



TECHNICAL ANALYSIS UPDATE # 6 AUGUST 2011

EUR: Nothing much happened In Euro and it is still moving in range. Range trading is still is the best strategy for this week until it breaks first support or resistant levels.

Res 1	Res 2	Res 3
1.4423	1.4515	1.4650
1.4240	1.4185	1.4090
Sup 1	Sup 2	Sup 3

GBP: Sterling is finding strong resistance and upside strength is weakening giving way to trading range. This indicates that short positions around first resistance may be profitable. Avoid long positions until it crosses 1.6480.

Res 1	Res 2	Res 3
1.6480	1.6550	1.6620
1.6380	1.6300	1.6240
Sup 1	Sup 2	Sup 3

JPY: Yen reversed the downtrend convincingly. However, 77.90 is a crucial level to look out for. Yen may try to test this again so better to wait and see which side it closes from this level.

Res 1	Res 2	Res 3
78.80	79.30	80.10
78.40	77.90	77.25
Sup 1	Sup 2	Sup 3

GOLD: Gold crossed the minor resistance zone of 1630-1650 without showing much weakness. It indicates that uptrend in gold is still strong. Avoid any short positions and carry long positions with trailing stops.

Res 1	Res 2	Res 3
1702	-----	-----
1650	1630	1575
Sup 1	Sup 2	Sup 3

BSE: Sensex continued to move down through the week and is in clear downtrend. Short positions hold advantage. For long trades it is advisable to wait until it crosses 17,500 levels. Below this level, trade on overbought signals to go short.

Res 1	Res 2	Res 3
17,350	17,480	17,800
16,990	16,650	16,400
Sup 1	Sup 2	Sup 3

“If a man empties his purse into his head, no man can take it away from him. An investment in knowledge always pays the best interest.”

Disclaimer: The contents in this newsletter are only for information purpose and should not be used for trading.