



CryptX Deep Dives — 12/7/25

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Brief:

- ❖ IWM & DIA are bearish 6/7 on the 7pt Trading Algo.
 - ❖ BTC & ETH are in bearish/neutral chop as they try to make their way to the 200d SMA.
 - ❖ DXY & UUP are close to being a bullish 'buy' setup as rate cuts approach this Wednesday.
 - ❖ The AAll Sentiment Survey is the most bullish it has been since Oct. This is only 1% below the most bullish reading in the last year as consensus becomes bullish over the next six months.
 - ❖ Major banks all predict a bull market in 2026.
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Bitcoin's \$IBIT Technical Highlights: 7pt Trading Algo



7-Point Technical Checklist			
TECHNICAL INDICATOR	BULLISH	BEARISH	ANALYSIS DETAILS
Pattern Recognition		❌	Pivot Down
Volume Analysis	✅		Volume Dropping
SMA Deviation			
Gap Analysis		❌	Unfilled gap below current price
Stochastics		❌	Stochastics Overbought with Pivot
CCI			
Support/Resistance Interaction			

BTC 1D

I'm excited to be using the new 7pt Trading Algorithm Sticky Trades released last week. Now we have a faster and more objective way to view assets. If an asset is not fulfilling the criteria of at least 6-7 checkpoints, then there is no trade to take. Currently, Bitcoin is chopping around in a range and the only bullish aspect to the current setup is that bearish volume is dropping.

Ethereum \$ETHA



7-Point Technical Checklist

TECHNICAL INDICATOR	BULLISH	BEARISH	ANALYSIS DETAILS
Pattern Recognition		✓	Pivot Down
Volume Analysis	✓		Volume Dropping
SMA Deviation			
Gap Analysis		✓	Unfilled gap below current price
Stochastics		✓	Stochastics Overbought with Hinge
CCI		✓	CCI Crossed Below 100
Support/Resistance Interaction		✓	High exceeded \$23.45 resistance level, but closed below

ETH 1D

Ethereum is in a very similar place to Bitcoin and is not fulfilling the 7pt trading checklist.

Russell 2000 \$IWM



7-Point Technical Checklist

TECHNICAL INDICATOR	BULLISH	BEARISH	ANALYSIS DETAILS
Pattern Recognition		✓	Bearish Harami
Volume Analysis		✓	Volume Dropping
SMA Deviation			
Gap Analysis		✓	Unfilled gap below current price
Stochastics		✓	Stochastics Overbought
CCI		✓	CCI Crossed Below 100
Support/Resistance Interaction		✓	At or beyond extension resistance

IWM 1D

IWM is currently showing 6/7 bearish signals. The only thing missing is a wide divergence from the 20d SMA.

Dow Jones Industrial \$DIA

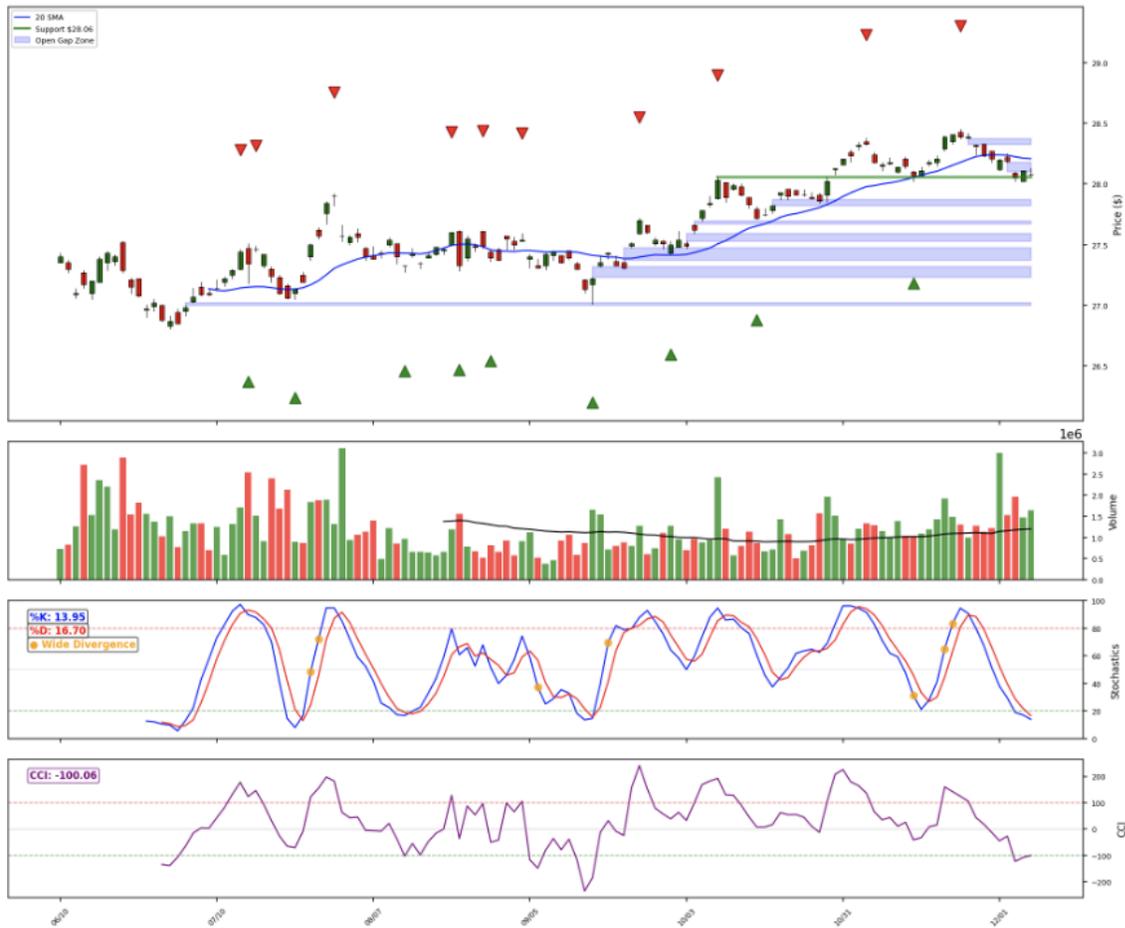


7-Point Technical Checklist			
TECHNICAL INDICATOR	BULLISH	BEARISH	ANALYSIS DETAILS
Pattern Recognition		✓	Shooting Star
Volume Analysis		✓	Volume Dropping
SMA Deviation			
Gap Analysis		✓	Unfilled gap below current price
Stochastics		✓	Stochastics Overbought with Hinge
CCI		✓	CCI Overbought with Pivot
Support/Resistance Interaction		✓	At or beyond extension resistance

DIA 1D

IWM and DIA are showing 6/7 bearish signals on the 7pt algo. These indices have been the most sensitive to rate cuts so it will be interesting to see how they react to the 25bps cut Wednesday.

Dollar Currency Index \$UUP



7-Point Technical Checklist

TECHNICAL INDICATOR	BULLISH	BEARISH	ANALYSIS DETAILS
Pattern Recognition	✓		Doji
Volume Analysis			
SMA Deviation			
Gap Analysis	✓		Unfilled gap above current price
Stochastics	✓		Stochastics Oversold
CCI	✓		CCI Oversold with Pivot
Support/Resistance Interaction	✓		Low approached \$28.06 support level and closed above

UUP 1D

I've been interested in the dollar since the debasement trade became consensus. UUP rallied after the previous rate cut in Sept, proving that most of the bearishness was already priced in.

Circumstances are very similar as we approach a potential rate cut this Wednesday. I will be watching the dollar closely this week to see if the 7pt technical checklist aligns with the rate cut.

Australian Dollar Futures \$FXA



7-Point Technical Checklist

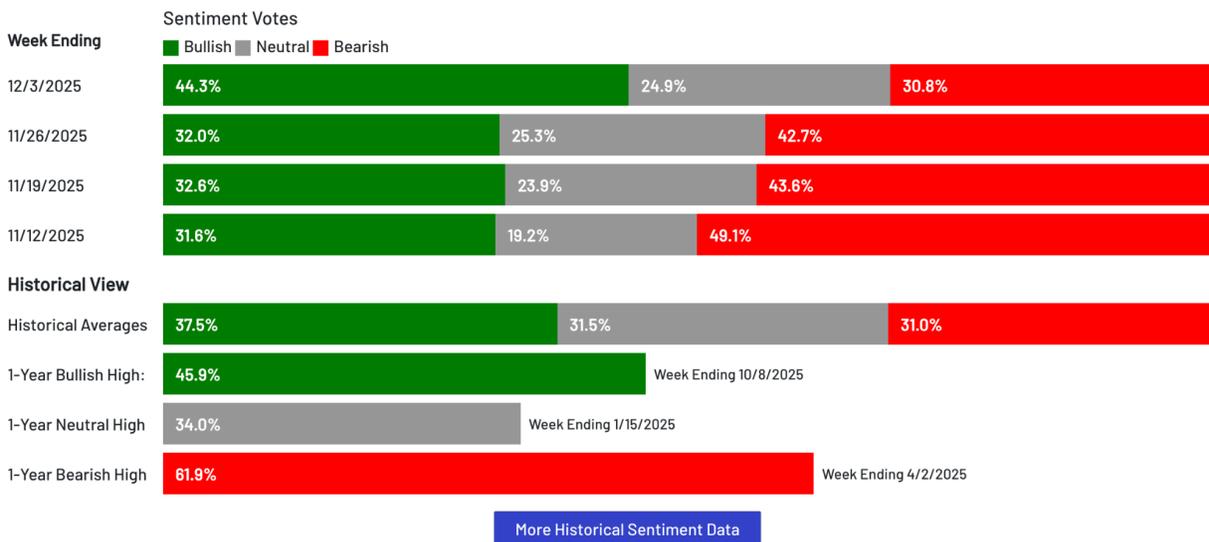
TECHNICAL INDICATOR	BULLISH	BEARISH	ANALYSIS DETAILS
Pattern Recognition		✓	Spinning Top (Strong Signal)
Volume Analysis		✓	Volume Dropping
SMA Deviation		✓	Price is 2.16 SD Above 20-SMA
Gap Analysis		✓	Unfilled gap below current price
Stochastics		✓	Stochastics Overbought with Pivot
CCI		✓	CCI Overbought with Pivot
Support/Resistance Interaction		✓	At or beyond extension resistance

FXA 1D

Based on technicals alone, the Australian Dollar is set up for a short trade. In order to have confirmation, I need to see large speculators and retail specs crowded to the long side in the CME futures market. I determine this by looking at the Commitments of Traders Report from the CFTC. Since the government shutdown ended, we are getting the data back slowly, but we won't have a full index for the COT oscillator until early January. If large and retail speculators were crowded to the long side, this would qualify as an ideal short setup because large specs and retail traders statistically lose money over time. In theory, fading them at market extremes can help us capture their losses over time. Until we have the data back in early January, I have to sit out.

AAll Sentiment Survey

What Direction Do AAll Members Feel The Stock Market Will Be In The Next 6 Months?



In trading, I look for three things specifically: positioning, sentiment, and price action. Price action can be determined by the 7pt trading checklist. Positioning can be determined when indexing futures data provided through the Commitments of Traders' reports from the CFTC. The final aspect is market consensus or sentiment. I find it interesting when price action is trading the opposite from consensus since the majority of short term traders are usually wrong.

This week's AAll Sentiment Survey is the most bullish reading since early October. Overall, it seems like there's a lot of retail and large speculators chasing the recent move from the lows. It seems like large speculators would be forced to chase the recent move since most funds are underperforming their benchmark this year. Without positioning data it's impossible to know for sure.



Major Banks All Forecast Bullish Prices for 2026

