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Global Technical Weekly Report

Global outlook headlines

Indices:

- **US SPX 500:** The index has been trading in the 2,625-2,813 range over the past two months. Its sideways moves may end soon, because this was the third time for the price to hit the important support. If the price breaks below this level, the index may collapse, falling towards the 2,437 level. Downtrend remained the main one. It is not worth looking for long entry points now.
- **Germany 30:** The index collapsed last week. It reached the first important support at 10,625. Because of the new swing low point, the main trend is still the downtrend. This would only change above the dominant falling trendline, which is currently running just below 12,188. If the price drops below 10,625, it may be worth looking for long positions near 10,000. But any long positions should be just short-term.
- **BUX:** Last week the index became really overbought. It reversed without hitting an all-time high. This is a correction phase, because the price is above the ideal upward line. A strong support awaits it at 37,500. It is better to wait before entering on the long side, because the risks are still too high. There would be a better long entry point around 37,500.

FX market:

- **EUR/USD:** It has fluctuated around 1.1352. The price started to climb upwards, but a real and strong upward trend could develop only above 1.1475. The short-term trend is still uncertain. This is still an undecided situation.
- **EUR/HUF:** The pair broke above its ideal downward trendline, but it did not shoot up last week. It has been moving sideways between 322.2 and 324.2. In the short term, as long as the cross is above 322.27, it may rise towards its resistance levels. The cross may face a strong resistance zone around 328. There are no big potentials in this chart. The technical picture suggests that it could edge 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 and critical 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

Breaking down?

The index has been trading in the 2,625-2,813 range over the past two months.

Its sideways moves may end soon, because this was the third time for the price to hit the important support.

If the price breaks below this level, the index may collapse, falling towards the 2,437 level.

Downtrend remained the main one. It is not worth looking for long entry points now.

There are stronger supports at 2,625, 2,500, 2,437, and then at 2,250.

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

The index collapsed last week. It reached the first important support at 10,625.

Because of the new swing low point, the main trend is still the downtrend. This would only change above the dominant red falling trendline, which is currently running just below 12,188.

If the price drops below 10,625, it may be worth looking for long positions near 10,000. But any long bets should be just short-term.

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

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

BUX daily



In correction phase

Last week the index became really overbought. It reversed without hitting an all-time high.

This is a correction phase, because the price is above the ideal upward line.

A strong support awaits it at 37,500.

It is better to wait before entering on the long side, because the risks are still too high.

There would be a better long entry point 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



Primary Support: 1.1230
Secondary Support: 1.1108

Primary Resistance: 1.1719
Secondary Resistance: 1.1963

Uncertain moves

The pair has fluctuated around 1.1352.

The price started to climb upwards, but a real and strong upward trend could develop only above 1.1475.

The short-term trend is still uncertain.

This is still an undecided situation.

Resistances: 1.1719; 1.1841; 1.1963.

Supports can be found at 1.1230; 1.1108; 1.0986.

EUR/HUF, daily



Primary Support: 320.31
Secondary Support: 316.4

Primary Resistance: 326.17
Secondary Resistance: 328.13

Neutral

The pair broke above its ideal downward trendline, but it did not shoot up last week.

It has been moving sideways between 322.2 and 324.2.

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

The cross may face a strong resistance zone around 328.

There are no big potentials in this chart. The technical picture suggests it could edge 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.

GBP/USD, daily



At a critical level

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 and critical 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.

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This document was finalized at 3:09:19 PM on 10 December 2018.