

CryptoCurrency Technical Report III.

*Based on Elliott Wave Theory

[NEW READER? Sign up to our free email list HERE](#)

Welcome to our 3rd edition of Crypto Report!

Welcome to our CryptoCurrency report where we will represent you a technical outlook from an Elliott Wave perspective. I know that there are a lot of new traders in financial world thanks to Crypto-mania that is going on. So before you will dig-in into our analysis it's good that you understand what Elliott Wave theory is all about.

Elliott Wave theory is advanced market tool to track market swings. Theory describes that market will move based on investors mood, or crowd psychology, between optimism and pessimism in natural cycles. These cycles repeat over and over again through history, so no matter if market is different the psychology is the same that's why theory works on cryptocurrencies as well. In fact, we noticed it works even better with clearer market moves than in any other market for the past year or so, and its because of directional trend.

Ralph Nelson Elliott who discovered the Elliott Wave theory found out that those psychological market swings, called patterns, are repeatable and it's visible in price movements at any degree of trend. He found out that there 13 of these patterns that occurs in the middle of a price move, or trend. I will not go into details of each pattern because that may be too complex for some, especially for new traders, but we will do our best to try to educate you through our analysis.

All what you need to know is that market can move sharp (impulse) and slow (correction, or pause) and we will try to identify those patterns which will give us an idea where price is likely to move next.

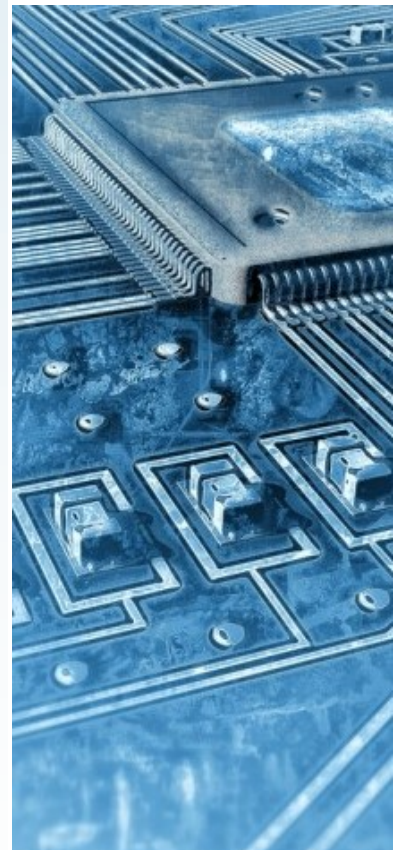
For easier understanding I also prepared one short video. [You can watch it on youtube.](#)

If you want more advanced knowledge about EW principle we also have on-line video material. Send us an email to info@ew-forecast.com for more details.

GH



Before you continue to read our analysis, please make sure to read through the Disclaimer on page two or at the end of the report!



Quick Menu

| | |
|-----------------------------|---|
| Disclaimer..... | 2 |
| Btc/Usd (Bitcoin) | 3 |
| Eth/Usd (Ethereum) | 4 |
| Ltc/Usd (Litecoin) | 5 |
| Dash/Usd (Dash)..... | 6 |
| Xrp/Usd (Ripple)..... | 7 |
| Bch/Usd (Bitcoin Cash)..... | 8 |

Special points of interest

- [Learn Elliott Wave Analysis](#)
- [EW Online FX Market Service](#)
- [Free Market Analysis](#)
- [Free Market Charts](#)
- [Our tradingview channel](#)

Contact: info@ew-forecast.com

DISCLAIMER

Any reviews, news, analysis, prices or other information contained in our report is provided as general market commentary and delivered as a newsletter to larger number of clients, therefore does not constitute investment advice or investment research. We are not trading advisors. Most of our work is for educational purposes only, with information based on Elliott Wave theory in real time.

Trading forex, futures, options, stocks or cryptocurrencies carries a high level of risk, and may not be suitable for all investors. The possibility exists that you could lose some or all of your initial investment; therefore you should not invest money that you cannot afford to lose. Our report and the information that we provide should not be relied upon as a substitute for extensive independent research before making your investment decisions. In no event will we be liable for any loss or damage on your account in connection with, the use of our products. For any real cash investments you have to contact your financial advisor.



Quick Menu

| | |
|-----------------------------|---|
| Disclaimer..... | 2 |
| Btc/Usd (Bitcoin) | 3 |
| Eth/Usd (Ethereum) | 4 |
| Ltc/Usd (Litecoin) | 5 |
| Dash/Usd (Dash)..... | 6 |
| Xrp/Usd (Ripple)..... | 7 |
| Bch/Usd (Bitcoin Cash)..... | 8 |

Special points of interest

- [Learn Elliott Wave Analysis](#)
- [EW Online FX Market Service](#)
- [Free Market Analysis](#)
- [Free Market Charts](#)
- [Our tradingview channel](#)

Contact: info@ew-forecast.com



[Price Levels For Current Structures](#)

Important Supports :
5400-8000

Important Resistance:
16000-17000

[Technical EW Bias](#)

Long-term (12 months): Bullish

Short-term(1-4 weeks):
Bearish for deeper correction

"Bitcoin may see much lower levels after wave B is completed"

No major changes on BTCUSD; the only thing is that wave B) can be a triangle.

BitCoin has turned sharply lower this month, a deep pullback which has been expected to occur based on two different factors; 1. EW model that showed an increase in optimism at the end of wave three, 2. it was 34 month of rise since market turned up in 2015 so timing was perfect.

Now the question is how deep pullback will be, is it done yet? Well, if you are familiar with EW theory then you know that pullbacks are in three waves, A-B-C. But sharp leg down (Impulse) from Dec 17 looks like only wave A, then wave B (correction) up so new leg down is again expected to send prices lower. The main reason why we think price may see lower levels is also sideways slow corrective move within 3 waves up and down, which leads into a triangle correction. Another technical bearish approach is broken channel and H&S pattern. So all factors suggests drop below 11k, maybe even to 8k, ideal projection for end of wave C. I would be interested to see what happens there as new bounce may occur early next year.



On a daily chart below we see price in wave four that may also see a support at that lowest black trend-line of a channel. On lower, 4h chart, there is sideways corrective pattern in wave B of IV.





“Ethereum close to 1k important resistance”

Price Levels For Current Structures

Important Supports :
500-700

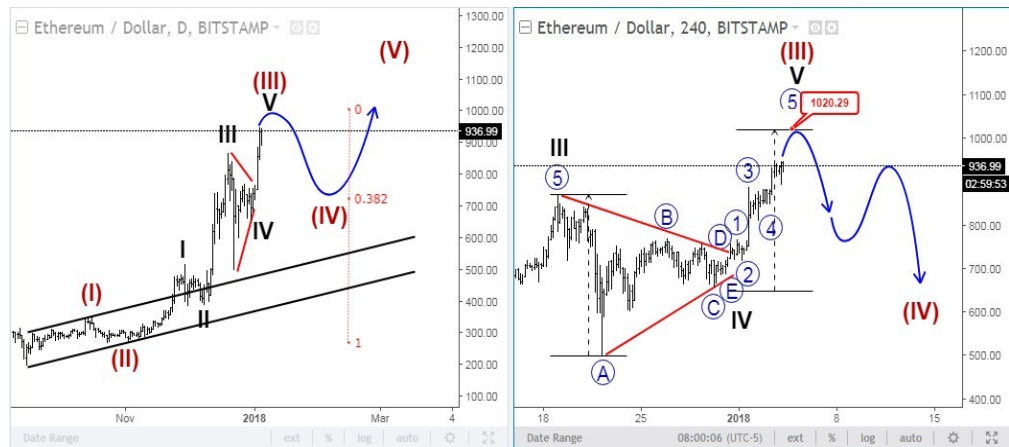
Important Resistance:
1000-1100

Technical EW Bias

Long-term (12 months): Bullish

Short-term(1-4 weeks):
Bullish for 1k, final leg
before deeper pullback

Eth is trading much better than BTC these days, which we highlighted also in past update. We see crypto breaking out of a triangle which means this can be a fifth wave advance, final leg before we get another deeper pullback. Keep in mind that triangle occurs prior to the final move within a larger uptrend, so make sure you are not late to the party here. 1k will also be an important psychological level that can act as a resistance, but longer term however we remain bullish.





"Litecoin is looking for a final leg down out of triangle"

[Price Levels For Current Structures](#)

Important Supports :
95-150

Important Resistance:
300-370

[Technical EW Bias](#)

Long-term (12 months): Bullish

Short-term(1-4 weeks):
Bearish for deeper correction

Litecoin sharply declined last month, so we are probably in a deeper correction of wave IV, which could last longer due to higher cycle degree. As we know in EW theory wave IV is the most complex wave, so we are tracking a flat A-B-C correction with important support around 95. Currently trading in a wave (b) triangle correction, which is actually typical on Crypto market, so we would not be surprised, if we will see another and final decline into wave C of IV before new bullish cycle.





"Dash slowed down into bigger correction of a higher degree"

Price Levels For Current Structures

Important Supports :
600-800

Important Resistance:
1200, then 1400

Technical EW Bias

Long-term (12 months): Bullish

Short-term(1-4 weeks):
Bearish for deeper pullback

Just like other cryptocurrencies Dash also dropped sharply, so we assume that we are heading into bigger wave IV correction. In EW theory corrections are slow and choppy and usually in three waves A-B-C, so we think that wave C down is still missing and could be reached around 600 important support level. Currently trading in correlation with BTC and LTC into a triangle of wave B, so typically in EW, triangles signalize trend continuation, which may lead lower into wave C to complete deeper wave IV correction.





"Ripple close to resistance ; be aware of a new pullback"

Price Levels For Current Structures

Important Supports :
1.6-2.0

Important Resistance:
3.33

Technical EW Bias

Long-term (12 months): Bullish

Short-term(1-4 weeks):
Bearish within deeper correction

Ripple went sharply higher in the last few days, quite the opposite as the rest of cryptocurrencies, but we also see Ripple in the final leg up for wave V with resistance around 200% Fibonacci extension of wave IV and 3.33 level. Currently trading in extended wave (V) of III near 3 level so sooner or later Ripple may turn into bigger correction of wave (IV). Keep in mind that nothing moves in straight-line.





"Bitcoin Cash is looking for three-wave decline after five-wave rally"

Price Levels For Current Structures

Important Supports :
1000-1200

Important Resistance:
3200-4000

Technical EW Bias

Long-term (12 months): Bullish

Short-term(1-4 weeks):
Bearish for deeper correction

Bitcoin Cash hit 4000 level from where it turned sharply lower. We can clearly count five waves up and normally in EW theory, after five-wave rally a three wave ;A-B-C correction occurs. BCH is also in correlation with Btc, Ltc and Dash, so we would not be surprised if we see another decline here as well, because many major Cryptos are in positive correlation. Weekly candlestick is showing a temporary top, so the question is how big decline we will see?! Typically in EW theory corrections return back to previous wave (IV), so we see important support around 1000-1200 levels. Current price action on 240min chart is interesting; it looks like a wave (b) within downtrend; so be aware of a wave (c) decline.



OMEJITEV ODGOVORNOSTI IN OPOZORILO TVEGANJA

Obveščamo vas, da informacije, ki jih zagotavljamo NISO priporočila trgovanja oziroma investicijski nasveti saj so informacije objavljene samo preko novic oziroma newsletterja in sicer večiji skupini strank oziroma oseb, torej storitve po direktivi EU ne spadajajo pod finančne svetovanje ali investicijsko svetovanje! Vse naše delo je izključno v izobraževalne in informativne namene zato kakršni koli posli se naj izvajajo izključno na virutlanem računu v izobraževalne namene. Ob tem naj opozorimo da ne tržimo produktov (tržna sporočila) katerih predmet bi bila ponudba odpiranje računov oziroma spodbuda k trgovanju, saj to lahko počne samo borznoposredniška hiša ali odvisni borzno posredniški zastopnik.

Informacije ki jih delimo na spletni strani so na podlagi teorije Elliott Wave, ki temelji na preteklih podatkih in vzorcih gibanja trgov, oziroma nam teorija pove kako se trg obanaša v določenih fazah.

Trgovanje z valutami, pogodbami na razlike, futures pogodbami, delnicami, opcijami, kripto-valutami ter drugimi finančnimi instrumenti lahko prinesejo visoko stopnjo tveganja, zaradi česar morda trgovanje ni primerno za vse vlagatelje. Obstaja možnost, da izgubite vso svojo naložbo ali v nekaterih ekstremnih primerih celo več; zato je priporočeno da ne vlagate denarja, katerega si ne morete privoščiti da bi izgubili. Ne sklicujte se na naše informacije kot nadomestek za vašo raziskavo. V nobenem primeru ne bomo odgovorni za kakršno koli izgubo ali škodo, ki vam bo zadana kot posledica uporabe naših izdelkov. Nihče ne sprejema odgovornosti za vašo dejanja.

Pred kakršnokoli naložbeno odločitvijo se obvezno posvetujte s registriranim finančnim svetovalcem.

V nekaterih državah je možno, da je trgovanje nekaterih finančnih instrumentov omejeno ali prepovedano. Zato pred uporabo naših vsebin preverite ali je v vaši državi to tudi pravno dovoljeno (delovanje na trgih) . Vaša odgovornost je, da preverite dostop in uporabo vsebin ki jih najdete na v tem reportu, ter ali je delovanje z določenimi finančnimi instrumenti glede na vaš status v skladu z zakonom.

Pretekli dosežki niso zagotovilo za bodoče rezultate.

Prav tako ne garantiramo da dobo naše informacije in izobraževalne vsebine bile garancija za uspeh vašega delovanja na finančnih trgih.

POGOJI UPORABE

Z uporabo vsebin ki se nahajajo tukaj, se strinjate, da je uporaba le-teh v celoti na lastno odgovornost. Grafi in vsi članki objavljeni tukaj so zgolj za informativne narave in v izobraževalne namene!

Kakršen koli sklenjen trgovalni posel (če trgujete) na podlagi naših informacij je lahko izveden izključno na virtualnem/simulatorskem računu. Če sklenete posel na pravem trgovalnem računu se pred tem morate obvezno posvetiti z vašim osebnim finančnim svetovalcem.

Naša spletna stran je namenjena bralcem, strankam, ki se želijo izobraževati o finančnih trgih in tehničnih analizah. Naše stranke izobražujemo preko člankov, video analiz in vzorcev gibanja cen ki se pojavljajo na finančnih trgih.

Material oziroma vsebino za to spletno stran lahko zagotovi tudi tretja oseba z dovoljenjem.

Nismo finančni svetovalci, zato ne delamo nobenih analiz na zahtevo stranke. Delimo svoje splošno mnenje o trgih, katero se lahko javno širi preko interneta, novic in se pojavlja na drugih spletnih strani.

Val Global d.o.o. Dvorjane 7 2241 Sp Duplex , Slovenia