

# **DAILY TECHNICAL REPORT**

**12 June 2018**

EUR / USD



**Bullish pause.**

- EUR/USD has broken the resistance at 1.1736 leading to renewed buying pressure. The short-term trend remains negative as long as prices remain below hourly resistance at 1.1993 (14/05/2018 high). Hourly support is given at 1.1510 (29/05/2018 low).
- In the longer term, the momentum is turning largely negative. We favor a continued bearish bias. Key resistance is holding at 1.2886 (15/10/2014 high) while strong support lies at 1.0341 (03/01/2017 low).

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GBP / USD



Fading.

- GBP/USD resistance at 1.3458 has thus far not been decisively broken suggesting retest of support. Key support and resistance are given at 1.3062 (13/11/2017 low) and 1.3613 (03/01/2018 low). The technical structure suggests short-term upward moves.
- The long-term technical pattern is reversing. The Brexit vote had paved the way for further decline but the pair is moving to 2016 highs. Long-term support and resistance are given at 1.1841 (07/10/2017 low) and 1.5018 (24/06/2016 high).

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USD / JPY



**Bullish rally continues.**

- USD/JPY continues to rise after its bullish reversal pattern from 108.39 (31/05/2018 low). Strong support and resistance are located at 108.05 (09/02/2018 low) and 111.48 (18/01/2018 high). The technical structure suggests short-term increase.
- We favor a long-term bearish bias. A gradual rise towards major resistance at 125.86 (05/06/2015 high) seems unlikely. The pair is expected to decline further along long-term support at 101.20 (09/11/2016 low). The pair trades at its 200 DMA.

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USD / CHF



**Breaks downtrend channel.**

- USD/CHF has broken the key resistance at 0.9879 (downtrend resistance) to improve the short-term upside potential. Key support and resistance are given at 0.9755 (10/01/2018 low) and 1.01 (11/05/2017 high). The technical structure suggests short-term sideways trading moves.
- In the long-term, the pair is still trading in range since 2011 despite some turmoil when the SNB unpegged the CHF. Key support lies at 0.9072 (07/05/2015 low) while resistance at 1.0344 (15/12/2016 high) is distanced. The technical structure favours a long term bullish bias since the unpeg in January 2015.

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USD / CAD



**Monitor resistance.**

- USD/CAD has successfully bounced off uptrend support, approaching key downtrend resistance. Hourly support and resistance are located at 1.2621 (23/02/2018 low) and 1.3125 (19/03/2018 high). The technical structure suggests short-term decrease.

- In the longer term, the pair is trading between resistance point at 1.3805 (05/05/2017 high) and support at 1.2128 (18/06/2015 low). Strong resistance is given at 1.4690 (22/01/2016 high). The pair is likely to head lower. The pair is trading above its 200 DMA.

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AUD / USD



**Consolidation.**

- AUD/USD has weakened near the strong resistance at 0.7652 breaking the hourly support at 0.7595 (07/06/2018 low). Break of the strong resistance at 0.7917 (14/03/2018 high) is needed to invalidate the current short-term bearish bias. Hourly support remains at 0.7412 (09/05/2018 low). The technical structure suggests short-term upward moves.

- In the long-term, the upward trend slows down after failing to reach key resistance at 0.8164 (14/05/2015 low). Key support stands at 0.6011 (28/10/2008 low). A break of the key resistance at 0.8164 (14/05/2015 high) is needed to invalidate our long-term bearish view.

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EUR / GBP



**Sideways consolidation.**

- EUR/GBP has thus far failed to move towards the high of its range channel, suggesting persistent selling pressures. Hourly support and resistance are given at 0.8668 (22/03/2018 low) and 0.8838 (23/02/2018 high). The technical structure suggests short-term increase.

- In the long-term, the pair has largely recovered from 2015 lows. The technical structure suggests further upside pressure. Strong resistance can be found at 0.9500 (psychological level) while support remains at 0.8304 (05/12/2016 low). The pair is trading below its 200 DMA.

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EUR / CHF



Grinding higher.

- EUR/CHF has failed to break resistance, shifting into a consolidation pattern. However, the resistance at 1.1663 has yet to be tested. Hourly support and resistance are given at 1.1447 (08/02/2018 low) and 1.2006 (20/04/2018 high). The technical structure suggests short-term upward moves.

- In the longer term, the technical structure has reversed. Strong resistance at 1.20 (level before the unpeg) is now at reach. The ECB's slowing QE program is likely to cause buying pressures on the euro, which should weigh in favour of the EUR/CHF. Support and resistance can be found at 1.0624 (24/06/2016 low) and 1.2097 (18/12/2014 high).

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GOLD (in USD)



Sideways consolidation.

- Gold bearish pattern continues to build suggesting deeper downside correction. Hourly support and resistance are given at 1282 (21/05/2018 low) and 1329 (08/03/2018 high). The technical structure suggests further short-term decrease.
- In the long-term, the technical structure suggests that there is a growing upside momentum. A break of 1'392 (17/03/2014) is required to confirm it. A major support can be found at 1'045 (05/02/2010 low). The pair is trading below its 200 DMA.

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SILVER (in USD)



**Bullish pause.**

- Silver's bullish rally has paused above 16.87 resistance. Succession of higher lows continues to favor a bullish bias as long as uptrend floor holds. Hourly support and resistance are given at 16.05 (01/05/2018 low) and 17.35 (19/04/2018 high). The technical structure suggests short-term upward moves.

- In the long-term, the trend remains negative/sideways. Further downside is very likely. Resistance is located at 21.58 (10/07/2014 high). Strong support can be found at 11.75 (20/04/2009). The pair is trading below its 200 DMA.

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CRUDE OIL (in USD)



**Bullish pop.**

- Crude oil continues to grind higher. Hourly support and resistance are given at 61.81 (06/04/2018 low) and 72.83 (22/05/2018 high). The technical structure suggests short-term increase.
- In the long-term, crude oil has recovered after its sharp decline last year. However, we consider that further weakness is very likely. For the time being, the pair lies in an upside trend since June 2017. Support lies at 42.20 (16/11/2016) while resistance is located at 77.83 (20/11/2014). Crude oil is trading largely above its 200 DMA.

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BITCOIN (in USD)



Reset below range support.

- Bitcoin gap open has the pair is currently trading below old range support. The technical structure suggests short-term decrease.
- In the long-term, the digital currency has had an exponential growth but also presented important downturns. There is decent likelihood that the currency could stabilize between 7'000 - 12'000 in 2018. Bitcoin is trading below its 200 DMA (8800 range).

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