



DUKASCOPY
RESEARCH PRODUCTS

12/01/2016



Trade Pattern Ideas

GBP/USD 1H Chart: Channel Down



Comment: The Cable keeps trading between two falling parallel trendlines, and it seems that the momentum will be preserved for a while. The rallies are to be capped by 1.4580, and even a break-out to the upside will not imply a prolonged recovery, being that around 1.4650 resistance is created by the daily R2, Jan 8 high, and 200-hour SMA. The immediate support is at 1.4495/90, but expect a sell-off down to 1.4450/40 before there is a notable upward correction. As for the longer-term prospects, there is a solid possibility of the price slowly descending towards 1.4230, namely the lowest level since 2010. Meanwhile, the Sterling is still not oversold—65% of positions are long.

	Level	Rationale
Resistance 4	1.4662/46	Daily R2; Jan 8 high; 200-hour SMA
Resistance 3	1.4615/01	Daily R1; weekly PP
Resistance 2	1.4580	Down-trend
Resistance 1	1.4548	Daily PP
Support 1	1.4494/92	Daily S1; Jan 10 low
Support 2	1.4439	Daily S2; down-trend
Support 3	1.4414	Weekly S1
Support 4	1.4382	Daily S3

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

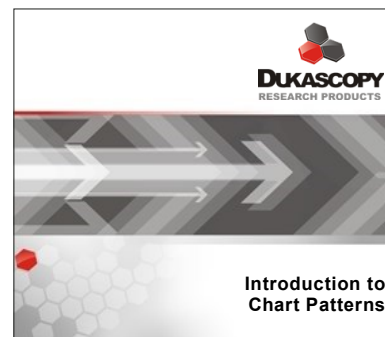
GBP/NZD 1H Chart: Channel Up



Comment: GBP/NZD has successfully completed its bearish correction since the last time we reviewed the pair. This means the British Pound is now in a good position to resume the recovery from 2.15 started at the very end of 2015. The bullish outlook is also reinforced by the four-hour and daily indicators, and the price is expected to surpass the January 10 high and rise up to the 2.2470/30 supply area, where it will meet the weekly R1 level and the upper boundary of the channel. Alternatively, in case of a dip through 2.21, the first target will be the weekly pivot point, followed by the major demand zone circa 2.19, where the 200-hour moving average merges with the January 7 low.

	Level	Rationale
Resistance 4	2.2518	Daily R3
Resistance 3	1.2468/30	Daily R2; weekly R1; up-trend
Resistance 2	2.2342/03	Daily R1; Jan 10 high
Resistance 1	2.2215	Daily PP
Support 1	2.2100/2.2087	Daily S1; up-trend
Support 2	2.2013/00	Daily S2; weekly PP
Support 3	2.1917/2.1872	Daily S3; Jan 7 low; 200-hour SMA
Support 4	2.1753	Weekly S1

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



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.