



The **FX Specialist Guide** deals with these and many other markets in much more detail over multiple time-frames. For more details and information about **Seven Days Ahead's** other trading guides, and

**Refundable 30-Day Trials:** [CLICK HERE](#)

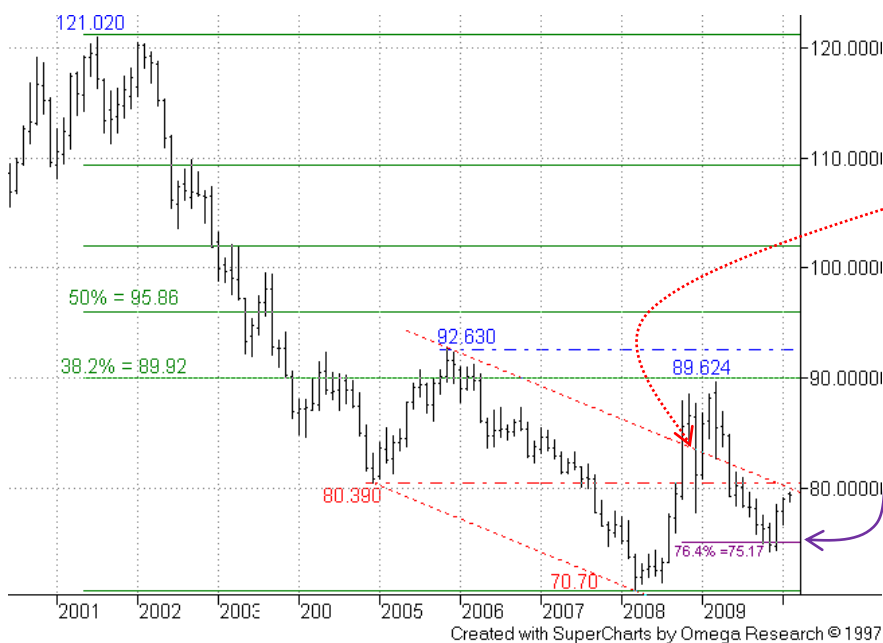
# Market Update

04<sup>th</sup> February 2010

## Bulls Eye Next Target in US Dollar Index

The expected recovery in the US Dollar is now nicely underway. With a second upleg in process our focus is on the next target/resistance area, where the uptrend is likely to pause.

### The FX Trader's view



MONTHLY CHART:

The main sign in 2008 that long term bears were losing momentum was the breach of the bear channel top projection.

Subsequent resistance from around the 38.2% recovery level prompted a pullback.

Note that the 76.4% pullback area provided quite nice support.

SEVEN DAYS AHEAD

Authorised and Regulated by the FSA

124 REGENTS PARK ROAD LONDON NW18XL

TEL +44 (0) 7849 933573

E-MAIL [MSTURDY@SEVENDAYS Ahead.COM](mailto:MSTURDY@SEVENDAYS Ahead.COM)

[WWW.SEVENDAYS Ahead.COM](http://WWW.SEVENDAYS Ahead.COM)

This information memorandum has been prepared solely for informational purposes for customers of Seven Days Ahead and is based on publicly available information from sources believed to be reliable. It is not an offer, recommendation or solicitation to buy or sell, nor is it an official confirmation of terms. No representation is made as to the completeness or accuracy of any statements or forecasts contained herein and no responsibility or liability is accepted for losses arising from transactions undertaken or investments purchased, sold or held on its recommendation. Consequently, any persons acting on information contained herein do so entirely at their own risk. Although the opinions contained herein were considered valid at the time of release, financial markets are subject to rapid and unexpected movements. Seven Days Ahead, its associated companies, their directors, employees, other customers or connected persons may from time to time undertake transactions or deal in investments mentioned in this information memorandum or have a material interest, relationship or arrangement in relation to them.



#### DAILY CHART:

After the first upleg in Dec and temporary pullback, a second upleg has got underway, aided by a better break of the 23.6% level.

Next upside focus begins at 80.00, the 38.2% recovery level, but also note the s/term bull channel top projection currently coinciding with an equality target at 80.90 ('74.170-78.449' upleg extended off 76.601 low). *We would be on the lookout for resistance up here.*

At present first support comes from the channel base around 78.00, ahead of the 76.601 13-Jan low. Ideally this latter will hold else the expected continued recovery would be delayed.

*Philip Allwright*

*Mark Sturdy*

*Seven Days Ahead*

SEVEN DAYS AHEAD

Authorised and Regulated by the FSA

124 REGENTS PARK ROAD LONDON NW18XL

TEL +44 (0) 7849 933573

E-MAIL [MSTURDY@SEVENDAYS Ahead.COM](mailto:MSTURDY@SEVENDAYS Ahead.COM)

[WWW.SEVENDAYS Ahead.COM](http://WWW.SEVENDAYS Ahead.COM)

Page 2

This information memorandum has been prepared solely for informational purposes for customers of Seven Days Ahead and is based on publicly available information from sources believed to be reliable. It is not an offer, recommendation or solicitation to buy or sell, nor is it an official confirmation of terms. No representation is made as to the completeness or accuracy of any statements or forecasts contained herein and no responsibility or liability is accepted for losses arising from transactions undertaken or investments purchased, sold or held on its recommendation. Consequently, any persons acting on information contained herein do so entirely at their own risk. Although the opinions contained herein were considered valid at the time of release, financial markets are subject to rapid and unexpected movements. Seven Days Ahead, its associated companies, their directors, employees, other customers or connected persons may from time to time undertake transactions or deal in investments mentioned in this information memorandum or have a material interest, relationship or arrangement in relation to them.