Price has reached bottom and will move back up. Where will it stall or reverse? Answers on next page.
The red lines highlight peaks, where price to the left of the green line may have shown overhead resistance that projected into the future. The blue lines show valleys where price turned from down to up, projected to the left to see if it lines up with any prior peaks or valleys.

Let’s take a closer look. Price shoots up from D to E in a straight-line run, hitting overhead resistance at E where it drops and finds support at A. Why A? The blue line shows that price found support in the past at B and C, but note how the run from D to E pushed right through it.

The bottom of A is also the location of a 50% Fibonacci retrace of the move from D to E. In other words, A bottoms out after dropping half the move from D to E.

The end