

FRI, July 09'08 3:03 am EST
DAILY TECHNICAL STRATEGIST

EURUSD: EUR's LT Rising Trendline/Daily 50 Ema Continues To Suggest Higher Could Be Seen

EURUSD: Although the pair remains trapped within its sideways trading range, its daily 50 ema/LT rising trendline currently at 1.5626/1.5547 is expected to provide support and turn EUR higher gain targeting initially the 1.5817/42 zone, its May 27'08/Jun 09'08 followed by the 1.5895/1.5912 area, its Mar 31'08/July 03'08/April 10'08 and then its YTD high at 1.6018. However, decisively penetrating and holding the 1.5626/1.5547 will suggest a move lower aiming at the 1.5360/64 zone, its .382 Fib Ret/ Jun 05'08 low with a break through there setting the pair up for a decline towards its May 08'08 low at 1.5283 and possibly lower. Its daily RSI is supportive of this view. On the whole, while EUR remains in a clear trading range, its LT rising trendline/daily 50 ema continues to imply that upside could be seen within and probably through that range

Support

1.5650/26

1.5593/47

1.5520

1.5360/64

Comments

Jun 20'08 high/Daily 50 ema

May 06'08 high/LT Rising Trendline

April 03'08 low/

.382 Fib Ret/ Jun 05'08 low

Resistance

1.5817/42 high

1.5895/1.5912

1.6018

Comments

May 27'08/Jun 09'08

Mar 31'08 high/July 03'08/April 10'08 high

YTD high

Daily Chart: EURUSD



GBPUSD: Price And Momentum Indicators Continue To Suggest Further Downside Weakness

GBPUSD: Despite its tumbling off the 2.0004 high and its subsequent five-day downside losses, GBP's price and momentum indicators continue to point lower suggesting further downside weakness could follow bringing the 1.9598, its April 15'08 low into focus with a loss of there opening the door for additional lower prices towards the 1.9407 level, its Jun 13'08 low ahead of the 1.9360/35 zone, its 2008 lows. On the downside, if a recovery is seen at the current price levels, the 1.9800/1.9790 levels, marking its Jun 09 & 20'08 highs will be targeted first and then its May 23'08 high at 1.9850 followed by the 2.0004/26 zone, its July 01'08/April 21'08 highs where a break if seen will open up risk towards the 2.0191 level, its Mar 27'08 high. All in all, the pair remains weak and should see further downside pressure.

Support	Comments
1.9598	April 15'08 low
1.9407	Jun 13'08 low
1.9360/35	2008 lows

Resistance	Comments
1.9800/1.9790	Jun 09 & 20'08 highs
1.9850	May 23'08 high
2.0004/26	July 01'08/April 21'08 highs
2.0191	Mar 27'08
2.0396	Mar 14'08 high

Daily Chart: GBPUSD



Please register and have the Daily Technical Strategist Newsletter delivered to your in box each time it is produced.

Mohammed Isah
Technical Strategist
m.isah@fxstrategy.com
www.fxtechstrategy.com

This report is prepared solely for information and data purposes. Opinions, estimates and projections contained herein are those of FXTechstrategy.com own as of the date hereof and are subject to change without notice. The information and opinions contained herein have been compiled or arrived at from sources believed to be reliable but no representation or warranty, express or implied, is made as to their accuracy or completeness and neither the information nor the forecast shall be taken as a representation for which FXTechstrategy.com incurs any responsibility. FXTstrategy.com does not accept any liability whatsoever for any loss arising from any use of this report or its contents. This report is not construed as an offer to sell or solicitation of any offer to buy any of the currencies referred to in this report.