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## **Weekly Technical Analysis**

### 25 May 2020

# **Otp** Research

### 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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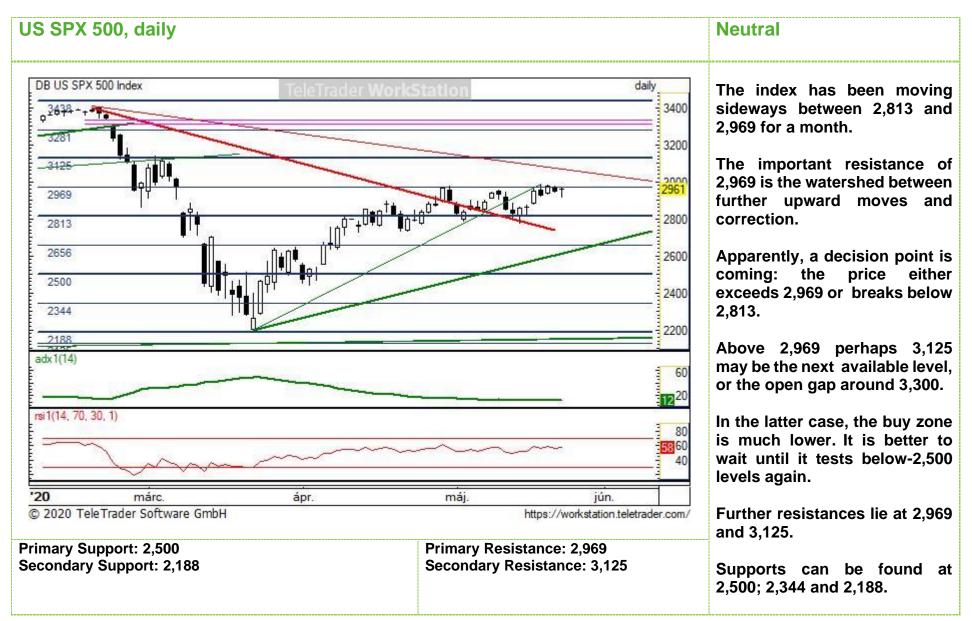
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#### 25 May 2020

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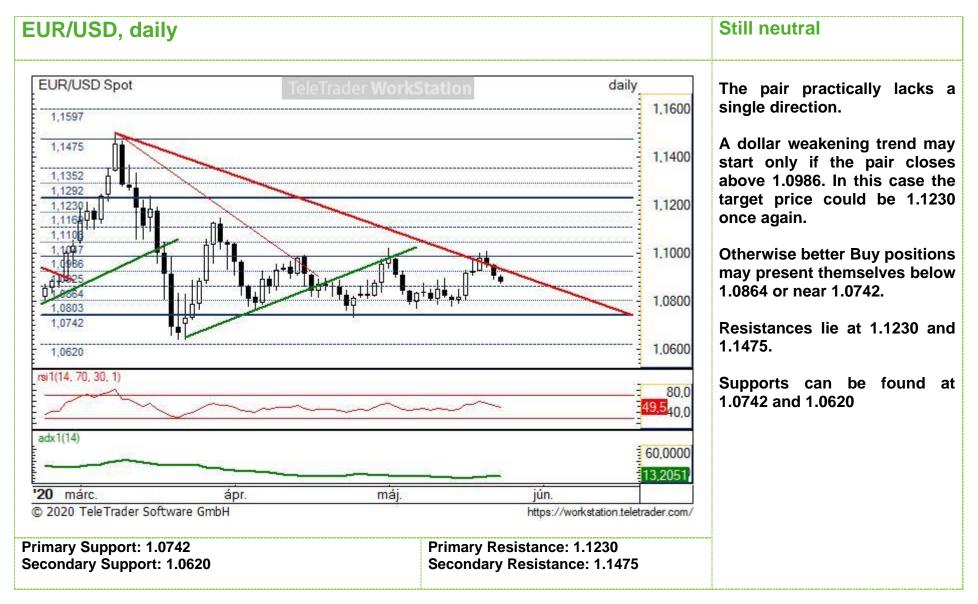
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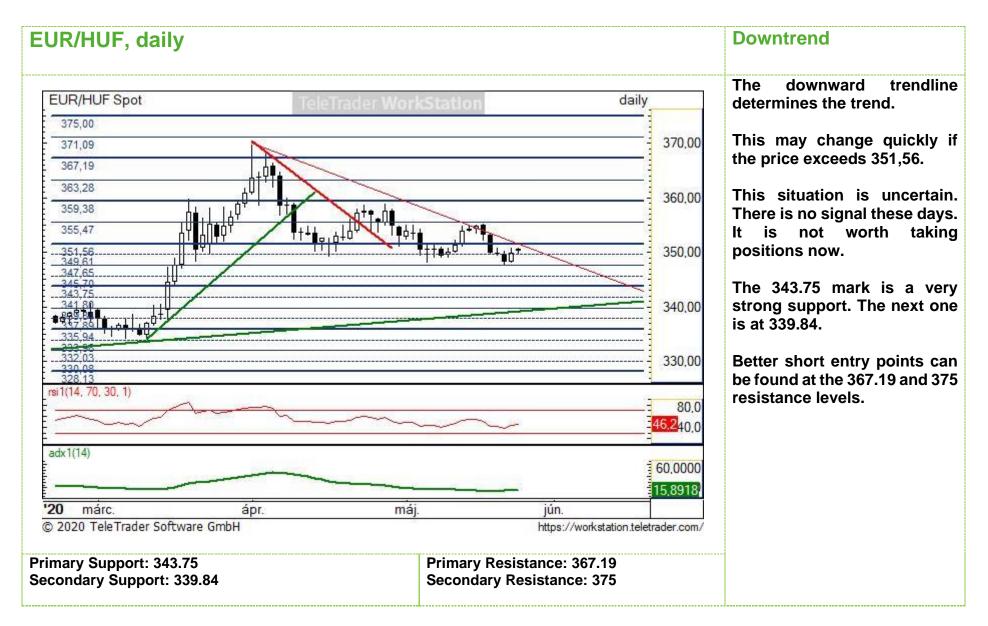
















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