Treasury Sales Team

Ottó Demjén

+36 1 288 7558 Otto.Demjen@otpbank.hu

János Mladoniczki

+36 1 288 7551 MladoniczkiJ@otpbank.hu

Lóránt Fábián

+36 1 288 7572 Lorant.Fabian@otpbank.hu

Attila Keresztyén

+36 1 288 7552 KeresztyenA@otpbank.hu

Ákos Fekete

+36 1 288 7553 FeketeAko@otpbank.hu

Frigyes Soós

+36 1 288 7571 SoosF@otpbank.hu Csinszka Kis-Böndi

+36 1 288 7544 Kisbondics@otpbank.hu

Szilvia Lovas

+36 1 288 7545 LovasSz@otpbank.hu

Edit Kovács Gyimóti

+36 1 288 7542 KovacsGyE@otpbank.hu

Zsigmond Csillag

+36 1 288 7556 Zsigmond.csillag@otpbank.hu

Roxána Kosztelnik

+36 1 288 7541 Roxana.kosztelnik@otpbank.hu



Global Technical Weekly Report



Global outlook headlines

Indices:

- **US SPX 500:** The index came back from the depths hit in February. It is approaching the strong resistance zone because the gap made near its peak still has not been filled and the ideal downward trend runs in the 2,813-2,875 zone. It would need a big black candle to break below the short-term uptrend. In that case, the target will be the ideal uptrend, which is running near 2,437. It is better to avoid an entry on the long side, and consider entering on the short side. Further downward moves are expected.
- **Germany 30**: The downward trend is intact, apart from a little upward correction. It back-tested the 12,500 mark again but it is worth looking for entry points on the short side because of the small upward potential. There is a strong resistance zone near the 12,813 natural level. If it falls below 11,875, further 5-6% downward moves may come. It is not worth entering with long positons before it reaches the strong supports of 10,625 or 10,938, because currently the downward risks are high.
- **BUX:** Despite the slight increase, the downward moves persisted. This was not enough to turn around the downward trend. It may form a simple back-test. This momentum supports the expectation that downward moves will follow. If investors want to enter on the long side, they should be very careful, because there is a 10-15% possibility of further decrease. As long as the price is below the ideal downward trendline, it may be worth entering on the short side, because that is what the trend seems to support.

FX market:

- **EUR/USD:** The pair continued its correction last week. It showed a lower swing high point. The ideal decreasing trend is decisive. If it breaks above this trendline, that will be a new and strong long signal. In that case, it may climb towards a new high. As long as it is above 1.2085, any decreasing move is nothing more than a correction. This concept would only change by breaking below the 1.2085 mark.
- **EUR/HUF:** The pair broke below the ideal trendline. Therefore taking long positions does not seem a good idea. Earlier, the 310.5 level was the watershed between the long and the short sides. Perhaps it may fall to 308.6. That will be a strong support and the bottom of the range. It is likely to move sideways between 305 and 315.
- **GBP/USD:** The pair is descending below the ideal downward trendline, but tested it again. As long as the price is below this line, it is better to wait before taking long positions again. Nevertheless, growth is becoming increasingly likely. There is a strong support zone between 1.35 and 1.37. Before joining the bullish camp again, it is worth waiting until it tests the support zone or breaks above the ideal decreasing trendline. If it breaks higher, we may get a long signal.

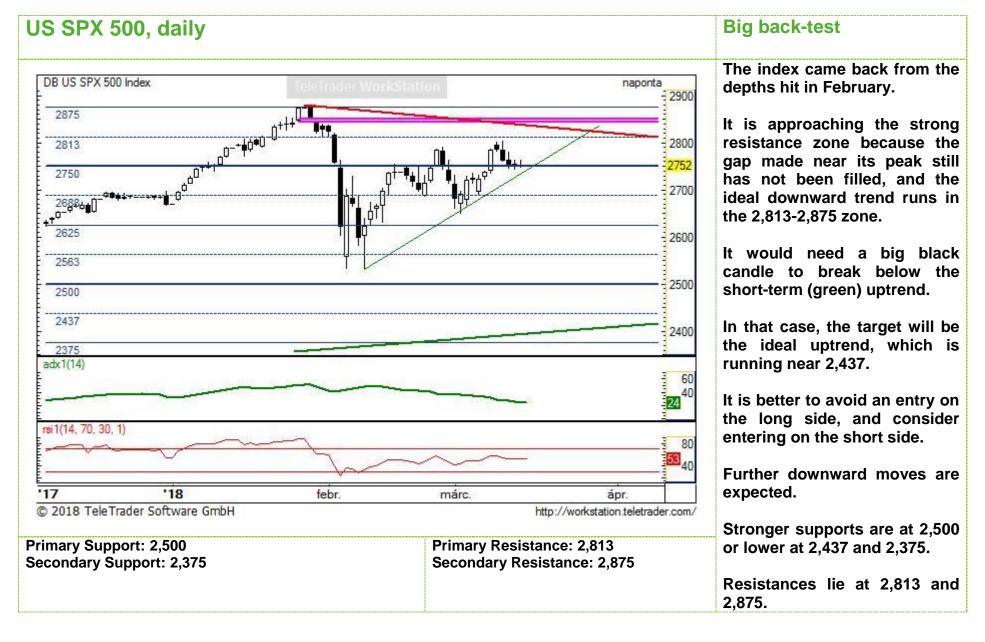
Technical Analyst

István Kecskeméti kecskemetiis@otpbank.hu +36 1 374 7225

Chief Economist

Gergely Tardos tardosg@otpbank.hu +36 1 374 7273

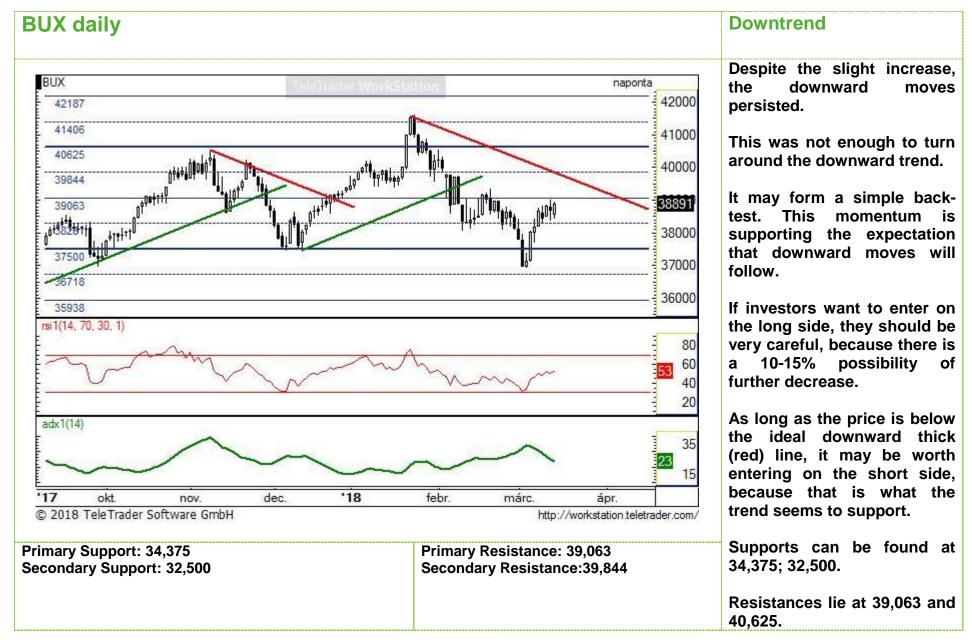








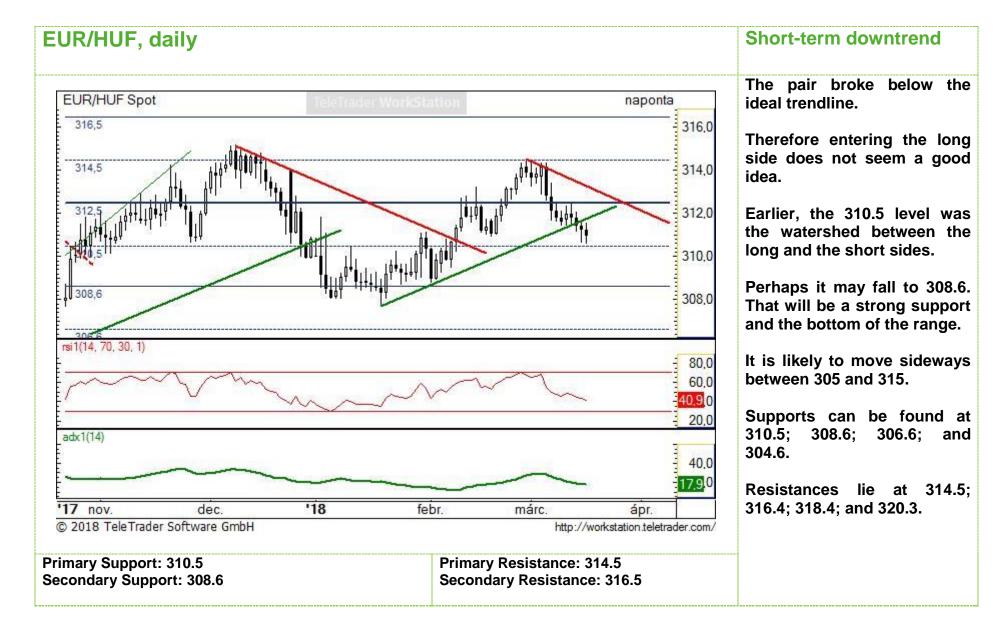














GBP/USD, daily



Primary Support: 1.3674 Secondary Support: 1.3553 Primary Resistance: 1.4163 Secondary Resistance: 1.4295

Short-term downtrend is intact

The pair is descending below the ideal downward trendline, but tested it again.

As long as the price is below this line, it is better to wait before taking long positions again.

Nevertheless the chance of the rising is growing.

There is a strong support zone between 1.35 and 1.37.

Before joining the bullish camp again, it is worth waiting until it tests the support zone or breaks above the ideal decreasing trendline.

If it breaks higher, we may get a long signal.

Supports can be found at 1.3553; 1.3674.

Resistances lie at 1.4163 and 1.4295.



Disclaimer

OTP Bank Plc (in Hungarian: OTP Bank Nyrt.) ("OTP Bank") does not intend to present this document as an objective or independent explanation of the matters contained therein. This document (a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and (b) is not subject to any prohibition on dealing ahead of the dissemination of investment research. OTP Bank may hold a position or act as market maker in the financial instrument of any issuer discussed herein or act as advisor or lender to such issuer.

Although the information in this document has been prepared in good faith from sources, which OTP Bank reasonably believes to be reliable, we do not represent or warrant its accuracy and such information may be incomplete or condensed. Opinions and estimates constitute our judgment only and are subject to change without notice.

This communication does not contain a comprehensive analysis of the described issues. This material is for informational purposes only. This document is not intended to provide the basis for any evaluation of the financial instruments discussed herein. In particular, information in this document regarding any issue of new financial instruments should be regarded as indicative, preliminary and for illustrative purposes only, and evaluation of any such financial instruments is made solely on the basis of information contained in the relevant offering circular and pricing supplement when available. OTP Bank does not act as a fiduciary for or an advisor to any prospective purchaser of the financial instruments discussed herein and is not responsible for determining the legality or suitability of an investment in the financial instruments by any prospective purchaser. This communication is not intended as investment advice, an offer or solicitation for the purchase or sale of any financial instrument, and it does not constitute legal, tax or accounting advice.

Information herein reflects the market situation at the time of writing. It provides only momentary information and may change as market conditions and circumstances develop. Additional information may be available on request. Where a figure relates to a period on or before the date of communication, the figure relates to the past and indicates a historic data. Past performance is not a reliable indicator of future results and shall be not treated as such. OTP Bank makes no representation or warranty, express or implied, is made regarding future performance of any financial instrument mentioned in this communication. OTP Bank shall have no liability for the information contained in this for any loss or damage whether direct, indirect, financial, economic, or consequential, whether or not caused by the negligent act or omission of OTP Bank, provided that such limitation of liability shall not apply to any liability which cannot be excluded or limited under the applicable law.

Before purchasing or selling financial instruments or engaging investment services, please examine the prospectuses, regulations, terms, agreements, notices, fee letters, and any other relevant documents regarding financial instruments or investment services described herein in order to be capable of making a well-advised investment decision. Please also speak to a competent financial adviser for advice on the risks, fees, taxes, potential losses and any other relevant conditions before you make your investment decision regarding financial instruments or investment services described herein. The financial instruments mentioned in this communication may not be suitable for all types of investors. This communication does not take into account the investment objectives, financial situation or specific needs of any specific client. This communication and any of the financial instruments and information contained herein are not intended for the use of private investors in the UK. Any individual decision or investment made based on this publication is made solely at the risk of the client and OTP Bank shall not be held responsible for the success of the investment decisions or for attaining the Client's target.

OTP Bank Plc. (registered seat: Nádor utca 16., Budapest H-1051, Hungary; regulated and authorised by the Magyar Nemzeti Bank (Central Bank of Hungary, H-1013 Budapest, Krisztina krt. 39.), with PSZÁF licence numbers: III/41.003-22/2002 and E-III/456/2008. For more information, please refer to the website: https://www.otpbank.hu/portal/hu/Megtakaritas/Ertekpapir/MIFID). All rights reserved. The copyright of this publication is exclusively owned by OTP Bank Plc and no part of this material can be reproduced, re-used or disseminated without the prior written consent of OTP Bank Plc. The terms and conditions of this disclaimer shall be governed by and construed in accordance with English law.

If you received this document from OTP Bank Plc, then it was sent to you with your previous consent. You may withdraw this permission by sending an e-mail to research@otpbank.hu or writing a letter addressed to "Research Center", Hungary 1051, Budapest Nádor utca 21. Please refer to your name and e-mail address in both cases.