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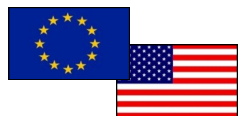
29/02/2016

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



Technical Analysis

EUR/USD ready to test up-trend at 1.0940



"Markets expect something to happen, without having a clear idea of what it might be. It's kind of this blind faith that the ECB will deliver something."
- Jefferies International Ltd. (based on Bloomberg)

Pair's Outlook

EUR/USD neared the 2016 uptrend line at 1.0925 on Friday and managed to stay afloat above this key support. We are closely watching all developments around this demand, while any failure is highly likely to result in a drop down to the monthly pivot point at 1.0841, which is reinforced by the first weekly support 11 pips from the North. On the side of the bears, daily technical studies are mostly pointing to the downside this Monday morning. In the meantime, a spike past 55-day SMA (1.0969) should re-expose 200/20-day SMAs at 1.1045.

Traders' Sentiment

Bullish SWFX traders are holding a minimal two pp advantage over the bears for a second day in a row. Adding to that, about 55-58% of all pending commands are set to sell the Euro versus the Greenback.

EUR/USD Daily Chart Current price: 1.0942



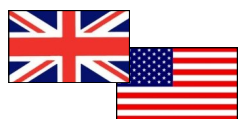
SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
1.1115			
1.1045			
1.0969			1.1
1.0940			
1.0852			
1.0775	1.08	1.08	
	1.05	1.05	1.05
	1.03		
			1.02
		1.01	

Sentiment	Today	Yesterday	5 days ago	10-day avg.
Open Positions	2%	2%	-4%	-3%
Orders (±50 pips)	-10%	-8%	6%	-6%
Orders (±100 pips)	-16%	-14%	-2%	-6%

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

Level	Rationale
R3	1.1115 Monthly R2
R2	1.1045/65 200/20-day SMAs; weekly R1
R1	1.0969/88 55-day SMA; monthly R1; weekly PP
S1	1.0940 100-day SMA; uptrend
S2	1.0852/11 Weekly S1; monthly PP; Bollinger band
S3	1.0775 Weekly S2

GBP/USD under the risk of falling under 1.38



"The biggest factor behind the dollar's recent rebound is trust in the U.S. economy being resurrected. Reviving expectations for a rate hike by the Fed is a key factor to halt the dollar's recent depreciation."

- FPG Securities (based on Reuters)

Pair's Outlook

Strong US GDP figures caused the Cable to retreat from its daily high of 1.4045, ultimately falling to the lowest in six years. According to technical studies, the given pair is likely to undergo another sell-off, with the immediate support in face of the Bollinger band doubtfully limiting the losses. Consequently, the GBP/USD currency pair's price could fall below the 1.38 level, with the second support area located only around 1.3680. Meanwhile, the monthly S1 and the weekly PP form a rather strong resistance cluster circa 1.3980, in case bulls manage to push the Sterling higher against the Buck.

Traders' Sentiment

SWFX traders' sentiment remains bullish, now at 65%, compared to 63% last Friday. At the same time, the number of orders to acquire the British currency added three percentage points, surging up to 58%.

Sentiment	Today	Yesterday	5 days ago	10-day avg.
Open Positions	30%	26%	28%	27%
Orders (±50 pips)	18%	36%	26%	33%
Orders (±100 pips)	16%	10%	18%	18%

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

GBP/USD Daily Chart Current price: 1.3874



SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
1.56	1.56	1.56	
1.55			
1.51	1.51	1.52	
1.49			
1.48		1.47	
1.4307			
1.4170			
1.3945			
1.3827			
1.3715			
1.3557			

Level	Rationale
R3	1.4307 20-day SMA
R2	1.4170 Weekly R1
R1	1.3945/1.4012 Monthly S1; weekly PP
S1	1.3827 Bollinger band
S2	1.3715/1.3645 Weekly S1; monthly S2
S3	1.3557/05 Weekly S2; 2009 low

Gold: February uptrend holds ground



"Gold still shines as a safe-haven in the current equity rout."
- OCBC Bank (based on CNBC)

Pair's Outlook

As long as the bullion keeps trading above the February uptrend, currently at 1,217.36, the outlook will preserve a positive bias for the nearest future. Moreover, any loss should be contained at 1,200 where the price, if it experiences a decline, will inevitably meet another bullish support from January. Moreover, there we also have a location of the 20-day SMA and weekly S1 for the moment. The key target for bullish traders, who are strengthened by daily and weekly technical indicators, is the weekly R1 at 1,249. Success here will put at risk the recent February high at 1,263.

Traders' Sentiment

While the market share of bulls is unchanged at 27%, it proclaims that the vast majority of SWFX market participants are currently estimating a decline in prices. At the same time, such a bearish-biased distribution may also energize the longs for purchases in the foreseeable future.

XAU/USD Daily Chart Current price: 1228.07



SUPPORT & RESISTANCE	FORECASTS		
	Q1 16	Q2 16	Q3 16
1277			
1263			
1249			1250
1225			
1209	1206	1200	
1200			
		1125	1125
	1100		
	1071		
		1048	
			1037

Sentiment	Today	Yesterday	5 days ago	10-day avg.
Open Positions	-46%	-46%	-46%	-42%

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

Level	Rationale
R3	1,277 Weekly R2
R2	1,263 Feb high; Bollinger band
R1	1,249 Weekly R1
S1	1,225/17 Weekly PP; uptrend
S2	1,209 Monthly R3
S3	1,200 20-day SMA; weekly S1; uptrend

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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