



- M5: 3065.50; M4: 3095.75; M3: 3166.00; M2: 3181.50; M1: 3181.50; M0: 3181.50; 2555

If active traders do not agree with our rationale detailed above, they can use PMH: 3065.50 as the pivot, maintaining a long position above that level and a flat or short position below it. If active traders do agree with our rationale detailed above, they can sell against each resistance level between 3065.50 and 3181.50 with tight stops until the market sustains a turn lower. *We provide the map; you drive the car.* Figure 1 below displays the daily price action for June 2020 in a candlestick chart, with support and resistance levels isolated by our methodology represented as dashed lines. The month of June began by continuing the latest swing to higher prices that began in earnest on May 14<sup>th</sup>, 2020. The second and third trading sessions saw the market price exceed and settle above both May's high at PMH: 3065.50 and M2: 3095.75. The next three trading sessions saw the market price achieve and exceed our clustered-resistance levels at M1: 3166.00 and M3: 3181.50. In May, we identified M3: 3181.50 as the upper limit to the range of prices at which we thought the market would turn lower. We wrote, *Our rationale is as follows:*

1. *Our anticipated two-period high in the monthly time-period will be satisfied with any tick above 3065.50.*
2. *A market can retrace 80% of its prior move and still be corrective. Calculated using settlement prices, that level equates to 3142.00. (It can be calculated using intra-day highs and lows as well.)*
3. *The March candle is the control candle. April and May's trading activity are classified as inside-month ranges. It will take a break of the March range to initiate the next substantial directional trend. The high of the March candle is 3137.00.*
4. *Resistance in June exists at M2: 3095.75 and M1: 3166.00 / M3: 3181.50.*

**OUR ANALYSIS SUGGESTS THAT THE BEST OPPORTUNITY FOR THE MARKET TO TURN LOWER IS BETWEEN 3065.75 AND 3181.50.**

The market price achieved both its high price (3226.95\*) and high-settlement price (3223.20\*) on June 8th, two trading sessions before the release of the FOMC statement after the Federal Reserve's two-day meeting on June 9<sup>th</sup> and 10<sup>th</sup>. Following the release of the FOMC statement, the market began to weaken. It settled the June 10th trading session at 3177.60\*, back inside our clustered-resistance levels at M1: 3166.00 and M3: 3181.50. *Market participants did not get the "more" they were anticipating from the Fed? they did not get anything.* On June 11<sup>th</sup>, the market's price-decline (as measured from June 8th) equaled (6.94%). Two sessions later, at that morning's low, the decline equaled (9.29%). In a move indicative of panic? stupidity? desperation? micromanagement, the Federal Reserve announced *updates to the Secondary Market Corporate Credit Facility (SMCCF), which will begin buying a broad and diversified portfolio of corporate bonds to support market liquidity and the availability of credit for large employers.* On June 16<sup>th</sup>, the day after the Federal Reserve's announcement, the market price rallied as much as 7.95% from the previous morning's low. *The high of that session, 3156.25, capped the price action for the remainder of the month.* The final ten trading sessions of June were spent with the market price begrudgingly trading lower. *The market had distinct signs of the price levels associated with the Federal Reserve's action being explicitly defended.* Quelle surprise. **Market participants following our analysis had the opportunity to realize profits, regardless of the initial strategy chosen.** However, we are disappointed in our accuracy for June. The upper limit of our "sell-zone" missed its mark by 45 points (1.4%) and our timing was off by three trading sessions. We will strive to improve (and pay closer attention to the FOMC meeting calendar).





## NGQ0: June 2020



## July 2020 Analysis

We begin by providing a monthly time-period analysis of E-Mini S&P 500 Futures (ESU). The same analysis can be completed for any time-period or in aggregate.  
Trends:

- Current Settle 3090.25  
**3090.25**
- Weekly Trend 3056.27
- Daily Trend 3042.58  
**3042.58**

- Monthly Trend 2933.44  
2913.69
- Quarterly Trend 2913.69

The relative positioning of the Trend Levels is bullish. In the quarterly time-period, the chart shows that E-Mini S&P 500 Futures are in ?Consolidation?, after having been ?Trend Up? for four quarters. Stepping down one time-period, the monthly chart shows that E-Mini S&P 500 Futures are in ?Consolidation?, after having been ?Trend Down? for three months. Stepping down to the weekly time-period, the chart shows that E-Mini S&P 500 Futures are ?Trend Down?, having settled for three weeks below Weekly Trend. One rule we have is to anticipate a two-period high (low), within the following four to six periods, after a Downside (Upside) Exhaustion level has been reached. Recall, these two-period highs may occur at higher levels but can also occur from lower levels. We now anticipate a two-period high in the quarterly time-period over the next three to five quarters. *If this were to be achieved in 3Q2020, a trade to a new all-time high is required.* The two-month high that we had been anticipating since March was achieved in June. We continue to believe that the June high was a crucial inflection point, equivalent to the ?Return to Normal? point on the classic bubble-and-burst graph. The market's reaction off that high to the June 15 low re-enforced our conviction. Based upon its action, it re-enforced the Fed's as well. Support/Resistance: In isolation, monthly support and resistance levels for July are:

- M4 3693.65
- M1 3388.40
- PMH 3226.95
- M3 3090.25
- Close 3090.25
- M2 3087.25
- MTrend 2933.44
- PML 2782.50
- M5 2782.50

Active traders can use M2: 3087.25 as the pivot, maintaining a long position above that level and a flat or short position below it.



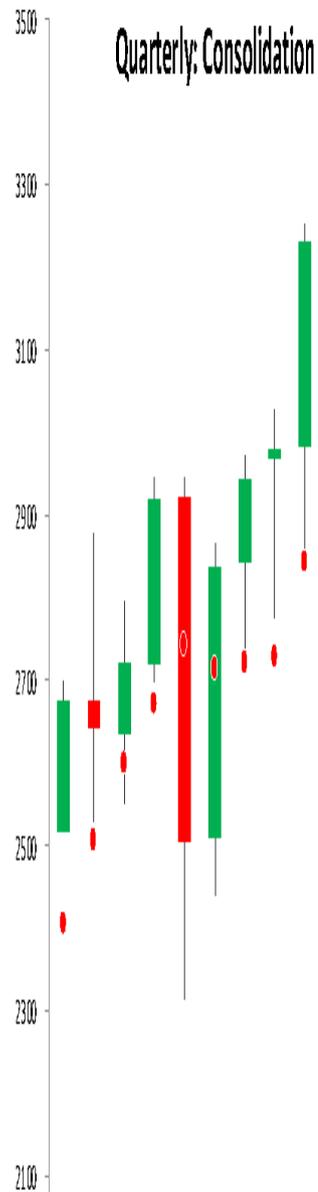
# Global Technical Analysis

*Distinctive. Consistent. Disciplined.*

## SP 500 Futures July 1, 2020

ESUO	81.99
Q4	4279.90
M4	3693.65
Q3	3610.75
M1	3388.40
W4	3367.75
PQH	3226.95
PMH	3226.95
D4	3219.00
D1	3153.75
PWH	3145.75
M3	3138.50
W1	3125.25

Quarterly: Consolidation



Monthly: Consolidation



## Silver Futures

For July, we focus on Silver Futures. We provide a monthly time-period analysis of SIU0. The same analysis can be completed for any time-period or in aggregate.

Trends:

- Current Settle  
18.637  
**&#2013266080;**
- Daily  
Trend  
18.189
- Weekly Trend  
17.931  
**&#2013266080;**
- Monthly Trend  
16.868  
**&#2013266080;**
- Quarterly Trend  
16.574

*The relative positioning of the Trend Levels is as bullish as possible. Think of the relative positioning of the Trend Levels like you would a moving-average cross; the Trend Levels are higher as the time-periods decrease. As can be seen in the quarterly chart below, Silver is in ?Consolidation?. Stepping down one time-period, the monthly chart shows that Silver is in ?Consolidation?, after having been ?Trend Down? for three months. Stepping down to the weekly time-period, the chart shows that Silver is in ?Consolidation?, after having been ?Trend Up? for five weeks. One rule we have is to anticipate a two-period high (low), within the following four to six periods, after a Downside (Upside) Exhaustion level has been reached. We now anticipate a two-period high in the quarterly time-period over the next three to five quarters, which requires a trade above 19.010 (19.690, if not including inside-range candles) to be achieved in 3Q2020. The two-month high that we had been anticipating since March was achieved in June. Support/Resistance: In isolation, monthly support and resistance levels for July are:*

- M4  
23.140
- M2  
19.610
- M1  
19.365
- PMH  
18.950
- M3  
18.775
- Close  
18.637
- PML  
17.185  
**&#2013266080;**

- MTrend 16.868
- M5 15.835

Active traders can use 18.950 as the pivot, whereby they maintain a long position above that level and a flat or short position below it.



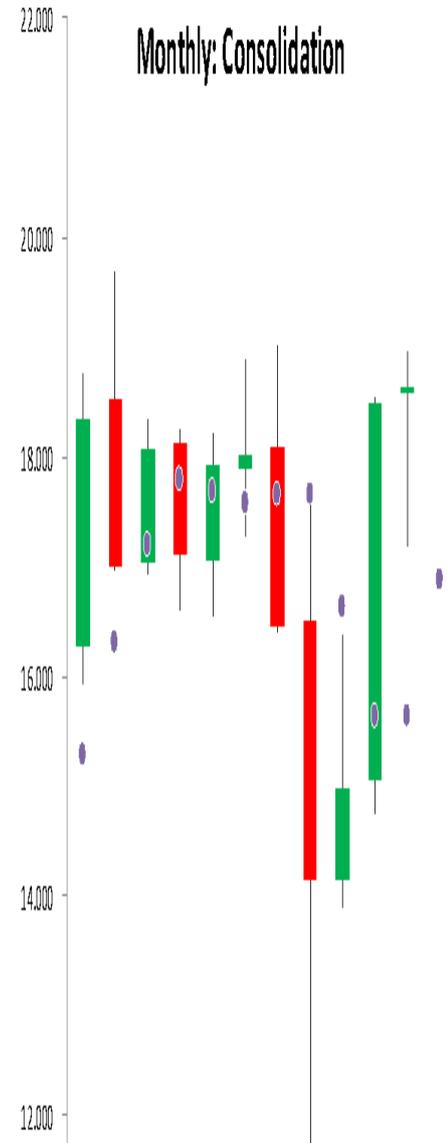
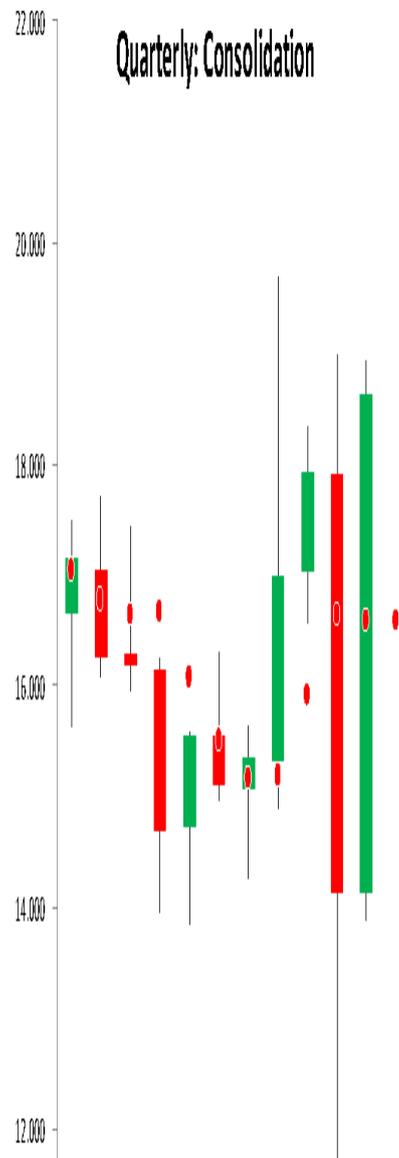
# Global Technical Analysis

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## Silver Futures

July 1, 2020

SIU0	0.537
Q4	26.215
M4	23.140
Q3	23.118
W4	19.665
M2	19.610
D4	19.375
M1	19.365
D3	19.210
D1	19.025
PQH	18.950
PMH	18.950
Q1	18.805



# Summary

The power of technical analysis is in its ability to reduce multi-dimensional markets into a filtered two-dimensional space of price and time. Our methodology applies a consistent framework that identifies key measures of trend, distinct levels of support and resistance, and identification of potential trading ranges. Our methodology can be applied to any security or index, across markets, for which we can attain a reliable price history. We look forward to bringing you our unique brand of technical analysis and insight into many different markets. If you are a professional market participant and are open to discovering more, please [connect](#) with us. We are not asking for a subscription; we are asking you to listen.

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