

FX Daily

Global Strategy Technical Analysis

Today's highlights:

- EURGBP's spotlight turns to downtrend support from June 2013 at .7960.
- GBPUSD is poised for a challenge of the 1.6998 high. A break here should see further strength towards 1.7044 next.
- USDJPY continues to consolidate, but we expect a retest of the 200-day average at 101.59.
- AUDUSD ideally holds .9352/51 – price support and 38.2% retracement of the rally since late May – to keep the immediate risk higher.
- NZDUSD continues to hold its base and we look for a retest of price resistance at .8744.
- EURJPY remains capped below the 200-day average at 138.81.
- USDCAD remains under pressure for a test of key support at 1.0819/13.

Today's trades/positions:

- EURUSD: Short, stop above 1.3582 for 1.3480.
- USDJPY: Short, stop above 102.41, for 100.80.
- GBPUSD: Flat. Buy at 1.6922, stop below 1.6878 for 1.7044. Also, add on break of 1.6998.
- USDCHF: Long, stop/reverse below .8898 for .9080.
- AUDUSD: Flat. Buy at .9340, stop below .9300 for .9460.
- NZDUSD: Flat. Buy at .8576, stop below .8530 for .8697.
- USDCAD: Short, stop above 1.0962 for 1.0819/13.
- EURJPY: Short, stop above 139.43 for 136.76/74.
- EURGBP: Flat, Sell at .8027, stop above .8064 for .7923.

Hierarchy Grid

Foreign Exchange	Last run Fri, 13 Jun 2014 04:30:20
21-day:	NZD, AUD, CAD, GBP, JPY, USD, CHF, EUR
63-day:	AUD, CAD, NZD, GBP, JPY, USD, CHF, EUR
100-day:	AUD, NZD, CAD, GBP, JPY, USD, CHF, EUR

Source: Credit Suisse

EURUSD

Resistance 1.3566, 1.3580/82*, 1.3602/03*, 1.3620, 1.3662*, 1.3670/76*, 1.3689/90*, 1.3723, 1.3732/35*

Support 1.3520/12, 1.3503*, 1.3483/77**, 1.3462, 1.3454*, 1.3439*, 1.3399*, 1.3359, 1.3344

Resistance/Support tables rank level importance by stars *,**, to *** being most important

We remain bearish for a break of the spike low at 1.3503.

EURUSD continues to consolidate sideways and we remain bearish here while capped below 1.3603. Therefore, we continue to look for weakness to extend towards the range spike low at 1.3503. Below here can then see a test of February lows at 1.3483/77, adding weight to the large “bearish” wedge picture. While we expect this latter level to hold at first, an eventual break could target potential trend support at 1.3454/39 next, and eventually down to 1.3248.

Above 1.3603 can see a move back up towards 1.3689/90.

Strategy: Short, stop above 1.3582 for 1.3480.

View | 1 day ↓ | 1 week ↓ | 1 month →

Source: CQG, Credit Suisse

Daily



USDJPY

Resistance 102.09/15*, 102.41, 102.58/66*, 102.77/86*, 103.02/08*, 103.19*, 103.43, 103.59

Support 101.66/59**, 101.42*, 101.34*, 101.02, 100.82**, 100.76**, 100.62*, 100.44*, 100.00*

We look for a retest of the 200-day average at 101.59.

USDJPY has staged an “inside” day, leaving the immediate outlook unchanged. We continue to look for a retest of key support at 101.59/42 – price and the 200-day average. An eventual break here would see weakness towards the May low at 100.82 where we would expect to hold. However, a direct extension through here would complete a top towards 100.76/62.

Resistance shows at 102.09/15 initially, with a break above 102.66 needed to see a move back to 102.81/103.02 - price, the 61.8% retracement of the April/May decline and May spike high.

Strategy: Short, stop above 102.41, for 100.80.

View | 1 day → | 1 week → | 1 month →

Source: CQG, Credit Suisse

Daily



GBPUSD

Resistance	1.6993/7000**, 1.7025/27*, 1.7044**, 1.7072/75*, 1.7096/1.7100*, 1.7200, 1.7285*, 1.7300
Support	1.6965, 1.6923/22*, 1.6878, 1.6860*, 1.6802, 1.6786, 1.6771, 1.6739*, 1.6723*, 1.6704/1.6693*

Resistance/Support tables rank level importance by stars *, **, to *** being most important

A break of key resistance at 1.6998/7000 should trigger a bullish move towards 1.7044 next.

GBPUSD has retested the high since late 2009 and psychological barrier at 1.6998/7000. Our bias here leans towards an eventual break of this pivotal level which should trigger a resumption of the uptrend for further strength towards the multi-year range high at 1.7044, with scope for 1.7096/1.7100. Only above here can then see a more important level at 1.7332 – the 50% retracement of the 2007/2009 collapse.

Immediate support shows at 1.6923/22, with a break below 1.6802 needed to negate the immediate upside bias.

Strategy: Buy at 1.6922, stop below 1.6878 for 1.7044. Also, add on break of 1.6998.

View | 1 day ↑ | 1 week ↑ | 1 month ↑

Daily



Source: CQG, Credit Suisse

USDCHF

Resistance.	.9012/14*, .9038/39*, .9064, .9084**, .9135/36*, .9158**, .9192/93*, .9227, .9251**
Support	.8987, .8963/53*, .8919, .8910/08*, .8898*, .8883*, .8864/58*, .8832, .8814, .8801*, .8799

Resistance/Support tables rank level importance by stars *, **, to *** being most important

The rising 21-day average at .8963 continues to hold.

USDCHF has traded sideways but continues to hold above its rising 21-day average, now at .8963, keeping the immediate risk higher. Therefore, we look for a push above the recent high at .9012/14, which should trigger further strength towards the spike high at .9038. An eventual break here would then target .9084 next, ahead of the February high and then .9135/36 – the 38.2% retracement of the 2013/2014 bear trend.

Immediate support shows at .8987, with a break below .8963/53 needed to see a move back towards .8910/08.

Strategy: Long, stop/reverse below .8898 for .9080.

View | 1 day ↑ | 1 week ↑ | 1 month →

Daily



Source: CQG, Credit Suisse

AUDUSD

Resistance .9429, .9439*, .9463**, .9481, .9531, .9545*, .9577, .9621/26**, .9673

Support .9374, .9352/51*, .9340, .9318, .9307/02*, .9258, .9244, .9230*

Resistance/Support tables rank level importance by stars *, **, to *** being most important

Price support at .9352/51 ideally holds to maintain the near-term bullish picture.

AUDUSD has pulled back slightly, but with prices still above .9352/51 – price support and the 38.2% retracement of the rally since late May – the immediate risk lies on the upside. Therefore, we expect strength to extend towards the 2014 high at .9463, which should act as tougher resistance. Capitulation of the latter though would complete a bullish continuation pattern, targeting .9545 next and potentially .9621/26 – price and 50% Fibonacci retracement of the 2013/2014 decline.

Support shows at .9374 initially, followed by .9352/51. A break of the latter should see weakness towards .9307/02.

Strategy: Flat. Buy at .9340, stop below .9300 for .9460.

View | 1 day | 1 week | 1 month

Source: CQG, Credit Suisse

Daily



NZDUSD

Resistance .8743/44*, .8781/86**, .8830/35**, .8845**, .8853, .8913, .8949, .8985**

Support .8645/44, .8628*, .8605/04, .8587*, .8576*, .8521, .8490/79*, .8431

Resistance/Support tables rank level importance by stars *, **, to *** being most important

We look for a retest of price resistance at .8743/44.

NZDUSD has staged an intraday spike higher but met with strong selling pressure at price resistance at .8744. However with a base still in place here, we continue to look for a retest of .8744. Above here looks towards the 2014 high at .8781 where we would expect to cap. However, a direct extension through here can see a challenge of the uptrend line resistance from January 2014 at .8830.

Immediate support shows at .8645/44, followed by .8587. Below here should see a move back towards 8490/79.

Strategy: Flat. Buy at .8590, stop below .8530 for .8780.

View | 1 day | 1 week | 1 month

Source: CQG, Credit Suisse

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USDCAD

Resistance 1.0871*, 1.0884, 1.0905/07, 1.0922, 1.0942/46*,
1.0962*, 1.0973/78*, 1.0991/93**, 1.1007*, 1.1031

Support 1.0843/39*, 1.0826, 1.0819/13*, 1.0769/68**,
1.0759*, 1.0738*, 1.0738/29*, 1.0682

Resistance/Support tables rank level importance by stars *,**, to *** being most important

We remain bearish for 1.0819/13.

USDCAD continues to consolidate its recent losses and remains capped beneath the 21-day average at 1.0884. Therefore, we remain bearish for a break of immediate support at 1.0839, with scope for the low since January at 1.0819/13. Beneath here would complete a top which can then trigger a move towards the channel support and 200-day moving average at 1.0770/69, where we would expect to offer a better support.

Above 1.0905/07 should see a move to 1.0962 where we look to ideally hold to keep the immediate risk lower.

Strategy: Short, stop above 1.0962 for 1.0819/13.

View | 1 day | ↓ | 1 week | → | 1 month | →

Daily



Source: CQG, Credit Suisse

EURJPY

Resistance 138.57, 138.72/81*, 139.19*, 139.47/50,
139.97/140.00, 140.11, 140.25/33*, 140.59*, 140.75*

Support 137.74/72*, 136.76, 136.54, 136.23**, 136.02/00,
135.48*, 135.00, 134.37, 134.10*

Resistance/Support tables rank level importance by stars *,**, to *** being most important

We stay bearish while capped below the 200-day average at 138.81.

EURJPY continues to consolidate its recent decline and we maintain our bearish outlook. Extension beyond the recent low at 137.74/72 would see weakness towards price support at 136.54 initially. If the latter is breached, we would expect a deeper fall towards the 61.8% retracement of the November 2013/December 2013 rally at 136.76/74, followed by the February low at 136.23.

Resistance shows at 138.57 initially, followed by 139.19. A break above 140.11 is needed to ease the immediate downside bias.

Strategy: Short, stop above 139.43 for 136.76/74.

View | 1 day | ↓ | 1 week | → | 1 month | →

Daily



Source: CQG, Credit Suisse

EURGBP

Resistance .7983, .8009, .8027*, .8064/67, .8088/96, .8124, .8132/43*, .8152*, .8161*

Support .7960**, .7942, .7923*, .7906, .7886/83*, .7876, .7855, .7833, .7812*

Resistance/Support tables rank level importance by stars *, **, to *** being most important

The spotlight turns to downtrend support at .7960.

EURGBP has broken support at .7982/61 – the November 2012 low and the 78.6% retracement of the 2012 uptrend – leaving the immediate outlook bearish. Further weakness here should see a challenge of downtrend support now at .7960 where we would expect to hold initially. A break of the latter though, could see a move towards .7923, with scope for .7886/83. However, bigger picture, our bearish bias continues to lean towards our medium term bear target at .7800.

Immediate resistance shows at .7983, with a break above needed to see a move back towards .8027.

Strategy: Flat, took profit at .7985. Sell at .8027, stop above .8064 for .7923.

View | 1 day ↓ | 1 week ↓ | 1 month ↓

Daily



Source: CQG, Credit Suisse