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## DJIA At Record High As Dollar Dipped

EUR-USD rose for a second straight day on Tuesday while commodity currencies such as AUD-USD and NZD-USD gained as risk sentiment improved after the Dow Jones industrial average surged to all-time highs. The Dow Jones industrial average hit a record, blowing past lifetime peaks last seen in October 2007, when the world was heading toward the financial crisis.

The US Dollar is still a function of risk sentiment. So when you see the stock market rise, tangentially, that means a lower Dollar. Traders tend to buy riskier currencies such as the Euro and Australian Dollar in times of increased appetite for risk.

The Dow's impact on the currency market was not as strong as many had expected and risk sentiment may not continue to drive currencies. Many have moved away from that risk dynamic a few weeks ago and many still think domestic developments would continue to drive currencies going forward.

Further lifting the mood in financial markets was a report showing the pace of growth in the vast U.S. services sector last month accelerated to its fastest rate in a year, helped by a pick-up in new orders and demand for exports.

EUR-USD settled up 0.19 percent at 1.30499, near the day's high of 1.3075. AUD-USD and NZD-USD were also higher, up 0.61 percent and 0.42 percent to 1.02561 and 0.83088, respectively.

EUR-USD earlier climbed to a session high after a Euro zone composite PMI survey came in at 47.9, marginally better than the preliminary reading of 47.3. Euro zone retail sales data also beat expectations and provided a slight boost to the EUR-USD. The Euro zone PMI remained well below the 50 mark dividing growth from contraction, however, and dipped from the previous month.

Early gains were capped as traders weighed the chances the European Central Bank will cut interest rates this week. And as the Euro zone continues to falter despite Tuesday's data, there is the possibility the ECB will ease policy in the coming months if not this week. Whether the ECB cuts rates this Thursday will depend on its inflation outlook. The market has seen a preliminary figure of 1.8 percent which is below the 2 percent level and that gives the ECB some window to ease.

Some analysts think the ECB will wait for its inflation and growth forecasts which it will publish a week later. They believe the ECB will take this into account if it does decide to ease in April.

The euro has also been hurt by political concerns in Italy. Last week's election left no group with a working majority in parliament and that meant Italy could be inching closer towards another election within months. Uncertainty about Italy could escalate if there is no government in place before the end of the month.

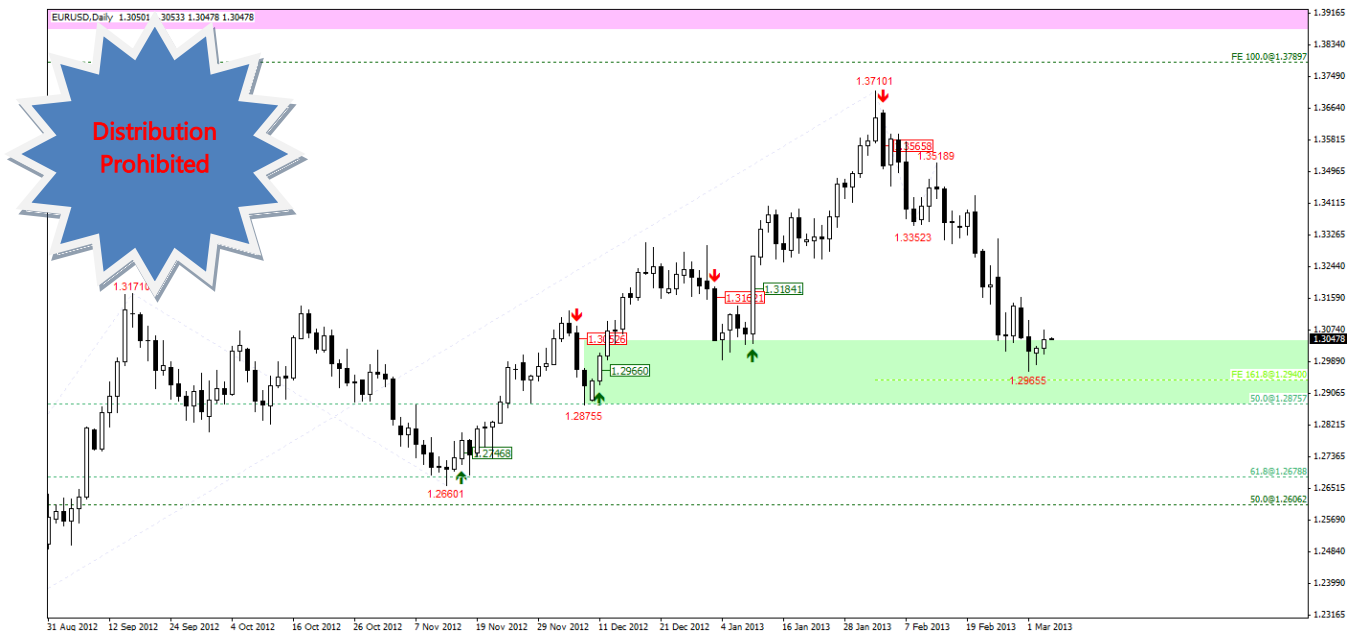
USD-JPY fell after confirmation hearings of the government's nominees for two Bank of Japan deputy governor posts, which had been widely expected by the market. Analysts said USD-JPY early drop was mostly a reflection of market positioning as traders were probably long USD-JPY going into Tuesday's confirmation hearings.

The Japanese government has signalled it wants the BoJ to pursue aggressive monetary easing to stimulate the economy, a stance that has weighed heavily on the yen since November. USD-JPY settled down 0.21 percent at 93.274, falling for a second straight day.

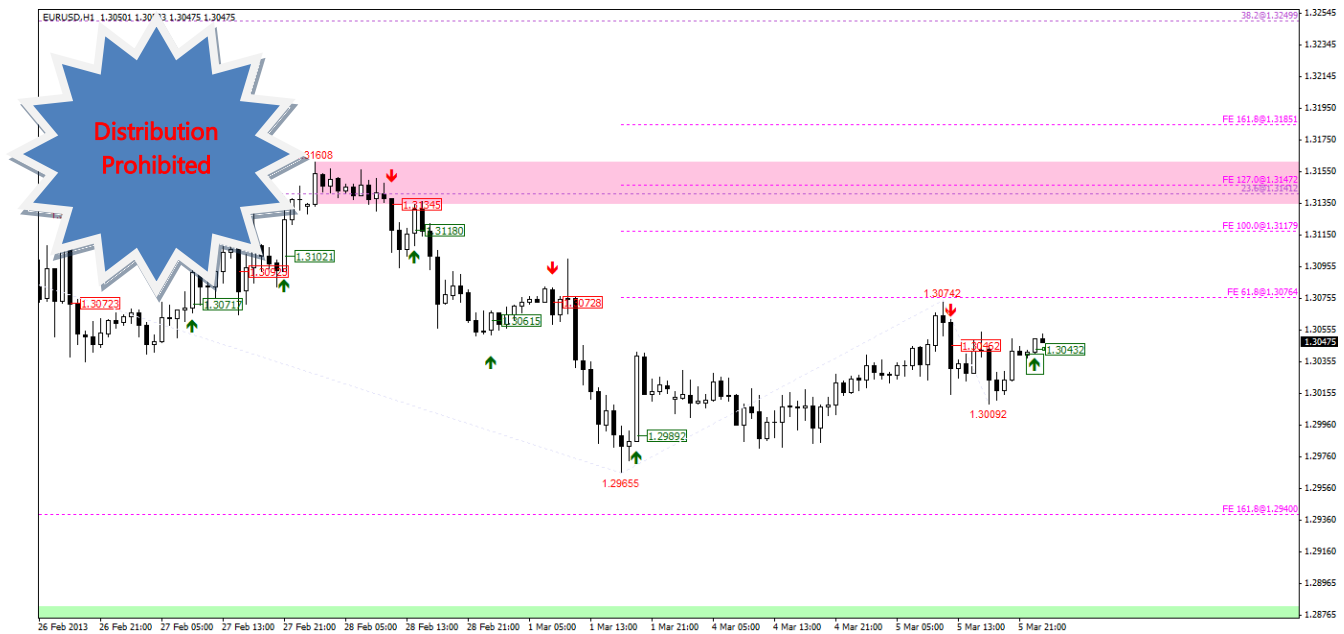
### Content:

EUR-USD	2
GBP-USD	4
USD-CHF	6
USD-JPY	18
AUD-USD	10
T & C	12
Performance	13

## EUR-USD DAILY



## EUR-USD 1-HOURLY



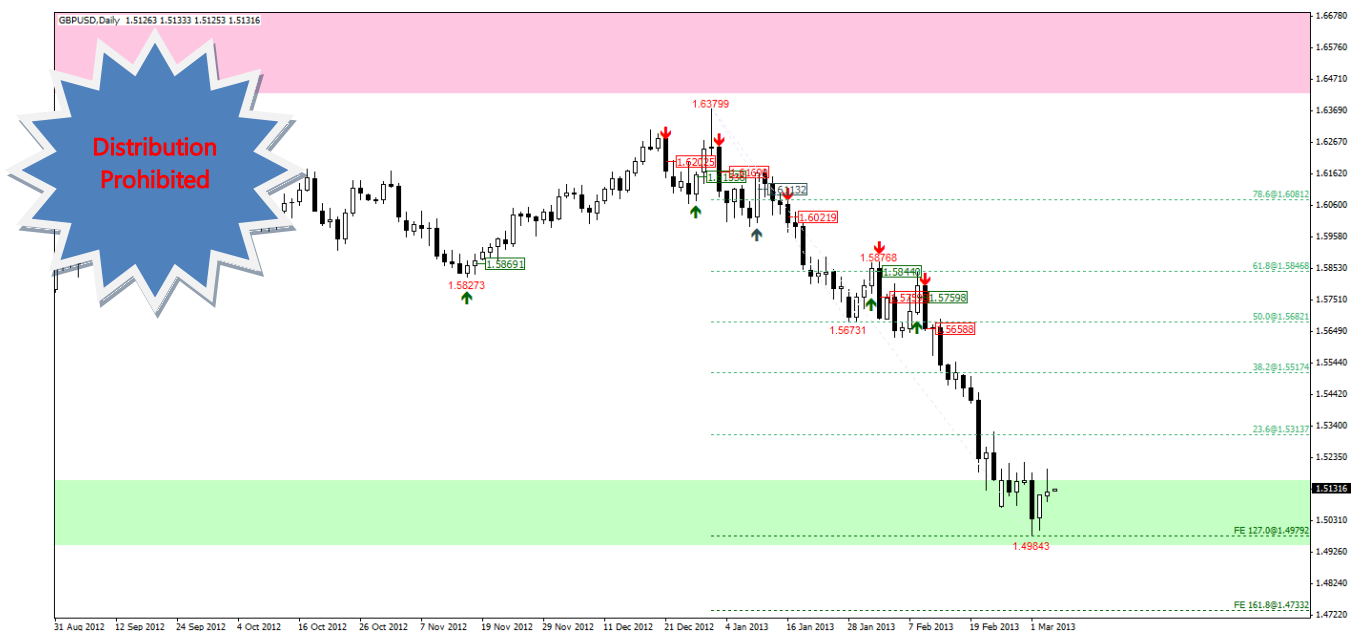
## TRADE IDEAS

Action	Exit Condition	Entry Price	Stop-Loss	Profit Target 1	Profit Target 2	Exposure %	Exposure Units
Sell	Sell on sell signals between 1.31345-1.31608		1.31708	1.29400	1.27214	3	0.03m

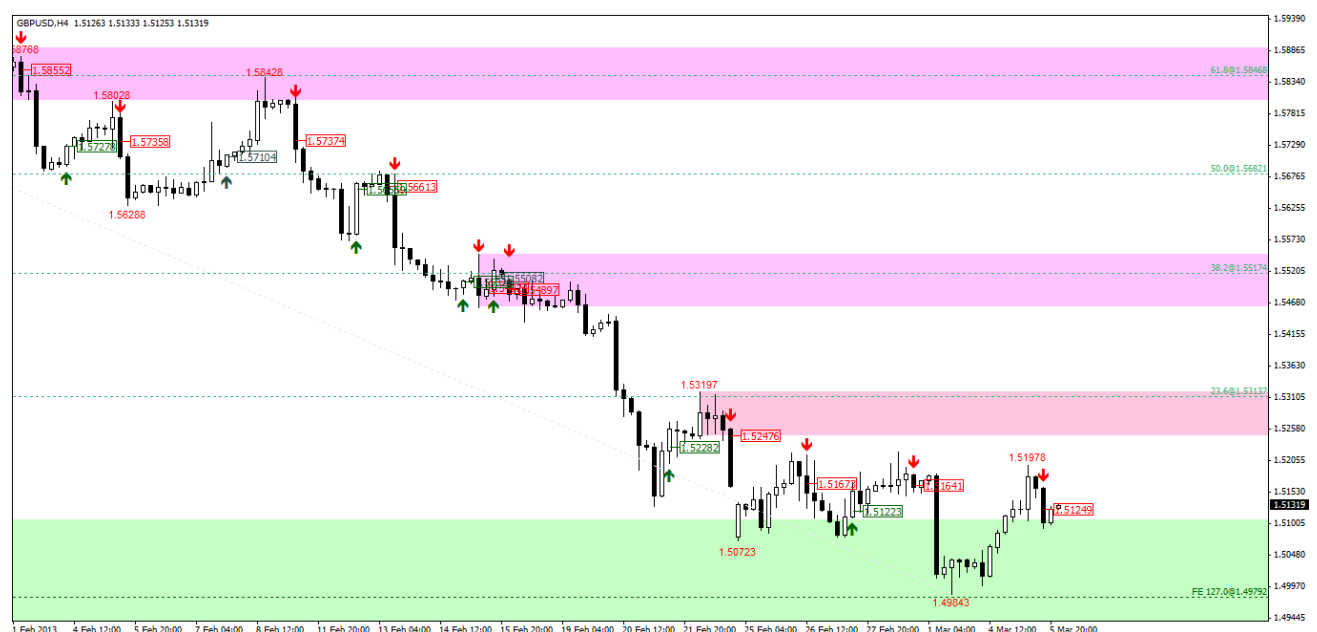
## TRADE JOURNAL

Open Date	Buy (units)	Open Price	Close Date	Sell (units)	Close Price	Unrealized P/L		Realized P/L		Accumulative Balance	
						Pips	+ / - (\$)	Pips	+ / - (\$)	%	\$
2013.03.01										3.02	10,302.10

## GBP-USD DAILY



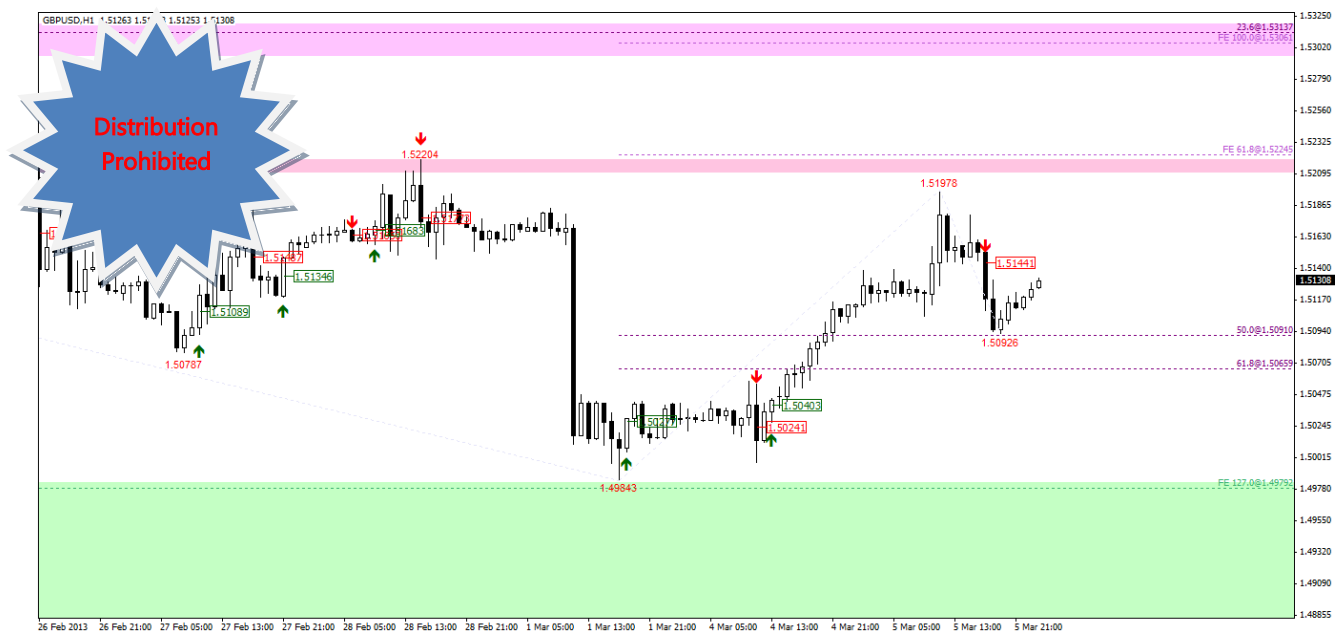
## GBP-USD 4-HOURLY



## GBP-USD Short Term Outlook

The overnight rebound from the 127.0% projection of 1.63799 to 1.56731 from 1.58768 at **1.49792**; where the demand pockets at **1.48730-1.49830** is located may have hit a barrier with an intraday high of 1.51879 (see H4 chart). Likewise, the fall from there has found initial support at the 50.0% retracement of 1.49843 to 1.51879 at **1.50910** with a low at 1.50926. That said, the overall bias is still to the downside. The underlying trend favors another challenge of the demand pocket at **1.48730-1.49830** and if it fails to hold the line, focus would shift to the lower demand pocket at **1.42300-1.43422**. To put things in perspective, this market has fallen from a 3-year high in January to a 32-month low in just two months. Such was the ferocity of this fall. Other than the Japanese Yen, the Sterling Pound is now the second weakest major currency. For those who managed to sell on the brief rebound last Friday at the minor supply pocket at **1.52955-1.53161**, a close above **1.51617** in the D1 chart may signal the onset of a more robust recovery. If so, the minor supply pocket at **1.52955-1.53161** is an immediate barrier to higher prices. This is followed by another at **1.54526-1.55481**.

## GBP-USD 1-HOURLY



## GBP-USD TRADE IDEAS

Action	Entry Condition	Entry Price	Stop-Loss	Profit Target 1	Profit Target 2	Exposure %	Exposure Units
Sold	Exit on D1 close above 1.51617	1.52999		1.50954 Realized	1.43422	3	0.03m

## GBP-USD TRADE JOURNAL

Open Date	Sell (units)	Open Price	Close Date	Buy (units)	Close Price	Unrealized P/L		Realized P/L		Accumulative Balance	
						Pips	+ / - (\$)	Pips	+ / - (\$)	%	\$
2013.03.01										15.4	11,544.60
2013.02.22 06:23	0.02m	1.52999	2013.03.05 23:59	0.02m	1.51246	350.6	350.60				

USDCHF, Daily 0.94063 0.94087 0.94048 0.94079

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0.95109  
0.94563  
0.93810  
0.93215  
0.93011  
0.93870  
0.93078  
0.92515  
0.91759  
0.91631  
0.90765  
0.90204

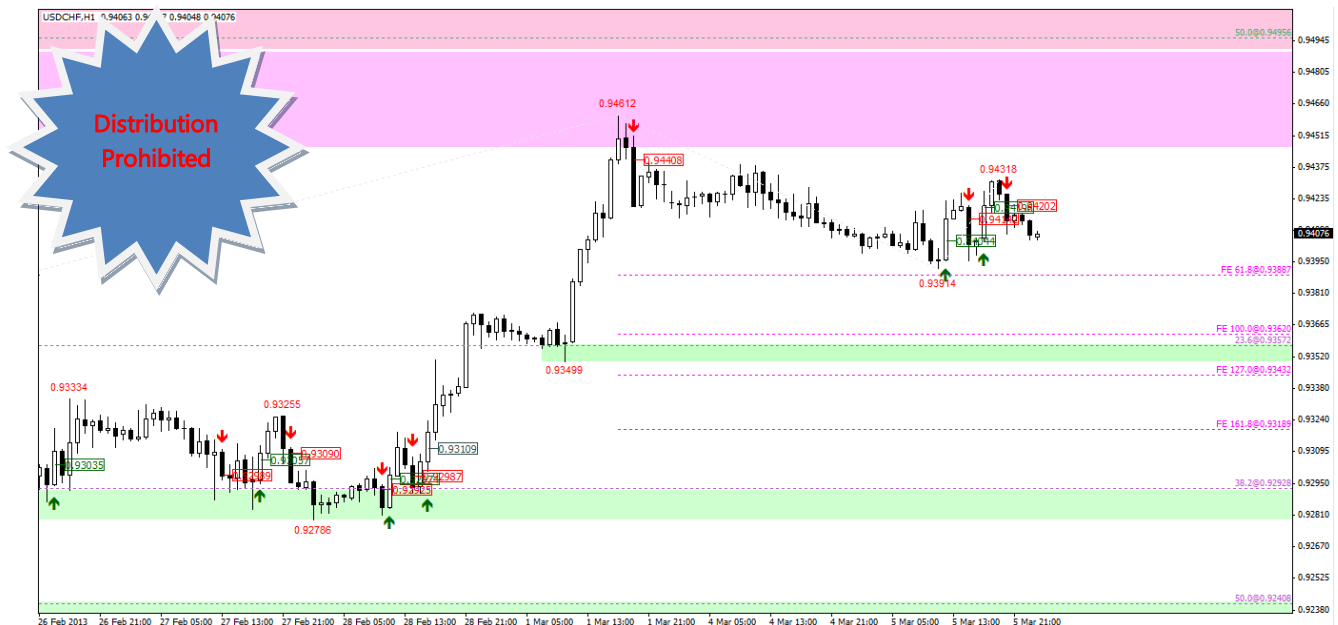
0.92134

50.000.94956  
0.94079  
0.93000  
0.92510  
0.92010  
0.91510  
0.91020  
0.90520  
0.89530  
0.89030  
38.200.89615

30 Aug 2012 11 Sep 2012 21 Sep 2012 3 Oct 2012 15 Oct 2012 25 Oct 2012 6 Nov 2012 16 Nov 2012 28 Nov 2012 10 Dec 2012 20 Dec 2012 3 Jan 2013 15 Jan 2013 25 Jan 2013 6 Feb 2013 18 Feb 2013 28 Feb 2013

The acceleration in the rise from 0.90204 seen late last week after two weeks of consolidation appears poised to challenge the supply zone at **0.94058-0.95109** where the 50.0% retracement of 0.99709 to 0.90204 at **0.94956** is located. However, after 48 hours of trading this week, no new high was registered since last Friday's high of 0.94612. The original idea was to into the supply zone at **0.94058-0.95109**. In perspective, this market remains bounded by the demand zone at **0.90010-0.90587** and the supply zone at **0.94058-0.95109** (see D1 chart). Unless and until this rally from 0.90204 accelerates beyond the supply zone at **0.94058-0.95109**, positioning speculative short positions there made sense; especially near the 50.0% retracement of 0.99709 to 0.90204 at **0.94957** (see D1 chart). Because no new high was registered this week so far, a classic *bearish harami* has appeared in the D1 chart. A close below **0.93664** in the D1 chart would suggest that further weakness ahead that may ultimately take this market to the demand pocket at **0.92641-0.92825**, with the possibility of testing the demand pocket at **0.90010-0.90587** in due time.

## USD-CHF 1-HOURLY



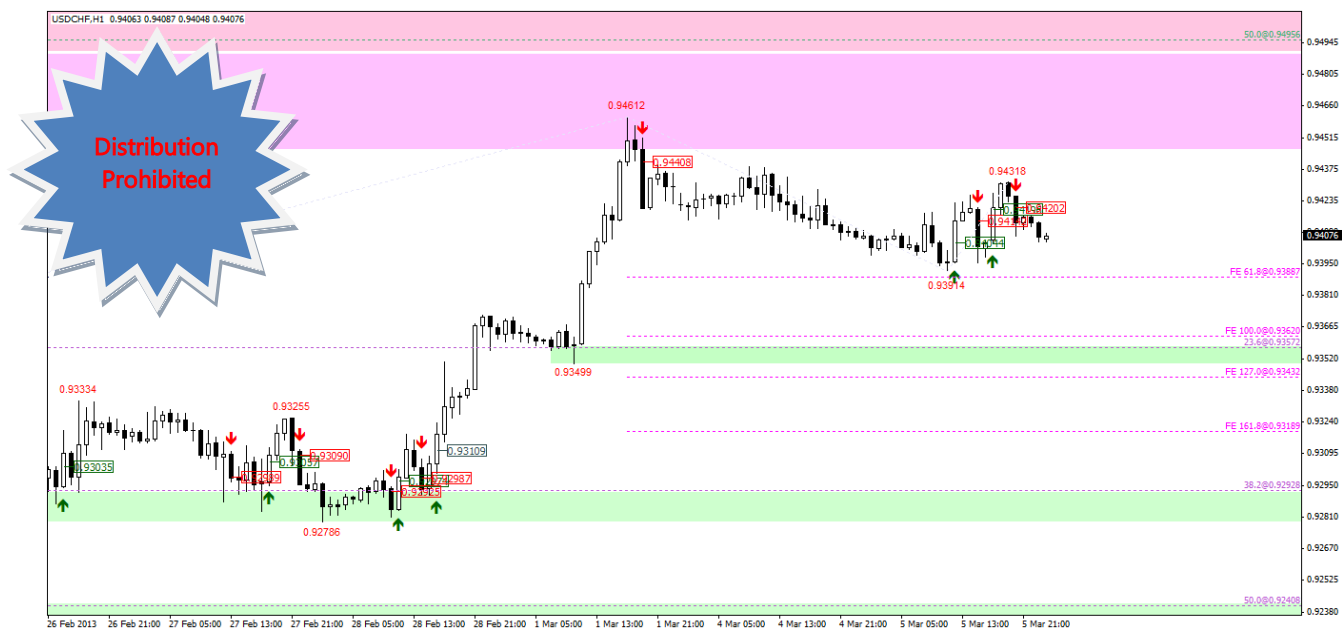
## USD-CHF TRADE IDEAS

Action	Entry Condition	Entry Price	Stop-Loss	Profit Target 1	Profit Target 2	Exposure %	Exposure Units
Sold		0.94491	0.95209	0.93572	0.92928	2	0.02m

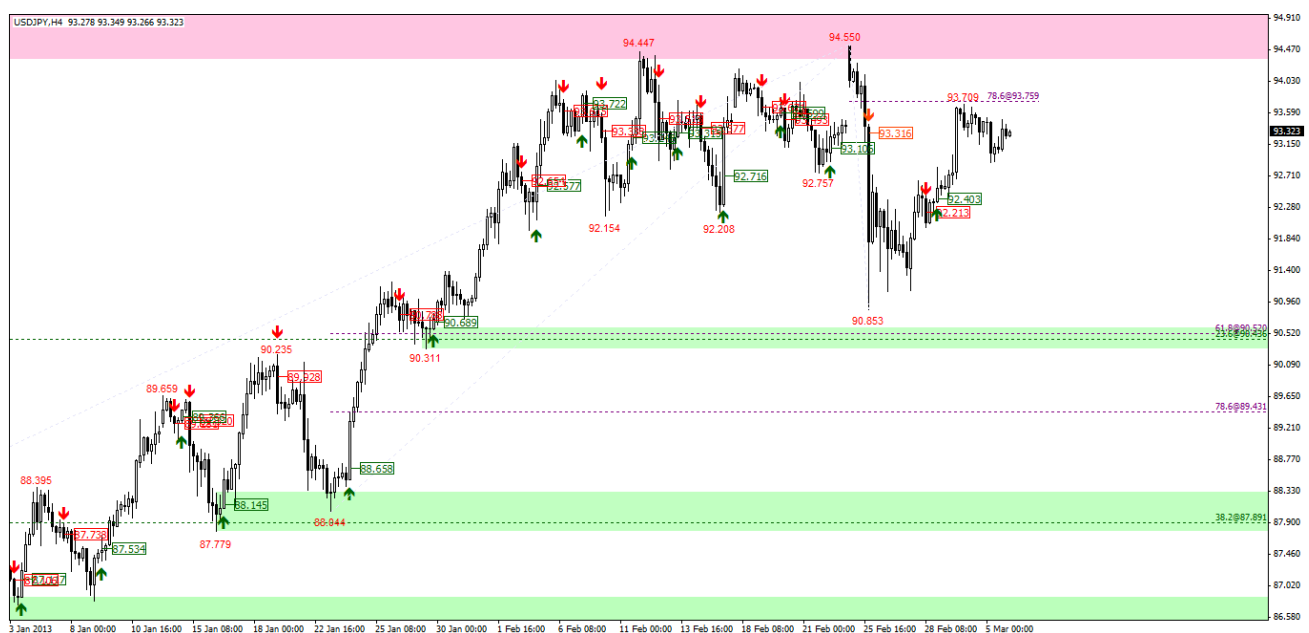
## USD-CHF TRADE JOURNAL

Open Date	Sell (units)	Open Price	Close Date	Buy (units)	Close Price	Unrealized P/L		Realized P/L		Accumulative Balance	
						Pips	+ / - (\$)	Pips	+ / - (\$)	%	\$
2013.03.01										4.93	10,493.17
2013.03.01 17:27	0.02m	0.94491	2013.03.05 23:59	0.02m	0.94069	84.4	89.72				

## USD-JPY DAILY



## USD-JPY 4-HOURLY



## USD-JPY Short Term Outlook

Though this market managed a marginal high at 93.709 on Monday, short-term upward momentum is waning. The sharp rebound from last Monday low of 90.853 has stalled just under the 78.6% retracement of 94.550 to 90.853 at **93.759** in the last 24 hours. Though the odd of this market testing the 34-month high at 94.550 again remains, last Monday massive fall may have damaged the incredible rally from 77.119 some 6 months back. As mentioned in the weekend update, despite the rather impressive recovery, the back of this almost 6-month rally may be broken. After all, the D1 chart has turned negative with a successful close below **92.72** last Monday. Only a sustained rally above the SZ at **93.129-94.979** would suggest the resumption of the log-term rally. Should this market fail to clear the SZ at **94.330-94.970** next; another round of selling may be in store (see H4 chart). Should this market take out last Monday's low at **90.853** as well as the 61.8% retracement of 88.044 to 94.550 at **90.529** and the 23.6% retracement of 77.119 to 94.550 at **90.436** including the minor demand pocket at **90.272-90.420** (see H1 chart), this may signal the resumption of a more robust correction of the rally from 77.119. Ultimately, the resulting fall has the potential to correct all the way back to the demand zone at **86.908-88.326** where the 38.2% retracement of 77.119 to 94.447 at **87.828** is located (see D1 chart).



USDJPY,M1 93.278 93.349 13.266 93.324

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91.109

92.391

92.855

92.834

93.709

93.506

92.898

93.111

93.433

93.754

93.245

93.101

92.780

92.550

92.320

91.855

91.625

91.395

91.160

90.930

90.700

90.470

90.235

26 Feb 2013 26 Feb 22:00 27 Feb 06:00 27 Feb 14:00 27 Feb 22:00 28 Feb 06:00 28 Feb 14:00 28 Feb 22:00 1 Mar 14:00 1 Mar 22:00 4 Mar 06:00 4 Mar 14:00 4 Mar 22:00 5 Mar 06:00 5 Mar 14:00 5 Mar 22:00

Untitled - Paint

FE 61.8@91.424

61.8@99.529

61.8@99.436

Action	Exit Condition	Entry Price	Stop-Loss	Profit Target 1	Profit Target 2	Exposure %	Exposure Units
Sold		93.560	95.070	92.173	90.529	1	0.01
Sell	Sell on sell signals between <b>94.330-94.970</b>		95.070	92.173	90.529	2	0.02

Open Date	Sell (units)	Open Price	Close Date	Buy (units)	Close Price	Unrealized P/L		Realized P/L		Accumulative Balance	
						Pips	+ / - (\$)	Pips	+ / - (\$)	%	\$
2013.03.01										25.28	12,528.38
2013.03.04	0.01	93.560	2013.03.05 10:40	0.01	93.274	28.6	30.66				

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AUD/USD, Daily 1.02577 1.02577 1.02504 1.02558

1.05835 1.05970 1.05452 1.05247 1.05154 1.04476 1.04138 1.03968 1.03432 1.02853 1.02558 1.02430 1.02128 1.01135

78.6@1.0555 61.8@1.0413 50.0@1.0353 38.2@1.0285 FE 100.0@1.0136 50.0@1.0107

31 Aug 2012 12 Sep 2012 24 Sep 2012 4 Oct 2012 16 Oct 2012 26 Oct 2012 7 Nov 2012 19 Nov 2012 19 Nov 2012 11 Dec 2012 21 Dec 2012 4 Jan 2013 16 Jan 2013 28 Jan 2013 7 Feb 2013 19 Feb 2013 1 Mar 2013

This market began the week by extending its fall falling from last Thursday and took out the 20-week low at 1.01812 with a print at 1.01135 and hit the the price bracket between the 100.0% projection of 1.06239 to 1.01485 from 1.05970 at **1.01216** cum the 261.8% projection of 1.03384 to 1.02601 from 1.03262 at **1.01212** and the 50.0% retracement of 0.95795 to 1.06239 at **1.01017** within the demand pocket at **1.00995-1.01917**. As mentioned in the weekend report, this is an excellent area to position a counter-trend trade by going long. Despite the massive fall, this market is, as noted locked between the demand pocket at **1.00995-1.01917** and the supply pocket at **1.05675-1.06692** (see D1 chart). Overnight, the rebound from 1.01135 has accelearted and gaining momentum having punched through the minor supply pockets at **1.01881-1.02133** as well as **1.02198-1.02395** - beyond the 23.6% retracement of 1.05970 to 1.01135 at **1.02276** is located (see H1 chart). As stated, in the medium-term, the litmus test for this rebound is the supply pocket at **1.03372-1.103727** where the 50.0% retracement of 1.05970 to 1.01135 at **1.03553** is sited (see H4 chart). In the menatime, the barrier to overcome is the supply pocket at **1.02831-1.03262** where the 38.2% retracement of 1.05970 to 1.01135 at **1.02982** is located (see H1 chart).

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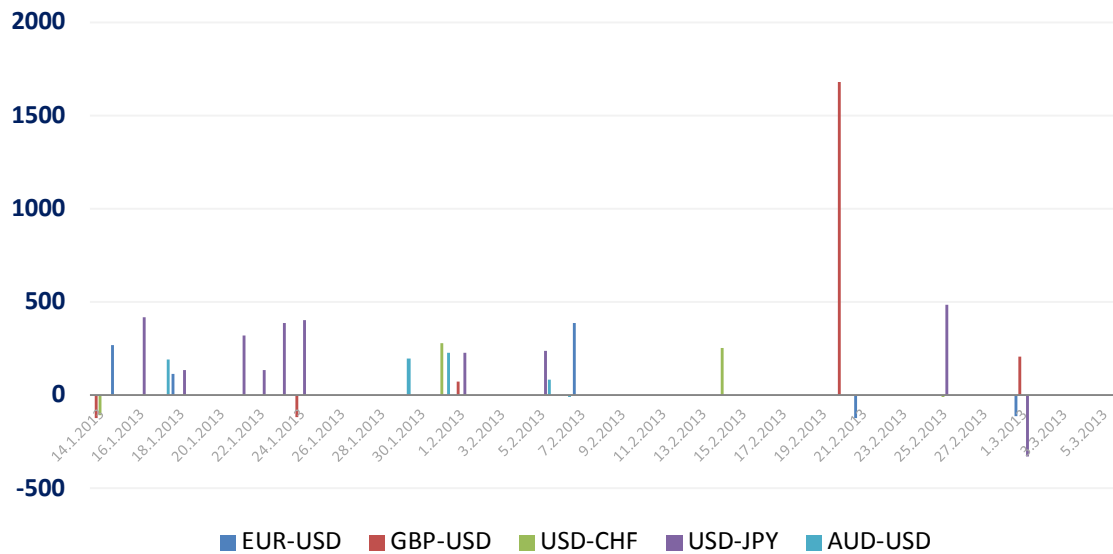
Key price levels and annotations on the chart include:

- 1.02880 (red arrow pointing down)
- 1.02878 (red text)
- 1.02895 (red arrow pointing down)
- 1.02813 (green box)
- 1.02721 (red box)
- 1.02183 (green box)
- 1.02196 (red box)
- 1.02133 (red box)
- 1.02055 (green box)
- 1.02025 (red box)
- 1.02077 (green box)
- 1.02125 (red box)
- 1.02009 (red box)
- 1.0207 (red text)
- 1.02053 (green box)
- 1.02043 (red box)
- 1.01812 (red text)
- 1.01938 (green box)
- 1.01135 (red text)
- 1.01579 (green box)
- FE 261.8@1.01212 (purple text)
- FE 100.0@1.01216 (purple text)
- 50.0@1.01017 (purple text)
- 38.2@1.02382 (purple text)

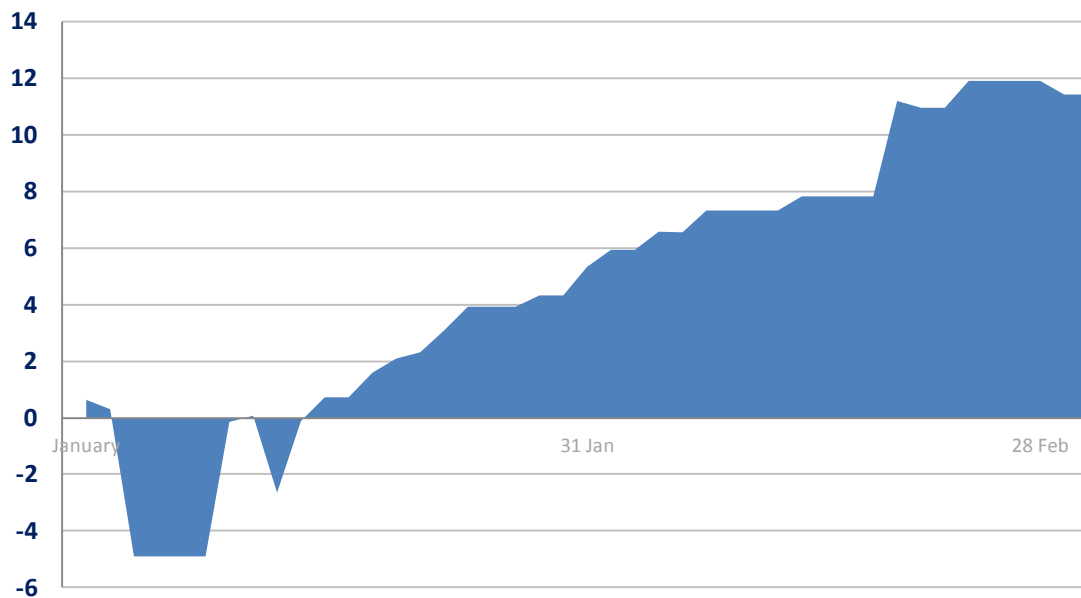
Action	Entry Condition	Entry Price	Stop-Loss	Profit Target 1	Profit Target 2	Exposure %	Exposure Units
Bought		1.01205	Breakeven	1.02831	1.03372	3	0.03m

Open Date	Buy (units)	Open Price	Close Date	Sell (units)	Close Price	Unrealized P/L		Realized P/L		Accumulative Balance	
						Pips	+ / - (\$)	Pips	+ / - (\$)	%	\$
2013.03.01										8.49	10,849.00
2013.03.01 09:33	0.03m	1.01205	2013.03.05 23:59	0.03m	1.02561	406.8	406.80				

## Daily Realized P/L



## Accumulative Percentage P/L



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The people behind Traders Academy International are seasoned veterans in the financial service industry. Our trainers have individually over 25 years in both exchange-traded and OTC derivative financial products including but not limited to the foreign exchange market.

They bring with them unique market insights from their years in the brokerage and hedge fund business and education is a natural progression for traders as their accumulated knowledge of the market should be shared and continue to benefit those who are keen to learn the secrets and techniques used by successful traders.

The rise of the retail traders has also given rise to the demand for professionally run coaching courses on the art of trading the financial markets. This is a healthy and natural development. However, most of these so-called coaching courses are doing more harm and good. This is because students enrolled in such courses have unrealistic expectations. This is made worse by the quality of such courses.

Most, if not all, teach some form of technical analysis. In our humble opinion, they are more hype than substance. Over the years, we realized the methodologies touted by most traders and coaches alike are inherently ineffective to the point the signals generated by technical indicators lag so badly behind price action that they cannot beat the markets on a consistent basis.

We believe, trading methodologies and strategies should be simple and easy to implement on a daily basis that laymen with basic numeric ability should be able to grasp.