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DAILY TECHNICAL STRATEGIST

EURUSD: Clears Its Dec'07 Low, Turns Attention To The 1.4014 Level.

EURUSD: Weakness through its Wednesday low at 1.4386 saw EUR break and close below another strong resistance at the 1.4310 level(its Dec'07 high) opening the door for lower prices towards a key support residing at the 1.4015 level, its Oct'07 low. If a continued decline persists, its July'07 high at 1.3852 will be targeted. Weekly and monthly studies are trending lower suggesting further declines could be seen. On the upside, its invalidated support at 1.4310 should now reverse roles and provide resistance. However, if a corrective recovery materializes through there, its Jan 22'08/Sept 03'08 lows at 1.4364/86 will be aimed at with additional strength if seen paving the way for a push towards the 1.4595/65 zone, its broken LT rising trendline/Aug 26'08 low/broken range break price target. On the whole, with a fresh phase of weakness triggered, EUR is now poised to head towards its key support resting at 1.4015 and possibly lower

Support	Comments
1.4014	Oct'07 low
1.3852	July'07 high
1.3361	Aug'07 high

Resistance	Comments
1.4309	Dec'07 low
1.4364/86	Jan 22'08/Sept 03'08 lows
1.4595/65	Broken LT Rising trendline/Range Break Price Target
1.4630	Aug 19'08 low

Daily Chart: EURUSD



GBPUSD: Persistent Weakness Continues To Take Hold On GBP.

GBPUSD: GBP is on its way to a seventh-weekly lower closes having weakened for a fourth-day in a row since the beginning of week. This is coming on the back of its broader medium term decline off the 2.1160 high followed with a failed nearer term recovery the previous week. Downside objectives are located at the 1.7623 level, its Mar'06 high and then at the 1.7251 level (April'06 low) with a distant support located at the 1.7129 level, its Dec'05 low. Higher time frame momentum remains supportive of this view. On any recovery from here, GBP should move towards its Jan'06 high at 1.7935 and the 1.8090 level, its Jun'06 low with a break through there pushing the pair towards the 1.8176 level, its July 16'06 low. All in all, medium term downtrend remains in good shape with any strength seen corrective.

Support Comments

1.7623	Mar'06 high
1.7251	April'06 low
1.7129	Dec'05 low
1.7049	Nov'05 low

Resistance Comments

1.7935	Jan'06 high
1.8090	Jun'06 low
1.8176	July 16'06 low
1.8283/74	Aug 27'08 low/Descending triangle breakout price target

Daily Chart: GBPUSD



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