

European Forex Technicals: Euro Upside Correction Limited

11 Jan 2011, 08:04

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A DOW JONES NEWSWIRE COLUMN

Forex spot:	EUR/USD	USD/JPY	GBP/USD	USD/CHF
Spot 0604 GMT	1.2953	83.04	1.5564	0.9672
3 Day Trend	Bearish	Bearish	Bullish	Bullish
Weekly Trend	Bearish	Bullish	Range	Bullish
200 day ma	1.3332	85.60	1.5610	1.0125
3rd Resistance	1.3055	84.21	1.5664	0.9815
2nd Resistance	1.3020	83.70	1.5646	0.9755
1st Resistance	1.2992	83.28	1.5602	0.9735
Pivot*	1.2926	82.89	1.5550	0.9678
1st Support	1.2912	82.66	1.5475	0.9660
2nd Support	1.2860	82.25	1.5426	0.9600
3rd Support	1.2793	82.11	1.5407	0.9575

Intraday EUR/USD: Stages a corrective recovery off Monday's 1.2860 low, and is looking to test the water above 1.3000. However, upside risk is likely to be limited to projected resistance at 1.3055, and 1.3084 for Tuesday's session. Loss of 1.2912 would bring the focus back onto the 1.2860 low, threatening further weakness towards weekly Ichimoku cloud support at 1.2793.
Weekly chart EUR/USD trend: Bearish.

Intraday USD/JPY: Support at 82.66 has prompted a recovery back above 83.00, and targets the lower intraday high at 83.28. The 82.66 low is a near-term bear failure, and a break through 83.28 would provide confirmation, attracting fresh gains towards last Friday's peak at 83.70. Only below 82.66 would put bears in control, exposing 82.25.
Weekly chart USD/JPY trend: Bullish.

Intraday GBP/USD: Friday's bullish outside day off 1.5407 creates room for a return to the range high at 1.5664. A push through 1.5602 would attract further gains to the Jan. 4 high at 1.5646, but the wider recovery off the Dec. 28 reaction low at 1.5347 has scope for a push above 1.5664 to the 1.6000 area, as part of a right-shoulder corrective rally. Support lies at 1.5475 to protect the 1.5407 low.
Weekly chart GBP/USD trend: Range.

Intraday USD/CHF: Edges higher above 0.9708, but is running into resistance at 0.9735. The strong recovery off 0.9301 is beginning to struggle, and there is risk for a return to the 0.9575/0.9600 support area. Only a sustained break above 0.9735 would create scope for 0.9755 and 0.9815.
Weekly chart USD/CHF trend: Bullish.

Second Table

Forex spot:	EUR/GBP	EUR/JPY	EUR/CHF	AUD/USD
Spot 0622 GMT	0.8325	107.59	1.2535	0.9839
3 Day Trend	Bearish	Bearish	Bearish	Bearish
Weekly Trend	Bearish	Bearish	Bearish	Bearish
200 day ma	0.8540	114.10	1.3485	0.9438
3rd Resistance	0.8445	109.10	1.2660	1.0000
2nd Resistance	0.8400	108.54	1.2610	0.9925
1st Resistance	0.8339	108.10	1.2580	0.9883
Pivot*	0.8312	107.20	1.2510	0.9941
1st Support	0.8303	107.06	1.2470	0.9800
2nd Support	0.8285	106.83	1.2432	0.9752
3rd Support	0.8203	105.44	1.2398	0.9705

Intraday EUR/GBP: Stages a corrective recovery off 0.8285 on Monday, and is threatening to extend gains through 0.8339. However, corrective upside risk is limited to the 0.8400 area, and dominant bears will be gathered to defend the 0.8400 area vigorously. Loss of 0.8303 would bring the 0.8285 low back into focus, threatening a downtrend extension towards 0.8203.

Weekly chart EUR/GBP trend: Bearish.

Intraday EUR/JPY: Corrects higher off Monday's near four-month low at 106.83, and is looking to test resistance at 108.10. However, corrective gains look limited to the 108.54 lower high, protecting 109.75. The dominant trend is to the downside, and while 108.10 caps, there is risk of a return to the 106.83 low, threatening further weakness towards the 2010 low at 105.44.

Weekly chart EUR/JPY trend: Bearish.

Intraday EUR/CHF: Stages a corrective recovery off 1.2432 on Monday, and is looking to force a break through resistance at 1.2580. The 1.2432 low keeps a two-week bear flag support line intact, but only a sustained break through 1.2580 would create scope for further recovery towards 1.2660. Failure to keep dips limited to 1.2470 would bring the 1.2432 low back into the picture, and leaving December's all-time low at 1.2398 vulnerable.

Weekly chart EUR/CHF trend: Bearish.

Intraday AUD/USD: Bear momentum intensifies following Monday's push below 0.9895, and the 0.9800 level is the immediate focus. Loss of 0.9800 would expose the Dec. 8 low at 0.9752, but there is scope for projected support at 0.9705. Corrective strength needs to force a break through 0.9925 in order to lift the tone, opening 1.0000.

Weekly chart AUD/USD trend: Bearish.

* 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"

January 11, 2011 02:04 ET (07:04 GMT)