

## Currency outlook for the Week 08 Sep – 12 Sep 25-Venkat's Blog

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

### Dollar index (DXY)



(Chart image source: TradingView.com)

The Dollar index has been in a tight range of 97.40-98.70 for the past 3 weeks and it is seen in a narrow range of 97.40-99.40 since Jun 25. It shows that there is lack of certainty on the direction. There is no clear visibility on the Ukraine-Russia conflict even after the Alaska Summit. Normally Geo-political uncertainties usually favor the USD currency. However, in the present scenario the weekly closing at lower end of the band continuously is indicative of the risk-off sentiments against the USD.. DXY is at a crucial support zone. The outlook for DXY seems to be neutral. The DXY is moving in an ascending channel with the top at 99.80 and the lower end at 97.80 and the pivot at 98.80. It has actually closed below the channel support. Break below 97.40 would imply that the DXY is likely to drift towards the crucial support at 96.20-96.40 zone. We can expect a consolidation between 96.70 & 98.80. Only a breach on either side will attract attention for a review. Upside remains capped at 99.40 and a daily close above this level is required for DXY to see higher levels. Crucial levels to watch are the support at 97.40 & 96.40 and resistance at 98.80 followed by 99.80. A daily close above 99 required for test of 100.20 or higher levels. The oscillators are showing mixed signals. Overall picture suggests that we are staring at an inevitable make or break situation for the DXY

### EUR



(Chart image source: TradingView.com)

The currency-pair retained its buying interest and consolidated at higher levels.. As noted in the previous blogs, the upside still remains open. The currency pair moved in a range of 1.1608 & 1.1759 for the fourth consecutive week. It made a bullish candle with higher high and higher low. A break and a daily close above 1.1740-60 range would see the pair gain momentum for a move towards 1.1900. Expected range for the week 1.1630-1.1840 with a positive bias. 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 GBPUSD currency pair continued its similar range for the fourth consecutive week. Though there was an attempt to break the crucial support at 1.3370, the currency pair bounced back and closed at 1.3506. There exists a chance for another round of rally higher or at least the range of 1.3420-1.3640 to continue. Weekly chart appears is turning positive again, A daily close above 1.3640 would see the pair gain momentum to test 1.3740 quickly. Its counterpart EUR too made bearish candle. There exists a chance for the currency pair to break the descending channel top and break higher. The expected range for the week is 1.3350 and 1.3740 with a positive bias. Breach on either side would make the pair move by another 75-100 pips in the direction of breach.

## JPY



(Chart image source: TradingView.com)

The USDJPY currency pair managed to stay in a range of 147-149 for the fifth week in a row. The oscillators showing mixed signals. The currency pair is once again in the boxed range of 146.50-148.60. The currency pair is at a crucial ascending channel support at 146.70-80 zone. The key resistance comes at 148.60. Break and a daily close below 146.50 could see the pair drifting to 144. Expected range for the week 146.70- 149.10. We may see volatile sessions with stops getting triggered on either side.

#Stay safe

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