

FX Daily

Global Strategy Technical Analysis

Today's highlights:

- EURUSD's break below the 55-day average at 1.3723/04 sees topping risks mount and adds weight to our bearish "wedge" story.
- USDCHF spotlight turns to key short-term resistance at .8929/31. Above here is needed for a better base.
- GBPUSD is expected to find better buying ahead of trendline support now at 1.6527.
- EURGBP remains bearish for .8203/.8190, beneath which again targets key support at .8165/55.
- USDJPY bias stays higher in the range to 104.47 next, with medium-term resistance at 105.48/60.
- AUDUSD has found support has been found at the 13-day average at .9193/82 and the overall recovery remains intact for .9410/.9510.
- USDCAD continues to tread water above potential trendline and price support at 1.0992/54.

Today's trades/positions:

- EURUSD: Flat, sell at 1.3750, stop above 1.3821, for 1.3530.
- USDJPY: Long, stop below 103.09, for 104.85/94.
- GBPUSD: Long at 1.6475/55, stop/reverse below 1.6445, for 1.6700.
- USDCHF: Short, stop/reverse above .8940, for .8575.
- AUDUSD: Long, stop below .8995, for .9410/.9510.
- NZDUSD: Flat, buy at .8455, stop below .8425, for .8800.
- USDCAD: Short at 1.1070, stop above 1.1120. Take profit at 1.0910.
- EURJPY: Long, stop below 142.15, for 145.50.
- EURGBP: Sold strength to .8293, stop above .8324 for .8170.

Hierarchy Grid

Foreign Exchange		Last run Thu, 3 Apr 2014 04:30:16
21-day:	AUD, CAD, GBP, USD, NZD, EUR, CHF, JPY	STRONGEST WEAKEST
63-day:	AUD, NZD, CHF, GBP, EUR, CAD, USD, JPY	
100-day:	NZD, AUD, GBP, CHF, EUR, USD, JPY, CAD	

Source: Credit Suisse

EURUSD

Resistance 1.3725, 1.3752/54, 1.3808*, 1.3821*, 1.3837/48*,
1.3876/84*, 1.3899, 1.3925, 1.3948*, 1.3967*

Support 1.3698/93, 1.3671/62*, 1.3643**, 1.3631, 1.3602*,
1.3585, 1.3562/51*, 1.3527**, 1.3477**

Resistance/Support tables rank level importance by stars *, **, to *** being most important

The break below the 55-day average at 1.3723/04 sees topping risks mount and adds weight to the bearish “wedge” story.

EURUSD has aggressively moved lower and undercut the 55-day average and recent low at 1.3723/04. The breakdown keeps the immediate risks lower to more important levels at 1.3693/43 – the 61.8% retracement of the February/March rally, late February low and trendline support. While we would expect a fresh bounce here, a break can add weight to our view for a broader bearish “wedge” structure, targeting 1.3527/3477 next, the 200-day average and lows for the year.

Near-term resistance is seen at 1.3752/54, but through 1.3808/21 is needed to ease downside pressure.

Strategy: Flat, sell at 1.3750, stop above 1.3821 for 1.3530.

View | 1 day ↓ | 1 week ↓ | 1 month →

Source: CQG, Credit Suisse

Daily



USDJPY

Resistance 104.12, 104.47*, 104.85/94, 105.30, 105.48/60**,
106.00, 106.16**, 106.29, 106.52*

Support 103.81, 103.59, 103.45, 103.21, 103.09/08*, 102.90,
102.79/75*, 102.69/66, 102.55/44*, 102.25

The bias stays higher in the range to 104.47 next, with medium-term resistance at 105.48/60.

USDJPY has extended its break above early March high and trendline resistance at 103.63/59. This keeps the immediate bias higher in the new range to 104.47 next – the 78.6% retracement of the January/February decline – then the 104.85/94 price highs. We expect an initial retracement back from here, but above would look on to more important levels at 105.48/60, the 2014 high and 61.8% retracement of the 2007/2011 bear trend.

Support shows at 103.59 initially then 103.09/08, with 102.79/75 ideally holding to keep the trend directly higher.

Strategy: Long, stop below 103.09, for 104.85/94.

View | 1 day ↑ | 1 week ↑ | 1 month →

Source: CQG, Credit Suisse

Daily



GBPUSD

Resistance	1.6612/20*, 1.666/266*, 1.6732*, 1.6776*, 1.6787*, 1.6824**, 1.6848, 1.6864**
Support	1.6573/71, 1.6555*, 1.6527/10*, 1.6492**, 1.6471/53*, 1.6439*, 1.6415, 1.6392/82

Resistance/Support tables rank level importance by stars *, **, to *** being most important

We expect better buying to again show ahead of trendline support now at 1.6527.

GBPUSD's correction extended yesterday and sees it again reverting to firmer trendline support at 1.6527. We expect buying to show here and to see a turn higher again. Above 1.6620 is needed to aim at 1.6662/66 and through 1.6686 to challenge the potential downtrend at 1.6732. While we would expect this to cap at first, a break would be looked for in due course, to see a fresh look at the 1.6824 peak.

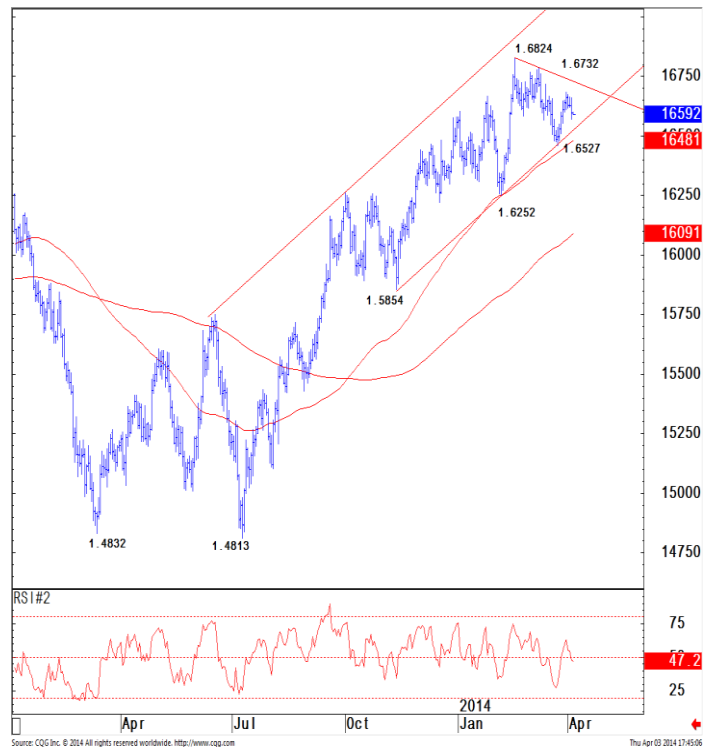
Near-term support moves to 1.6573/71, below which can see a slide back to 1.6555, with the uptrend at 1.6527 ideally holding further weakness.

Strategy: Long at 1.6475/55, stop/reverse below 1.6445, for 1.6700.

View | 1 day → | 1 week → | 1 month ↑

Source: CQG, Credit Suisse

Daily



USDCHF

Resistance.	.8929/31**, .8950/59*, .8971*, .8983, .9012, .9039*, .9064*, .9084/88**, .9135/36*
Support	.8907/01, .8890, .8877, .8843*, .8814/13*, .8800, .8787/85*, .8770/65*, .8740, .8727/23

Resistance/Support tables rank level importance by stars *, **, to *** being most important

The spotlight turns to key short-term resistance at .8929/31. Above here is needed for a better base.

USDCHF has extended strength up above the recent high and falling 55-day average at .8898/.8901 to test a more important level at .8929/31 – the 50% retracement of the 2014 fall and late February high. A break above here is needed for a more sustainable base for .8950/59 next, ahead of what should be tougher resistance at .9064/84 – the falling 200-day average and further price resistance.

Support moves to .8907/01 initially, ahead of .8877, with the .8843 spike low ideally holding to keep the focus higher.

Strategy: Short, stop/reverse above .8940, for .8575.

View | 1 day → | 1 week → | 1 month ↓

Source: CQG, Credit Suisse

Daily



AUDUSD

Resistance .9245, .9265*, .9297/.9305*, .9316, .9334/38*, .9394, .9409**, .9449*, .9505/10**, .9545*, .9584**

Support .9205, .9193/82*, .9178, .9151/47*, .9141/38*, .9119/11*, .9058/48*, .9032, .8995/91*

Resistance/Support tables rank level importance by stars *, **, to *** being most important

Support has been found ahead of the 13-day average at .9193/82 and the recovery stays intact for .9410/.9510.

AUDUSD has slipped a little lower, but support has been found ahead of the rising 13-day average at .9193/82. With a base already in place we look for an attempt to hold here. Above .9265 is needed to reassert an upward bias again for a move back to the recent high at .9305. An eventual move above here should see .9338, then our core basing objective at .9410/.9510.

Near-term support shows at .9205. Below .9182 can see the retracement extend lower to the recent point-of-breakout at .9157/47.

Strategy: Long, stop below .8995, for .9410/.9510.

View | 1 day → | 1 week ↑ | 1 month ↑

Source: CQG, Credit Suisse

Daily



NZDUSD

Resistance .8564, .8582*, .8613, .8641*, .8679, .8690, .8701/02**, .8698/.8700, .8733, .8786, .8810/15**

Support .8515/14*, .8501*, .8492, .8471, .8453*, .8437/32**, .8406, .8392*

Resistance/Support tables rank level importance by stars *, **, to *** being most important

Prices remain under pressure to see a retracement lower to .8453.

NZDUSD has held its break below the rising 21-day average at .8564 and continues to weigh on important price support at the .8515/01 late March low. A break below here can target what we consider better support at .8453 – the 38.2% retracement of the February/April rally. We would look for a fresh floor here.

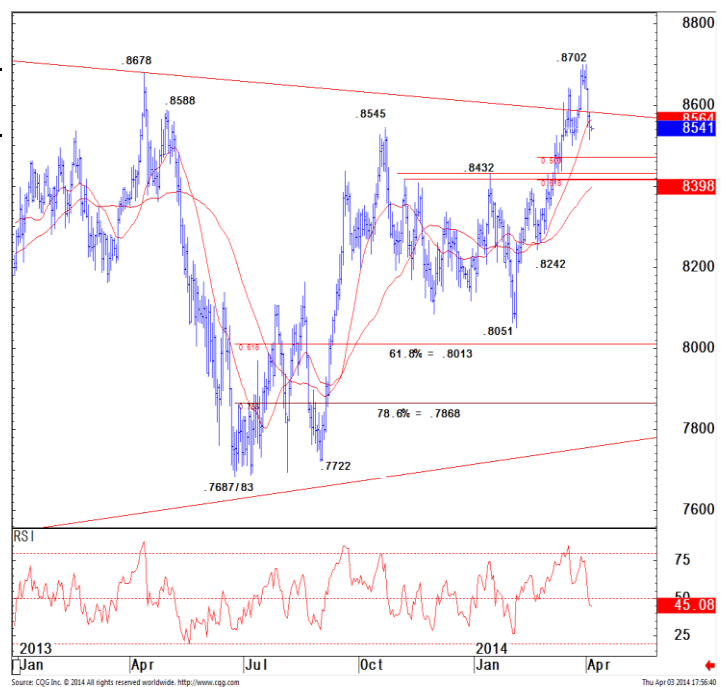
Above .8582 is needed to ease the immediate downside bias, and .8641 needed to see a retest of the .8701/02 highs. Through here can target .8810/.8845.

Strategy: Flat, buy at .8455, stop below .8425, for .8800.

View | 1 day ↓ | 1 week ↓ | 1 month ↑

Source: CQG, Credit Suisse

Daily



USDCAD

Resistance 1.1049, 1.11071/79*, 1.1106/08*, 1.1140,
1.1171/74*, 1.1212, 1.1248*, 1.1264, 1.1280*

Support 1.1001/0999*, 1.0992*, 1.0954**, 1.0906/04**,
1.0877, 1.0861*, 1.0842*, 1.0830

Resistance/Support tables rank level importance by stars *, **, to *** being most important

The focus remains on potential trendline and price support at 1.0992/54.

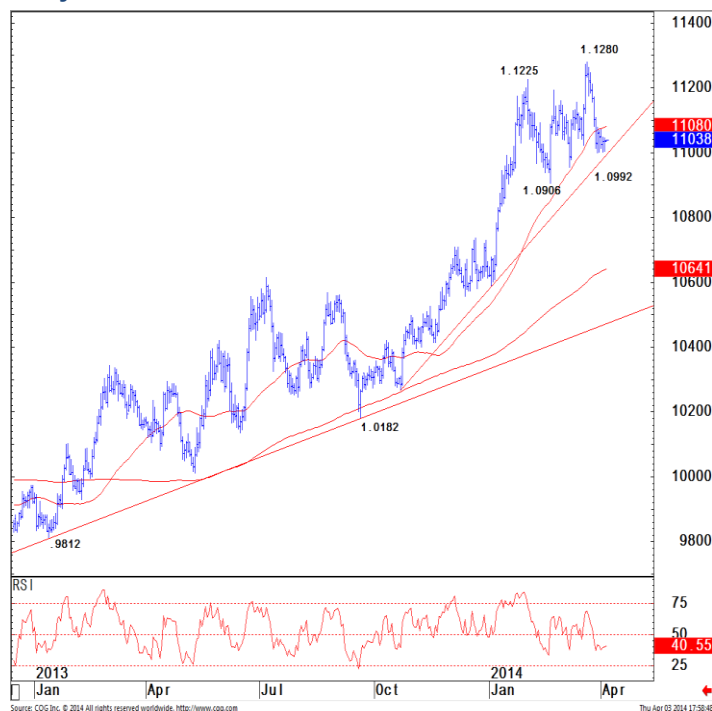
No change leaves USDCAD trading water above trendline and price support at 1.0992/54. Modest resistance at 1.1106/08 remains as yet unchallenged, leaving the risks still to support. While we would expect an attempt to turn higher from 1.0954, if directly removed, we would look lower to a more important price low at 1.0906 next.

Resistance moves to 1.1071/79 initially, but above 1.1106/08 is needed to ease the immediate downside bias, for a recovery back to 1.1171/74.

Strategy: Short at 1.1070, stop above 1.1120. Take profit at 1.0910.

View | 1 day ↓ | 1 week ↓ | 1 month ↑

Daily



Source: CQG, Credit Suisse

EURJPY

Resistance 142.67, 142.85, 143.22, 143.44/51*, 143.64,
143.82**, 144.37/41*, 145.14, 145.69**

Support 142.16/15*, 142.00, 141.90/80*, 141.58/53,
141.32/27*, 141.07, 140.97/82

Resistance/Support tables rank level importance by stars *, **, to *** being most important

The 143.82 March high has initially capped, but our bias still leans higher for now.

EURJPY's initial test of the 143.82 high, posted in early March, has uncovered selling and seen prices retreat lower. However, while 141.32/27 holds, the bias can still lean topside. Near-term resistance is placed at 142.85. Above 143.44/51 should re-open a test of the 143.82 high. Above here would allow a challenge of the 2013 peak at 145.69. Bigger picture, we still look for 149.25/27.

Support moves to 142.16/15 initially, then 141.90/80, with 141.32/27 ideally holding to keep the immediate trend higher.

Strategy: Long, stop below 142.15, for 145.50.

View | 1 day → | 1 week ↑ | 1 month ↑

Daily



Source: CQG, Credit Suisse

EURGBP

Resistance	.8275, .8283, .8315*, .8324/35*, .8351, .8366*, .8396/98*, .8403/08*, .8418**
Support	.8260, .8245*, .8206/03*, .8190/89*, .8165/55**, .8132*, .8085*, .8061, 8034*




Resistance/Support tables rank level importance by stars *, **, to *** being most important

We remain bearish for .8203/.8190, beneath which again targets key support at .8165/55.

EURGBP reversed early strength yesterday to stand back at the low end of the current range. We stay bearish and look for an eventual breakdown below .8245 to test price support at .8203/.8190 next. Beneath here should see a fresh challenge of key support at .8165/55 – the February low, 61.8% retracement of the 2012/2013 rally and top of the 2012 base. Whilst a fresh recovery from here should be allowed for, our medium-term outlook stays bearish for an eventual break lower for .8085 next, and eventually our .7800 core bear target.

Resistance remains at .8293 initially, with .8324/35 expected to cap to keep the bias directly lower.

Strategy: Sold strength to .8293, stop above .8324, for .8170.

View | 1 day  | 1 week  | 1 month 

Daily



Source: CQG, Credit Suisse