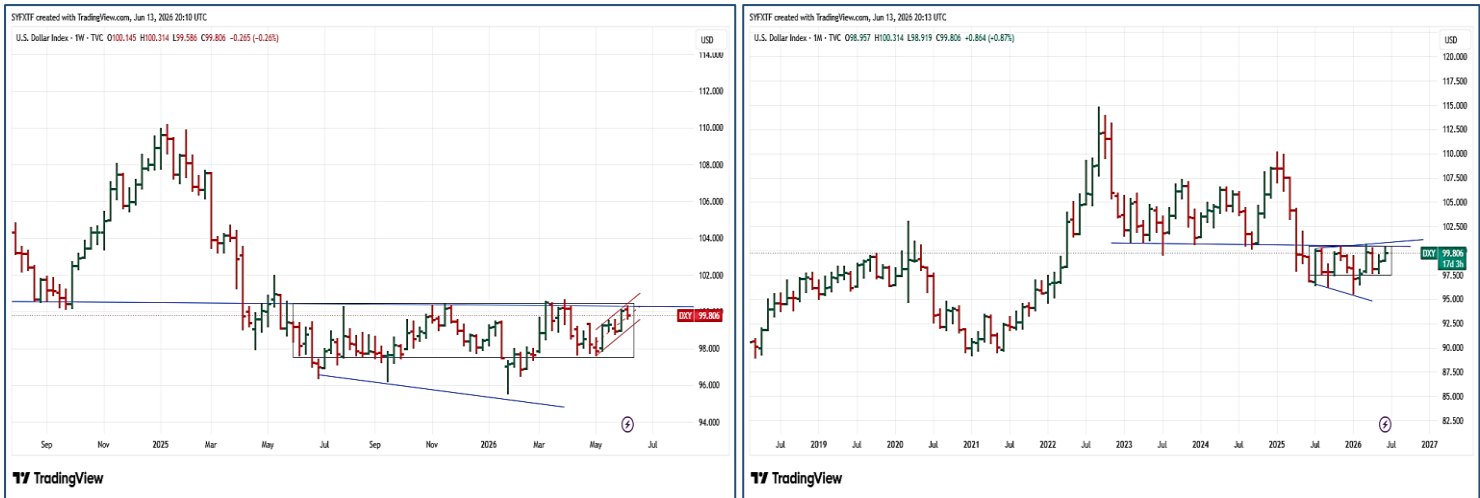


Currency outlook for the Week 15 Jun– 19 Jun 26-Venkat's Blog

#syfx.org #Dollar Index #EUR #GBP #JPY

Dollar index (DXY)



(Chart image source: TradingView.com)

The Dollar index saw support at 97.60-70 zone holding for the previous 3 weeks is seen on a recovery phase. After its fall from 110 in Feb 25, the DXY has been moving in the range of 96.60-100.30 for the past one year. As highlighted in the previous blog that a break and a daily close above 99.50 would trigger the stops and the Index can see a quick attempt towards 100.40-50 has happened. During the week the DXY index made a bearish candle declining after attempting the major long-term resistance zone around 100.30. We can expect a consolidation between 98.70 & 100.70. Only a breach on either side will attract attention for a review. Crucial levels to watch are the support at 99.40 & 98.70 and resistance at 100.40 followed by 100.70. While the oscillators are turning and showing a positive signal, still there is lack of conviction on the USD strength. However, the chances of a brief break-out can not be ruled out.

EUR



(Chart image source: TradingView.com)

The currency pair is moving in a descending channel with support at 1.1475 as the lower end support and 1.1615 as the top of the channel as resistance. The decline had been gradual and with the crucial support at 1.1500 holding strong, we can expect the currency pair to an attempt to attempt and cross-over the barrier at 1.1615. The currency pair made a bullish candle with lower low and lower high. The currency pair has to quickly reclaim the crucial 1.1650-1680 zone for further gains. The current set-up suggests that the currency pair may find it difficult to make sharp gains and we may see consolidation between 1.1520-1.1640. Any breach of this range would see a quick move of 70-100 pips.

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GBP



(Chart image source: TradingView.com)

The currency pair took support at the crucial 1.330—1.3310 range and gained to close near the top of the range for the week. It might attempt to chase and clear the previously breached the key area around 1.3450-1.3470. The oscillators are showing mixed signal. The currency pair made a bullish candle with a lower low and lower high. The current set-up suggests that the currency pair is likely to consolidate in the range of 1.3340- 1.3480 with a positive bias. A daily close above 1.3380 would make the pair test 1.1520-30 levels.

JPY



(Chart image source: TradingView.com)

The currency pair is moving in an ascending channel since Apr 25 with the top trend line at 165.70 and the lower support at 157.70 and a pivot of 161.70. The currency pair moved back in to the same boxed range after suffering an intervention by the central bank during the last week of Apr 26 with a sharp fall and gradual reversal. In addition, it is observed that the currency pair is moving in a minor ascending channel with top at 160.90 and support at 159.60. While the currency pair is moving in a tight range, the other major crosses of JPY are adjusting. The outlook remains neutral. We may see the currency pair consolidate in the range of 159.60-160.90. A daily close below 159.60 would see the pair move towards 157.50. Similarly break above 161 would trigger stops for a quick move toward 162.

#Stay Safe

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