



*What is
Support and
resistance?*

Breakouts

*False
Breakouts*

*S/R
Zones*

S/R Flips

TheCryptoDen

*Which is
which?*

Support and Resistance (S/R) levels are one of the key concepts used in Technical Analysis.

These levels or "zones" will be one of the most important tools you have in determining where prices of assets are likely to go.

*Lets Take
a Look*

TheCryptoDen

- A support level is where price comes DOWN to a level, respects it and reverses direction. This is where demand exceeds supply and ultimately pushes prices higher
- A resistance level is where price comes UP to a level, respects it and reverses direction. This is where supply exceeds demand and ultimately pushes prices lower
- Traders use key swing levels (S/R) for trading opportunities eg: BUY/SELL or LONG/SHORT

TheCryptoDen

*Which is
which?*

Support and Resistance (S/R) levels are one of the key concepts used in Technical Analysis.

These levels or "zones" will be one of the most important tools you have in determining where prices of assets are likely to go.

*Lets Take
a Look*

TheCryptoDen



*Which is
which?*

Support and Resistance (S/R) levels are one of the key concepts used in Technical Analysis.

These levels or "zones" will be one of the most important tools you have in determining where prices of assets are likely to go.

*Lets Take
a Look*

TheCryptoDen



- Breakouts occur when support or resistance level is broken and the candle closes above that key level
- The breakout after a resistance is broken can be seen as a buy signal
- The breakout after a support is broken can be seen as a sell signal
- In both cases you must make sure that the candle clearly breaks the level and closes above or below it
- Watch for false breakouts to lure buyers/sellers into a trap



- Breakouts occur when support or resistance level is broken and the candle closes above that key level
- The breakout after a resistance is broken can be seen as a buy signal
- The breakout after a support is broken can be seen as a sell signal
- In both cases you must make sure that the candle clearly breaks the level and closes above or below it
- Watch for false breakouts to lure buyers/sellers into a trap







- Breakouts occur when support or resistance level is broken and the candle closes above that key level
- The breakout after a resistance is broken can be seen as a buy signal
- The breakout after a support is broken can be seen as a sell signal
- In both cases you must make sure that the candle clearly breaks the level and closes above or below it
- Watch for false breakouts to lure buyers/sellers into a trap



- Breakouts occur when support or resistance level is broken and the candle closes above that key level
- The breakout after a resistance is broken can be seen as a buy signal
- The breakout after a support is broken can be seen as a sell signal
- In both cases you must make sure that the candle clearly breaks the level and closes above or below it
- Watch for false breakouts to lure buyers/sellers into a trap





Its extremely important to wait for the close of a candle to occur before entering a trade based on a "breakout" price action. This is why we say "Don't chase Pumps"!



TheCryptoDen





Its extremely important to wait for the close of a candle to occur before entering a trade based on a "breakout" price action. This is why we say "Don't chase Pumps"!



TheCryptoDen



- A support level that is tested as resistance once the key support has a clean breakout
- A resistance level that is tested as support once the key resistance has a clean breakout

WARNING: Do not force horizontal S/R to fit a narrative Meaning: dont try to start on the left of the chart and force the horizontal to line up to the right of the chart Always go with the most recent price action first and see if the previous levels (left of the chart) lines up



ent of the chart) lines up



- A support level that is tested as resistance once the key support has a clean breakout
- A resistance level that is tested as support once the key resistance has a clean breakout

WARNING: Do not force horizontal S/R to fit a narrative Meaning: dont try to start on the left of the chart and force the horizontal to line up to the right of the chart Always go with the most recent price action first and see if the previous levels (left of the chart) lines up





- EXACT Price level, quite often is not enough to catch the range of S/R
- What we see then is a zone that captures S/R
- These zones should not be forced to encompass the entire range but rather a range that shows a reactionary reversal in the direction just as your S/R level would



TheCryptoDen



- EXACT Price level, quite often is not enough to catch the range of S/R
- What we see then is a zone that captures S/R
- These zones should not be forced to encompass the entire range but rather a range that shows a reactionary reversal in the direction just as your S/R level would



