

14/11/2012



Trade Pattern Ideas



TRADE PATTERN IDEAS

Wednesday, November 14, 2012 08:30 GMT



Pattern start	05:00 2012-11-06
Length	120 bars
Quality	<mark>58%</mark>
Magnitude	62%

AUD/CAD has formed a Channel Up pattern on the 1H chart. The pattern has 58% quality and 62% magnitude in the 120-bar period.

The pattern started when the pair peaked to 1.0389; currently it is trading at 1.0463. Trading volume is dome shaped (lower in the beginning and end of the pattern and higher in the middle of the pattern). Technical indicators on aggregate point at appreciation of the pair on 1H horizon suggesting that it should continue following pattern's, upward sloping, trend. Current market sentiment is strongly bullish as 72% of the traders hold long positions on the pair. Long traders could focus on the Bollinger band at 1.0477, daily pivot (R1) at 1.0486, pattern's resistance at 1.0495 and daily pivot (R2) at 1.0509.

In 100 pip range from current market price 95% of pending orders are to go short underlining existence of strong resistance in higher levels. Short traders could focus on the 20 bar SMA at 1.0453, daily pivot (PP) at 1.0443 and Bollinger band/pattern's support/daily pivot (S1) at 1.0429/21.





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Emerging Pattern: Rising Wedge

AUD/USD 1H Chart

Pattern start	05:00 2012-11-09
Length	68 bars
Quality	76%
Magnitude	64%

AUD/USD	1H	4H	1D
Resistances:	1.0447	1.0458	1.0467
Supports:	1.0437	1.0430	1.0416
Our suggestion:			
MACD	Buy	Buy	Buy
RSI	Neutral	Neutral	Neutral
Stochastic	Sell	Sell	Neutral
ADX	Neutral	Neutral	Neutral
ССІ	Neutral	Sell	Sell
AROON	Buy	Buy	Buy
Alligator	Buy	Neutral	Buy
SAR	Buy	Buy	Buy
Market sentiment		70%	
COV: (bought (sold)	AUD	36%/64%	
CCY: (bought/sold)	USD	54%/46%	



AUD/USD has formed a Rising Wedge on a 1H chart. The pattern was started on Nov 9 and has 76% quality and 64% magnitude. Right now the pair retreats from the up-trend resistance line after completing a bullish wave. Technical indicators point currently to the downside, SWFX sentiment index value, on the other hand, suggests that an overwhelming majority of traders bet on the decline.



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USD/CAD 4H Chart

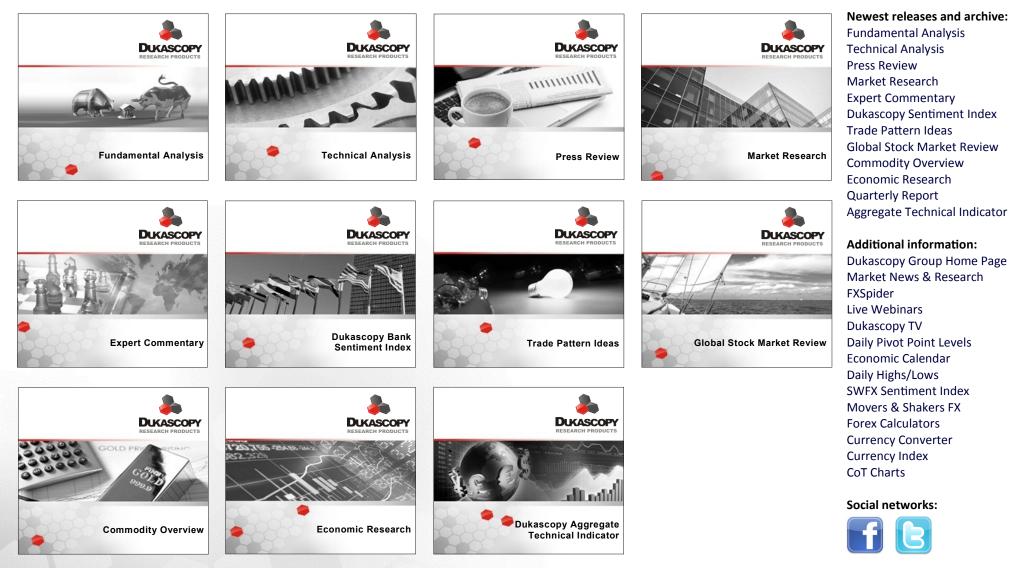
Emerging Pattern: Channel Up

Pattern start 16:00 2012-10-03 Length 153 bars					
Quality	57%				
Magnitude	73%				
USD/CAD	4H	1D	1W		
Resistances:	1.0015	1.0038	1.0059		
Supports:	0.9994	0.9971	0.9950		
Our suggestion:					
MACD	Sell	Sell	Sell		
RSI	Neutral	Neutral	Neutra		
Stochastic	Neutral	Sell	Sell		
ADX	Buy	Neutral	Neutra		
ССІ	Neutral	Neutral	Neutra		
AROON	Buy	Buy	Sell		
Alligator	Buy	Buy	Sell		
SAR	Buy	Buy	Buy		
Market sentiment	15.95 15.95 15.95 15.95	57%			
COV: (hought (a-1-1)	USD	54%	5/46%		
CCY: (bought/sold)	CAD	49%/51%			



USD/CAD has formed a Channel Up on a 4H chart. The pattern was started on Oct 3 and has 57% quality and 73% magnitude. Despite an average value of quality measure, the lower bullish trend-line proved to be reliable, having quite a few confirmations within the last 153 bars. According to technical studies, prior to a dip on a weekly chart, we are likely to see a rally in the short term.





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