

A Traders Academy International Publication

Euro Fell As Spain Comes Into Focus

EUR-USD slid late in the New York session on Tuesday, pressured by a late fall in stocks and commodities as traders grew cautious about developments in debt-plagued Spain. Spain, in no rush to seek a bailout, prepared for a new round of austerity measures in the 2013 budget but was met Tuesday by protesters who clashed with police in the country's capital.

Spanish Prime Minister Mariano Rajoy has already passed spending cuts and tax hikes worth slightly more than €60 billion over the next two years, but half-year figures show the 2012 deficit target slipping from view as tax income forecasts will not be hit due to economic contraction. Thus it's really just a matter of time before the Spanish government seeks a bailout even as the country's Andalusia region is already considering seeking a €4.9 billion-emergency credit line.

European Central Bank President Mario Draghi's vigorous defense of the bank's bond-buying plan to a skeptical German audience on Tuesday had earlier underpinned the Euro. But even then, most analysts were convinced that the Euro's rally wouldn't last long.

EUR-USD settled down 0.2 percent at 1.28996 after dropping to 1.28859, its lowest since Sept. 13.

Some traders have already taken to the sidelines ahead of the Jewish Yom Kippur holiday and most expect trading activity to be subdued on Wednesday.

The Euro, however, will be put to the test next week amid a slew of significant events. The ECB will hold its next policy meeting on Oct. 4 and U.S. non-farm payrolls data, a key monthly market driver, is due on Oct. 5.

This month the Federal Reserve announced a third round of bond buying, so-called quantitative easing. The Fed said it will continue buying bonds until it sees a marked labor improvement.

The Euro should remain under pressure if Spain drags its feet over requesting an international bailout. This must happen in order for the ECB to begin buying its bonds and, until it does, analysts say the Euro is likely to weaken.

Last week, EUR-USD hit a 4-1/2-month peak of 1.31705 on optimism as a result of the ECB plan and after the Federal Reserve announced aggressive quantitative easing earlier this month to boost a sluggish U.S. economy.

Worries about the size of Greece's deficit also weighed on the Euro, with German's Der Spiegel magazine reporting it could be €20 billion, nearly double previous estimates.

Spain, meanwhile, is expected to unveil new structural reforms and its draft budget plan for 2013 this week, with traders also awaiting results of stress tests on its banking sector. A Moody's credit rating review of Spain is also expected, and it could downgrade Spanish debt to junk status.

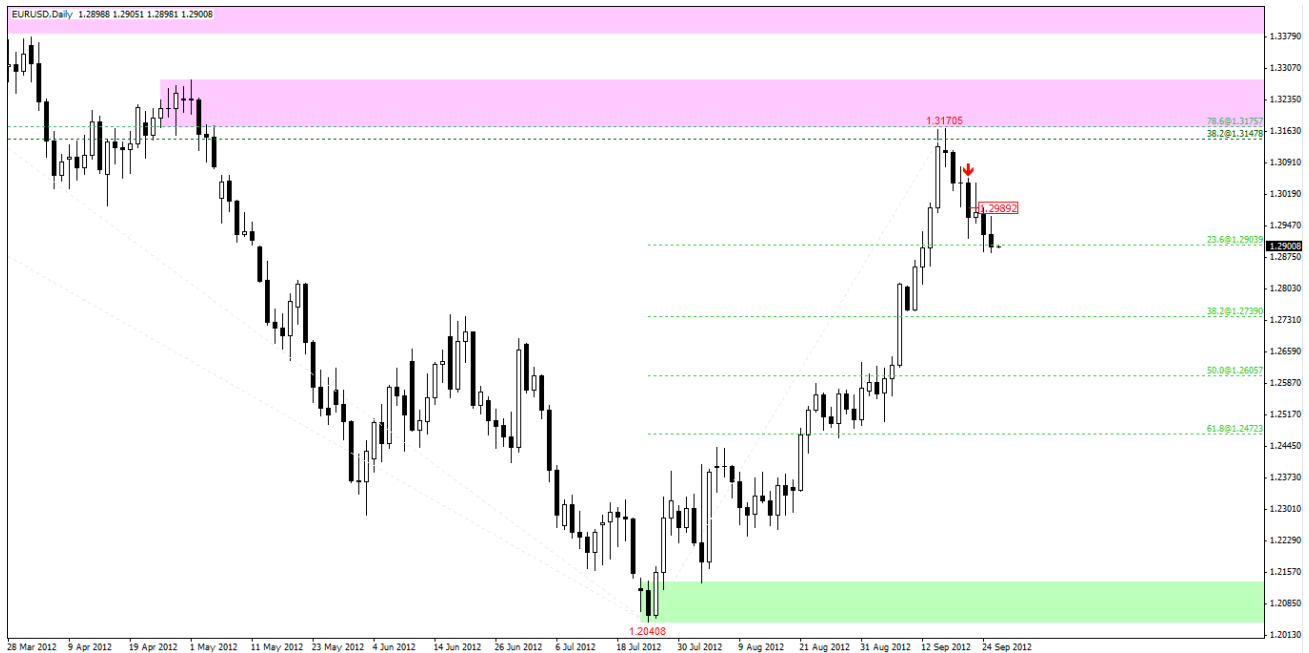
In the United States, economic data had initially buoyed the USD-JPY. U.S. home prices continued to rise in July, the latest evidence that the recovery in the housing market is on track. Moreover, U.S. consumers' mood improved this month, with confidence jumping to the highest in seven months as Americans were more optimistic about the job market and income prospects.

USD-JPY hit a one-month high of 79.204 on Sept. 19 after the Bank of Japan announced further monetary easing. It settled little changed at 77.783.

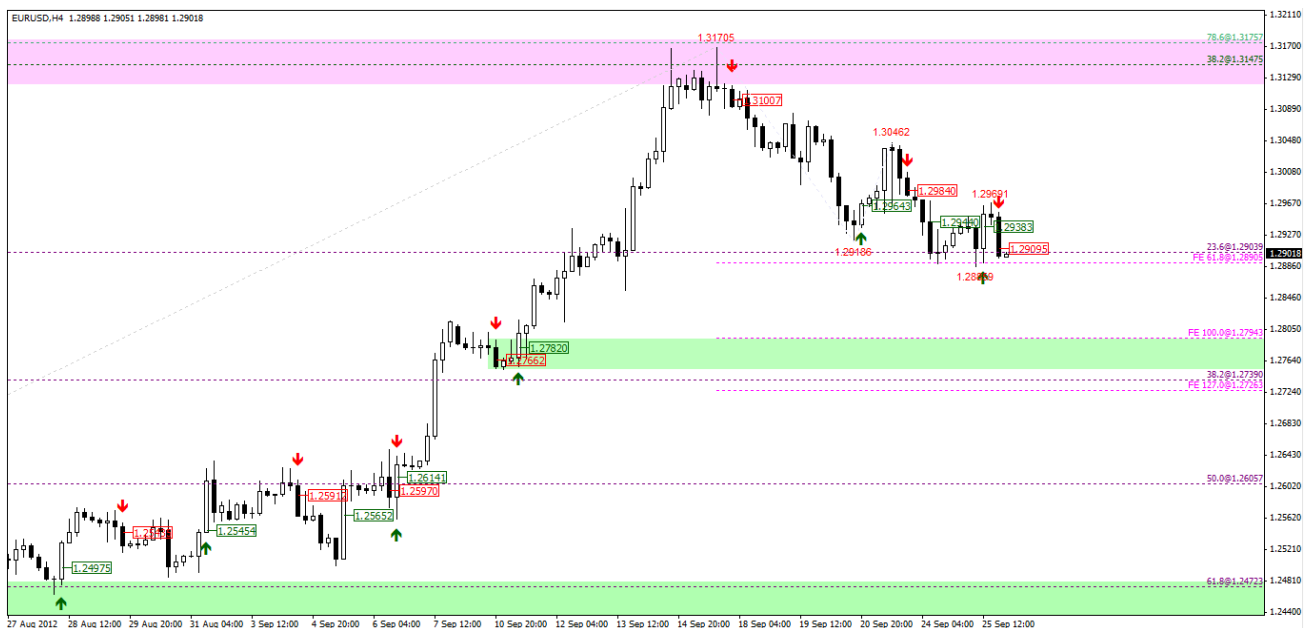
Content:

EUR-USD	2
GBP-USD	4
USD-CHF	6
USD-JPY	8
AUD-USD	10
Performance	11

EUR-USD DAILY



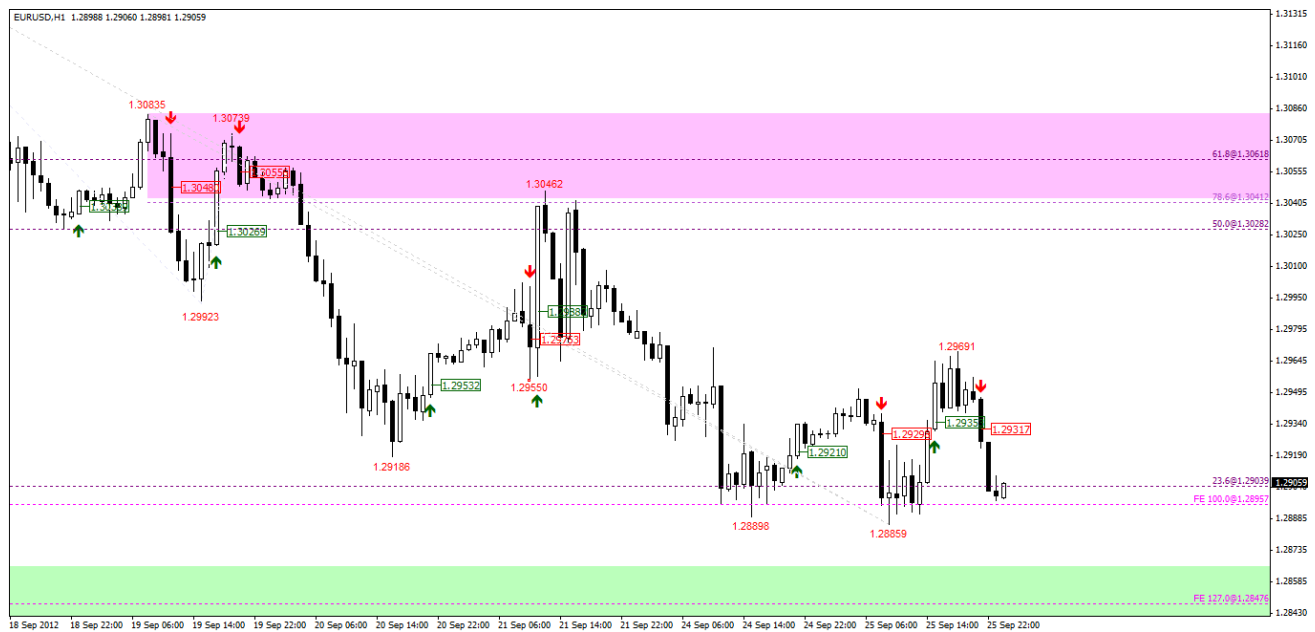
EUR-USD 4-HOURLY



EUR-USD Short to Medium-Term Views

Price action struggled to rally from Monday's low 1.28898 in lackluster trading overnight. After a rise to the day's high at 1.29691, the nascent rally frizzled out, irking out a marginal low at 1.28859. Just like the previous session, the fall from last Monday's high of 1.31705 hit the 23.6% retracement of 1.20408 to 1.31705 at **1.29039** where it settled in NY. Based on the price structure, a slide to the DZ at **1.28147-1.28656** may be attempted next. This area is also where the 127.0% projection of 1.31705 to 1.29923 from 1.30739 at **1.28476** is. Whatever the case, another challenge of the **1.31705** high is expected after this correction is over. If so, focus is on the next SZ at **1.33818-1.34847**. This is the ideal outcome.

EUR-USD 1-HOURLY



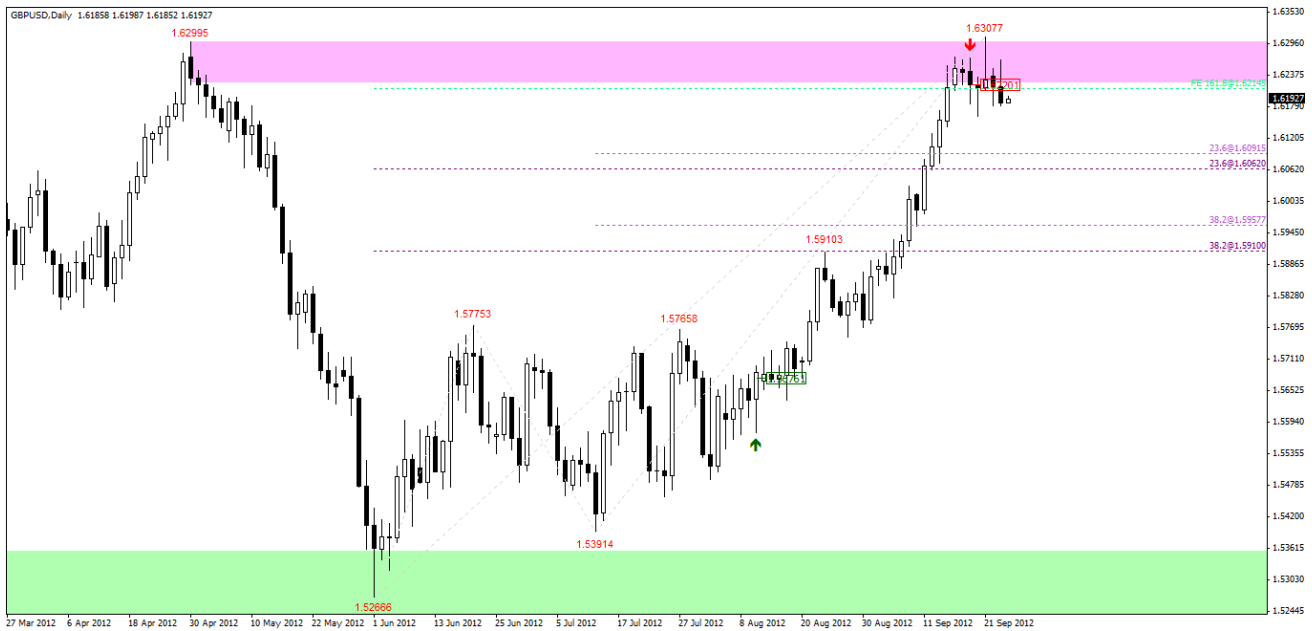
Trade Ideas

ACTION	Target 1	Target 2	EXIT
Bought @ 1.29210	1.30427	1.33818	1.28798 STOP

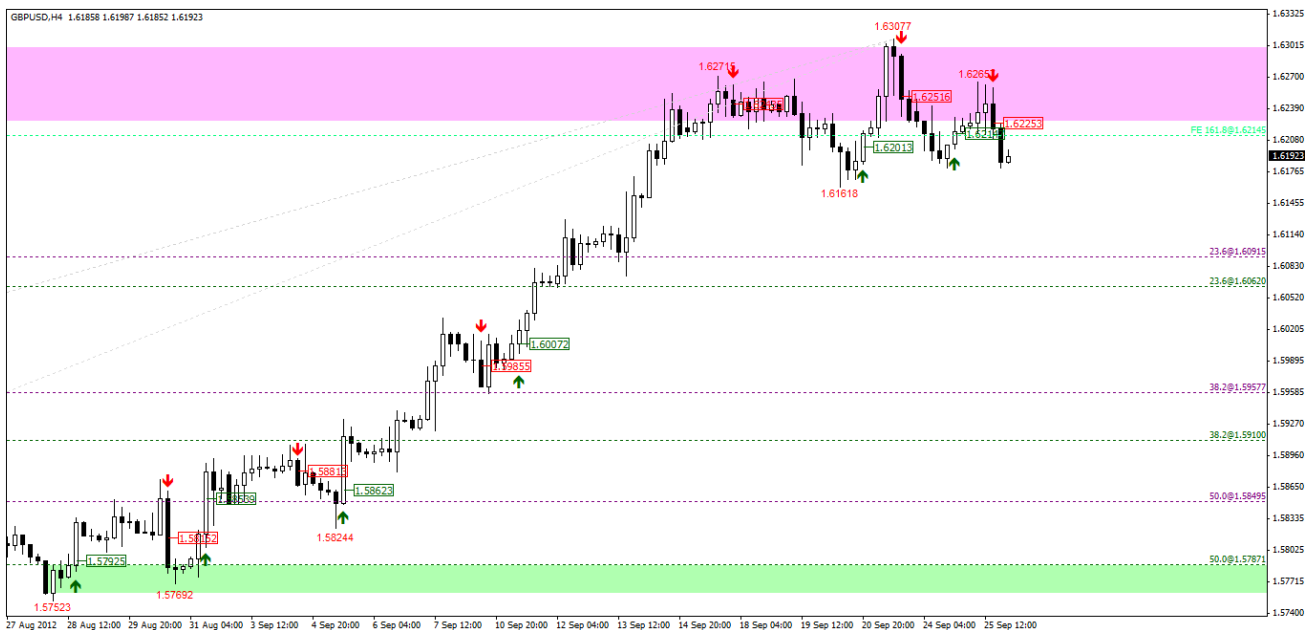
Weekly Performance

Currency	Date	Buy	Price	Date	Sell	Price	Per Trade +/-	Realized +/-	Accumulative +/-
	B/F from 21-09-2012								\$60,291.00
EUR-USD	24-09-2012	1.0	1.29210	25-09-2012	1.0	1.28996	-\$214.00		
EUR-USD	24-09-2012	1.0	1.29210	25-09-2012	1.0	1.28996	-\$214.00		
						Unrealized	-\$428.00		

GBP-USD DAILY



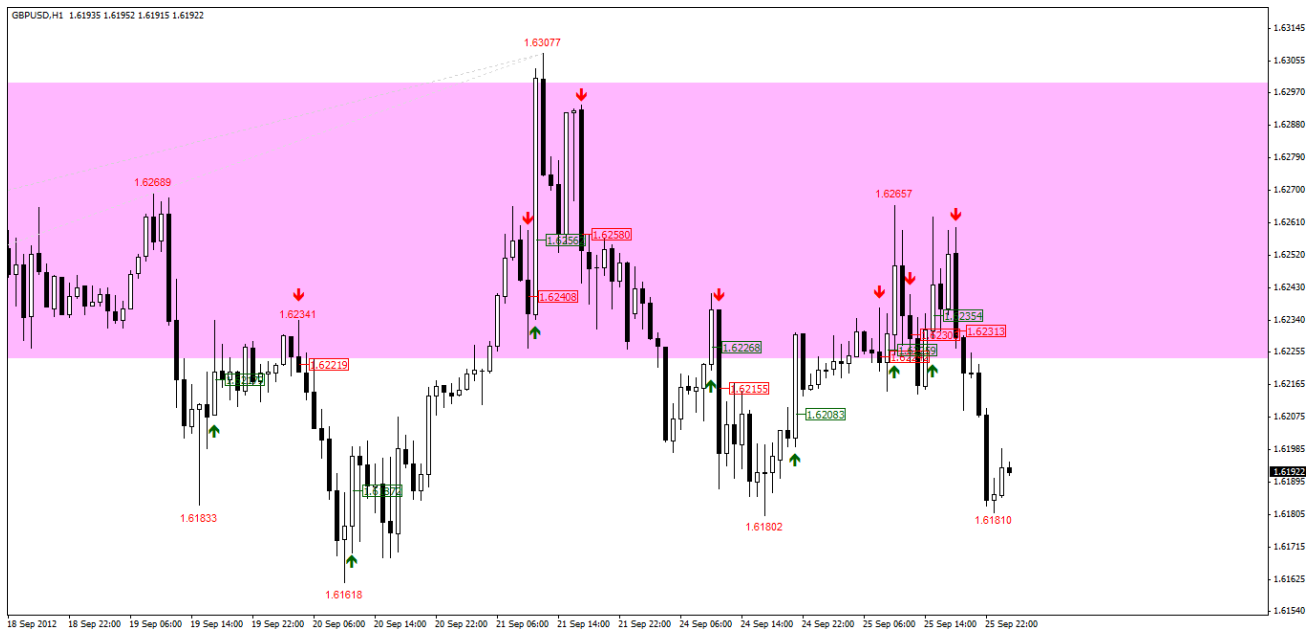
GBP-USD 4-HOURLY



GBP-USD Short to Medium Term Views

Price action remained well-bided despite the sell signal in the D1 chart with a close below **1.62201** last Wednesday, the anticipated fall has not quite pan out as well but still unless there is reason to do otherwise, the bias is for a more substantial correction than what we have seen over the last few sessions. As mentioned, this market is likely to struggle to the first target made up of the window between the 23.6% retracement of 1.52666 to 1.63077 at **1.60620** and the 23.6% retracement of 1.53914 to 1.63077 at **1.60915**. At this rate of fall, the secondary target at the 38.2% retracement of 1.53914 to 1.63077 at **1.59577** appears untenable (see H4 chart). In overnight trading, another sell signal was triggered in the H4 chart with a close below **1.62253** after meeting resistance from within the overhead SZ at **1.62272-1.62995**. Going forward, perhaps, we will see the unfolding of the anticipated fall from here.

GBP-USD 1-HOURLY



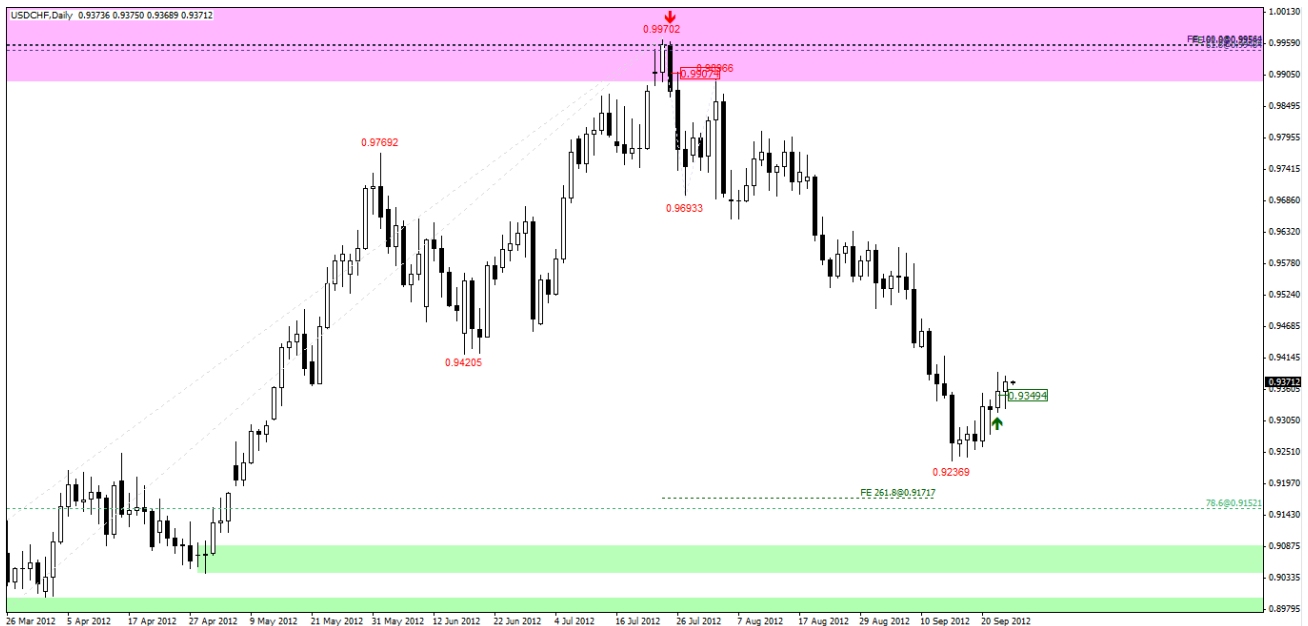
Trade Ideas

ACTION	Target 1	Target 2	EXIT
Sold @ 1.62253 (H4 chart)	1.60915	1.59577	Break-even

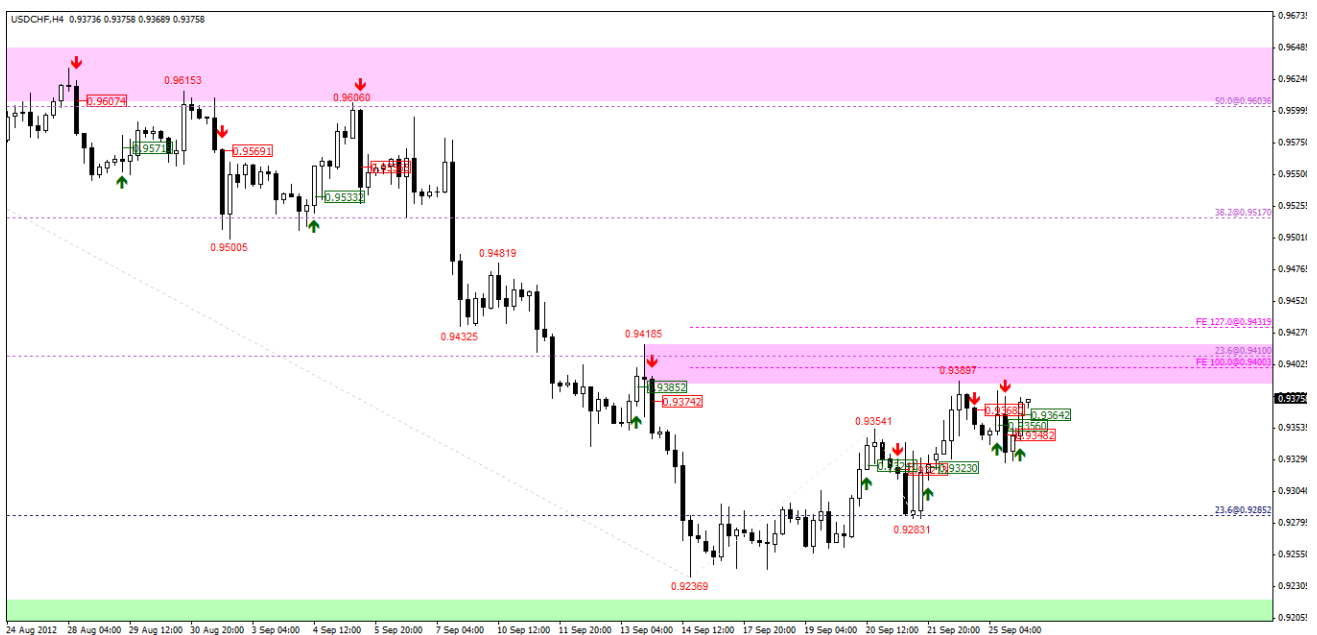
Weekly Performance

Currency	Date	Buy	Price	Date	Sell	Price	Per Trade + / -	Realized + / -	Accumulative + / -
	B/F from								+\$41,916.00
	21-09-2012								
GBP-USD	25-09-2012	1.0	1.62408	21-09-2012	1.0	1.62408			
GBP-USD	25-09-2012	1.0	1.62408	21-09-2012	1.0	1.62408			
GBP-USD	25-09-2012	1.0	1.61860	25-09-2012	1.0	1.62253	+\$393.00		
GBP-USD	25-09-2012	1.0	1.61860	25-09-2012	1.0	1.62253	+\$393.00		
Unrealized							+\$786.00		

USD-CHF DAILY



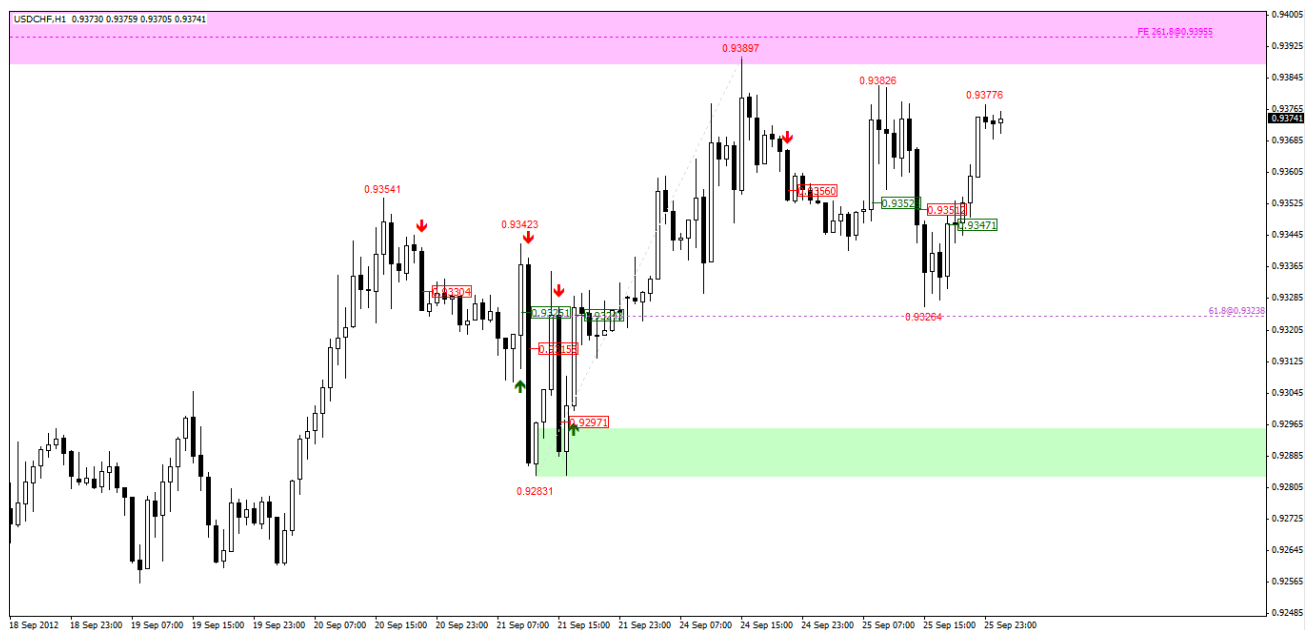
USD-CHF 4-HOURLY



USD-CHF Short to Medium Term View

Trading condition was choppy with price action trading within the shadow of Monday's range. From the way price action has behaved over the 24 hours, another attempt at the overhead SZ at **0.93879-0.94185** may be made in the next few hours. This is an area where the 100.0% projection of 0.92369 to 0.93541 from 0.92831 at **0.94003** and the 23.6% retracement of 0.99702 to 0.92369 at **0.94100** are also located. With the fall from 0.99702 appearing to be impulsive; suggesting that the longer-term downtrend from 1.17296 may have resumed, it is essential traders only trade from the short side of this market. From within the SZ at **0.93879-0.94185**, a fall below the low of **0.92369** is anticipated. This is likely to be followed by another larger degree rally; ideally back to where the SZ at **0.93879-0.94185** is.

USD-CHF 1-HOURLY



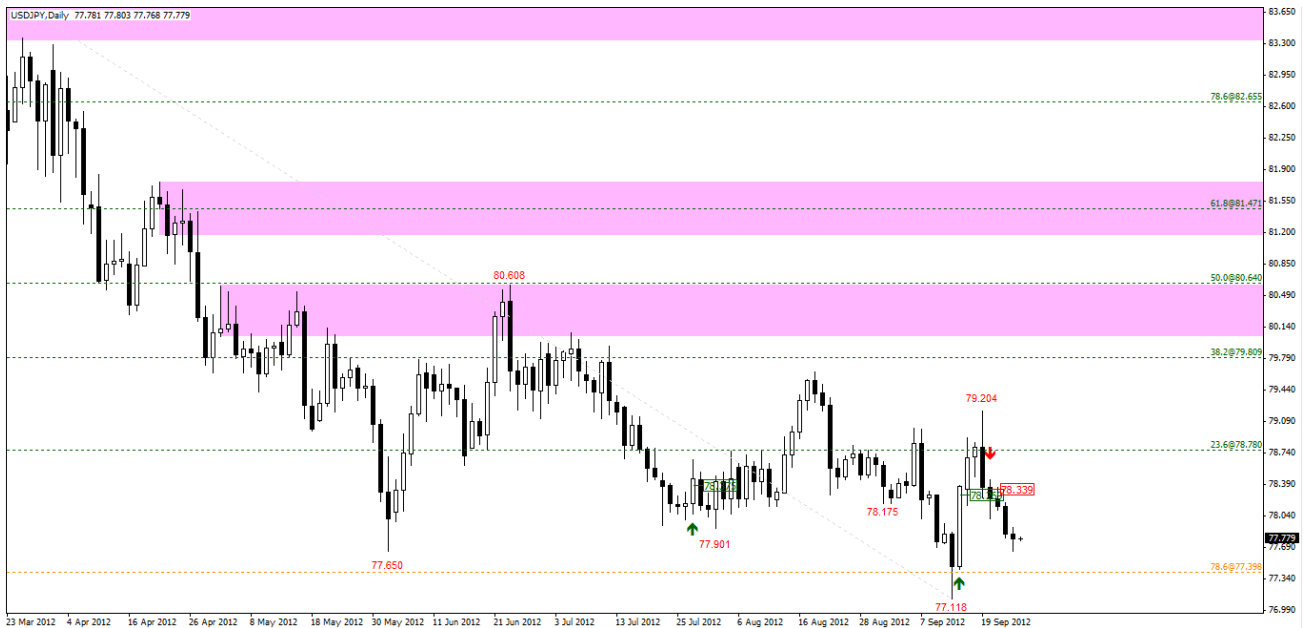
Trade Ideas

ACTION	Target 1	Target 2	EXIT
Sold @ 0.93813 (M5 chart)	0.92955	0.92201	0.93997 STOP

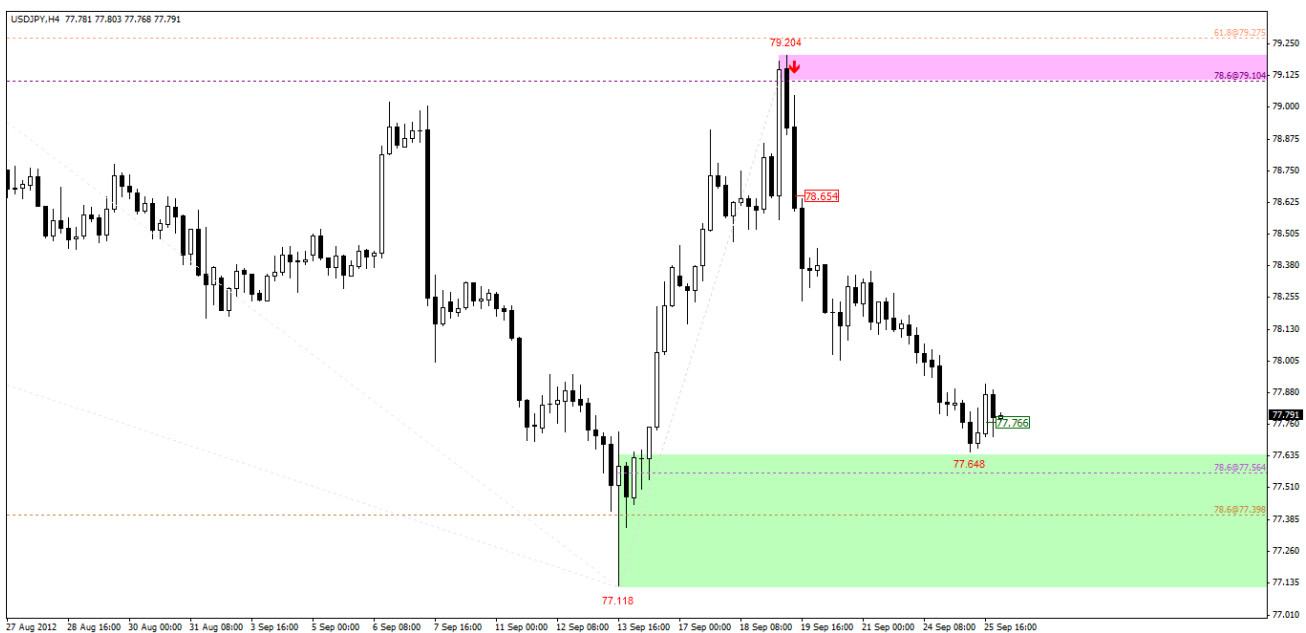
Weekly Performance

Currency	Date	Buy	Price	Date	Sell	Price	Per Trade + / -	Realized + / -	Accumulative + / -
	B/F from 21-09-2012								+\$28,809.73
USD-CHF	24-09-2012	1.0	0.93641	20-09-2012	1.0	0.93304	-\$359.89		+\$28,449.84
USD-CHF	24-09-2012	1.0	0.93641	20-09-2012	1.0	0.93304	-\$359.89	-\$719.77	+\$28,089.95
USD-CHF	25-09-2012	1.0	0.93734	24-09-2012	1.0	0.93813	+\$84.28		
USD-CHF	25-09-2012	1.0	0.93734	24-09-2012	1.0	0.93813	+\$84.28		
Unrealized							+\$168.56		

USD-JPY DAILY



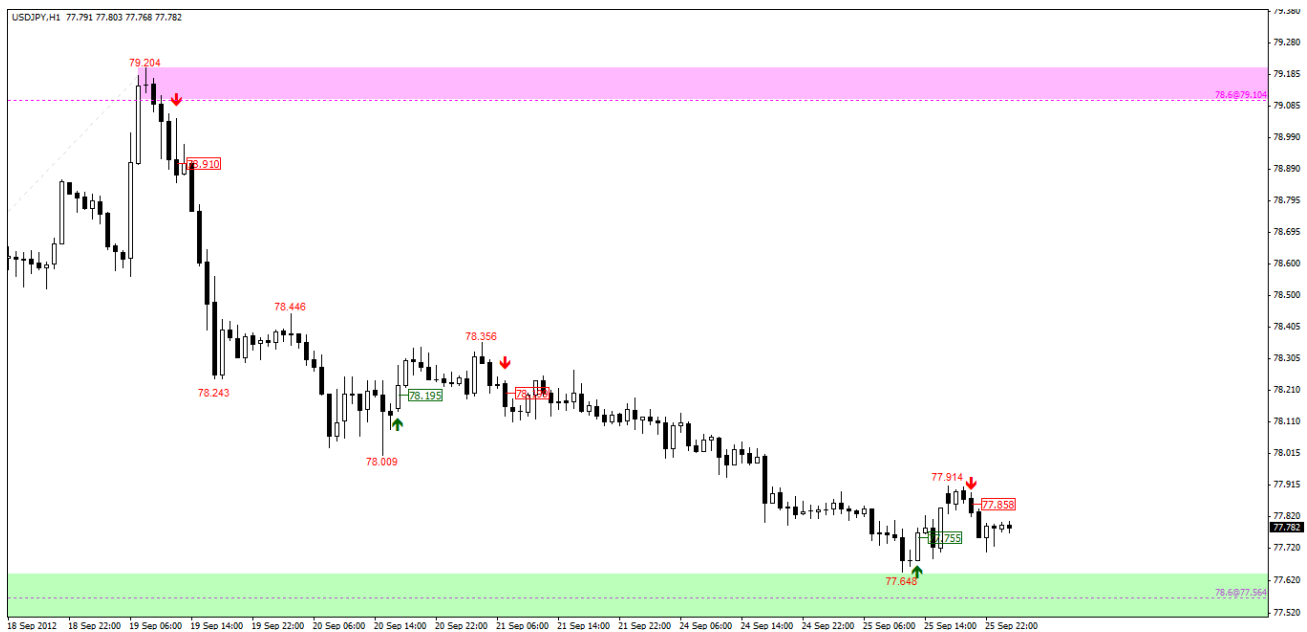
USD-JPY 4-HOURLY



USD-JPY Short to Medium Term Views

The fall from last Wednesday high of **79.204** flirted with the immediate DZ at **77.118-77.640** in overnight trading but never quite dips into the zone and rebounded; triggering buy signals in the H1 and h4 charts. Even so, an attempt at this demand pocket may be made in the coming sessions. If so, the sweet-spot is the window between the 78.6% retracement of 77.118 to 79.204 at **77.564** and the 78.6% retracement of 75.556 to 81.162 at **77.398** (see H4 chart) Any buy signal within this bracket should be acted upon for a rally back to at least the minor SZ at **79.106-79.204**. That said, trading is not expected to be fantastic in this market for awhile. As such, traders may give this market a miss until something more promising appears.

USD-JPY 1-HOURLY

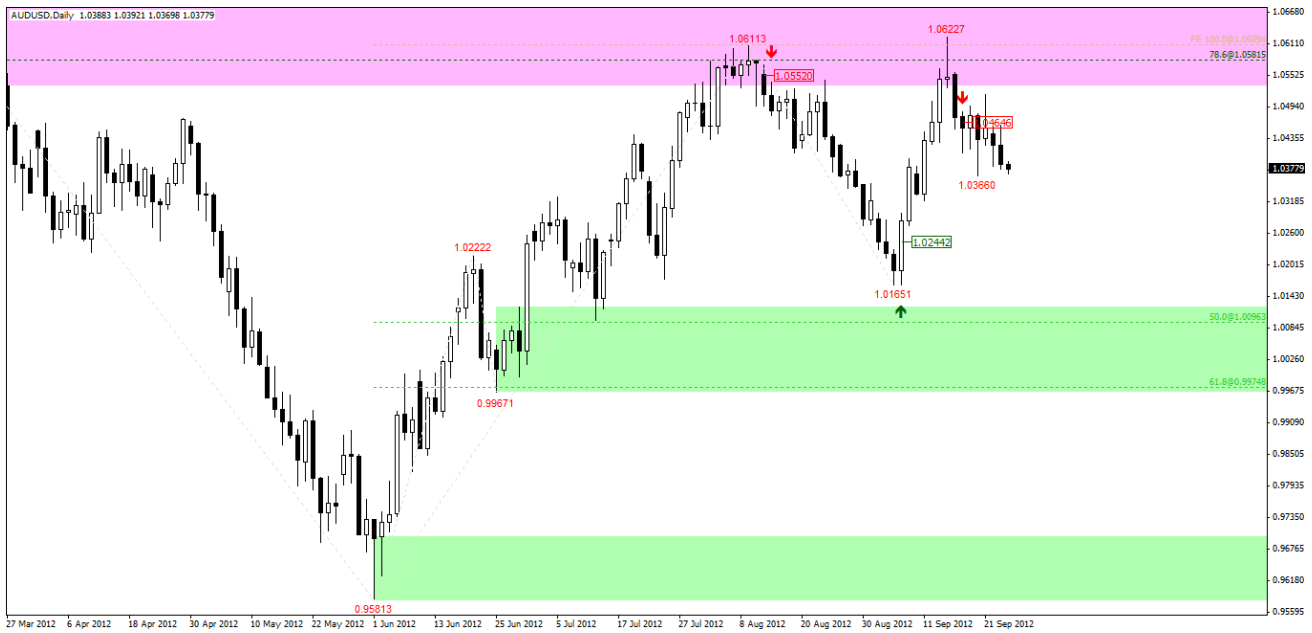
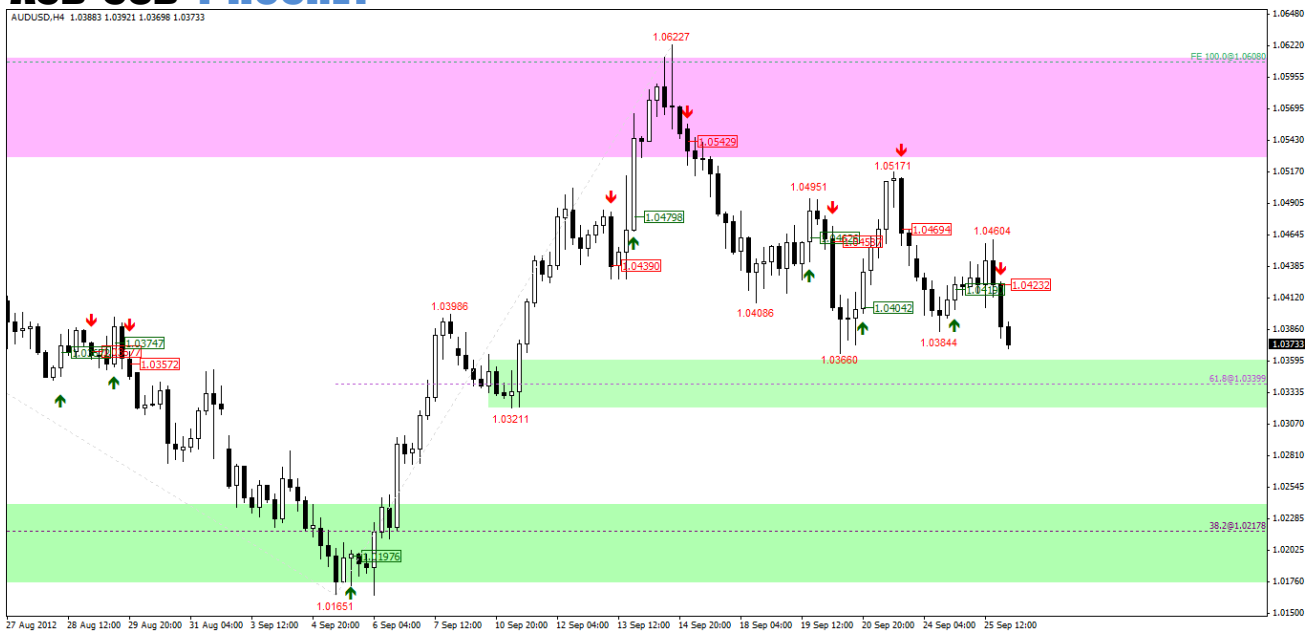


Trade Ideas

ACTION	Target 1	Target 2	EXIT
Buy on buy signal within 77.398-77.564	78.224 Realized	77.640	77.018 STOP

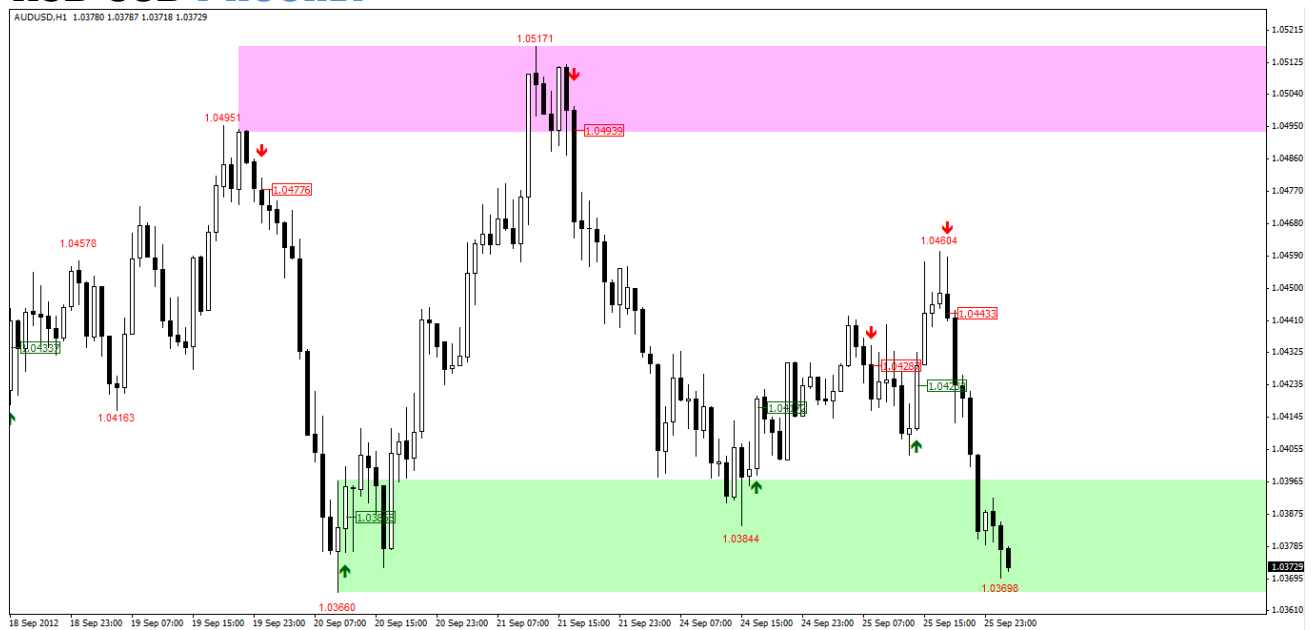
Weekly Performance

Currency	Date	Buy	Price	Date	Sell	Price	Per Trade +/-	Realized +/-	Accumulative +/-
	B/F from 21-09-2012								+\$19,943.16
USD-JPY	25-09-2012	1.0	77.766	19-09-2012	1.0	78.910 Unrealized	+\$1,471.08 \$0.00	+\$1,471.08	+\$21,414.24

AUD-USD DAILY**AUD-USD 4-HOURLY****AUD-USD** Short to Medium Term Views

The rebound from Monday's low of 1.03844 frizzled out at 1.04604 in overnight trading after what appeared to be a promising rally. This is followed by a steep fall reminiscent of that seen last Friday from 1.05171. There is a good chance this fall may have the same magnitude of that fall and if so, would put price action smack within the DZ at **1.03211-1.03604**. Incidentally, a sweetspot lies between the 61.8% retracement of 1.01651 to 1.06227 at **1.03399** and the 100.0% projection of 1.05171 to 1.03844 from 1.04604 at **1.03277**. Buy signals within this price pocket should be attempted for another shot at the long-term SZ at **1.06010-1.06677**.

AUD-USD 1-HOURLY

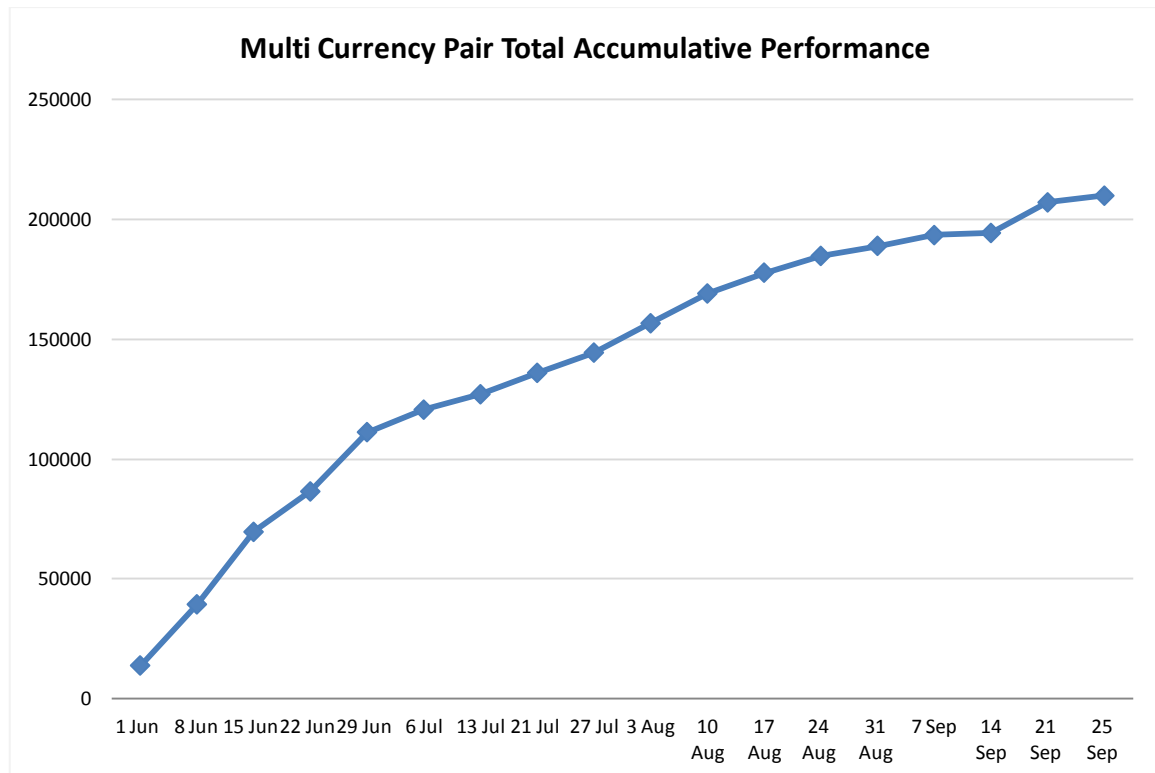
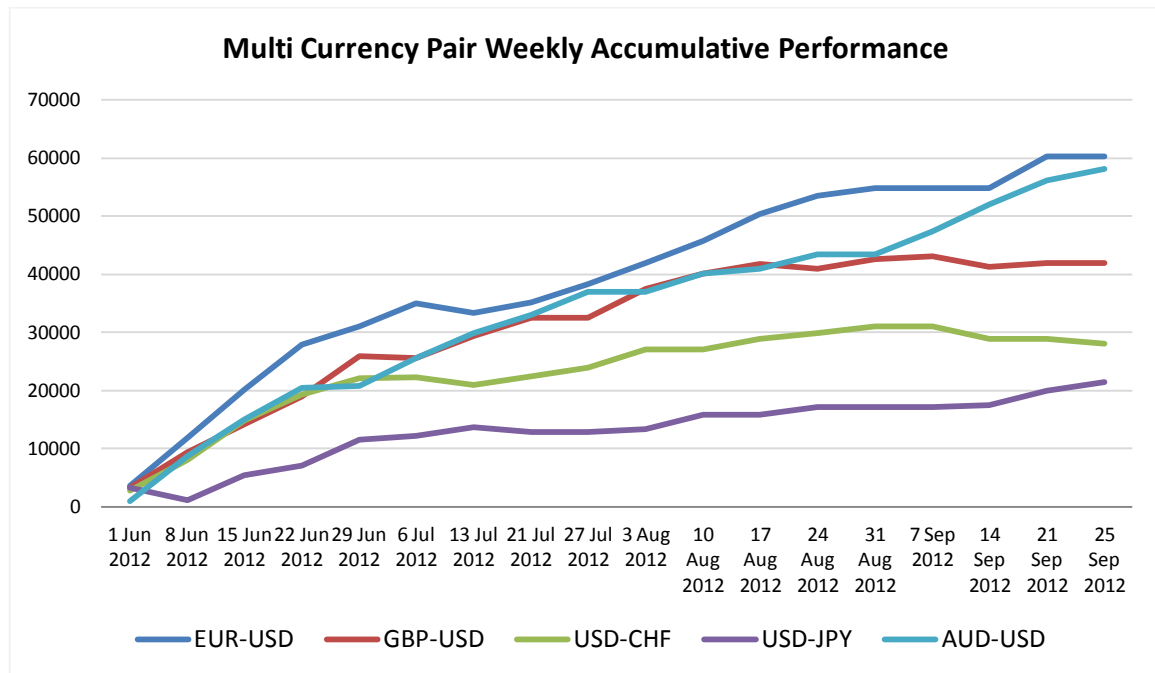


Trade Ideas

ACTION	Target 1	Target 2	EXIT
Buy on buy signal between 1.03277- 1.03399	1.04934	1.06010	1.03111 STOP

Weekly Performance

Currency	Date	Buy	Price	Date	Sell	Price	Per Trade + / -	Realized + / -	Accumulative + / -
	B/F from 21-09-2012								+\$56,114.00
AUD-USD	24-09-2012	1.0	1.03970	21-09-2012	1.0	1.04939	+\$969.00	+\$969.00	+\$57,083.00
AUD-USD	24-09-2012	1.0	1.03893	25-09-2012	1.0	1.04433	+\$540.00		
AUD-USD	24-09-2012	1.0	1.03893	25-09-2012	1.0	1.04433	+\$540.00	+\$1,080.00	+\$58,163.00
Unrealized							\$0.00		



Website under development

Traders Academy International

Traders Academy International is an independent organization with no affiliation with any brokers or organizers of our events. From the onset, this policy of non-affiliation has served us well as we do not believe our students' interests will be served if we have a separate agenda. This is in contrast with industry practice. Our objective has been and will continue to be to educate the trading public our time-tested and highly effective methodologies to take on the markets in an easy-to-understand format.

We have never advertised our services but words of mouth have spread far and wide. Over the last three years or so, demands for our trading workshops are so high that we have to turn away some due to scheduling.

Non Affiliation Policy

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.

One of who is still active in the hedge fund business.

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 sustenance. 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.