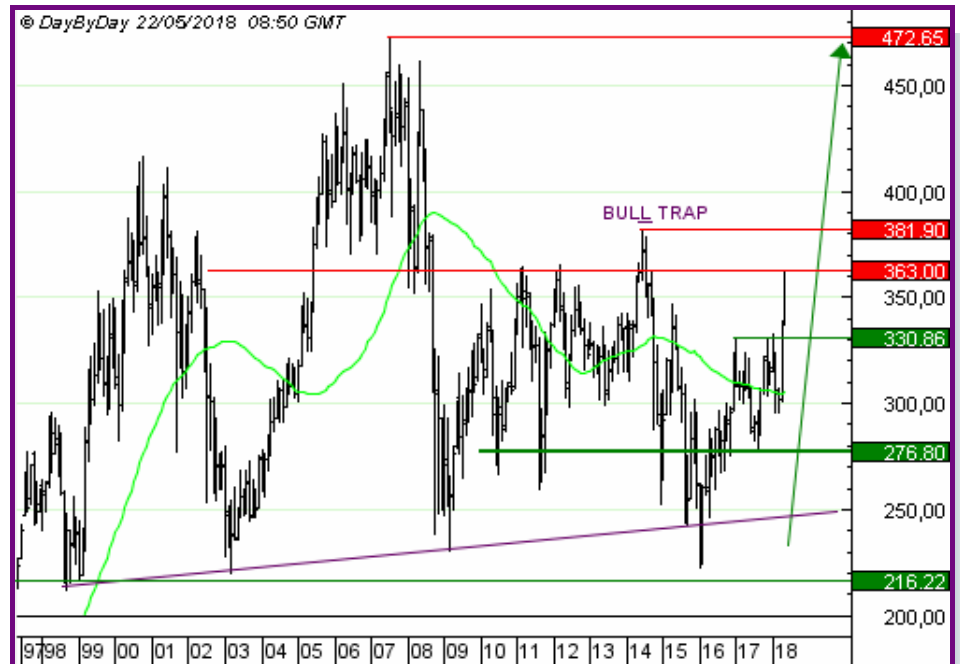


OIL STOCKS TESTING RESISTANCE AREA

Energy stocks have benefited from rising oil prices recently. Both are now heading resistances. They should soon stop rising and consolidate that recent progress, as they are now very overbought. It is not a sell signal per se, but rather a temporary halt.

■ **OIL & GAS (STXE600), Monthly**



The European Oil and Gas sector is reaching a very important resistance area. The first level at 363 has been a resistance in 2011 and 2012. The area up to 382 encompasses previous supports (from 2005 to 2008), and a trap in 2014.

The rally will slow down in the coming weeks.

■ OIL & GAS (STXE600), Daily



This is the short-term chart for the sector. The ADX indicator is very high. It tells us that the trend has been very strong, but it will soon need a breather. Tom Demark indicators are sending the same message. They are completing a weekly Sequential Sell. The impact needs not be a strong fall, but the speed of the rise should change.

If one is long, it is worth taking partial profits, with the idea to buy back again lower, at 350 for example.

■ Brent Crude, continuation (N8), London, Weekly



Brent prices are also reaching a resistance at \$81.5.

This could halt the rally temporarily.

■ This research was conducted by :



Valérie Gastaldy, Strategist and senior analyst, MSTa, CFTe, Global Macro & Equities

Valerie graduated from ESSEC, she has held her international technical analysis degree for 20 years. Her career started as an options market maker, and then evolved as a proprietary trader. She co-founded DayByDay. She is now in charge of all international indices, and she manages the global asset allocation from an alternative and a long-only perspective. Valerie also takes part to the tactical Equity allocation, and co-animates DayByDay *Training Program*.

vg@daybyday-pro.com

■ Disclaimer

The information and advice produced by DayByDay© do not constitute in any way a solicitation or an enticement to subscribers to buy or sell equity stocks or any similar products. They only constitute decision help for investors. The liability of DayByDay© cannot be invoked directly or indirectly following the use of the information and advice by the reader.

The information is exclusively reserved to the subscriber. It cannot be communicated or circulated without the written agreement of DayByDay©.

The trademark DayByDay© and the information offered are covered by the intellectual property rights. Any person who would contravene to the personal and exclusive use of the information would be exposed to civil or penal fines.

This mail with its attachment have been scanned by an anti-virus device.

All electronic messages are prone to alterations. DayByDay denies any responsibility in the case of alterations, falsification or corruption.

If you are not the recipient of this message, please do destroy it and warn us.

About Day By Day

DayByDay© is an independent research provider regulated by the Autorité des Marchés Financiers, Livre III, Titre II, Chapitre VII. DayByDay© declares belonging to the category of "Financial Analysts who do not belong to a stockbroker".

DayByDay© does not have, directly or indirectly, any brokerage or asset management activity. DayByDay© revenues arise exclusively from fixed period subscriptions to its services. DayByDay© does not conduct any analyses for the account of an issuer. The subscriber is thus informed that DayByDay© analysts cannot be submitted to any conflict of interest.

DayByDay© professional services are organised as follows:

Cross-asset "Strategy": emails, conference calls, one-to-one interviews for private banking, alternative and long-only asset managers;

Global Macro "Tactics" : on-going intraday analysis, tactics and trading ideas on indices, forex, fixed income and commodities;

Portfolios services "Equities" : signals, continuous coverage, alerts and customized services on about 500 European and American Equities.

"Chat": several dedicated programs along the day, live and replay; an analyst always available for you from 08:00 am to 05:30 pm (Paris time).

For more information, please contact DayByDay© sales representative on +33 (0)1 58 18 37 50

■ **Day By Day Publications** **(professional services)**

DBD STRATEGY MONTHLY : (previously DBD MACRO) A regular appointment providing the big picture on major trends for different asset classes in order to recommend an investment strategy for the months or years to come (mid- to long-term). Based solely on Sentiment and Chart analysis. Published early in the month.

DBD STRATEGY DAILY : (previously DBD DAILY) Every day in the forenoon, we explain how current market moves fit into our medium term scenario, discussing the trend, its target and invalidation, with alternative paths. We recommend short and medium term investment opportunities as they arise in Equities, Bonds, Commodities and Currencies.

DBD TACTICS : Every morning, and all through the day, we update our trading levels and strategies on global macro assets to trade intraday (a few hours ahead) trends on major international Futures as prices hit our targets.

DBD TRADING : Our selection of investment recommendations with both a trend we trust and a good timing on various time horizon.

DBD ALERTS : receive our short and medium term updates for your selection of assets. We analyse about 700 Equities, Indices, Bonds, Currencies and Commodities continuously.

Ask your DBD sales representative how to set up any of those services.