



MARKET WEEKLY FUNTECH
Presented by The Intelligent Day Trader (TIDT)

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Market	Factor	Indicators
ASX 100, FTSE 100 & NDX 100	ECONOMIC	INFLATION

FUN (Fundamental)

Better news on Covid, vaccinations, re-openings, economic growth, and earnings is responsible for a good first halves in the market.

Current Situation – (9/07/ 2021)

- 5th July 2021 - The U.S. jobs report Friday 2nd July signalled the economy is gaining steam but not at a pace that would prompt the central bank to taper stimulus quickly. However, the Labour Department's weekly jobless claims data which showed an unexpected jump in first-time applicants in the week ended July 3. The data, released on Thursday 8th July, showed 373,000 unemployment insurance claims were filed last week, above economists' forecast of 350,000 initial claims.
- While the jobs report eased concerns about the Fed's hawkish pivot last month, central banks around the world are beginning to pull back from the emergency stimulus they deployed to fight the pandemic-driven global recession. For instance, the Reserve Bank of Australia is expected to pare back some stimulus at its Tuesday meeting despite ongoing curbs against a recent Covid-19 flareup.
- The proliferation of the highly infectious delta Covid variant also fuelled worries about the global economic comeback. Olympics organizers will ban spectators from the upcoming summer games in Tokyo, after a state of emergency in the city was declared by Japan on Thursday as the country sees rising Covid-19 cases. The state of emergency will last till August 22.
- Tyson Fury vs Deontay Wilder set to be postponed until October due to a Covid-19 outbreak.
- Treasury yields have been falling this past week, with the spread of the more transmissible delta Covid-19 variant dampening sentiment. The 10-year Treasury yield was at 1.43% at the end of last week. Back in March, it was as high as 1.78%.
- 8th July - The major U.S. stock indexes fell on Thursday on concern about the global economic comeback from Covid-19. The losses came as Japan declared a state of emergency in Tokyo for the upcoming Olympics and as countries deal with a rebound in cases because of Covid variants. Increased Covid cases, particularly Delta Variants have caused concerns that the economic acceleration will slow.
- On Friday, shares in Asia-Pacific fell on renewed Covid concerns. In Japan, the Nikkei 225 led losses among the region's major markets as it fell 1.7% in afternoon trade, while the Topix index shed 1.48%.
- On Wall Street, meanwhile, the major U.S. averages rose on Friday, rebounding from the Thursdays session's losses.
- U.S. Treasury yields bounced on Friday, easing some concerns about a global economic slowdown brought about in part because of the surprising decline in yields in recent months.
- Oil maintained its level above \$75 a barrel with the bitter spat between Saudi Arabia and the UAE following disagreements last week overextending the duration of oil production cuts. leaving the global economy guessing how much oil it will get next month.

Previously – (2/07/2021)

- First half of the year, Investors have shrugged off high inflation readings and have kept buying stocks on the hopes an economic comeback from the pandemic would continue and the Federal Reserve would mostly maintain its easy policies.
- 30th June 2021 - Wednesday was the last day of the second quarter and final day of the first half of 2021. Market closes out a winning first half of 2021. The major averages closed out a strong first half of 2021 and second quarter on Wednesday. For the year, the Dow is up 12.7%, hovering about 1.7% below its all-time

high. The S&P 500 rallied 14.4% in the first half of 2021 and the technology-heavy Nasdaq Composite rose 12.5%.

- Better news on Covid, vaccinations, re-openings, economic growth, and earnings fuelled the advance.

Source: Bloomberg news, CNBC news.

TECH (Technical)

Week ahead

NDX - NASDAQ 100

- Although, NDX 100 closed the week at 14,826 and is trading at or near resistance, we expect the rally to continue in the early part of the coming week . Psychological 15,000 is achievable target considering the strong technical bullish backdrop.

For full weekly technical analysis and key resistance and support levels for major stock indices, follow Pre-Market Checklist at: [PRE-MARKET CHECKLIST – The Intelligent Day Trader](#)

Source: TIDT (The Intelligent Day Trader)

THE WEEK AHEAD – PRICE ACTION

TIDT KRS Expectations

ASX 200				FTSE 100				NDX 100			
Orange	Purple	Green	Grey	Orange	Purple	Green	Grey	Orange	Purple	Green	Grey
7198	XXXX	7380	7401	7902	7432	XXXX	7196	XXXXX	14050	14325	14397
7017	7120	7335	7359	XXXX	XXXX	XXXX	XXXX	12889	13845	14128	14247
XXXX	XXXX	XXXX	XXXX	7130	6940	7050	6992	XXXXX	XXXXX	XXXXX	XXXXX

TIDT KRS (The Intelligent Day Trader Key Resistance and Support)

For complete and extended KRS on major stock indices visit: [TIDT KRS – The Intelligent Day Trader](#)

Source: TIDT (The Intelligent Day Trader)

CURRENT THEMES

- **Good first halves for the market usually bode well for the rest of the year. Whenever there has been a double-digit gain in the first half, the Dow and S&P 500 have never ended that year with an annual decline, according to Refinitiv data going back to 1950.**
- The Fed and rising Inflation concern will continue to dominate the market in the weeks ahead.
- Stocks have gone a relatively long period without any major sell-off. The S&P 500 notched its fifth positive month in a row, rising 2.2% in June. The broad index also posted its best first half since 2019.
- **24th June** - U.S. \$1 trillion infrastructure package - White House had struck an infrastructure deal with a bipartisan group of senators. The lawmakers have worked for weeks to craft a roughly \$1 trillion package that could get through Congress with support from both parties. **The framework will include \$579 billion in new spending on transportation like roads, bridges and rail, electric vehicle infrastructure and electric transit, among other things.**
- Back in Europe, G-20 finance ministers and central bank governors are meeting in Venice, Italy, to talk about tax and the economic recovery.

Source: Bloomberg news, CNBC news.

Risk Warning:

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