

## Dollar Index

Time Frame: Daily & 4-hour

Dollar Index in the previous week, ended higher by 0.51%, it made a high of 91.32 and low of 90.42. The weekly charts, the pair ended in a small body candlestick formation at the 20-week SMA suggesting support at lower levels, RSI has flattened indicating easing of downside momentum. On the daily chart, the dollar index ended in a long bullish candlestick formation on 30th April suggesting limited downside potential. The index is currently just below the 20-day SMA and a decisive close above it might give it fresh impetus for a near term rise. In the coming sessions the index could face resistance at 91.65 from 92.00 while support is seen around 90.80 and 90.40.

| Dollar index      |       |
|-------------------|-------|
| Closing price     | 91.30 |
| Prev. week close  | 90.83 |
| Weekly change (%) | 0.51% |
| RSI (Daily)       | 47.14 |
| 20-day SMA        | 91.50 |
| 50-day SMA        | 91.67 |
| 100-day SMA       | 91.03 |

| Pivot Table |       |
|-------------|-------|
| R3          | 92.50 |
| R2          | 91.91 |
| R1          | 91.60 |
| Pivot point | 91.01 |
| S1          | 90.71 |
| S2          | 90.12 |
| S3          | 89.81 |



## EURUSD

**Time Frame: Daily & 4-hour**

EURUSD in the preceding week ended lower by 0.64%, it made a high of 1.2150 and low of 1.2016. EUR/USD rose further to as high as 1.2150 last week but retreated since then. A short term top could be formed and initial bias is mildly on the downside for deeper pull back. But downside should be contained by 38.2% retracement of 1.1705 to 1.2150 at 1.1980 to bring rebound. On the upside, break of 1.2150 will resume the rise from 1.1705 to 1.2245/2350 resistance zone.

In the bigger picture, rise from 1.0636 is seen as the third leg of the pattern from 1.0340 (2017 low). Further rally could be seen to cluster resistance at 1.2556 next, (38.2% retracement of 1.6040 to 1.0340 at 1.2515). This will remain the favored case as long as 1.1600 support holds. However, sustained break of 1.1600 will argue that whole rise from 1.1063 has completed. Deeper fall would be seen to 61.8% retracement of 1.0636 to 1.2350 at 1.1290.

| EURUSD            |        |
|-------------------|--------|
| Closing price     | 1.2020 |
| Prev. week close  | 1.2097 |
| Weekly change (%) | -0.64% |
| RSI (Daily)       | 52.92  |
| 20-day SMA        | 1.1991 |
| 50-day SMA        | 1.1956 |
| 100-day SMA       | 1.2056 |

| Pivot Table |        |
|-------------|--------|
| R3          | 1.2241 |
| R2          | 1.2195 |
| R1          | 1.2108 |
| Pivot point | 1.2062 |
| S1          | 1.1975 |
| S2          | 1.1929 |
| S3          | 1.1842 |



## GBPUSD

Time Frame: Daily & 4-hour

GBPUSD in the prior week ended lower by 0.39%, it made a high of 1.3976 and low of 1.3802. GBP/USD stays in range below 1.4010 last week and outlook is unchanged. Initial bias remains neutral this week first. On the upside, break of 1.4010 should reaffirm the bullish case that correction from 1.4245 has completed. Further rise should be seen back to retest 1.4245 high. However, break of 1.3670 will extend the correction from 1.4245 with another falling leg.

In the bigger picture, as long as 1.3485 resistance turned support holds, up trend from 1.1410 should still continue. Decisive break of 1.4375 resistance will carry larger bullish implications and target 38.2% retracement of 2.1160 (2007 high) to 1.1410 (2020 low) at 1.5135. However, firm break of 1.3485 support will argue that the rise from 1.1410 has completed and bring deeper fall to 1.2676 support and below.

| GBPUSD            |        |
|-------------------|--------|
| Closing price     | 1.3822 |
| Prev. week close  | 1.3876 |
| Weekly change (%) | -0.39% |
| RSI (Daily)       | 46.61  |
| 20-day SMA        | 1.3844 |
| 50-day SMA        | 1.3872 |
| 100-day SMA       | 1.3763 |

| Pivot Table |        |
|-------------|--------|
| R3          | 1.4106 |
| R2          | 1.4041 |
| R1          | 1.3932 |
| Pivot point | 1.3867 |
| S1          | 1.3758 |
| S2          | 1.3693 |
| S3          | 1.3584 |



## USDJPY

Time Frame: Daily & 4-hour

USDJPY ended the preceding week higher by 1.33%, it made a high of 109.37 and low of 107.64. USDUSD/JPY rebounded strong last week, after drawing support from 55 day EMA. Further rise is mildly in favor as long as 108.45 minor support holds, to 109.90 resistance first. Break there will target 110.90 high next. Nevertheless, break of 108.45 minor support will turn bias to the downside, to resume the fall from 110.96 through 107.50

In the bigger picture, rise from 102.60 might have completed at 110.94, as the third leg of the pattern from 101.20 low. Medium term outlook is neutral first, as the pair could have turned into sideways trading between 101.20 and 111.70. We'd look at the structure and momentum of the fall from 110.94 to gauge the chance of upside breakout at a later stage.

| USDJPY            |        |
|-------------------|--------|
| Closing price     | 109.31 |
| Prev. week close  | 107.88 |
| Weekly change (%) | 1.33%  |
| RSI (Daily)       | 59.22  |
| 20-day SMA        | 108.87 |
| 50-day SMA        | 108.57 |
| 100-day SMA       | 106.34 |

| Pivot Table |        |
|-------------|--------|
| R3          | 111.64 |
| R2          | 110.50 |
| R1          | 109.91 |
| Pivot point | 108.77 |
| S1          | 108.18 |
| S2          | 107.04 |
| S3          | 106.45 |



## USDCAD

Time Frame: Daily & 4-hour

USDCAD ended the preceding week lower by 1.51%, it made a high of 1.2490 and low of 1.2266. USD/CAD's down trend from 1.4665 resumed last week by break through 1.2365 support, and hit as low as 1.2267. As a temporary low was formed there, initial bias is neutral this week for some consolidations first. Upside of recovery should be limited well below 1.2655 resistance to bring down trend resumption. Break of 1.2260 will target 100% projection of 1.2885 to 1.2365 from 1.2655 at 1.2135 next.

In the bigger picture, fall from 1.4665 is seen as the third leg of the corrective pattern from 1.4690 (2016 high). Further decline should be seen back to 1.2060 (2017 low). In any case, break of 1.2995 support turned resistance resistance is needed to indicate medium term bottoming. Otherwise, outlook will remain bearish in case of strong rebound.

| USDCAD            |        |
|-------------------|--------|
| Closing price     | 1.2287 |
| Prev. week close  | 1.2476 |
| Weekly change (%) | -1.51% |
| RSI (Daily)       | 28.98  |
| 20-day SMA        | 1.2488 |
| 50-day SMA        | 1.2542 |
| 100-day SMA       | 1.2643 |

| Pivot Table |        |
|-------------|--------|
| R3          | 1.2655 |
| R2          | 1.2573 |
| R1          | 1.2430 |
| Pivot point | 1.2348 |
| S1          | 1.2205 |
| S2          | 1.2123 |
| S3          | 1.1980 |



## AUDUSD

Time Frame: Daily & 4-hour

Australian Dollar in the preceding week ended lower by 0.30%, it made a high of 0.7817 and low of 0.7695. AUD/USD failed to break through 0.7810 resistance firm again last week and overall outlook is unchanged. Initial bias stays neutral this week for some more consolidations. But further rise will remain in favor as long as 0.7675 resistance turned support holds. On the upside, break of 0.7816 will resume the rebound from 0.7531. Further break of 0.7850 will bring retest of 0.8005 high. However, break of 0.7665 will dampen our bullish view and bring retest of 0.7531 support.

In the bigger picture, whole down trend from 1.1080 (2001 high) should have completed at 0.5505 (2020 low) already. Rise from 0.5505 could either be the start of a long term up trend, or a corrective rise. Reactions to 0.8136 key resistance will reveal which case it is. But in any case, medium term rally is expected to continue as long as 0.7415 resistance turned support holds.

| AUDUSD            |        |
|-------------------|--------|
| Closing price     | 0.7716 |
| Prev. week close  | 0.7739 |
| Weekly change (%) | -0.30% |
| RSI (Daily)       | 49.63  |
| 20-day SMA        | 0.7710 |
| 50-day SMA        | 0.7721 |
| 100-day SMA       | 0.7703 |

| Pivot Table |        |
|-------------|--------|
| R3          | 0.7913 |
| R2          | 0.7865 |
| R1          | 0.7791 |
| Pivot point | 0.7743 |
| S1          | 0.7669 |
| S2          | 0.7621 |
| S3          | 0.7547 |



## NZDUSD

Time Frame: Daily & 4-hour

The NZDUSD ended the previous week lower by 0.51%, it made a high of 0.7286 and low of 0.7150. On the weekly charts, the pair has ended in a long candle with a long legged upper shadow indicating rejection from higher levels; however it is near the 20-week SMA suggesting support at lower levels. On the daily charts, the pair is near the 20-day SMA indicating support at lower levels, contrasting signs from weekly and daily charts suggest that the pair could trade sideways in the near term.

In the near term we can expect the pair to find support at 0.7110 and 0.7080 while it could face resistance at 0.7160 and 0.7200.

| NZDUSD            |        |
|-------------------|--------|
| Closing price     | 0.7162 |
| Prev. week close  | 0.7199 |
| Weekly change (%) | -0.51% |
| RSI (Daily)       | 50.99  |
| 20-day SMA        | 0.7140 |
| 50-day SMA        | 0.7152 |
| 100-day SMA       | 0.7166 |

| Pivot Table |        |
|-------------|--------|
| R3          | 0.7385 |
| R2          | 0.7336 |
| R1          | 0.7249 |
| Pivot point | 0.7200 |
| S1          | 0.7113 |
| S2          | 0.7064 |
| S3          | 0.6977 |



## USDCNY

Time Frame: Daily & 4-hour

USDCNY ended the previous week lower by 0.33%, it made a high of 6.4953 and low of 6.4621. Yuan has been trading weak and is declining consistently since April first week, it has ended in four consecutive bearish candlestick formations indicating bearish trend in the near. On the daily charts, the pair ended in a “pin bar” suggesting lack of selling at lower levels, contrasting observations from the daily and the weekly chart suggest that range-bound trading could be seen in the coming sessions. We may expect the pair to face resistance at 6.50 and 6.52, while support is seen at 6.45 and 6.43.

| USDCNY            |        |
|-------------------|--------|
| Closing price     | 6.4749 |
| Prev. week close  | 6.4963 |
| Weekly change (%) | -0.33% |
| RSI (Daily)       | 33.74  |
| 20-day SMA        | 6.5150 |
| 50-day SMA        | 6.5083 |
| 100-day SMA       | 6.5025 |

| Pivot Table |        |
|-------------|--------|
| R3          | 6.5165 |
| R2          | 6.5044 |
| R1          | 6.4896 |
| Pivot point | 6.4775 |
| S1          | 6.4627 |
| S2          | 6.4506 |
| S3          | 6.4358 |



**Major events that lead to price movement in the previous week**

- ❑ BOC Gov Macklem Speaks**

The BOC (Bank of Canada) is continuing to pull back its quantitative easing bond purchase as decided earlier from \$4 billion to \$3 billion. In April Monetary Policy Report (MPR) baseline forecast is stronger than January's as Canada's real GDP rebounds 6.5% this year. BOC has also raised estimates for potential output and moved the target that helps measure the output gap and the amount of excess slack.
- ❑ Australia CPI q/q**

Australia CPI (consumer price inflation) decline by 0.3% at 0.6% since last quarter versus the anticipation of 0.9%, whereas Change in the price of goods and services purchased by consumers, excluding the most volatile 30% of items stood at 0.3% versus the prediction of 0.5%, a decline of 0.1% since last quarter.
- ❑ Canada retail sales m/m**

Canada's retail sales have increased by 4.8% to \$55.1 billion versus the forecast of 4% following an increase of 4.8% since last month. Clothing accessories, motor-vehicle, accessories and tire stores, automotive parts, jewellery, luggage and leather goods were major contributors.
- ❑ FOMC statement**

FOMC decided to keep federal funds interest rate in the range of 0- 0.25%. The Federal Reserve is making use of its full range of tools to support the U.S. economy in this challenging time, thereby promoting its maximum employment and price stability goals. The committee has decided to achieve maximum employment and inflation at the rate of 2 percent over the longer run. The Federal Reserve will continue to increase its holdings of Treasury securities by at least \$80 billion per month and of agency mortgage-backed securities by at least \$40 billion per month until substantial further progress has been made toward the Committee's maximum employment and price stability goals.
- ❑ U.S Advance GDP q/q**

GDP (Gross domestic product) in the U.S surge by 6.4% versus the expectation of 6.8%, a little weaker than expected but it had seen an increase of 2.1% since last quarter, whereas Annualized change in the price of all goods and services included in GDP stood at 4.1% versus the expectation of 2.6%, an increase of 2.1% since last quarter.
- ❑ CNY manufacturing PMI**

China Manufacturing Purchasing Manager's Index (PMI) rose to 51.9% last month from 50.6% in March as overseas demand remained solid and the job market recovered, according to a private survey of manufacturers.
- ❑ Canada GDP m/m**

Canada's GDP increased by 0.4% versus the anticipation of 0.5%, a decrease of 0.3% since last month. This 10th consecutive monthly increase continued to offset the steepest drops on record in Canadian economic activity observed in March and April 2020. Services-producing industry was up by 0.6% and goods-producing industries contracted (-0.2%) for the first time since April.

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