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European Forex Technicals: EUR/USD Rally Closes In On 1.2500

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LONDON (Dow Jones)--Rolling 24-hour chart levels:

Forex spot:	EUR/USD	USD/JPY	GBP/USD	USD/CHF
Spot 0517 GMT	1.2443	90.81	1.4892	1.1034
3 Day Trend	Bullish	Range	Bullish	Bearish
Weekly Trend	Bullish	Bearish	Bullish	Bearish
200 day ma	1.3479	91.99	1.5438	1.0836
3rd Resistance	1.2586	91.42	1.5000	1.1250
2nd Resistance	1.2510	91.25	1.4968	1.1150
1st Resistance	1.2500	91.08	1.4915	1.1095
Pivot*	1.2386	90.74	1.4829	1.1099
1st Support	1.2350	90.65	1.4825	1.0986
2nd Support	1.2339	90.27	1.4772	1.0935
3rd Support	1.2282	89.95	1.4715	1.0925

Intraday EUR/USD: Another strong start to the week for the euro following Monday's push above 1.2417, and resistance at the psychologically-important 1.2500 is the immediate threat. While support at 1.2339/50 holds, near-term bulls will attempt to force a break above 1.2500/10. Having confirmed the June 7 reaction low at 1.1876 as a bear failure low, there is room for further strength towards 1.2586. A break below 1.2339 would weaken the tone, and expose the June 17 higher low at 1.2242.

Weekly chart EUR/USD trend: Bullish.

Intraday USD/JPY: Monday's volatility has seen a good recovery off a fresh three-week low at 89.95, and is looking to retest resistance in the 91.08 area. This marks 50% of the previous week's range, and also former range lows, which will require a fresh wave of near-term bull pressure to force a break towards 91.25 and 91.42. Only below the 90.27/35 support area would bring the focus back onto the 89.95 low.

Weekly chart USD/JPY trend: Bearish.

Intraday GBP/USD: Monday's strength has forced a break into fresh five-week highs to meet the 1.4891 target, but there is scope for further strength towards another wave equality target at 1.4915. Above there would open key projected resistance at 1.4968, which will look to protect the psychologically-important 1.5000 level. Support lies at 1.4825, and only below Friday's low at 1.4772 would negate the bullish outlook.

Weekly chart GBP/USD trend: Bullish.

Intraday USD/CHF: Monday's weakness has sharply extended the short-term bear trend to reach 1.0986, and is closing in on the key 1.0915/25 support cluster. This includes the 61.8% retracement of the 1.0435/1.1730 advance, and is likely to provide at least a temporarily halt, if not a longer-term reversal of this setback off 1.1730. Above 1.1095 is required to provide a near-term boost, opening 1.1150.

Weekly chart USD/CHF trend: Bearish.

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second table

Forex spot:	EUR/GBP	EUR/JPY	EUR/CHF	AUD/USD
Spot 0542 GMT	0.8362	113.05	1.3733	0.8835
3 Day Trend	Bullish	Bullish	Bearish	Bullish
Weekly Trend	Range	Range	Bearish	Bullish
200 day ma	0.8729	123.99	1.4567	0.8771
3rd Resistance	0.8458	114.16	1.3783	0.9000
2nd Resistance	0.8411	113.39	1.3765	0.8975
1st Resistance	0.8380	113.19	1.3739	0.8875
Pivot*	0.8352	112.38	1.3744	0.8700
1st Support	0.8327	112.10	1.3700	0.8799
2nd Support	0.8315	111.63	1.3665	0.8753
3rd Support	0.8265	110.87	1.3640	0.8728

Intraday EUR/GBP: Resistance at 0.8380 is back under bull pressure Monday following the recovery off Friday's low at 0.8327. Near-term bulls are poised to force a break above 0.8380 into fresh 14-day highs towards 0.8411, which stands in the way of the 0.8458 measured objective of the recent double-bottom at 0.8212. Support lies at 0.8315, and only below the June 15 low at 0.8265 would concern near-term bulls.

Weekly chart EUR/GBP trend: Range.

Intraday EUR/JPY: Pushes above the 113.00 level to bring the focus back onto last week's high at 113.32, and key projected resistance at 113.39. Bull momentum is building following the higher lows at 110.87 and 111.63, and there is potential for a strong push through 113.32/39, opening the June 3 lower reaction high at 114.16. Only below 112.10 would concern near-term bulls, exposing 111.63.

Weekly chart EUR/JPY trend: Range.

Intraday EUR/CHF: Set a fresh all-time low at 1.3665 during Monday's current session, but has recovered strongly to threaten resistance at 1.3739. This protects the current session high at 1.3765, but strength should be capped beneath Friday's high at 1.3783. A break back below 1.3700 would suggest the 1.3665 low is set for a retest, exposing 1.3640.

Weekly chart EUR/CHF trend: Bearish.

Intraday AUD/USD: Another strong session for the Australian dollar Monday sees fresh one-month highs, and is closing in on the 1.618 upside extension target at 0.8875. An upside gap at 0.8728 has been left, underpinning the recovery, and a sustained break above 0.8875 would open the 0.8975. Corrective weakness should be contained above 0.8728.

Weekly chart AUD/USD trend: Bullish.

* The pivot is the sum of the high, low and close divided by 3.

Dow Jones Newswires, N/DJTA; Bloomberg, NI DJTA; and Reuters key word search "INSI-DJN"

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