



Week 47

24th November – 30th November 2010

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



The FX Specialist Guide

Philip J Allwright

Mark Sturdy

Authorised and regulated
by the FSA



Summary

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

- Stay **SQUARE** pullback in progress, focus on nearby key supports
Stay **SQUARE** 80.00 area offers support at present
Stay **BEARISH** s/term resistance found at 23.6% level
Stay **BULLISH** 76.4% resistance now not far away
Stay **BEARISH** lower, longer term 76.4% pullback level now offers support

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

- Stay **BULLISH** s/term dips should prove temporary now
Stay **SQUARE** pressure bearing on channel base support
Stay **SQUARE** earlier breach of channel top resistance implies s/term dip is temporary
Stay **SQUARE** current recovery nearing key 23.6% resistance area

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

- Stay **SQUARE** old 76.4% support retested & holding so far
Stay **BULLISH** major 2008 high recently exceeded; temporary resistance found
Stay **BULLISH** bulls keep eyes on major 2008 peak now
Stay **BEARISH** with any rally presumed temporary at present
Stay **BEARISH** but is chart structure changing, to imply bear fatigue?

Disclaimer



MAJORS

In **EUR/USD** a pullback is underway, now close to a key support area. In **USD/JPY** the s/term chart has shown a modest recovery from the 80.00 support area. **USD/CHF** strength remains capped by 23.6% resistance for now. In **GBP/USD** the recovery has so far stopped short of 76.4% resistance. The **US Dollar Index** found s/term support close to a lower, longer term 76.4% level and is trying to recover.

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

Euro Dollar



Euro Dollar – Monthly Chart:

The extent of the 2008 downmove implied that a medium term bear move was underway, with long term bull momentum on the wane.

The next leg down, from former 76.4% resistance, earlier found approximate support from the major 50% pullback level.

More



Euro Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Euro Dollar – Weekly Chart:

So far a 3-wave, corrective structure has unfolded in the recovery – is it complete?

On this chart note the current 76.4% 1.4373 level as potential resistance, near to the falling resistance line now.



Euro Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Euro Dollar – Daily Chart:

After the market fell short of the 76.4% retracement level (no requirement for this to be tested), the current bull channel base projection has been tested.

As this gives way so bull momentum begins to fade, with further confirmation of this provided by breaks of the 1.3360 38.2% pullback level and then the 1.3333 06-Aug high.

This would be a clear bear sign, with subsequent rallies likely to prove temporary and offer a selling opportunity.

We maintain a sidelined stance for now.



Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

Dollar Yen



Dollar Yen – Monthly Chart:

Rebounds have been assumed to be temporary so far but we still keep in mind the positive monthly RSI divergence, suggesting bear fatigue, even though new lows have been seen.

Note the test now of the major 1995 79.70 low.



Dollar Yen – Weekly Chart:

The breach of the late 2009 low has now turned focus on bear channel base support at 78.85 currently.



Dollar Yen

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

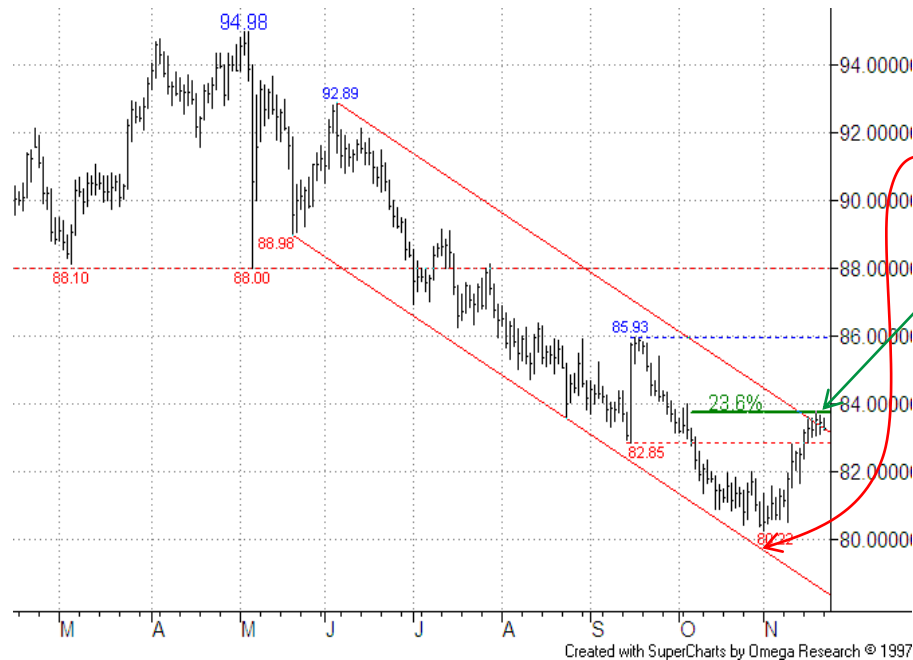
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Dollar Yen – Daily Chart:

Recovery from bear channel base support has now come up against the first interesting resistance, from the channel top and slightly higher 23.6% recovery level at 83.70.

As before, a recovery through here would imply loss of downward momentum, with higher resistance coming from the 85.93 16-Sep high and the old key 88.00 area.

We stay sidelined for now.



Dollar Swiss

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

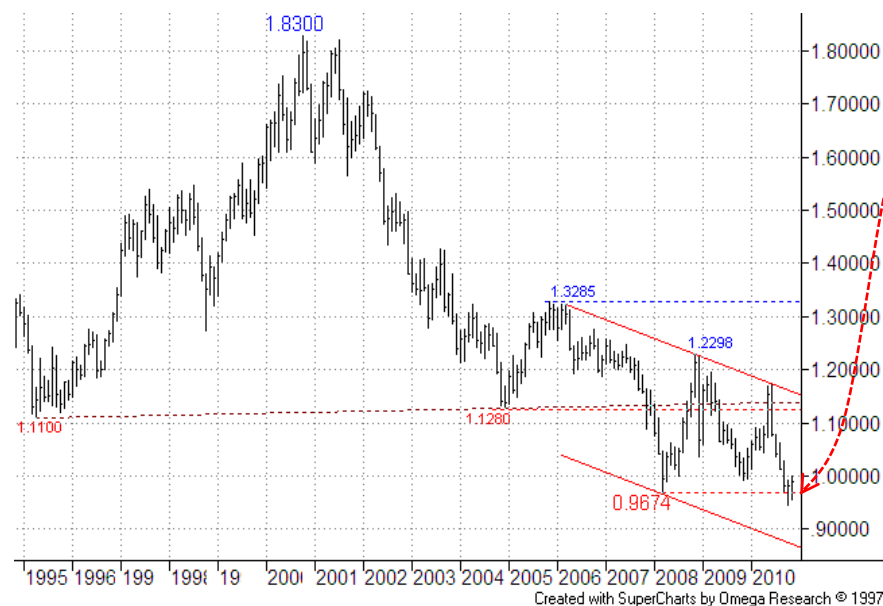
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

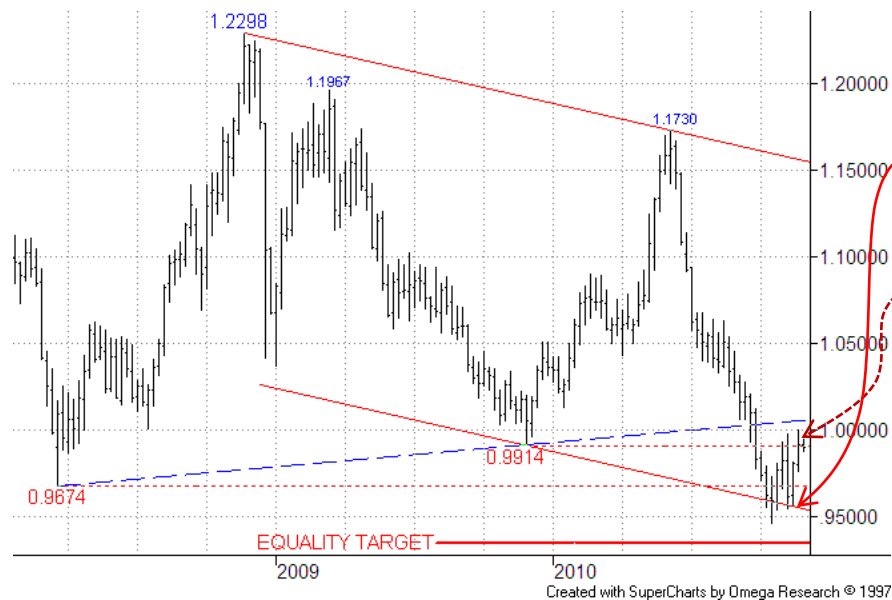
- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Dollar Swiss – Monthly Chart:

The 2008 low recently failed, turning focus on a bear channel base projection at 0.8770.



Dollar Swiss – Weekly Chart:

The bear channel base here (different to that on the Monthly chart) is trying to support. Initially we look for resistance within 0.9914/1.0065, 2009 low and former rising support line.

Keep in mind lower potential support from an equality target at 0.9345 (1.2298/0.9914 downmove extended off 1.1730 Jun high).



Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

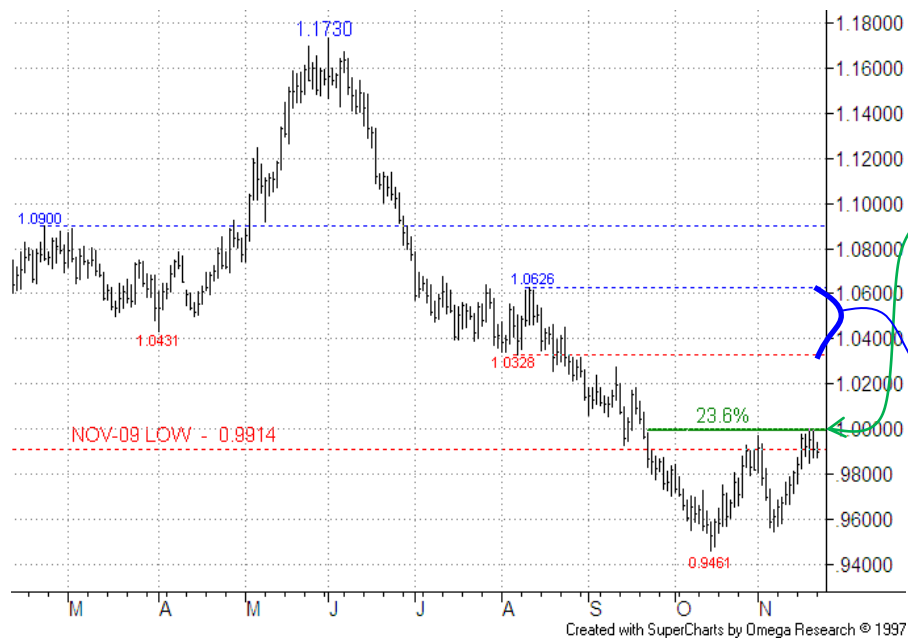
- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

Dollar Swiss



Dollar Swiss – Daily Chart:

The market has s/term stabilized, currently finding resistance from the 23.6% recovery level at 1.0000 – as before, a push through here would be s/term bullish now.

Attention would then turn to the higher band of resistance at 1.0328/ 1.0626 which should be difficult to overcome.

We maintain a bear stance for now.



Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

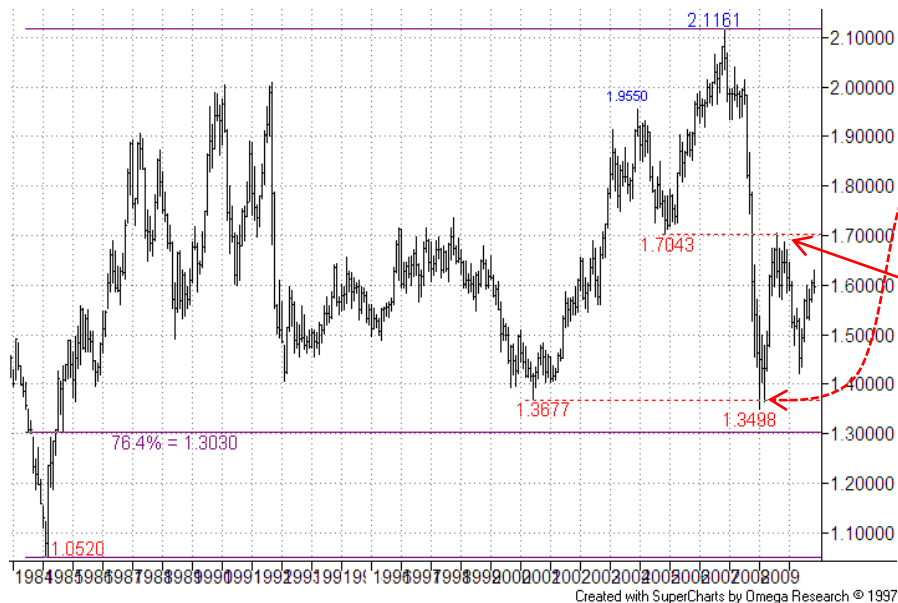
- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

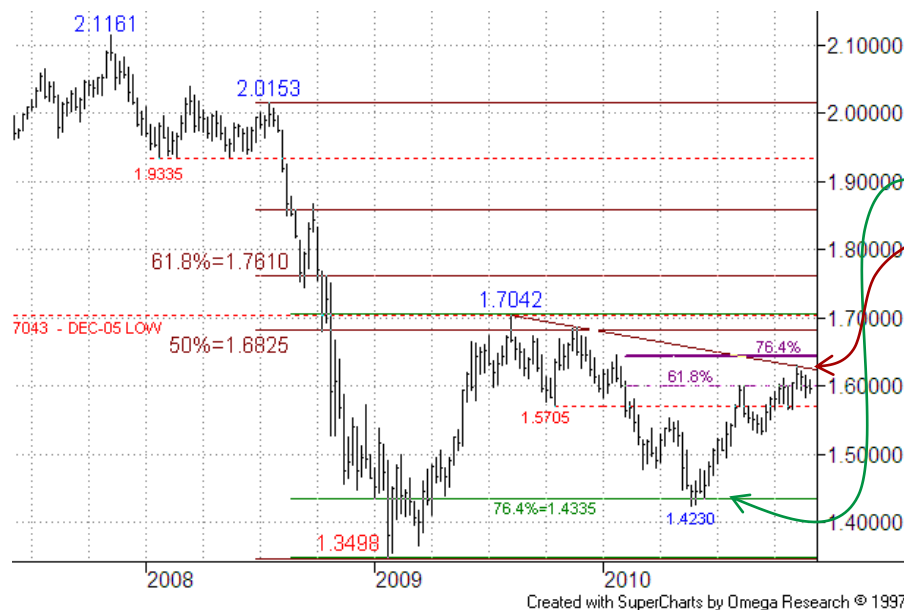
Sterling Dollar



Sterling Dollar – Monthly Chart:

Recovery after briefly eroding the 1.3677 Jun-01 low confirmed the importance of this area of support.

The 1.7043 Dec-05 low then provided clear resistance.



Sterling Dollar – Weekly Chart:

Good support came from the 76.4% pullback - subsequent bounce has now tested the falling resistance line.



Sterling Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

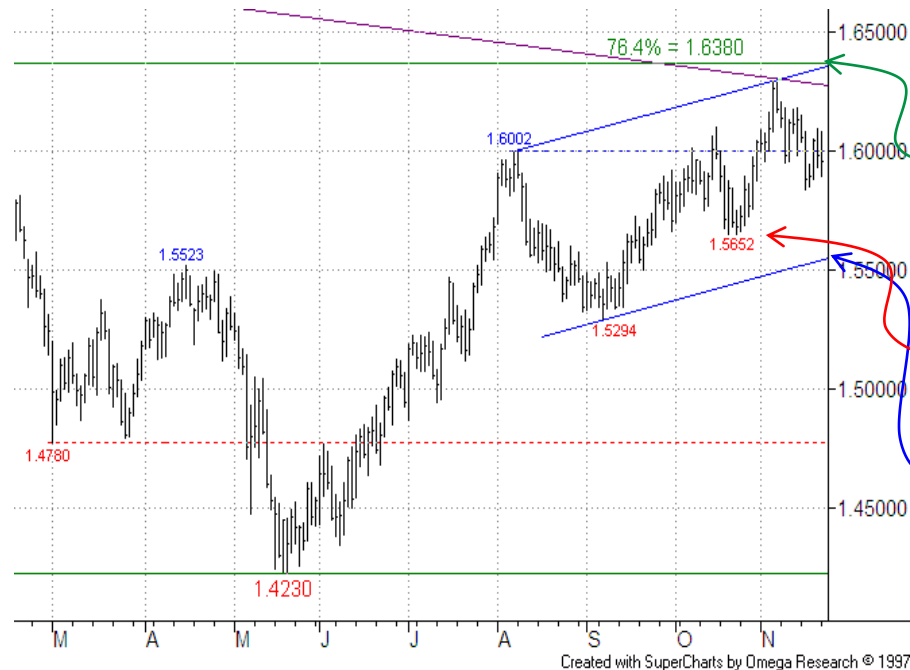
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Sterling Dollar - Daily Chart:

The chart has so far stayed short of the 76.4% 1.6380 level. The market could initially struggle to get through this.

Meanwhile shorter term momentum can be preserved while the 1.5652 20-Oct low stays intact. A more serious loss of momentum would be suggested on a break below the current channel base projection near 1.5550.

We maintain our bull stance for now.



US Dollar Index

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

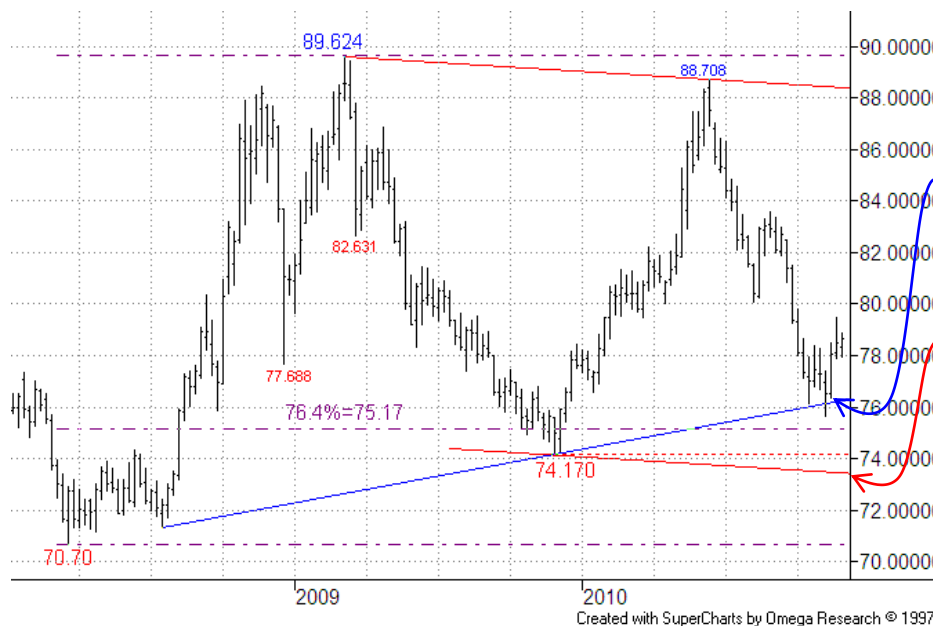
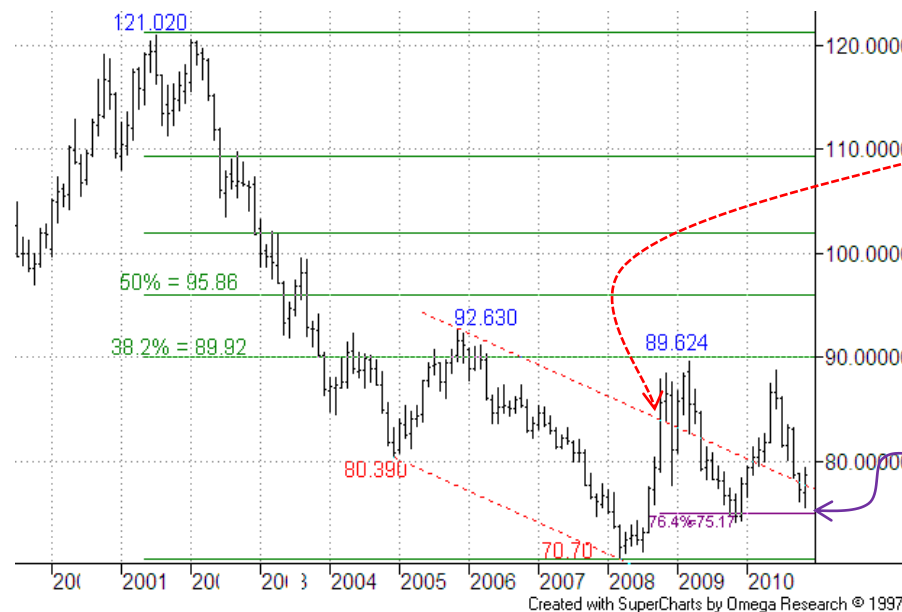
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer





US Dollar Index

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



US Dollar Index – Daily Chart:

The chart has tried to stabilize after support emerged from the bear channel base projection last month. The lower equality target at 74.936, Jun/Aug downmove extended off Aug high, stays out of reach for now.

The falling resistance line has stayed under pressure, with break through here providing an initial sign that downward momentum had weakened. This would be confirmed by a subsequent breach of the 06-Aug 80.085 low and 38.2% retracement just above.

We maintain a bear stance for now, though.



CROSSES

In **EURJPY** the bulls remain favoured, with dips seen as temporary. Weakness in **EURGBP** after a bull run continues to put pressure on key channel support. The pullback/consolidation in **EURCHF** is viewed as temporary. A recovery attempt in **GBPJPY** is underway, with long term 76.4% retracement providing residual support.

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

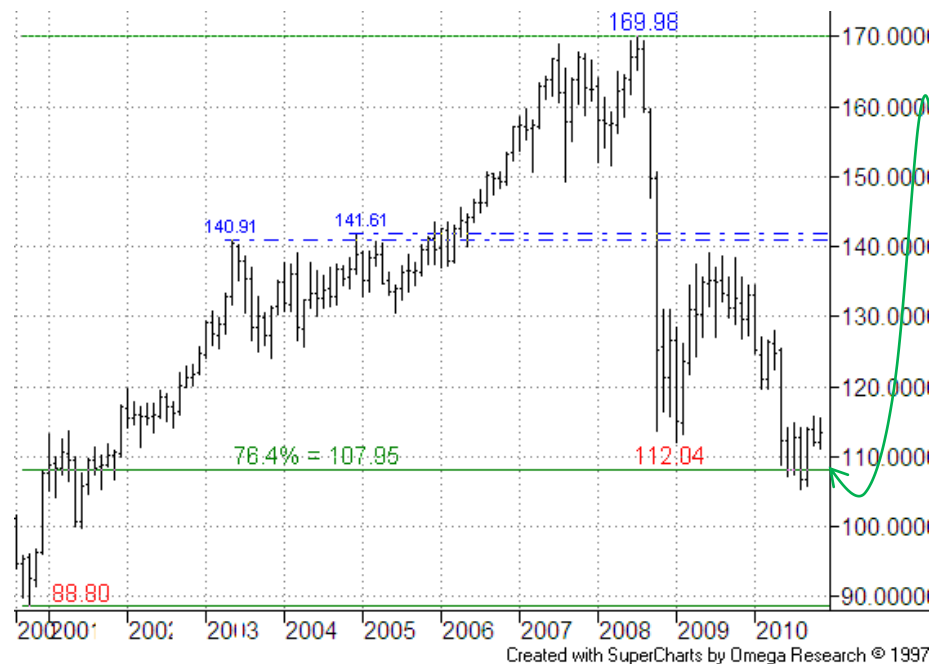
- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

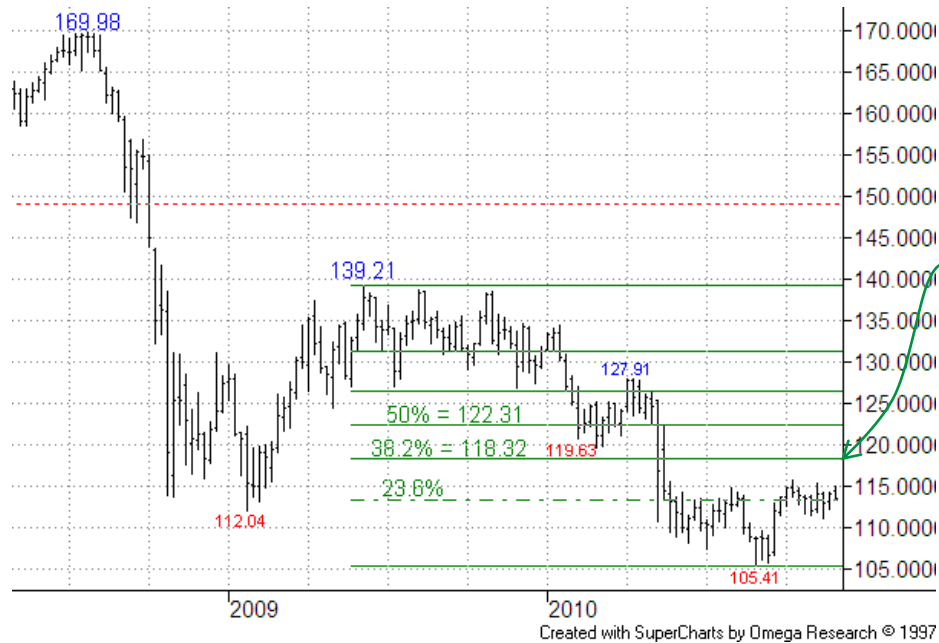
- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

Euro Yen



More





Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

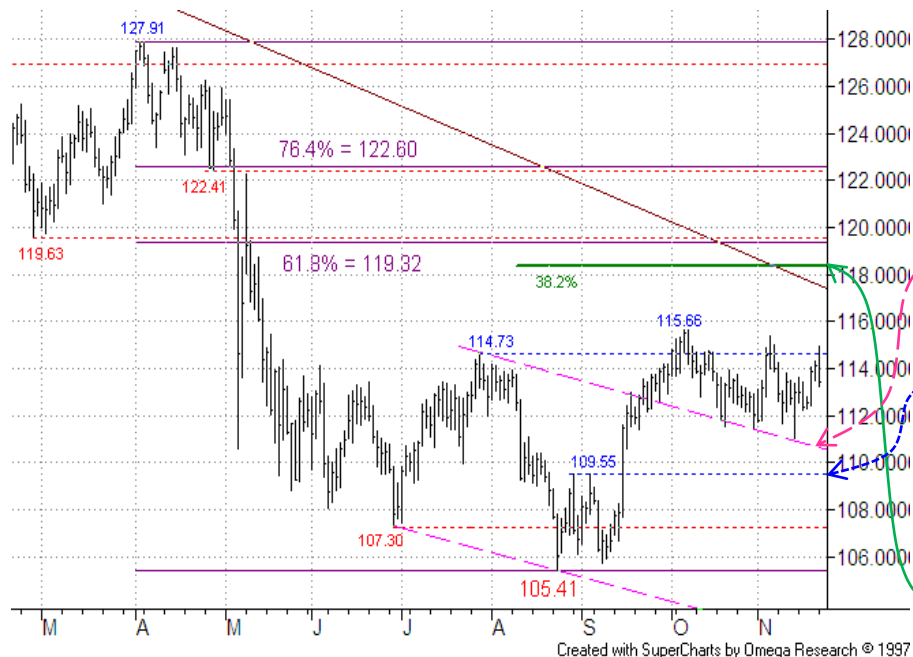
- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

Euro Yen



Euro Yen – Daily Chart:

Not much change here, with the outlook still seen as positive and the current consolidation continuing to find support from the top of the former s/term bear channel top.

We also keep in mind the lower support offered by prior s/term highs at 109.55 – **buyers on dips will favour stops at least below here.**

Upside focus remains on higher levels such as the 118.32 38.2% retracement from the Weekly chart. Also note a shorter term 61.8% level on the Daily chart, at 119.32, which lies close to the 119.63 Feb low. Resistance looks likely here.

We maintain a bull stance here.



Euro Sterling

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

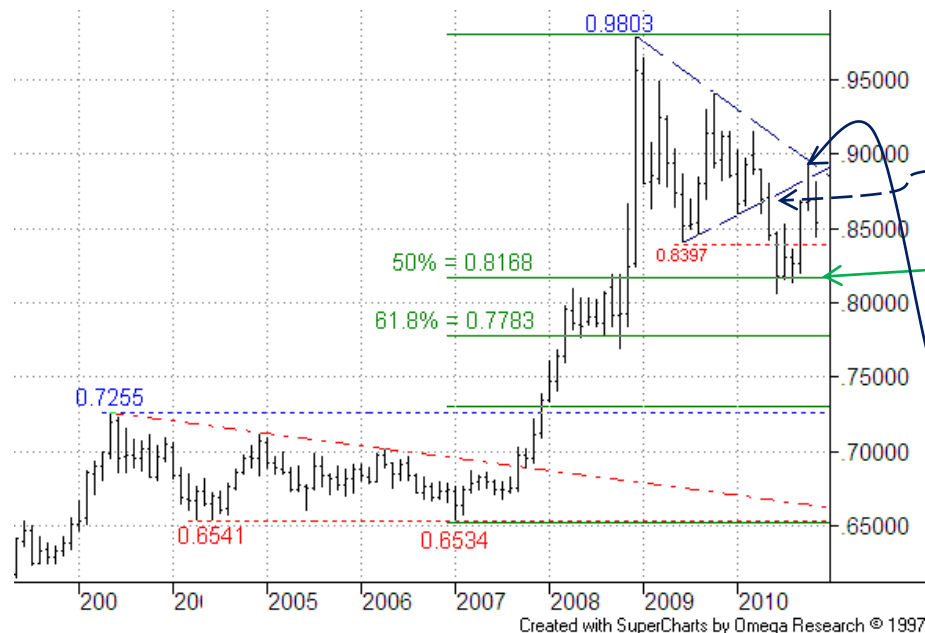
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Euro Sterling – Monthly Chart:

Prior breaks of support signalled a medium term bear move underway, with a 50% pullback level providing effective support.

The current rally is presumed temporary – note resistance here from the old triangle has been effective, prompting retreat.



Euro Sterling – Weekly Chart:

Earlier this year breaks of the rising support lines and 0.8397 Jun-09 low implied the longer term chart had topped out.

Support from a 76.4% retracement level at 0.8190 was eroded, but only briefly. This should come under fresh pressure in due course.



Euro Sterling

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

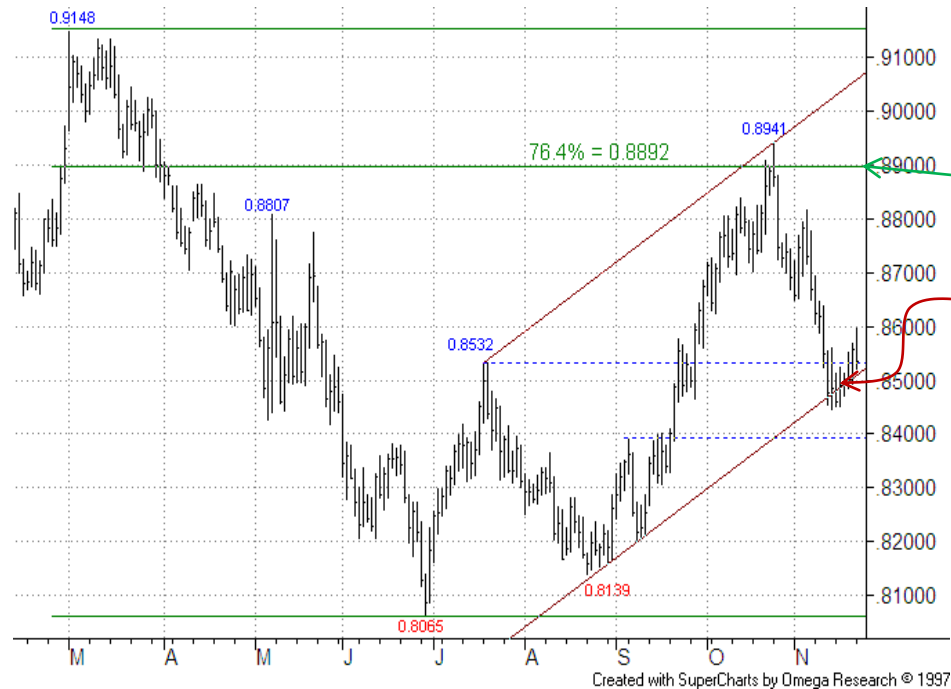
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Euro Sterling – Daily Chart:

After the slip back from the 76.4% recovery level (which ties in with resistance from the weekly chart) pressure has stayed on the bull channel base projection. As before, a clear breach of this would show that prior bull momentum had faded.

Subsequent rallies should then prove short-lived.

We maintain a sidelined stance for now.



Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

Euro Swiss



Euro Swiss – Monthly Chart:

Downward pressure remains on this chart, following a temporary halt.

The old 1.4296/1.4391 lows offer resistance now.



Euro Swiss – Weekly Chart:

Recovery prompted by the long term bear channel base exceeded the 23.6% retracement (of the downmove from Dec-08 1.5881 high), but so far has shied away from higher 1.3955 38.2% level.

The recent **key reversal week** marked the start of a period of correction.



Euro Swiss

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

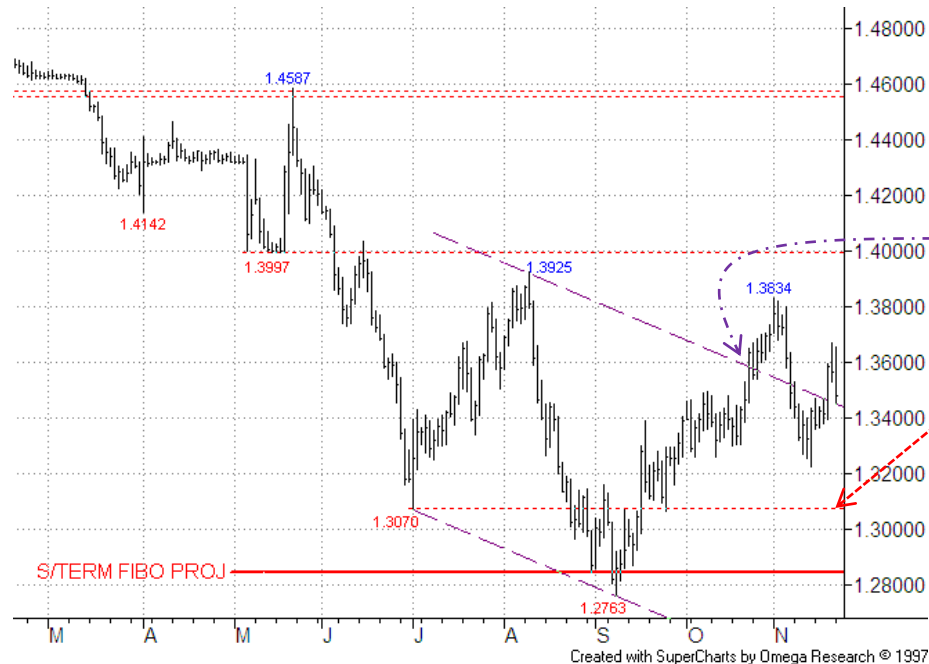
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Euro Swiss – Daily Chart:

The current correction phase is viewed as temporary after the earlier breach of the bear channel top projection, with previous bear momentum having weakened.

For now, we keep in mind possible support from around the early Jun 1.3070 low. **At this stage any speculative buyers near here would need initial stops below the 1.2763 08-Sep low.**

We maintain a sidelined stance for now, while leaning towards the bull camp.



Sterling Yen

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

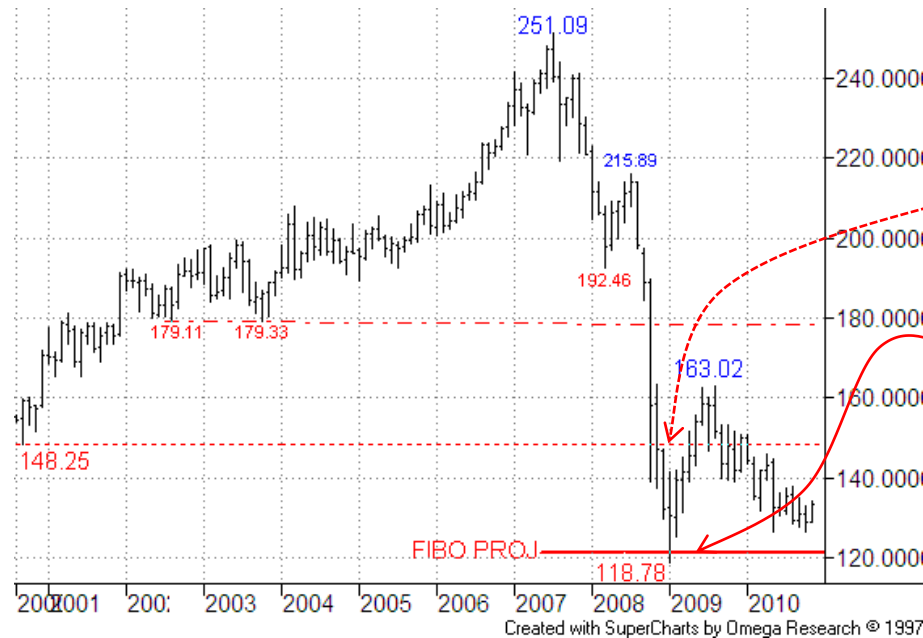
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Sterling Yen – Monthly Chart:

The substantial fall here breached the level of the major 148.25 Sep-2000 low in 2008.

Continuation downward saw a test of a Fibo projection around 121.00.

The market recovered back above that old 148.25 low, but failed to stay above.



Sterling Yen – Weekly Chart:

See how the downmove in 2010 has continued to fail to hold below the 76.4% level when tested/eroded.

We here show the 23.6% recovery level of the 2009/2010 decline, around 135.00. A break through this would provide the first bull sign.



Sterling Yen

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



Sterling Yen – Daily Chart:

The bear channel tops have been eroded now, following recovery from the May low area.

However, more key is the 135.00 area, where the 17-Sep high coincides with the 23.6% recovery level to provide dual resistance – a break above this would provide an initial bull signal here.

We maintain a sidelined stance for now, but ready to go bullish.



MINORS

In **USD/CAD** support is coming from an old 76.4% level. **AUD/USD** bulls have been strong but s/term resistance is emerging. Gains in **NZD/USD** neared its 2008 peak, but a pause has been seen. **USD/ZAR** has reverted to consolidation s/term. In **USD/SGD** the Sep breach of the major 2008 low favours bears still.

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

US Dollar CAD Dollar



US Dollar CAD Dollar – Monthly Chart:

The recovery off the 0.9056 Nov-07 low failed to reach the next retracement level of the 2002-2007 losses, at 61.8%.

The subsequent pullback proved to be deep.



US Dollar CAD Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



US Dollar CAD Dollar – Weekly Chart:

Earlier in the year the market tested the 76.4% level at 1.0000, also the centre of congestion from 2008, where good support emerged.

The 23.6% recovery level has resisted and, now, that 76.4% support is again under scrutiny, but still trying to provide support.



US Dollar CAD Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



US Dollar CAD Dollar – Daily Chart:

Following failure to recover through resistance from the 1.0379 23-Sep high there remains a bear threat. This high still needs overcoming in order to weaken the bears.

The 0.9926 Apr low, and bear channel base projection at 0.9850 currently, remain next supports.

We maintain a sidelined stance for now.



AUS Dollar US Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



AUS Dollar US Dollar – Monthly Chart:

The recovery off old 76.4% support has finally seen violation of the 2008 peak.

There is possible resistance from around 1.0250, the long term bull channel top projection.



AUS Dollar US Dollar – Weekly Chart:

After the breach of the 2009 0.9405 high the 0.9849 2008 peak has also yielded, with the chart structure still favouring bulls.

Higher resistance is offered by the channel top projection, at 1.0885 currently.



AUS Dollar US Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

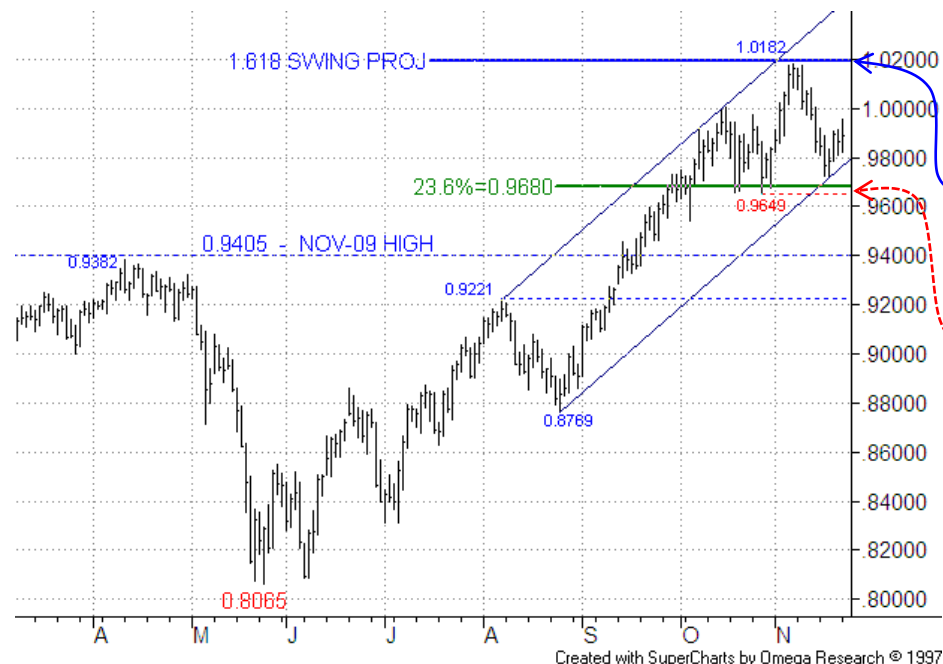
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



AUS Dollar US Dollar – Daily Chart:

The slip back from our 1.618 swing projection off the prior Apr/May decline, near to **1.0200**, has found temporary support from the current bull channel base – a drop below this and the 0.9649 27-Oct low would be the first sign of momentum loss. This would also violate the 23.6% retracement level.

Lower down the 2009 0.9405 high now offers support.

We maintain a bull stance for now.



NZ Dollar US Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

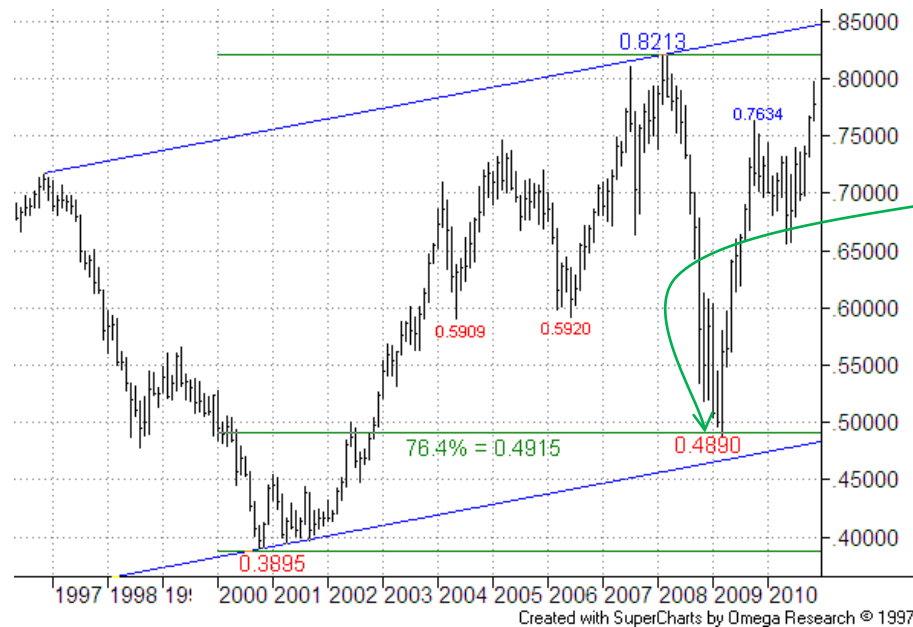
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

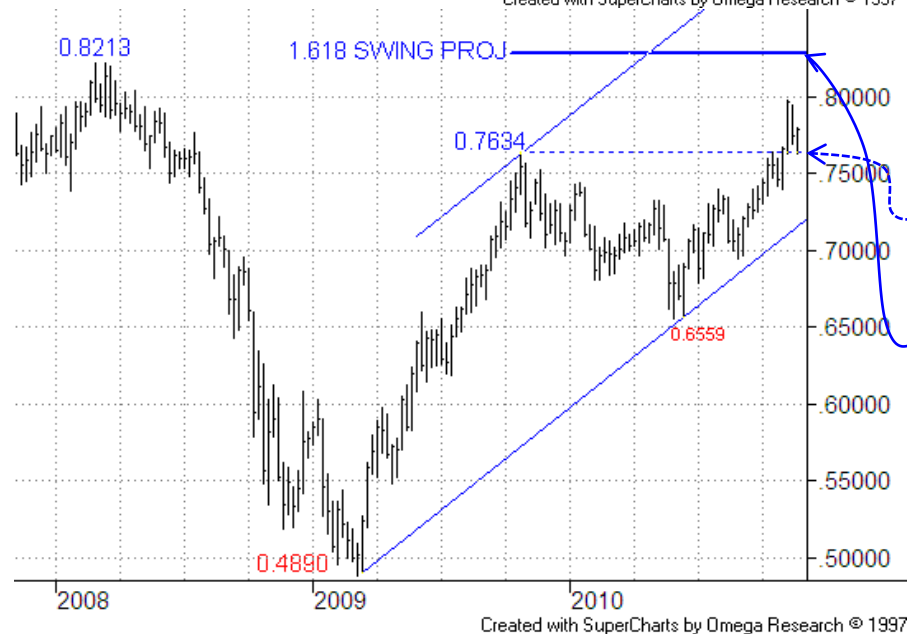
- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



NZ Dollar US Dollar – Monthly Chart:

Recovery off the 76.4% retracement area is almost complete, with the major 0.8213 Mar-08 high not far off.



NZ Dollar US Dollar – Weekly Chart:

The current bull move recently violated the Oct-09 high, which reverts to first support now.

We have marked in the 1.618 swing projection off prior Oct-09/ May-10 downmove at **0.8300**, as possible resistance, should the 2008 peak be pierced.



NZ Dollar US Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

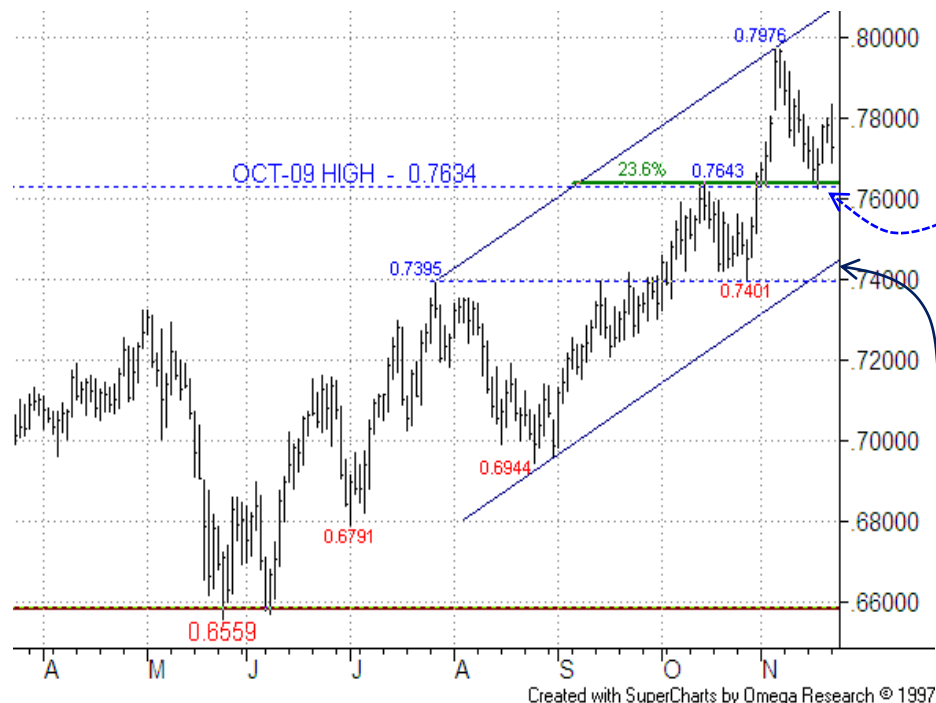
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



NZ Dollar US Dollar – Daily Chart:

The s/term pullback has found initial support around the old Oct-09 high, 0.7643 14-Oct high and 0.7640 23.6% retracement, perhaps not surprisingly.

Breaking this would be s/term negative but momentum will only take a serious knock if the market slips back below the late Oct take-off point at 0.7400, which would see the bull channel base violated too. **Any buyers on dips will likely have stops below 0.7400, this being a clear risk level.**

We maintain a bull stance here.



US Dollar SA Rand

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

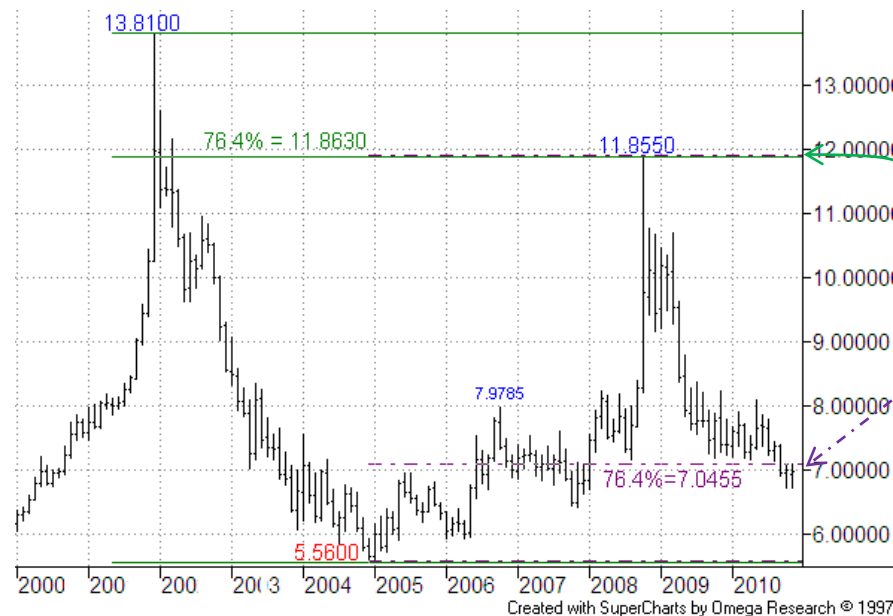
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



US Dollar SA Rand – Monthly Chart:

Clear resistance was found at the long term 76.4% recovery level.

Subsequent weakness turned out to be quite pronounced, and was supported by the 76.4% pullback level, which has now given way.



US Dollar SA Rand – Weekly Chart:

The long term rising support line had been working nicely, but has been breached now, with bias with the bears once more.

Next bear focus here is on the 2007 6.4000 low.



US Dollar SA Rand

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



US Dollar SA Rand – Daily Chart:

Recent action has held above our Fibo projection at 6.5700, the 1.618 swing projection off prior Apr/May rally, following support from the bear channel base in mid-Oct.

The current bear channel top has come under attack, and note the nearby 23.6% recovery level too – a push through this resistance would call for higher shorter term targets, but any rally should be temporary.

The 7.1460 Apr low and 7.2350 38.2% offer not inconsiderable resistance to a concerted bull effort.

We maintain a bear stance for now.



Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

CROSSES

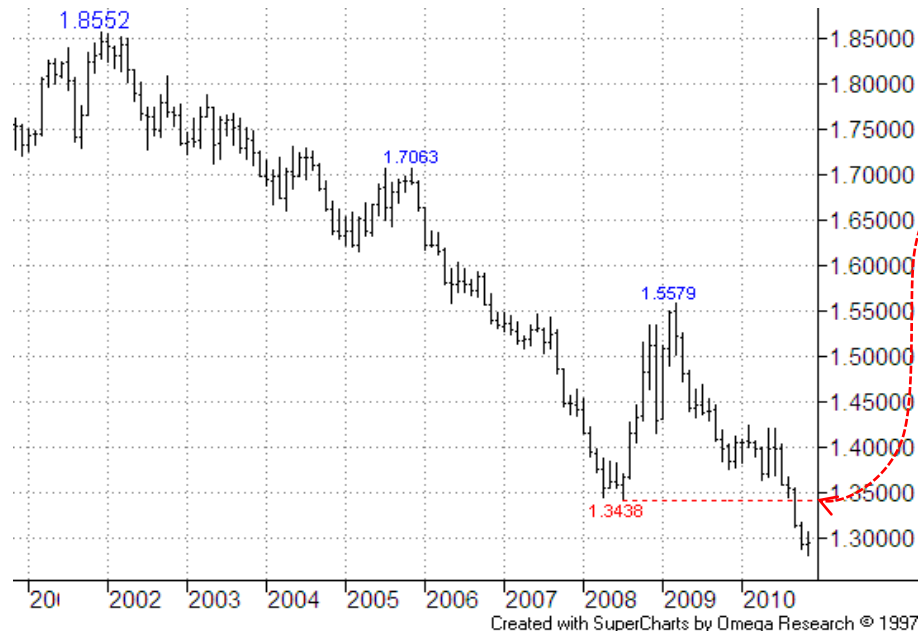
- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer

US Dollar SING Dollar



US Dollar SING Dollar – Monthly Chart:

The clear break below the Jul-08 low confirms the long term bears are back in control.



US Dollar SING Dollar – Weekly Chart:

With the major 1.3438 2008 low breached the next downside focus is on potential bear channel base support around 1.2630 currently.



US Dollar SING Dollar

Summary

MAJORS

- + Euro Dollar
- + Dollar Yen
- + Dollar Swiss
- + Sterling Dollar
- + US Dollar Index

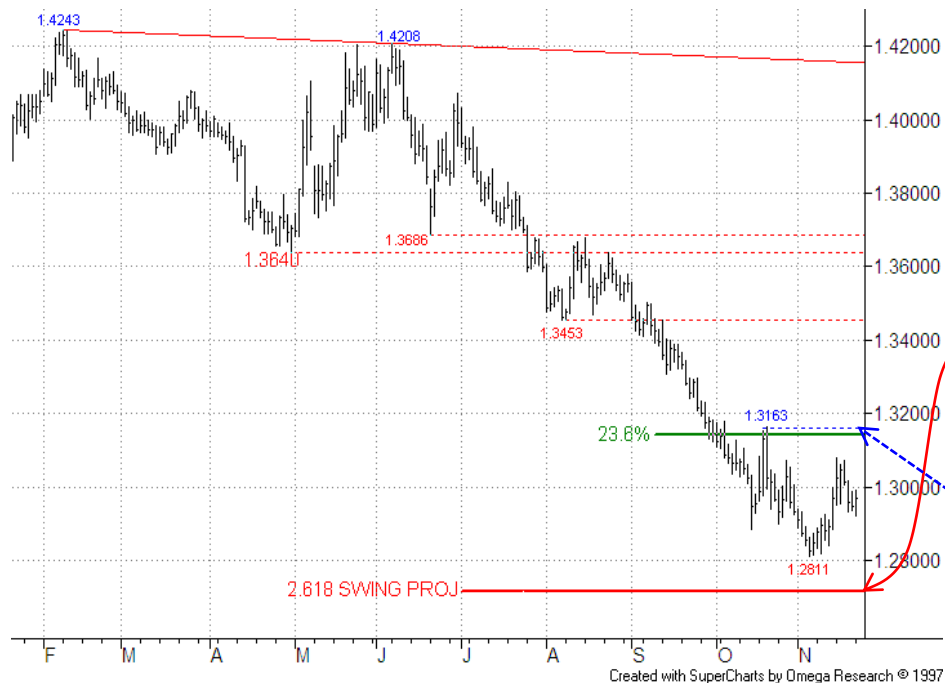
CROSSES

- + Euro Yen
- + Euro Sterling
- + Euro Swiss
- + Sterling Yen

MINORS

- + US Dollar CAD Dollar
- + AUS Dollar US Dollar
- + NZ Dollar US Dollar
- + US Dollar SA Rand
- + US Dollar SING Dollar

Disclaimer



US Dollar SING Dollar – Daily Chart:

The structure of the chart looks to be changing, although nothing confirmed yet – we can't yet say if bears are tiring.

So we keep in mind the underlying Fibo projection, the 2.618 swing off the larger Apr/Jun recovery, at **1.2720**.

However, note the 1.3140/1.3163 area, current 23.6% bounce level and 20-Oct 1.3163 high – a break/close above this (tested intraday now) would be the first shorter term positive sign.

We maintain a bear stance for now.



SEVEN DAYS AHEAD

Authorised and Regulated by the FSA

124 REGENTS PARK ROAD LONDON NW18XL

TEL +44 (0) 7849 922573 E-MAIL msturdy@sevendaysahead.com,
pallwright@sevendaysahead.com

WEB SITE SEVENDAYS Ahead.COM

The material and information set out in this research is not intended to be a quote of an offer to buy or sell any financial products. Any expression of opinion is based on sources believed to be reasonably reliable but is not guaranteed as to accuracy or completeness.

The material and information herein is general and for informational purposes only. Although Seven Days Ahead endeavours to provide useful information they make no guarantee as to the accuracy or reliability of the research.

The derivative market comprises volatility and considerable risks. To the maximum extent permitted by law no responsibility or liability can be accepted by Seven Days Ahead, any company or employee within its group for any action taken as a result of the information contained in this presentation. You are requested not to rely on any representation in this research and to seek specific advice from your accountant, legal adviser or financial services adviser when dealing with specific circumstances.

Seven Days Ahead is regulated by the UK Financial Services Authority.

[Back to main menu](#)