



SG Capital Research

Global Market Insights

Research Note – SPX – MS SPECIAL REPORT

Special Report

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- **Content Coverage within**

1. **Market Overview Commentary (FYI) – *Observation update***

2. **CZ Analysis & Triggers**

SPX v/s AUD

Market Overview Commentary

Special message on CZ testing & its impact – Illustration

Currently we are awaiting for SPX – CZ of 1425-1410 to be tested . Last week , SPX went as low as 1428 (missing the entry by 3 points) and then rallied back to 1460 now coming back down to 1432 in first 2 days of this week's Trading

Based on historical observation of samples of CZ tests., we have high probabilities of CZ's being tested like Magnet in spite of "false start runaway Market" although nothing is sure in the market

Recent such illustration is from our Last Currency Report AUD / USD . In this demonstration AUD / USD missed its CZ being tested by 2 Cents and AUD rallied thereafter. The rally appeared real but once exhausted it proved to be a "false start" and resulted in decline back to CZ. (See chart below)

By no means we are suggesting it will happen 100% this time in SPX but chances appear high especially if PQV supports it. CZ / PQV validation is critical. It since it tends to set a firm floor for sustainable price moves.

On Monday's MS Report , we depicted various T-Time termination pattern on various Models , It is just for guidelines to accompany price path. Timelines has some flexibility on lead / lag factor +/- 3-4 days but Price testing is final Judge , therefore we wait patiently. .

AUD/USD – CZ TESTING

(Notes within the chart) – **Yellow line suggest the false rally and back down if CZ is not tested effectively.**



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