

# THE **STOP** HUNTER.



**FX Week Ahead: 28/08/15**



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## Week Ahead Assessment Summary:

- US Dollar choppy based off of global economics and market action in the last week but still remaining relatively strong.
- 4hr momentum charts: Bullish: CHF, ZAR      Neutral: EUR, MXN, JPY, GBPEUR, GBPAUD      Bearish: GBP, AUD, NOK,  
• COT assessment:      Bullish: CAD, MXN, CHF      Neutral: EUR, JPY      Bearish: GBP, AUD  
• Open Interest:      Bullish: AUD, JPY      Neutral: EUR,      Bearish: GBP, CAD, CHF, MXN  
• Technicals:      Strong: CAD, MXN      Weak: AUD, GBP, JPY
- Impact news:
- A busier news week with China putting out some important numbers early Tuesday morning. Other currencies to watch this week in terms of the news are: AUD Tues, Wed, Thu, CAD Tue, Wed, Fri and USD Tuesday onwards.
- Pick of the week: USDJPY(JPY)



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## FX Pulse:

	Trends:		Indicators:			240 min 'Feel'
	Current Price vs 50 MAV	Current Price vs 200 MAV	Stochastics	MACD	CCI	
EUR						
GBP						
JPY						
CHF						
AUD						

(Current trend 4hr Chart last 3 weeks)

Minors:	
NOK	
MXN	
ZAR	
Crosses:	
GBPEUR	
GBPAUD	
GBPJPY	
Key:	
Bullish	
Neutral/Bullish	
Neutral	
Neutral/Bearish	
Bearish	





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## Commitment of Traders & Open Interest FX:

### About Commitments of Traders

The COT reports provide a breakdown of each Tuesday's open interest for markets in which 20 or more traders hold positions equal to or above the reporting levels established by the CFTC. The weekly reports for Futures-Only Commitments of Traders and for Futures-and-Options-Combined Commitments of Traders are released every Friday at 3:30 p.m. Eastern time.

The COT provides a breakdown of aggregate positions held by three different types of traders: "commercial traders" (in forex, typically hedgers), "non-commercial traders" (typically, large speculators), and "non-reportable" (typically, small speculators).

The Open Interest represents the total number of contracts, including both buy and sell positions, outstanding between all market participants. That is, the total of all futures and/or option contracts entered into and not yet offset by a transaction, by delivery, by exercise, and so on. These figures are not netted, but instead show overall volume (that is, interest).

	Net Position			COT Index		Sentiment	Open Interest		
	Trend	Momentum	Signal	Signal	Momentum		Momentum	Daily Price	Assessment
Australian Dollar	Bear	Neutral	Bear cross May 21st 2015	Bear Cross Jun 18th 2015	Neutral	Neutral	Decreasing	Range	Bullish
British Pound	Neutral	Neutral	Bear Cross Sep 15th 2014	Bull Cross 22nd July 2015	Strengthening	Neutral	Increasing	Range	Bearish
Canadian Dollar	Bull	Bull Strengthening	Bull Cross May 28th 2015	Bull Cross 5th June 2015	Neutral	Neutral	Decreasing	Increasing	Bearish
EURO	Neutral	Bull Strengthening	Bear Cross May 12th 2014	Bull Cross 12 August 2015	Strengthening	Strengthening	Flat	Increasing	Neutral
Japanese Yen	Bull Weakening	Bull Strengthening	Bear Cross May 16th 2012	Bull Cross 31st July 2015	Weakening	Strengthening	Decreasing	Decreasing	Bullish
Mexican Peso	Bull Weakening	Bull Weakening	Bull Cross Apr 15th 2015	Bear Cross Sep 17th 2015	Neutral		Decreasing	Increasing	Bearish
Swiss Franc	Bull	Bull Strengthening	Bull Cross 16th July 2015	Bull Cross 16th June 2015	Neutral	Neutral	Increasing	Decreasing	Bearish
Dollar Index	Weak Bull	Neutral	Bull Cross Apr 8th 2014	Bull Cross Jul 6th 2015	Strengthening		Increasing	Increasing	Bullish

#### Net Position:

Trend = Assessment of large speculators position  
 Momentum = Assessment of strength of the trend  
 Signal = Last time the Commercials and Large speculators crossed. If Large speculators > Commercials = Bullish and vice versa.

#### COT Index:

An 8 week index based on net positions scaled between 0 to 100. Weights highest / lowest net position in period and scales them.

Signal = Last time the commercials and Large Speculators crossed. If Large speculators > Commercials = Bullish and vice versa.

Momentum = Assessment of strength of the trend of the Large Speculators

#### Sentiment:

(Bullish %)  
 Formulated from trading opinion and positions.

#### Open Interest (OI):

6 rules to follow / use as guide:

1. Price Up & OI Up = Bullish
2. Price Down & OI Up = Bearish
3. Price Up & OI Down = Bearish
4. Price Down & OI Down = Bullish
5. Price Flat & OI Down = Bullish
6. Price Flat & OI Up = Bearish



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## US Dollar Index:

### About Dow Jones FXCM US Dollar Index:

The Dow Jones FXCM Dollar Index reflects the change in value of the U.S dollar measured against a basket of the most liquid currencies in the world. A good guide for dollar strength and weakness!

The index represents a real-world, transparent approach to measuring the most economically significant currencies in the world in real-time.



USD weakened off the back of last weeks and the early part of this weeks global financial markets correction.

As things settled down it pulled itself back up back into its range that it has been trading since early July.

All the indicators: COT, technicals still have it as a weak bullish up trend.



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## Technical Charts and Trends:

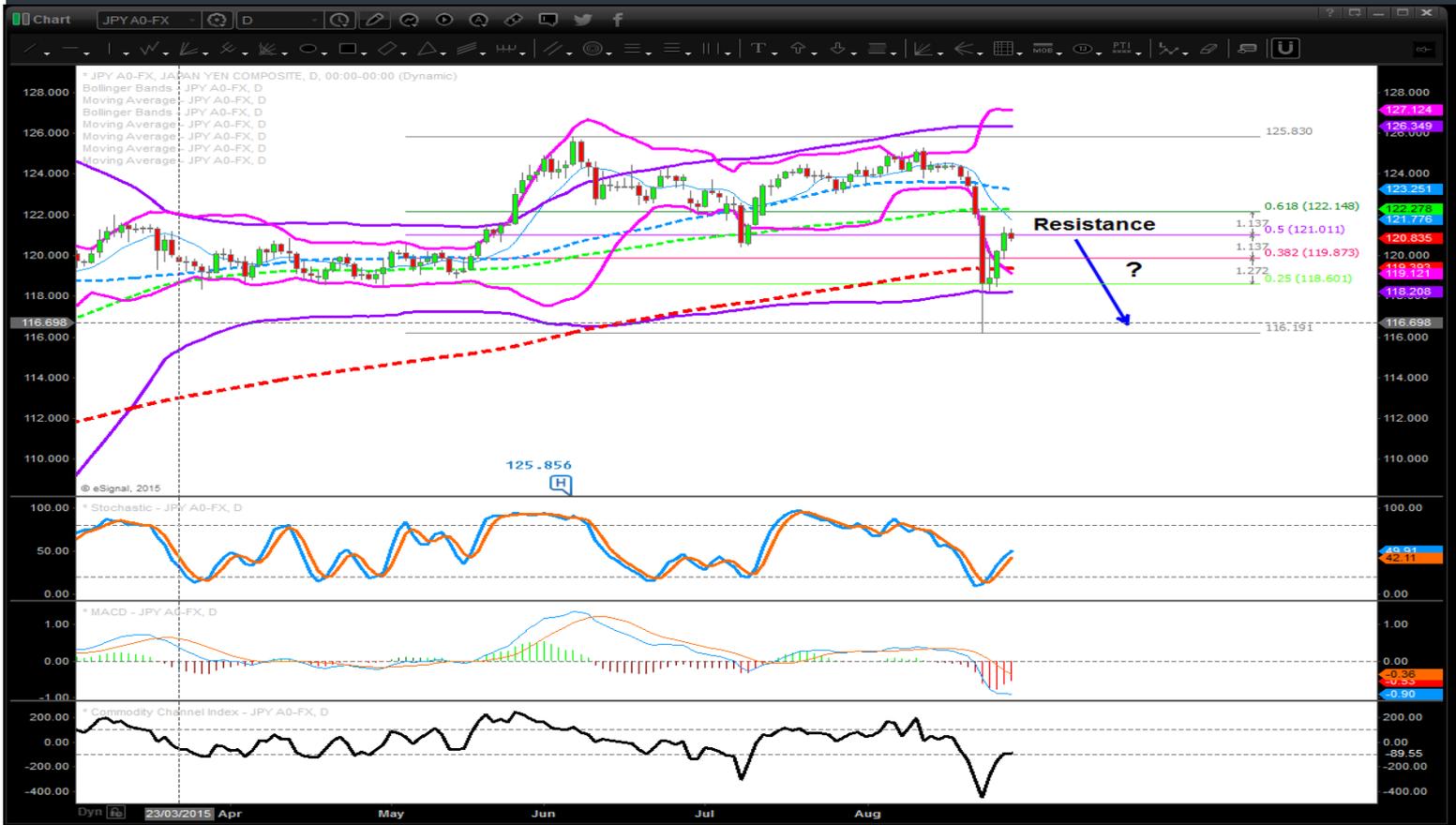


The commodity currencies again have been struggling due to their obvious relationship to China. The safe haven ccys of JPY and CHF as the early part of the week unfolded traders ran to these but as things settled down and the USD regained strength they moved back to buying USD. EUR also posted a similar story.



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## Pick of the week: USDJPY



Last weeks pick of the week ZAR would have made you some serious money very quickly if you'd been nimble. It virtually got to my first target by the Monday morning and reverted back. Since then it is continuing back in the direction predicted.

This week, weakness remains in any currency heavily related to China – so some possible opportunities there to explore.

Pick of the week goes to short USDJPY based off of the technicals. If these play out and price doesn't remain in neutral territory then we could see some downside. You'll also have to watch out for Dollar strength on this potential play but if it heads South then a first target could be 117.



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