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RESEARCH PRODUCTS

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Trade Pattern Ideas



EUR/GBP 1H Chart

Emerging Pattern: Rectangle

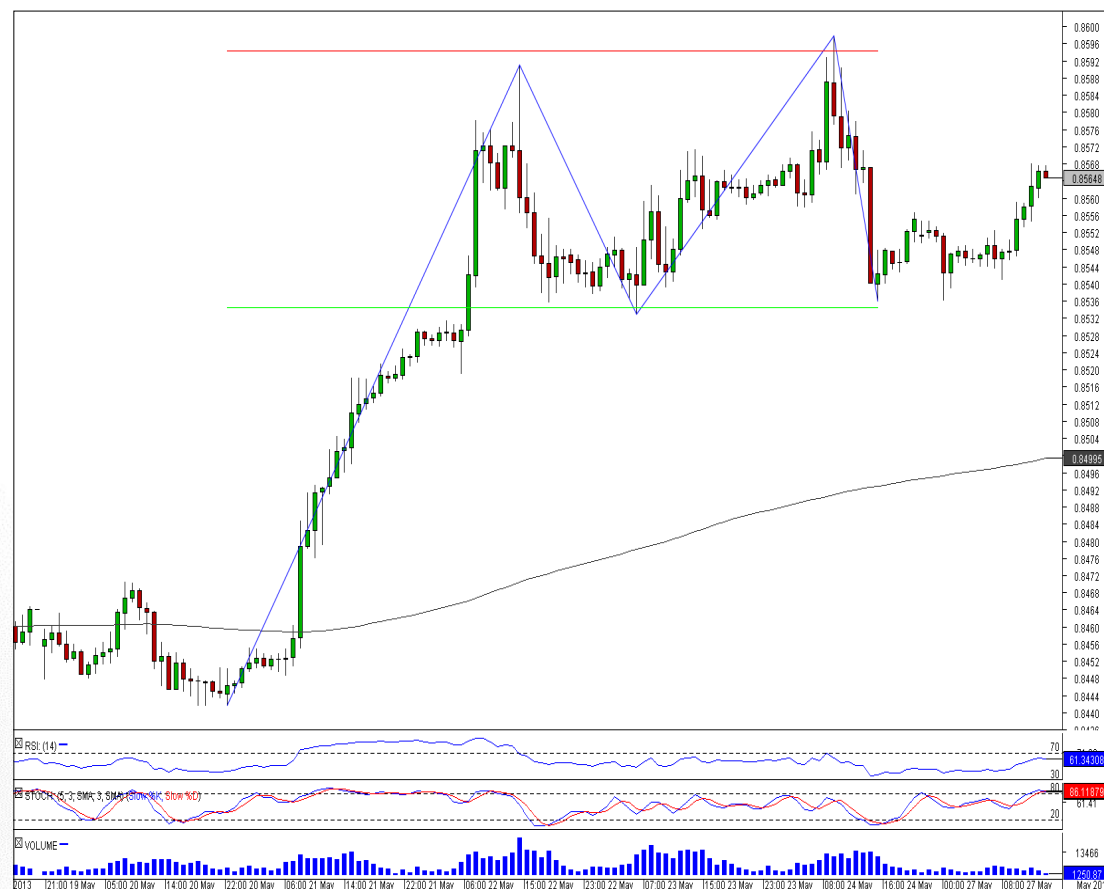


Pattern start	22:00 2013-05-20
Length	90 bars
Quality	69%
Magnitude	88%

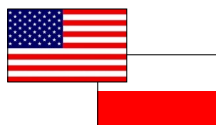
EUR/GBP has formed a Rectangle pattern on the 1H chart. The pattern has 69% quality and 88% magnitude in the 90-bar period.

The pattern began on 20th of June when the pair started appreciating from 0.8441; at the moment it is trading at the daily pivot (PP)/Bollinger band at 0.8564; pattern's support is at 0.8534; pattern's resistance is at 0.8594. Trading volume seems to be holding in the same level in the length of the pattern. Long traders, who expect that pair will continue moving towards the pattern's resistance, could focus on the daily pivot/pattern's resistance at 0.8589/94 and daily pivots at 0.8624 (R2) and 0.8651 (R3).

Current market sentiment is bearish—60% of outstanding positions are short on the pair. In addition, the Stochastic indicators, which is constructed to predict major turning points, sends sell signal. Short traders could focus on the 20-bar SMA at 0.8552, Bollinger band/pattern's support/daily pivot (S10 at 0.8537/28, daily pivot (S2)/200-bar SMA at 0.8501/500 and daily pivot (S30 at 0.8466.



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



USD/PLN 1H Chart

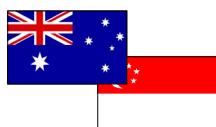
Emerging Pattern: Rising Wedge

Pattern start	15:00 2013-05-06
Length	305 bars
Quality	64%
Magnitude	100%

USD/PLN	1H	4H	1D
Resistances:	3.2482	3.2622	3.2776
Supports:	3.2332	3.2272	3.2187
Our suggestion:			
MACD	Buy	Sell	Sell
RSI	Sell	Neutral	Neutral
Stochastic	Neutral	Sell	Sell
ADX	Buy	Buy	Buy
CCI	Sell	Neutral	Sell
AROON	Buy	Buy	Buy
Alligator	Buy	Buy	Buy
SAR	Buy	Buy	Buy
Market sentiment		73%	
CCY: (bought/sold)	USD	55%/45%	
	PLN	70%/30%	



The USD/PLN currency pair is approaching the lower trend line, and is now trading only 80 pips above it. Even despite the fact the majority of technical indicators are sending “buy” signals, current market sentiment is strongly bearish, suggesting traders expect the depreciation of the pair. It is also important to mention that in 69% of all cases the Rising Wedge patterns are completed after the penetration of the support line.



AUD/SGD 1H Chart

Emerging Pattern: Channel Down

Pattern start	09:00 2013-05-02
Length	322 bars
Quality	51%
Magnitude	90%

AUD/SGD	1H	4H	1D
Resistances:	1.2168	1.2232	1.2276
Supports:	1.2108	1.2060	1.1994
Our suggestion:			
MACD	Buy	Buy	Buy
RSI	Neutral	Neutral	Buy
Stochastic	Neutral	Buy	Neutral
ADX	Neutral	Sell	Sell
CCI	Buy	Buy	Buy
AROON	Sell	Sell	Sell
Alligator	Sell	Sell	Sell
SAR	Sell	Sell	Sell
Market sentiment		53%	
CCY: (bought/sold)	AUD	71%/29%	
	SGD	29%/71%	



After trading for more than 322 hours within the Channel Down AUD/SGD is still continuing to move within the pattern and the tendency is likely to persist. However, neither market participants nor technical indicators are decided with respect to the direction the currency pair will take after leaving the boundaries of the formation. Until the pair will reach and penetrate any of the trend lines, the price is expected to continue channelling downwards.

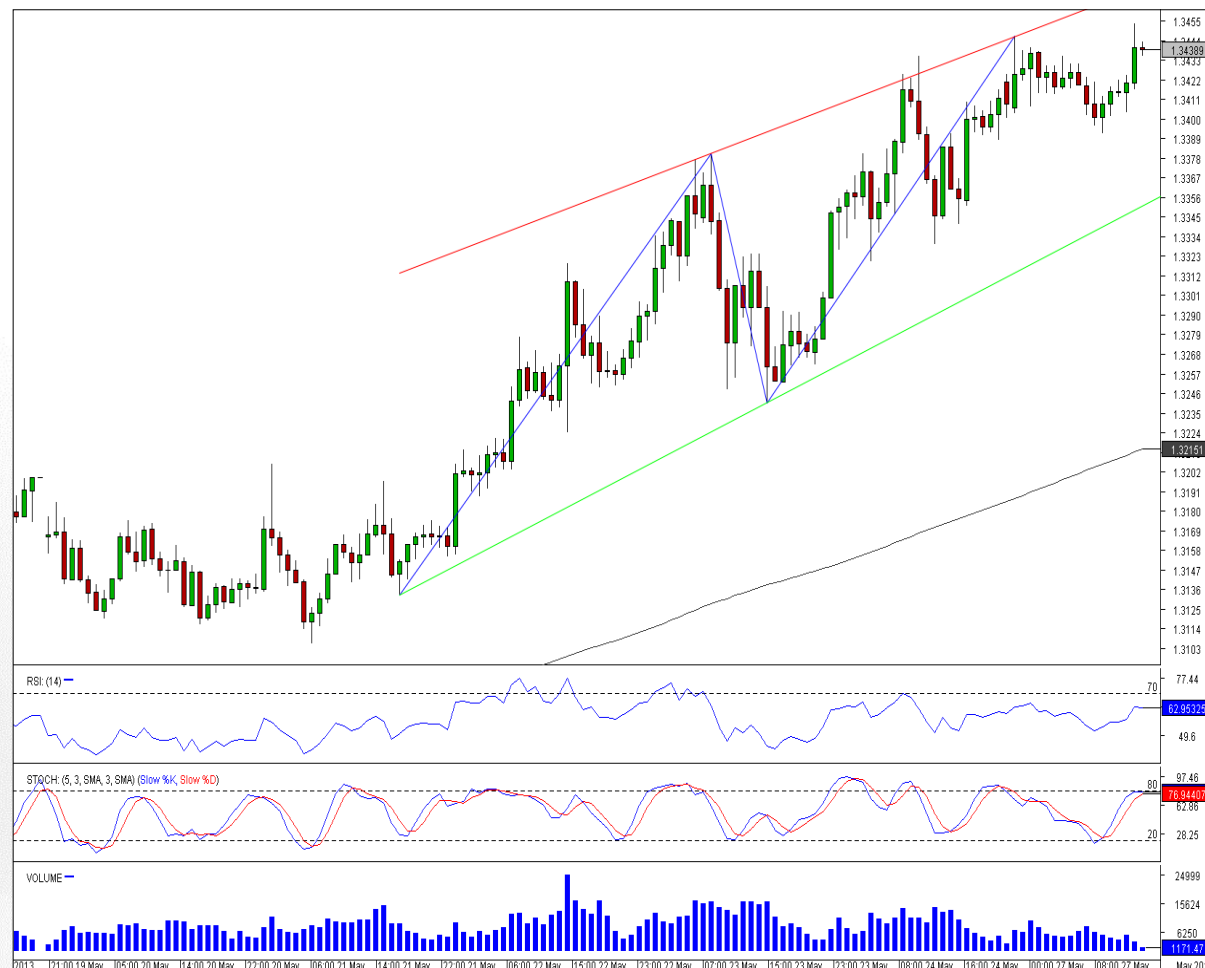


EUR/AUD 1H Chart

Emerging Pattern: Channel Up

Pattern start	17:00 2013-05-21
Length	78 bars
Quality	51%
Magnitude	67%

EUR/AUD	1H	4H	1D
Resistances:	1.3456	1.3473	1.3503
Supports:	1.3409	1.3389	1.3368
Our suggestion:			
MACD	Sell	Sell	Sell
RSI	Neutral	Sell	Neutral
Stochastic	Sell	Neutral	Sell
ADX	Neutral	Buy	Buy
CCI	Sell	Neutral	Sell
AROON	Buy	Buy	Buy
Alligator	Neutral	Buy	Buy
SAR	Buy	Buy	Buy
Market sentiment		71%	
CCY: (bought/sold)	EUR	45%/55%	
	AUD	74%/26%	



The shared currency is appreciating versus the Aussie for at least 78 hours and has even formed a Channel Up pattern. According to technical indicators on three different timeframes, the pair is likely to continue the upward movement in a mid-term, while on short and longer time frames indicators do not give a clear signal. Meantime, traders are expecting a correction as the majority of opened positions are aimed at the depreciation of the pair.



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