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Global Technical Weekly Report

Global outlook headlines

Indices:

- **US SPX 500:** Since the beginning of 2018 the index has been moving sideways in a wider range. The current range is marked by the strong resistance zone of 2,750-2,813 and below-2,500 levels. In the past two weeks it moved sideways in a narrow range. This situation is neutral. If the price leaves the narrow range between 2,688 and 2,750 we may get a new signal. A big black candle would be a signal for short-selling. Then the target will be the ideal uptrend, which is running near 2,500.
- **Germany 30:** Having broken above 12,500, the index rose to 13,125. It became overbought at this mark. A little correction phase started. It is better not to take long positions at this moment because there is growing chance for a bigger correction. The upward trend may break at the 12,188 natural level.
- **BUX:** The ideal downward trend is intact and healthy. This may change above 37,500 these days. It is better to avoid long positions, because there is more potential in the short side. A better long entry point can be found in an oversold situation.

FX market:

- **EUR/USD:** The euro's weakening is unstoppable. Since breaking below 1.2207 it has been in downtrend, and we cannot see any signal for the long side. A strong momentum contributes to the movement. The next important natural support zone in the long side is at 1.1475-1.1563.
- **EUR/HUF:** The pair broke above the 314.5 resistance. It targeted and reached the 320.3 level. Above 314.5 a new trading zone may open, because the trading can continue between 314.5 and 325. This upward trend may persist as long as the price is above the upward ideal trendline.
- **GBP/USD:** The pair has continued the downward moves. The former dominant trend was broken at 1.3672. It is not worth entering on the long side now, because the pair is heading down. It did not show reversal pattern or momentum divergence. A better short entry point is close to the ideal decreasing trendline. It is very risky to be on the long side.

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US SPX 500, daily



Primary Support: 2,500
Secondary Support: 2,437

Primary Resistance: 2,750
Secondary Resistance: 2,813

Short-term sideways moves in recent days

Since the beginning of 2018 the index has been moving sideways inside a wider range.

The current range is marked by the strong resistance zone of 2,750-2,813 and below-2,500 levels.

In the past two weeks it moved sideways in a narrow range.

This situation is neutral. If the price leaves the narrow range between 2,688 and 2,750 we may get a new signal.

A big black candle would be a signal for short-selling.

Then the target will be the ideal uptrend (thick green line), which is running near 2,500.

Stronger supports are at 2,500, or lower at 2,437 and 2,375.

Resistances lie at 2,813 and 2,875.

Germany 30, daily



Primary Support: 11,875
Secondary Support: 11,563

Primary Resistance: 13,125
Secondary Resistance: 13,438

Uptrend stopped

After the breakthrough above 12,500, the index rose to 13,125.

It became overbought at this mark.

A little correction phase started.

It is better not to take long positions at this moment because there is growing chance for a bigger correction.

The upward trend may break at the 12,188 natural level.

There are stronger resistances at 13,125 and 13,438.

Supports can be found at 11,875; 11,563; and 11,250.

BUX daily



Downtrend

The ideal downward trend is intact and healthy.

This may change above 37,500 these days.

It is better to avoid long positions, because there is more potential in the short side.

A better long entry point can be found in an oversold situation.

Supports can be found at 34,375; 32,500.

Resistances lie at 37,500; 39,063 and 40,625.

Primary Support: 34,375
Secondary Support: 32,500

Primary Resistance: 37,500
Secondary Resistance: 39,063

EUR/USD, daily

Downtrend



The euro's weakening seems unstoppable.

Since breaking below 1.2207 it has been in downtrend, and we cannot see any signal for the long side.

A strong momentum contributes to the movement.

The next important natural support in the long side is at 1.1475-1.1563.

Resistances: 1.2207; 1.2329.

Supports can be found at 1.1719; 1.1597.

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Primary Support: 1.1563
Secondary Support: 1.1475

Primary Resistance: 1.2207
Secondary Resistance: 1.2451

EUR/HUF, daily



Primary Support: 310.5
Secondary Support: 308.6

Primary Resistance: 320.3
Secondary Resistance: 324.2

Uptrend, overbought

The pair broke above the 314.5 resistance.

It targeted and reached the 320.3 level.

Above 314.5 a new trading zone may open, because the trading can continue between 314.5 and 325.

This upward trend may persist as long as the price is above the upward ideal trendline.

Supports can be found at 312.5; 310.5; 308.6; 306.6; and 304.6.

Resistances lie at 320.3; 322.3; and 324.2.

GBP/USD, daily



Downtrend

The pair has continued the downward moves.

The former dominant trend was broken at 1.3672.

It is not worth entering on the long side now, because the pair is heading down.

It did not show reversal pattern or momentum divergence.

A better short entry point is close to the ideal decreasing trendline.

It is very risky to be on the long side.

Supports can be found at 1.3184 and 1.2939.

Resistances lie at 1.3672 and 1.3916.

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