

Type of Divergence	Identification		
Classic Bearish	<p><i>HH</i> price <i>LH</i> indicator</p>	<p>Indicates underlying weakness</p> <hr/> <p>Warning of a possible short-to intermediate-term change in trend from up to down</p>	
Classic Bullish	<p><i>LL</i> price <i>HL</i> indicator</p>	<p>Indicates underlying strength</p> <hr/> <p>Warning of a possible short-to intermediate-term change in trend from down to up</p>	

<p>Bearish Hidden</p>	<p>LH price HH indicator</p>	<p>Indicates underlying weakness</p> <hr/> <p>Mainly found during corrective rallies in a downtrend</p> <hr/> <p>May also occur during retests of a price top</p>	
<p>Bullish Hidden</p>	<p>HL price LL indicator</p>	<p>Indicates underlying strength</p> <hr/> <p>Good entry or re-entry</p> <hr/> <p>Occurs mainly during corrective declines in an uptrend</p> <hr/> <p>May be found on occasion at price retests of the lows</p>	

*HH=Higher High
*LH=Lower High
*LL=Lower Low
*HL=Higher Low