



**DUKASCOPY**  
RESEARCH PRODUCTS

07/01/2016



**Trade Pattern Ideas**

# GBP/USD 1H Chart: Channel Down



**Comment:** GBP/USD has been in a strong down-trend for quite a while now, namely since the last quarter of the previous year. However, despite the currency pair forming a bearish channel, the prospects are ambivalent, considering that the technical indicators do not support further depreciation of the Sterling and the price is approaching a significant support level at 1.4566, represented by the 2015 low. Still, as long as the falling resistance line (currently at 1.47) remains intact, the bias is negative, and a close beneath 1.4566 will confirm the bearish outlook. At the same time, above 1.47 the Cable should target the 200-hour moving average, which is presently found at 1.4767.

	Level	Rationale
Resistance 4	1.4719	Daily R2
Resistance 3	1.4700	Down-trend
Resistance 2	1.4675/68	Daily R1; weekly S1
Resistance 1	1.4638	Daily PP
Support 1	1.4594/93	Daily S1; weekly S2; down-trend
Support 2	1.4566/58	Daily S2; 2015 low
Support 3	1.4514	Daily S3
Support 4	1.4459	Weekly S3

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

# CHF/JPY 1H Chart: Channel Down



**Comment:** During the last two weeks the price of the Swiss Franc managed to fall by five yen, and there is still potential for the currency to lose some 3-3.5 yen more in the not-too-distant future. There are no important support levels nearby (350 pips between the spot and 2015 low), and the longer-term technical indicators are mostly giving 'sell' signals. In the short run CHF/JPY is also bearish. We expect the rate to bounce off of 118 and decline down to 116 before there is any significant upward correction within the recently established channel. As for the sentiment, however, the Franc appears to be somewhat oversold—65% of open positions in the SWFX market are short.

	Level	Rationale
Resistance 4	119.20/11	Daily R3; weekly S1
Resistance 3	118.71	Daily R2
Resistance 2	118.28/17	Daily R1; weekly S2
Resistance 1	117.90	Down-trend
Support 1	117.68	Daily PP
Support 2	117.13	Daily S1
Support 3	116.70/64	Daily S2; weekly S3
Support 4	116.09	Daily S3; down-trend

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





**Newest releases and archive:**

- Fundamental Analysis
- Technical Analysis
- Press Review
- Market Research
- Expert Commentary
- Dukascopy Sentiment Index
- Trade Pattern Ideas
- Global Stock Market Review
- Commodity Overview
- Economic Research
- Quarterly Report
- Aggregate Technical Indicator

**Additional information:**

- Dukascopy Group Home Page
- Market News & Research
- FXSpider
- Live Webinars
- Dukascopy TV
- Daily Pivot Point Levels
- Economic Calendar
- Daily Highs/Lows
- SWFX Sentiment Index
- Movers & Shakers FX
- Forex Calculators
- Currency Converter
- Currency Index
- CoT Charts

**Social networks:**



**Disclaimer**

Everything in this article, including opinions and figures, is provided for informational purposes only and may not be interpreted as financial advice or solicitation of products. Dukascopy group assume no responsibility for the completeness or the accuracy of any data contained in this article. Financial figures indicated in this article have not been verified by the Dukascopy group. Views, opinions and analyses are those of the author of the article, and are not endorsed by the Dukascopy group.

Dukascopy group waive any and all warranties, express or implied, regarding, but without limitation to, warranties of the merchantability or the fitness for a particular purpose, with respect to all information in this article. Dukascopy group shall under no circumstances be responsible for any direct, indirect, consequential, contingent or any other damages sustained in connection with the use of this article.