



WEEKLY PUBLICATION
FX Weekly

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USD Index (DXY) - Weekly



Volatile trade turning bullish. Further gains in the coming weeks as studies continue to improve. Downside tests to remain limited.

Choppy trade has not sustained the push above 96.00, but prices are expected to make fresh attempts in the coming weeks as momentum studies improve and the Tension Indicator continues to strengthen. A key reversal also suggests an improvement in sentiment, with a later close above 96.00 targeting the 96.70 high of 24 June. Still higher is the 97.06/20 area. Support is raised to congestion around 94.00, and should underpin any corrective setbacks as investors adopt a buy-into-weakness strategy. If broken, not seen, a more cautious tone will be signalled, as the 93.02 low of 23 June then attracts. Critical support, however, remains at the 91.92 low of May.

R5 98.00 congestion
R4 97.20 61.8% ret of Dec-May fall
R3 97.06 16 Mar high
R2 96.70 24 Jun high
R1 96.00 congestion

S1 94.00 congestion
S2 93.02 23 Jun low
S3 91.92 May low

GBP/USD - Weekly



Sharply lower to mid 1985 levels in highly volatile trade. Any immediate bounce to remain limited as studies and sentiment weaken. Lower later.

GBP/USD has collapsed, following the Brexit vote, with prices eventually finding support at 1.3224 – levels last traded in September 1985. A minor corrective bounce is possible in the coming days, as oversold short-term studies unwind, but any break above the 1.3833 low of March is expected to find difficulty clearing congestion around 1.4000, as background studies weaken and investors adopt a decisively bearish stance. In the coming weeks, risk is for still further losses, with a break below the 1.3224 low of 24 June targeting the 1.3000 break level from mid 1985. Further slippage will open up 1.2500/65.

R3 1.4200 congestion
R2 1.4000 congestion
R1 1.3833 March low

S1 1.3224 24 Jun low
S2 1.3000 mid 1985 break level
S3 1.2565 June 1985 low

EUR/USD - Weekly



Higher levels not sustained. Prices to track lower in heightened volatility as studies continue to weaken.

EUR/USD has failed to sustain higher levels, with prices falling sharply from 1.1432 in extremely volatile trade. Deteriorating momentum studies, alongside a falling Tension Indicator, suggest further downside risks in the coming weeks, with a break below congestion around 1.1000 targeting the 1.0909 low of 24 June. Further slippage will open up the 1.0820 low of March, ahead of the 1.0790 retracement. Resistance is lowered to congestion around 1.1300 and should provide a barrier into any immediate corrective bounce as investors adopt a sell-into-strength strategy. If broken, not seen, focus will turn back to the 1.1432 high of 24 June, with potential for extension to the 1.1500 pivot as sentiment turns more positive.

R3 1.1500 pivot
R2 1.1432 24 Jun high
R1 1.1300 congestion

S1 1.1000 congestion
S2 1.0909 24 Jun low
S3 1.0820 March low
S3 1.0790 76.4% ret of Dec-May rally

AUD/USD - Weekly



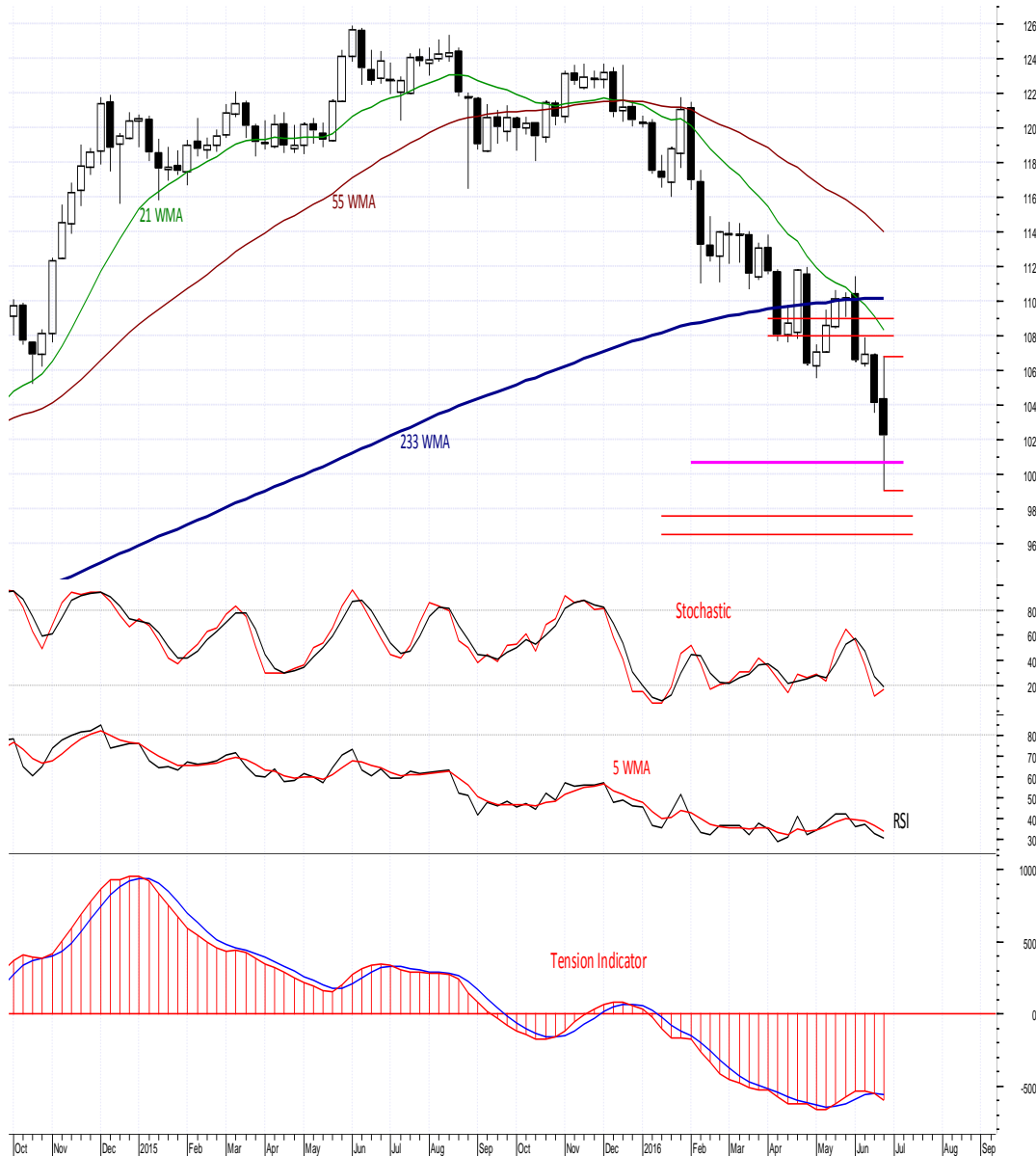
**Push above 0.7600 not sustained.
Short-term pullback before prices stabilise.
Critical support at 0.7142.**

AUD/USD has found difficulty sustaining the push above 0.7600, with prices falling sharply from the 0.7648 high of 24 June as overbought short-term studies unwind. Downside risks are expected to remain intact in the coming days, with potential for a break below the 0.7283 low of 16 June towards congestion around 0.7200. Heightened volatility and cautious global investor sentiment suggests scope for a further break, but critical support at the 0.7142 low of May should underpin any immediate tests, as weekly studies continue to improve. An unexpected break above 0.7648 would confirm extension of the May rally, and open up the 0.7719 month high. Critical resistance at the 0.7835 high of April needs to be cleared to confirm a more significant, multi-month AUD/USD rally.

**R3 0.7835 April high
R2 0.7719 May high
R1 0.7648 24 Jun high**

**S1 0.7283 16 Jun low
S2 0.7200 congestion
S3 0.7142 May low
S4 0.7105 March low**

USD/JPY - Weekly



**Sharply lower in heightened volatility.
Further losses in the coming weeks as studies and sentiment continue to deteriorate.**

USD/JPY has broken decisively lower, with support currently appearing at 99.08. Further gains are expected to prove difficult to sustain, as studies weaken and investors adopt a sell-into-strength strategy, with the 106.81 high of 24 June to remain intact. In the coming weeks, further downside tests are looked for, as the bear trend from June 2015 gains traction, with a break below 99.08 targeting the 97.63 low of November 2013. Beneath here is the 96.55 low of October 2013.

R3 109.00 congestion
R2 108.00 congestion
R1 106.81 24 Jun high

S1 100.70 50% ret of 2011-2015 rally
S2 99.08 09 Jun low
S3 97.63 November 2013 low
S4 96.55 October 2013 low

USD/CHF - Weekly



Bearish studies flattening. Potential for a corrective bounce but parity a strong barrier. Critical support remains at 0.9440.

The anticipated corrective bounce is now under way, as increasingly volatile price action bounces sharply from 0.9517 to reach 0.9800. Mixed studies are turning more positive, suggesting further USD/CHF gains in the coming weeks, with focus to turn to the 0.9850 break level. Further buying will open up the 0.9955 high of May, but strong psychological reactions at parity are expected to provide a barrier into initial tests as background readings remain neutral. Support at the 0.9517 low of 23 June and congestion around 0.9500 should underpin any immediate setbacks, as investors move towards a more positive tone. An unexpected break, however, will target critical support at the 0.9440 low of May. A break of here would turn sentiment negative once again, and confirm extension of the November 2015 bear trend.

R3 0.9955 May high
R2 0.9850 break level
R1 0.9808 24 Jun high

S1 0.9517 23 Jun low
S2 0.9500 congestion
S3 0.9440 May low

USD/CAD - Weekly



Support at 1.2651 firming. Improving studies and sentiment anticipate further gains in the coming weeks. Critical resistance at 1.3188.

An increasingly positive tone is developing in USD/CAD, as volatile price action trades still higher from the 1.2651 low of 8 June. Congestion around 1.3000 has been reached, but further gains towards critical resistance at the 1.3188 high of May are looked for in the coming weeks as mixed momentum studies turn progressively more bullish and the Tension Indicator continues to strengthen. A subsequent close above here would confirm continuation of the May rally and open up a test of the 1.3300 retracement. Support is at congestion around 1.2800, but any unexpected break should stabilise above 1.2651 as investors adopt a buy-into-weakness strategy. If broken, not seen, critical support at the 1.2458 low of May will then attract, as investors move towards a more cautious outlook.

R4 1.3300 38.2% ret of Jan-May fall
R3 1.3217 April high
R2 1.3188 May high
R1 1.3097 24 Jun high

S1 1.2800 congestion
S2 1.2651 08 Jun low
S3 1.2500 congestion