

# DAILY TECHNICAL REPORT

31 August 2016

EUR / USD



**Declining.**

- EUR/USD keeps on pushing lower after the break of the uptrend channel. Key resistance is given at 1.1352 (23/08/2016 high) then 1.1428 (23/06/2016 high). Hourly support lies at 1.1046 (05/08/2016 low). The road is wide-open for further decline.
- In the longer term, the technical structure favours a very long-term bearish bias as long 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



Pausing.

- GBP/USD is trading in range between hourly resistance at 1.3279 (26/08/2016 high) and hourly support at 1.3024 (19/08/2016 low). This low volatility may indicate that selling pressures are fading.
- The long-term technical pattern is even more negative since the Brexit vote has paved the way for further decline. Long-term support given at 1.0520 (01/03/85) represents a decent target. Long-term resistance is given at 1.5018 (24/06/2015) and would indicate a long-term reversal in the negative trend. Yet, it is very unlikely at the moment.

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

**USD / JPY**



**Breaking resistance at 102.83.**

- USD/JPY has broken hourly resistance given at 102.83 (02/08/2016 high). Strong support is given at 99.02 (24/06/2016 low). Expected to show further strengthening.
- We favour a long-term bearish bias. Support is now given at 96.57 (10/08/2013 low). A gradual rise towards the major resistance at 135.15 (01/02/2002 high) seems absolutely unlikely. Expected to decline further support at 93.79 (13/06/2013 low).

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

**USD / CHF**



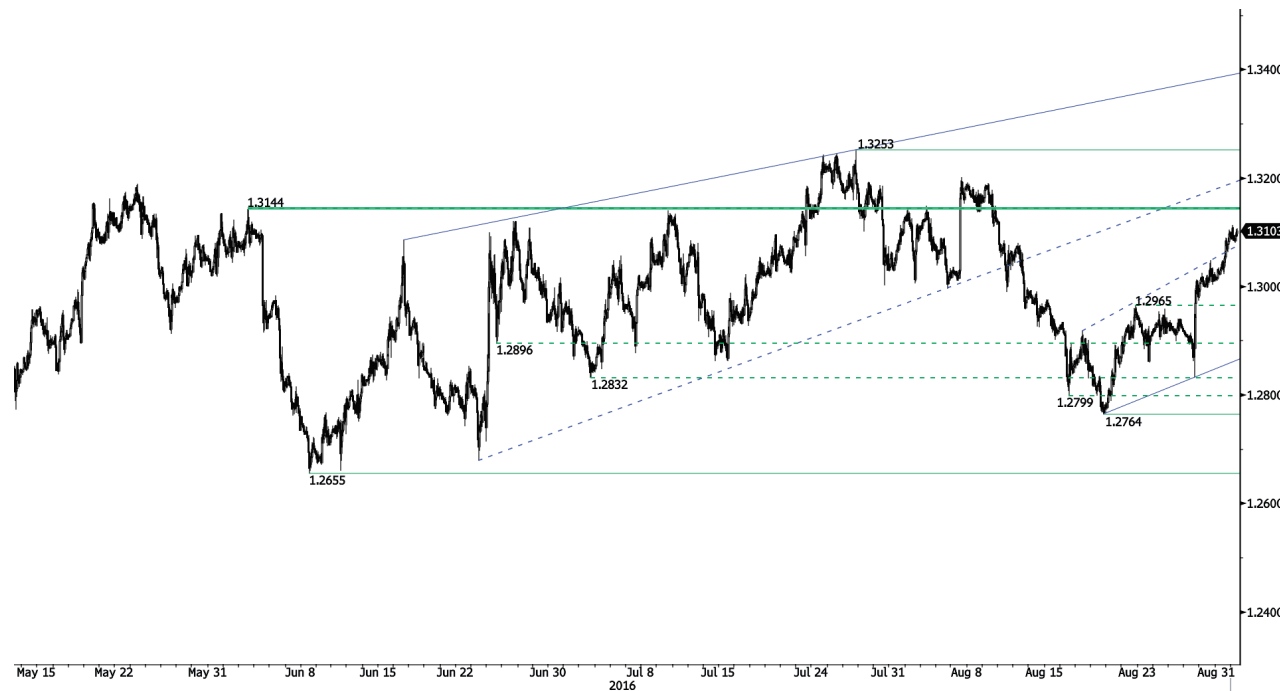
**Monitoring resistance at 0.9844.**

- USD/CHF is pushing higher. The road is definitely wide-open for further strengthening. Hourly resistance lies at 0.9844 (09/08/2016 high) and at 0.9956 (30/05/2016 high). Key support can be found at 0.9522 (23/06/2016 low). Expected to show further bullish 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 nonetheless a long term bullish bias since the unpeg in January 2015.

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

USD / CAD



**Buying pressures increase.**

- USD/CAD is pushing higher. The technical structure confirms deeper buying interests towards. Support can be found at 1.2832 (26/08/2016 low) and 1.2764 (18/08/2016 low).
- In the longer term, the pair is still trading below its 200-day moving average. Strong resistance is given at 1.4690 (22/01/2016 high). Long-term support can be found at 1.2461 (16/03/2015 low). The pair is likely in a consolidation phase within a new long-term decline.

Yann Quelell | Market Strategist  
 e-mail: [yann.quelell@swissquote.ch](mailto:yann.quelell@swissquote.ch)

AUD / USD



Edging lower.

- AUD/USD lies still within a downtrend channel. Hourly support at 0.7525 (29/08/2016 low) has been broken. Key resistance can be found at 0.7756 (10/08/2016 high). The bullish breakout was a false bullish signal and we continue to favour further 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 Queenn | Market Strategist  
e-mail: yann.queenn@swissquote.ch

**EUR / CHF**



**Strong buying interests.**

- EUR/CHF is going higher after breaking resistance at 1.0945 (12/07/2016 low). A significant support lies at 1.0794 (06/07/2016 low). We continue to consider that selling pressures are very important at this level. Expected to further decline.
- 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



Pushing upwards.

- EUR/JPY is still strengthening after breaking hourly resistance at 114.23 (21/08/2016 high). A key support is located at 110.83 (06/07/2016 low). Closest support lies at 112.32 (05/08/2016 low). Buying pressures seem relatively significant at this point. Expected to see another leg higher.
- 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. The road is now wide open towards strong support at 94.12 (24/07/2012 low).

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

**EUR / GBP**



**Low volatility.**

- EUR/GBP is back below 0.8600. The short-term technical structure remains positive. Hourly resistance is given at 0.8724 (16/08/2016 high) and hourly support is located at 0.8518 (10/08/2016 low).
- 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 far above from 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)**



**Weakening.**

- Gold continues to weaken, yet very slightly and remains around 1320. Actual levels are still good entry points to reload bullish positions . A key resistance stands at 1375 (06/07/2016 high). Expected to show renewed bullish pressures.
- 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](mailto:yann.quelell@swissquote.ch)

**SILVER (in USD)**



**Ready for a new leg higher.**

- Silver is now pushing back higher. Hourly support given at 18.19 (30/06/2016 low). Hourly resistance can now be found at 19.12 (23/08/2016 high). Strong resistance is given at 21.13 (04/07/2016 high). Expected to show further continued weakness.
- In the long-term, the metal is now in an increasing uptrend. Resistance is located at 25.11 (28/08/2013 high). Strong support can be found at 11.75 (20/04/2009).

Yann Quelell | Market Strategist  
 e-mail: [yann.quelell@swissquote.ch](mailto:yann.quelell@swissquote.ch)

**Crude Oil (in USD)**



**A new bearish momentum is arising.**

- Crude oil's bullish momentum has ended as the pair is slowly heading lower. For the time being, hourly resistance can be found at 48.75 (19/08/2016 high). The break of hourly support given at 45.84 (17/08/2016 low) confirms a deeper bearish move. Time to reload bearish position.

- 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 at 50.96 (09/10/2015 high) has been broken. Crude oil is holding way above its 200-Day Moving Average. Expected to reach 60 before year-end.

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

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