



WEEKLY PUBLICATION

Equity Indexes Weekly

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VIX - Weekly



Bullish close. Further gains in the coming week as momentum improves and the Tension Indicator continues to strengthen.

Prices have rallied sooner than expected, with a strong close in late trade within reach of the 17.65 high of May. A break is looked for, as momentum studies improve and the bullish Tension Indicator continues to strengthen, with subsequent focus then turning to congestion around 20.00. Beyond here is the 22.30 retracement. Improving studies are expected to limit any immediate pullbacks, with congestion around 14.00 to underpin any tests. If broken, not seen, focus will turn back to the 12.72 low of 7 June and the 12.50 low of April, with risk of still deeper reactions as momentum turns lower once again.

- R4 25.00 congestion**
- R3 22.30 50% ret of Jan-Apr fall**
- R2 20.00 congestion**
- R1 17.65 May high**

- S1 14.00 congestion**
- S2 12.50 April low**
- S3 12.00 congestion**

US S&P500 - Weekly



Push above 2116.50 high of November 2015 not sustained. Profit-taking to appear as studies and sentiment turn cautious. Strong support at 2050.

The anticipated test of the 2116~ high of November 2015 has been seen, but investors have not been able to maintain higher levels as overbought short-term studies unwind negative divergence. Sellers at the 2120.55 high of 8 June are pushing prices lower, with focus now on the 2085.10 low of 1 June. A break will open up congestion around 2050, but critical support is at the 2025.91 low of May. A close beneath here will confirm resumption of the fall from April, with 2000, and lower, to then attract as investors adopt a negative stance. An unexpected break above 2120.55 will at least delay downside risks, as investors push prices towards critical resistance at the 2134.72 year high of May 2015. Caution is seen in following any further break, however, as studies continue to diverge and global equity sentiment turns cautious.

R3 2140.00 38.2% proj of Feb-Apr rally
R2 2134.72 May 2015 year high
R1 2120.55 08 Jun high

S1 2050.00 congestion
S2 2025.91 May low
S3 2000.00 congestion

UK FTSE100 Index - Weekly



Test of 6324~ not sustained. Lower in range with further losses highlighted as studies and sentiment weaken. Critical support at 6000/33.

FTSE is finding difficulty sustaining higher levels, with the push above 6300 failing at the 6324.60 high of 25 April. The subsequent pullback has reached congestion around 6100, with further losses looked for in the coming week as bullish momentum studies begin to fade and the Tension Indicator ticks lower. Critical support is within the 6033.21 low of March and congestion around 6000, with a break turning investor sentiment outright bearish and opening up the 5960~ retracement. Still lower is 5845/50~. An unexpected break above 6324.60 will target the 6427.32 high of April, but a close above the 6487/00~ area is needed to confirm extension of the February rally and turn investor sentiment outright positive.

R4 6500.00 congestion
R3 6487.89 October 2015 high
R2 6427.32 April high
R1 6324.60 25 Apr high

S1 6100.00 congestion
S2 6033.21 March low
S3 6000.00 congestion
S4 5960.00 50% ret of Feb-Apr rally

Stoxx Europe 600 Index - Weekly



Higher levels not sustained. Sharp pullback to keep prices under pressure. A close below 327.00~ will confirm a significant bear trend.

The anticipated pullback is gathering momentum, as late selling pressure posts a bearish close and puts congestion around 330 into view. Weakening momentum studies, coupled with a tick lower in the Tension Indicator, suggest further downside development in the coming weeks, with critical support at 327.00/10~ to attract. A close beneath here will confirm a significant top in place above 350 and open up the 321.25 retracement as investors adopt an outright bearish stance. Resistance is lowered to congestion around 340, and is expected to cap any immediate bounce. If broken, not seen, focus will turn back to the 347.29 high of 7 June, before prices consolidate once again.

R3 351.51 April high
R2 347.29 07 Jun high
R1 340.00 congestion

S1 330.00 congestion
S2 327.08 April low
S3 327.00 50% ret of Feb-Apr rally
S4 321.25 61.8% ret of Feb-Apr rally

Germany DAX Index - Weekly



Higher levels not sustained. Weakening studies and sentiment to keep prices under pressure. Approaching critical support at 9737.

Higher levels have not been sustained, with prices falling sharply in late trade towards critical support at the 9737 range lows. Weakening studies suggest further losses in the coming week, with a break targeting the 9585 retracement and congestion around 9500, as investor sentiment turns outright bearish. Further slippage to 9380 cannot be ruled out, as the background global equity sentiment also weakens. Resistance is lowered to congestion around 10,000 and should provide a barrier into any immediate corrective bounce. An unexpected break is expected to fade beneath the 10,365 high of May as longer-term investors remain cautious.

R3 10474.38 April high
R2 10365.24 May high
R1 10312.53 07 Jun high

S1 9737.00 range lows
S2 9585.00 50% ret of Feb-Apr rally
S3 9500.00 congestion
S4 9380.00 61.8% ret of Feb-Apr rally

iShares Emerging Markets ETF (EEM) - Weekly



Sharp rejection of higher levels. Sharp pullback to keep prices under pressure as studies also turn cautious. Critical support at 31.70.

The anticipated break above congestion around 34.50 has been sharply rejected, with prices falling swiftly from the 34.86 high of 8 June. Further losses are looked for in the coming week, as studies turn mixed and background sentiment weakens, with a break below the 32.91 low of 1 June opening up the 32.12 low of 23 May. A close below critical support at the 31.70 monthly low of 19 May will turn investor sentiment outright bearish, and confirm extension of the April bear trend. Resistance is lowered to congestion around 34.00 with any unexpected break to fade beneath 34.86 as longer-term investors maintain a cautious stance.

R3 35.34 April high
R2 34.86 08 Jun high
R1 34.00 congestion

S1 32.91 01 Jun low
S2 32.12 23 May low
S3 31.70 May low

Hong Kong Hang Seng Index - Weekly



Push above Fibonacci retracement not sustained. Pullback highlighted towards 20,500. A close beneath here will turn sentiment cautious.

Yet another bullish week, with the rally from the 19,595~ low of May pushing above the 21,150 retracement to reach 21,352. Further immediate gains are expected to prove difficult to sustain, however, as daily studies unwind lower, with critical resistance at the 21,654~ high of April to remain intact. Support remains at 20,500 and extends to further congestion around 20,000. This area should underpin any immediate setbacks, but if broken, critical support within 19,550/94 will then come into view as investors move towards a negative stance.

R4 22,000.00 congestion
R3 21,794.84 January high
R2 21,654.07 April high
R1 21,352.37 08 Jun high

S1 20,500.00 congestion
S2 20,000.00 congestion
S3 19,594.61 13 May low

China Composite Index - Weekly



Balanced at highs. Potential for a break above 3000 but a close above 3097~ needed to confirm a more sustainable rally.

There has been little change, with prices balanced at recent highs. Congestion around 3000 remains in sight, with rising momentum studies anticipating a break towards critical resistance at the 3097.16 high of April. A close above here is needed to confirm a more sustainable, multi-week rally, but with background studies neutral, and global equity sentiment turning cautious, any immediate tests are expected to prove unsustainable. Support is raised to congestion around 2850 and extends to the 2780.76 low of May. A close beneath here would reinstate a bearish tone and open up critical support at the 2638~ lows from January-February. Still further slippage will confirm more significant weakness as the June 2015 bear trend gains traction.

R3 3160.00 50% ret of Dec-Jan fall
R2 3097.16 April high
R1 3000.00 congestion

S1 2850.00 congestion
S2 2780.76 May low
S3 2750.00 76.4% ret of Jan-Apr rally
S4 2700.00 congestion