



Many people request fx (not personally fond of this market), however it is a staple for my swing trading portfolio and 6B this week is primed for a move as we approach a VERY important area for this market.

Day trading this market can be tricky due to the amount of manipulation (data releases) swing trading on the other hand is fairly straight forward (as noise is minimal) and a fairly easy market to trade, especially if one uses the Wyckoff/VSA methodology

Since January 2017 I have been advocating long positions due to the back ground conditions (accumulation) The buying at C where demand overcomes supply was the nail in the coffin for the bears; this was the point when accumulation was confirmed.

Bar D is an excellent example of bag holding; two high volume bars (green highlight) with narrow spreads making no net downside progress can only mean one thing "hidden buying". This action also tests the high volume bar via C. An excellent setup

More strength as we break resistance via E, good surge in volume and a wide spread. The market tests this area via F, which is stopping volume. The reaction is a bit deeper than we would like, however no downside follow through that ends with a spring on lower volume, is an excellent trade and a confirmation of demand.

The next couple of months we have decent up trending conditions with higher highs and higher lows; one would expect this behaviour with a currency. NOTE – the rally to H, volume expands to the upside and declines as we react. This action both confirms demand and disconfirms supply – a double dose of positivity. The reaction from H is to be expected as we become way overbought in our channel. There is a subtlety at work from the reaction, note how we hold above the demand line and then go sideways for a month, then all of a sudden we fall out of bed via bar J "an ordinary shakeout", this bar isn't confirmed until a few days later, the market is unable to close under the support level or the rising demand line – STRENGTH

What's of vital interest is the orange highlight via K, there is a sustained swell in volume which is a case of Effort vs. Result; a great deal of volume (effort) with very little movement (result). Price contracts and tightens to build cause (another Wyckoffian governing law) producing a readable bullish apex. Do not forget that momentum is bullish and we are in an uptrend, with

no signs of weakness and demand overcoming supply is littered all over this chart. Its supply that needs to prove itself

Bar L - as we break resistance, we do so with excellent price action (D/S)

This week there will be an excellent opportunity (purple highlight) for a position as we have daily structure in play. The market will be in an overbought position via our channel at resistance (which hasn't been tested since Jun 2016) plus we will be approx 50% into the supply bar via A (Brexit bar).

Game plans have been established for both bullish and bearish positions. Does our background of strength outweigh the negativity associated with our structural locations and the heavy supply bar? The only way to tell is by evaluating the strength of demand and supply as the market unfolds.

Email: feibel@yahoo.com

Twitter: @feibel_trading