

Commodity Currencies Weekly Technicals

Tuesday, 03 December 2013

Technical Outlook

1 Technical Analysis

Banks
Commerzbank

Source: Euromoney FX Poll 2012



2 FICC Technical Analysis Research Team

Best FX Research and Strategy
Commerzbank

Source: The Technical Analyst Magazine Awards 2012



2 FICC Technical Analysis Research Team – Best FX Research and Strategy

Commerzbank

Source: Technical Analyst Magazine Awards 2013



2 Technical Analysis

Commerzbank

Source: Euromoney FX Survey 2013



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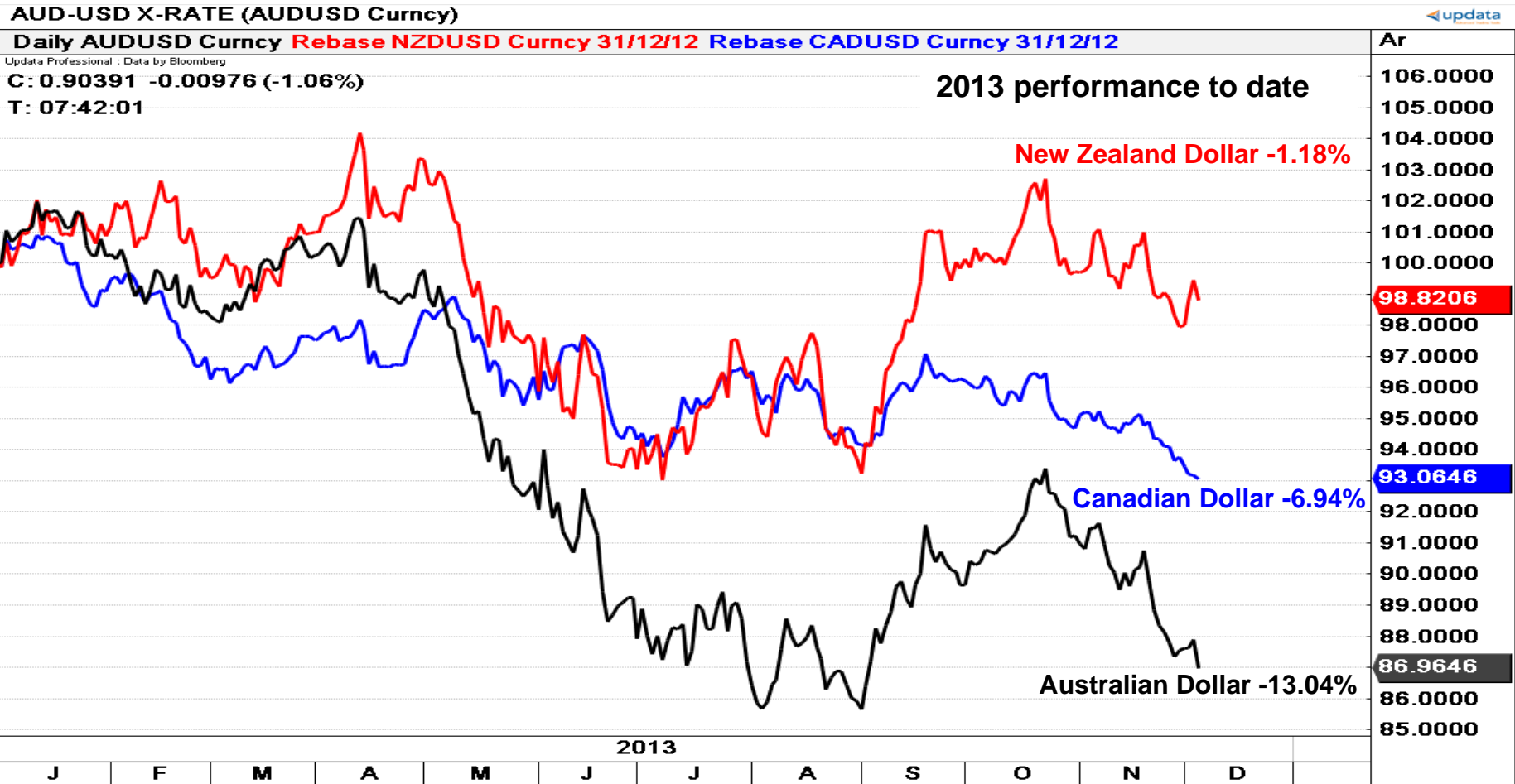
Technical Outlook

Commodity currencies except the Kiwi continue their descent vs. the US Dollar and the Euro

Market	Short term view (1–3 weeks)
NZD/USD:	Held at .8165/.8084 key support, a fall through which will eye the .7873/.7683 region.
USD/CAD:	Is to soon break through the 1.0656/79 resistance zone and targets the 1.0750/1.0850 area.
EUR/AUD:	Break through key resistance at 1.5016/34 has the 1.5244 level and then 1.5417/63 in focus.
EUR/NZD:	Is consolidating below its November peak at 1.6846.
EUR/CAD:	Targets the 2013 resistance line at 1.4559 and then the October 2008 low at 1.4723.

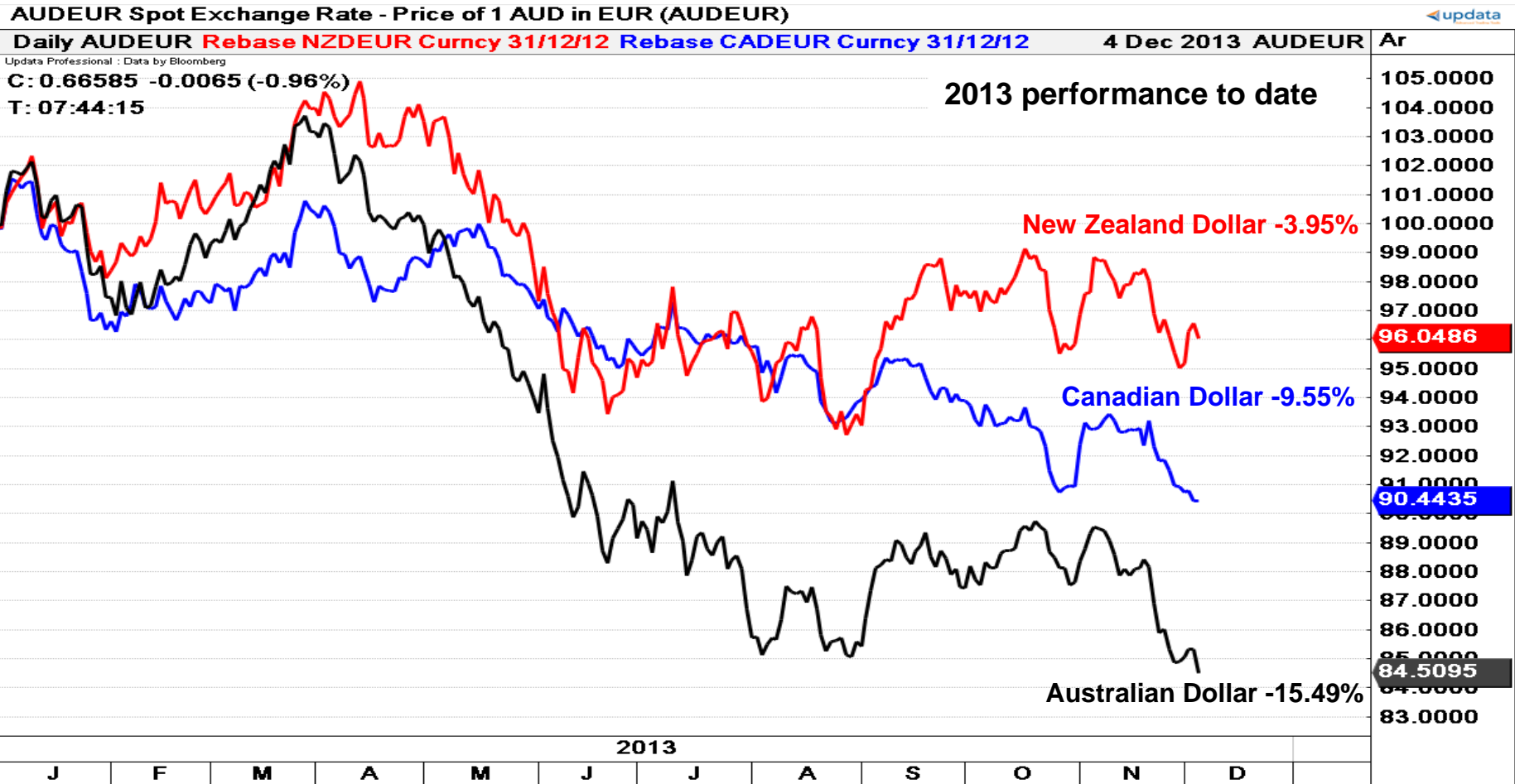
The Australian, New Zealand and Canadian Dollar vs. the US Dollar

Commodity currencies except the New Zealand Dollar continue to depreciate vs. the US Dollar



The Australian, New Zealand and Canadian Dollar vs. the Euro

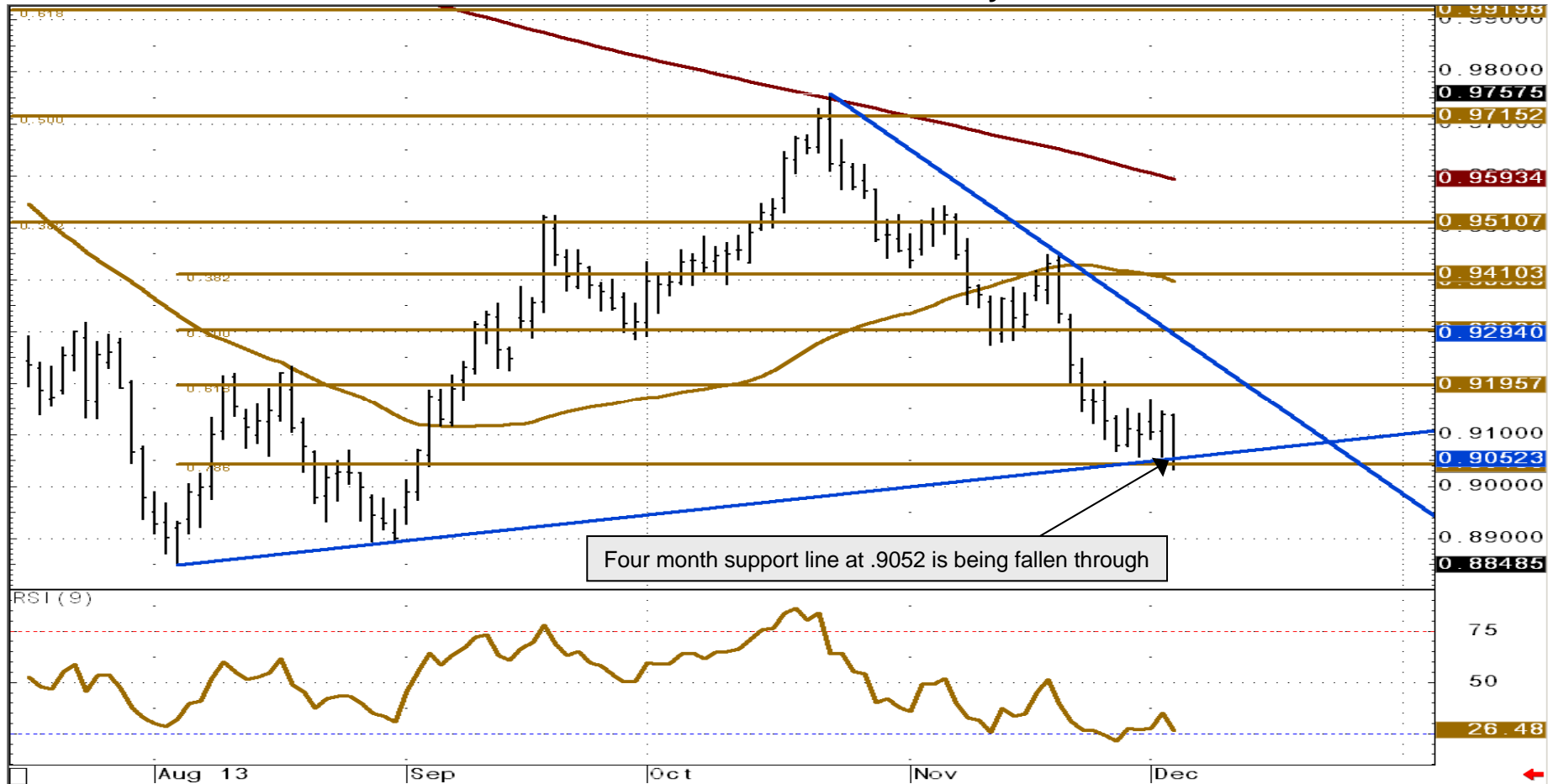
Commodity currencies except the New Zealand Dollar continue to slide versus the Euro



AUD/USD - Daily Chart

Please see comments in this morning's Daily Market Technicals

AUD/USD Daily Chart



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NZD/USD - Daily Chart

Held at .8165/.8084 key support, a fall through which will eye the .7873/.7683 region

- › NZD/USD is once again trading above the 200 day moving average at .8165, having briefly dipped to .8084 last week.
- › The .8165/.8084 area represents significant support, made up of the 200 day moving average, the October and early November lows, 50% retracement, July peak and current November trough.
- › Should a drop through the .8084 low be seen, our forecast of a reversal lower being formed will be confirmed.
- › In this case the psychological .8000 zone and then the .7879/.7683 region (200 week moving average and the June to August lows) will be back in the picture.
- › We will retain our view of a top being formed as long as NZD/USD stays below the .8408/16 current November highs. Resistance below this area can be seen along the 55 day moving average at .8299 and the channel resistance line at .8325.

NZD/USD Daily Chart

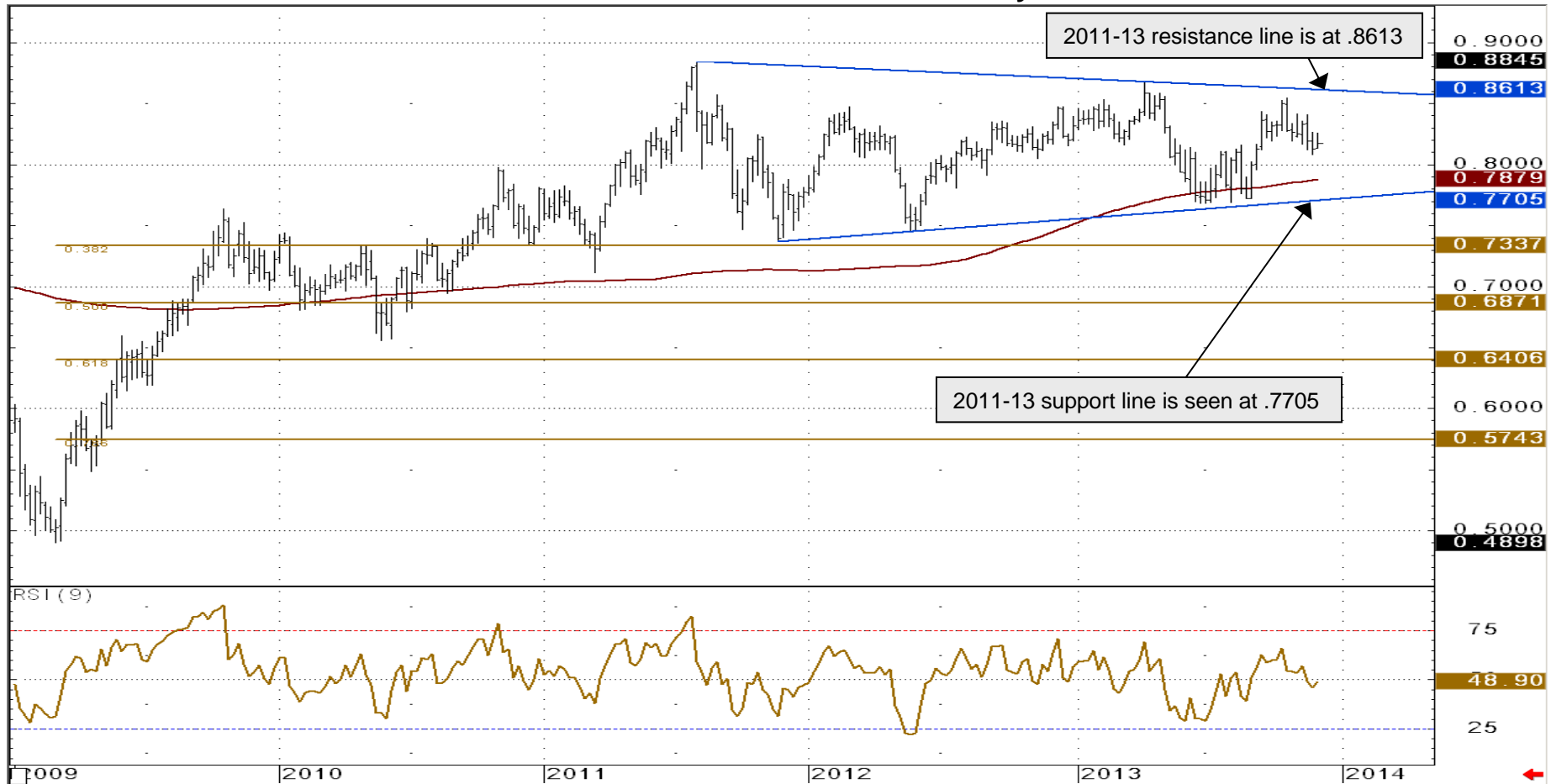


Support	Resistance	1-Week View	1-Month View
.8084&.8051	.8299/.8325	➔	➔
.8012&.7970	.8416/37		

NZD/USD - Weekly Chart

Is still being drawn towards the 200 week moving average at .7879

NZD/USD Weekly Chart



USD/CAD - Daily Chart

Is to soon break through the 1.0656/79 resistance zone and targets the 1.0750/1.0850 area

- › USD/CAD probes the 1.0656/79 resistance zone, a rise above which will have the 1.0750/1.0850 resistance area in focus. It is made up of the November 2009 high, February 2010 high, 38.2% Fibonacci retracement of the 2009-11 descent and the November 2009 and May 2010 highs (please see the weekly chart on the following page).
- › We expect the 1.0750/1.0850 resistance zone to cap, at least on the first attempt. Should it be overcome, though, the September 2009 high at 1.0989 and the psychological 1.1000 region will be back in the picture.
- › Minor support is seen around the July high at 1.0608 and also around the August peak and the November 29 low at 1.0568/60.
- › More significant support comes in between the 1.0525 mid-November high and the breached resistance line at 1.0513. While trading above the latter, upside pressure should be maintained.

Support	Resistance	1-Week View	1-Month View
1.0526/17	1.0608/79	➔	➔
1.0498&1.0399	1.0789&1.0850		

USD/CAD Daily Chart



USD/CAD - Weekly Chart

Probes the 1.0656/79 resistance zone which is to soon give way for the 1.0750/1.0850 area

USD/CAD Weekly Chart



EUR/AUD - Daily Chart

Break through key resistance at 1.5016/34 has 1.5244 and then 1.5417/63 in focus

- › EUR/AUD's surge higher and break through the 1.5016/34 July 2010 high and August 2013 peak has the 38.2% Fibonacci retracement of the 2008-12 decline at 1.5244 in its sights and then the 1.5417/63 resistance area, made up of the January 2010 low and the May 2010 peak.
- › Minor support is seen around the current December low at 1.4800 and the 1.4709 November 26 low. While the latter underpins, immediate upside pressure should be maintained.
- › Further support comes in between the late September high at 1.4562 and the 1.4317 November 19 low. While the currency pair trades above the latter, our medium term bullish forecast will remain in place.

EUR/AUD Daily Chart



Support	Resistance	1-Week View	1-Month View
1.4800&1.4709	1.5244	➔	➔
1.4562/31	1.5417/63		

EUR/AUD - Weekly Chart

Breaks through resistance at 1.5016/34 and targets the 38.2% Fibonacci retracement at 1.5244

EUR/AUD Weekly Chart



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Wed Dec 04 2013 09:23:26

EUR/NZD - Daily Chart

Is consolidating below its November peak at 1.6846

- › Since EUR/NZD's swift advance only briefly took it to 1.6846 before giving back its gains and slipping back below the October high at 1.6727 we have kept our neutral view.
- › Therefore only a daily close above the 1.6846 November high would change our one month view to a bullish one.
- › In this case we will expect to see a rise back into the major 1.6917/1.7282 resistance area. It is where the June-to-August highs were made and as such should cap again.
- › In view of the swift reversal lower from the 1.6846 level we have also neutralised our short term outlook, even if the currency pair remains above the 200 day moving average at 1.6219.
- › Further, more significant, support can be seen between the 1.6072 September low and the 1.5915 November trough, both of which are no longer on the cards, however.

EUR/NZD Daily Chart

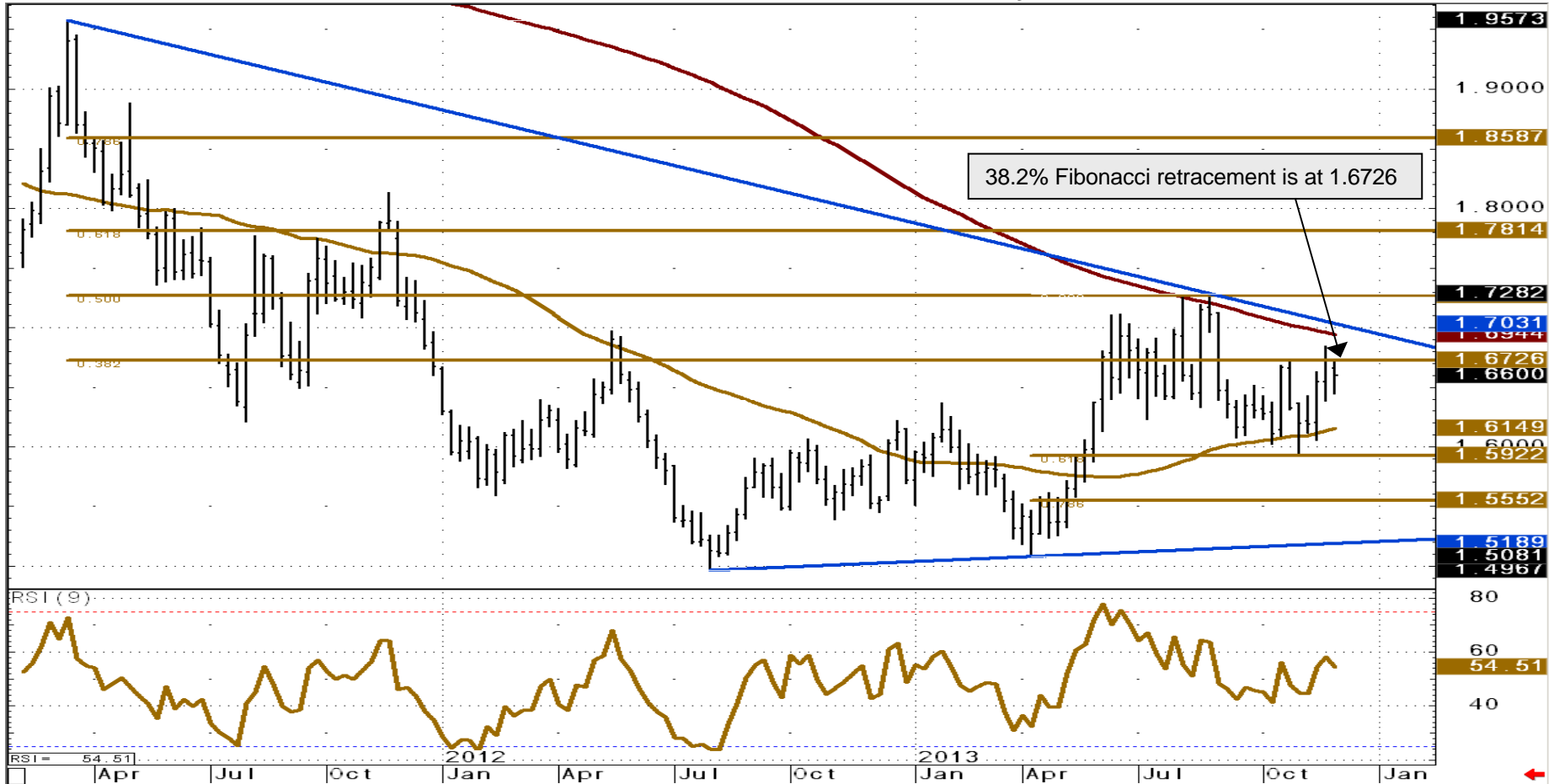


Support	Resistance	1-Week View	1-Month View
1.6419&1.6380	1.6727&1.6846	➔	➔
1.6342&1.6219	1.6917&1.7111		

EUR/NZD - Weekly Chart

Revisits the 38.2% Fibonacci retracement at 1.6726

EUR/NZD Weekly Chart



EUR/CAD - Daily Chart

Targets the 2013 resistance line at 1.4559 and then the October 2008 low at 1.4723

- › EUR/CAD's advance is ongoing with it having overshoot the October peak at 1.4443 and targeting the 2013 resistance line at 1.4559.
- › Further up sits the October 2008 low at 1.4723 which is being targeted.
- › We will have this level in view while the currency pair trades above the November low at 1.3887.
- › Minor support above this level can be seen along the one month support line at 1.4157 and the 55 day moving average at 1.4131 as well as around the 1.4015 November 20 low.
- › Only an unexpected drop through the November low at 1.3887 would reinstate our toppish forecast.
- › Resistance above 1.4723 can be seen at 1.4798/1.4818, between the 200 month ma and the 50% retracement.

EUR/CAD Daily Chart

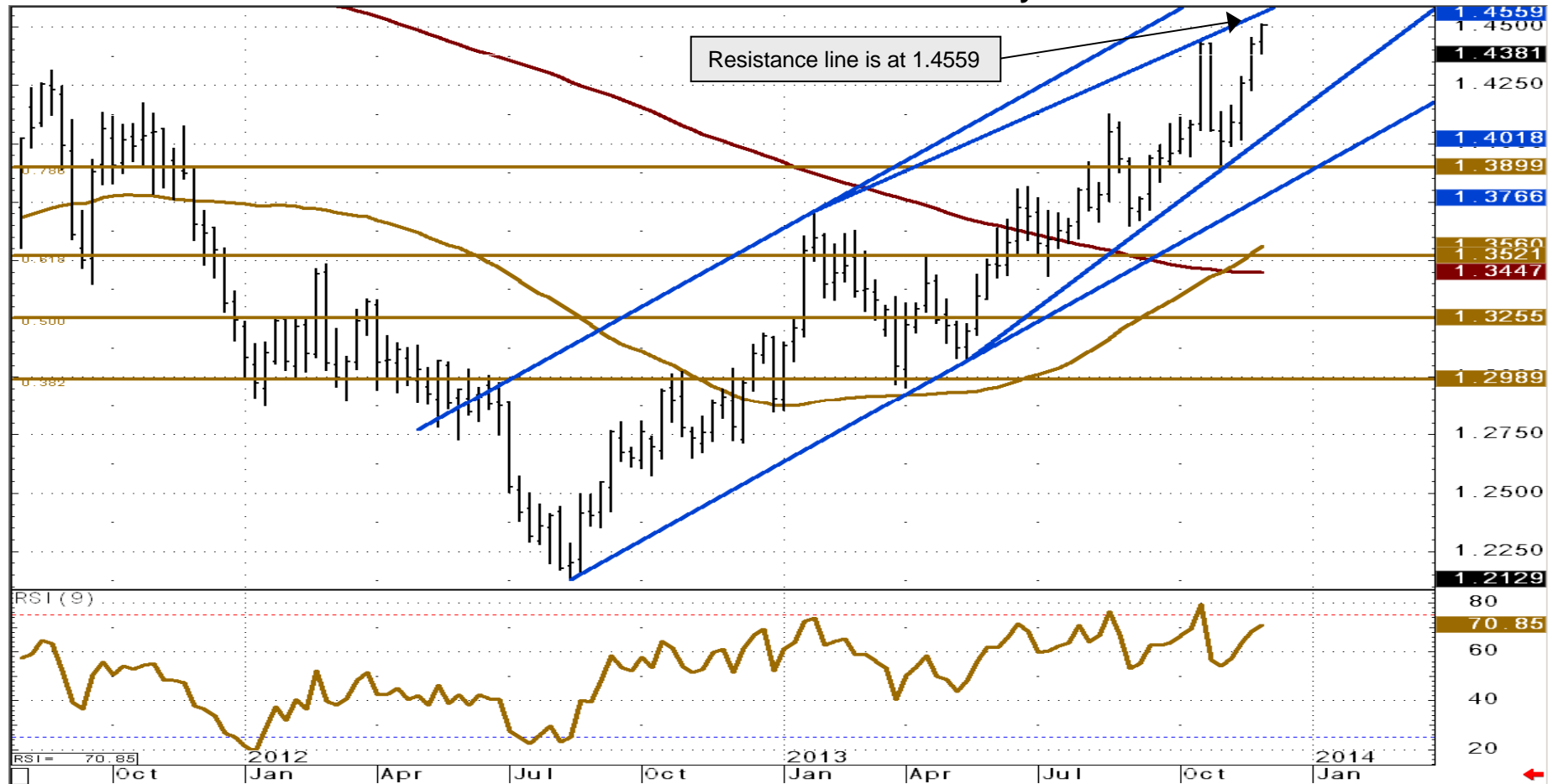


Support	Resistance	1-Week View	1-Month View
1.4196&1.4128	1.4559&1.4723	➔	➔
1.4086/15	1.4798/1.4818		

EUR/CAD - Weekly Chart

Nears the 2013 resistance line at 1.4559

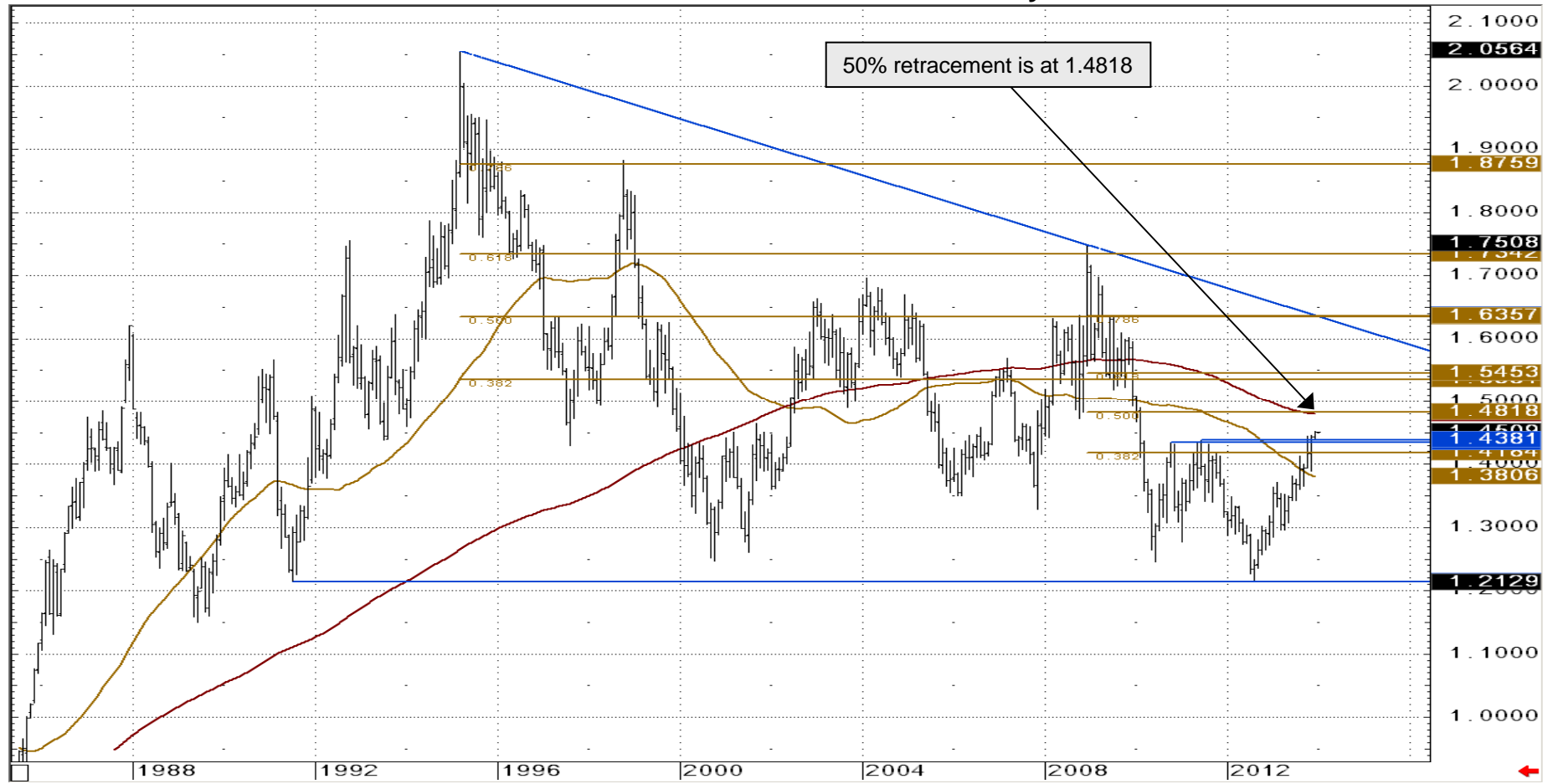
EUR/CAD Weekly Chart



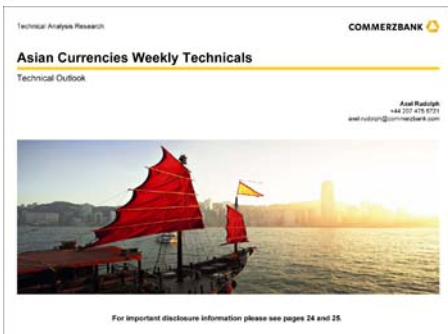
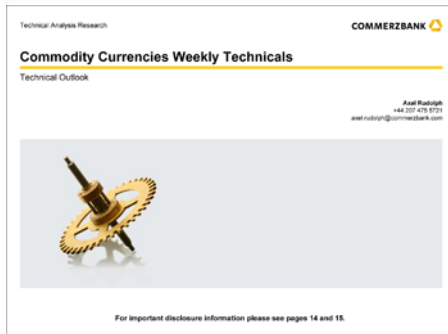
EUR/CAD - Monthly Chart

Targets the October 2008 low at 1.4723 and could also hit the 1.4798/1.4818 area

EUR/CAD Monthly Chart



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