

06<sup>th</sup> December 2012

# Market Update:

## Is EUR/GBP Trying to Base?

UPDATE  
Technical



## Is EUR/GBP Trying to Base?

After a year-long downtrend in EUR/GBP support was found in July. Ensuing recovery found initial resistance and the cross has recently recovered towards this. A clear break higher would see a base formation completed.

### UPDATE Technical



### WEEKLY CHART:

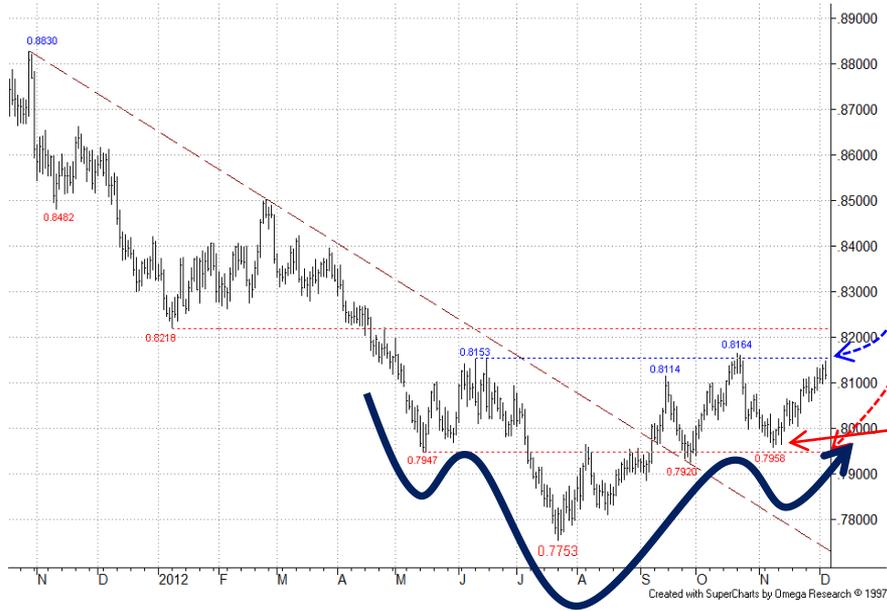
The recovery has already seen the 23.6% retracement exceeded. If a base is completed – see below – then focus would then be on the 0.8261 38.2% level, but the strength should be there to push on to the higher 0.8418 50% level.

More



# Is EUR/GBP Trying to Base?

## UPDATE Technical



### DAILY CHART:

Support from the old 0.7947 Mar low recently worked well and the cross has recovered towards earlier resistance around the 0.8153/64 highs. A clear break above these would complete a base formation (inverse head & shoulders) and herald glad tidings for the bulls.

At this stage the positive outlook would turn sour upon a reversal below the 0.7958 08-Nov low.





UPDATE  
Technical

## 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](mailto:msturdy@sevendaysahead.com),

[pallwright@sevendaysahead.com](mailto:pallwright@sevendaysahead.com)

WEB SITE [SEVENDAYS Ahead.COM](http://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.**