

# Commodity Currencies Weekly Technicals

Tuesday, 10 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: | Could have ended a minor Elliott wave abc correction at .8336 and stays bearish while below it.   |
| USD/CAD: | Is expected to consolidate and should slip back towards the 1.0533/1.0498 region.                 |
| EUR/AUD: | Break through key resistance at 1.5016/34 still has 1.5244 and then 1.5417/63 in focus.           |
| EUR/NZD: | Is still consolidating below its November peak at 1.6846 but could retest the 1.6750 region.      |
| EUR/CAD: | Nears the seven month resistance line at 1.4678 & could still hit 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

AUDEUR Spot Exchange Rate - Price of 1 AUD in EUR (AUDEUR)

 update

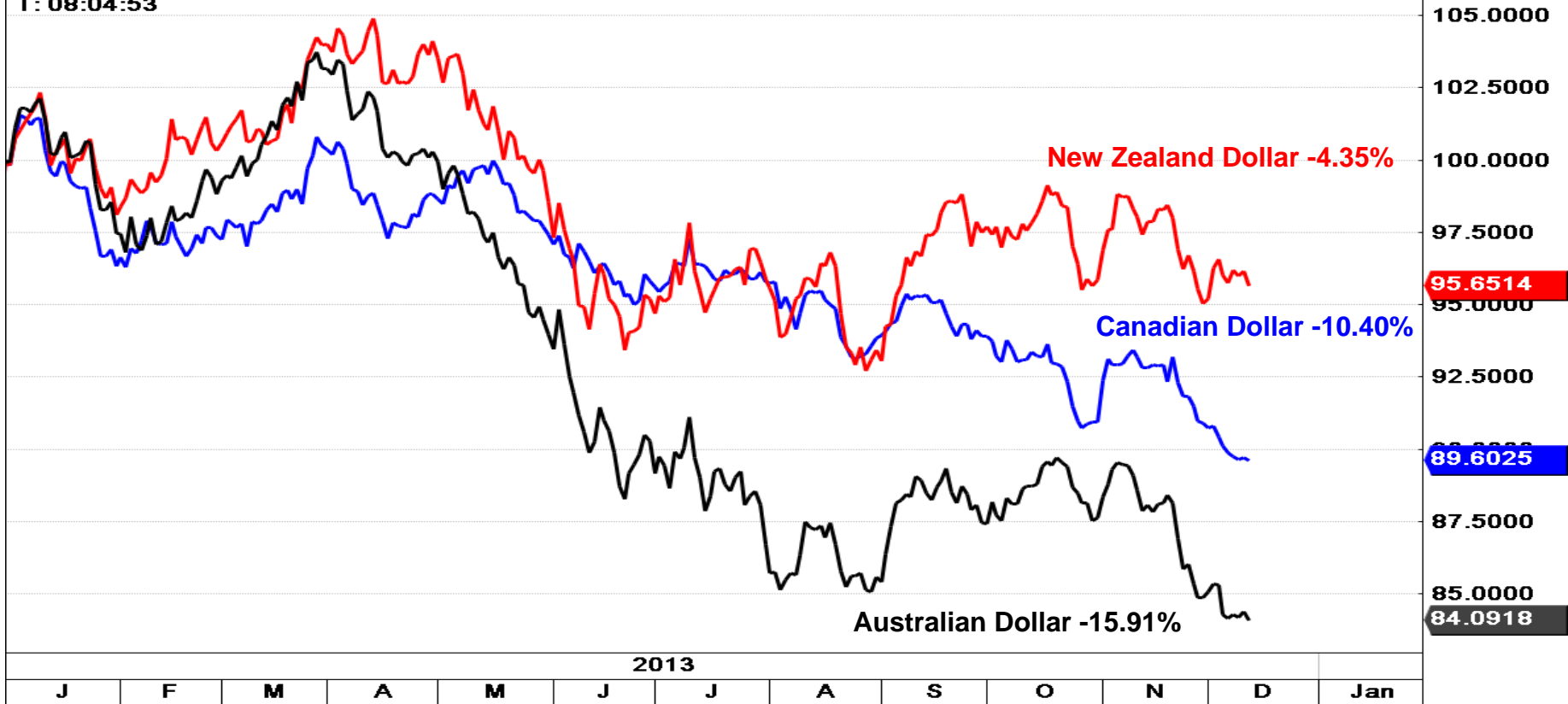
Daily AUDEUR Rebase NZDEUR Curncy 31/12/12 Rebase CADEUR Curncy 31/12/12 11 Dec 2013 AUDEUR Ar

Update Professional : Data by Bloomberg

C: 0.66256 -0.00239 (-0.35%)

T: 08:04:53

2013 performance to date



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

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

AUDEUR Spot Exchange Rate - Price of 1 AUD in EUR (AUDEUR)

 update

Daily AUDEUR Rebase NZDEUR Curncy 31/12/12 Rebase CADEUR Curncy 31/12/12

11 Dec 2013 AUDEUR

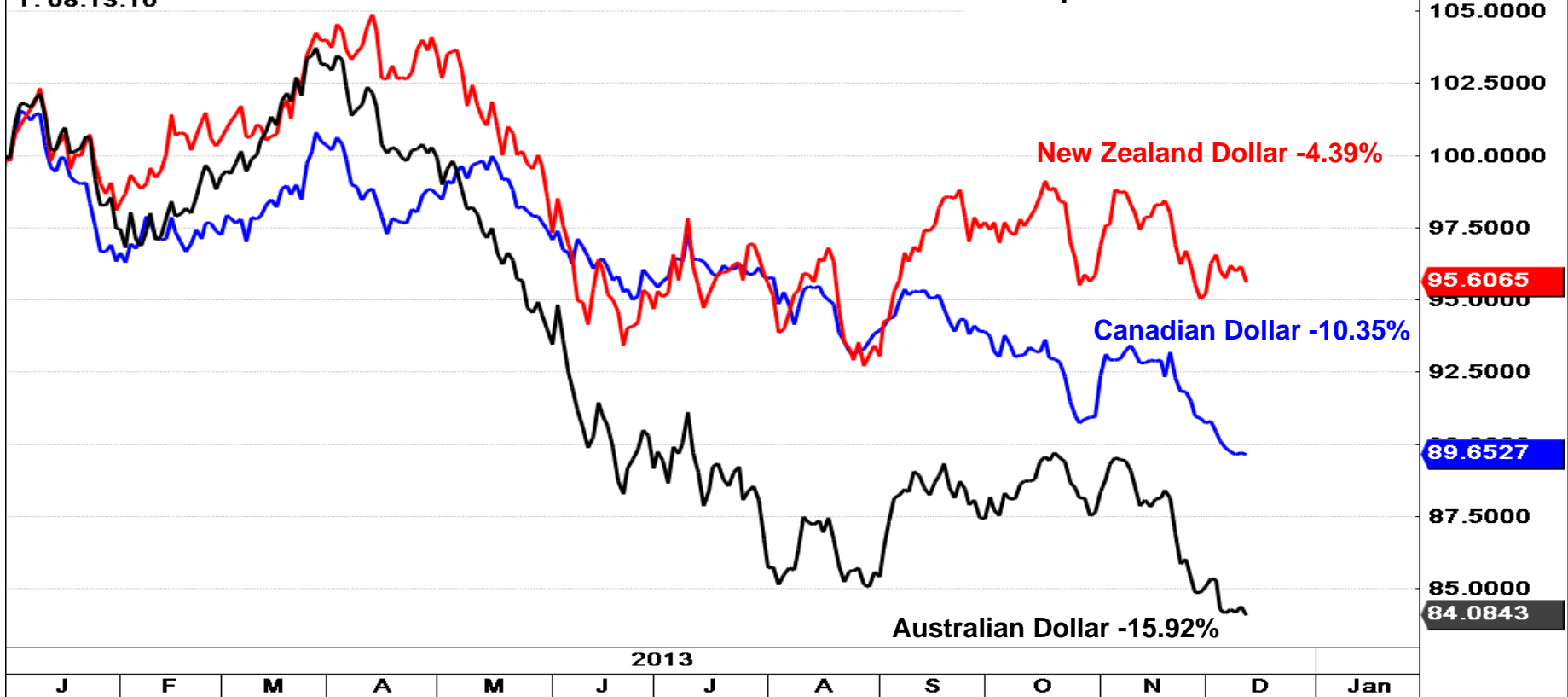
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Update Professional : Data by Bloomberg

C: 0.6625 -0.00245 (-0.36%)

T: 08:13:10

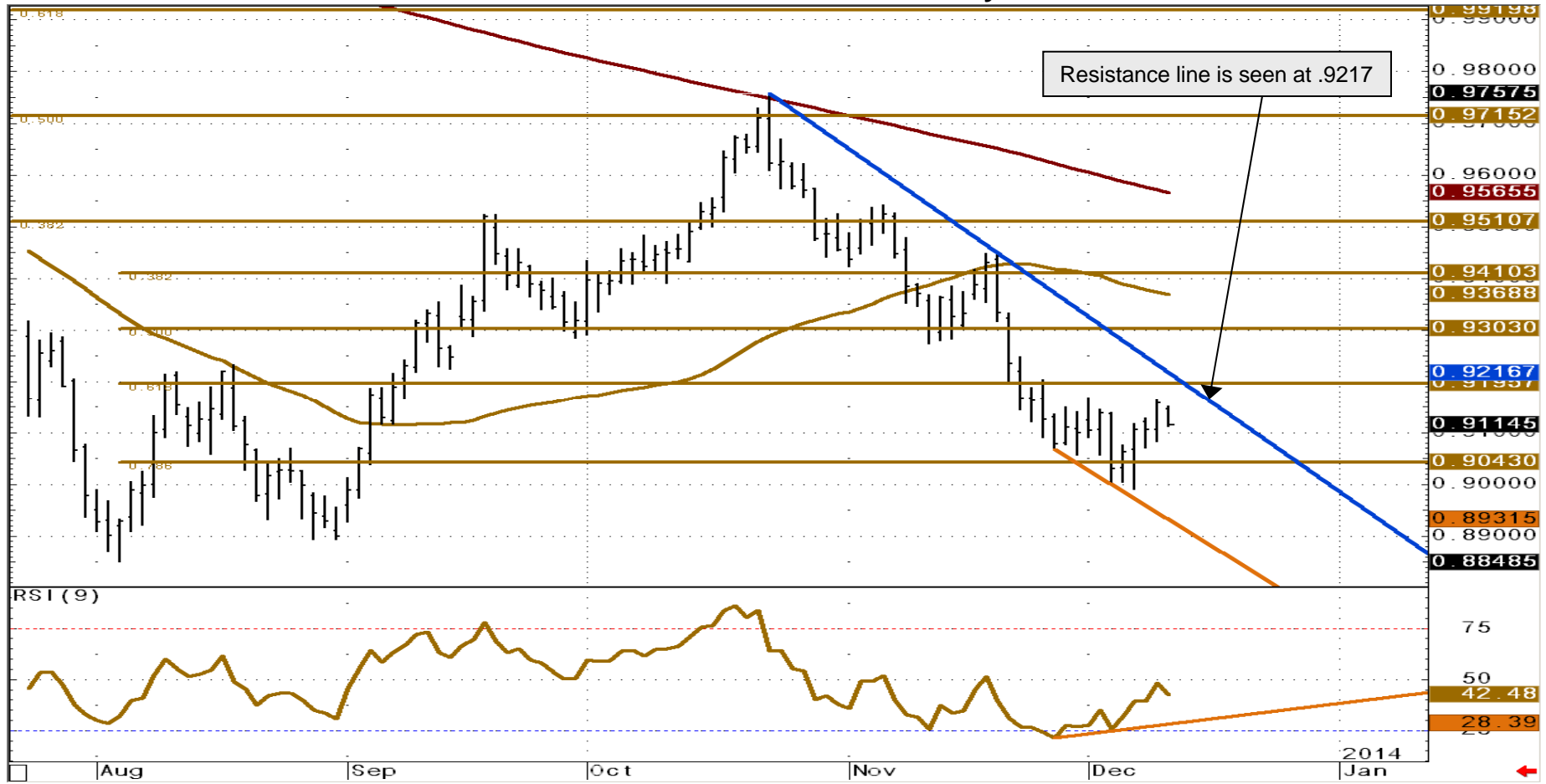
2013 performance to date



# 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

Could have ended a minor Elliott wave abc correction at .8336 and stays bearish while below it

- › NZD/USD rose in three distinctive waves, a, b and c, from its .8084 November low to this week's .8336 high.
- › We will therefore have a short term bearish outlook while no daily chart close above the .8336 high is being made.
- › The significant support zone seen at .8165/.8084 (200 day moving average, October low, 50% retracement, July peak and November trough) is thus back in the picture.
- › Should a drop through the .8084 low be seen, the psychological .8000 zone and then the .7886/.7683 region (200 week moving average and the June to August lows) will be back on the map.
- › We will retain our view of a top being formed as long as NZD/USD stays below the .8408/16 November highs.

NZD/USD Daily Chart

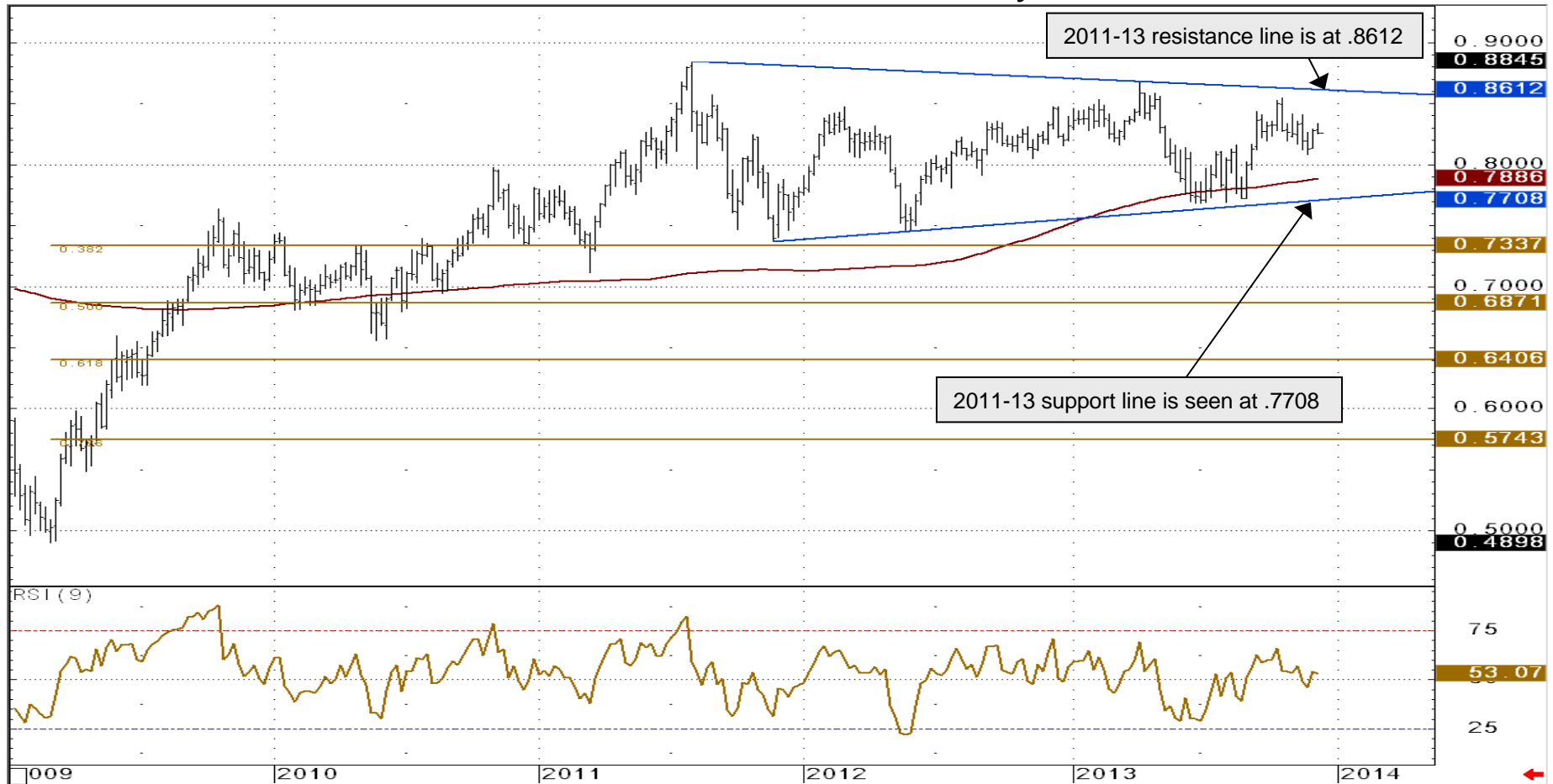


| Support     | Resistance  | 1-Week View | 1-Month View |
|-------------|-------------|-------------|--------------|
| .8165/.8084 | .8295/.8336 | ➔           | ➔            |
| .8051&.8000 | .8416/37    |             |              |

# NZD/USD - Weekly Chart

Is beginning to head higher again

NZD/USD Weekly Chart



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# USD/CAD - Daily Chart

Is expected to consolidate and should slip back towards the 1.0533/1.0498 region

- › Last wee USD/CAD briefly overshot the 1.0656/79 resistance zone, and on two days hit the 1.0707 level before keeling over and slipping again.
- › Minor support around the August peak and the November 29 low at 1.0568/60 should be touched within days.
- › More significant support comes in between the two month support line and mid-November high at 1.0533/25 and the October peak at 1.0498. While trading above the latter, upside pressure should be maintained. Put another way, buying dips in the 1.0533/1.0498 zone makes sense in the context of our medium term bullish forecast.
- › A, currently unexpected, rise above 1.0707 will put the 1.0750/1.0850 resistance area on the map. 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. We expect this resistance zone to cap, at least on the first attempt.

USD/CAD Daily Chart



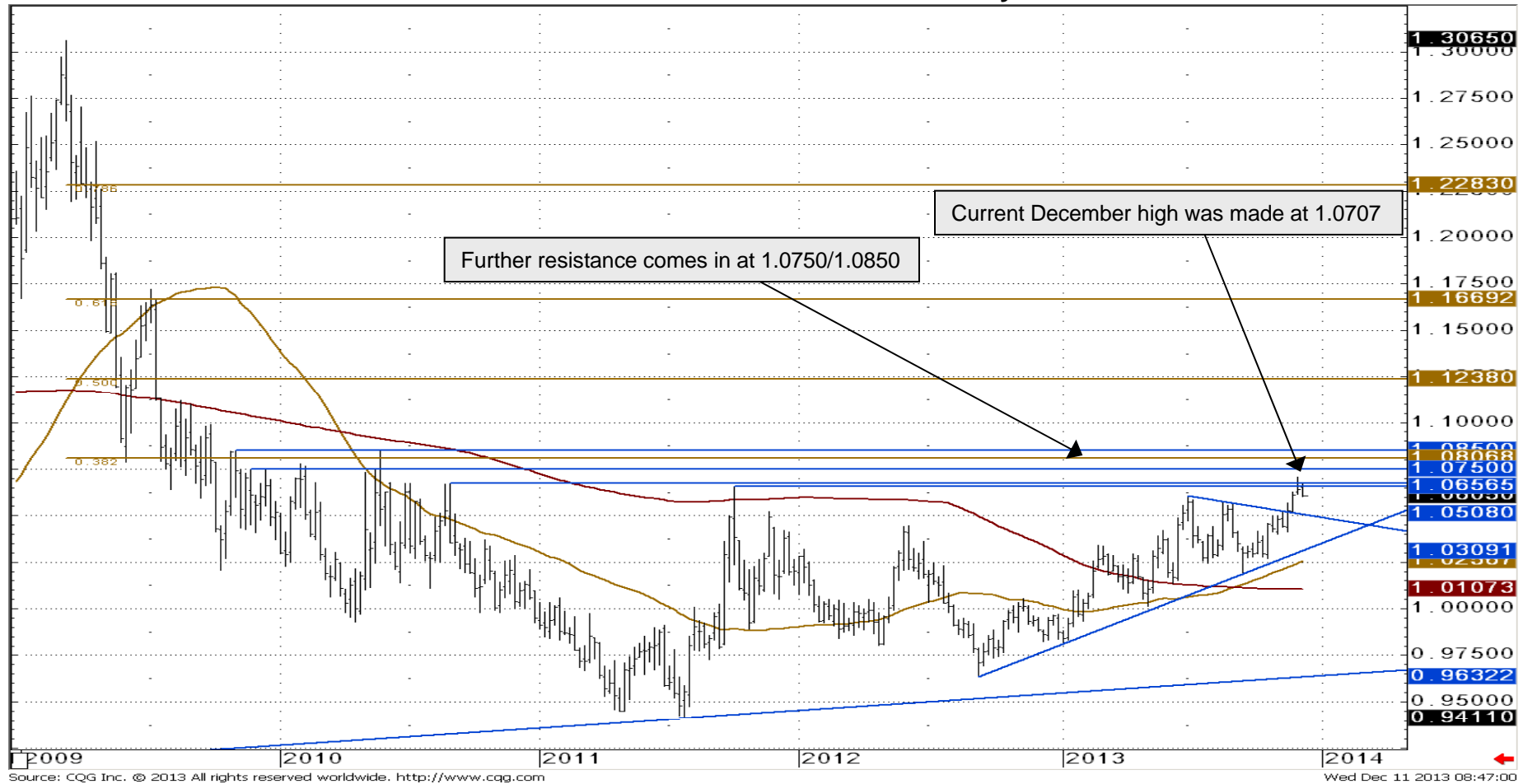
| Support       | Resistance    | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 1.0533/1.0498 | 1.0707        | ↘           | ↗            |
| 1.0450&1.0399 | 1.0789&1.0850 |             |              |



# USD/CAD - Weekly Chart

Comes off last week's high at 1.0707 and is expected to consolidate further

USD/CAD Weekly Chart



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# EUR/AUD - Daily Chart

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

- › EUR/AUD remains supported by the 1.5034/1.4991 July 2010 high, August 2013 peak and the November 27 high and still 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 below 1.4991 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 as well.

EUR/AUD Daily Chart



| Support       | Resistance    | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 1.5016/1.4991 | 1.5163&1.5244 | ➔           | ➔            |
| 1.4800&1.4709 | 1.5417/63     |             |              |

# EUR/AUD - Weekly Chart

Still targets the 38.2% Fibonacci retracement at 1.5244

EUR/AUD Weekly Chart



# EUR/NZD - Daily Chart

Is still consolidating below its November peak at 1.6846 but could retest the 1.6750 region

- › EUR/NZD remains essentially range bound and continues to trade between the 1.6750 level and the 1.6444 current December low.
- › We believe that over the next few days the 1.6750 zone will be revisited. Above it lie the four month resistance line at 1.6794 and the November peak at 1.6846.
- › Only a daily close above the 1.6846 November high will change our neutral one month view to a bullish one.
- › In this case we would 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.
- › Support below the current December low at 1.6444 can be seen at the intersection point of the 55 day moving average and the six week support line at 1.6375. Further, more significant, support can be seen along the 200 day moving average at 1.6241. While above it, a bullish tone exists.

EUR/NZD Daily Chart

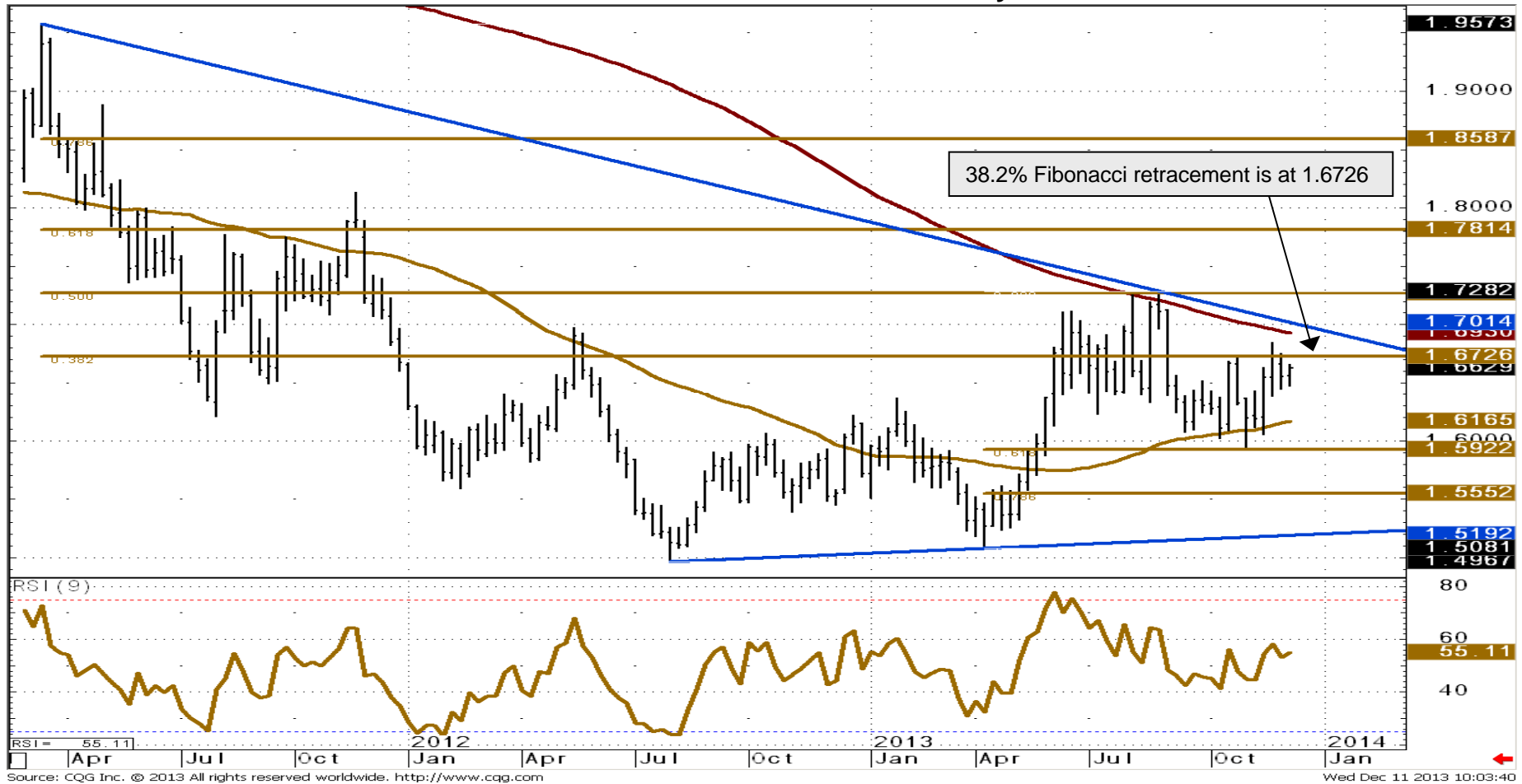


| Support       | Resistance    | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 1.6444&1.6375 | 1.6754&1.6794 | ➔           | ➔            |
| 1.6327&1.6241 | 1.6846&1.6917 |             |              |

# EUR/NZD - Weekly Chart

Is expected to revisit the 38.2% Fibonacci retracement at 1.6726

EUR/NZD Weekly Chart



# EUR/CAD - Daily Chart

Nears the seven month resistance line at 1.4678 & could still hit the October 2008 low at 1.4723

- › EUR/CAD has come close to the seven month resistance line at 1.4678 below which it currently struggles a bit.
- › While it remains above the 1.4443 October high, the currency pair will continue to have the October 2008 low at 1.4723 in its sights.
- › Minor support below this level can be seen along the six week support line at 1.4228 and the 55 day moving average at 1.4193 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 moving average and the 50% retracement of the 2008-13 decline.
- › First a minor consolidation could be seen, however.

EUR/CAD Daily Chart

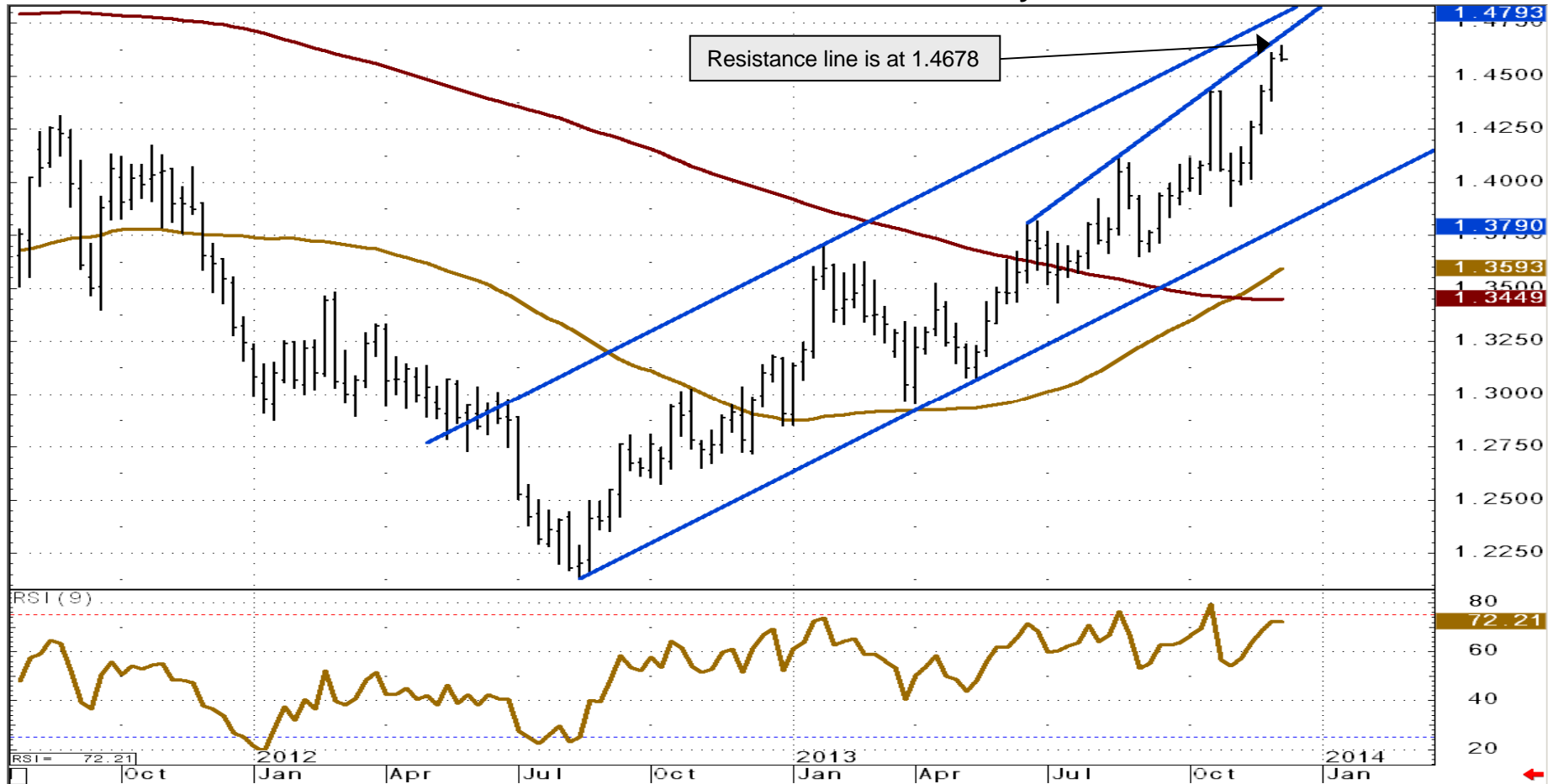


| Support       | Resistance    | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 1.4443&1.4331 | 1.4678&1.4723 | ➔           | ➔            |
| 1.4228/1.4193 | 1.4798/1.4818 |             |              |

# EUR/CAD - Weekly Chart

Nears the six month resistance line at 1.4678

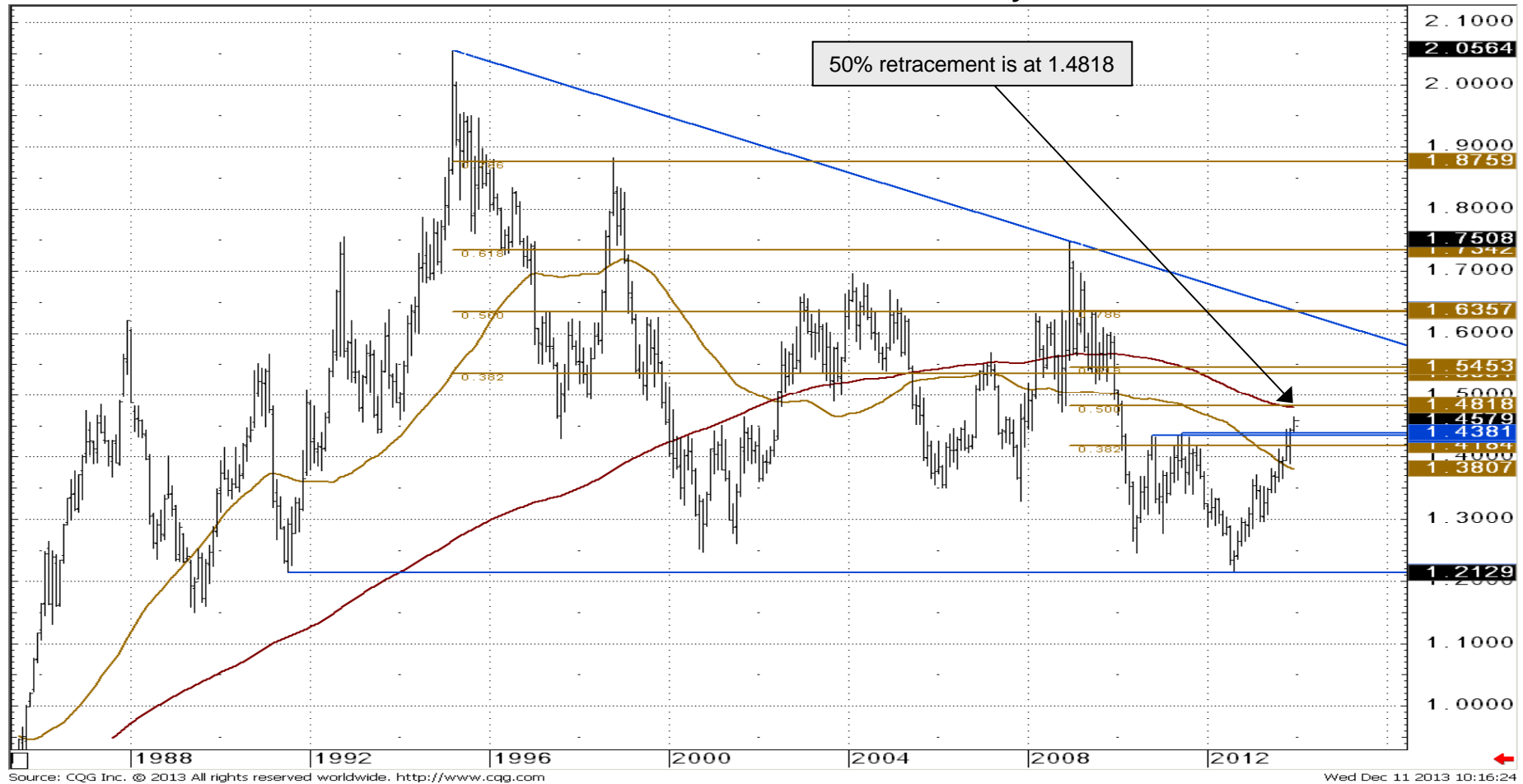
EUR/CAD Weekly Chart



# EUR/CAD - Monthly Chart

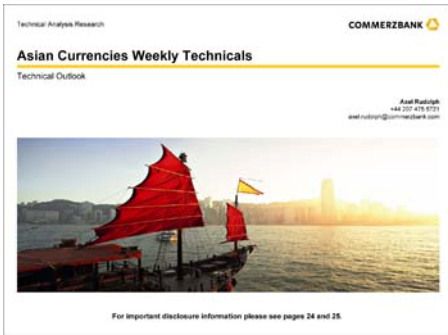
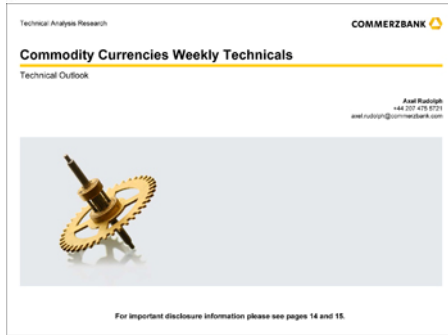
Targets the October 2008 low at 1.4723 and could also hit the 1.4798/1.4818 resistance area

EUR/CAD Monthly Chart



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- Wednesday:** Daily Market Technicals (FX), Strategic Technical Themes;
- Thursday:** Daily Market Technicals (FX), Asian Currencies Weekly Technicals;
- Friday:** Daily Market Technicals (FX), Fixed Income Weekly Technicals.

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