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RESEARCH PRODUCTS

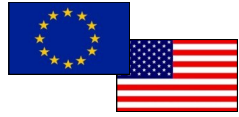
10/01/2013

EUR/USD GBP/USD USD/JPY USD/CHF



Technical Analysis

EUR/USD EUR/USD weakens further



“The German data has heightened speculation that the ECB could cut rates. The threat of lower rates in the face of evident weakness in the Eurozone core is something that may serve to keep any near-term recovery in all things euro contained.”
- National Australia Bank (based on Bloomberg)

Pair's Outlook

The major currency pair continued to depreciate, as the price gradually slips towards a 1.3017/1.2983 area, where the lower Bollinger band, 55-day and 100-day SMAs form a major support level. Also, a 1.2944 area is important in a possible depreciation scenario, as in a daily graph there are the weekly and monthly S1 levels and in a weekly graph we also have the same levels and the 20-day SMA. Therefore, it is very likely to experience a test of this level, but a long-term direction will depend on how the price acts around the 55-day SMA in the upcoming sessions.

Traders' Sentiment

The Euro-preferring investors are increasing their share, as 58% of positions are long and 42% are short. Situation with pending orders market is neutral, since both side have equal portions.

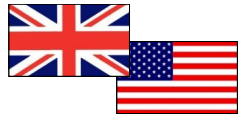
EUR/USD Daily Chart Current price: 1.3056



Indicator/Period	Day	Week	Month
MACD (12; 26; 9)	Sell	Buy	Sell
RSI (14)	Neutral	Neutral	Buy
Stochastic (5; 3; 3)	Neutral	Neutral	Sell
ADX (14)	Sell	Neutral	Neutral
CCI (14)	Buy	Neutral	Neutral
AROON (14)	Sell	Buy	Sell
Alligator (13; 8; 5)	Neutral	Buy	Sell
SAR (0.02; 0.2)	Sell	Buy	Buy

Level	Rationale
Resistance 3 (1.3300)	Bollinger band
Resistance 2 (1.3171)	20-day SMA
Resistance 1 (1.3121)	Weekly PP; monthly PP
Support 1 (1.2996/82)	100-day and 55-day SMA
Support 2 (1.2943)	Monthly and weekly S1
Support 3 (1.2819)	Weekly S2

GBP/USD GBP/USD settles beneath the 55-day SMA



“Subsequently sterling has taken some heat so cable has had a go through that \$1.60 threshold. If we close below the \$1.5995 level that probably suggests we will see further weakness.”
- Canadian Imperial Bank of Commerce (based on Bloomberg)

Pair's Outlook

GBP/USD extends its bearish movement and gradually depreciates along the lower Bollinger line. The price has settled beneath the 55-day SMA yesterday and accomplished a great down-side movement. Even though a probability to retest the SMA still remains, further down-side movement is more likely - the closest support levels are at 1.5924, where the weekly S1 is located, and 1.5879, where the monthly S2 merges with the 200-day SMA.

Traders' Sentiment

The British Pound maintains its bullish positions, as 66% of positions are long and 34% are short. Placed orders segment gradually increases its bullish sentiments and now there are 55% of buy orders and 45% of sell orders.

GBP/USD Daily Chart Current price: 1.6017

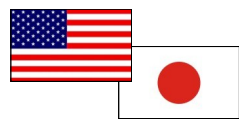


SUPPORT & RESISTANCE	FORECASTS		
	Q1 13	Q2 13	Q3 13
1.6294			
1.6152		1.62	1.62
1.6060	1.61		
1.5987	1.6	1.6	
1.5924			1.59
1.5879			
1.58			
	1.57	1.57	

Indicator/Period	Day	Week	Month
MACD (12; 26; 9)	Sell	Sell	Sell
RSI (14)	Neutral	Neutral	Neutral
Stochastic (5; 3; 3)	Buy	Neutral	Neutral
ADX (14)	Neutral	Buy	Neutral
CCI (14)	Buy	Neutral	Sell
AROON (14)	Sell	Buy	Buy
Alligator (13; 8; 5)	Neutral	Buy	Neutral
SAR (0.02; 0.2)	Sell	Buy	Buy

	Level	Rationale
■ Resistance 3	1.6294	Bollinger band; weekly R1
■ Resistance 2	1.6152	20-day SMA; weekly PP
■ Resistance 1	1.6060	55-day SMA
■ Support 1	1.5987	Bollinger band
■ Support 2	1.5924	Weekly S1
■ Support 3	1.5879	Monthly S2; 200-day SMA

USD/JPY USD/JPY sharply appreciates



“The yen’s weakness will probably continue for some time. If the BOJ raises the inflation target at this month’s meeting, it would send the market the message that it’s working closely with the government.”

- Mizuho Research Institute (based on Bloomberg)

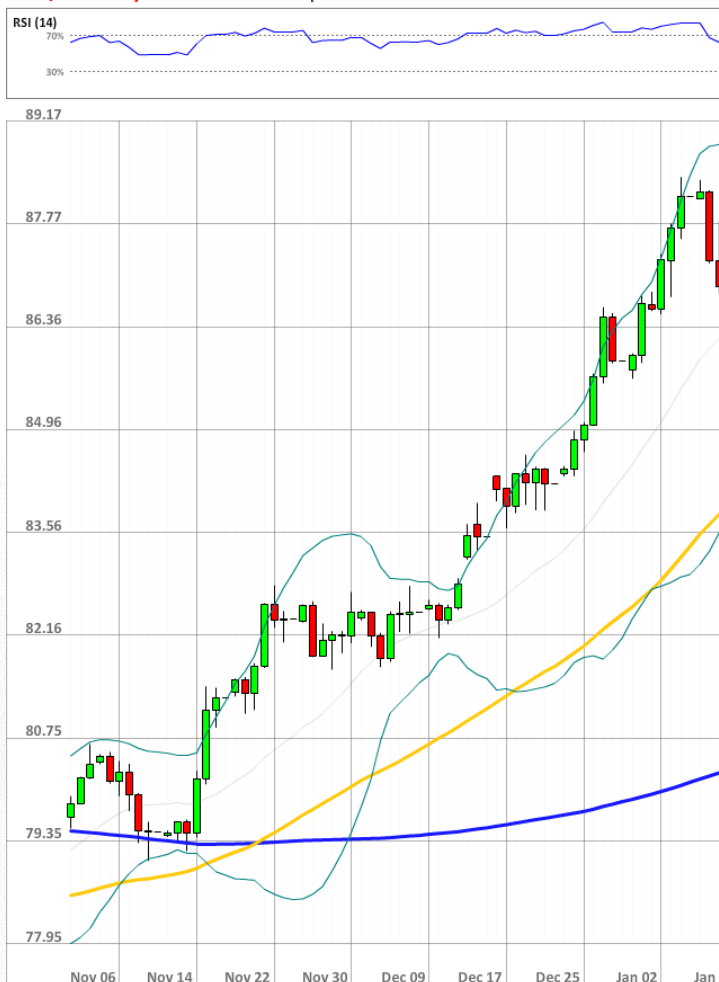
Pair’s Outlook

USD/JPY pair has performed a noticeable bullish movement in yesterday’s session, as the price increased by 120 pips and was very close to the previous high at 88.39. If bullish sentiments drive this pair further, it is likely to see a retest of the monthly R1 level at 88.41 or even of a 89.12 level, where the weekly R1 intersects the Bollinger line. The RSI still keeps a very high value, 71 in a daily graph and 80 in a weekly graph, indicating an oversold area.

Traders’ Sentiment

SWFX market investors remain bearish for USD/JPY pair, as 36% of positions are long and 64% are short. Pending orders segment gradually loses its extremely bullish sentiments, since 76% of orders are for a long position and 24% for a short.

USD/JPY Daily Chart Current price: 88.14



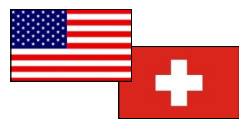
SUPPORT & RESISTANCE	FORECASTS		
	Q1 13	Q2 13	Q3 13
89.17			
88.69			89
88.40			
87.49		88	87
86.58		86	
85.80	86		
	85		84
		83	
	82		

Indicator/Period	Day ↕	Week ↕	Month ↕
MACD (12; 26; 9)	Sell	Buy	Buy
RSI (14)	Neutral	Sell	Neutral
Stochastic (5; 3; 3)	Neutral	Sell	Sell
ADX (14)	Buy	Buy	Buy
CCI (14)	Sell	Sell	Sell
AROON (14)	Buy	Buy	Buy
Alligator (13; 8; 5)	Buy	Buy	Sell
SAR (0.02; 0.2)	Buy	Buy	Buy

Level	Rationale
Resistance 3: 89.17	30-month high
Resistance 2: 88.69	Bollinger band
Resistance 1: 88.40	Monthly R1
Support 1: 87.49	Weekly PP
Support 2: 86.58	Weekly S1
Support 3: 85.80	20-day SMA; up-trend support

USD/CHF USD/CHF breaches a down-side resistance

Thursday, January 10, 2013
08:30 GMT



“Based on financial data from Treasury, we estimate that the government will be unable to pay all of its bills as early as Feb. 15. We have less time to solve this problem than many realize.”

- Steve Bell, Bipartisan Policy Center (based on Bloomberg)

Pair's Outlook

USD/CHF pair has breached a down-side resistance yesterday and continues to move towards a 0.9276 level, where the Bollinger band and the 55-day SMA are located. Last month, the pair made two checks of the 55-day SMA and both were unsuccessful, but this time a break between the last test was very short and most probably due to an increased bullish power in the pair's sentiments. Settlement above the 55-day SMA would be a signal for a buy position, supported by a Bollinger band's location.

Traders' Sentiment

The Swiss Franc loses even more of its share in SWFX market, since 84% of positions are long, supporting the U.S. Dollar, and only 16% are short. Pending orders segment is slightly bullish, as 53% are buy and 47% are sell.

USD/CHF Daily Chart Current price: 0.9259



SUPPORT & RESISTANCE	FORECASTS		
	Q1 13	Q2 13	Q3 13
1			
0.98			
0.97			
0.95			
0.95			
0.94			
0.94			
0.9307			
0.9266			
0.9209			
0.9170			
0.9115			

Indicator/Period	Day ↗	Week ↘	Month ↗
MACD (12; 26; 9)	Buy	Sell	Buy
RSI (14)	Neutral	Neutral	Neutral
Stochastic (5; 3; 3)	Neutral	Neutral	Buy
ADX (14)	Buy	Neutral	Neutral
CCI (14)	Sell	Neutral	Neutral
AROON (14)	Buy	Sell	Buy
Alligator (13; 8; 5)	Neutral	Sell	Neutral
SAR (0.02; 0.2)	Buy	Sell	Sell

Level	Rationale
Resistance 3 (0.9400)	Q1 13 forecast
Resistance 2 (0.9307)	100-day SMA
Resistance 1 (0.9266/87)	Bollinger band; 55-day SMA
Support 1 (0.9209)	Monthly and weekly PP
Support 2 (0.9170)	20-day SMA
Support 3 (0.9115)	Weekly S1

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

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

Forecasts

Third Quartile – separates 25% of the highest forecasts



Second Quartile – the median price based on the projections of the industry

First Quartile – separates 25% of the lowest forecasts



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