



DUKASCOPY
RESEARCH PRODUCTS

29/05/2017



Trade Pattern Ideas

AUD/CAD 1H Chart: Channel Down



Comment: The Australian Dollar is trading against the Canadian Dollar in the short term descending channel slightly below the monthly S1 at 1.0016 and is trying to reach the bottom edge of the pattern. A rebound most likely is going to occur, as the narrowing fluctuations of the rate point out on formation of the falling wedge. In addition, the pair has no resistance levels on its way in the upward direction, except for the abovementioned monthly S1. However, even if the exchange rate breaks the lower trend line of the channel, most probably it will still be constrained by the weekly S1 at 0.9978 and 61.8% Fibonacci retracement level at 0.9958, which is measured by connecting the 2016 high and low levels.

	Level	Rationale
R4	1.0051	Weekly PP
R3	1.0032/33	55-period SMA; Upper Bollinger Band
R2	1.0018	20-period SMA
R1	1.0016	Monthly S1
S1	1.0003	Bottom Bollinger Band
S2	0.9998	Trend line
S3	0.9978	Weekly S1
S4	0.9931	Weekly S2

Indicator	1H	4H	1D
MACD (12; 26; 9)	Sell	Sell	Sell
RSI (14)	Neutral	Neutral	Neutral
Stochastic (5; 3; 3)	Sell	Sell	Sell
ADX (14)	Neutral	Neutral	Neutral
CCI (14)	Buy	Neutral	Buy
AROON (14)	Buy	Buy	Buy
Alligator (13; 8; 5)	Sell	Sell	Sell
SAR (0.02; 0.2)	Sell	Sell	Sell
Aggregate	↘	↘	↘

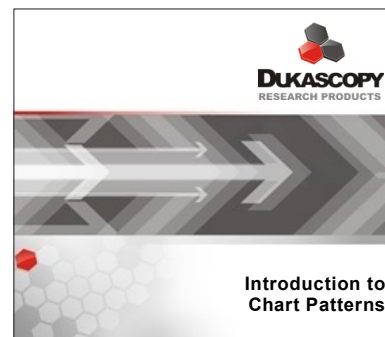
EUR/HKD 1H Chart: Descending Triangle



Comment: The common European currency is trading against the Hong Kong Dollar in the descending triangle with equal lows located at the 8.7047 level. The formation of this figure serves as a confirmation of the end of an uptrend, which lasted for the last two weeks. There is a possibility that a breakout in the downward direction will occur during this trading day, as the rate is facing resistance put by the monthly R2 at the 8.7138 level. However, if the pair manages to bypass this barrier, it will face no further resistance right until the upper trend line of the pattern, which is supported by the weekly PP at 8.7282.

	Level	Rationale
R4	8.7282/85	Weekly PP; 55-period SMA
R3	8.7272	100-period SMA
R2	8.7185	Upper Bollinger Band
R1	8.7138	Monthly R2
S1	8.7047	Trend line
S2	8.6987	Bottom Bollinger Band
S3	8.6813	Weekly S1
S4	8.6441	Weekly S2

Indicator	1H	4H	1D
MACD (12; 26; 9)	Sell	Sell	Sell
RSI (14)	Neutral	Neutral	Sell
Stochastic (5; 3; 3)	Sell	Sell	Sell
ADX (14)	Sell	Neutral	Neutral
CCI (14)	Neutral	Buy	Neutral
AROON (14)	Buy	Buy	Buy
Alligator (13; 8; 5)	Sell	Neutral	Buy
SAR (0.02; 0.2)	Sell	Sell	Buy
Aggregate	↘	→	→



Newest releases and archive:

- Fundamental Analysis
- Technical Analysis
- Press Review
- Market Research
- Expert Commentary
- Dukascopy Sentiment Index
- Trade Pattern Ideas
- Global Stock Market Review
- Commodity Overview
- Economic Research
- Quarterly Report
- Aggregate Technical Indicator

Additional information:

- Dukascopy Group Home Page
- Market News & Research
- FXSpider
- Live Webinars
- Dukascopy TV
- Daily Pivot Point Levels
- Economic Calendar
- Daily Highs/Lows
- SWFX Sentiment Index
- Movers & Shakers FX
- Forex Calculators
- Currency Converter
- Currency Index
- CoT Charts

Social networks:



Disclaimer

Everything in this article, including opinions and figures, is provided for informational purposes only and may not be interpreted as financial advice or solicitation of products. Dukascopy group assume no responsibility for the completeness or the accuracy of any data contained in this article. Financial figures indicated in this article have not been verified by the Dukascopy group. Views, opinions and analyses are those of the author of the article, and are not endorsed by the Dukascopy group.

Dukascopy group waive any and all warranties, express or implied, regarding, but without limitation to, warranties of the merchantability or the fitness for a particular purpose, with respect to all information in this article. Dukascopy group shall under no circumstances be responsible for any direct, indirect, consequential, contingent or any other damages sustained in connection with the use of this article.