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RESEARCH PRODUCTS

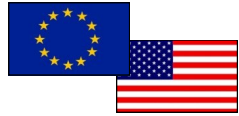
09/11/2015

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



Technical Analysis

EUR/USD slumps below 1.075 after NFP



"We do have to lower our target for the euro, perhaps \$1.04 and \$1.05 on the assumption that the Fed does deliver that rate hike in December and that the ECB delivers expanded quantitative easing."
- Westpac Banking Corp. (based on Bloomberg)

Pair's Outlook

Daily decline of the Euro against the US Dollar amounted to 150 pips on Friday, following encouraging employment report from the world's biggest economy. May and July lows failed to contain losses and EUR/USD ended the week at 1.0736. Considering lack of fundamental drivers in the next few days, we will expect some rebound to take place in the near term. At the same time, monthly S1 at 1.0768 will be the first to try limiting any possible rally. Meantime, bears are now setting eyes on monthly S2/Apr low at 1.0533/19.

Traders' Sentiment

Bulls are holding the majority of open positions in the SWFX market, namely 52% of them, while commands to buy the Euro in 100-pip range from the spot decreased slightly from 45% to 44%.

Net Sentiment	Last	1 day ago	5 days ago	10-day avg.
Open Positions	4%	2%	6%	2%
Orders (±50 pips)	-10%	-12%	0%	-8%
Orders (±100 pips)	-12%	-10%	-12%	-10%

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

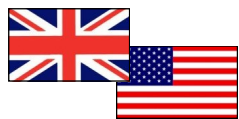
EUR/USD Daily Chart Current price: 1.0767



SUPPORT & RESISTANCE	FORECASTS		
	Q4 15	Q1 16	Q2 16
1.13			
1.11			1.12
1.0958			
1.09			
1.0808			
1.0768			
1.07			1.07
1.0611			
1.06			
1.0533			
1.05			
1.0485			
			1.03

Level	Rationale
Resistance 3: 1.0958	Weekly R1
Resistance 2: 1.0808/31	July and May lows; weekly PP
Resistance 1: 1.0768	Monthly S1
Support 1: 1.0611/1.0583	Weekly S1; Bollinger band
Support 2: 1.0533/19	Monthly S1; Apr low
Support 3: 1.0485	Weekly S2

GBP/USD makes efforts to recover from Friday's slump



"The UK and US economies have clearly been in a far more advanced cyclical position relative to the euro area and Japan for a long time now. And we still believe the UK to be the front-runner of them all, just not in terms of the monetary policy setting."
- Nomura (based on FXStreet)

Pair's Outlook

The Sterling suffered heavy losses against the US Dollar on Friday, amid an extremely better-than-expected Non-Farm Payrolls data. As a result, not only the seven-month support was pierced, but also the Sep low of 1.5106. Technical studies remain bearish today, but due to lack of impetus the Cable might remain unchanged over the day; however, after falling more than 300 pips last week a correction is more likely to take place. Immediate resistance is represented by the Bollinger band at 1.51, while the nearest support leaves enough room for a decline towards 1.4950.

Traders' Sentiment

Bears took the upper hand, accounting for 54% of the market, whereas the share of sell orders increased from 47 to 51%.

Net Sentiment	Last	1 day ago	5 days ago	10-day avg.
Open Positions	-8%	6%	10%	4%
Orders (±50 pips)	2%	12%	20%	8%
Orders (±100 pips)	-2%	6%	28%	12%

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

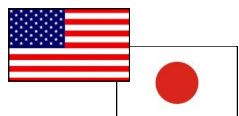
GBP/USD Daily Chart Current price: 1.5072



SUPPORT & RESISTANCE	FORECASTS		
	Q4 15	Q1 16	Q2 16
1.5900			1.59
1.5762		1.58	
1.5624			
1.5485	1.56		
1.5347	1.54	1.54	1.54
1.5209			
1.5071	1.51	1.51	1.51
1.4932			
1.4794			

Level	Rationale
Resistance 3: 1.5333/49	20, 55 and 200-day SMAs; monthly PP; weekly R1
Resistance 2: 1.5185/88	Monthly S1; 23.60% Fib; weekly PP
Resistance 1: 1.5100	Bollinger band
Support 1: 1.4945	Monthly S2
Support 2: 1.4879	Weekly S1
Support 3: 1.4794	Monthly S3

USD/JPY settles down at new 11-week high



"More than any other major currency, we think the expectations of Fed rate hikes are most fully priced into USD/JPY."

- TD Securities (based on WBP Online)

Pair's Outlook

The USD/JPY exceeded all expectations and climbed above the 123.00 major level on Friday and even higher over the weekend. On Monday the Greenback is likely to remain flat, as the Bollinger band is supporting the pair from below, while the monthly R2 is preventing the Buck from edging higher. Technical studies, on the other hand, are still giving bullish signals, implying that the US Dollar might prolong its rally for at least another day. The lack of market movers, however, suggests otherwise, with a small correction due.

Traders' Sentiment

Bears still remain strong, as 71% of all traders are holding short positions, compared to 73% on Friday. The portion of buy orders dropped again, losing 14% points to 41%.

Net Sentiment	Last	1 day ago	5 days ago	10-day avg.
Open Positions	-42%	-46%	-32%	-28%
Orders (±50 pips)	-34%	10%	20%	12%
Orders (±100 pips)	-18%	10%	22%	19%

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

USD/JPY Daily Chart Current price: 123.34



SUPPORT & RESISTANCE	FORECASTS		
	Q4 15	Q1 16	Q2 16
125.21		125	125
124.14			128
123.49		127	
123.05	125		123
122.20		122	
121.14	121		

	Level	Rationale
■ Resistance 3	125.21/48	Weekly R2; monthly R3
■ Resistance 2	124.14	Weekly R1
■ Resistance 1	123.49	Monthly R2
■ Support 1	123.05	Bollinger band
■ Support 2	122.20/121.76	Weekly PP; monthly R1; 100-day SMA
■ Support 3	121.14/13	200-day SMA; weekly S1

Gold touches 1,090 after US labour market data



"Further downwards pressure is expected on the precious complex in the lead up to the December FOMC meeting."
- MKS Group (based on CNBC)

Pair's Outlook

There was no chance given to the bullion to commence any kind of recovery on Friday, owing to strongly optimistic jobs report for October. XAU/USD slid below the major 1,100 mark, which was guarded by the monthly S1. Our medium term expectation is refocusing on the Jul low around 1,070 and supports appreciating US currency. At the same time, short term development is highly likely to be little turbulent amid lack of fundamental drivers on Monday and Tuesday. This scenario is shared by mixed daily and weekly technical indicators.

Traders' Sentiment

Many traders decided to close their short trades and provided more space for bulls in the SWFX market. Thus, the portion of the latter grew from 55% to 57% over the weekend, the highest percentage in seven weeks.

Net Sentiment	Last	1 day ago	5 days ago	10-day avg.
Open Positions	14%	10%	8%	5%

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

XAU/USD Daily Chart Current price: 1093.36



SUPPORT & RESISTANCE	FORECASTS		
	Q4 15	Q1 16	Q2 16
1244	1244		
1233		1225	
1150	1148	1150	
1126			
1105	1105		
1100		1083	
1073			1062
1059			
1048			

Level	Rationale
Resistance 3 (1,126)	Weekly R1
Resistance 2 (1,105)	Weekly PP
Resistance 1 (1,100)	Monthly S1
Support 1 (1,073/68)	Bollinger band; Jul low; weekly S1
Support 2 (1,059)	Monthly S2
Support 3 (1,048)	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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