

Dollar Index

Time Frame: Daily & 4-hour

Dollar Index in the previous week, ended lower by 0.12%, it made a high of 91.05 and low of 90.11. The weekly charts indicate that the U.S. Dollar Index printed a doji candlestick formation, last week suggesting the bearish trend to be losing steam. It is currently trading below the 20-week SMA however is near the support zone indicating a rebound could be witnessed in the coming sessions. Momentum indicators have also turned flat supporting the above observation and advocating for a trend reversal or at least range bound trading in the coming sessions. In the medium term the index could face resistance at 90.70 from 91.20 while support is seen around 90.00 and 89.60.

Dollar index	
Closing price	90.34
Prev. week close	90.45
Weekly change (%)	-0.12%
RSI (Daily)	45.65
20-day SMA	90.67
50-day SMA	90.39
100-day SMA	91.52

Pivot Table	
R3	91.83
R2	91.44
R1	90.89
Pivot point	90.50
S1	89.95
S2	89.57
S3	89.02



EURUSD

Time Frame: Daily & 4-hour

EURUSD in the preceding week ended lower by 0.01%, it made a high of 1.2169 and low of 1.2023. EUR/USD retreated after edging higher to 1.2170 last week, and turned into side way trading. Initial bias remains neutral this week first. On the upside, break of 1.2170 will resume the rebound form 1.1950 for retesting 1.2350 high. On the downside, break of 1.1950 will extend the correction from 1.2350 with another fall.

EURUSD	
Closing price	1.2119
Prev. week close	1.2120
Weekly change (%)	-0.01%
RSI (Daily)	51.72
20-day SMA	1.2092
50-day SMA	1.2156
100-day SMA	1.2008

Pivot Table	
R3	1.2330
R2	1.2250
R1	1.2184
Pivot point	1.2104
S1	1.2038
S2	1.1958
S3	1.1892



GBPUSD

Time Frame: Daily & 4-hour

GBPUSD in the prior week ended higher by 1.21%, it made a high of 1.4036 and low of 1.3829. GBP/USD's up trend continued last week and hit as high as 1.4037 Initial bias remains on the upside this week. Next target is 1.4375 long term resistance next. On the downside, break of 1.3955 minor support will turn intraday bias neutral, and bring consolidations, before staging another rally.

In the bigger picture, rise from 1.1411 medium term bottom is in progress. Further rally would be seen to 1.4382 resistance and above. On the downside, break of 1.2682 support is needed to indicate completion of the rise. Otherwise, outlook will stay bullish in case of pullback.

GBPUSD	
Closing price	1.4016
Prev. week close	1.3849
Weekly change (%)	1.21%
RSI (Daily)	73.12
20-day SMA	1.3781
50-day SMA	1.3654
100-day SMA	1.3403

Pivot Table	
R3	1.4297
R2	1.4167
R1	1.4091
Pivot point	1.3961
S1	1.3885
S2	1.3755
S3	1.3679



USDJPY

Time Frame: Daily & 4-hour

USDJPY ended the preceding week higher by 0.49%, it made a high of 106.22 and low of 104.89. USD/JPY's rise from 102.60 resumed last week to as high as 106.20, but retreated since then. Initial bias remains neutral this week for some more consolidations. Further rise is expected as long as 140.40 support holds. Rise from 102.60 is seen as at least correcting the down trend from 111.70 to 102.60, with prospect of being an uptrend of its own. On the upside, sustained break of 38.2% retracement of 111.70 to 102.60 will pave the way to 61.8% retracement at 108.20

USDJPY	
Closing price	105.45
Prev. week close	104.94
Weekly change (%)	0.49%
RSI (Daily)	59.32
20-day SMA	104.94
50-day SMA	104.11
100-day SMA	104.40

Pivot Table	
R3	107.45
R2	106.84
R1	106.14
Pivot point	105.53
S1	104.83
S2	104.22
S3	103.52



USDCAD

Time Frame: Daily & 4-hour

USDCAD ended the preceding week lower by 0.64%, it made a high of 1.2746 and low of 1.2594. USD/CAD's fall from 1.2881 resumed last week and intraday bias stays on the downside this week for 1.2590 low. Firm break there will resume larger down from 1.4665. Next target is 61.8% projection of 1.3390 to 1.2590 from 1.2881 at 1.2386. On the upside, though, break of 1.2744 resistance will extend the consolidation pattern from 1.2590 with another rise, towards 1.2881 resistance.

In the bigger picture, fall from 1.4667 is seen as the third leg of the corrective pattern from 1.4689 (2016 high). Further decline should be seen back to 1.2061 (2017 low). In any case, break of 1.3389 resistance is needed to indicate medium term bottoming. Otherwise, outlook will remain bearish in case of rebound.

USDCAD	
Closing price	1.2615
Prev. week close	1.2696
Weekly change (%)	-0.64%
RSI (Daily)	38.35
20-day SMA	1.2735
50-day SMA	1.2744
100-day SMA	1.2912

Pivot Table	
R3	1.2860
R2	1.2803
R1	1.2709
Pivot point	1.2652
S1	1.2558
S2	1.2501
S3	1.2407



AUDUSD

Time Frame: Daily & 4-hour

Australian Dollar in the preceding week ended higher by 1.39%, it made a high of 0.7877 and low of 0.7724. AUD/USD's up trend resumed last week by break through 0.7820 and hit as high as 0.7875. Initial bias stays on the upside this week for 61.8% projection of 0.6990 to 0.7820 from 0.7565 at 0.8076. We would pay attention to the reaction to 0.8136 long term resistance. On the downside, break of 0.7731 support is needed to indicate short term topping. Otherwise, outlook will remain bullish in case of retreat.

AUDUSD	
Closing price	0.7869
Prev. week close	0.7761
Weekly change (%)	1.39%
RSI (Daily)	69.49
20-day SMA	0.7709
50-day SMA	0.7686
100-day SMA	0.7466

Pivot Table	
R3	0.8076
R2	0.7976
R1	0.7923
Pivot point	0.7823
S1	0.7770
S2	0.7670
S3	0.7617



NZDUSD

Time Frame: Daily & 4-hour

The NZDUSD ended the previous week higher by 1.05%, it made a high of 0.7314 and low of 0.7157. The pair has breached the trading range on the upside, momentum indicators confirm that it has experienced an upside breakout. The longer term structure remains bullish and it could continue to rise further in the coming sessions. In the near term we can expect the pair to rise towards 0.7350 and 0.7400 while support could be seen around 0.7270 and 0.7230.

NZDUSD	
Closing price	0.7299
Prev. week close	0.7223
Weekly change (%)	1.05%
RSI (Daily)	62.79
20-day SMA	0.7208
50-day SMA	0.7179
100-day SMA	0.6995

Pivot Table	
R3	0.7514
R2	0.7414
R1	0.7357
Pivot point	0.7257
S1	0.7200
S2	0.7100
S3	0.7043



USDCNY

Time Frame: Daily & 4-hour

USDCNY ended the previous week lower by 0.01%, it made a high of 6.4881 and low of 6.4447. Yuan is trading weak and continues to trade in a lower top lower bottom formation suggesting the trend to be bearish in the near term. Currently it is trading below the 20-day SMA suggesting resistance at higher levels and the trend to be bearish. Momentum indicators in sell mode support the above observation suggesting the further downside potential in the coming week. We may expect the pair to decline towards 6.44 and 6.42, while resistance is seen at 6.48 and 6.50.

USDCNY	
Closing price	6.4577
Prev. week close	6.4583
Weekly change (%)	-0.01%
RSI (Daily)	46.25
20-day SMA	6.4650
50-day SMA	6.4950
100-day SMA	6.5836

Pivot Table	
R3	6.5259
R2	6.5076
R1	6.4827
Pivot point	6.4644
S1	6.4395
S2	6.4212
S3	6.3963



Major events that lead to price movement in the previous week

- RBA Monetary Policy Meeting Minutes**
 RBA (Reserve bank of Australia) says that it will need more monetary support to achieve its unemployment and inflation goals, though QE (Quantitative easing) programme have helped economy to lower interest rates and lower exchange rate. Central bank in other advanced economies has announced extended purchase programme till the end of 2021. RBA further said that in near term the issue is how house hold and business would adjust to some of the fiscal measures and to what extent they would use their balance sheets to fund their spending.
- U.K. CPI y/y**
 U.K CPI (consumer price inflation) rose by 0.7% since last year versus the anticipation of 0.6%, whereas it declined by 0.2% in January 2021 following an increase of 0.3% in December 2020. Restaurants, hotel, food and transport were major contributor in CPI.
- U.S Retail Sales m/m**
 Retail sales in the U.S surge by 5.3% versus the expectation of 1.2%, as government ratify an additional stimulus benefit of \$900bn on top of \$2 trillion, whereas core retail sales increased by 5.9%, against an expectation of 1.1%, following a decline of 1.8% in previous month. Consumers have increase spending on foods, drinking, clothes and accessories whereas electronics and appliances show biggest gain of 14.7% for the month.
- Australia Employment change**
 Australia's unemployment rate stood at 6.4%, versus the anticipation of 6.5%, which was a decrease of 0.2% since the last month. The number of people employed in the month of December has increased by 29.1k since the previous month, against the expectation of 30.2k as employment in Victoria continued to recover.
- England Retail sales m/m**
 England's retail sales have decreased by 8.2% versus the forecast of decline of 3% following an increase of 0.4% in last month. Sales declined in all sectors excluding food stores and non-store retailers which reported a growth of 1.4% and 3.7% in the month of January 2021.
- French Flash Manufacturing PMI and Services PMI**
 The French Services PMI stood at 43.6%, against the estimate of 47%, which was a decrease of 3.7%, since the last month. The French manufacturing PMI stands at 55%, versus the prediction of 51.7%, which was an increment of 3.4%, since the last month.
- German Flash Manufacturing PMI and Services PMI**
 The German Manufacturing PMI (Purchasing Manufacturing Index) stood at 60.6%, vis-a-vis the forecast of 56.6%, which was an increase of 3.5%, since the last month. The German Services PMI stood at 45.9%, against the expectation of 46.5%, which was a decrease of 0.8%, since the last month. Major increase was due to increase in prices of goods and services which has helped inflation to go up.

■ U.K Service sectors shows stability

Purchasing manager index of England showed a sharp increase in the month of January at 49.7% versus the anticipation of 42.1 an increment of 10.2% since last month. Service providers indicated a much slower pace of job shedding in comparison to January, while manufacturers reported another marginal increase in payroll numbers.

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