

European Forex Technicals: EUR/GBP Bear Trend To Extend

By Francis Bray

A DOW JONES NEWSWIRES COLUMN

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

Forex spot:	EUR/USD	USD/JPY	GBP/USD	USD/CHF
Spot 0623 GMT	1.3773	82.25	1.6138	0.9702
3 Day Trend	Bearish	Bullish	Range	Bearish
Weekly Trend	Bearish	Bullish	Bullish	Bearish
200 day ma	1.3368	86.93	1.5586	1.0344
3rd Resistance	1.3974	83.15	1.6298	0.9768
2nd Resistance	1.3920	82.80	1.6259	0.9745
1st Resistance	1.3825	82.36	1.6183	0.9728
Pivot*	1.3760	82.21	1.6072	0.9717
1st Support	1.3716	82.00	1.6100	0.9680
2nd Support	1.3670	81.60	1.6024	0.9629
3rd Support	1.3637	81.30	1.5954	0.9588

Intraday EUR/USD: Stages a corrective recovery off Wednesday's 1.3670 low to tackle near-term pivotal resistance at 1.3825. This 1.3825 area is crucial, and a sustained break above this is required to create room for 1.3920 and the 1.3974 lower high. Failure to break above 1.3825 would prompt a return to the 1.3670 low, and send a bear extension towards the downwave equality target at 1.3515.

Weekly chart EUR/USD trend: Bearish.

Intraday USD/JPY: The 82.00 level becomes near-term pivotal support following Wednesday's strength, and a return to resistance at 82.80 is expected. Wednesday's high at 82.80 is the 1.618 Fibonacci extension target, so only a fresh wave of bull pressure would manage to force a break above 82.80, opening 83.15 and 83.99. Only below 82.00 would question the positive outlook, exposing 81.60.

Weekly chart USD/JPY trend: Bullish.

Intraday GBP/USD: Builds on the recovery off Tuesday's low at 1.5954 to tackle resistance at 1.6183. There is room for a break through 1.6183 towards the 1.618 Fibonacci extension target at 1.6259, but the Nov. 4 reaction high at 1.6298 is not expected to be threatened. Failure to keep dips limited to the 1.6100 area would prompt weakness back to 1.0624 and the 1.5954 low.

Weekly chart GBP/USD trend: Bullish.

Intraday USD/CHF: Wednesday's setback off 0.9768 is putting support at 0.9680 under pressure, as bears look to leave 0.9768 as a significant peak. A break below 0.9680 would attract further weakness towards Tuesday's higher low at 0.9588, bringing the Nov. 5 low at 0.9548 back into the picture. Only above 0.9745 would lift the tone and re-open the 0.9768 high.

Weekly chart USD/CHF trend: Bearish.

Forex spot:	EUR/GBP	EUR/JPY	EUR/CHF	AUD/USD
Spot 0648 GMT	0.8535	113.34	1.3369	1.0044
3 Day Trend	Bearish	Bullish	Bearish	Range
Weekly Trend	Bearish	Range	Bearish	Bullish
200 day ma	0.8575	116.14	1.3803	0.9175
3rd Resistance	0.8645	114.58	1.3529	1.0184
2nd Resistance	0.8615	114.30	1.3500	1.0115
1st Resistance	0.8592	113.80	1.3428	1.0075
Pivot*	0.8571	113.15	1.3362	1.0033
1st Support	0.8526	112.50	1.3277	0.9974
2nd Support	0.8500	111.72	1.3167	0.9936
3rd Support	0.8468	111.53	1.3072	0.9893

Intraday EUR/GBP: Bears remain in control of the near term as pressure builds on Wednesday's low at 0.8526. A fresh push lower is threatening to expose 0.8500 and the Sept. 28 low at 0.8468, extending the sharp downtrend off the Oct. 25 peak at 0.8941. To lift the tone, a break above 0.8592 and 0.8615 is required, and above the latter would open 0.8645.

Weekly chart EUR/GBP trend: Bearish.

Intraday EUR/JPY: Maintains the recovery off Tuesday's low at 111.72, and having survived a sharp setback to 112.50, the 113.80 high is back under bull pressure. A break through 113.80 would keep the action within a one-month lateral consolidation rectangle pattern, and create room for gains to the 114.58 wave equality target. Only a push below 112.50 would concern bulls, and bring the 111.72 low back into the picture.

Weekly chart EUR/JPY trend: Range.

Intraday EUR/CHF: Stages a corrective recovery off 1.3277 to temporarily halt the dominant short-term downtrend, and there is upside scope for 1.3428 and 1.3500. However, gains are expected to be capped beneath this 1.3500 resistance area. A return to the 1.3277 low would suggest a break through is likely, exposing 1.3167.

Weekly chart EUR/CHF trend: Bearish.

Intraday AUD/USD: Support has emerged at 0.9974 as bulls look to regain ground above short-term pivotal resistance at 1.0075. A successful break through 1.0075 would provide fresh impetus for a push higher towards the Nov. 5 peak at 1.0184. Only a reversal below 0.9974 would put bears in control, exposing the Nov. 3 spike low at 0.9893.

Weekly chart AUD/USD trend: Bullish.

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

For more technical analysis see: Dow Jones Newswires, N/DJTA; Bloomberg, NI DJTA; and Reuters key word search "INSI-DJN"