



DUKASCOPY
RESEARCH PRODUCTS

11/02/2016

EUR/USD GBP/USD USD/JPY XAU/USD



Technical Analysis

EUR/USD unchanged after volatile session



"The idea that you will be okay if you buy the dollar since the United States alone will be raising interest rates, is becoming difficult to justify."

- Sumitomo Mitsui Banking Corporation (based on Reuters)

Pair's Outlook

EUR/USD was turbulent on Wednesday, with intraday dips prolonging down to the 1.1160 mark. However, by daily close the bulls reclaimed leadership and sent the pair back to 1.1290, meaning they were uncertain about comments made by the Fed Chair Janet Yellen. Today we continue watching the first weekly resistance at 1.1330, followed by the upper Bollinger band at 1.1394. Success here will have major bullish implications for EUR/USD, which could surge up to 1.1460 (Sep high) in the next few days. Alongside, the key long-term support is offered by 200/20-day SMAs and the weekly PP at 1.1072/53.

Traders' Sentiment

Bullish market portion on the SWFX market has stalled at 39%, while pending orders are again set to buy the Euro in most of the cases.

Net Sentiment	Last	1 day ago	5 days ago	10-day avg.
Open Positions	-22%	-22%	-10%	-17%
Orders (±50 pips)	16%	-6%	10%	7%
Orders (±100 pips)	12%	-4%	20%	7%

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

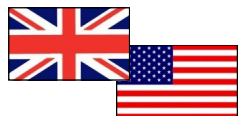
EUR/USD Daily Chart Current price: 1.1282



SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
1.1460			
1.1394			
1.1330			
1.1246			
1.1115			
1.1072			
			1.1
	1.08	1.08	
	1.05	1.05	1.05
	1.03		1.02
		1.01	

	Level	Rationale
Resistance 3	1.1460	Sep 2015 high
Resistance 2	1.1394	Bollinger band
Resistance 1	1.1330/44	Weekly R1
Support 1	1.1246	Monthly R3
Support 2	1.1115	Monthly R2
Support 3	1.1072/53	Weekly PP; 200/20-day SMAs

GBP/USD to keep edging higher



"We expect bearish GBP against EUR but bullish against USD on the back of USD weakness."

- Hong Leong (based on PoundSterlingLive)

Pair's Outlook

Even though the GBP/USD currency pair appreciated on Wednesday, it was unable to retain its position near intraday highs. Today the closest short-term resistance is represented by the Bollinger band, the 55-day SMA, the weekly and monthly R1s around 1.4675, but a surge of at least 110 pips in order to reach that area is doubtful. The bullish momentum, however, is expected to prevail, with the Cable remaining under the 1.46 mark. Furthermore, technical indicators keep giving bullish signals, suggesting a retreat towards the immediate support in face of the weekly PP is unlikely.

Traders' Sentiment

Bullish traders' sentiment returned to its Tuesday's level of 54%, whereas the number of sell orders added 4% points up to 55%.

Net Sentiment	Last	1 day ago	5 days ago	10-day avg.
Open Positions	8%	14%	10%	6%
Orders (±50 pips)	-8%	-16%	-12%	-3%
Orders (±100 pips)	-10%	-2%	-22%	-8%

Indicator/Period	Day	Week	Month
MACD (12; 26; 9)	Buy	Buy	Sell
RSI (14)	Neutral	Neutral	Neutral
Stochastic (5; 3; 3)	Neutral	Neutral	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

GBP/USD Daily Chart Current price: 1.4508



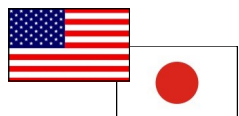
SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
		1.56	1.56
	1.55		
		1.51	1.52
1.5055	1.51	1.51	
1.4906	1.49		
		1.48	
1.4639			1.47
1.4467			
1.4380			
1.4266			

	Level	Rationale
Resistance 3	1.5055	Down-trend
Resistance 2	1.4906/53	Weekly R2; 100-day SMA
Resistance 1	1.4639/1.4705	Bollinger band; weekly and monthly R1s; 55-day SMA
Support 1	1.4467	Weekly PP
Support 2	1.4380/56	Monthly PP; 20-day SMA; up-trend
Support 3	1.4266	Weekly S1

USD/JPY falls on Fed rate hike delay speculation

Thursday, February 11, 2016

08:30 GMT



"The yen remains significantly undervalued according to our long-term valuation models leaving plenty of scope for further yen strength if global financial market conditions continue to deteriorate."

- Bank of Tokyo-Mitsubishi (based on WBP Online)




■ Pair's Outlook

The US Dollar sustained a rather heavy loss against the Japanese Yen yesterday, finding support only closer to the third target level. The Yen keeps strengthening and is expected to outperform the Buck for the fourth consecutive day today. The Bollinger band and the weekly S2 provide immediate support circa 113.15, but a drop deeper down, namely towards the monthly S3 at 111.78, is more probable. However, if bulls do manage to push the USD/JPY higher, strong supply is likely to limit the gains around the major level of 114.00.

■ Traders' Sentiment


A gradual development was seen in share of long positions, as it doubled since yesterday, now taking up 52% of the market. Pending orders are equally divided between the buy and the sell ones.

Net Sentiment	Last	1 day ago	5 days ago	10-day avg.
Open Positions	4%	-48%	-38%	-38%
Orders (±50 pips)	24%	-54%	8%	-10%
Orders (±100 pips)	0%	-6%	-10%	1%

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

USD/JPY Daily Chart Current price: 112.72

SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
			128
	127	127	125
	125	125	
	122	123	122
117.49			
114.91			
113.88			
113.28			
111.78			
109.71			

	Level	Rationale
Resistance 3	117.49/50	20-day SMA; monthly S1
Resistance 2	114.91	Weekly S1
Resistance 1	113.88/114.08	Monthly S2; down-trend
Support 1	113.28/00	Bollinger band; weekly S2
Support 2	111.78	Monthly S3
Support 3	109.71	Weekly S3

Gold aims at violating weekly R2 at 1,213



"Stop loss orders are being triggered on the break of \$1,200."
- MKS Group (based on CNBC)

Pair's Outlook

Gold prices soared again on Wednesday, underlying heavy demand for haven assets in time of global economic uncertainty and dovishness of Fed Chair Janet Yellen. Yellow metal could consolidate above 1,200 for the first time since June on Thursday, after it has climbed 14% so far in 2016. The key resistance remains intact, but we expect those monthly R3 and weekly R2 at 1,209/13 to be properly tested over the next 24 hours. By closing above here the metal will be a good position to move up to May 2015 high 1,232.

Traders' Sentiment

he bullish-bearish distribution has stagnated over the last 24 hours at 43-57%, thus maintaining the biggest advantage for the bears in more than a year.

Net Sentiment	Last	1 day ago	5 days ago	10-day avg.
Open Positions	-14%	-14%	6%	1%

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

XAU/USD Daily Chart Current price: 1207.06



SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
1252			
1232			1250
1209	1206	1200	
1193			
1170			
1156			
	1125	1125	
	1100		
	1071		
		1048	
			1037

	Level	Rationale
Resistance 3	1,252	Weekly R3
Resistance 2	1,232	May 2015 high
Resistance 1	1,209/20	Monthly R3; weekly R2; Bollinger band
Support 1	1,193/91	Oct 2015 high; weekly R1
Support 2	1,170/68	Monthly R2; Aug 2015 high
Support 3	1,156/54	Sep 2015 high; weekly PP

EXPLANATIONS

Signals

- **Buy** – the pair shows a clear uptrend
- **Sell** – the pair shows a clear downtrend
- **Neutral** – no specific trend for the pair

Chart

- **SMA (55)** – Simple Moving Average of 55 periods
- **SMA (200)** – Simple Moving Average of 200 periods

Indicators

- **MACD** – Moving average convergence divergence – momentum indicator
- **RSI** – Relative strength index – compares the magnitude of recent gains to recent losses in attempt to determine ‘overbought’ and ‘oversold’ conditions of the asset
- **Stochastic** – technical momentum indicator that compares a currency pair’s closing price to its price range over a given time period
- **ADX** – Average directional index – trend strength indicators
- **CCI** – oscillator used in technical analysis to help determine when a currency has been overbought or oversold
- **SAR** – trending indicator – shows the direction of a trend
- **AROON** – measures strength of a trend and likelihood that it will continue
- **Alligator** – trending indicator demonstrates presence of a trend and its direction

Forecasts

Third Quartile – separates 25% of the highest forecasts



Second Quartile – the median price based on the projections of the industry

First Quartile – separates 25% of the lowest forecasts



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.