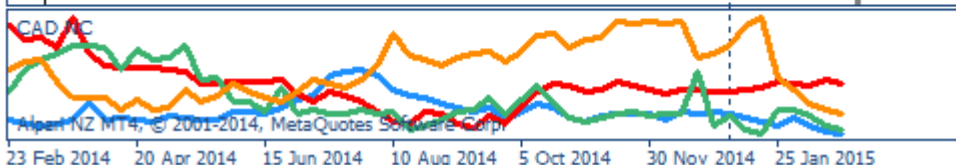
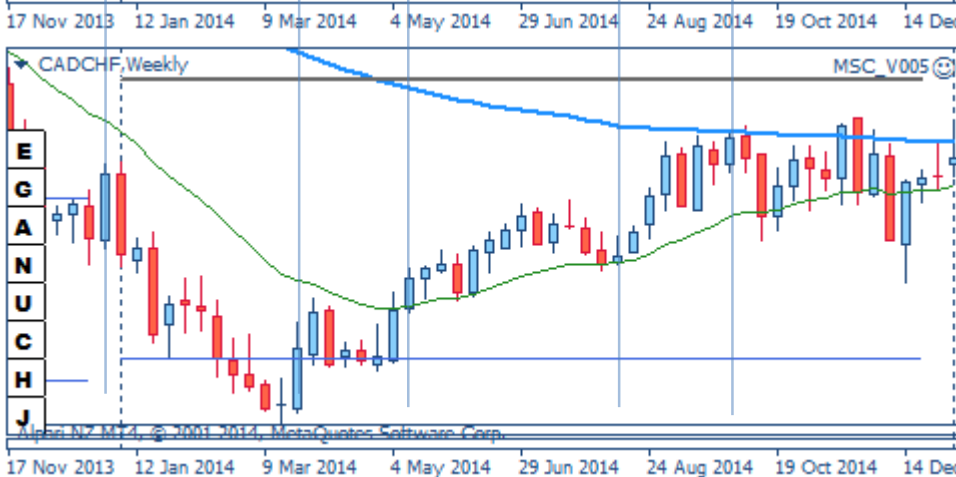
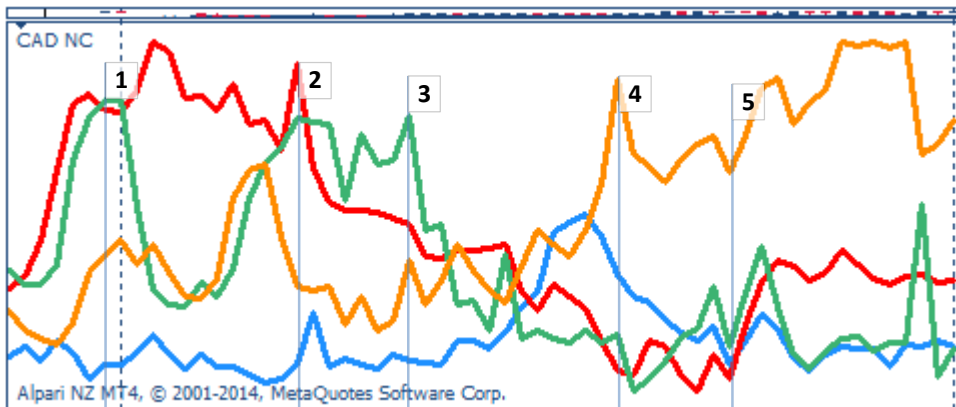


## CADCHF Monday, 9<sup>th</sup> of March 2015



(1) CAD is heavily bearish, CHF longs are also growing. We can see that the price is coming from the top of the chart, resulting in overall bearish between large positions and price action.

The week closes very bullish, breaking through the highs of the previous 4. Immediately we are reviewing the premise – if large traders start bailing out, closing their losses, the volumes will fuel the market to go further up.

The next week, however, closes down, restoring bearish bias for now. Even though CHF longs started closing another week later, CAD shorts increased even further, suggesting that the trend will continue.

(2) CAD shorts were decreasing their positions, scaling out of the trend. As the price closed bullish this week, we saw a large spike in CAD shorts, not quite reaching the previous volume though.

The next week CAD traders bail out, as the market continues higher.

CHF is net bullish, so the change in trend is not confirmed by large traders yet. CAD shorts changing their direction and suggesting that CH cross will go up, but CHF longs are still suggesting that the pair will go further down. Indecisive.

(3) By this time we can see the price breaking further up, above the recent high and 20 EMA – price action is clearly bullish. CAD shorts have been scaling out, closing even more positions, pushing the cross up as well.

An important signal is the double top in CHF long volume that fails to move the price down. The next week when these traders started bailing out we had the same signal as with CAD shorts at (2). Now we have price action and both CAD/CHF traders confirming bullish bias for CH trading pair.

(4) The price has been correcting to 20 EMA during the past 3 weeks. CAD traders are net long, suggesting bullish bias. CHF shorts were increasing their positions all throughout the trend. Our bias is heavily bullish, so we expect a bounce from 20 EMA and look for buys on Daily.

(5) As the price is coming to 100 EMA resistance, CAD traders became indecisive (longs ~ shorts). Even though CHF is still heavily short we expect some kind of reaction around resistance level but do not look to fade the trend.

In the next couple weeks CAD short volumes were growing along with CHF shorts and the price ended up in a wide range between 100 and 20 EMAs.

0.73225

0.68295

101668.5

13810.45