

Commodity Currencies Weekly Technicals

Wednesday, 17 July 2013

Technical Outlook

<p>1 Technical Analysis Banks Commerzbank</p> <p>Source: Euromoney FX Poll 2012</p> <p>2012  EUROMONEY</p>	<p>2 FICC Technical Analysis Research Team Best FX Research and Strategy Commerzbank</p> <p>Source: The Technical Analyst Magazine Awards 2012</p> <p>2012 </p>	<p>2 FICC Technical Analysis Research Team – Best FX Research and Strategy Commerzbank</p> <p>Source: Technical Analyst Magazine Awards 2013</p> <p>2013  thetechnicalanalyst</p>	<p>2 Technical Analysis Commerzbank</p> <p>Source: Euromoney FX Survey 2013</p> <p>2013  EUROMONEY</p>
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For important disclosure information please see the end of the document.

Technical Outlook

Commodity currencies are still consolidating versus the US Dollar and Euro

Market	Short term view (1–3 weeks)
NZD/USD:	Is still trying to gradually recover from its June low at .7683 but remains medium term bearish.
USD/CAD:	Range trading above the three month support line at 1.0241 is to be seen.
EUR/AUD:	Negative divergence points to consolidation towards the 1.4000 region being seen.
EUR/NZD:	Range trading between the June and July extremes at 1.7116 and 1.6229 is to be seen.
EUR/CAD:	Short term slip has ended; expect EUR/CAD to be sidelined between 1.3800 and 1.3400.

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

Commodity currencies are regaining some of their recent losses versus the US Dollar

AUD-USD X-RATE (AUDUSD Curncy)

Daily AUDUSD Curncy **Rebase NZDUSD Curncy 31/12/12** **Rebase CADUSD Curncy 31/12/12**

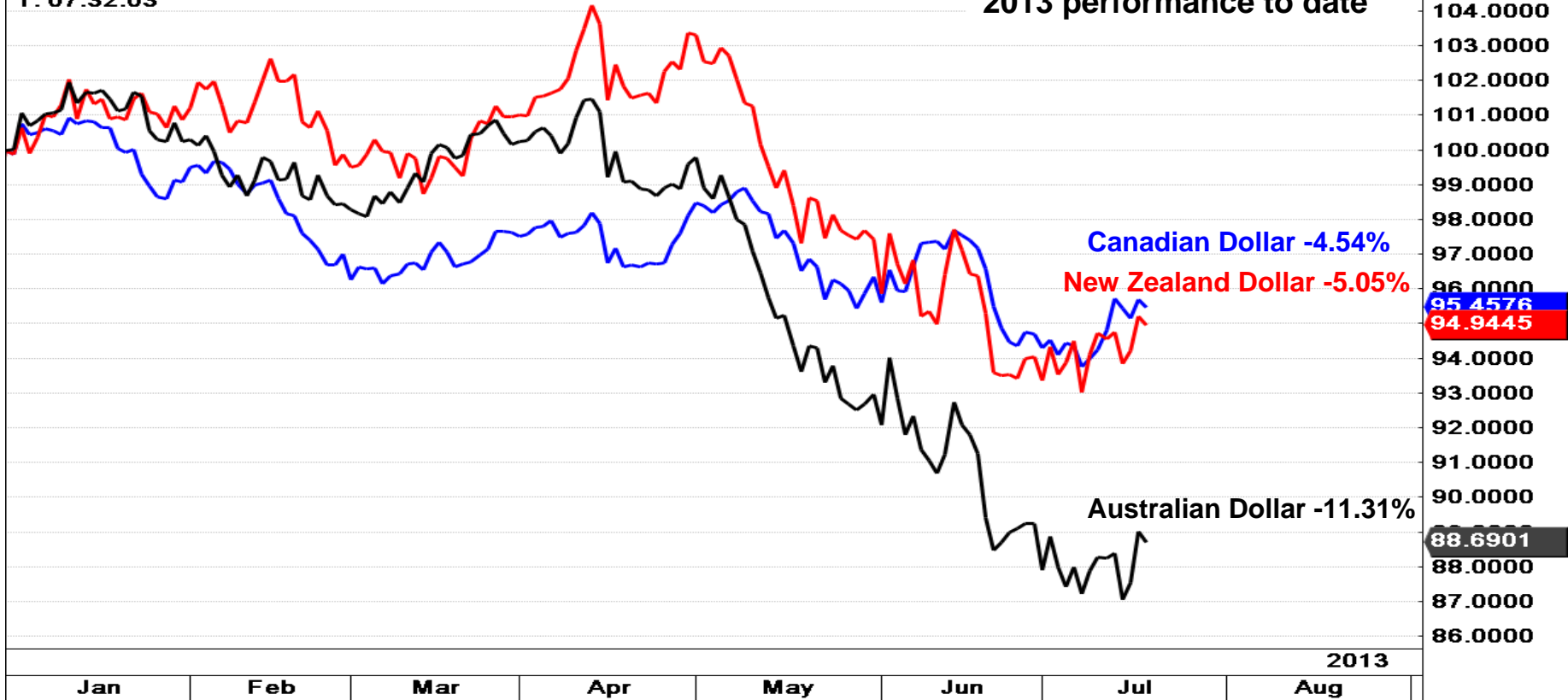
update

Update Professional : Data by Bloomberg

C: 0.92185 -0.00216 (-0.23%)

T: 07:32:03

2013 performance to date

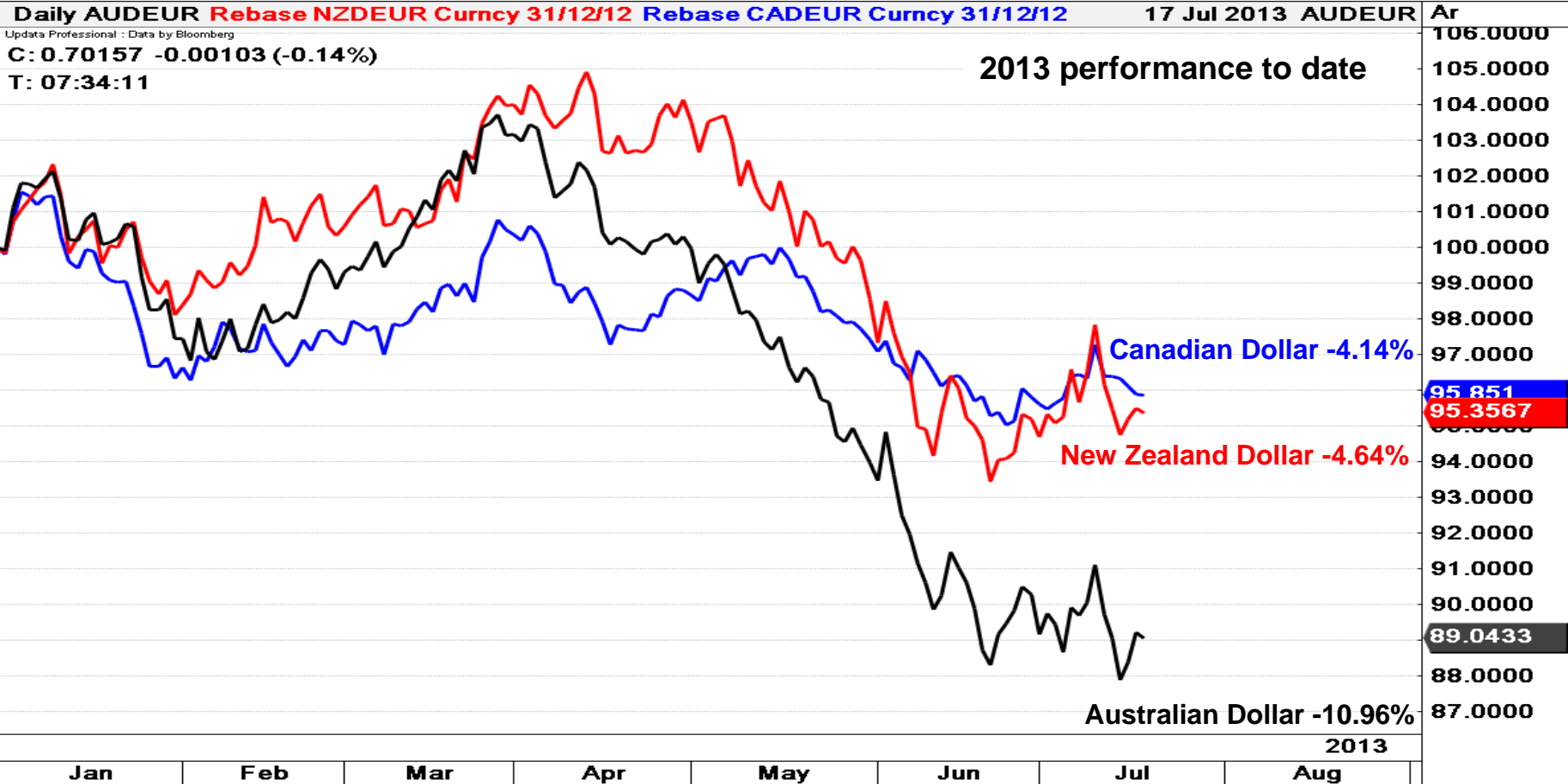


The Australian, New Zealand and Canadian Dollar vs. the Euro

Commodity currencies are once again depreciating versus the Euro but should try to stabilise

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

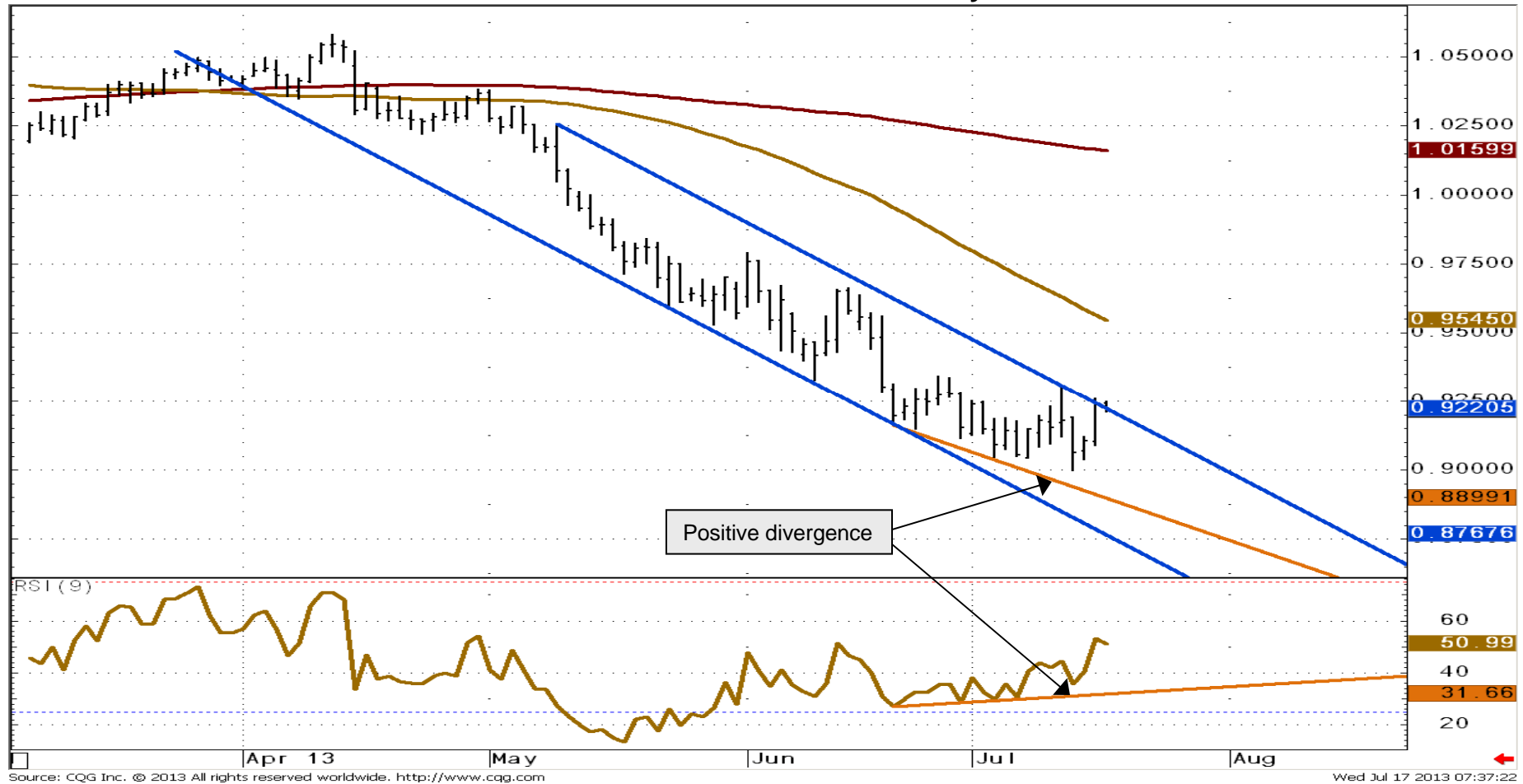
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AUD/USD - Daily Chart

Please see comments in this morning's Daily Market Technicals

AUD/USD Daily Chart



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NZD/USD - Daily Chart

Is still trying to gradually recover from its June low at .7683 but remains medium term bearish

- › NZD/USD formed a major top over the past few months but is still trying to level out around the 200 week moving average at .7785, having dropped to .7683 in late June and to .7687 in early July.
- › Further range trading between these lows and last week's .7970 high looks to be likely for the week to come.
- › Should this not be the case, the minor psychological .8000 region and the 55 day moving average at .8012 may also be revisited before NZD/USD struggles once again.
- › We will retain our medium term bearish forecast while the currency pair stays below its .8139 June peak.
- › Our medium term downside target zone is made up of the .7456/.7371 May 2012 low and November 2011 low. These remain our downside targets for the months to come.

NZD/USD Daily Chart



Support	Resistance	1-Week View	1-Month View
.7760/.7683	.7970/.8011	➔	➡
.7456/.7371	.8063&.8139		

NZD/USD - Weekly Chart

Is still trying to level out around the 200 week moving average at .7785

NZD/USD Weekly Chart



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Wed Jul 17 2013 07:39:35

USD/CAD - Daily Chart

Range trading above the three month support line at 1.0241 is to be seen

- › Last week USD/CAD swiftly dropped to 1.0327 before gradually bouncing off this level.
- › Over the next few weeks we expect to see range trading between the three month support line at 1.0241 and the current July high at 1.0608.
- › This week's range will probably be tighter than that between the 1.0500 level and the 1.0300 mark.
- › In view of the impulsive surge higher having been made over the past few months, further upside remains in store for the months to come once the current consolidation has run its course. The 1.0656/75 resistance area (July and August 2010 highs and the 2011 peak) will be targeted once the current July high at 1.0608 has been overcome on a daily chart closing basis.
- › Another potential longer term upside target can be seen around the 2010 peak at 1.0850, made in May of that year.

USD/CAD Daily Chart



Support	Resistance	1-Week View	1-Month View
1.0327/12	1.0473&1.0556	➔	➔
1.0241&1.0135	1.0608&1.0655		

USD/CAD - Weekly Chart

Is consolidating below the July peak at 1.0608

USD/CAD Weekly Chart



EUR/AUD - Daily Chart

Negative divergence points to consolidation towards the 1.4000 region being seen

- › Last week EUR/AUD made a new near three year high at 1.4478 before slipping back below major resistance at 1.4264/1.4373. This is made up of the March and August 2011 highs and the October 2010 peak and has been capping the currency pair ever since.
- › We believe that this resistance area will continue to cap over the next few days and that the 1.4000 region and perhaps also the 1.3864 current July low and the 1.3812 mid-June low could be revisited. Possibly even the four month support line at 1.3771 could be touched, before renewed upside pressure is being seen.
- › Since the June high at 1.4416 has not been accompanied by a higher RSI reading we are seeing negative divergence on the oscillator. This still points to consolidation.
- › Once the June peak at 1.4478 has been exceeded on a weekly closing basis, the July 2010 high at 1.5016 will be back on the map as well as the May 2010 peak at 1.5463.

EUR/AUD Daily Chart

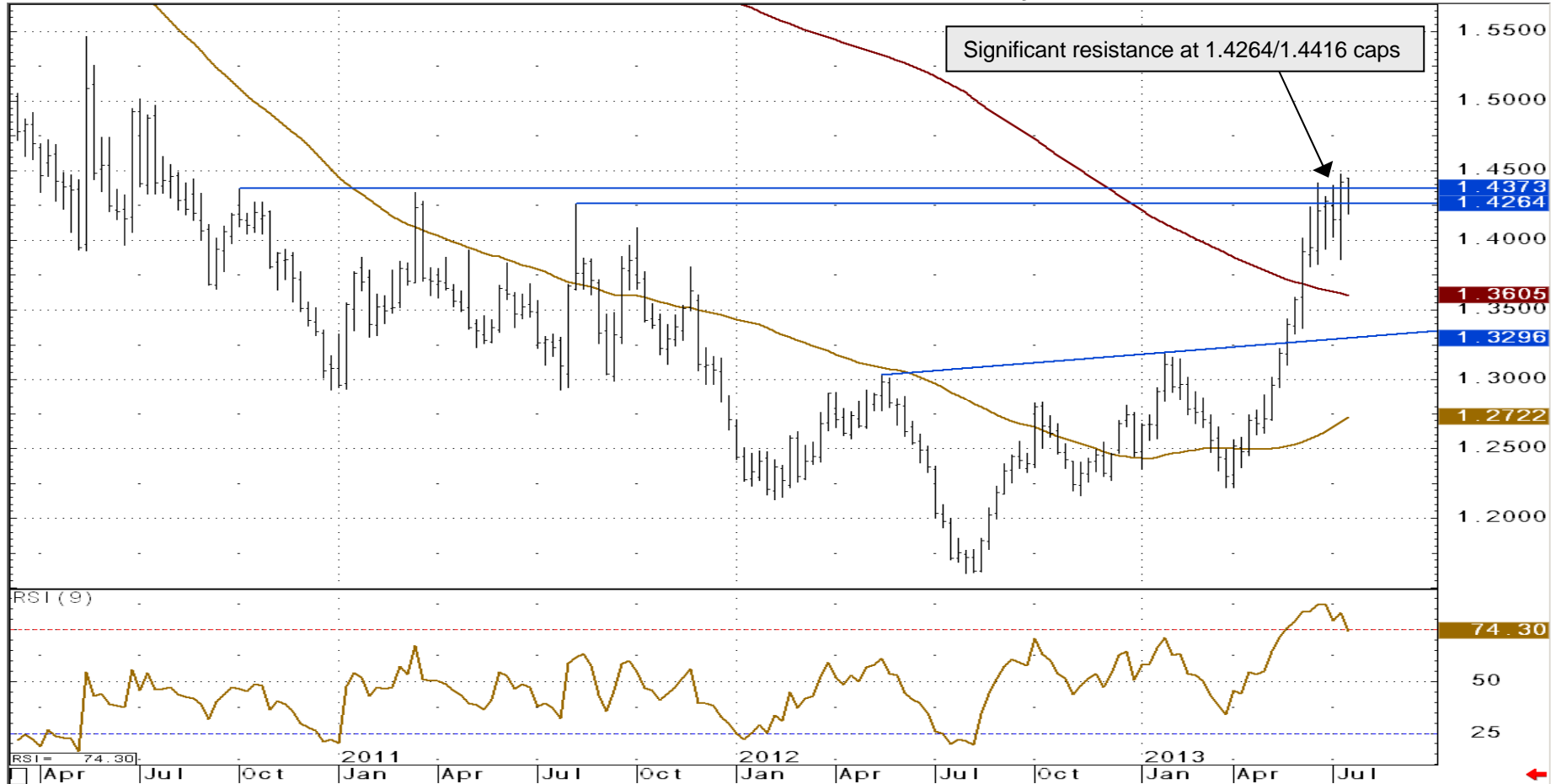


Support	Resistance	1-Week View	1-Month View
1.3938&1.3864	1.4397/1.4478	➔	➔
1.3812&1.3771	1.5016&1.5463		

EUR/AUD - Weekly Chart

Resistance at 1.4264/1.4416 continues to cap

EUR/AUD Weekly Chart



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EUR/NZD - Daily Chart

Range trading between the June and July extremes at 1.7116 and 1.6229 is to be seen

- › EUR/NZD's slip to the 1.6229 level from its one and a half year high at 1.7116 seems to have ended.
- › Further range trading between these levels should be seen in the days to come.
- › Once a daily close above 1.7116 has been made, however, the 200 week moving average at 1.7312, August and September 2011 highs at 1.7752/76 as well as the November 2011 peak at 1.8135 will be targeted.
- › While EUR/NZD stays above the current July low at 1.6229 on a daily chart closing basis, the medium term up trend remains in place.
- › If not, a slip back towards the four month support line and 200 day moving average at 1.5989/1.5886 could be seen before another up leg is being made.

EUR/NZD Daily Chart



Support	Resistance	1-Week View	1-Month View
1.6313/1.6229	1.6971/1.7000	➔	➔
1.5989/1.5886	1.7116&1.7352		

EUR/NZD - Weekly Chart

Recent consolidation is ongoing

EUR/NZD Weekly Chart



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EUR/CAD - Daily Chart

Short term slip has ended; expect EUR/CAD to be sidelined between 1.3800 and 1.3400

- › For the past few weeks EUR/CAD has been consolidating below its June 1.3818 high and so far dropped to the 55 day moving average at 1.3466 from where it bounced back.
- › Since it held, the May-to-June uptrend has resumed.
- › For the upcoming week we expect to see range trading between the 1.3818 June high and the 1.3400 level, however.
- › Only once the 1.3818 June peak has been exceeded, will the 78.6% Fibonacci retracement of the 2012 drop at 1.3899 and then the 1.4000 region be targeted.
- › Should 1.3431 unexpectedly give way, the one year support line at 1.3286 and also the 200 day moving average at 1.3222 could be revisited before the medium term uptrend resumes. This is not our preferred scenario.

EUR/CAD Daily Chart



Support	Resistance	1-Week View	1-Month View
1.3466/31	1.3690/1.3710	➔	➔
1.3286/22	1.3770/1.3818		

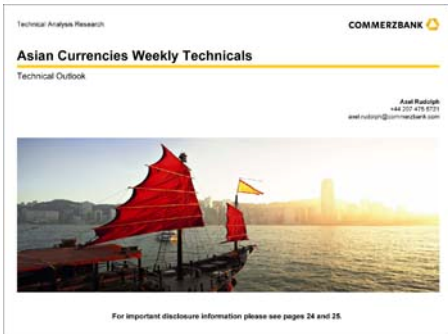
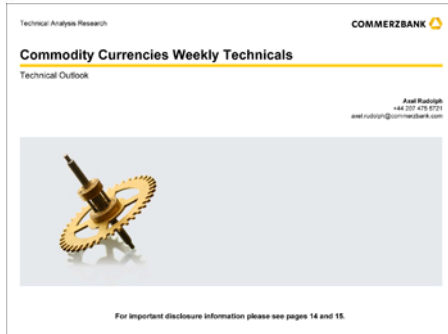
EUR/CAD - Weekly Chart

Still consolidates below its one year and seven month high at 1.3818

EUR/CAD Weekly Chart



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- Wednesday:** Daily Market Technicals (FX), Commodity Weekly;
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