

## European Forex Technicals: EUR Recovering Versus Majors

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A DOW JONES NEWSWIRE COLUMN

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

Forex spot:	EUR/USD	USD/JPY	GBP/USD	USD/CHF
Spot 0457 GMT	1.2292	92.25	1.4685	1.1529
3 Day Trend	Range	Bullish	Bullish	Bearish
Weekly Trend	Bearish	Bearish	Range	Bullish
200 day ma	1.3649	92.06	1.5540	1.0762
3rd Resistance	1.2420	92.97	1.4805	1.1678
2nd Resistance	1.2355	92.69	1.4785	1.1603
1st Resistance	1.2326	92.36	1.4771	1.1568
Pivot*	1.2232	91.79	1.4659	1.1563
1st Support	1.2226	92.04	1.4621	1.1504
2nd Support	1.2175	91.75	1.4554	1.1470
3rd Support	1.2110	91.30	1.4435	1.1345

Intraday EUR/USD: Remains above Tuesday's 2010 low at 1.2110 as the prospect of a bear trap increases, and near-term bulls are looking to regain a foothold above 1.2300 to open Tuesday's high at 1.2355. A break above there would leave a higher low at 1.2175, creating upside scope for wave equality at 1.2420 and the previous reaction high at 1.2454, set May 28. Below 1.2226 would cast doubt on recovery hopes, and a break below 1.2175 would expose the 1.2110 low.

Weekly chart EUR/USD trend: Bearish.

Intraday USD/JPY: Extends the strong recovery to sustain the break above 91.63, and Wednesday's high at 92.36 is being tested. There is room for a break above there to the 92.69 area, but a sustained break above there is required to open the May 18 lower high at 92.97. The 91.75 area has become intraday pivotal support, but weakness should be limited to the 91.30 area.

Weekly chart USD/JPY trend: Bearish.

Intraday GBP/USD: Suffered a setback off 1.4771 Wednesday to leave a cautious doji on the daily chart, as resistance in this key area below 1.4805 begins to emerge. Attempts to retest 1.4771 should be beaten back to protect 1.4805, but to extend the rally off the May 20 reaction low at 1.4229, a fresh wave of bull pressure is needed, opening the 1.5053 lower high. Below 1.4621 would expose Wednesday's low at 1.4554, but 1.4435 provides backup support.

Weekly chart GBP/USD trend: Range.

Intraday USD/CHF: Suffered a definitive setback off Tuesday's fresh 13-month high at 1.1730, and renewed bear pressure off Wednesday's high at 1.1603 brings the focus back onto Tuesday's low at 1.1470. A break below there would create downside scope to 1.1345, and the May 18 higher low at 1.1268 on concerted corrective weakness. Only above 1.1603 would question the bearish outlook, which is protected by 1.1568.

Weekly chart USD/CHF trend: Bullish.

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second table

Forex spot:	EUR/GBP	EUR/JPY	EUR/CHF	AUD/USD
Spot 0526 GMT	0.8370	113.66	1.4174	0.8496
3 Day Trend	Bearish	Bullish	Bearish	Bullish
Weekly Trend	Bearish	Range	Bearish	Bearish
200 day ma	0.8784	125.63	1.4657	0.8809
3rd Resistance	0.8450	114.61	1.4226	0.8646
2nd Resistance	0.8429	114.40	1.4200	0.8578
1st Resistance	0.8378	114.05	1.4188	0.8550
Pivot*	0.8340	112.30	1.4142	0.8373
1st Support	0.8328	113.18	1.4150	0.8376
2nd Support	0.8281	112.50	1.4120	0.8278
3rd Support	0.8195	111.77	1.4088	0.8202

Intraday EUR/GBP: Stages a good recovery off Wednesday's 2010 low at 0.8281 to leave a bull hammer on the daily chart, and is looking to force a break above resistance at 0.8378. However, with former range lows at 0.8429 reverting to resistance, scope for corrective upside looks limited to this area. A break below 0.8328 would leave a near-term bull failure, and bring the focus back onto the 0.8281 low.

Weekly chart EUR/GBP trend: Bearish.

Intraday EUR/JPY: Sets a fresh eight-day high following Thursday's probe above 113.67, and is looking to tackle resistance at the May 21 lower high at 114.40. A higher low at 109.77 has been confirmed, creating room for wave equality at 114.61, and the May 18 lower high at 115.50. The 112.50 area becomes intraday pivotal support, and only below there would concern short-term bulls.

Weekly chart EUR/JPY trend: Range.

Intraday EUR/CHF: Completes a double-bottom at 1.4120 following Thursday's break through 1.4154, and the 1.4188 measured target is now the focus for near-term bulls. Key moving average resistance on the 60-minute chart lies in the 1.4200 area, but a sustained break through there is required to lift the wider dominant bear tone. Support lies at 1.4150 to protect the 1.4120 low.

Weekly chart EUR/CHF trend: Bearish.

Intraday AUD/USD: Stages a good recovery off Wednesday's marginal low at 0.8278, and bulls are looking to regain ground above 0.8500 to put the May 28 reaction high at 0.8550 under pressure. However, a fresh wave of bull pressure is required to force a break through the 0.8550/78 resistance area, which protects the 0.8725/60 area. Keeping 0.8550 intact would prompt lateral consolidation back towards the 0.8278 low.

Weekly chart AUD/USD trend: Bearish.

\* 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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