

S&P/ASX 200 – Technical Perspective

10th March 2018

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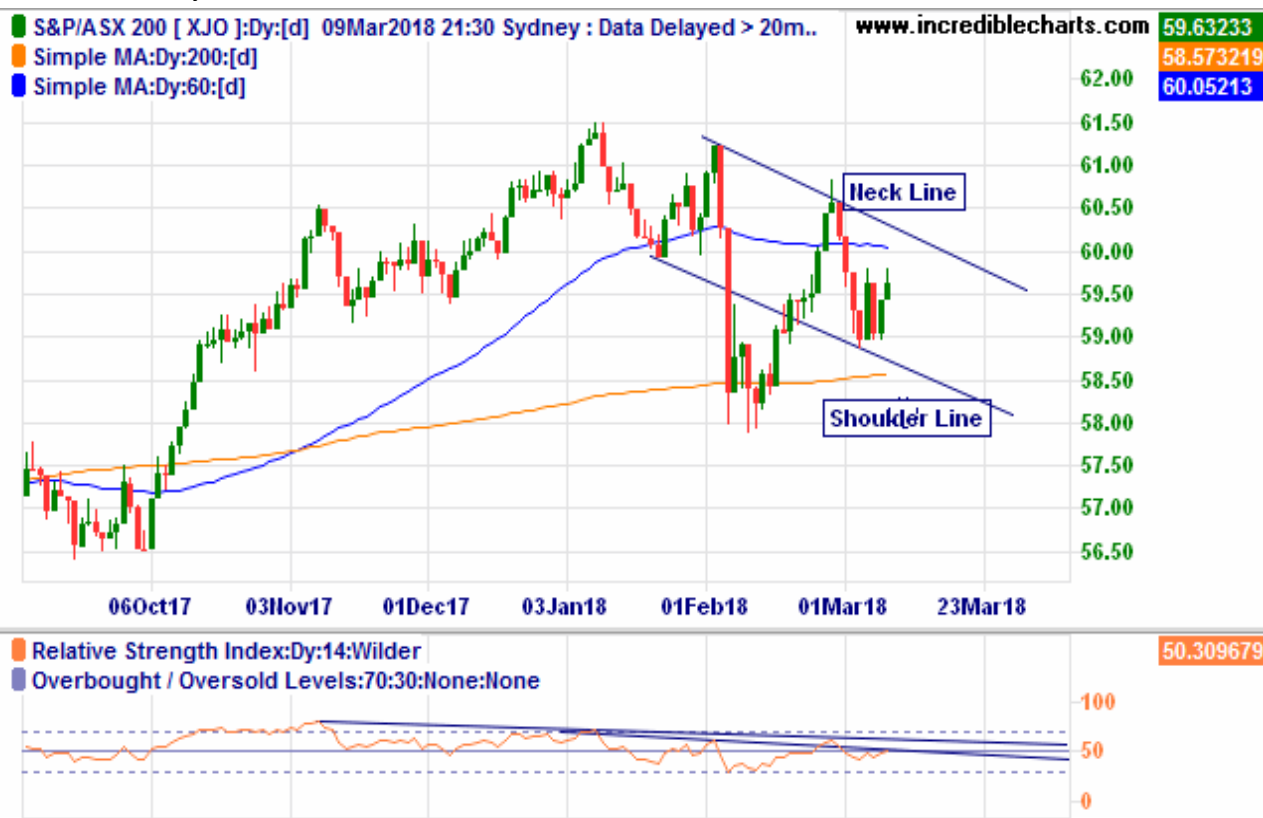
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The struggle between the bulls and the bears was on in earnest this week with the bulls marginally taking the lead later in the week. The inverse head and shoulders pattern I mentioned last week has formed with the right shoulder forming its low on Monday. Following a strong gain on the S&P 500 overnight the neck line could be broken next week signaling a bullish optimism. Technically markets are looking bullish in the short term with the only negative being the US 10 Year Treasury Note looking like it is inching back up. Seems markets have headed back into the geopolitical territory where any good news is reflected in kind. Unfortunately, with this approach and the likes of Trump, Putin and Kim Jong-Un and now Xi this could all change with a bad tweet. Volatility has also retreated which is a good sign however I don't expect this too last with higher volatility likely in the medium term as the US 10 Year Note heads higher. Good news on our domestic front with the Financial sector forming a higher low than the previous confirming a medium-term uptrend albeit slightly. The previous higher peak and recent higher trough aren't significant, but they are there nonetheless and hopefully point to our market getting some bullish momentum back, even if only tepid. Some specific local sectors too look at are the Small Ord's and the Listed Property Trusts. I have some concern with the Small Ordinaries with recent strong bearish RSI divergence and conversely the Listed Property Trust sector could provide some short-term gains now it has bounced off its support levels. Have a good week!

S&P/ASX 200 – Daily



Financials Sector ex REIT's – Weekly



Relative Strength Index:Dy:14:Wilder
Overbought / Oversold Levels:70:30:None:None

52.962496



S&P/ASX Small Ord's – Weekly



Relative Strength Index:Dy:14:Wilder
Overbought / Oversold Levels:70:30:None:None

51.790509



Australian Listed Property – Daily

■ S&P/ASX 200 A-REIT [XPJ]:Wk:[w] 09Mar2018 21:30 Sydney : Data Delaye.. www.incrediblecharts.com 13.21335



■ Relative Strength Index:Dy:14:Wilder
■ Overbought / Oversold Levels:70:30:None:None

52.789862



S&P 500 – Daily

■ S&P 500 INDEX [\$SPX]:Dy:[d] 09Mar2018 17:05 New York : Data Delaye.. www.incrediblecharts.com
■ Simple MA:Dy:200:[d]
■ Simple MA:Dy:60:[d]

2,786.57
2,570.50135
2,730.866167



■ Relative Strength Index:Dy:14:Wilder
■ Overbought / Oversold Levels:70:30:None:None

59.204511



US 10-Year Treasury Note – Daily



Source: Incrediblecharts

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