

Tip of the day

By Markets Dynamics Ltd

Thursday, 02 July 2009



► S&P500: Call SK01

► Technical Analysis: chart



► Technical Analysis: comment and levels

In February, the S&P500 broke below 751 pts, the former low of November. But prices did not accelerate and they overflowed again this threshold in March. Since then, the index has been bullish.

The 950 pts major resistance triggered a sideways consolidation. 911.10 pts is the short term support where a bounce toward 950 pts is possible.

This scenario would be cancelled below 911.10 pts.

Supports	911.10	877.00
Resistances	950.00	986.28

► Call SK01: essential data

Strike	1,000
Expiration	Dec09
Delta	+38%

► Underlying S&P500: strategy performance and risk

Performance at target	+2,81%
Performance at stop	-1,34%

Should you not share this market view, please be aware that there are other covered warrants that enable you to take the opposite view. In this case you could consider the SK02 (Put 800 Dec09). The use and interpretation of technical analysis requires financial skill and judgment and if you are in any doubt you must consult an appropriately qualified Financial Advisor before investing.

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