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Weekly Technical Analysis

18 May 2020

Otp Research

Global outlook headlines

Indices:

- **US SPX 500:** The index has been moving sideways below the downward trendline for two weeks. The important resistance of 2,969 is the watershed between further upward moves and correction. Within two weeks, it may become clear whether the index can break above the decreasing trendline or a new downward wave begins. In the latter case, the buy zone is much lower. It is better to wait until it tests below-2,500 levels again.
- **Germany 30:** The index has been moving sideways for two weeks. The gap, which remained open, can be a strong resistance. Moreover, the 11,250 mark is a very significant resistance. A new Buy position does not have a good risk/reward ratio at these levels. It is worth waiting for lower prices, below 10,000, before taking a new position, because the next support below the thin green line is around 9,375 only. This would be more than 10% loss.
- **BUX:** Hungary's stock index has been moving sideways around 34,375 lately. As long as it is above the ideal upward trendline, a second rising wave may take it to 37,500. A better short-selling entry point can be found near 40,625. If it breaks below the main upward trendline, the chance of rising may decrease.

FX market:

- **EUR/USD:** The pair practically lacks a direction. A dollar weakening trend may start only if the pair closes above 1.0925. In this case the target price could be 1.1230 once again. Otherwise better Buy positions may present themselves below 1.0742 or near 1.0620.
- **EUR/HUF:** Having hit a new swing low below 350, the pair bounced back from this mark last week. This confirms the downward trend, which remained in force even if the cross returned to 355. But it exceeded the thin red line, indicating that the downward move is also uncertain. There is no signal these days. It is not worth taking positions now.
- **GBP/USD:** The pair broke out of the 1.2207–1.2695 range. Below 1.2207 the downward move became the norm. The next strong support line is lying at the upward support line, near 1.19. It is not worth taking position on the long side yet.

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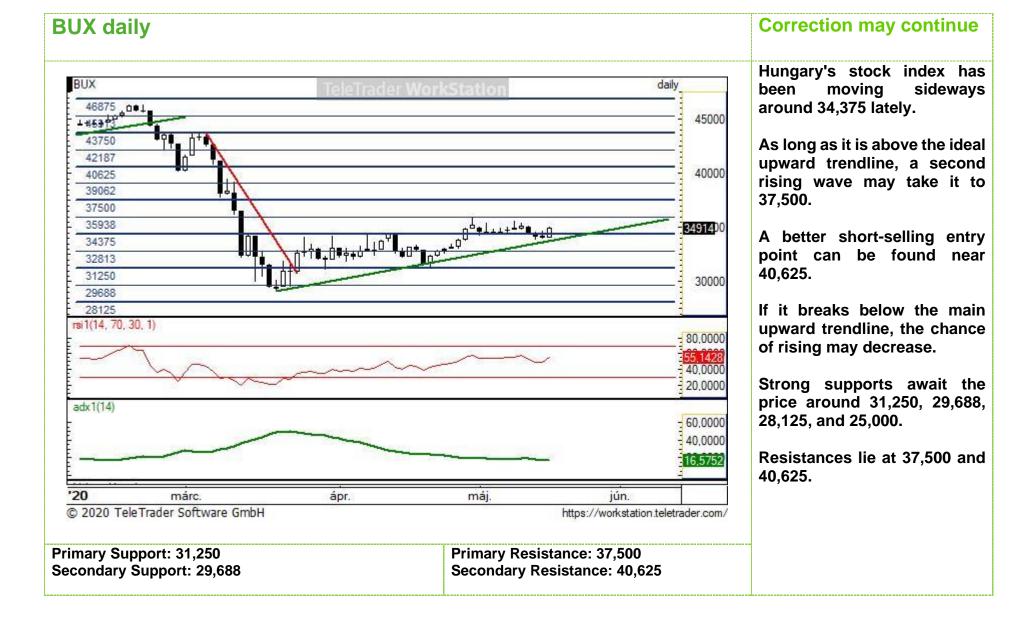
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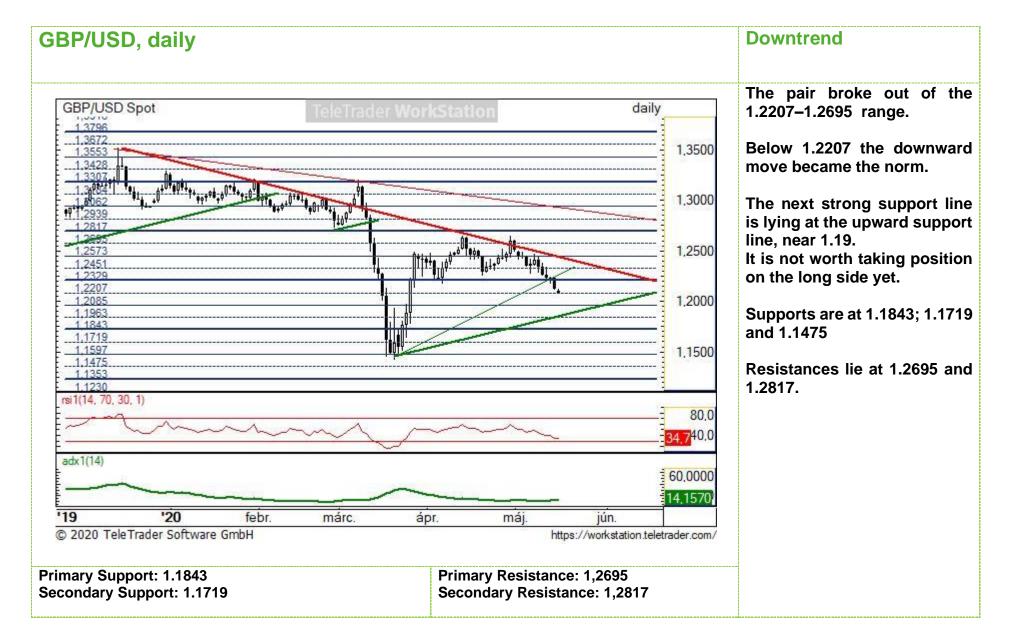






EUR/HUF, daily **Downward move** Having hit a new swing low EUR/HUF Spot daily below 350, the pair bounced back from this mark last 375,00 370,00 week. 371.09 367,19 This confirms the downward 363.28 360.00 trend, which remained in 359,38 force even if the cross 355.47 returned to 355. 351,56 350.00 349 61 347,65 But exceeding the thin red 343.75 line indicates that the 341 80 340.00 downward move is also 339,84 10⁴410 uncertain. 330.00 There is no signal these days. It is not worth taking rsi1(14, 70, 30, 1) 80.0 positions now. 52.840.0 The 343.75 mark is a very strong support. The next one adx1(14) 60,0000 is at 339.84. 14.2942 '20 Resistances lie at 367.19 and '19 febr. márc. ápr. máj. jún. © 2020 TeleTrader Software GmbH https://workstation.teletrader.com/ 375. Primary Support: 343.75 Primary Resistance: 367.19 Secondary Support: 339.84 Secondary Resistance: 375





18 MAY 2020

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