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DAILY TECHNICAL STRATEGIST

EURUSD: Continues To Hold On To Its Nearer Term Recovery Gains

EURUSD: Although the nearer term recovery off the 1.5302 level (Jun 13'08 low) continues to suggest a continuation, pushing through the 1.5842 level, its Jun 09'08 high must occur to put the pair's downside threat on hold and open up upside risk towards the 1.5895/I 5912 area, its Mar 31'08 high/April 10'08 high initially and then its YTD high at 1.6018. However, if this upside view is capped by the 1.5842 level, lower prices is expected towards the 1.5510 level, its April 03'08 low followed by the 1.5360/64 level, its .382 Fib Ret/ Jun 05'08 low with a loss of there targeting its May 08'08 low at 1.5283 and afterwards its .50 Ret (1.4309-1.6018 high) at 1.5164. Its weekly Stochastics remains clearly in support of this view. On the whole, while EUR looks to see further gains in its nearer term outlook, breaking and closing above the 1.5842 is required to halt its short term downside pressure.

Support	Comments
1.5510	April 03'08 low
1.5360/64	.382 Fib Ret/ Jun 05'08 low
1.5283	May 08'08 low
1.5164	.50 Ret (1.4309-1.6018 high)
Resistance	Comments
1.5593	May 06'08 high
1.5817/42 high	May 27'08/Jun 09'08
1.5895/I 5912	Mar 31'08 high/April 10'08 high
1.6018	YTD high

Daily Chart: EURUSD



GBPUSD: GBP Continues To Maintain Within Its Weekly Falling Channel.

GBPUSD: While a positive close was recorded Tuesday, GBP remains confined to its weekly falling channel suggesting that a failure to decisively break and hold above it will turn the pair lower toward the 1.9598, its April 15'08 low at first and then the 1.9407 level, its Jun 13'08 low accompanied by the 1.9360/35 zone, its 2008 lows. Weakening below the latter will put the pair on the path to further downside losses towards the 1.9180 level, its Mar'07 low. Its daily Stochastics is now turning lower supporting this downside view. On the upside, the 1.9850 level, representing its May 23'08 high is now seen as a strong resistance with a clearance of there opening the door for more upside gains aiming at the 1.9963/ 2.0026 levels, its Feb 27'08/April 21 & 28'08 highs and next the 2.0191 level, its Mar 27'08 high. In short, as long as the pair continues to hold and trade within its weekly falling channel, risk remains to the downside.

Support	Comments
1.9598	April 15'08 low
1.9698	Jun 17'08 high
1.9407	Jun 13'08 low
1.9360/35	2008 lows.
Resistance	Comments
1.9850	May 23'08 high
1.9963/2.0026	Feb 27'08/April 21 & 28'08 highs
2.0191	Mar 27'08

Daily Chart: GBPUSD



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