

IS SNAP A BUY?

In this short document, a series of FIB Ranges (Fibonacci Tools) will be shown to determine WHAT SNAP's DIRECTION is, whether it is a buy, sell or a hold.

First, a FIB range is used to determine turning points and very specifically REVERSAL areas, break lines and targets.

WHITE LINES: in the case of SNAP, the white lines show us a series of highs and lows or lows and highs which establish ranges.

Specifically, SNAP achieved a high of 29.44 and a low of 18.90 from early to mid-March. Since that time, snap has bottomed and reversed back up into:

A YELLOW LINE, which is our primary REVERSAL POINT, and specifically that reversal point is shown in our first chart, 24.17:

<http://tos.mx/sPiz9p>

Click on this link which opens a chart and allow some time as it is pulling these charts from a Database from my broker (and then enlarge these charts by clicking the enlargement button, bottom right).

As you can see, price reverses quite often after the bidders attack the reversal by moving price above by a few ticks or points and then the selling begins.

NOW, we must be sure to add an OPPOSING RANGE (a long setup):

<http://tos.mx/2ha52r>

As you can see, a PINK line is prominently featured and that value is on the right, 21.12.

NOTE that price moved to it and then finally REVOLVED lower or moved lower and the selling then continues. THE BID IS OVER!

Finally, we add a new short:

<http://tos.mx/tjQT6A>

And that is harder to see but it is drawn from that high price point, near our original reversal, 24.70 down to 21.33. THE TARGET, in GREEN has been HIT, 20.53.

Ask me more if you are interested in the Macro Voices Blog.

Dave Johnson, Master Trader and Self-Directed Investor