

06/11/2012



# **Trade Pattern Ideas**



TRADE PATTERN IDEAS

Tuesday, November 06, 2012 08:30 GMT



#### **Emerging Pattern: Channel Up**

Pattern start	00:00 2012-08-23	
Length	271 bars	
Quality	<mark>57%</mark>	
Magnitude	80%	

NZD/USD has formed a Channel Up pattern on 4H chart. The pattern has 57% quality and 80% magnitude in the 271-bar period.

The pattern started when the pair started appreciating after peaking to 0.8187; currently it is trading at 0.8264. Technical indicators on aggregate point at appreciation of the pair on 1W horizon suggesting pair should continue following pattern's, upward sloping, trend. Long traders could focus on the daily pivot (R1) at 0.8277, Bollinger band at 0.8283, daily pivot (R2)/recent peak 0.8289 and daily pivot (R3) at 0.8312.

The Stochastic indicator on 4H and 1D horizon send sell signals suggesting we are on the verge of a bearish dip. Current market sentiment is bearish as 60% of all positions on the pair are short. Short traders could focus on the Fibonacci retracement (61.8% of 28th of September—23rd of October move)/20 bar SMA/daily pivot (PP) at 0.8259/54, daily pivot (S1) at 0.8242, Fibonacci retracement (50%)/Bollinger band at 0.8229/28 and daily pivot (S2)/200 bar SMA at 0.8219/16.



NZD/USD	4н 🜔	1D 🜍	1W 🕗
MACD (12; 26; 9)	Sell	Buy	Buy
RSI (13)	Neutral	Neutral	Neutral
Stochastic (5; 3; 3)	Sell	Sell	Neutral
ADX (13)	Buy	Neutral	Neutral
CCI (13)	Sell	Sell	Neutral
AROON (14)	Sell	Buy	Buy
Alligator (13; 8; 5)	Buy	Neutral	Buy
SAR (0.02; 0.2)	Buy	Buy	Buy



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## USD/JPY 4H Chart

### **Emerging Pattern: Channel Up**

Pattern start 12:00 2012-10-	-05			
Length 403 bars	403 bars			
Quality	68%			
Magnitude	82%			
USD/JPY	4H	1D	1W	
Resistances:	80.06	80.15	80.29	
Supports:	80.01	79.91	79.86	
Our suggestion:				
MACD	Sell	Sell	Buy	
RSI	Neutral	Neutral	Neutral	
Stochastic	Buy	Neutral	Sell	
ADX	Sell	Buy	Neutral	
ССІ	Buy	Neutral	Sell	
AROON	Sell	Buy	Buy	
Alligator	Buy	Buy	Sell	
SAR	Sell	Buy	Buy	
Market sentiment	15.05	71%		
CCY: (bought/sold)	USD	56%/44%		
	JPY	32%/68%		



USD/JPY has formed a Channel Up on a 4H chart. The pattern was started on Oct 05 and has 68% quality and 82% magnitude. Presently the price is at 80.05 and faces a cluster of supports mainly formed by the 200-bar SMA at 79.99 and the lower edge of the bullish channel. Technical indicators on aggregate are mixed, only daily studies imply a rebound from the current levels.

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### EUR/CHF 1H Chart

#### **Emerging Pattern: Channel Down**

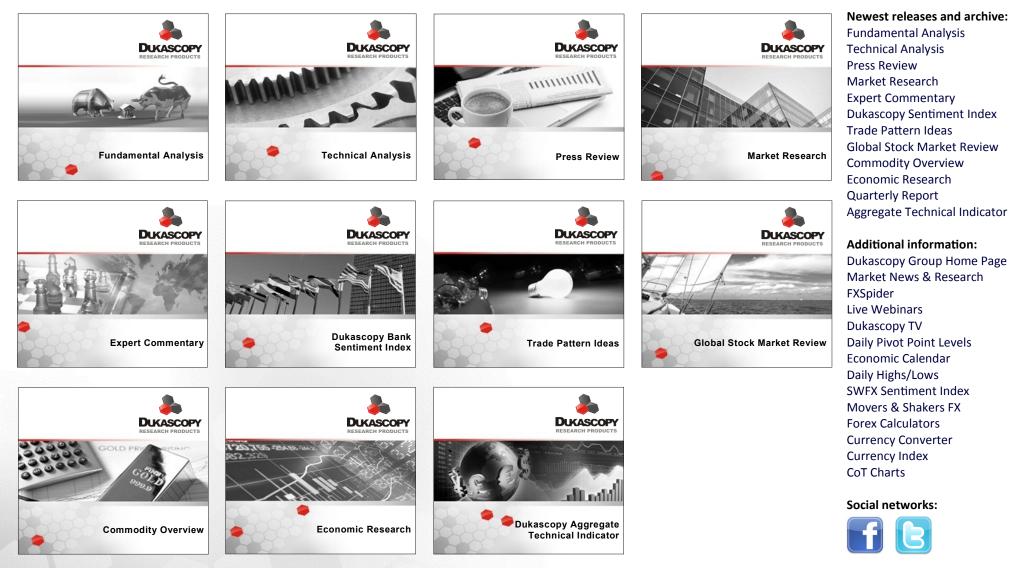
Pattern start	20:00 2012-10-18	
Length	67 bars	
Quality	65%	
Magnitude	44%	

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EUR/CHF	1H	4Н	1D
Resistances:	1.2081	1.2087	1.2094
Supports:	1.2071	1.2065	1.2055
Our suggestion:		$\bigcirc$	
MACD	Buy	Buy	Buy
RSI	Neutral	Neutral	Neutral
Stochastic	Neutral	Sell	Neutral
ADX	Buy	Buy	Sell
ССІ	Neutral	Sell	Neutral
AROON	Buy	Sell	Sell
Alligator	Buy	Sell	Sell
SAR	Buy	Buy	Sell
Market sentiment	1505 10 1505 10	70%	
	EUR	51%/49%	
CCY: (bought/sold)	CHF	29%/71%	



EUR/CHF has formed a Channel Down pattern on a 1H chart. The pattern was started on Oct 18 after a breach of the 200-bar SMA, which now contains rallies. At the moment the currency pairs is changing hands at 1.2075 and is headed towards the down-trend resistance line in the short-term, as suggested by hourly indicators. However, if EUR/CHF fails to surge and declines instead, then we are likely to see formation of a falling wedge.





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