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WEEKLY TECHNICAL STRATEGIST

EURUSD: Recovery Efforts Continue To Gather Momentum, Looks To See Higher Prices.

EURUSD- EUR reversed part of its previous week losses to close higher at 1.5652 on Friday following its recovery bounce off its Jun 13'08 low at 1.5304. Maintaining the mentioned gains should push the pair higher this week towards the 1.5844 level, its Jun 09'08 high ahead of the 1.5895/I 5912 area, its Mar 31'08 high/April 10'08 high and then its YTD high at 1.6018. Both the daily and weekly Stochastics & RSI remain supportive of this view. However, failing at the current levels to follow through on the said upside gains would suggest a turn lower aiming at the 1.5593 level, its May 06'08 initially followed by its May 08'08 low at 1.8285 with a break through there triggering the resumption of its short term downtrend and extending lower prices towards its .50 Ret (1.4309-1.6018 high) at 1.5164. On the whole, EUR is expected to lose momentum as it is approaching the 1.5844 level and later turn lower but a failure to do that followed with a break and hold above there (1.5844) will invalidate our short term downtrend outlook and increase further upside risk.

Directional Bias:

Nearer Term -Bullish
Short Term -Bearish
Medium Term -Bullish

Performance in %:

Past Week: +1.51%
Past Month: -0.45%
Past Quarter: +8.03%
Year-To-Date: +7.03%

Weekly Range:

High -1.5652
Low -1.5347

Weekly Chart: EURUSD



GBPUSD: GBP Turns Focus On To The 1.9800/50 Zone

GBPUSD-Having almost taken back its previous week losses last week, GBP sustained a recovery off the 1.9410 level, its Jun 13'08 low to close the week higher at 1.9760 on Friday. This current price momentum has turn the pair's focus to the 1.9802/51 zone, its Jun 09/May 23'08 highs where a clean invalidation could see it extending gains towards the 1.9965/2.0027 zone, its Feb 27'08/April 21 & 28'08 highs and next its Mar 27'08 high at 2.0191. Both the daily and weekly studies continue to point higher implying further strength. On the downside, the 1.9598, marking its April 15'08 low is expected to come in is the immediate support accompanied by the 1.9407 level, its Jun 13'08 low with the 1.9360/35 zone, its 2008 lows seen as the next downside objective ahead of the 1.9180 level, its Mar'07 low. All in all, while the present recovery may have some more upside to go, the 1.9802/51 zone is envisaged to present a considerable resistance and push the pair back to the downside. Its inability to do that will put out short term downside bias on hold and bring further higher prices.

Directional Bias:

Nearer Term -Bullish

Short Term -Mixed

Medium Term -Bearish

Performance in %:

Past Week: +1.50%

Past Month: -0.22%

Past Quarter: -0.14 %

Year-To-Date: -0.48%

Weekly Range:

High -1.9791

Low -1.9459

Weekly Chart: GBPUSD



AUDUSD: Recovers Off The 0.9335 Low, Sets To Head Further Higher.

AUDUSD- AUDUSD maintained a fifth-day of upside recovery on Friday trading sharply higher to close the week at 0.9537. This is coming on the back of a decline off its YTD high at 0.9648 printed on Jun 09'08. This development leaves the pair targeting the 0.9648 level on a follow-through to the upside with a loss of there setting it up for further higher prices towards the 0.9748 level, marking its 1.272 Fib Ext. and then the 0.98 0.9857 level, its 1.618 Fib Ext. Its daily and weekly studies have turned higher suggesting further upside recovery. On the other hand, a pullback in the present recovery should see AUDUSD moving lower towards 0.9527 level followed by its Jun 04'08 low at 0.9487 with its recent swing low registered on Jun 12'08 at 0.9328 coming in as the next downside objective. On the whole, AUDUSD looks to strengthen further having initiated a recovery off the 0.9328 low. Longer term outlook remains to the upside

Directional Bias:

Nearer Term -Bullish

Short Term -Bullish

Medium Term -Bullish

Performance in %:

Past Week: +1.64%

Past Month: +3.31%

Past Quarter: +4.07%

Year-To-Date: +8.80%

Weekly Range:

High -0.9578

Low -0.9371

Weekly Chart: AUDUSD



Charts: Courtesy of Prorealtime

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