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Weekly Technical Analysis

Global outlook headlines

Indices:

- **US SPX 500:** The index has been moving sideways between 2,813 and 2,969 for a month. The important resistance of 2,969 is the watershed between further upward moves and correction. Apparently, a decision point is coming: the price either exceeds 2,969 or breaks below 2,813. In the first case, perhaps 3,125 may be the next available level, or the open gap around 3,300. 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 three weeks. The gap, which remained open, can be a strong resistance. So is the 11,250 mark. 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. If it breaks above 11,250, it will be difficult to reach 12,500. The higher target price will be in the 13,387-13,500 gap; it may even revisit a previous peak.
- **BUX:** Hungary's stock index is rising slightly along the ideal trend. As long as it is above the 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 single direction. A dollar weakening trend may start only if the pair closes above 1.0986. In this case, the target price could be 1.1230 once again. Otherwise better Buy positions may present themselves below 1.0864 or near 1.0742.
- **EUR/HUF:** The downward trendline determines the trend. This may change quickly if the price exceeds 351,56. This situation is uncertain. There is no signal these days. It is not worth taking positions now. The 343.75 mark is a very strong support; the next one is at 339.84. Better short entry points can be found at the 367.19 and 375 resistances.
- **GBP/USD:** The pair remained below the downward trendline. Its previous range stretched from 1.2207 to 1.2695. Below 1.2207 the downward move became the norm. The upward trendline, running near 1.1963, represents the next strong support. It is not worth taking position on the long side yet.

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US SPX 500, daily

Neutral



The index has been moving sideways between 2,813 and 2,969 for a month.

The important resistance of 2,969 is the watershed between further upward moves and correction.

Apparently, a decision point is coming: the price either exceeds 2,969 or breaks below 2,813.

Above 2,969 perhaps 3,125 may be the next available level, or the open gap around 3,300.

In the latter case, the buy zone is much lower. It is better to wait until it tests below-2,500 levels again.

Further resistances lie at 2,969 and 3,125.

Supports can be found at 2,500; 2,344 and 2,188.

Primary Support: 2,500
Secondary Support: 2,188

Primary Resistance: 2,969
Secondary Resistance: 3,125

Germany 30, daily



Primary Support: 10,000
Secondary Support: 9,375

Primary Resistance: 11,250
Secondary Resistance: 11,875

Sideways moves

The index has been moving sideways for three 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 near 9,375. This would be more than 10% loss.

If it breaks above 11,250, it will be difficult to reach 12,500. The higher target price will be in the 13,387-13,500 gap; it may even revisit a previous peak.

There are stronger resistances at 11,250 and 11,875.

Supports can be found at 9,375; 8,750; 8,125 and 7,500.

BUX daily



Correction may continue

Hungary's stock index is rising slightly along the ideal trend.

As long as it is above the 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.

Strong supports await the price around 31,250, 29,688, 28,125, and 25,000.

Resistances lie at 37,500 and 40,625.

Primary Support: 31,250
Secondary Support: 29,688

Primary Resistance: 37,500
Secondary Resistance: 40,625

EUR/USD, daily

Still neutral



The pair practically lacks a single direction.

A dollar weakening trend may start only if the pair closes above 1.0986. In this case the target price could be 1.1230 once again.

Otherwise better Buy positions may present themselves below 1.0864 or near 1.0742.

Resistances lie at 1.1230 and 1.1475.

Supports can be found at 1.0742 and 1.0620

Primary Support: 1.0742
Secondary Support: 1.0620

Primary Resistance: 1.1230
Secondary Resistance: 1.1475

EUR/HUF, daily



Downtrend

The downward trendline determines the trend.

This may change quickly if the price exceeds 351,56.

This situation is uncertain. There is no signal these days. It is not worth taking positions now.

The 343.75 mark is a very strong support. The next one is at 339.84.

Better short entry points can be found at the 367.19 and 375 resistance levels.

Primary Support: 343.75
Secondary Support: 339.84

Primary Resistance: 367.19
Secondary Resistance: 375

GBP/USD, daily



Downtrend

The pair remained below the downward trendline.

Its previous range stretched from 1.2207 to 1.2695.

Below 1.2207 the downward move became the norm.

The upward trendline, running near 1.1963, represents the next strong support.

It is not worth taking position on the long side yet.

Supports are at 1.1963; 1.1841; 1.1719 and 1.1475

Resistances lie at 1.2695 and 1.2817.

Primary Support: 1.1841
Secondary Support: 1.1719

Primary Resistance: 1,2695
Secondary Resistance: 1,2817

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