



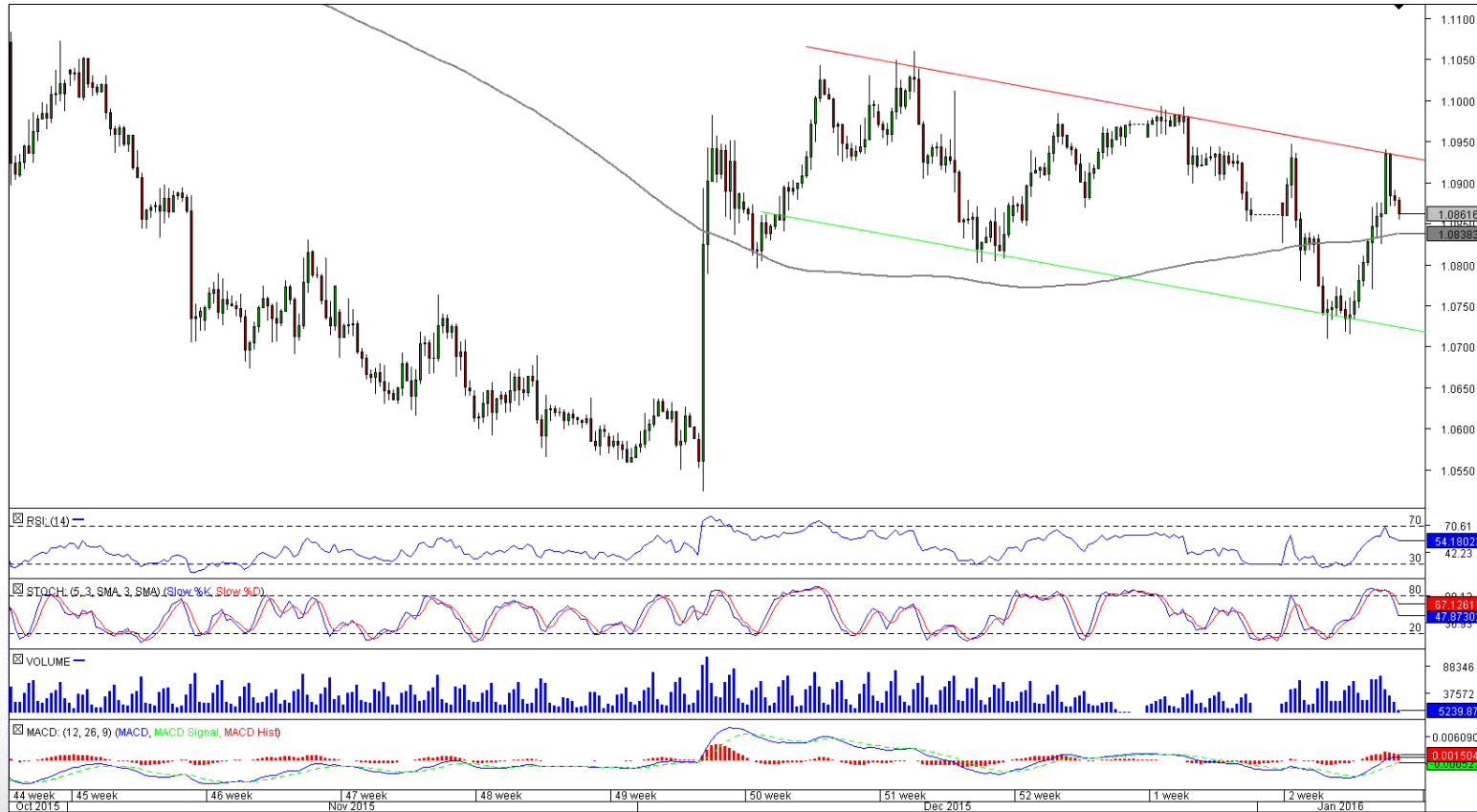
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Trade Pattern Ideas

EUR/USD 4H Chart: Channel Down



Comment: The pattern that is currently emerging in the four-hour chart of EUR/USD might be of low quality on the whole, but we are more interested in its upper trend-line, and it implies a strong sell-off next week. Resistance at 1.0950 is reinforced by the weekly R1 and January 4 high, making it a highly unlikely victim of today's potential rally, which is suggested by the four-hour technical indicators. However, at the same time we should note that there is a strong support area between 1.0840 and 1.0810, created by the monthly pivot point and the 200-period SMA. Once the pair is below this zone, the new target will be the lower boundary of the channel at 1.07.

	Level	Rationale
Resistance 4	1.1059/41	Weekly R2; Dec high
Resistance 3	1.0992	Dec 28 high
Resistance 2	1.0951/47	Weekly R1; Jan 4 high; down-trend
Resistance 1	1.0902	Weekly PP
Support 1	1.0838	200-period SMA
Support 2	1.0814/11	Weekly S1; monthly PP
Support 3	1.0762	Weekly S2
Support 4	1.0711	Down-trend; Jan 5 low

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

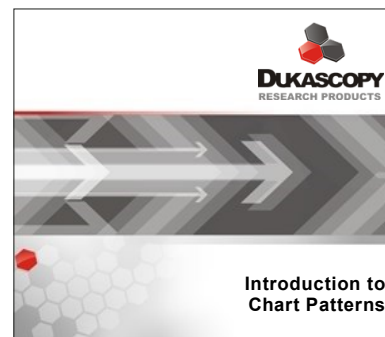
USD/CAD 1H Chart: Channel Up



Comment: USD/CAD is in a good position to rally from the current levels. The currency pair has just confirmed the lower trend-line that is forming the ascending channel, meaning we are likely to see a new bullish wave within the pattern. Additional arguments in favour of the Greenback's recovery are the four-hour indicators and the fact that the US Dollar is presently oversold (67% of positions are short), despite the currency's rally from 1.3810 this week. The rebound will probably extend up to 1.4230 before there is a significant downward correction. Meanwhile, if the price dives under 1.4050/40, the focus should shift to 1.3940, the current location of the 200-hour SMA.

	Level	Rationale
Resistance 4	1.4293	Daily R3
Resistance 3	1.4231	Daily R2; up-trend
Resistance 2	1.4173/71	Daily R1; Jan 7 high
Resistance 1	1.4112	Daily PP
Support 1	1.4080	Up-trend
Support 2	1.4054/40	Daily S1; weekly R3; Jan 7 low
Support 3	1.3993/90	Daily S2; weekly R2
Support 4	1.3942/35	Daily S3; 200-hour SMA

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



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