

FX Daily

Global Strategy • Technical Analysis

Today's highlights:

- NZDUSD remains under pressure, and stays bearish towards .8480 next, then .8453/43.
- USDCAD focus stays on “neckline” and 200-day average resistance at 1.0832/45.
- USDCHF stays biased higher to test potential trendline resistance at .9080/84 then the 38.2% retracement barrier at .9135.
- EURUSD stays bearish for 1.3374 next, then 1.3248.
- EURGBP remains capped below the falling 21-day average at .7933, leaving us bearish for .7800
- GBPUSD focus remains on support at 1.6955/23, which we look to try to hold.
- USDJPY targets 102.10/28, which we expect to cap at first.
- EURJPY remains under pressure while capped below the price and falling 13-day average at 137.38/20.

Today's trades/positions:

- EURUSD: Short, stop above 1.3553, for 1.3250.
- USDJPY: Short, stop above 102.41, for 100.85.
- GBPUSD: Long, stop below 1.6921, for 1.7330.
- USDCHF: Long, stop below .8967, for .9135.
- AUDUSD: Long, stop/reverse below .9320, for .9580.
- NZDUSD: Flat. Sell again at .8540, stop above .8597, for .8455.
- USDCAD: Flat, buy at 1.0770, stop below 1.0733, for 1.0870.
- EURJPY: Short, stop above 137.55, for 136.25.
- EURGBP: Short, stop above .7995, for .7810.

Hierarchy Grid

Foreign Exchange		Last run Mon, 28 Jul 2014 04:30:11
21-day:	STRONGEST AUD, USD, JPY, GBP, CAD, CHF, EUR, NZD	WEAKEST
63-day:	AUD, GBP, CAD, JPY, USD, NZD, CHF, EUR	
100-day:	AUD, CAD, GBP, JPY, USD, NZD, CHF, EUR	

Source: Credit Suisse

EURUSD

Resistance	1.3449/56, 1.3477, 1.3486*, 1.3495*, 1.3508/13*, 1.3531, 1.3550/53*, 1.3570/75*
Support	1.3422, 1.3399*, 1.3374*, 1.3344, 1.3318, 1.3295**, 1.3254, 1.3248**, 1.3228*, 1.3189

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

EURUSD stays bearish for 1.3374 next, then 1.3248.

EURUSD has started the week quietly, holding at the recent lows. However, a large bear "wedge" pattern and a "head & shoulders" top remains in place, and we stay directly bearish for 1.3399 next, then the 50% retracement of the 2013/14 rise at 1.3374. We allow for a bounce here ahead of our target at 1.3248/28 – the 38.2% retracement of the entire 2012/2014 uptrend. While we would expect this to hold at first, bigger picture, we see scope for 1.2755.

Resistance shows at 1.3486/95 initially, above which can see a move back to 1.3531, with 1.3550/53 ideally capping to keep the immediate risk lower.

Strategy: Short, stop above 1.3553, for 1.3250.

View	1 day	↓	1 week	↓	1 month	↓
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Source: CQG, Credit Suisse

Weekly



USDJPY

Resistance	102.05/10*, 102.15/19, 102.28*, 102.36/45**, 102.66*, 102.81**, 103.03, 103.14
Support	101.82, 101.76/70*, 101.61/54, 101.40, 101.32*, 101.27, 101.19*, 101.09/06*, 100.85/75**, 100.62*

The spotlight remains on potential trendline and 200-day average resistance at 102.10/45.

USDJPY continues to push higher after the completion of a small base last week. We look for further strength to the 200-day average at 102.10, then the early July high at 102.28. With the falling trendline from the beginning of the year just above at 102.45, we would expect selling to show here. Extension above 102.45 would allow strength to the 102.81 high. Above 103.03 is needed to mark a larger base.

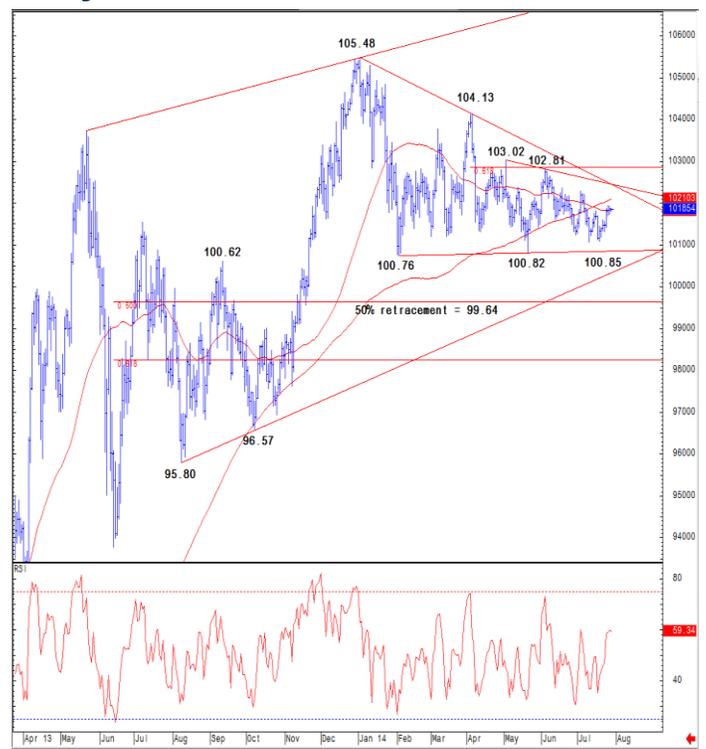
Support remains at 101.76/70 initially, below which can see a small top for 101.61, then 101.40/32. A break here is needed to test the early July low at 101.06. Below can see a challenge of more important support from the lower end of the medium-term range at 100.85/75.

Strategy: Short, stop above 102.41, for 100.85.

View	1 day	↑	1 week	→	1 month	→
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Source: CQG, Credit Suisse

Daily



GBPUSD

Resistance	1.7003, 1.7024, 1.7055*, 1.7097/7101*, 1.7119*, 1.7132, 1.7145/52*, 1.7192/1.7200*, 1.72680*
Support	1.6961, 1.6955/42**, 1.6923**, 1.6900**, 1.6895/84*, 1.6845*, 1.6833*, 1.6802, 1.6786, 1.6739*

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

We look for an attempt to hold support at 1.6955/23.

GBPUSD has found a near-term floor at support at 1.6955/42 – the 50% retracement of the May/July rally, late June low and rising 55-day average. We look for an attempt to try to hold here and turn higher again. However, should it and the 1.6923 price level be directly removed, this would see a further breakdown, targeting channel support and the 61.8% retracement at 1.6900/6884 next.

Near-term resistance shows at 1.7003, above which can see a recovery back to 1.7024, then 1.7055. Above 1.7097/7101 is needed for a small base for a move back to 1.7152, then the 1.7192 July high.

Strategy: Long, stop below 1.6921, for 1.7330.

View | 1 day → | 1 week → | 1 month ↑

Daily



Source: CQG, Credit Suisse

USDCHF

Resistance.	.9054, .9064, .9080/84*, .9135/36**, .9158**, .9175, .9190/93*, .9202, .9233, .9251**
Support	.9034/31, .9017, .9005/01*, .8977, .8967/61*, .8948/45*, .8939*, .8928**, .8910, .8901/.8896*

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

We stay biased higher to test potential trendline resistance at .9080/84, then the 38.2% retracement barrier at .9135.

USDCHF has eased back from the highs on Monday to consolidate recent gains. However, the bias stays topside, with the focus next on potential trendline resistance from the May 2013 peak at .9080/84. We expect selling initially here, but with a break expected in due course for a move to the 38.2% retracement of the May 2013/March 2014 fall at .9135. With the high for the year just above at .9158, we would expect fresh sellers to show here.

Immediate support shows at .9034/31, then .9005/01, below which can see a small top for a retreat back to .8977/61, which we look to ideally hold.

Strategy: Long, stop below .8967, for .9135.

View | 1 day → | 1 week ↑ | 1 month ↑

Daily



Source: CQG, Credit Suisse

AUDUSD

Resistance .9418/26*, .9451, .9472/78**, .9486, .9506/10*,
.9523/31, .9545*, .9584**, .9621/26**

Support .9389/80*, .9362/60*, .9336/29*, .9322/18**,
.9310/04*, .9296, .9258, .9230*

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

The immediate spotlight turns to .9380/60 – price support and the 55-day average.

AUDUSD continues to weigh on price support and the 55-day average at .9380/60. However, whilst this holds, the immediate risk can still stay higher in the range towards .9418/26 initially. Above here is needed for a fresh look at the recent high and downtrend at .9472/78. This latter area is seen as the trigger to a move to the .9506 high, and potentially .9584 – the 38.2% retracement of the decline from 2011/2014 – with better sellers expected here.

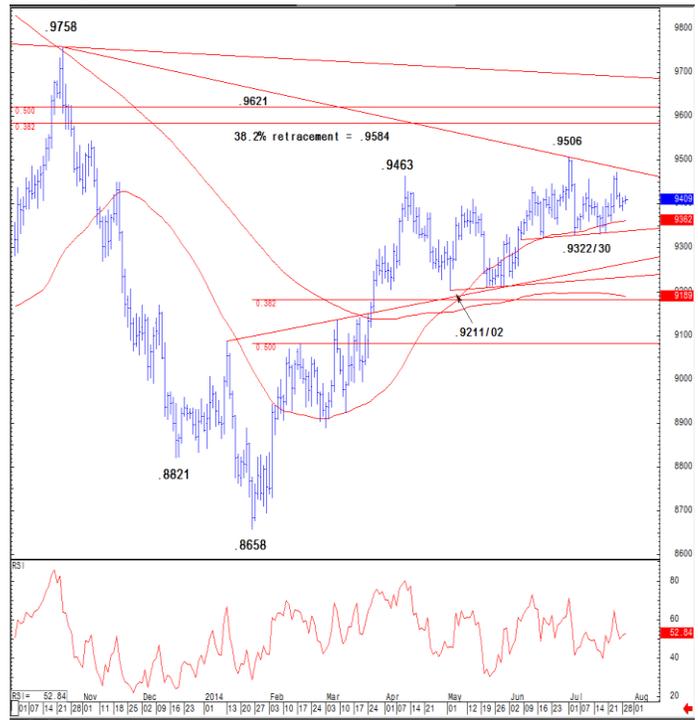
A break below .9380/60 is needed to trigger further weakness for a challenge of key support at .9322/18. Only beneath here though would see the formation of a top towards .9230/02.

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

View | 1 day → | 1 week → | 1 month →

Source: CQG, Credit Suisse

Daily



NZDUSD

Resistance .8529, .8541, .8571*, .8584/88, .8597*, .8622/26*,
.8649/53*, .8698/.8704, .8721/24**

Support .8490, .8480*, .8453/43**, .8422/13*, .8402/.8397**,
.8376, .8351/43*, .8293

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

We stay bearish for the 200-day average and 50% retracement level at .8453/43.

NZDUSD has extended its weakness below the 38.2% retracement of the February/July rise at .8536. With a clear break in place, we stay bearish for further weakness which should see an extension to .8480 next, then the rising 200-day average and 50% retracement level at .8453/43. While we would expect an attempt to hold here, below can see a challenge of the June low at .8402. Failure to hold this latter level would mark a more important top.

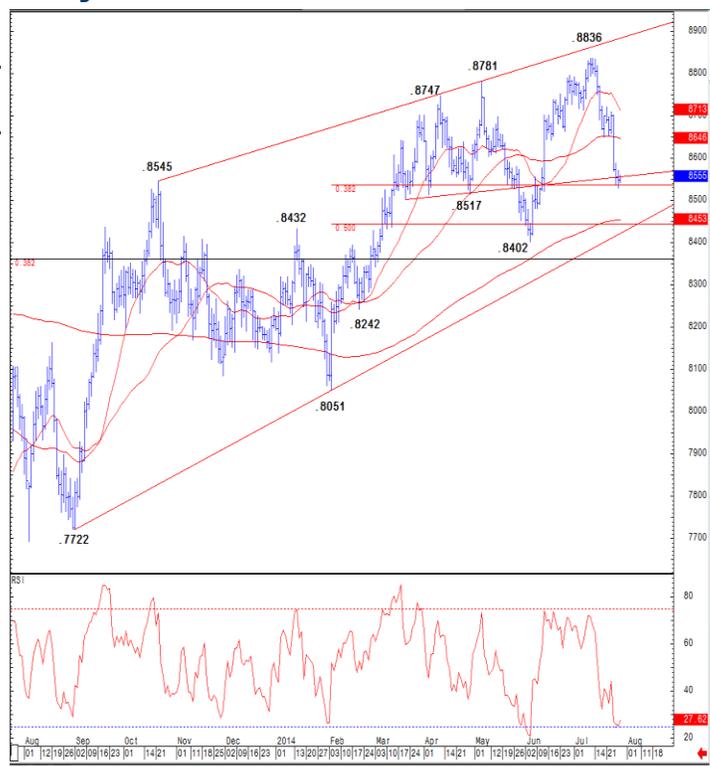
Resistance shows first at .8571, then .8622/26, with .8649/53 ideally capping further strength. Only above .8724 though can see a base though, for .8765/75.

Strategy: Flat. Sell again at .8540, stop above .8597 for .8455.

View | 1 day ↓ | 1 week ↓ | 1 month →

Source: CQG, Credit Suisse

Daily



EURGBP

Resistance .7919, .7933*, .7941*, .7956*, .7980/82**, .7996, .8010*, .8016, .8023/36**, .8067

Support .7904, .7889, .7872*, .7858/55**, .7833, .7812*, .7800/7799*, .7790/85**, .7755**

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

EURGBP remains capped below the falling 21-day average at .7933, leaving us still bearish for .7800.

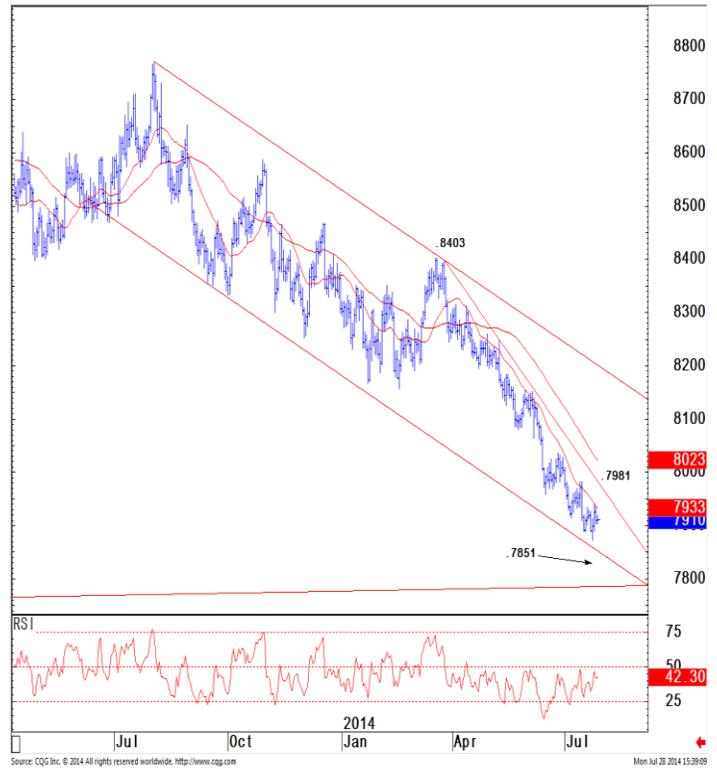
EURGBP saw a quiet session Monday, and remains capped below the falling 21-day average and recent high at .7933/41. This leaves our bias still lower to test support next at .7872 ahead of the bottom end of the falling channel at .7851. Beneath here aims at our core long-held target at .7800, the lower end of the medium-term range. An overshoot to the 2012 low at .7755 should be allowed for, but we would expect a floor in this .7800/.7755 zone, for a potentially lengthy consolidation/recovery phase.

Above .7933/41 targets .7980/81, and above here is needed to establish a base for .8025/36.

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

View | 1 day → | 1 week ↓ | 1 month ↓

Daily



Source: CQG, Credit Suisse