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23/02/2016



Trade Pattern Ideas

USD/TRY 1H Chart: Channel Down



Comment: The overall outlook on USD/TRY is strongly bearish. The currency pair confirmed the downside breakout of the 16-month up-trend in the daily chart after an upward retracement from 2.89. Accordingly, we are likely to see USD/TRY preserve the bearish momentum until the price reaches the February low. However, there are notable supports in the way, such as the weekly S1 at 2.9264 and the Feb 10 low at 2.9180. The upside potential should be limited by the down-trend at 2.94, but the bias will stay negative as long as the pair is trading beneath the weekly pivot point and the 200-hour SMA. In the meantime, the SWFX sentiment is distinctly bearish, being that 74% of open positions are short.

	Level	Rationale
Resistance 4	2.9554/50	Weekly PP; up-trend
Resistance 3	2.9500	200-hour SMA
Resistance 2	2.9463	Daily PP
Resistance 1	2.9400	Down-trend
Support 1	2.9272/64	Daily and weekly S1
Support 2	2.9230	Down-trend
Support 3	2.9180	Feb 10 low
Support 4	2.9138	Daily S2

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

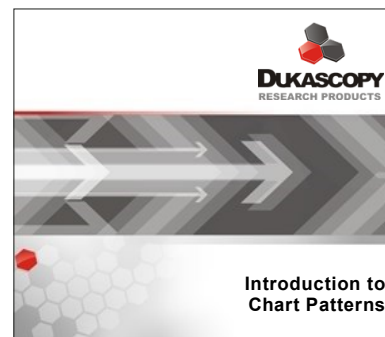
CHF/JPY 1H Chart: Channel Down



Comment: The Swiss Franc is likely to keep depreciating against the Japanese Yen. The price has recently broken through a major support line, and this implies a prolonged decline. Once CHF/JPY completes the current bullish correction near the upper bound of the emerging channel at 113.30 yen, a strong demand area at 111.50/30 will become the new target. There the price will meet the lowest level since 2014. Meanwhile, in case of a close above 113.30, the rally is not expected to develop a lot further, being that there is a wide but nonetheless dense supply zone at 114.00/113.70, consisting of the long-term trend-line, daily R1, and Feb 22 high. As for the sentiment, 65% of positions at the moment are long.

	Level	Rationale
Resistance 4	114.50/42	Daily R2; weekly PP
Resistance 3	114.00	Feb 22 high
Resistance 2	113.80/71	Daily R1; down-trend
Resistance 1	113.31/30	Daily PP; down-trend
Support 1	112.60	Daily and weekly S1
Support 2	112.21	Daily S2; down-trend
Support 3	111.51/28	Daily S3; weekly S2; 2014 low
Support 4	109.54	Weekly S3

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