



Weekly Outlook for March 15–19, 2021

SP500 index (E-mini, and SPY)

LONG-TERM and INTERMEDIATE-TERM TREND DIRECTION: up



S&P 500 e-mini futures, Mar. 12, 2021. Weekly bars.

SP500 emini (ES) continued to hold the price above the 3800 line last week. The outlook for the intermediate-term remains bullish.

The 3958-3965 zone overhead is a key area for this week. A break above it will open the way to the upside target at 4065 or even higher up to 4110.

A move below 3895-3890 zone could lead the ES to retrace further down near 3800 or lower near the 20-wEMA line at the 3735 area

SP500 index (E-mini, and SPY)

SHORT-TERM TREND DIRECTION: up

Trade strategy: buy above 3810 level with proper stop loss



In the last couple of months the SP500 e-mini (ES) has repeated the movement it made from August to November. It went sideways to build short-term bottom for the next rally.

Money continues to flow into the equity market. As long as ES stays above its 50-dEMA line, the short-term trend remains up.

For a downside movement, sellers need to regain control of the 3815 line before we can expect and significant retracement.

For an upside movement, buyers need to hold the price above the 3865 line.

Weekly Option Trading

	Strike price	Expiration Date
	4000.00	
Meanline	3900.00	3/15/2021
	3750.00	

2. Oil (\$WTIC, CL)

**LONG-TERM TREND is Down,
INTERMEDIATE-TERM TREND DIRECTION: Up**



Oil for the intermediate term has turned bullish. The weekly 20-EMA line crossed above weekly 200-EMA line, and gave out a fast buying signal. The 20-wEMA line chases the price move, and strongly suggests that any pullback could be stepped on by new buyers.

The down sloping line at \$62.25 is the current support area. It is likely to hold up this week.

Oil (\$WTIC, CL)

SHORT-TERM TREND DIRECTION: Up

Trade strategy: scalping short under \$70 or buy above the \$62.20 area with protective stop loss.



Oil is doing a short-term minor pullback and attempting to retest its broken long-term resistance line, now already turned into a support line.

\$66.40-66.66 is a key zone for this week. This zone need to hold oil down in order to help the market complete an A-B-C minor short-term pullback, and retest the \$62.25 area.

For the upside, as long as the 62.20 line holds up, the short-term rally could resume again.

3. GOLD (GC, GLD)

LONG TERM and INTERMEDIATE-TERM TREND DIRECTION: Neutral



Gold bounced from its long-term uptrend line last week. The long-term uptrend was from May low in 2019. At the same time, the weekly PMO and slow STO indicators are all very oversold. Because intermediate-term and long-term momentum indicators didn't give out any selling signal, a short-term oversold bounce could be considered as a signal ending the short-term correction.

Gold could resume its short-term rally until it tests \$1760 level and regains control of it.

GOLD (GC, GLD)

SHORT-TERM TREND DIRECTION: down

Trade strategy: Buy on dip.



Gold has a short-term oversold bounce last Friday. Even though its 50-dEMA line crossed below the 200-dEMA line in the prior week and gave out a short-term selling signal, the extremely oversold condition encouraged sellers to take profits.

\$1760 was a broken support and now turns into the current first major resistance level. If Gold can regain control of the \$1725 line, and close above it on weekly basis, and then this broken support area is likely to be retested again.

\$1673.30 which was last Monday's low is expected to be the low for the short term.

WEEKLY ECONOMIC REPORT

MONDAY, MARCH 15

8:30 am	Empire state index	March	--	12.1
---------	--------------------	-------	----	------

TUESDAY, MARCH 16

8:30 am	Retail sales	Feb.	--	5.3%
8:30 am	Retail sales ex-autos	Feb.	--	5.9%
8:30 am	Import price index	Feb.	--	1.4%
9:15 am	Industrial production	Feb.	--	0.9%
9:15 am	Capacity utilization	Feb.	--	75.6%
10 am	National Association of Home Builders index	March	--	84
10 am	Business inventories	Jan.	--	0.6%

WEDNESDAY, MARCH 17

8:30 am	Building permits (SAAR)	Feb.	--	1.886 million
8:30 am	Housing starts (SAAR)	Feb.	--	1.580 million
2 pm	Federal Reserve announcement			
2:30 pm	Federal Reserve Chair Jerome Powell press conference			

THURSDAY, MARCH 18

8:30 am	Initial jobless claims (regular state program)	March 13	--	N/A
8:30 am	Continuing jobless claims (regular state program)	March 6	--	N/A
8:30 am	Philadelphia Fed manufacturing survey	March	--	23.1
10 am	Index of leading economic indicators	Feb.	--	0.5%

FRIDAY, MARCH 19

	None scheduled			
--	----------------	--	--	--