

EXCHANGE RATES

Instrument	Trend	Support II	Support I	Spot	Resistance I	Resistance II
EUR/USD	↔	1.2544	1.2632	1.2873	1.3280	1.3350
GBP/USD	↑	1.5145	1.5325	1.5401	1.6190	1.6250
EUR/GBP	↓	0.7980	0.8100	0.8357	0.8410	0.8710
USD/CHF	↓	1.0045	1.0112	1.0126	1.0457	1.0650
USD/JPY	↓	83.05	84.10	84.22	86.05	89.23
USD/CAD	↔	1.0257	105.09	1.0354	1.0697	1.0720
EUR/CHF	↓	1.2605	1.2786	1.3037	1.3955	1.4110
EUR/JPY	↓	105.70	106.14	108.40	115.50	116.95
Gold	↔	1140	1157	1250	1249	1263
Silver	↔	17.05	17.41	19.90	19.99	20.88

EVENTS

- ✓ The RBA is expected to leave rates unchanged
- ✓ The Japan Leading index is expected to decrease slightly to 98.2
- ✓ The Swiss Unemployment rate is expected to drop to 3.7%

EUR/USD

President Trichet said over the weekend that the probability of a double-dip back into recession had fallen though the central bank remained cautious. The Euro consolidated during the US Labor day holiday.

USD/JPY

The market has been rightly skeptical of the efficacy of possible BOJ intervention. Part of the argument is that it would be fighting the tide and market forces. The Yen continues to remain strong but better than expected economic data can assist in easing the pressure.

USD/CAD

The CFTC data over the weekend showed that the Canadian dollar swung to a net short 4,764 contracts from a net long position of 16,147 contracts, perhaps reflecting the swing in opinion against a possible rate hike from the Bank of Canada this week.

Gold

Gold prices consolidated at robust levels as the market await next week's verdict on whether the market will continue to return to riskier assets.

FINANCIAL CALENDAR

Currency	Time (GMT)	Release	Month	Consensus	Prior
AUD	1:30	RBA Interest Rate Decision			
JPY	5:00	Japan Leading Index	Aug	98.2	99
CHF	7:15	Swiss Unemployment Rate	Aug	3.7%	3.8%
USD	18:00	Fed Beige Book	Aug		
JPY	23:50	Japan Current Account	July	1363B	1360B

TECHNICAL OPPORTUNITY

EUR/JPY



General Overview

The Euro is beginning to gain some traction against the Yen, and the market seems to have had a minor breakout above a very steep downward sloping trend line. A break above 110 will signal further upside momentum.