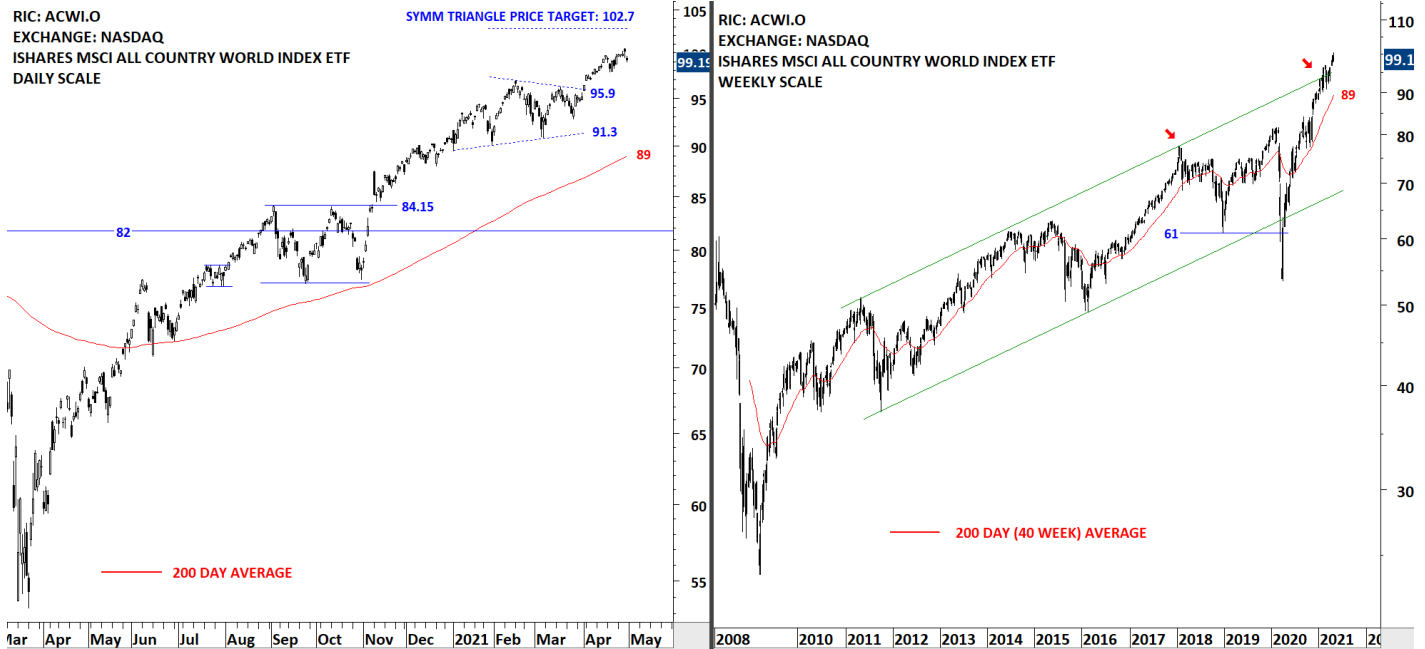


REVIEW

The benchmark for the Global equity markets performance, the iShares MSCI All Country World Index ETF (ACWI.O) is resuming its uptrend after completing the sideways consolidation, a symmetrical triangle. The upper boundary of a possible symmetrical triangle was breached at 95.9 levels. We can conclude that the uptrend is intact. Price objective stands at 102.7 levels. During any pullback 95.9 will act as support.



Note: We have received many requests for the possibility to have the report in PDF format. Going forward I will attach a PDF version of the report for our members who would like to read on paper and also offline. Due to large size (given that I like to keep charts in large format) this is the best layout I could put the report. I hope this will be useful.



GLOBAL EQUITY MARKETS - MAY 1, 2021 - PART I

GLOBAL EQUITY MARKETS - MAY 1, 2021 - PART II

The benchmark for the Emerging Markets performance, the iShares MSCI Emerging Markets Index ETF (EEM) rebounded strongly from support at 51.7. The uptrend is intact with the ETF trading above its 200-day average. Support at 51.7 held and EEM might be forming a medium-term low. I'm monitoring the possibility of a minor H&S bottom reversal with the neckline standing at 54.7 levels. Breakout above 54.7 levels can target 57.7. This week's price action was hesitant to clear the neckline. I'm thinking this was due to stronger U.S. Dollar by the end of the week. Chart pattern is not negated and the bullish outlook remains intact.

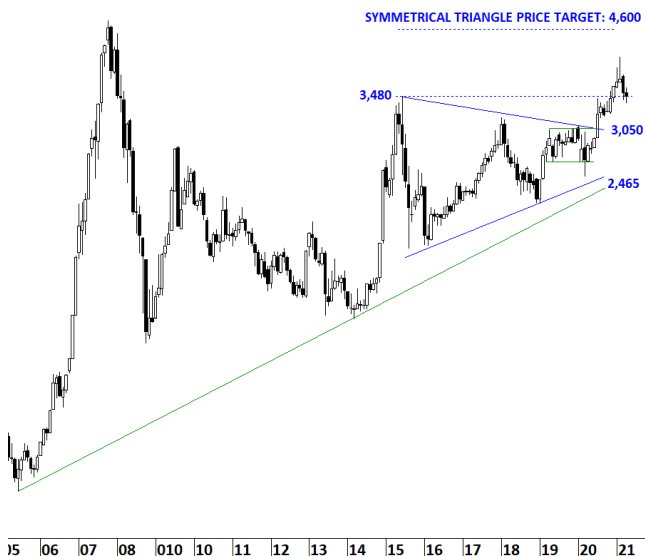


The benchmark for the Frontier equity markets performance, the iShares MSCI Frontier 100 ETF, completed its consolidation from a range between 28.77 and 30 levels. The well-defined consolidation acted as a continuation chart pattern. Breakout above 30 levels renewed the strength for Frontier market equities. This week's price action reached the price target at 31.15 levels. The high of 2020 at 31.3 can act as short-term resistance (shown on the weekly scale price chart).



China SSE 50 Index experienced its first sharp setback after its breakout from the long-term symmetrical triangle at 3,050 levels. Current setback is possibly a pullback to the previous resistance (new support) between 3,470 and 3,480 levels. The high of the symmetrical triangle and the 200-day moving average are forming support between 3,470 and 3,480 levels. The long-term uptrend remains intact. China SSE 50 Index might be due for a strong rebound from support area. Failure to hold above the inflection point formed by the 200-day and the minor high can result in larger scale correction. I'm following the possible rebound on SSE50 with the H&S bottom reversal development on EEM (discussed above).

RIC: .SSE50
CHINA SSE 50 INDEX
MONTHLY SCALE

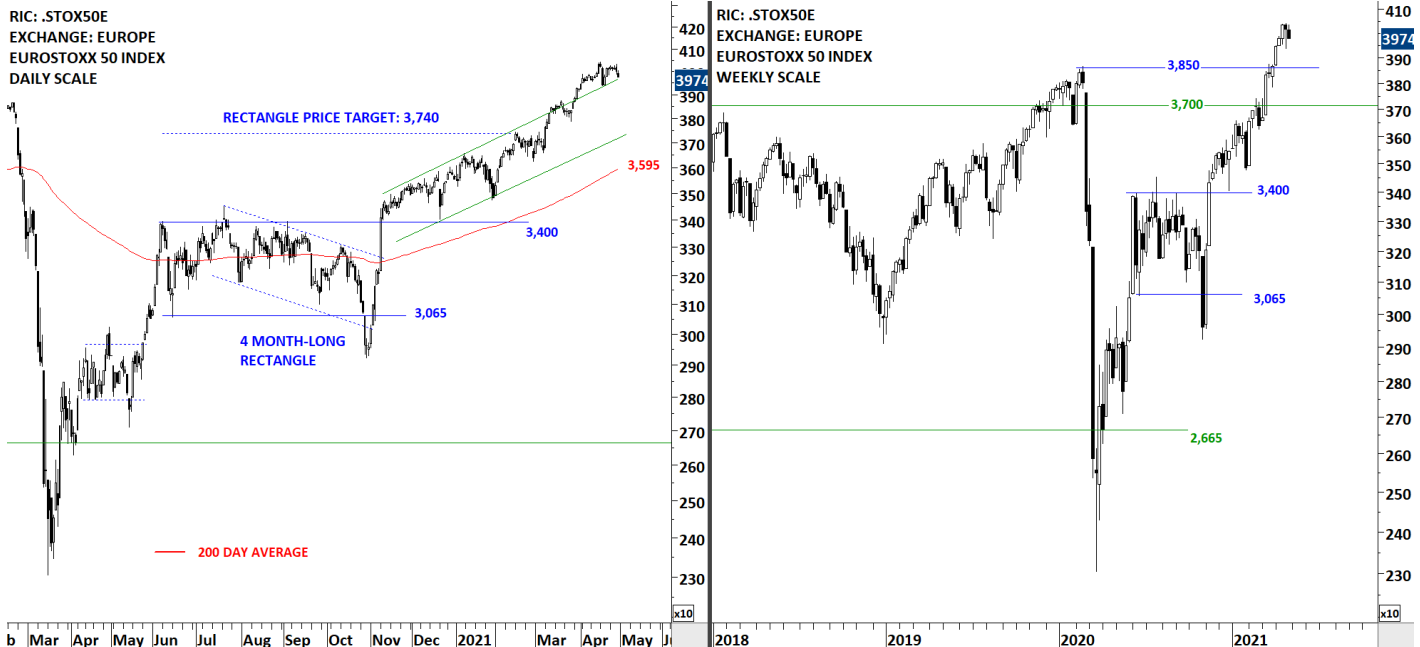


FXI, the Ishares China Large CAP ETF listed on the NYSE found support at 46 levels. The 53-54 area was an important hurdle for the ETF. Earlier tests resulted in a sharp reversal. The ETF is in a trading range between 46 and 53 levels. FXI might be due for a rebound in the second quarter. I will monitor 46 levels as an important support in the coming weeks.

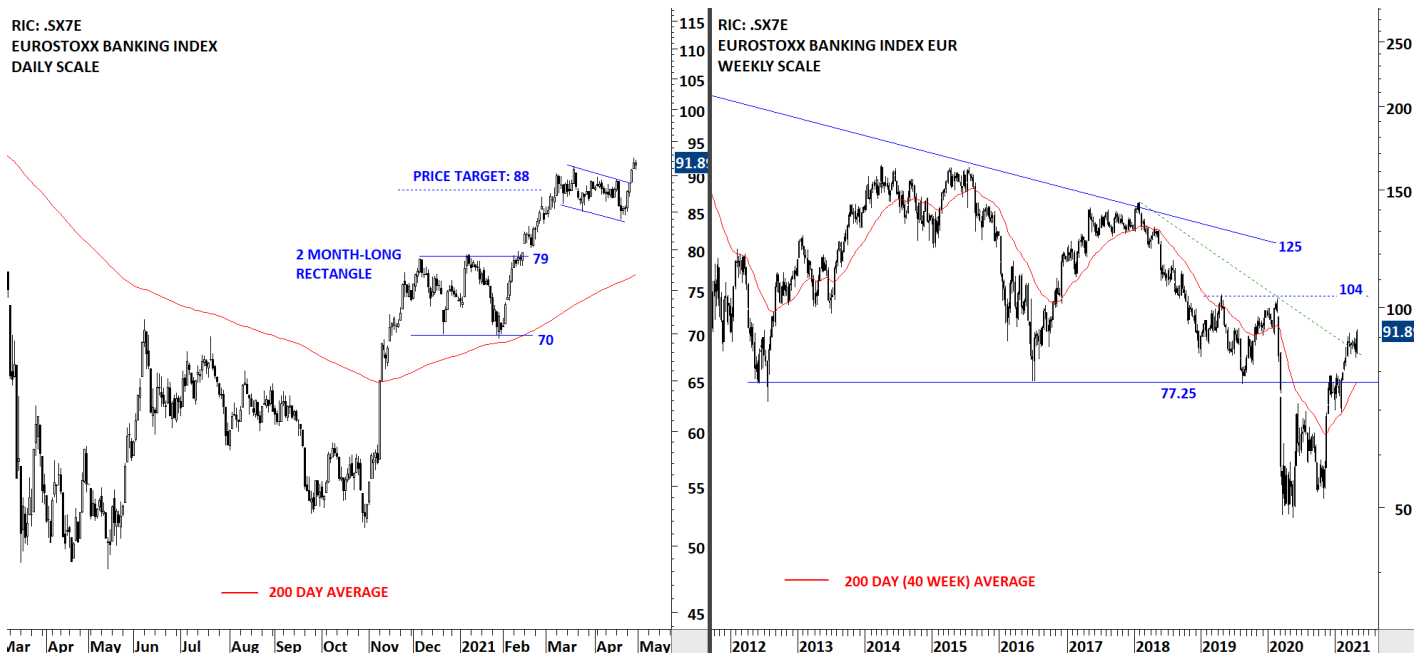
ISHARE CHINA LARGE CAP ETF (FXI)
WEEKLY SCALE



EuroStoxx 50 Index had a strong rally. The uptrend is intact. Strong support area remains between 3,700 and 3,850 (weekly scale price chart). Breakout above 3,850 is positive for European equities. On the daily scale price chart I will monitor the upper boundary of the trend channel as a short-term support.

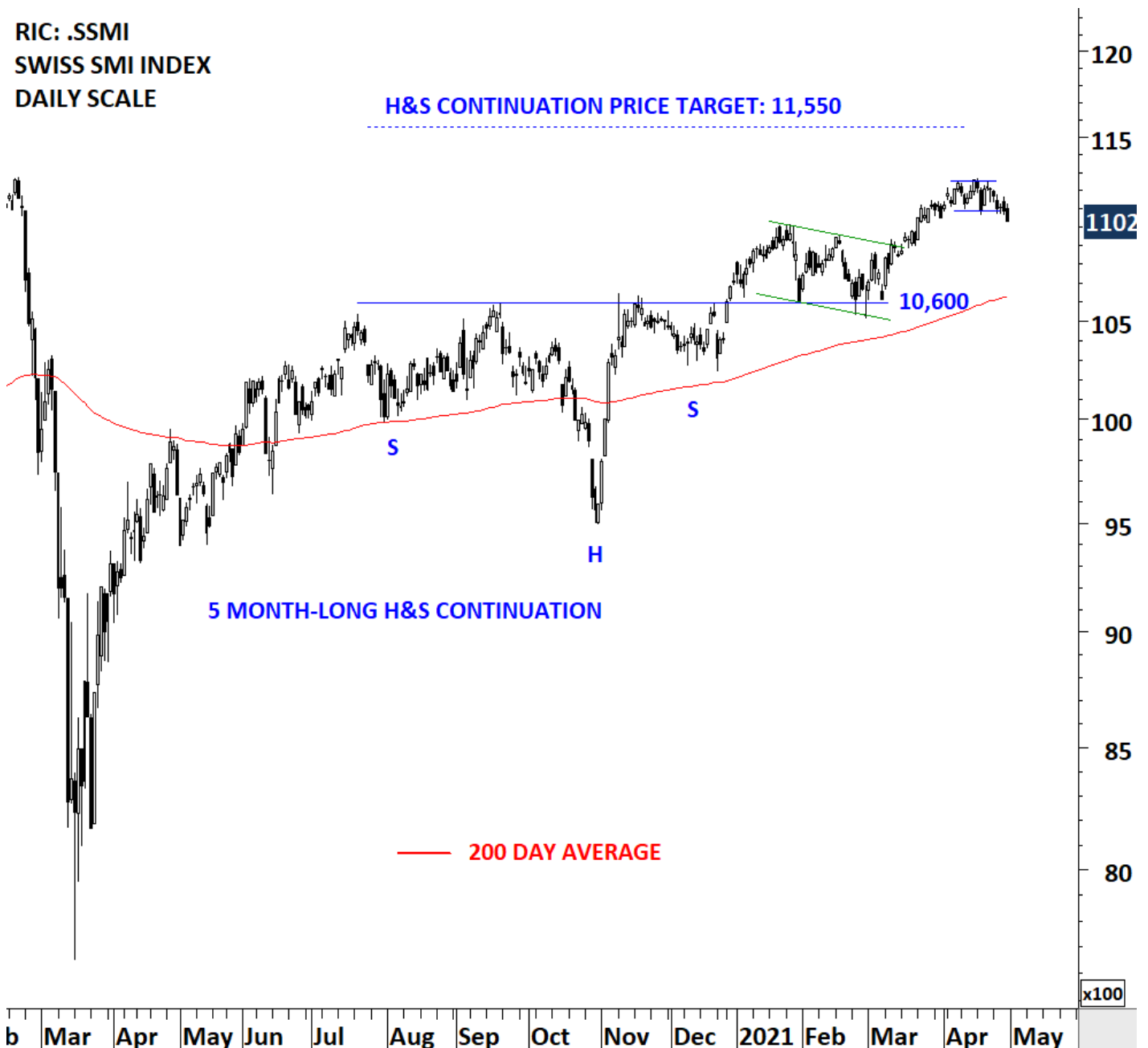


European banks are showing strength. Euro Stoxx Banking index reached its price target for the short-term rectangle at 88 levels. Last one month's price action can be analyzed as a short-term consolidation. Breakout from the short-term consolidation has taken place with the last two days of trading. During any pullback 77.25-79 area will act as support. Recent uptrend can test the resistance at 104 levels.



Swiss SMI Index is trending towards its possible chart pattern price target after completing a 5 month-long H&S continuation chart pattern. The index held above the neckline at 10,600 levels. Previous resistance at 10,600 became the new support. Uptrend is intact. Price target stands at 11,550 levels.

RIC: .SSMI
SWISS SMI INDEX
DAILY SCALE



Well-defined chart patterns on indices are not very frequent. When I see clean chart patterns like these I bring to your attention in the review section of the weekly update. The Hungary Budapest SE Index is forming one of those text-book rectangle chart patterns with several tests of pattern boundaries. The horizontal resistance stands at 45.1K and the support at 42.6K. Breakout above 45.1K can target price objective at 47.7K. I'm monitoring this chart for a possible rebound from the lower boundary of the rectangle.

RIC: .BUX
HUNGARY BUDAPEST SE INDEX
DAILY SCALE

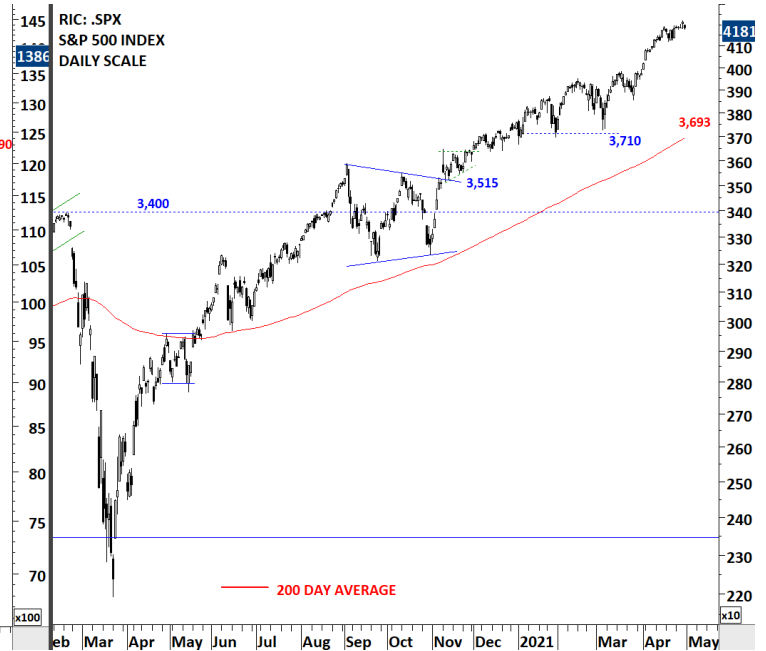


Nasdaq 100 rebounded from the support at 12,440. The index completed a short-term H&S bottom reversal with the breakout above 13,300 levels. Price objective for the short-term H&S bottom stands at 14,260 levels. S&P 500 Index pushed to all-time highs and remains strong. Both indices are trading above their respective 200-day averages. Uptrends are intact.

RIC: .NDX
NASDAQ 100 INDEX
DAILY SCALE



RIC: .SPX
S&P 500 INDEX
DAILY SCALE



Google completed a bullish flag that acted as a continuation chart pattern. Since the beginning of March the stock has been in a steady uptrend. Price reached the target at 2,430 levels.

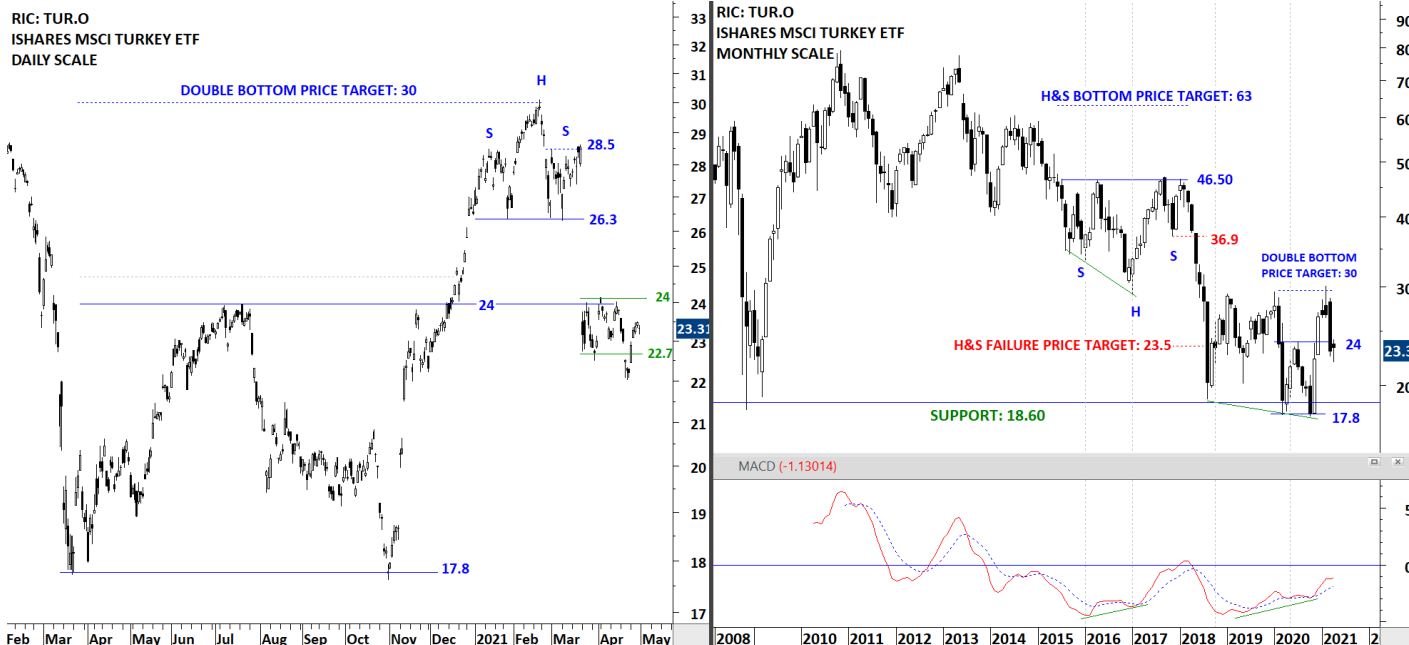
RIC: GOOG.O
EXCHANGE: NASDAQ
SECTOR: TECHNOLOGY
DAILY SCALE



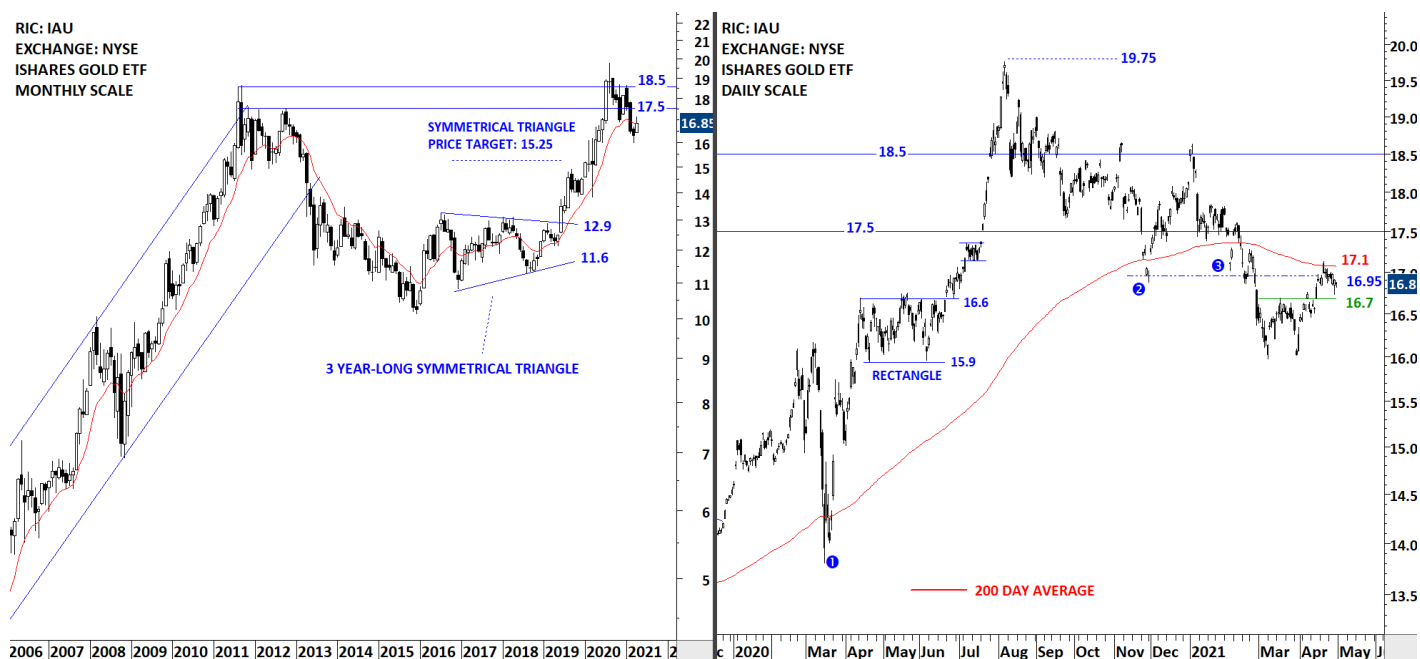
Turkey's BIST 100 equity benchmark after reaching its rectangle chart pattern price target experienced a sharp sell-off. Earlier I have identified a trading range between 1,430 and 1,600 levels. Following the breakdown below the short-term support at 1,430 levels the index rebounded from the 200-day average. BIST 100 is now in a wide trading range between 1,230 and 1,430 levels. Long-term uptrend is still intact but in the short-term I will expect more volatility and choppy price action. I will monitor this index to see if price will be able to recover above 1,430 levels in the coming days. Failure to hold above the 200-day average can result in a re-tests of 1,230 levels.



The chart below shows the Ishares MSCI Turkey ETF listed on the Nasdaq Stock Exchange both on daily and monthly scale. The ETF after breaking above the horizontal resistance at 24 levels, reached its price target at 30. 30 acted as resistance in the past as can be seen on the monthly scale price chart. The H&S top completed with a gap opening and resulted in a sell-off towards the support at 24 levels. The ETF failed to recover above 24 levels. Until price recovers above 24 levels, I will monitor this chart with a bearish perspective.



The Ishares GOLD ETF continues to remain under pressure after breaking down the minor lows labelled with 2 & 3. Failure to hold above the 200-day average is resulting in a larger-scale correction. It is possible that price completed a short-term double bottom but clearly we have several resistances ahead. Breakout above 16.7 met resistance between 16.95 and 17.1. Gold needs to prove itself. Trend is still down. Only after a recovery above the 200-day average I will view this chart with a bullish bias.



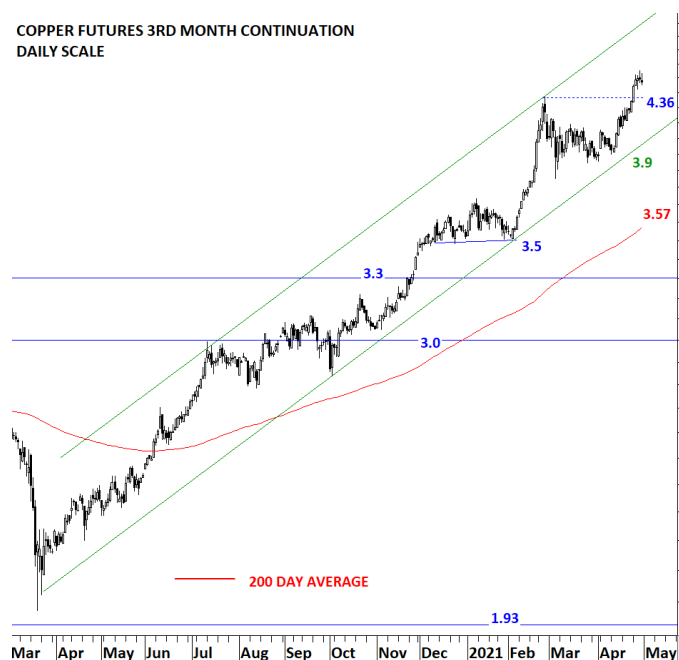
After breaking above 19 levels in July 2020, Silver is consolidating and reverting back to its 200-day average. A strong support area can be identified between 21.8 and 24.5. The boundaries of the consolidation are 21.8 and 29.3. Price remains above the 200-day average and the trend is up. Breakout above the upper boundary at 29.3 can add momentum to the uptrend. Failure to hold above the 200-day average can result in a re-test of the lower boundary at 21.8 levels. I will monitor this chart for a possible short-term H&S bottom reversal above the 200-day average.

RIC: XAG=
SILVER CASH (\$/ounce)

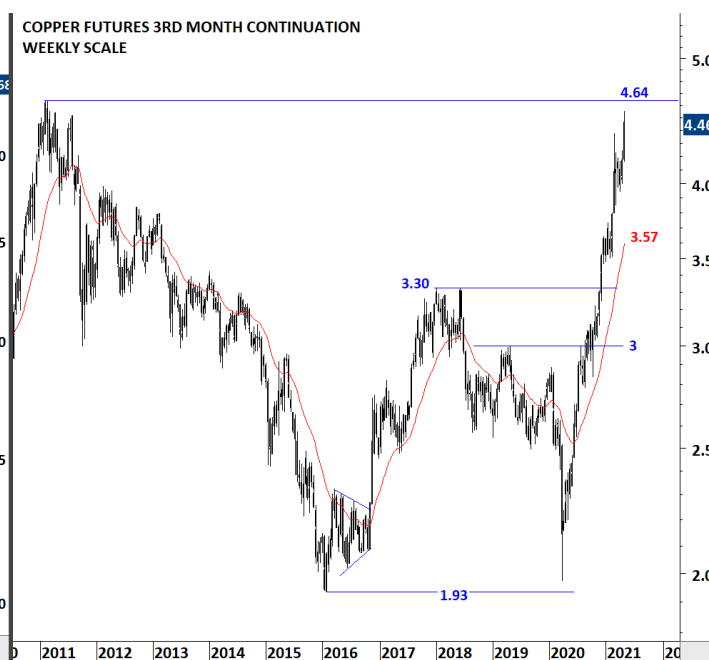


Copper's advance has taken a steep shape without much correction. Price has deviated from the 200-day average and can be over-extended. While the trend is clearly up, during any pullback strong support will stand between 3.90 and 4.36 levels. Price has formed a clear upward trend channel with the lower boundary acting as support at 3.9 levels. On the weekly scale price chart we can see that price is now close to the long-term resistance at 4.64 levels.

COPPER FUTURES 3RD MONTH CONTINUATION
DAILY SCALE



COPPER FUTURES 3RD MONTH CONTINUATION
WEEKLY SCALE

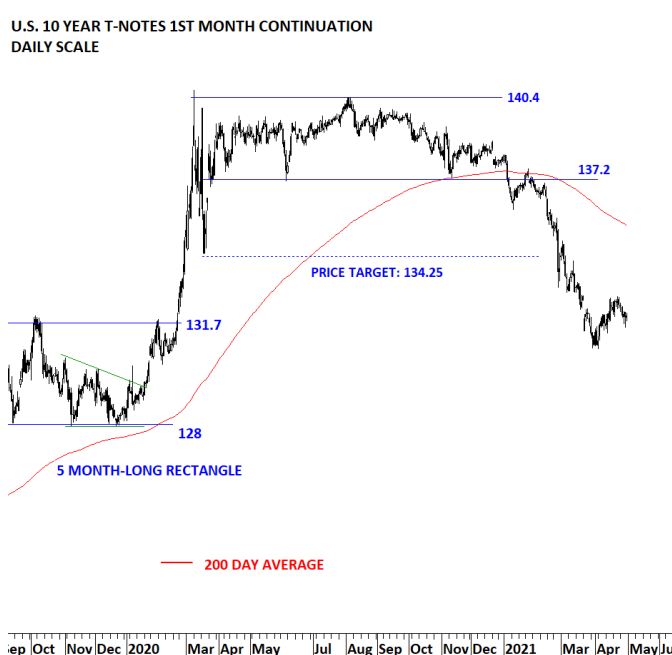


European Bund price is in a wide consolidation range between 169.3 and 179.7 levels. The trading range is possibly forming a 16 month-long rectangle. Strong support remains at 169.3 levels. I will monitor this chart for a possible rebound from strong support area. Higher Bund prices could mean lower yields.



The U.S. 10 Year T-Note broke down the support at 137.2 levels. Breakdown not only breached the horizontal support but also the 200-day average. While the price target for the rectangle is met at 134.25 levels, the weekly candles showed significant weakness. Previous support at 137.2 becomes the new resistance. I would like to see some kind of short-term bottom reversal chart pattern before concluding for a possible rebound. The upper boundary of the previous consolidation (5 month-long rectangle) at 131.7 levels acted as short-term support.

U.S. 10 YEAR T-NOTES 1ST MONTH CONTINUATION
DAILY SCALE



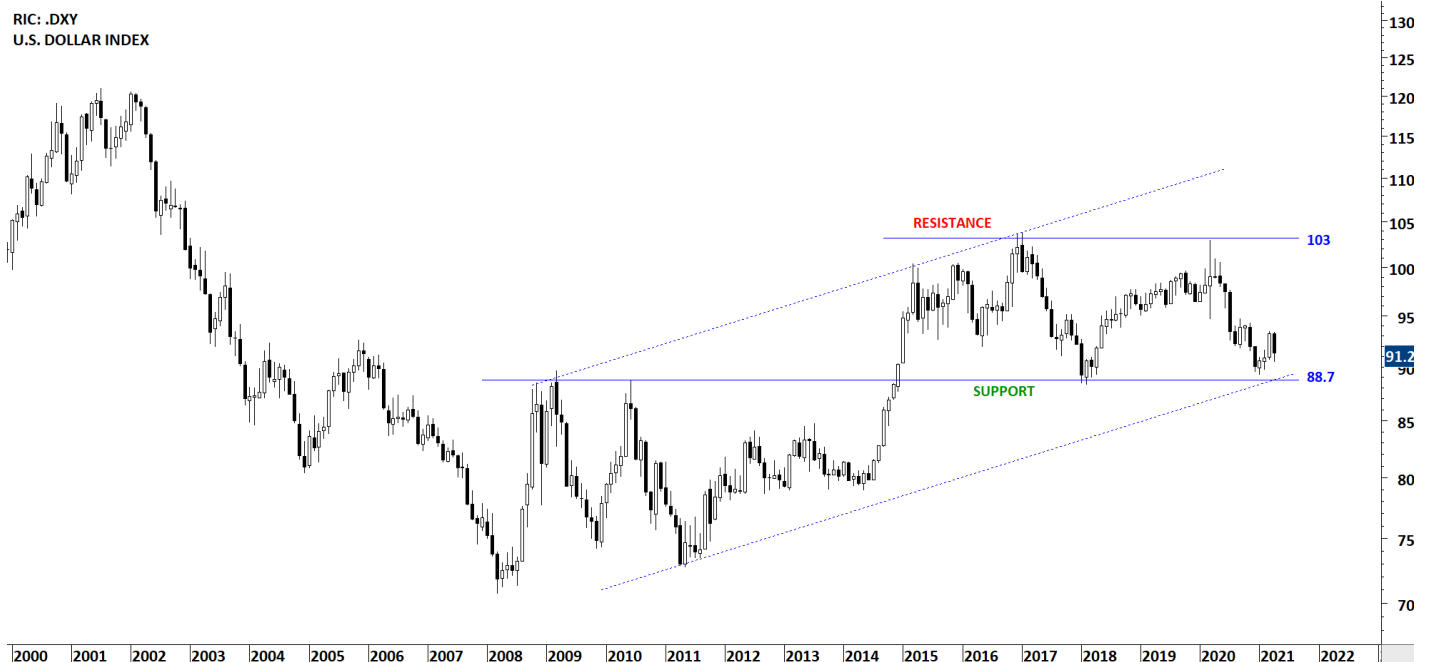
U.S. 10 YEAR T-NOTES 1ST MONTH CONTINUATION
WEEKLY SCALE



Both BSE Sensex and Nifty 50 Index respected the boundaries of the upward trend channels. Both indices reversed from the upper boundary of their trend channels and tested the lower boundaries. During this time 200-day averages kept moving higher. Uptrends are intact. I will monitor both indices for a quick recovery above the lower boundaries of their uptrend channels. Failure to do so can result in a correction towards the support areas formed by the 200-day averages. Even though we have seen a rebound towards the lower boundary and a pullback, this week's price action was not conclusive.



Since the beginning of the year, the U.S. Dollar Index has been in a downtrend. In March 2020, the index reversed from the resistance at 103 levels. Price is now back to 2018 levels. 88.7 acted as resistance/support in the past and I'm thinking it might have some impact in the short/medium-term. March was strong and April was weak. If the U.S. Dollar index manages to put in a higher low in the second quarter, then I will expect further strength in the coming months.



I've discussed USDJPY in the previous updates. I continue to think that a breakout on this chart will have important long-term implications. Strong USD against Japanese Yen can target 125 levels in a short period of time. The pair is going through historical low volatility condition and a breakout can result in a strong price action. I'm looking for a breakout above 110 levels.



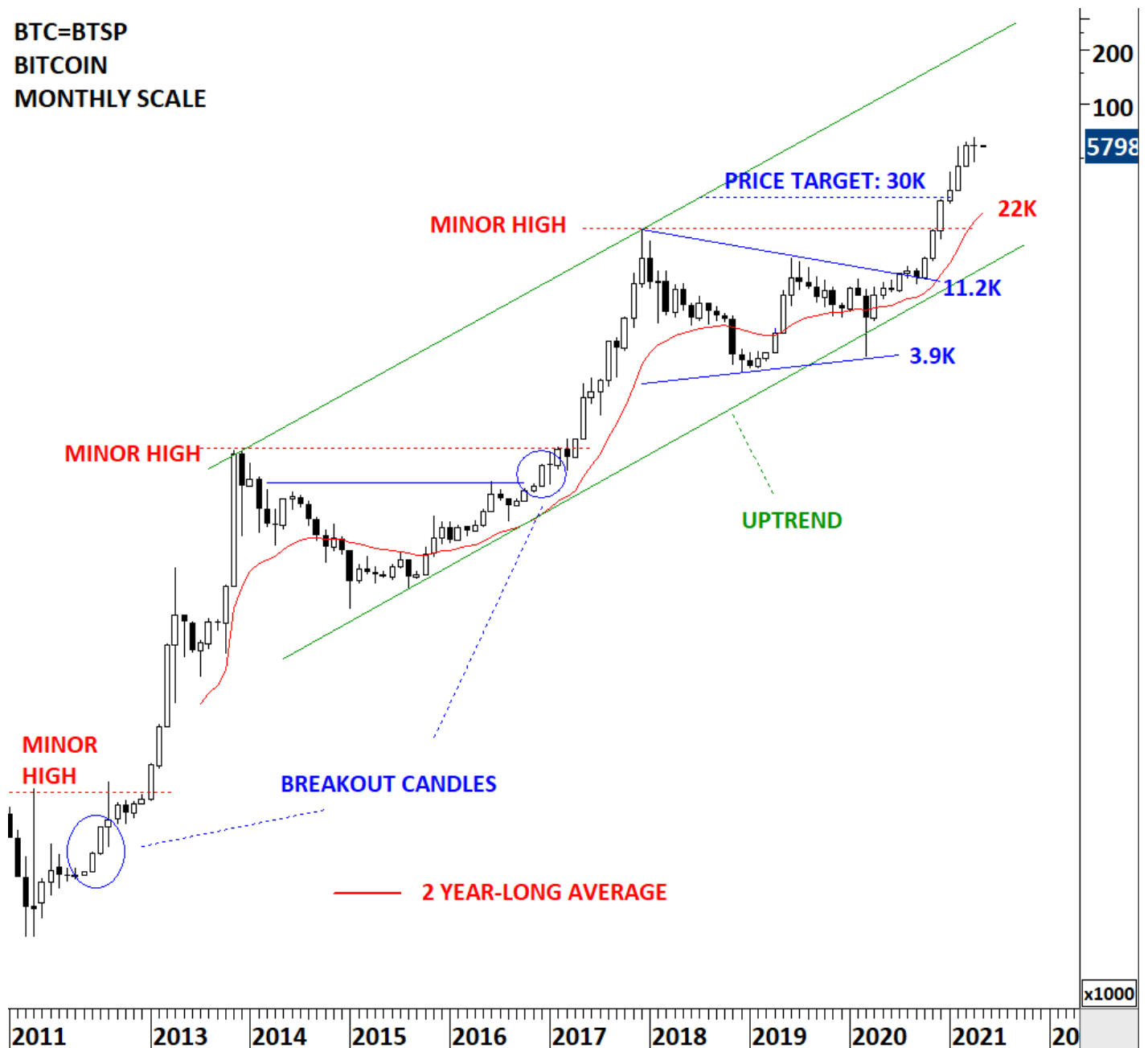
The chart below is the 10 Year U.S. Treasury Yield Index. The index after forming a short-term ascending triangle, broke out of both a long-term base and the bullish ascending triangle. Breakout took place at 9.8 levels which acted as the support level. Chart pattern price target at 14 levels is met. Uptrend is intact. I've updated the boundaries of a possible trend channel. The lower boundary can act as support at 14.5 levels.



CRYPTOCURRENCIES

BTC resumed its strong uptrend. Price target for the symmetrical triangle was met at 30K. Uptrend is intact, though it is taking a parabolic shape with back to back monthly gains and lack of correction. During any correction strong support will stand at 22.2K. Long-term price chart shows an orderly trend channel. The upper boundary of the long-term trend channel stands at 200K (not a price target from a classical charting perspective).

BTC=BTSP
BITCOIN
MONTHLY SCALE



Below are some of the good looking crypto currency chart pattern setups. I like to focus mostly on chart patterns with well-defined horizontal boundaries. ADA/USD formed a 2 month-long rectangle with the resistance at 1.5 and support at 1. Breakout above 1.5 can target 2 levels. The chart shows a steady uptrend.

ADAUSD
DAILY SCALE

RECTANGLE PRICE TARGET: 2

2.20000000

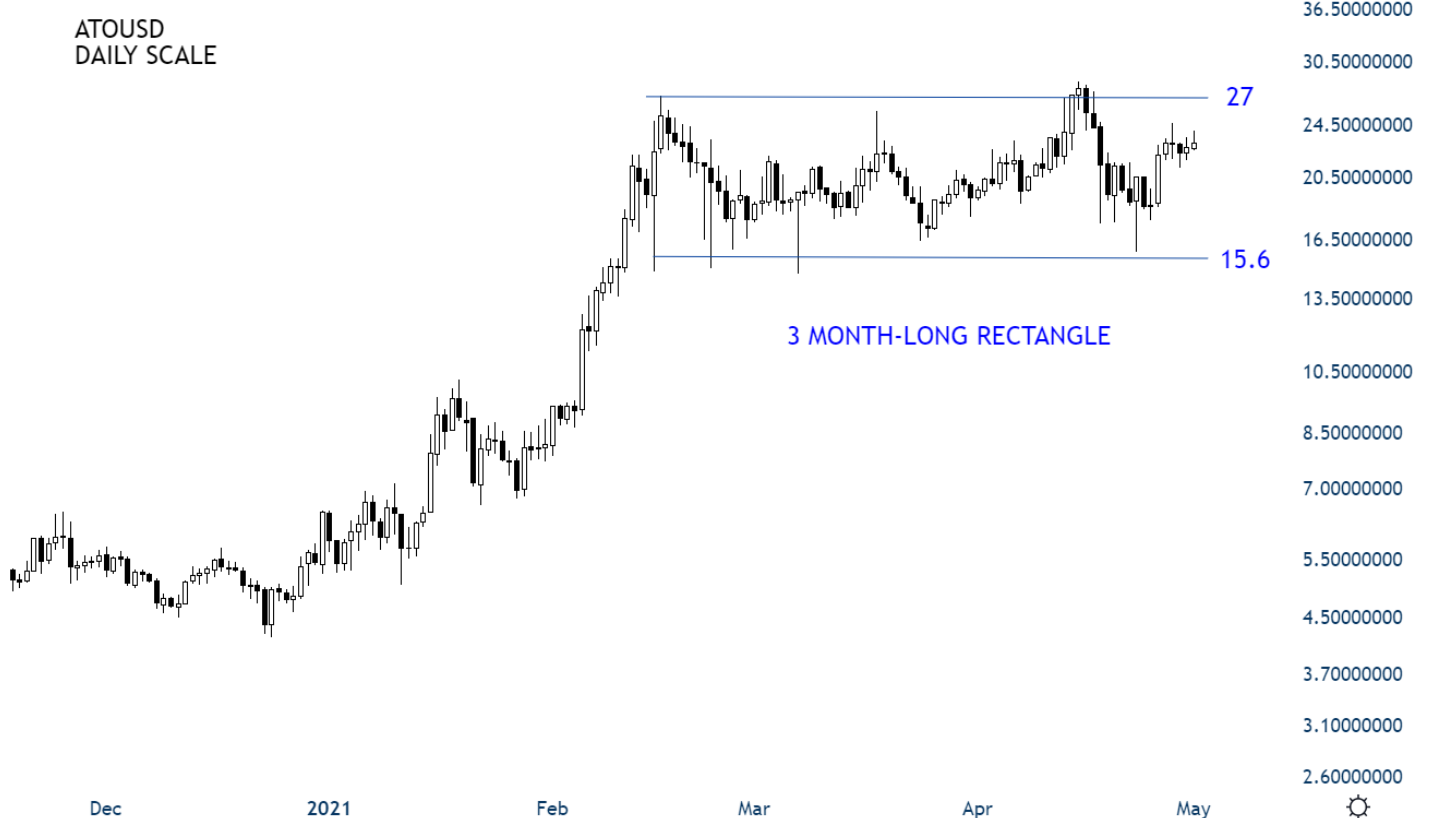


ATOUSD formed a 3 month-long rectangle chart pattern with the upper boundary acting as resistance at 27 levels. Breakout above 27 can target price objective at 38.4 levels. There has been several tests of pattern boundary and the chart shows a steady uptrend.

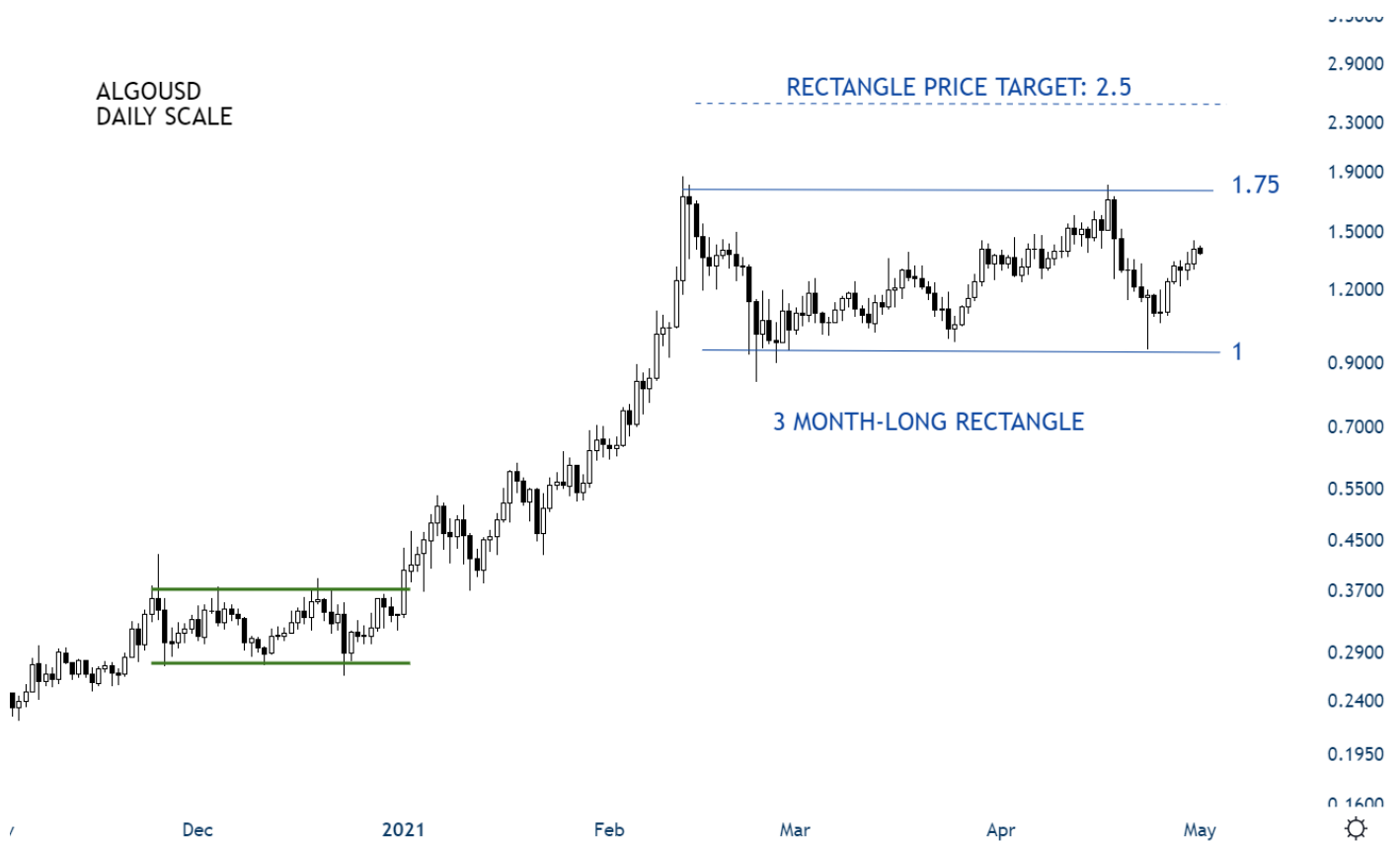
ATOUSD
DAILY SCALE

RECTANGLE PRICE TARGET: 38.4

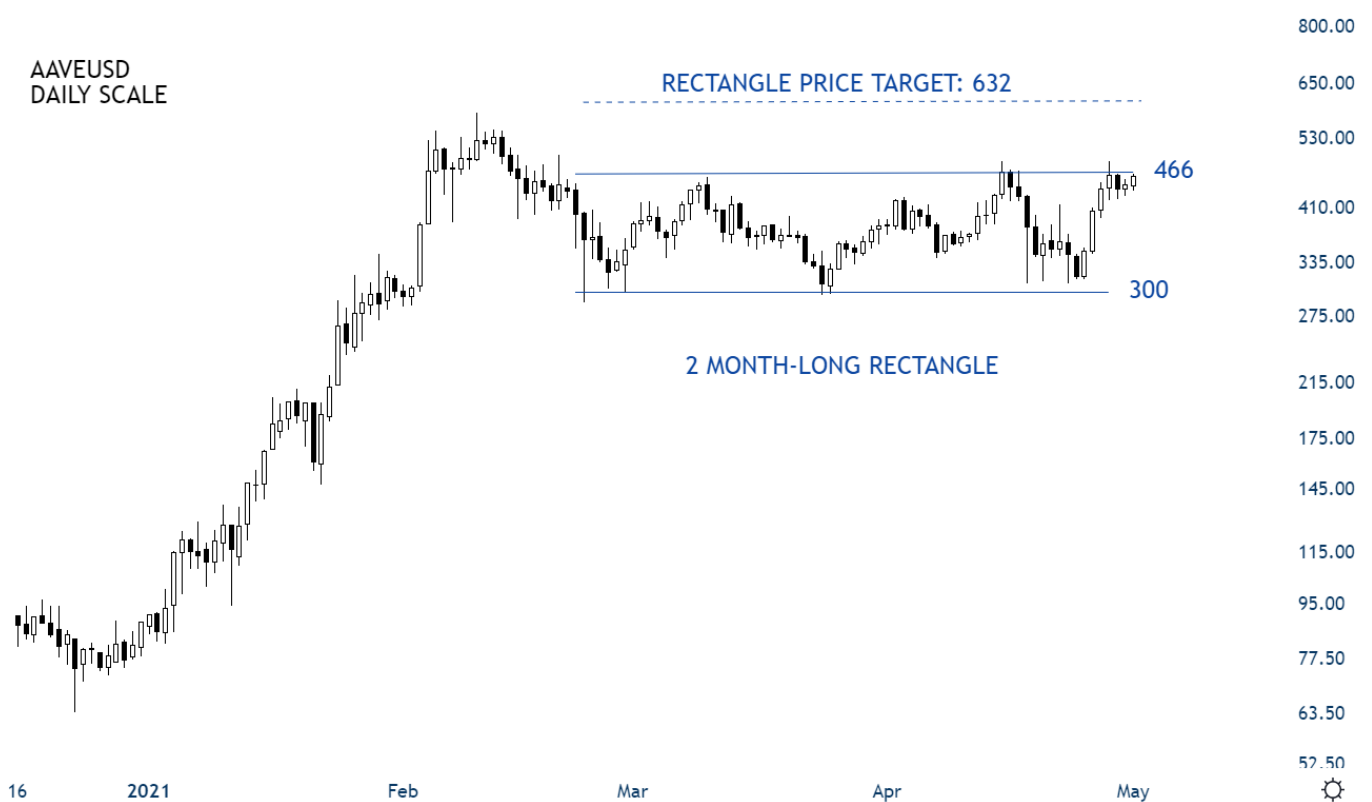
44.00000000



ALGOUSD formed a 3 month-long rectangle with the upper boundary acting as resistance at 1.75 levels. Breakout above 1.75 can target 2.5 levels. Price chart shows a steady uptrend.



AAVEUSD formed a 2 month-long rectangle chart pattern. There has been several tests of pattern boundaries at 300 and 466 levels. Breakout above 466 can target price objective at 632 levels.



DFIUSD formed a tight, 2 month-long consolidation with the upper boundary acting as resistance at 4 levels. Breakout can target 5.3 levels. Price chart shows a steady uptrend.

DFIUSD
DAILY SCALE

