

EXCHANGE RATES

Instrument	Trend	Support II	Support I	Spot	Resistance I	Resistance II
EUR/USD	↓	1.2370	1.2460	1.2690	1.3260	1.3360
GBP/USD	↓	1.4440	1.4760	1.4940	1.5138	1.5200
EUR/GBP	↓	0.8356	0.8426	0.8498	0.8710	0.8810
USD/CHF	↑	1.0785	1.0920	1.1104	1.1230	1.1705
USD/JPY	↔	88.95	90.15	92.78	94.70	97.50
USD/CAD	↔	0.9930	1.0180	1.0204	1.0680	1.0720
EUR/CHF	↓	1.3900	1.3998	1.4083	1.4366	1.4466
EUR/JPY	↓	110.25	112.19	117.75	1.2250	1.2545
Gold	↑	1184	1177	1231	1271	1275
Silver	↑	16.50	17.05	19.22	19.44	21.44

EVENTS

- ✓ UK Jobless Claims are expected to decrease by 20 thousand
- ✓ Euro Zone GDP is expected to show a flat reading
- ✓ The Canadian Housing Price Index will tick up to .3% from .1% in February
- ✓ The US Trade Balance is expected to increase to -40 billion dollars

VIEW & TRADING IDEAS

EUR/USD

The euro remains heavy, and the break of the final 62% retracement of the Fri-Mon rally now points to a retest of last week's low of 1.2529. The debate about German financing of the aid package will keep markets jittery in the days to come.

GBP/USD

The pound rallied after The Office for National Statistics said manufacturing output rose 2.3% on a month-to-month basis in March, the biggest increase since July 2002. Additionally, Gordon Brown announced his resignation as prime minister, which helps the pound. As risk moves back into the market, the pound should benefit.

Gold

Gold reached an all time high, as traders continued to look to the yellow metal as a beneficiary of increased liquidity. Gold will likely test resistance at a channel high near 1271.

USD/JPY

Yen strength increased slightly as investors are unsure of how the European aid package will be viewed by Germany. The currency pair will likely remain choppy until issues become solidified.

FINANCIAL CALENDAR

Currency	Time (GMT)	Release	Month	Consensus	Prior
AUD	1:30	Australian Investment Lending	March		-1.1%
JPY	5:00	Japanese Lending Index	March		98.5
EUR	6:00	German GDP	Q1	0	0
EUR	6:30	French GDP	Q1	1.4%	-.3%
GBP	8:30	UK Jobless Claims	April	-20.0	-39.2
EUR	9:00	Euro Zone GDP	Q1		0
CAD	12:30	Housing Price Index	March	.3%	.1%
US	12:30	Trade Balance	March	-40B	-39.7B

TECHNICAL OPPORTUNITY

Silver



General Overview Silver has played catch up, and has quickly caught up to equivalent gold levels. The precious metals complex should continue to perform well as liquidity is flooded into the markets from central banks.

Trading Advice Buy on a pullback near 18.95, stop out below support at 18.35, take profit on half near resistance at 19.44, and ride the balance to the highs near 21.