

# FX Daily

Global Strategy • Technical Analysis

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## Today's highlights:

- NZDUSD's prod above .8795 keeps the focus higher on medium-term resistance at .8845/61.
- AUDUSD continues to hold support at .9340/22 for now. A break would see a top.
- USDCAD continues to find buying interest above support at 1.0615/00, and we look for a base here.
- USDJPY setback extends, bringing the 101.23 low back in focus.
- EURUSD's near-term strength remains seen as corrective, and we stay bearish for a test of key support at 1.3494/77.
- EURGBP's current bounce is still seen as corrective and we stay bearish for our core target at .7800.
- GBPUSD remains in a high level range, but the trend stays higher to 1.7330/32.

## Today's trades/positions:

- EURUSD: Flat. Sell at 1.3630/40, stop above 1.3665, for 1.3513/03.
- USDJPY: Short, stop above 102.41, for 100.85.
- GBPUSD: Long, stop below 1.6921, for 1.7330.
- USDCHF: Flat, buy at .8915, stop below .8887, for .8975.
- AUDUSD: Long, stop/reverse below .9320. Take profit at .9580.
- NZDUSD: Long, raise the stop/reverse to below .8599, for .8835.
- USDCAD: Long, stop/reverse below 1.0555, for 1.0800.
- EURJPY: Short, stop above 139.49, for 136.76/74.
- EURGBP: Short at .7950, stop above .7995. Take profit at .7810.

## Hierarchy Grid

Foreign Exchange		Last run Tue, 8 Jul 2014 04:30:15
21-day:	CAD, NZD, GBP, CHF, EUR, JPY, USD, AUD	STRONGEST WEAKEST
63-day:	CAD, NZD, GBP, AUD, JPY, USD, CHF, EUR	
100-day:	CAD, NZD, GBP, AUD, JPY, USD, CHF, EUR	

Source: Credit Suisse

Hierarchy Grid explained – please follow this link for a full guide on how to use the Hierarchy Grid.  
[TAHierarchyGrid](#)

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## EURUSD

Resistance 1.3621/24, 1.3638/42, 1.3653, 1.3665\*, 1.3671, 1.3682/84\*, 1.3701\*\*, 1.3723\*, 1.3732/35\*

Support 1.3588, 1.3575\*, 1.3566/64\*, 1.3548, 1.3536\*, 1.3513/03\*, 1.3494/77\*\*, 1.3462, 1.3399\*

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

**EURUSD strength remains seen as corrective and we stay bearish for a test of key support at 1.3494/77.**

EURUSD edged higher again on Tuesday, extending the recent correction. However, with a small top still in place below 1.3640, we stay bearish. Below 1.3575 should see a test of "neckline" support at 1.3513/03, a break of which would aim at more important levels at 1.3494/77 – trendline support and the early year low. A break of this level is needed to compete a large "bear wedge" pattern, and now also a further top, warning of further significant weakness to 1.3248 initially.

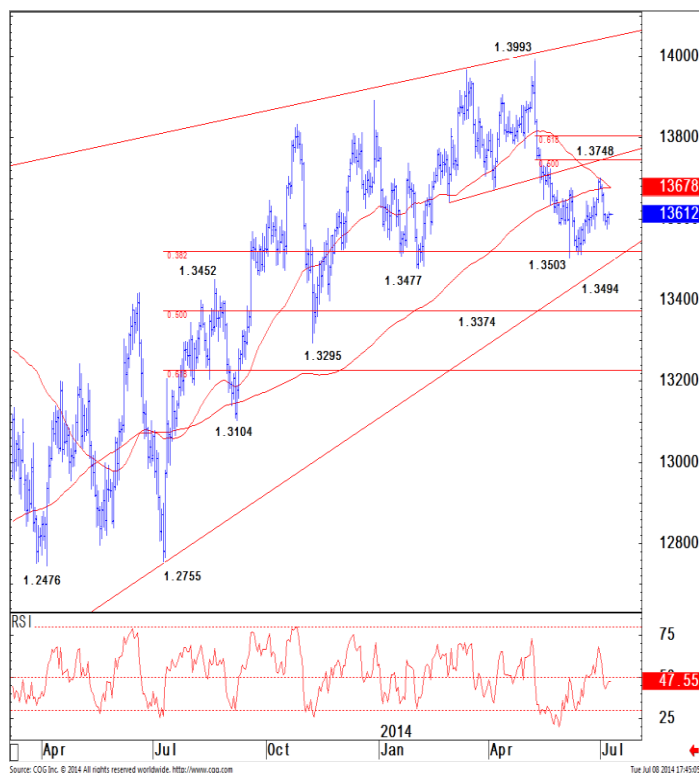
Near-term resistance remains at 1.321/24, above which can see a recovery back to 1.3638/42, and potentially 1.3665.

**Strategy:** Flat. Sell strength to 1.3630/40, stop above 1.3665. Take profit at 1.3513/03.

View | 1 day ↓ | 1 week ↓ | 1 month →

Source: CQG, Credit Suisse

## Daily



## USDJPY

Resistance 101.68, 101.88, 101.97\*, 102.15, 102.19/28\*, 102.36/41\*, 102.58/66\*, 102.77/81\*, 103.03\*\*

Support 101.45/40\*, 101.23\*, 101.02, 100.84/76\*\*, 100.62\*, 100.44\*, 100.00\*

**The setback extends, bringing the 101.23 low back in focus.**

USDJPY remains in retreat and is now approaching the 101.45/40 price support. We look for a bounce here. However, if removed this would again bring into view the late June low at 101.23. While we would expect a basing attempt here again, a break would expose key support from the lower end of the medium-term range at 100.82/75.

Above 101.88/97 is needed to look back to 102.20/28. Above here is needed to aim at a tougher barrier at 102.77/81 – the falling trendline from February 2014 and the June peak – which we would look to cap.

**Strategy:** Short, stop above 102.41, for 100.85.

View | 1 day ↓ | 1 week → | 1 month →

Source: CQG, Credit Suisse

## Daily



## GBPUSD

Resistance 1.7149\*, 1.7157, 1.7171, 1.7180/81\*, 1.7200,  
1.7224\*, 1.7285\*, 1.7300, 1.7330/32\*\*, 1.7382

Support 1.7114, 1.7094/85\*, 1.7063/52, 1.7041\*,  
1.7008/1.6698\*, 1.6971, 1.6952\*, 1.6926/22\*

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

**GBPUSD holds 13-day average support, and the trend stays higher to 1.7330/32.**

GBPUSD has sold off to test former trendline support and the rising 13-day average at 1.7094/85. Buying was found here, which leaves price still in a high level range, and we still see the risks topside. Immediate resistance is at 1.7149, with a break above 1.7181 targeting potential trend resistance at 1.7229 next, and eventually on to our long-held medium-term target at 1.7330/32 – the 50% retracement of the 2007/2009 collapse. We would look for this to then cap at first, for a correction lower.

Immediate support shows at 1.7114. Failure to hold 1.7085 can see a minor top to target 1.7041 then 1.7008/1.6998, which we look to then ideally hold.

**Strategy:** Long, stop below 1.6921, for 1.7330.

View | 1 day | 1 week | 1 month

Source: CQG, Credit Suisse

## Daily



## USDCHF

Resistance. .8948, .8960/68\*, .8976\*, .8997, .9015\*, .9038/39\*,  
.9064, .9084\*

Support .8921\*, .8911/08\*, .8900, .8887/73, .8856\*,  
.8832/31\*, .8814, .8801\*, .8778/71\*

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

**Above .8966/76 is still needed to see a move back to the .9038 recent high.**

USDCHF remains capped below downtrend and 61.8% retracement resistance at .8966/76, and continues to consolidate recent gains. Immediate resistance is seen at .8948, with a break through .8976 needed to suggest a more sustained rally is underway, and strength can extend for a retest of the range highs at .9015/38.

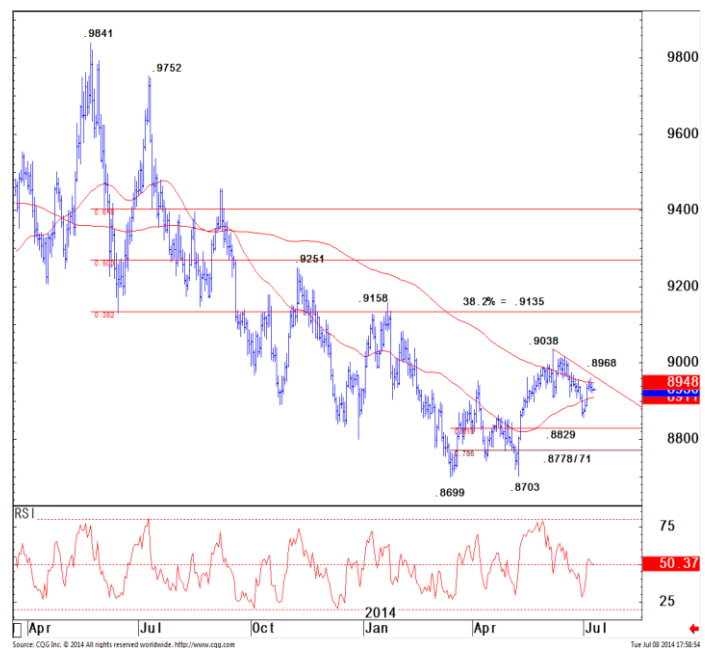
Support moves to .8921 initially, below which can ease the immediate upside bias for a retreat back to .8908/00. Back below here is needed to retest the .8856 recent low.

**Strategy:** Flat, buy at .8915, stop below .8887 for .8975.

View | 1 day | 1 week | 1 month

Source: CQG, Credit Suisse

## Daily



## AUDUSD

Resistance .9416/18\*, .9429, .9445/50\*, .9467/68, .9486,  
.9506/10\*, .9523/31, .9545\*

Support .9381, .9366, .9350, .9341\*, .9329/22\*\*, .9310/04\*,  
.9296, .9276, .9258\*, .9244, .9230/23\*

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

### Support at .9340/22 continues to hold for now.

AUDUSD has rebounded from key support at .9340/22 – the 55-day average and mid-June low. This brings into focus resistance next seen at .9416/18. Extension through .9450 though is needed to reassert an upward bias for a move back to .9506, ahead of .9584 – the 38.2% retracement of the entire 2011/2014 downtrend.

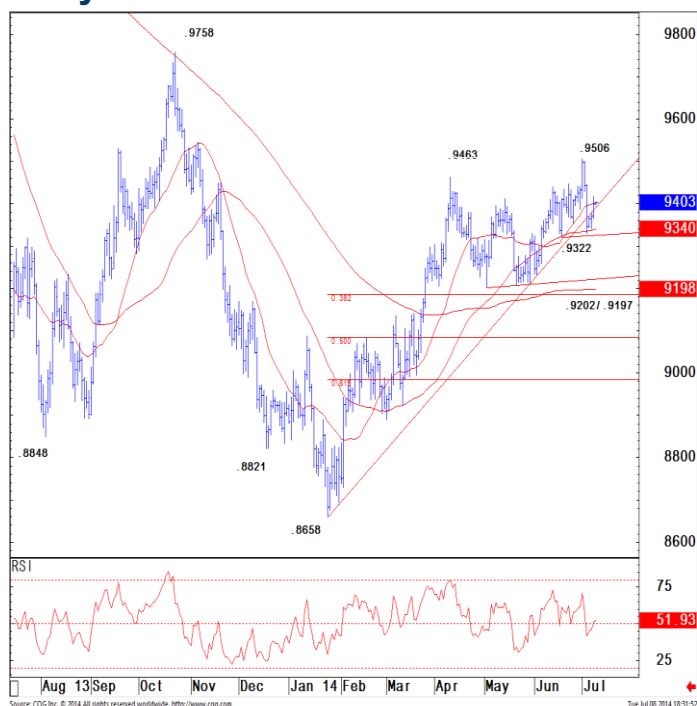
Support moves to .9381 initially, then .9350. Key remains .9340/22, with a break here needed for a top to complete, as well as a confirmed break of the uptrend, clearing the way for further weakness to .9258, then what we view as more important support at .9230/.9202.

**Strategy:** Long, stop/reverse below .9320, for .9580.

View | 1 day → | 1 week → | 1 month →

Source: CQG, Credit Suisse

## Daily



## NZDUSD

Resistance .8808\*, .8845\*\*, .8859/61\*, .8875\*, .8913\*, .8949,  
.8965, .8985, .9010

Support .8780/75, .8759, .8739\*, .8718/13\*\*, .8699\*, .8685,  
.8662\*, .8654/52, .8645/42\*, .8628\*, .8605/04

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

### The prod above .8795 keeps the focus higher on medium-term resistance at .8845/61.

NZDUSD has utilised the rising 21-day average at .8718/13 as a springboard to rally back up through the .8795 recent high. We stay bullish for trendline resistance from January 2014 and the 2011 high at .8845/61, which we would expect to act as a tougher barrier. Above can see a move to potential trend resistance at .8875, then the Fibonacci projection at .8913.

Support moves to 8759 initially, with .8713 needing to hold to keep the trend directly higher.

**Strategy:** Long, raise the stop/reverse to below .8699, for .8835.

View | 1 day ↑ | 1 week ↑ | 1 month ↑

Source: CQG, Credit Suisse

## Daily



## USDCAD

Resistance 1.0696/98\*, 1.0716, 1.0722/28, 1.0742/53\*, 1.0765, 1.0777/81\*, 1.0790, 1.0805/07\*

Support 1.0662/59, 1.0627\*, 1.0618\*, 1.0615/00\*\*, 1.0588/80\*, 1.0557\*\*, 1.0513, 1.0456\*\*, 1.0434

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

### USDCAD continues to find buying interest above support at 1.0615/00.

USDCAD continues to find buying interest above long-term trendline support from September 2012 and the 61.8% retracement of the September/March uptrend at 1.0615/00. Resistance is initially seen from yesterday's high and the 13-day average at 1.0696/98, above which aims at 1.0722/28, then 1.0744/53. Above 1.0781 is needed for a recovery back to 1.0805, and potentially the downtrend at 1.0834/36.

Near-term support moves to 1.0662/59. Below 1.0600 would neutralise thoughts of a base to warn of a more serious downturn, to aim at 1.0557 next.

**Strategy:** Long at 1.0650/00, stop/reverse below 1.0555. Take profit at 1.0800.

View | 1 day → | 1 week → | 1 month →

Source: CQG, Credit Suisse

## Daily



## EURJPY

Resistance 138.56, 138.64/65\*, 138.84\*, 139.15, 139.30\*, 139.39/49\*, 139.69\*, 139.78\*, 139.90/97

Support 138.11, 137.98/95\*, 137.70\*, 136.74\*, 136.54, 136.23\*\*, 136.02, 135.72, 135.48/47\*

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

### Immediate risk is lower for the range lows at 137.98/70.

EURJPY stays under near-term downward pressure in the sideways range after its rejection of the top of the range, marked by the 61.8% retracement level and the 200-day average at 139.15/47. We continue to look for this to ideally cap to keep broader downside risks in place. Near-term support shows at 137.98/95, ahead of the key June low at 137.70. A breach of the latter would see a move down towards 136.74 with scope for the February low at 136.23.

The immediate risk can stay lower in the range while below 138.84. However, above 139.15/47 is needed to set a small base, opening the door to a deeper recovery to 139.39/49.

**Strategy:** Short, stop above 139.49, for 136.76/74.

View | 1 day ↓ | 1 week → | 1 month →

Source: CQG, Credit Suisse

## Daily



## EURGBP

Resistance .7961\*, .7974, .7984/90\*, .7996, .8010\*, .8016, .8025/29\*, .8033\*, .8042\*, .8096\*, .8124

Support .7925, .7914/13\*, .7906, .7896, .7886/76\*\*, .7855, .7833, .7812\*, .7800/.7790\*\*, .7755\*\*

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

**The current bounce is still seen as corrective, and we stay bearish for our core target at .7800.**

EURGBP has extend its consolidation of recent losses, and backed up to the .7961 breakdown point. We still see the bounce as corrective, and look for the falling 21-day average at .7984 to cap to keep the trend still lower. Below .7914/13 looks down to .7896/86 next. A fresh hold here should be allowed for, ahead of a move to our long-held medium term bear target at .7800. We continue to look for a better floor to be found here, for what would we suspect could be a protracted consolidation/recovery phase.

Above .7961 can see a recovery back to .7984/90, then .8010. Above .8025/29 would look to trendline resistance at .8042.

**Strategy:** Short at .7950, stop above .7995. Take profit at .7810.

View | 1 day ↓ | 1 week ↓ | 1 month ↓

## Daily



Source: CQG, Credit Suisse

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