

DAILY TECHNICAL REPORT

26 May 2016

EUR / USD



Holding below 1.1200.

- EUR/USD keeps on declining and has bounced back from former hourly support at 1.1144 (24/03/2016 low) while hourly resistance is located at 1.1227 (24/05/2016 high) and 1.1349 (17/05/2016 high). Stronger resistance lies at 1.1616 (12/04/2016 high). The technical structure suggests further downside moves within the downtrend channel.

- In the longer term, the technical structure favours a very long-term bearish bias as resistance at 1.1714 (24/08/2015 high) holds. The pair is trading in range since the start of 2015. Strong support is given at 1.0458 (16/03/2015 low). However, the current technical structure since last December implies a gradual increase.

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

GBP / USD



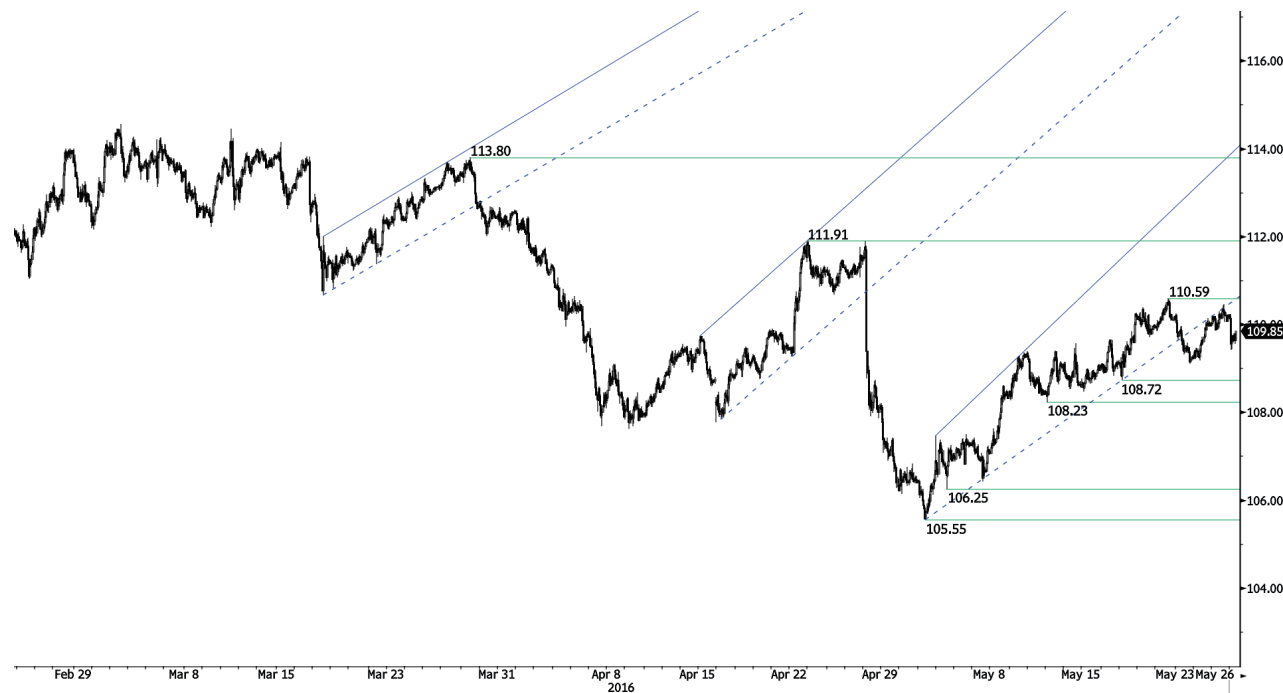
Strengthening.

- GBP/USD is trading higher towards hourly resistance at 1.4770 (03/05/2016 high). Hourly support is given at 1.4404 (15/05/2016 low). Expected to show continued strengthening toward resistance at 1.4770.

- The long-term technical pattern is negative and favours a further decline towards key support at 1.3503 (23/01/2009 low), as long as prices remain below the resistance at 1.5340/64 (04/11/2015 low see also the 200 day moving average). However, the general oversold conditions and the recent pick-up in buying interest pave the way for a rebound.

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

USD / JPY



Sideways price action.

- USD/JPY is trading around 110. Selling pressures look significant around this level. The pair is trading sideways at 110.59 (20/05/2016 high) while hourly support lies at 108.72 (18/05/2016 low). Expected to show further weakening towards 108.72 as the medium term momentum is oriented downwards and the technical structure suggests a further strong bearish move.
- We favour a long-term bearish bias. Support at 105.23 (15/10/2014 low) is on target. A gradual rise towards the major resistance at 135.15 (01/02/2002 high) seems now less likely. Another key support can be found at 105.23 (15/10/2014 low).

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

USD / CHF



Consolidating.

- USD/CHF is trading mixed after breaking symmetrical triangle. Hourly resistance can be found at 0.9938 (24/05/2016 high) while hourly support is given at 0.9883 (06/05/2016 low). Expected to show a continued bearish consolidation move.

- In the long-term, the pair is still trading in range since 2011 despite some turmoil when the SNB unpegged the CHF. Key support can be found 0.8986 (30/01/2015 low). The technical structure favours a long term bullish bias since last December.

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

USD / CAD



Bearish breakout.

- USD/CAD has broken the bullish uptrend channel. Yet, the pair needs to break hourly support at 1.2895 (18/05/2016 low) to confirm deeper selling pressures while hourly resistance can be found at 1.3188 (intraday higher). Expected to further bounce back higher.
- In the longer term, the pair is now trading well below the 200-day moving average. Strong resistance is given at 1.4948 (21/03/2003 high). Stronger support can be found at 1.1731 (06/01/2015 low). The pair may have entered a new long-term decline.

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

AUD / USD



Riding downtrend channel.

- AUD/USD is way into a downtrend channel, with some very short-term bullish retracement. Hourly support is located at 0.7145 (24/05/2016 low). Stronger daily support is given at 0.7110 (29/10/2016 low). Hourly resistance is located at 0.7260 (23/05/2016 high). Expected to show continued weakness.

- In the long-term, we are waiting for further signs that the current downtrend is ending. Key supports stand at 0.6009 (31/10/2008 low) . A break of the key resistance at 0.8295 (15/01/2015 high) is needed to invalidate our long-term bearish view.

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

EUR / CHF



Bearish momentum is growing.

- EUR/CHF continues to go lower and should reach the lower bank of the symmetrical triangle. Hourly resistance is located at 1.1128 (20/05/2016 high) while hourly support lies at 1.1015 (18/05/2016 low). Stronger support is given at 1.0843 (23/03/2016 low). The pair still lies within a symmetrical triangle and we expect the pair to bounce back towards 1.1200.
- In the longer term, the technical structure remains positive. Resistance can be found at 1.1200 (04/02/2015 high). Yet, the ECB's QE programme is likely to cause persistent selling pressures on the euro, which should weigh on EUR/CHF. Supports can be found at 1.0184 (28/01/2015 low) and 1.0082 (27/01/2015 low).

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

EUR / JPY



Short-term pause.

- EUR/JPY has drifted higher around 123.00. Hourly support is given at 121.49 (06/05/2016 low) while hourly resistance can be found at 123.11 (25/05/2016 high). Expected to monitor support at 121.49.

- In the longer term, the technical structure validates a medium-term succession of lower highs and lower lows. As a result, the resistance at 149.78 (08/12/2014 high) has likely marked the end of the rise that started in July 2012. Strong support is given at 118.73 (25/02/2013 low). A key resistance can be found at 141.06 (04/06/2015 high).

Yann Quelell | Market Strategist
e-mail: yann.quelell@swissquote.ch

EUR / GBP



Holding around 0.7600.

- EUR/GBP is still oriented downwards. Hourly resistance can be found at 0.7754 (intraday high) while hourly support can be found at 0.7565 (25/05/2016 low). The medium-term momentum is clearly bearish.
- In the long-term, the pair is currently recovering from recent lows in 2015. The technical structure suggests a growing upside momentum. The pair is trading well above its 200 DMA. Strong resistance can be found at 0.8815 (25/02/2013 high).

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

GOLD (in USD)

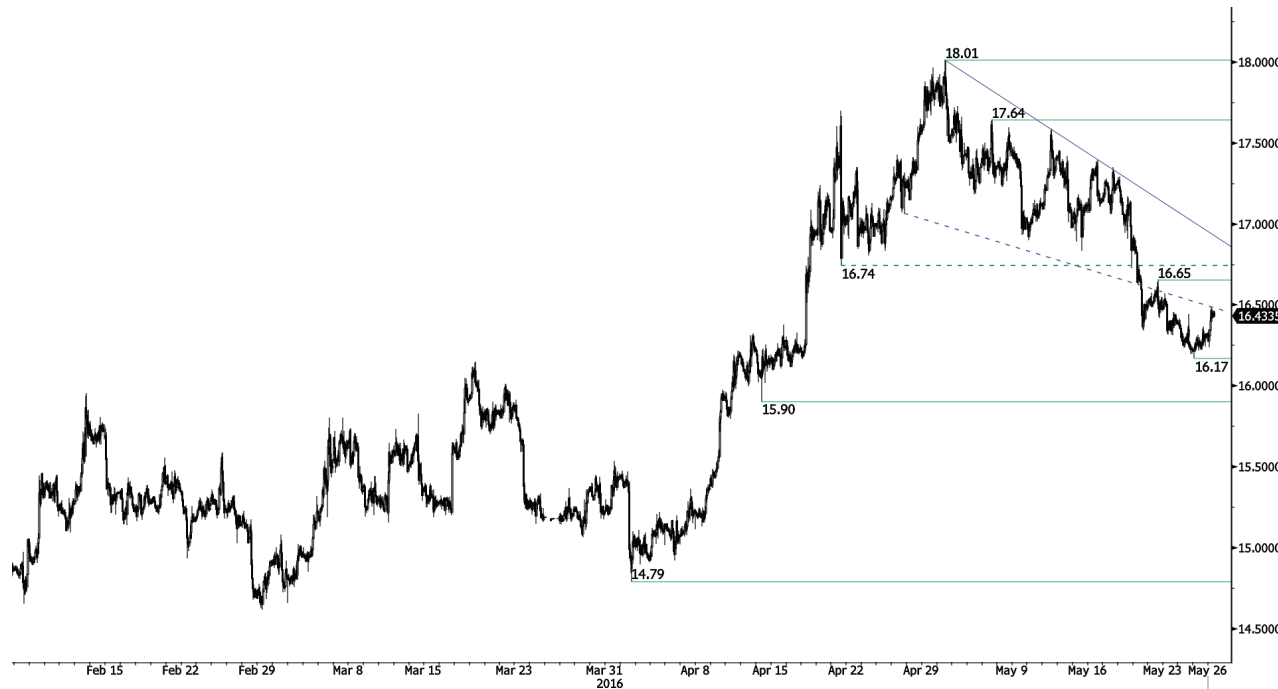


Consolidating.

- Gold's short term bearish move is fading. Resistance is given at 1303 (02/05/2016 high) and hourly support is located at 1218 (25/05/2016). The short-term bearish momentum is still lively and the metal should monitor stronger support at 1208 (28/03/2016 low).
- In the long-term, the technical structure suggests that there is a growing upside momentum. A break of 1392 (17/03/2014) is necessary to confirm it. A major support can be found at 1045 (05/02/2010 low).

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

SILVER (in USD)



Bouncing back.

- Silver's downside move is losing momentum. Hourly resistance can be found at 16.65 (20/05/2016 high) while hourly support is located at 15.90 (14/04/2016 low). Stronger daily resistance is given at 18.01 (02/05/2015 high). Expected to push higher.
- In the long-term, the metal has broken a declining downtrend and has started to increase again. A break of resistance at 18.48 (21/05/2015 high) is needed to confirm this view. Strong support can be found at 11.75 (20/04/2009).

Yann Quelell | Market Strategist
 e-mail: yann.quelell@swissquote.ch

Crude Oil (in USD)



Targeting the 50-dollar mark.

- Crude oil continues to push higher. Hourly support can be found at 42.50 (26/04/2016 low) while resistance can be found at 50.96 (09/10/2015 high). The technical structure suggests a continued increase of the commodity,
- In the long-term, crude oil is now recovering from its sharp decline and the signs of recovery are now strong. Strong support lies at 24.82 (13/11/2002) while strong resistance can be found at 50.96 (09/10/2015 high). Crude oil is holding way above its 200-Day Moving Average. Expected to reach 60 before year-end.

Yann Queleonn | Market Strategist
 e-mail: yann.queleonn@swissquote.ch

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