

FRI, July 10'08 6:08 am EST  
**DAILY TECHNICAL STRATEGIST**

### **EURUSD: EUR Continues To Hold Above Key Support Levels**

**EURUSD:** While prices remain consolidative with its daily 50 ema/LT rising trendline presently at 1.5630/1.5547 still holding, EUR looks to head higher aiming at the 1.5817/42 zone, its May 27'08/Jun 09'08 at first and later the 1.5895/1.5912 area, its Mar 31'08/July 03'08/April 10'08 followed by its YTD high at 1.6018. Daily momentum are neutral reflecting its current consolidation mode. Downside objectives are located at the 1.5626/1.5547 and the 1.5360/64 zone, its .382 Fib Ret/ Jun 05'08 low with a loss of the latter paving the way for a decline towards its May 08'08 low at 1.5283 and probably lower. On the whole, with consolidation now taking place above the mentioned key support levels, the pair is expected to push higher again on ending the said consolidation. This view is in alignment with its medium and longer term uptrend.

#### **Support**

1.5650/30  
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: Sees A Sharp One-Day Reversal**

**GBPUSD:** Although a sharp reversal saw GBP close higher on Wednesday, price action in early morning trading today saw it losing part of those gains suggesting that with its daily momentum indicators still pointing lower, risk of further downside weakness can not be ruled out. In such a case, the 1.9598, its April 15'08 low will serve as the initial downside target with a break through there creating a price decline towards the 1.9407 level, its Jun 13'08 low and then the 1.9360/35 zone, its 2008 lows. Its daily stochastics is negative and trending lower suggesting additional weakness. On the other hand, the 1.9800/1.9790 levels, marking its Jun 09 & 20'08 highs comes in as the immediate upside objective leaving its May 23'08 high at 1.9850 as another resistance ahead of the 2.0004/26 zone, its July 01'08/April 21'08 highs with an invalidation of there putting the pair in position to head towards the 2.0191 level, its Mar 27'08 high. All in all, GBP remains vulnerable to the downside having lost momentum and tumbled off the 2.0004 high.

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

  

<b>Resistance</b>	<b>Comments</b>
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



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