



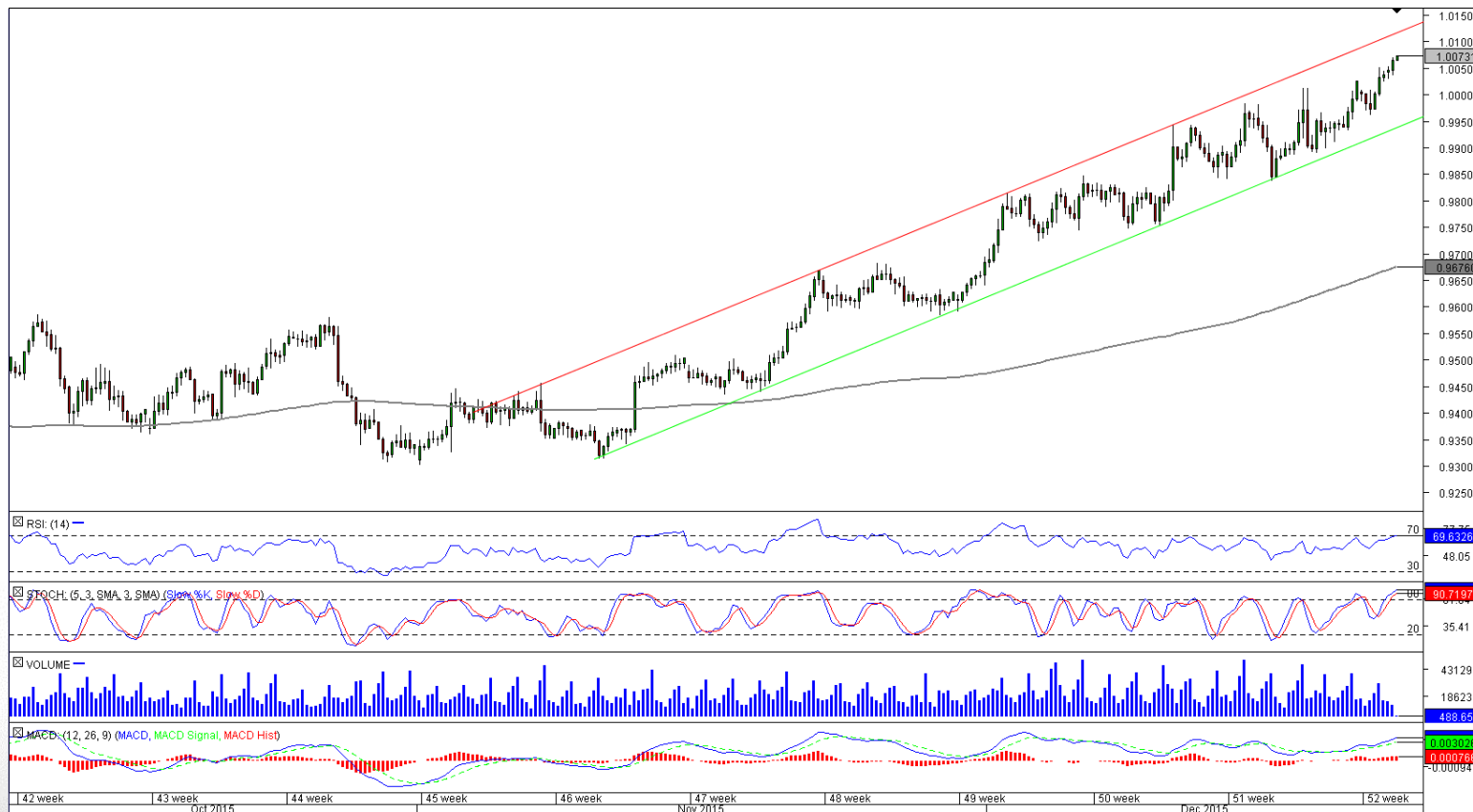
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Trade Pattern Ideas

AUD/CAD 4H Chart: Channel Up



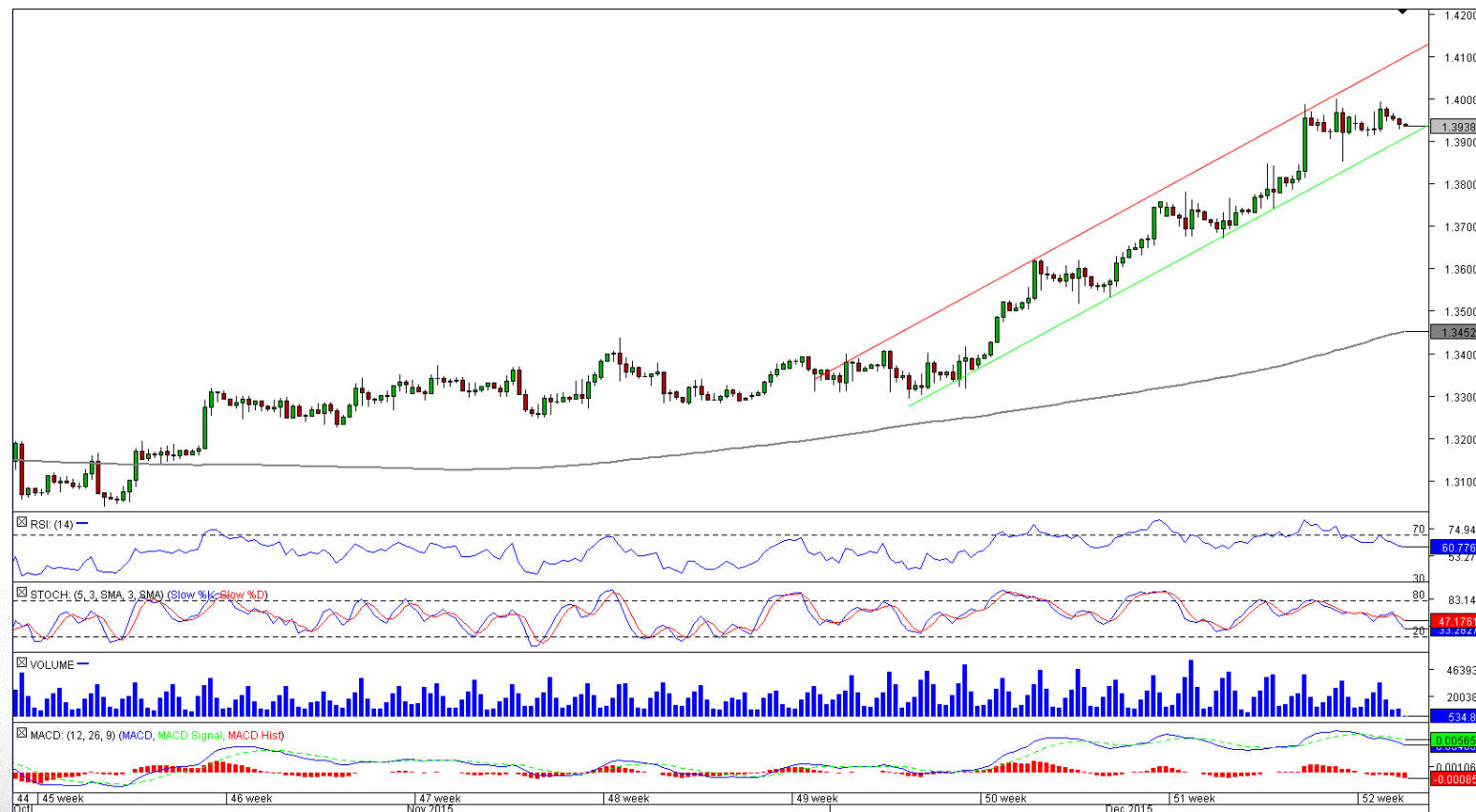
Comment: The overall outlook on AUD/CAD is bullish. The currency pair is trading in a high-quality ascending channel and above the 200-period SMA. At the same time, the daily and weekly technical indicators are largely pointing upwards. Moreover, most of the open positions are short, meaning the Aussie is oversold and a substantial increase in supply is unlikely.

However, in the near term the risks are considered to be skewed to the downside, being that the exchange rate is approaching the upper trend-line of the pattern. During this week the price is expected to turn around between the January high and monthly R3 and complete a downward correction.

	Level	Rationale
Resistance 4	1.0351	2014 Apr high
Resistance 3	1.0274/52	Weekly R3; 2014 Jun high
Resistance 2	1.0170/50	Weekly R2; monthly R3; up-trend
Resistance 1	1.0091/88	Weekly R1; Jan high
Support 1	0.9963	Weekly PP; up-trend
Support 2	0.9926/01	Weekly S1; monthly R2
Support 3	0.9838	Dec 15 low
Support 4	0.9792/77	Weekly S2; monthly R1

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

USD/CAD 4H Chart: Channel Up



Comment: After hitting a solid resistance level 1.40 the currency pair has entered a consolidation phase, but the lower boundary of the recently formed channel remains intact. Accordingly, our bias towards the US Dollar is positive, and there should soon be a rebound from the rising support line at 1.3916. Once and if the obstacle at 1.40 is out of the way, the next target will be at 1.4158, represented by the 2003 August high.

Alternatively, in case demand around 1.39 proves insufficient to trigger a rally, the Greenback will probably depreciate until the price falls to 1.3675, where the monthly R2 merges with the Dec 15 low.

	Level	Rationale
Resistance 4	1.4205	Weekly R2
Resistance 3	1.4158	Up-trend; 2003 Aug high
Resistance 2	1.4081	Weekly R1
Resistance 1	1.4000	Dec 18 high
Support 1	1.3916	Monthly R3; up-trend
Support 2	1.3877	Weekly PP
Support 3	1.3754	Weekly S1
Support 4	1.3676/74	Monthly R2; Dec 15 low

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



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