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Trade Pattern Ideas

# XAG/USD 1H Chart: Channel Down

Comment: The outlook on silver is strongly bearish, being that it has recently tested the upper bound of the falling wedge in the weekly chart, though we should be wary of a potential rally, considering the nature of the long-term pattern. During the next few days, the metal is expected to cover the distance between the upper and lower trend-lines that form the short-term channel. Even though the hourly and daily technical indicators are bullish, the price should bounce off of 15.39/36 and fall about 60 cents before there is a notable upward correction. The distribution between the bulls and bears in the SWFX market is in favour of a sell-off, as the precious metal is overbought—74% of open positions are long.

	Level	Rationale
Resistance 4	15.69	Weekly R1
Resistance 3	15.57/55	Daily R3; Feb 18 high
Resistance 2	15.45/42	Daily R2; weekly PP
Resistance 1	15.39/36	Daily R1; down-trend; 200-hour SMA
Support 1	15.29	Daily PP
Support 2	15.23	Daily S1
Support 3	15.12/11	Daily S2; weekly S1
Support 4	15.06	Daily S3

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

CAD/CHF 4H Chart: Double Top
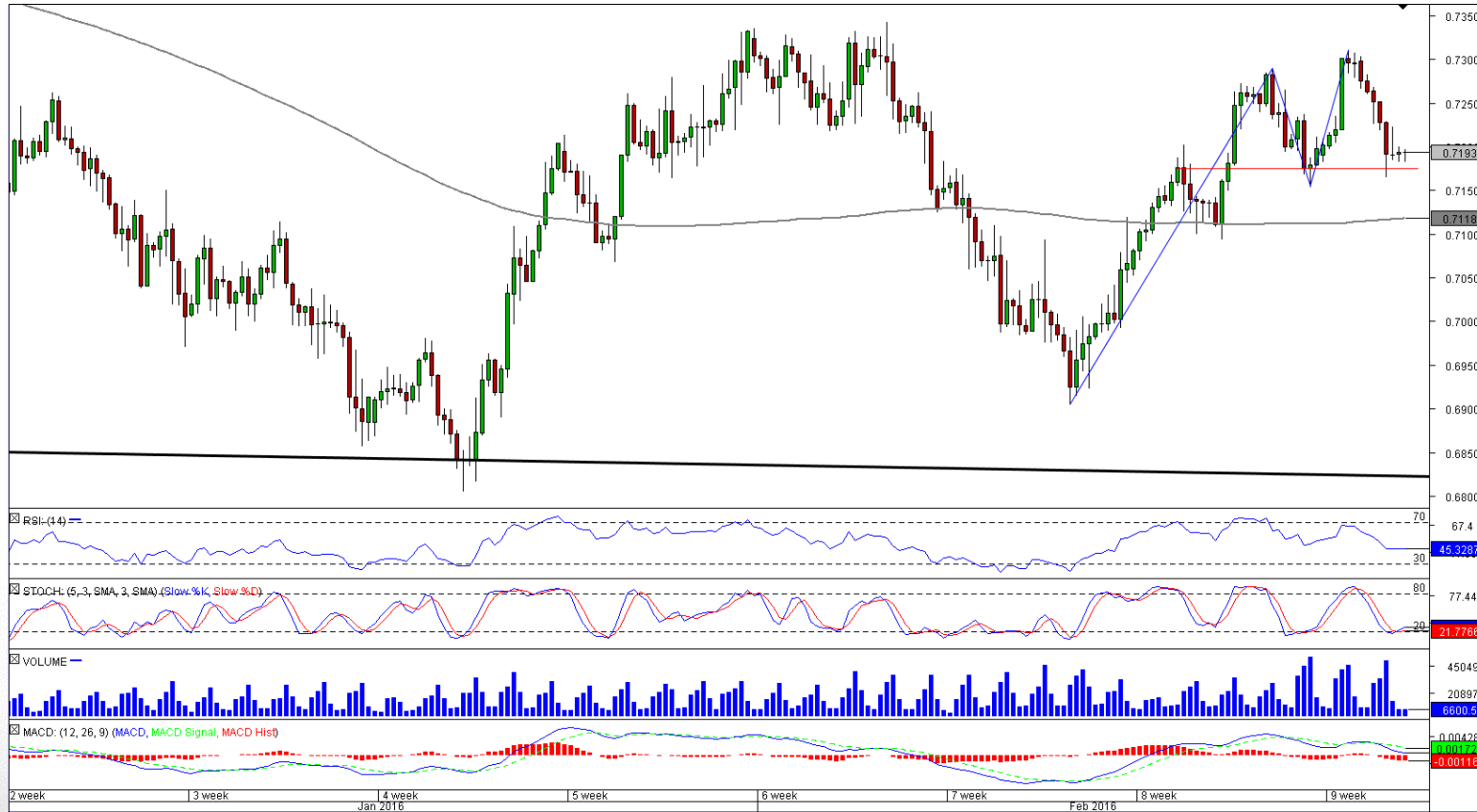
Comment: CAD/CHF is completing a double top in the middle of the major falling wedge (weekly chart). If the rate manages to close beneath the demand area at 0.7180/57, the pair will be set for a 150-pip decline. The technical studies confirm that this scenario is highly likely. However, there is also a notable support level at 0.7118, represented by the long-term moving average.

In case the bulls overpower their counterparts, the focus will shift to the solid 0.7342/07 supply zone, which is capable of stopping any recovery. As for the sentiment in the SWFX market, the attitude towards CAD/CHF is only slightly bearish—44% of positions are long and 56% are short.

	Level	Rationale
Resistance 4	0.7508	Monthly R1
Resistance 3	0.7416	Weekly R2
Resistance 2	0.7342	Feb high
Resistance 1	0.7310/07	Weekly R1; Feb 22 high
Support 1	0.7180/75	Weekly PP; neckline
Support 2	0.7157	Monthly PP
Support 3	0.7118	200-period SMA
Support 4	0.7070	Weekly S1

Indicator/Period	4H	Day	Week
MACD (12; 26; 9)	Sell	Sell	Buy
RSI (14)	Neutral	Neutral	Neutral
Stochastic (5; 3)	Neutral	Neutral	Neutral
ADX (14)	Sell	Neutral	Neutral
CCI (14)	Neutral	Neutral	Neutral
AROON (14)	Sell	Sell	Sell
Alligator (13; 8; 5)	Neutral	Neutral	Sell
SAR (0.02; 0.2)	Sell	Buy	Sell

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