**At a glance: USD weakness to be extended temporarily**

Yesterday we received a bit more clarity in terms of short-term directions for the **USD** as **Cable** has now broken key-pivotal resistance at 1.7044/49 (2009 high/2005 low) decisively and **EUR/USD** finally broke above 1.3673/76 (200 DMA/pivot). Both breaks imply that we are dealing with an extended USD setback to at least 1.7332 (50 %) in Cable and to the main T-junction for EUR/USD at 1.3877 (minor 76.4 %). The latter will determine whether we can even extend to 1.4240/59/83 (monthly Ichimoku-lagging/76.4 % on higher scale/pivot). As for **EUR-Crosses** we also see good chances for a broader recovery, but for **EUR/JPY** to escape a looming setback to 135.55 or 134.36 (int. 38. %/C = A) it would take a break above 139.92/140.08 (minor 38.2 %/pivot). Prospects for a broader recovery are much better in **EUR/Commodity FX** but for the latter to receive stronger support it takes breaks above 1.4726 and 1.4833 (daily trend/minor 38.2 %) in **EUR/CAD**, above 1.4564 (pivot) in **EUR/AUD**, above 1.5750 (pivot) in **EUR/NZD** and above 8.4350 (minor 76.4 5) in **EUR/NOK**. The same applies for **USD/NOK** where we’d have to clear 8.2045 (minor 76.4 %) to eliminate the risk ofhaving only performed a countertrend rally. **USD/SEK** already failed to display a weekly close above 6.7346 (minor 76.4 %) but as long as 6.6509 to 6.6264 (minor 38.2 %/pivot) is defended we see 6.9032 (C = A) and a 76.4 % retracement on higher scale at 7.0789 in focus whereas **EUR/SEK** seems to be focusing on 9.2586 (int. wave 3 projection) and possibly even on 9.3119 (int. 38.2 %) next. No change for **EUR/GBP** where we see room for a temporary bounce to the first T-junction at 0.8126/57 (minor 38.2 %/pivot) as long as pivotal support at 0.7961/59 is defended. As for **emerging FX** we received a first indication that the broader **RUB** downtrend has been resumed via the re-break above 34.105 (daily breakout line) in **USD/RUB** which would be confirmed on a break above 47.414 (minor 38.2 %) in **EUR/RUB**.



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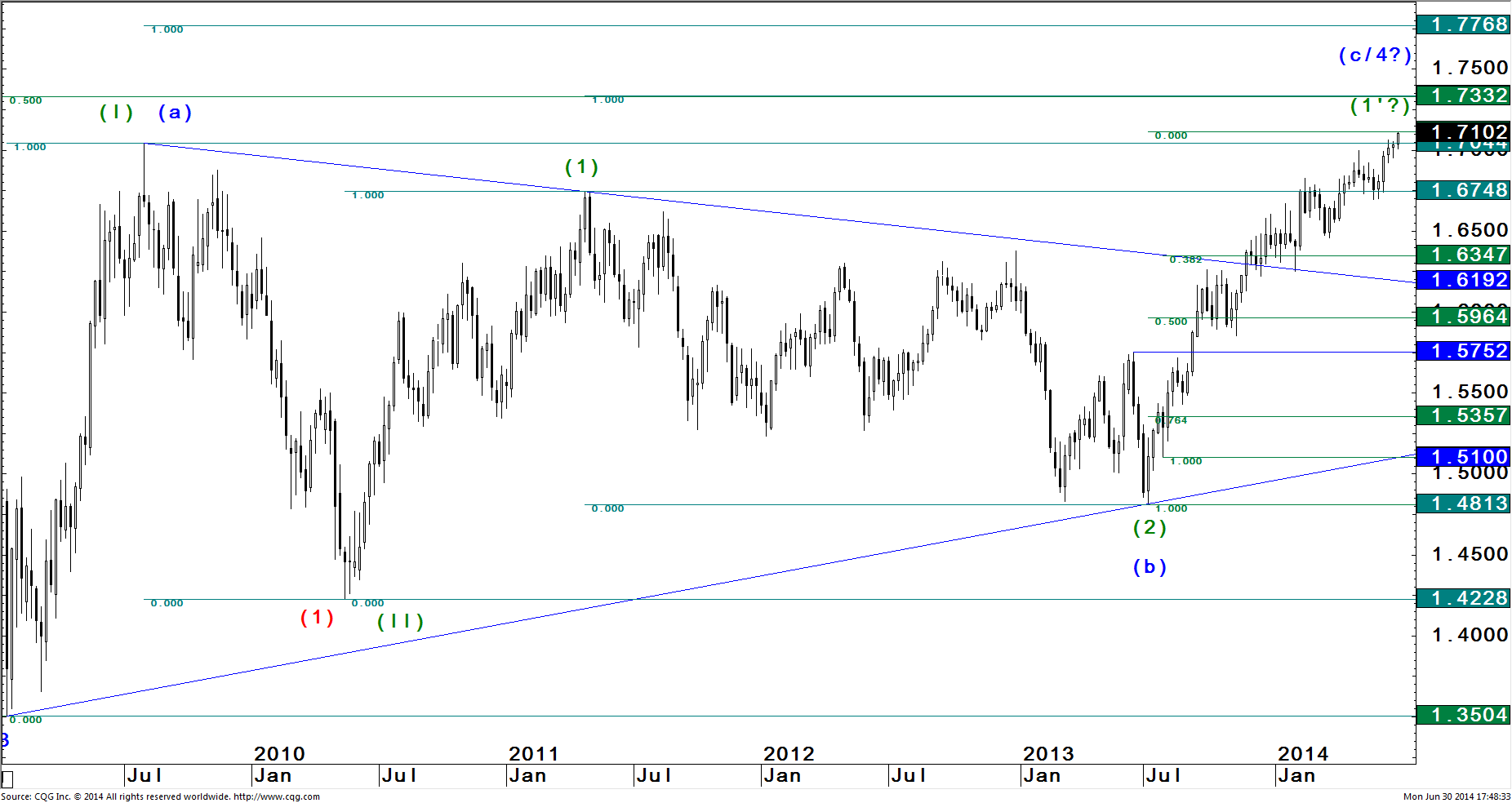
## EUR/USD daily – The break above 1.3673/76 opened limited upside to 1.3877

* Following the defense of key-support at 1.3477 (2014 low) the market finally managed to clear key-resistance at 1.3673/76 (200 DMA/pivot) yesterday which cleared the way for a stronger wave 2 or wave B countertrend rally.
* The latter is normally retracing 76.4 % (1.3877) of the preceding decline (wave A or wave 1) where a perfect risk reward would be given to re-enter a strategic short position in anticipation of a C.-or 3rd wave decline. Only a decisive break above 1.3877 would re-open the upside towards 1.4240/59/83 (m. Ich.-lagging/76.4 %/pivot).



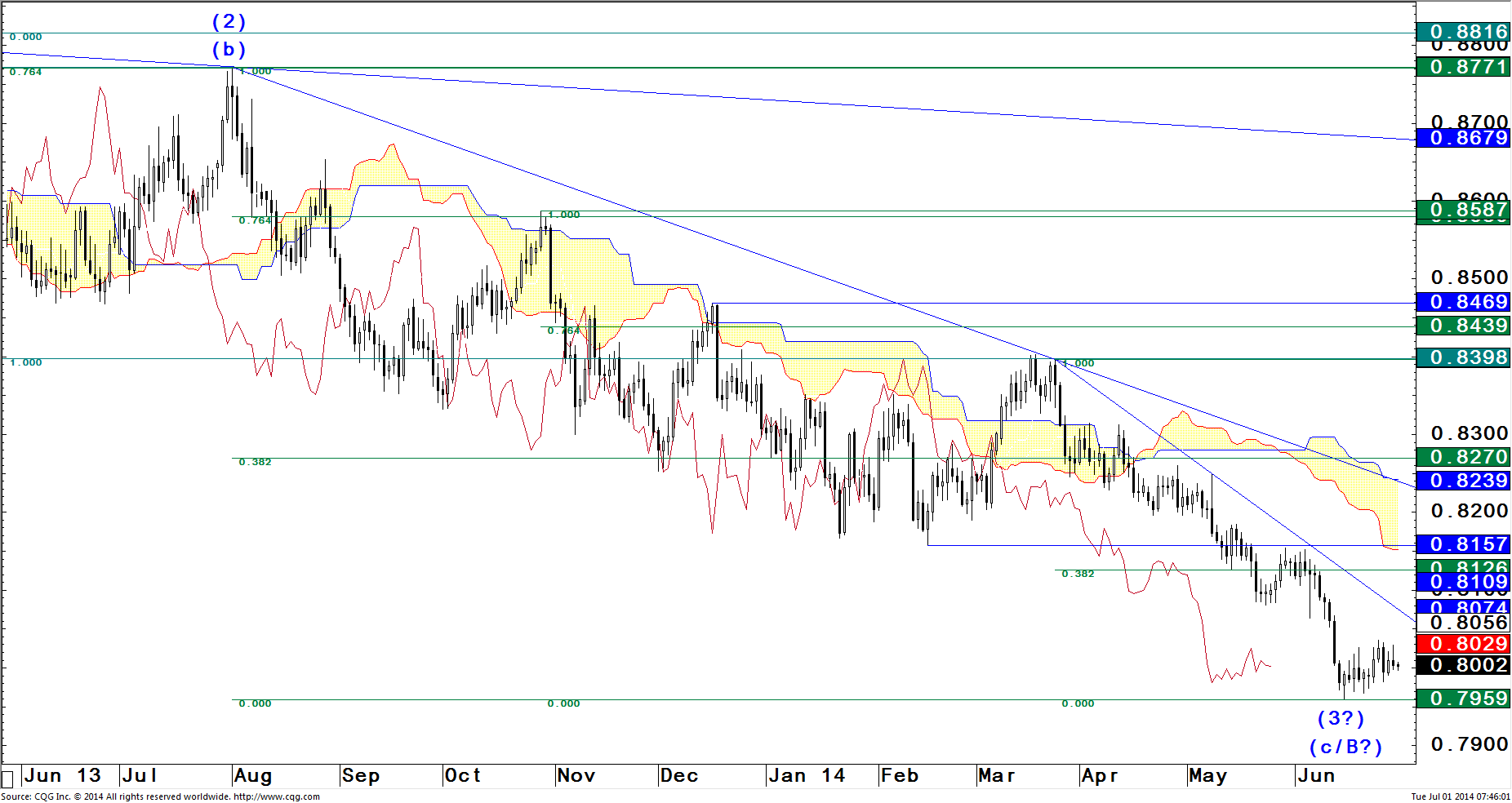
## GBP/USD weekly– An extension to 1.7332 or to 1.7768 is indicated

* Having finally managed to break decisively above key-pivotal resistance 1.7044/49 (2009 high/2005 low) the market has eliminated the imminent setback risk and has opted for a straight extension higher.
* Looking at the big picture as shown below there is now nothing left in terms of resistance up to 1.7332, followed by 1.7768 (50 %/C = A). Only two consecutive lower hourly closes of the lagging line below the Ichimoku-cloud (currently at 1.7002) and a decisive hourly close below 1.6957 (minor 38.2 %) would now question this bull-view.



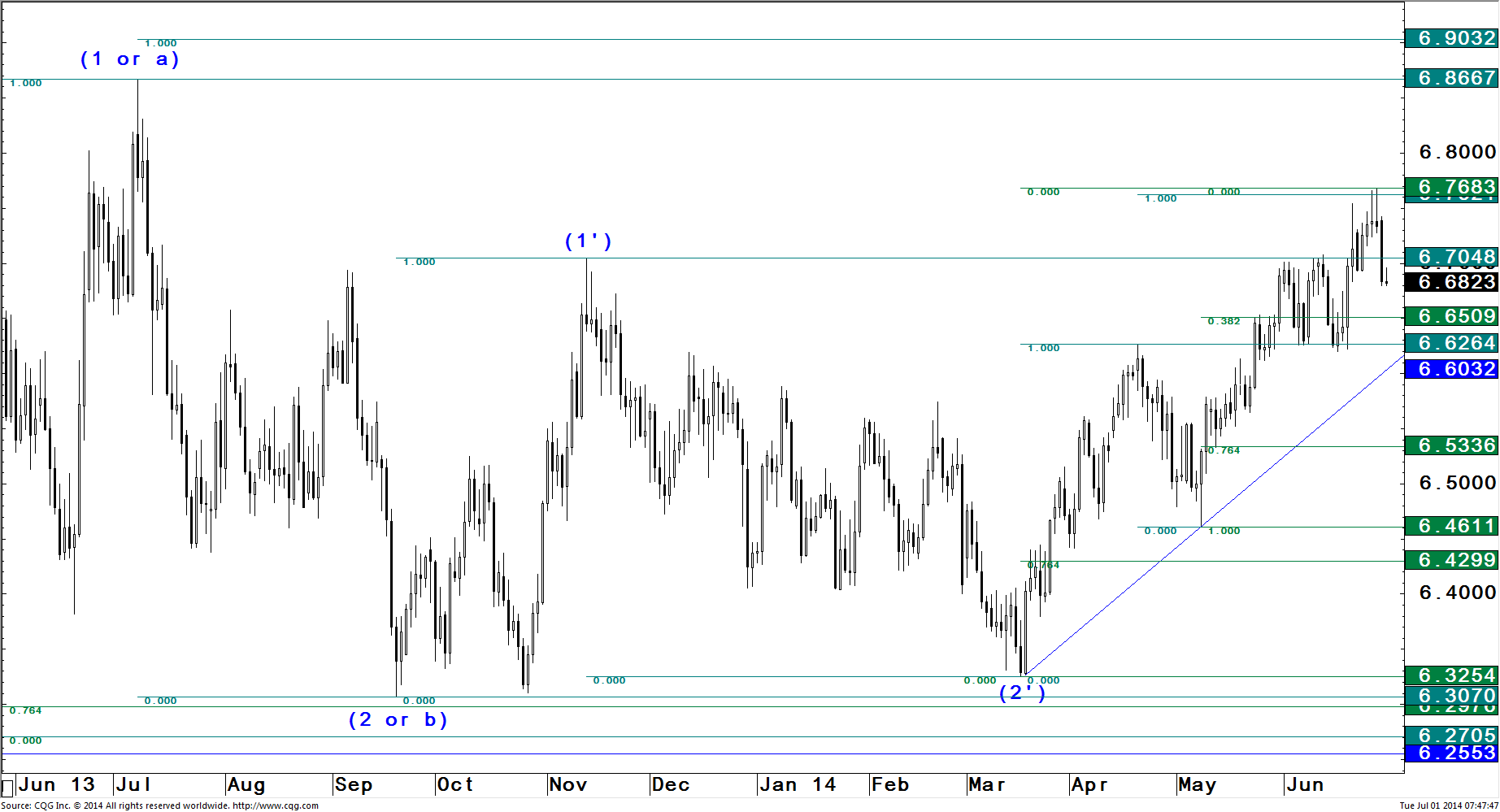
## EUR/GBP daily– A range breakout between 0.7959 & 0.8074 is needed for directions

* Having already exceeded the internal 76.4 % retreatment at 0.8005 quite a bit, chances of running into a straight extension towards 0.7755/44 (pivot/50 % on higher scale) had increased significantly.
* But as it is quite common that 76.4 % retracements are overshot we handled this break with care as pivotal support at 0.7961 held which kept the door for a stronger bounce open.
* Attempts to gain some up-momentum however failed so far so that it would take a break above daily trend line resistance at 0.8074 to at least be able to challenge key-resistance at 0.8126/57 (minor 38.2 %/pivot). Particularly below 0.8074 though, the market remains vulnerable to a break below 0.7959 for a straight extension lower.



## USD/SEK daily – Above 6.6509 to 6.6264, a straight extension higher can be expected

* The general idea that that market is getting ready for a broad C-wave up to at least 7.6200 (C = A) on higher scale is still our favored one as we have already seen a whole row of higher lows since the April 2011 low was marked.
* But in the early stages of a new and broader up-trend markets tend to form so-called sub-counts whereas each bull-market impulse gets retraced by 76.4 % before acceleration up sets in.
* That said we have to watch the support zone between 6.6509 and 6.6264 (minor 38.2 %/pivot) carefully as the latter would provide a new base in case we'd only be dealing with an internal 4th wave setback. .
* If 6.6264 would be taken out though we'd have to be prepared for a deeper 2nd wave setback to 6.4299 (int. 76.4 %) whereas a break above the last top at 6.7683 would give room to extend up to 6.9032 (c = a)..



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