



DUKASCOPY

TECHNICAL ANALYSIS

15/11/2011

EUR/USD EUR/USD to hit 1.3380/60

15/11/2011
08:00 GMT



"The euro-zone will soon fall back into another fairly deep recession"

- Capital Economics (based on WSJ)

■ Industry outlook

For as long as the currency couple stays below a key resistance level located at 1.3870, the bias for EUR/USD will remain bearish. Currently the price is headed towards 1.3380/60, in case the latter line is breached, 1.3145 will be next in focus.

■ Traders' sentiment

The amount of long trades at the moment outnumbers the quantity of short ones in EUR/USD, as 50.31% of market participants are bulls and on the opposite side 49.69% of traders await for the greenback to appreciate.

■ Long position opened

FX market participants have put their take profit orders at the key resistance points of intraday trading. Some of the investors might close their deals at 1.3758 and 1.3892. The highest level is at 1.4110.

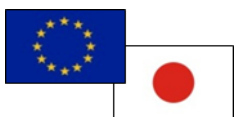
■ Short position opened

Largest investors might have placed their take profit orders at the key support levels. These levels for intraday trading are situated at 1.3540, 1.3456 and 1.3238.



EUR/JPY EUR/JPY's bearish impetus strengthens

15/11/2011
08:00 GMT



"The dollar and the yen have their own liabilities, but their relative reliability to the euro zone remains unquestioned"

- UBS (based on Bloomberg)

Industry outlook

From above EUR/JPY is capped by resistances at 106.80 and 108.50 which will halt any rallies. The outlook for the pair is negative as it has already pierced through a support at 104.75, and is now on the way to 103.08, then 100.77.

Traders' sentiment

EUR/JPY traders' sentiment is currently mixed, as supporters of neither position have a considerable advantage over the other. 51.73% of traders expect the euro to surge, while 48.27% reckon otherwise.

Long position opened

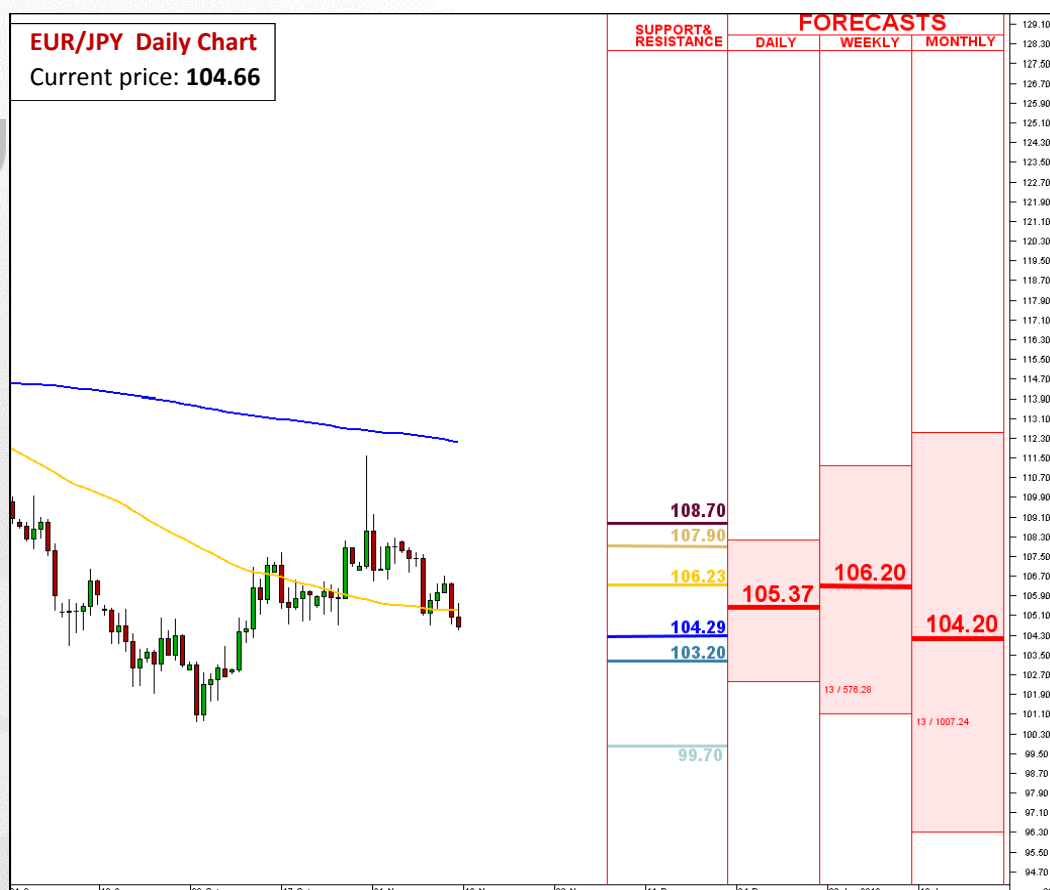
Largest brokers have set a new long position target as a break of 106.23 will become an encouraging bullish sign en route to 107.44. If the uptrend remains, the third target for intraday trading will be 109.38.

Short position opened

In case of dips, another rally may start after the price rebounds from the initial support level at 104.29. However, assuming that the bearish momentum does not weaken, investors will pay attention to the lower support levels at 103.55 and 101.60.

EUR/JPY Daily Chart

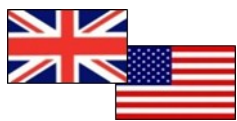
Current price: **104.66**



Trends	Daily	Weekly	Monthly
Resistance 3	109.38	112.53	123.33
Resistance 2	107.44	109.42	114.32
Resistance 1	106.23	107.90	108.70
Pivot	105.49	106.31	105.32
Support 1	104.29	104.79	99.70
Support 2	103.55	103.20	96.31
Support 3	101.60	100.09	87.30

GBP/USD GBP/USD to carry on sliding down

15/11/2011
08:00 GMT



"A European sovereign debt default may well sink the United States back into recession. However, if we navigate the storm through the second half of 2012, it appears that danger will recede rapidly in 2013"

- San Francisco Fed Economic Letter (based on Reuters)

Industry outlook

Resistances at 1.6078 and 1.6139 should be able to negate advancement of the price, while the cable is expected to step lower to 1.5833, 55 day ma. Below this level GBP/USD is likely to target 1.5632 en route to 1.5272.

Traders' sentiment

The minority, being 40.04% of the market, is in favour of the British pound. Consequently, 59.96% of GBP/USD market participants anticipate the American dollar to gain in value relatively to the sterling.

Long position opened

In order to yield on highly volatile U.K. pound, investors should pay close attention to the identified resistance levels for the pair at 1.6032, 1.6167 and 1.6378.

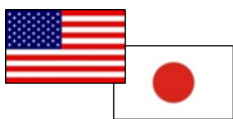
Short position opened

A part of the brokers will close their short positions near the initial support level at 1.5821. In case of downtrend continuation, the pair might bounce off the S2 at 1.5745 or S3 at 1.5534.



USD/JPY USD/JPY to commence recovery from 76.89

15/11/2011
08:00 GMT



"The BOJ is ready to act on any signs of contagion to Japan by injecting huge amounts of liquidity via market operations and loosening monetary policy"
- CNBC

Industry outlook

USD/JPY has managed to consolidate at 76.89 and is unlikely to show any weakness from now on. The primary target for the pair is at 79.44, then it will aim for 80.44, which is 55 week ma. The ultimate goal is situated at 85.53.

Traders' sentiment

USD/JPY market is currently 56.26% bullish and 43.74% bearish. This perfectly reflects the overall situation for USD and JPY, as they are currently ranked as the 2nd and the 3rd accordingly in terms of popularity among their major counterparts.

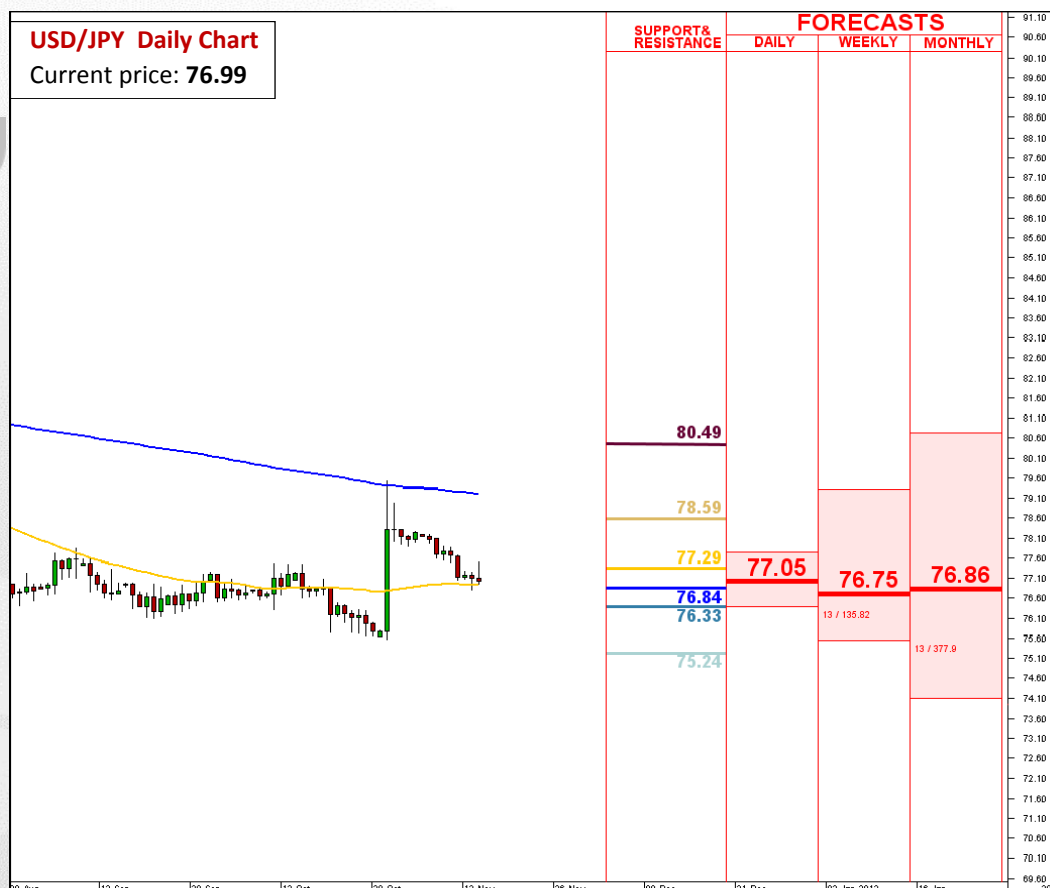
Long position opened

The price might rebound from the first resistance level at 77.29, so major dealers are planning to close some of their long positions near this level. Subsequent goals for bulls are 77.50 and 77.96.

Short position opened

Major market participants with short positions will hold their deals until the price slides down to the initial support level at 76.84. If the price continues the downtrend, the dealers might wait for the price to depreciate down to 76.60 or 76.14.

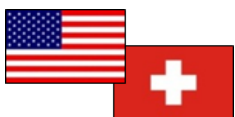
USD/JPY Daily Chart
Current price: **76.99**



	Daily	Weekly	Monthly
Trends	1	7	31
Resistance 3	77.96	79.72	80.49
Resistance 2	77.50	78.59	78.74
Resistance 1	77.29	77.88	77.89
Pivot	77.05	77.46	76.99
Support 1	76.84	76.75	76.13
Support 2	76.60	76.33	75.24
Support 3	76.14	75.20	73.49

USD/CHF USD/CHF is bullish

15/11/2011
08:00 GMT



"I'm not worried about immediate inflation [in the USA] right now. What I'm worried about is the efficacy of our policy as it relates to job creation"
- Richard Fisher (based on Bloomberg)

Industry outlook

Rebound from 0.8910 is anticipated to extend further and USD/CHF should breach the initial resistance at 0.9157. Higher levels will be encountered at 0.9341 and 0.9399. Dips will be limited by a tough support area located at 0.8555/50.

Traders' sentiment

USD/CHF currency pair continues to be overbought with no sign of change in the sentiment. Presently 70.36% of all the positions are long, while shorts, on the other hand, constitute 29.64% of the market.

Long position opened

The break of the short-term resistance line 0.9131 would pave the way for the pair to rise up to 0.9177. The clearance of the second daily resistance level would establish a new target for traders at 0.9308.





Short position opened





The immediate support line is at 0.9000. Should the price step even lower, it will encounter subsequent levels at 0.8915 and 0.8784, where recovery might start.











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TRADING SIGNALS

EUR/USD 	1 day Outlook 	1 week Outlook 	1 month Outlook 
MACD (12; 26; 9)	SELL	SELL	BUY
RSI (13)	NEUTRAL	NEUTRAL	NEUTRAL
Stochastic (5; 3; 3)	NEUTRAL	NEUTRAL	NEUTRAL
ADX (13)	NEUTRAL	NEUTRAL	NEUTRAL
CCI (13)	SELL	NEUTRAL	NEUTRAL
SAR (0.02; 0.2)	SELL	SELL	BUY
AROON (14)	NEUTRAL	NEUTRAL	NEUTRAL
Alligator (13; 8; 5)	SELL	SELL	NEUTRAL

GBP/USD 	1 day Outlook 	1 week Outlook 	1 month Outlook 
CD (12; 26; 9)	SELL	BUY	BUY
RSI (13)	NEUTRAL	NEUTRAL	NEUTRAL
Stochastic (5; 3; 3)	NEUTRAL	BUY	NEUTRAL
ADX (13)	NEUTRAL	NEUTRAL	NEUTRAL
CCI (13)	SELL	NEUTRAL	NEUTRAL
SAR (0.02; 0.2)	BUY	SELL	BUY
AROON (14)	SELL	NEUTRAL	NEUTRAL
Alligator (13; 8; 5)	NEUTRAL	NEUTRAL	NEUTRAL

USD/JPY 	1 day Outlook 	1 week Outlook 	1 month Outlook 
MACD (12; 26; 9)	SELL	BUY	BUY
RSI (13)	NEUTRAL	NEUTRAL	NEUTRAL
Stochastic (5; 3; 3)	SELL	SELL	SELL
ADX (13)	NEUTRAL	NEUTRAL	SELL
CCI (13)	SELL	SELL	BUY
SAR (0.02; 0.2)	SELL	SELL	SELL
AROON (14)	NEUTRAL	NEUTRAL	NEUTRAL
Alligator (13; 8; 5)	NEUTRAL	NEUTRAL	SELL

USD/CHF 	1 day Outlook 	1 week Outlook 	1 month Outlook 
MACD (12; 26; 9)	BUY	BUY	SELL
RSI (13)	NEUTRAL	NEUTRAL	NEUTRAL
Stochastic (5; 3; 3)	NEUTRAL	SELL	NEUTRAL
ADX (13)	BUY	NEUTRAL	SELL
CCI (13)	BUY	BUY	NEUTRAL
SAR (0.02; 0.2)	BUY	BUY	SELL
AROON (14)	BUY	NEUTRAL	NEUTRAL
Alligator (13; 8; 5)	BUY	BUY	NEUTRAL

EUR/JPY 	1 day Outlook 	1 week Outlook 	1 month Outlook 
MACD (12; 26; 9)	SELL	BUY	BUY
RSI (13)	NEUTRAL	NEUTRAL	NEUTRAL
Stochastic (5; 3; 3)	NEUTRAL	NEUTRAL	SELL
ADX (13)	NEUTRAL	NEUTRAL	SELL
CCI (13)	SELL	NEUTRAL	BUY
SAR (0.02; 0.2)	SELL	BUY	BUY
AROON (14)	SELL	NEUTRAL	NEUTRAL
Alligator (13; 8; 5)	SELL	SELL	SELL

Additional information can be found at:

[Dukascopy Group home page](#)
[Daily Pivot Point Levels](#)
[Economic Calendar](#)
[SWFX Sentiment index](#)

[Daily Forex Overview](#)
[Daily Highs/Lows](#)
[Movers & Shakers FX](#)
[Forex Calculators](#)

EXPLANATIONS

Signals

- Buy – the pair shows a clear uptrend;
- Sell – the pair shows a clear downtrend;
- Neutral – no specific trend for the pair.

Chart

- **SMA (55)** – Simple Moving Average of 55 periods;
- **SMA (200)** – Simple Moving Average of 200 periods.

Lines

- Resistance 1, 2, 3 – a resistance level calculated with the help of the standard Pivot method;
- Pivot – a point calculated on the basis of High, Low and Close prices of the preceding period;
- Support 1, 2, 3 – a support level calculated with the help of the standard Pivot method.

Indicators

- MACD - Moving average convergence divergence – momentum indicator;
- RSI – Relative strength index - compares the magnitude of recent gains to recent losses in attempt to determine 'overbought' and 'oversold' conditions of the asset;
- Stochastic - technical momentum indicator that compares a currency pair's closing price to its price range over a given time period;
- ADX – Average directional index – trend strength indicators;
- CCI - oscillator used in technical analysis to help determine when a currency has been overbought or oversold;
- SAR – trending indicator – shows the direction of a trend;
- AROON – measures strength of a trend and likelihood that it will continue;
- Alligator – trending indicator demonstrates presence of a trend and its direction.

Chart notations

- Monthly resistance
- Weekly resistance
- Daily resistance
- Daily support
- Weekly support
- Monthly support

Max – the highest projection set by the industry sentiment



Mean – the average price based on the projections of the industry sentiment

Min – the lowest projection set by the industry sentiment

Disclaimer

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