



## Morning notes

Monday, June 10, 2019

**INFO and LTF** -> Every market closed positive on Friday. Following Europe and US, Asian markets are all green, getting additional boost with better than expected China Trade Balance. Gap up indications that we had on weekend were true, and **DAX** started futures session with the gap into our Main R zone, made a pullback, and it is now (07:30 CET) above 12,100. As said in the [Weekly video](#), buyers have the upper hand now. Markets going higher expecting FED to cut rates, and **DAX** broke above DMA50 and trading channel that could act as a bull flag (*note additional daily chart*). German banks are closed due to Whit Monday public holiday, stock market is closed, but futures are working. We should expect lower liquidity and smaller range on **DAX**, since it could just range / chop around, waiting for the NYSE Open for direction. No important news today, and US-China trade deal is still main subject of investors interest.



**DAX Zones** - For trading futures, adjust zones for CFD/futures difference.

*Zone changes – Two zones are adjusted between Main S and Main R, and one at 12,195. Three in total.  
(Small ▲ symbol is on the zones that were updated/adjusted or new )*

**TRADING PLAN** -> **Main zones are unchanged** -> **S zone /11,915-935/ and R /12,105-125/**. Reaction is expected on both Main zones. DAX is inside Main R zone in the premarket.

Possible scenario now could be a down move first - since market could be overextended - toward S zone /12,050-065/ and prev. cash close at 12,045, where buyers will likely react on a first test. If that zone doesn't hold, buyers can react on the next one - /11,980-12,000/ and likely defend Main S zone **/11,915-935/**. There is also a unfilled gap at 11,953.

Since market already reacted from Main R **/12,105-125/** in the premarket, we should be more cautious there to fade it, but Resistance is Resistance until broken. IF buyers manage to break Main R, that would lead to next R zone /12,155-175/ with unfilled gap at 12,169. Sellers can react on this zone, but in case of good momentum, this zone could be skipped for fading, since better R zone is at **/12,195-215/**. Broken resistance zones could act as Support. Unlikely that market could go very far on public holiday, but in case it does, higher zones are /12,235-250/, /12,260-270/ and **LTF R /12,300-320/** with unfilled gap at 12,310. More likely is smaller range, and range bound, choppy price action, with possible false breaks.

*Choose your entry points carefully, and plot premarket low/high reference lines after the open.*

### Daily dose of DAX - Message for Subscribers

*As requested, I made this LTF zones a bit darker, for you to better see them.*

*On Daily dose of DAX website page, I have posted a list of books in PDF format that I could share, if you are interested. A few Subscribers already received some of those books.*

*Cheers, StrayDog*