	++	S3

Floor Pivots - Use prior bar level values

	DAILY	Weekly	MONTHLY
High	7 178	7 178	7 020
Low	7 116	6 944	6 483
Close	7 178	7 178	6 969
Day's Range			
R5	7 323	7 724	8 238
Mid R4/R5	7 302	7 646	8 067
R4	7 281	7 568	7 897
Mid R3/R4	7 271	7 529	7 799
R3	7 261	7 490	7 701
Mid R2/R3	7 240	7 412	7 531
R2	7 219	7 334	7 360
Mid R1/R2	7 209	7 295	7 263
R1	7 199	7 256	7 165
Mid P/R1	7 178	7 178	6 994
*** ***	Main Piv 7 157	7 100	6 824
Mid P/S1	7 147	7 061	6 726
S1	7 137	7 022	6 628
Mid S1/S2	7 116	6 944	6 458
S2	7 095	6 866	6 287
Mid S2/S3	7 085	6 827	6 190
S3	7 075	6 788	6 092
Mid S3/S4	7 054	6 710	5 921
S4	7 033	6 632	5 751
Mid S4/S5	7 023	6 593	5 653
S5	7 013	6 554	5 555

Nuts-and-Bolts	Rule 80/20 - Up 0,0%	Close at 7 178,0 pts above DP	21
Monthly Chart -	Strong up-trend		
Weekly Chart -	Strong up-trend		
Daily Chart -	Strong up-trend - market just below the upper BB & confluence halt Watch for 4224 level breakout of EuroStoxx 50 +++		
240 min Chart -	Strong up-trend - market channelling under up-sloping TL & CCI top at strong resistance		
120 min Chart -	Strong up-trend - crawling market-narrow bars - tiny ATRs at 15 (max 56,6)		
60 min Chart	Strong up-trend - crawling market with W5, narrow bars, approaching U-MLH - CCI diverg		
15 min Chart -	Steep w5:W5 Strong up-trend - market halted by upper 87,5 Fibs line CCI(35) divergence & CCI(17) convergence		
Day's Lessons:	Lessons: Behaviour of 30 Dax stocks Composition, Patterns, Day's Time, RSI & CCI		

2. Eurostoxx 50 Futures Index

- *Daily chart* - The market is 10 pts away from the highest high at 4226, marking a strong up-sloping trend. This move will be continued even if the market will be forced to make a short pullback at the 4226 level. The up-sloping RSI's pitchfork strongly confirms this trending scenario. The first target would be the termination of the extended W3 at 4585 level.



- *5-min chart* - The market is ready to breakup the 4216 or breakdown the 4210 level. Beware of rectangle's common extensions which can commonly develop, seven times.

- 5-min chart - The market has first chosen to breakdown the original rectangle through the 4210 level. By 09:23 CET it has already built-up two extensions. Remember... expect more... mostly up to seven times!



- 5-min chart - After the morning reversal, the market kept climbing all the way up to 4243 level, thus building rectangle's extensions of 4.236 times. The previous highest high of 4224 level was left well behind.

3. FTSE 100 Cash Index

- *Daily chart* - The up-sloping market is about 10 pts away from the highest high at 6451.39 level. The RSI's steep slope vehemently corroborates the up-sloping scenario.

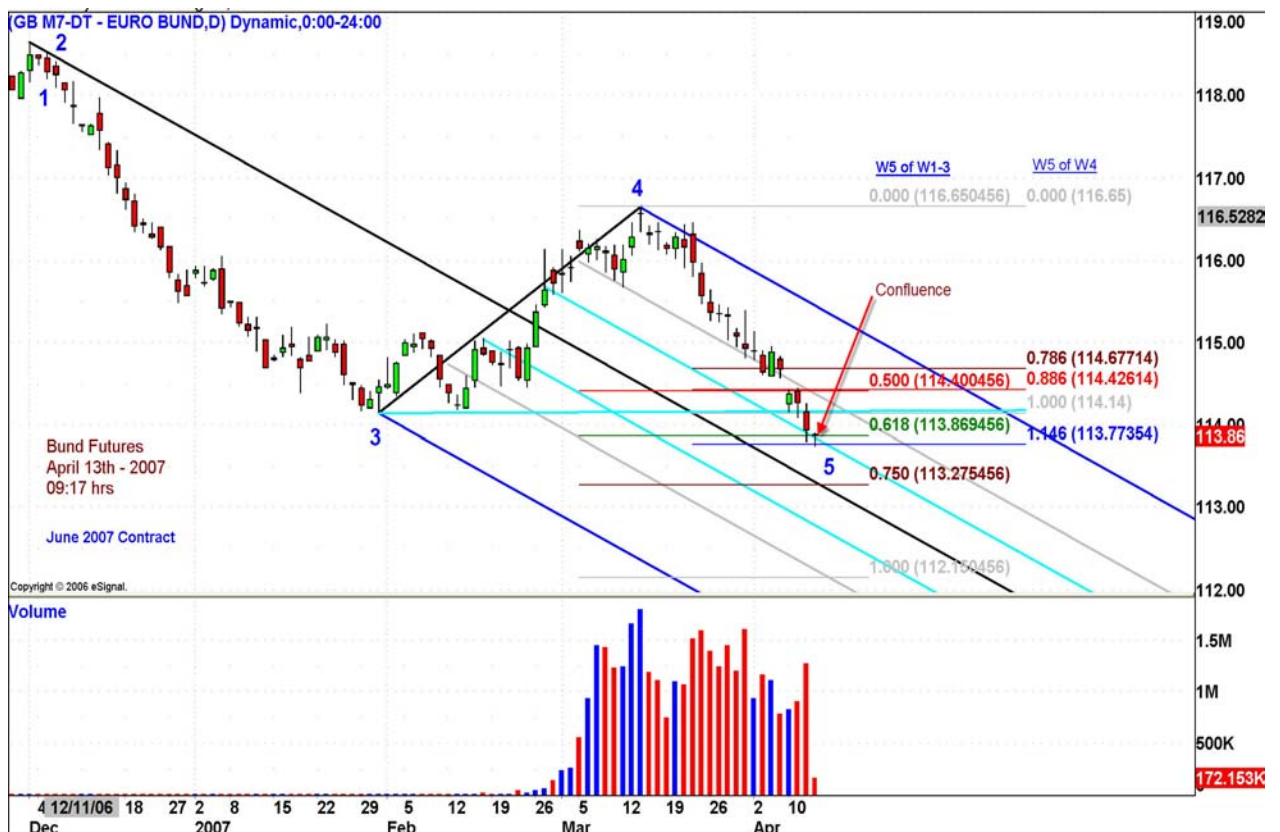


- *120-min chart* - The market is at the confluence of *median gap line* and lower median line at 88.6% level (6398.72) of the prior pattern correction.

Once this crucial level exceeded, be aware of the imminent breakup of the up-sloping median gap trend line.

4. German Bund Futures Index

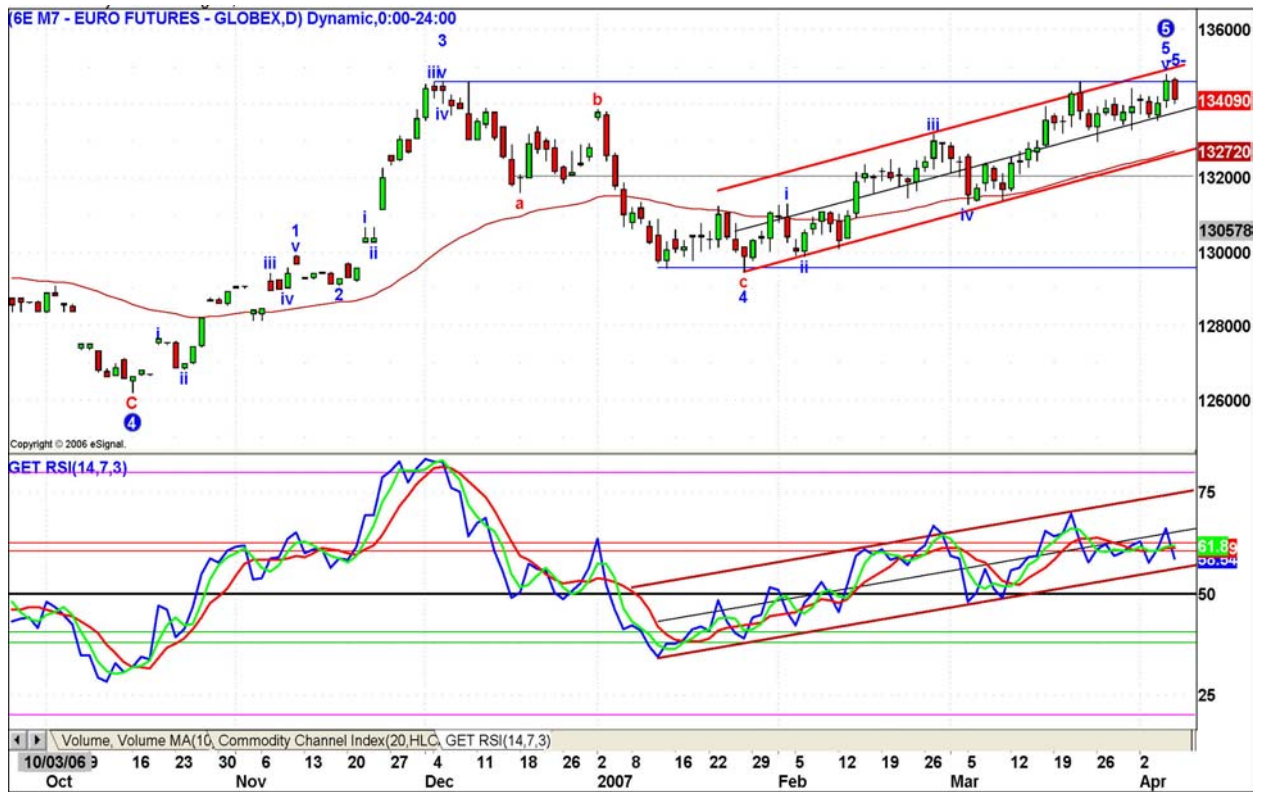
- *Daily chart* - The strong down-trend market has a probable end at the following levels: 114.40, 114.14 or 113.86.



- *Daily chart* - Four days later, the market price reached the 113.86 level, at the confluence of two trend lines: the 61.8% Fibs Line of the W1-3 and the upper 25% Fibs line of the major pitchfork.

5. Euro/Usd Futures

- *Daily chart* - The up-channelling market, just reached its highest high, closing at 1.34090 level.



- *Daily chart* - Five days later, after a two-bar pullback, the market flow, broke-up against the highest high level and burst out through the upper border of the up-sloping channel.