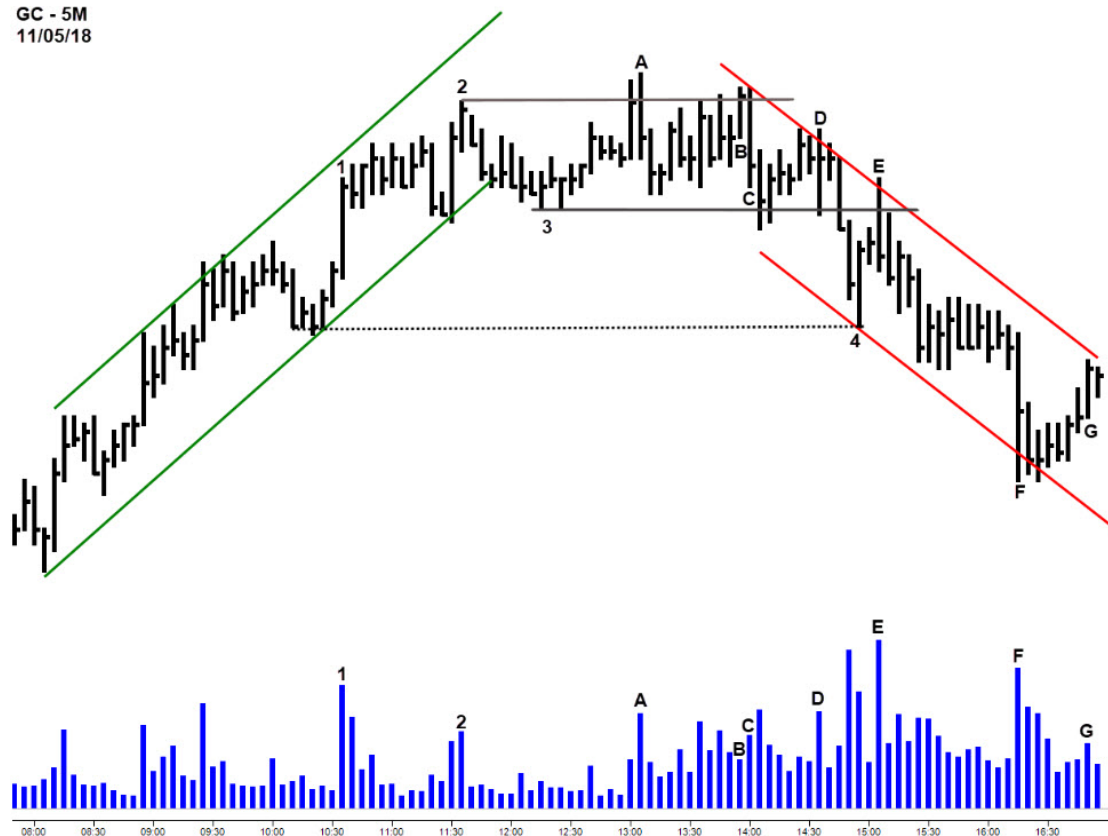


GC - 5M
11/05/18



Today's trading is somewhat familiar; albeit a slightly different flavour of negativity in our trading range at the highs. Refer to the oil trade via the 9th May. Fascinating behaviour between the two instruments. Trading is no more complex then we **ALLOW** it to be, simply **READ** the imbalance between the forces of demand and supply to gain the edge

Price has been contained within an up channel making HH's and HL's
We halt at 2; a bearish case of Effort vs. Result. Spread is half the size of the previous bar, yet with higher volume. Only one thing can do that - selling

From 2 we break the demand line to 3. Price revisits the highs of 2 via A, where more negativity emerges, an upthrust. At this point bar 1 becomes suspect, as we have good volume and a decent spread, yet from here onwards the market struggles to go higher - it acts and feels a little climatic

Bar B - No demand at resistance

Bar C - Negativity, this bar closes under the previous 45m of trading with a surge in volume and a weak close. Pair this with the previous no demand bar, the bearish case of Effort vs. Result via 1, and an upthrust via A, we must short, why? the market is distributing

Bar D - A gut check, puts our trade under pressure, acts as an upside shakeout

Bar 4 - First target hit, support (+22 ticks)

Bar E - Add additional contracts; best trade on the chart hands down. The classic "Rally Back to Ice" setup. Plus we have a supply confluence that has held; horizontal resistance and the supply line from our channel. The negativity displayed by Bar E requires no further analysis, we upthrust newly formed resistance, closing under the previous 4 bars, with very high volume - an extremely high odds trade

Bar F - Target hit, demand line (+40 ticks). The close is well off the lows with a surge in volume; buying is present, a rally is on the cards

Bar G - Full exit, were climbing higher volume increasing (+31 ticks)

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