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



Technical Analysis

EUR/USD takes a break near 1.12



"Markets are wary that Yellen will reaffirm the cautious FOMC statement, undermining dollar-specific optimism."
- ANZ Bank New Zealand (based on Bloomberg)

Pair's Outlook

Weak US personal spending data helped the EUR/USD cross to add value on Monday, as it closed below 1.12 after testing the 23.6% Fibonacci retracement of the March 2016 uptrend at 1.1220. The cap is being provided by the weekly pivot point at 1.1197, but bullish daily and weekly technical indicators raise hopes that the common currency will breach its initial resistance area today. A failure here should diminish the pair's optimism. We see the 1.1060/40 zone as a vital support, where 55/200-day SMAs are joined by the March 16 low.

Traders' Sentiment

Now the difference between the bulls and bears is only eight percent, down from 10% on Monday and 12% back on Friday. In the meantime, reliably more than 50% of all pending orders are now set to acquire the Euro against the Greenback.

Sentiment	Today	Yesterday	5 days ago	10-day avg.
Open Positions	-8%	-10%	-12%	-14%
Orders (±50 pips)	16%	10%	28%	9%
Orders (±100 pips)	6%	4%	18%	6%

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

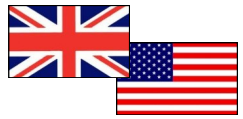
EUR/USD Daily Chart Current price 1.1186



SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
1.1302			
1.1250			
1.1197			
1.1147			
1.1109			
1.1056			1.1
	1.08	1.08	
	1.05	1.05	1.05
	1.03		
			1.02
		1.01	

Level	Rationale
R3	1.1302 Downtrend
R2	1.1250 Weekly R1
R1	1.1197/1.1227 Weekly PP; 23.6% Fib; monthly R1
S1	1.1147/45 38.2% Fib; 20-day SMA
S2	1.1109/1.1084 Weekly S1; 50% Fib
S3	1.1056/38 Weekly S2; 55/200-day SMAs

GBP/USD takes another shot at 55-day SMA



"PCE turned out weaker than expected and I think the market is reacting to that by driving the dollar lower."
- Boris Schlossberg, BK Asset Management (based on 4-traders)

Pair's Outlook

With most of the US data disappointing yesterday, the Sterling was able to outperform the US Dollar and not only climb over the 1.42 level, but nearly even reach the 1.43 mark. The 55-day SMA around 1.4280 was the level to limit yesterday's upside volatility, continuing to provide solid resistance today. Although the 20-day SMA and the weekly PP form a strong support cluster just below the opening price, the pair could still retreat towards the monthly PP at 1.4141. On the other hand, the Cable might even surge towards 1.4446, namely the monthly R1, depending on the impact of Yellen's speech later today.

Traders' Sentiment

Bullish traders' sentiment remains unchanged, with 63% of all open positions still long. Meanwhile, there are three percentage points less orders to buy the British Pound, namely 56% of them.

Sentiment	Today	Yesterday	5 days ago	10-day avg.
Open Positions	26%	26%	16%	21%
Orders (±50 pips)	16%	56%	4%	7%
Orders (±100 pips)	12%	18%	20%	6%

Indicator	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)	Sell	Sell	Sell
Alligator (13; 8; 5)	Neutral	Sell	Sell
SAR (0.02; 0.2)	Sell	Sell	Sell
Aggregate	→	↘	↘

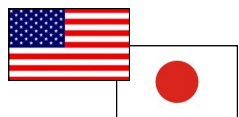
GBP/USD Daily Chart Current price 1.4223



SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
1.5367		1.56	1.56
1.5135	1.55		
1.4902			1.52
1.4669	1.51	1.51	
1.4436	1.49		
1.4204		1.48	
1.3971			1.47
1.3738			

Level	Rationale
R3: 1.4595/1.4641	100-day SMA; weekly R2
R2: 1.4393/1.4466	Weekly and monthly R1s; Bollinger band
R1: 1.4277	55-day SMA
S1: 1.4251/25	20-day SMA; weekly PP
S2: 1.4141	Monthly PP
S3: 1.4037	Bollinger band

USD/JPY: channel's upper border at risk



"A clearer picture of (the first quarter) is coming together now, and it's not looking like a particularly strong quarter for the U.S."

- Westpac Banking Corp. (based on Reuters)

Pair's Outlook

Even though the USD/JPY currency pair closed trade at the descending channel's resistance line, upside risks are now higher. A failure to reacquire the bearish momentum today is to lead to the breakout of the channel, with the closest resistance located at 113.85, represented by the weekly R1. In case the immediate resistance is pierced, we should then see the Buck retake the 114.00 yen level and eventually put the tough cluster around 114.75 to the test. However, due to mixed technical indicators in the daily timeframe, there is a possibility that Fed Yellen's dovish statement will push the pair lower towards the weekly PP at 112.53, therefore, preserving the bearish channel.

Traders' Sentiment

Today 71% of traders hold long positions (previously 74%), while all pending orders are equally divided between the buy and the sell ones.

Sentiment	Today	Yesterday	5 days ago	10-day avg.
Open Positions	42%	48%	46%	46%
Orders (±50 pips)	-12%	20%	16%	-3%
Orders (±100 pips)	0%	32%	0%	-7%

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

USD/JPY Daily Chart Current price 113.58



SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
			128
	127	127	
	125	125	125
		123	
	122		122

Level	Rationale
R3	115.95 Weekly R3
R2	114.41/115.04 Bollinger band; weekly R2; 55-day SMA; monthly PP
R1	113.85 Weekly R1
S1	112.96/53 20-day SMA; weekly PP
S2	111.75/51 Weekly S1; Bollinger band
S3	110.65/43 Down-trend; weekly S2

Gold hovers sideways at 1,215/20



“If (Yellen) reinforces recent sentiment expressed by some of governors, we could see further dollar strengthening and corresponding pressure on gold.”

- INTL FCStone (based on CNBC)

Pair's Outlook

On Monday the bullion was turbulent, as initially the bears led a decline below 1,210. However, all losses were erased by the end of the day, with falling Greenback sending gold back above 1,220. Over the next 24 hours, any spikes to the upside or dips lower can be wide. This is because the closest resistance is placed as far as 1,227 and the nearest support line in the monthly pivot point at 1,205. Aggregate daily indicators suspect XAU/USD will retreat today, but only a decrease below the 55-day SMA at 1,193 will, with a decent level of confidence, confirm bearish intentions of the market.

Traders' Sentiment

On Tuesday morning bullish positions have been held by 47% of SWFX traders, which proclaims a surge from 44% just one day ago. This is the most positive sentiment with respect to the yellow metal in almost four weeks.

Sentiment	Today	Yesterday	5 days ago	10-day avg.
Open Positions	-6%	-12%	-32%	-22%

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

XAU/USD Daily Chart Current price 1218.13



SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
1263			
1247			1250
1227			
1205	1206		
1199		1200	
1181			
		1125	1125
	1100		
	1071		
		1048	
			1037

Level	Rationale
R3	1,263 February high
R2	1,247 Weekly R1
R1	1,227/32 Weekly S1; 23.6% Fib; 20-day SMA
S1	1,205 Monthly PP
S2	1,199/93 Weekly S1; Bollinger band; 55-day SMA; 38.2% Fib
S3	1,181 Weekly S2

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



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