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# Global Technical Weekly Report

## Global outlook headlines

### Indices:

- **US SPX 500:** Last week we saw a correction phase from the strong support at 2625. The price may soon reach the resistance zone between 2,813 and 2,875. Moving sideways, it can stay between the two ideal trendlines. A better entry point may present itself when the moves narrow.
- **Germany 30:** It has fluctuated around 11,250. But there is growing chance of a major correction. The main trend is still the downtrend. This would only change above the dominant falling trendline, which is currently running below 12,500. A higher low can help reverse the trend. If it goes above 11,875, it may be worth looking for short-selling positions.
- **BUX:** Approaching its all-time high, the index became really overbought. Under the current circumstances it is better to wait before entering on the long side, because the risks have increased. The index can hit a new peak, but the risk/reward ratio on the long side is far from promising. A better entry point would be around 37,500.

### FX market:

- **EUR/USD:** Despite breaking above the trendline, it could not get away from the breakout level of 1.1352. It is hugging the line. The short-term trend is neutral. This is a vague situation, so it is better to sit on the fence for a few days, before making a decision.
- **EUR/HUF:** The pair broke above the ideal downward trendline. But it did not shoot up. In the short term, as long as it is above 322.27, it may rise towards resistance levels. The cross may face a strong resistance zone near 326-328. There are no big potentials in this chart. The technical picture does suggest it would jump higher.
- **GBP/USD:** It has been moving sideways for two weeks now – the 1.2695 level has remained intact. The ADX indicates neutral situation, it is better to stand on the sidelines now. If you want to buy pound, it is better to wait until it successfully breaks out from the downward trend. However, breaking below the 1.2695 level would be a very bad signal for sterling. In that case the next strong support level awaits it below 1.22. This is a dangerous situation for the pound.

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## US SPX 500, daily



**Primary Support: 2,625**  
**Secondary Support: 2,500**

**Primary Resistance: 2,813**  
**Secondary Resistance: 2,875**

## Nearing resistances

Last week we saw a correction phase from the strong support at 2625.

The price may soon reach the resistance zone between 2,813 and 2,875.

Moving sideways, it can stay between the two ideal trendlines.

A better entry point may present itself when the moves narrow.

There are stronger supports at 2,625 and 2,500; then at 2250.

Resistances lie at 2,813 and 2,875.

## Germany 30, daily



**Primary Support: 10,625**  
**Secondary Support: 10,000**

**Primary Resistance: 11,875**  
**Secondary Resistance: 12,500**

## Correction inside a downtrend

It has fluctuated around 11,250. But there is growing chance of a major correction.

The main trend is still the downtrend. This would only change above the dominant red falling trendline, which is currently running just below 12,500.

A higher low could help reverse the trend.

If it goes above 11,875, it may be worth looking for short-selling positions.

There are stronger resistances at 11,875 and 12,500.

Supports can be found at 10,625; and 10,000.



### BUX daily



### Really overbought

Approaching its all-time high, the index became really overbought.

Under the current circumstances it is better to wait before entering on the long side, because the risks have increased.

The index can hit a new peak, but the risk/reward ratio on the long side is far from promising.

A better entry point would be around 37,500.

Supports can be found at 37,500; 36,718; 35,938; 34,375 and 32,500.

Resistances lie at 40,625; 41,406; 42,187.

**Primary Support: 37,500**  
**Secondary Support: 35,938**

**Primary Resistance: 40,625**  
**Secondary Resistance: 42,187**

**EUR/USD, daily**

**Downtrend may break**



Despite breaking above the trendline, it could not get away from the breakout level of 1.1352. It is hugging the line.

The short-term trend is neutral.

This is a vague situation, so it is better to sit on the fence for a few days, before making a decision.

Resistances: 1.1719; 1.1841; 1.1963.

Supports can be found at 1.1230; 1.1108; 1.0986.

**Primary Support: 1.1230**  
**Secondary Support: 1.1108**

**Primary Resistance: 1.1719**  
**Secondary Resistance: 1.1963**

### EUR/HUF, daily



### Downtrend has broken

The pair broke above its ideal downward trendline.

But it did not shoot up.

In the short term, as long as the cross is above 322.27, it may rise towards resistance levels.

The cross may face a strong resistance zone near 326-328.

There are no big potentials in this chart. The technical picture does suggest it would jump higher.

If it reaches 320.31, it may face further supports at 318.36; 314.5; and 312.5.

Resistances lie at 326.17; 328.13; 330.08; 332.03.

**Primary Support: 320.31**  
**Secondary Support: 316.4**

**Primary Resistance: 326.17**  
**Secondary Resistance: 328.13**

### GBP/USD, daily



### A trendless market

It has been moving sideways for two weeks now – the 1.2695 level has remained intact.

The ADX indicates neutral situation – it is better to stand on the sidelines now.

If you want to buy pound, it is better to wait until it successfully breaks out from the downward trend.

However, breaking below the 1.2695 level would be a very bad signal for sterling. In that case the next strong support level awaits it below 1.22.

This is a dangerous situation for the pound.

Supports can be found at 1.2695 and 1.2573; 1.2451.

Resistances lie at 1.3184; 1.3307 and 1.3428.

**Primary Support: 1.2695**  
**Secondary Support: 1.2451**

**Primary Resistance: 1.3184**  
**Secondary Resistance: 1.3428**



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