

European Forex Technicals: USD/JPY Close To 15-Year Lows

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

Forex spot:	EUR/USD	USD/JPY	GBP/USD	USD/CHF
Spot 0506 GMT	1.3213	85.38	1.5930	1.0419
3 Day Trend	Bullish	Bearish	Bullish	Bearish
Weekly Trend	Bullish	Bearish	Bullish	Bearish
200 day ma	1.3271	90.86	1.5394	1.0775
3rd Resistance	1.3410	86.89	1.6070	1.0477
2nd Resistance	1.3365	86.65	1.6000	1.0457
1st Resistance	1.3262	85.91	1.5967	1.0431
Pivot*	1.3213	86.04	1.5929	1.0385
1st Support	1.3183	85.24	1.5865	1.0389
2nd Support	1.3146	84.82	1.5725	1.0348
3rd Support	1.3105	84.45	1.5635	1.0300

Intraday EUR/USD: Consolidates beneath Tuesday's three-month high at 1.3262 as the daily 200-day moving average caps, but upside momentum is still strong at this stage. While 1.3105 contains corrective weakness, the main threat is for renewed bull pressure on the 1.3262 high, and scope exists for further gains towards 1.3365 and the 1.3410 area. A break below 1.3183 would expose 1.3120, but downside risk is limited.

Weekly chart EUR/USD trend: Bullish.

Intraday USD/JPY: The dominant bear trend is gathering pace following the break below 85.95, and downside targets at 85.24 are now the focus. This is the last line of defence protecting the November 2009 reaction low at 84.82, but there is scope for 1.618 downside extension targets congested around the 83.40 level, which would mean 15-year lows on a break below 84.82. Regaining ground above 85.91 would provide temporary respite, but upside scope looks limited at this stage.

Weekly chart USD/JPY trend: Bearish.

Intraday GBP/USD: The strong uptrend stretches into fresh six-month highs as the 1.618 extension target at 1.5967 is effectively met. This level ties in with 61.8% retracement of the 1.7041/1.4229 decline, and is close to the 1.6000 level. Consolidation risk has scope for Tuesday's low at 1.5865, but only below there would defer the bullish outlook, exposing 1.5635.

Weekly chart GBP/USD trend: Bullish.

Intraday USD/CHF: Builds on the recovery off Monday's low at 1.0348, although corrective gains look limited to the 1.0457 upside target. The dominant trend remains bearish, and while 1.0457 caps the upside, the main threat is for a return to the 1.0348 low. Only a sustained break above 1.0457 would lift the tone and open Monday's bear wedge high at 1.0477.

Weekly chart USD/CHF trend: Bearish.

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Forex spot:	EUR/GBP	EUR/JPY	EUR/CHF	AUD/USD
Spot 0524 GMT	0.8300	112.93	1.3762	0.9117
3 Day Trend	Range	Range	Bullish	Bearish
Weekly Trend	Bearish	Range	Bearish	Bullish
200 day ma	0.8619	120.62	1.4273	0.8774
3rd Resistance	0.8363	114.19	1.3946	0.9271
2nd Resistance	0.8345	114.08	1.3819	0.9193
1st Resistance	0.8318	113.59	1.3775	0.9152
Pivot*	0.8293	113.58	1.3723	0.9116
1st Support	0.8255	112.73	1.3700	0.9070
2nd Support	0.8230	112.58	1.3665	0.9025
3rd Support	0.8202	112.03	1.3635	0.9000

Intraday EUR/GBP: Consolidates above Monday's four-week low at 0.8255 Monday, and is caught in a range beneath resistance at 0.8318. There is risk that a near-term base is forming, and a break above 0.8318 is required to further lift the tone, opening 0.8345 and the 0.8363 intraday lower high. A break below 0.8255 would put bears back in control of the near-term, exposing 0.8230 and the 0.8202 downside equality target.

Weekly chart EUR/GBP trend: Bearish.

Intraday EUR/JPY: Resistance has emerged at 114.19 to cap the recovery off the July 30 low at 112.03, and bear pressure is heading back towards 112.03. A break below 112.58 would leave the 112.03 vulnerable, and threaten further weakness below there towards the July 22 higher low at 110.02. A break above 113.59 is required to question the bearish outlook, opening 114.19.

Weekly chart EUR/JPY trend: Range.

Intraday EUR/CHF: Tuesday's break above 1.3700 brings the focus back onto the July 28 reaction high at 1.3819. The short-term bull trend is still structurally intact, and a break above 1.3819 would prompt fresh six-week highs towards wave equality at 1.3946. Corrective weakness will attract support while above 1.3700, and only below there would question the bullish outlook.

Weekly chart EUR/CHF trend: Bearish.

Intraday AUD/USD: Consolidates beneath Tuesday's twelve-week high at 0.9152 to correct the recent strong advance, and Tuesday's bearish doji suggests a return to support at 0.9070 is the immediate threat. A break below there would confirm the near-term top signal, prompting further weakness back towards the 0.9000 level. Only a break above 0.9152 would put bulls back in control, opening 0.9193.

Weekly chart AUD/USD trend: Bullish.

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

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