



DUKASCOPY
RESEARCH PRODUCTS

01/04/2016



Trade Pattern Ideas

EUR/USD 1H Chart: Channel Up



Comment: From the technical perspective, the Euro is likely to gain value during the next several days. First of all, the most popular currency pair has broken the eight-month down-trend resistance line, which exposed 1.15. Secondly, the price has already managed to form a channel, within the boundaries of which it is expected to ascend to the October 2015 high. Thirdly, the technical indicators, both in the four-hour and daily charts, are mostly pointing north. In addition to this, the number of short positions (58%) exceeds the number of longs (42%), meaning selling pressure is to stay depressed. Even if for some reason the exchange rate dips under 1.1370, the pair will still have a good chance of rebounding from the recently broken trend-line at 1.13.

	Level	Rationale
R4	1.1500	Up-trend; Oct 2015 high
R3	1.1469	Daily R2
R2	1.1425	Daily R1
R1	1.1395	Weekly R3
S1	1.1367	Daily PP; up-trend
S2	1.1340	Weekly R2
S3	1.1323	Daily S1
S4	1.1305	Down-trend

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

Friday, April 01, 2016
07:30 GMT

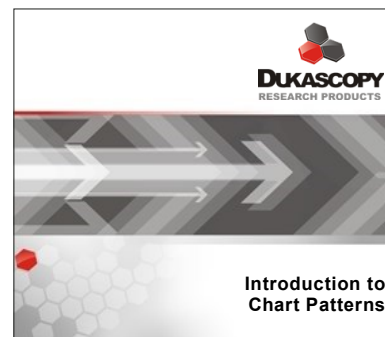
EUR/GBP 4H Chart: Channel Up



Comment: Even though EUR/GBP violated the six-month up-trend at the beginning of March, it managed to preserve bullish momentum. Now this trend-line serves as an upper edge of the emerging channel. However, while the near-term outlook on the pair is positive, we do not expect the rate to keep recovering for long. Considering the technical indicators in all three relevant time frames and the fact that a majority (69%) of the market participants is holding short positions, EUR/GBP is highly likely to update March high at 0.7950 in the nearest future. However, it should not be able to rise above resistance at 0.8040, which is the upper bound of the descending seven-year-old channel reinforced by the monthly R1.

	Level	Rationale
R4	0.8065	Aug 2014 high
R3	0.8040/31	Weekly R2; monthly R1; down-trend; up-trend
R2	0.7972	Weekly R1
R1	0.7947	Mar 23 high
S1	0.7881	Weekly PP; up-trend
S2	0.7842/31	Monthly PP; Mar 29 low
S3	0.7819/16	Weekly S1; 200-period SMA
S4	0.7775	Mar 20 low

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



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.