



DUKASCOPY
RESEARCH PRODUCTS

05/04/2013



Trade Pattern Ideas



USD/CAD 1H Chart

Emerging Pattern: Channel Down

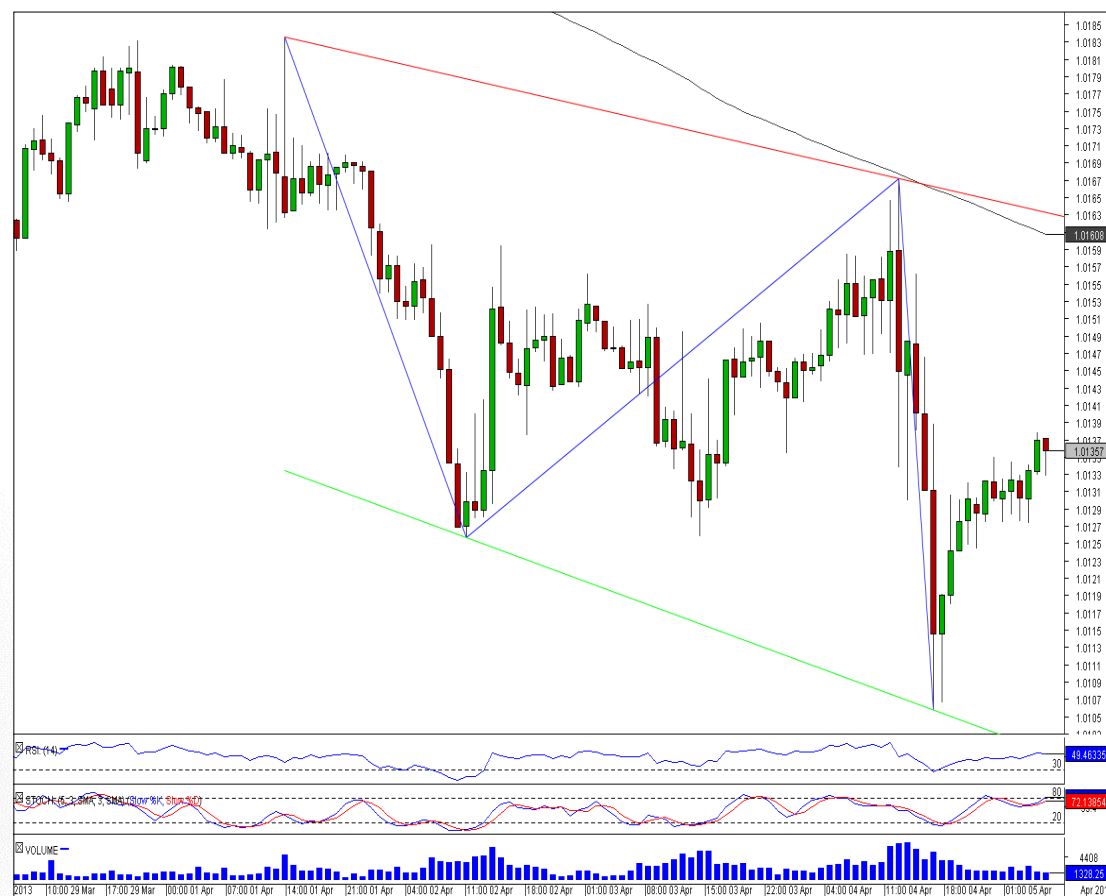






Pattern start	14:00 2013-04-01
Length	76 bars
Quality	53%
Magnitude	49%

USD/CAD has formed a Channel Down pattern on the 1H chart. The pattern has 53% quality and 49% magnitude in the 76-bar period.

The pattern began on the 1st of April when the pair peaked to 1.0183; currently it is trading at the 20-bar SMA/daily pivot (PP) at 1.0135. Trading volume seems to be mildly increasing in the length of the pattern. Long traders, who expect that pair will continue moving towards pattern's resistance, could focus on the Cluster of levels at 1.0152/64 (Bollinger band, 200-bar SMA, pattern's resistance and daily pivot (R1)), 20-day SMA/daily pivot (R2) at 1.0195/96 and daily pivot (R3) at 1.0225.

Technical indicators on aggregate point at depreciation of the pair it should continue following pattern's, downward sloping, trend and is likely to start depreciating before hitting pattern's resistance. Short traders could focus on the Bollinger band at 1.0114, daily pivot (S1)/pattern's support at 1.0102/096, daily pivot (S2) at 1.0073 and 100-day SMA/daily pivot (S3) at 1.0052/41.



USD/CAD	 	1H 	4H 	1D 
MACD (12; 26; 9)		Sell	Buy	Sell
RSI (13)		Buy	Neutral	Neutral
Stochastic (5; 3; 3)		Neutral	Neutral	Buy
ADX (13)		Neutral	Sell	Sell
CCI (13)		Neutral	Neutral	Buy
AROON (14)		Sell	Sell	Sell
Alligator (13; 8; 5)		Sell	Sell	Sell
SAR (0.02; 0.2)		Sell	Sell	Sell

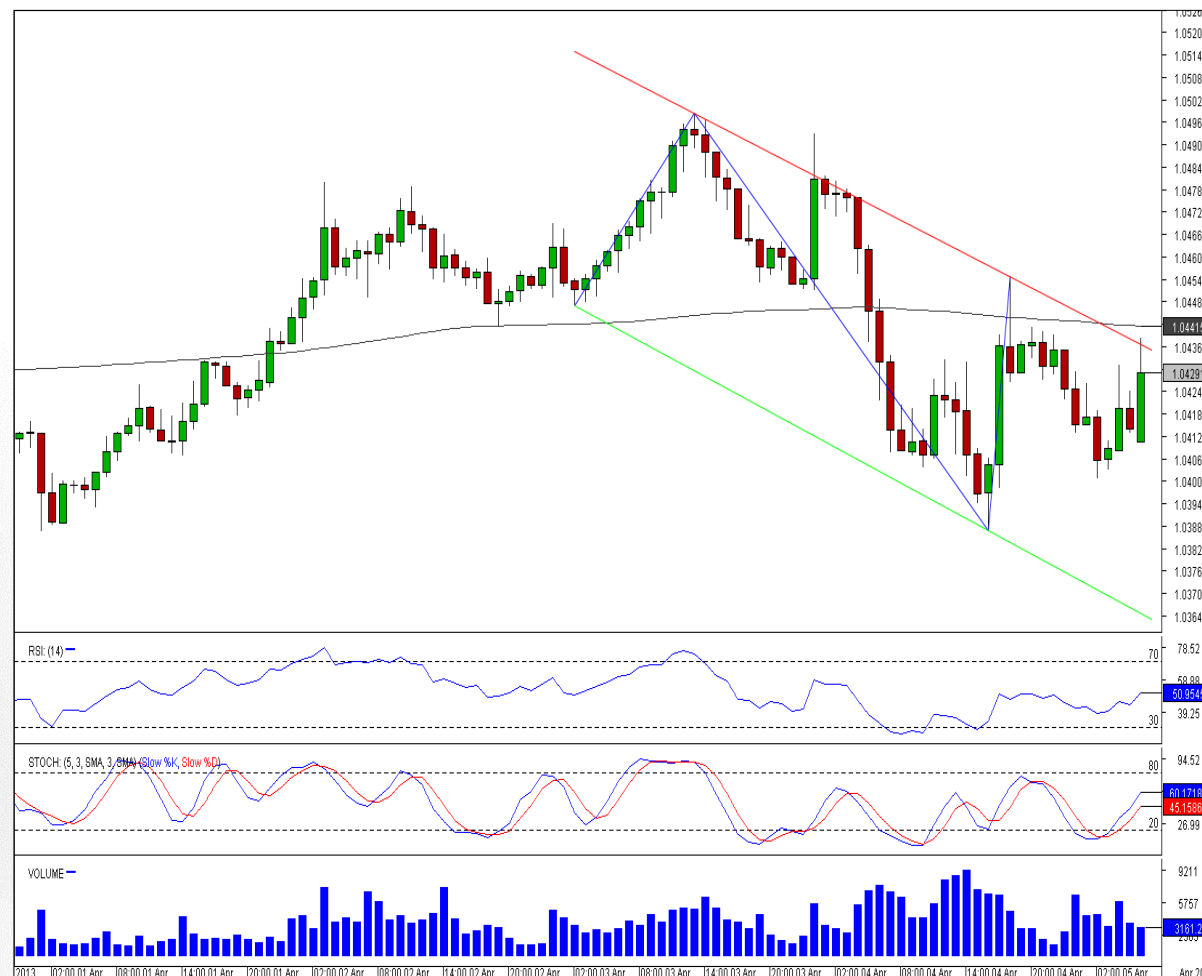


AUD/USD 1H Chart

Emerging Pattern: Channel Down

Pattern start	02:00 2013-04-03
Length	41 bars
Quality	66%
Magnitude	99%

AUD/USD	1H	4H	1D
Resistances:	1.0441	1.0482	1.0540
Supports:	1.0413	1.0376	1.0328
Our suggestion:			
MACD	Buy	Sell	Buy
RSI	Neutral	Neutral	Neutral
Stochastic	Neutral	Neutral	Neutral
ADX	Neutral	Neutral	Neutral
CCI	Neutral	Neutral	Neutral
AROON	Buy	Sell	Buy
Alligator	Sell	Neutral	Buy
SAR	Sell	Sell	Buy
Market sentiment		71%	
CCY: (bought/sold)	AUD	27%/73%	
	USD	59%/41%	







Even though the pattern is quite short in duration, only 41 trading hours, the price has already confirmed both boundaries of the Channel Down several times, meaning that the bearish trend-lines are likely to remain topical for now and guide the pair downwards. Market sentiment is negative towards the price as well, being that 71% of traders are currently holding short positions on AUD/USD.



USD/MXN 1H Chart

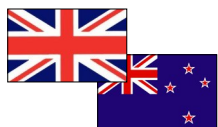
Emerging Pattern: Channel Down

Pattern start	22:00 2013-03-21
Length	207 bars
Quality	<div><div></div></div> 63%
Magnitude	<div><div></div></div> 65%

USD/MXN	1H	4H	1D
Resistances:	12.3342	12.3123	12.3612
Supports:	12.3170	12.2722	12.2280
Our suggestion:			
MACD	Buy	Buy	Buy
RSI	Neutral	Neutral	Neutral
Stochastic	Neutral	Neutral	Neutral
ADX	Neutral	Sell	Neutral
CCI	Neutral	Neutral	Neutral
AROON	Sell	Buy	Sell
Alligator	Sell	Neutral	Sell
SAR	Buy	Buy	Sell
Market sentiment		73%	
CCY: (bought/sold)	USD	59%/41%	
	MXN	73%/27%	



USD/MXN's bias is strongly bearish at the moment. The currency pair has been trading within a falling range for more than 200 hours and right now it is in the upper part of this range. Moreover, the price is below the 200-bar SMA and an overwhelming majority (73%) of market participants are short on USD.



GBP/NZD 1H Chart

Emerging Pattern: Channel Down

Pattern start	14:00 2013-03-20
Length	239 bars
Quality	61%
Magnitude	100%

GBP/NZD	1H	4H	1D
Resistances:	1.8125	1.8183	1.8262
Supports:	1.8067	1.7988	1.7872
Our suggestion:			
MACD	Sell	Buy	Buy
RSI	Neutral	Neutral	Neutral
Stochastic	Neutral	Sell	Neutral
ADX	Buy	Buy	Neutral
CCI	Neutral	Sell	Neutral
AROON	Buy	Buy	Sell
Alligator	Buy	Neutral	Sell
SAR	Buy	Buy	Sell
Market sentiment		74%	
CCY: (bought/sold)	GBP	46%/54%	
	NZD	26%/74%	



Just as the previous currency pairs, this one is also in a down-trend, but longer than the others. From the pattern's perspective, GBP/NZD is set to decline further, it has just encountered a confluence of resistances around 1.8125. However, market participants are optimistic with respect to the Pound, since three out of four traders have decided to enter the market with buy trades.



Newest releases and archive:

Fundamental Analysis
Technical Analysis
Press Review
Market Research
Expert Commentary
Dukascopy Sentiment Index
Trade Pattern Ideas
Global Stock Market Review
Commodity Overview
Economic Research
Quarterly Report
Aggregate Technical Indicator

Additional information:

Dukascopy Group Home Page
Market News & Research
FXSpider
Live Webinars
Dukascopy TV
Daily Pivot Point Levels
Economic Calendar
Daily Highs/Lows
SWFX Sentiment Index
Movers & Shakers FX
Forex Calculators
Currency Converter
Currency Index
CoT Charts

Social networks:



Disclaimer

Everything in this article, including opinions and figures, is provided for informational purposes only and may not be interpreted as financial advice or solicitation of products. Dukascopy group assume no responsibility for the completeness or the accuracy of any data contained in this article. Financial figures indicated in this article have not been verified by the Dukascopy group. Views, opinions and analyses are those of the author of the article, and are not endorsed by the Dukascopy group.

Dukascopy group waive any and all warranties, express or implied, regarding, but without limitation to, warranties of the merchantability or the fitness for a particular purpose, with respect to all information in this article. Dukascopy group shall under no circumstances be responsible for any direct, indirect, consequential, contingent or any other damages sustained in connection with the use of this article.