

EURJPY

Price

117.33

1st June 2011

Resistance	117.79	118.19	118.39	118.78-94	119.27	112.00-20
Support	117.13	116.47-73	116.10	115.60	115.00-20	114.47

Bias I suspect another leg higher to 118.78-119.27

The underlying MT direction is neutral while the daily bias is neutral. Therefore it may be better to sit out of the market or trade breaks when supported by bullish or bearish set up patterns. It is advisable to study both lower and higher time frame charts for evidence to support a trade in either direction. It may well be advisable to take profits when seen or if there is a larger break out to consider using a trailing stop to protect profits

Consider buy set ups at: 117.85

Consider sell set ups at: 118.78-119.27 or 116.40

THE DAY'S OUTLOOK: I : feel there is probably a little more upside left

The upside risk I had suspected proved correct reaching just above the 117.60 area. The move back to 116.73 may well be enough and should force a retest of yesterday's high but be wary of a correction from there - not by too much I think - but once complete should then extend above 117.79 and then through 118.19-39 towards 118.78-94 minimum and probably a maximum of 119.27. If this pattern of development is seen then consider the 118.78-119.27 area for potential bearish trade set ups.

The risk to the bullish view is a break back below 116.47-73. If this is seen then we'll probably move back into the recent range. I can't really see too much support until the 115.00-20 general pivot support. This will need to break to generate any stronger losses.

THE MEDIUM TERM OUTLOOK: I : am watching for a corrective structure to complete

1st June: This was strong yesterday and still appears to have some more bullish legs that could even break above the 118.109 area I indicated yesterday. At most the 118.78-119.27 area looks firm. Overall it has the makings of a potential messy consolidation and makes me very wary about calling for significant breaks in either direction. If there is any stronger risk it would come from a strong USDJPY - but we'll have to see that confirmed before looking for such a move...

www.fx-forecaster.com

READ MY BLOG ON: <http://fx-forecaster.blogspot.com/>

info@fx-forecaster.com

© Ian Copsey 2011

[UPCOMING WORKSHOPS IN HONG KONG AND SINGAPORE](#)



[U.S. INDICES](#)
[Twice weekly Harmonic Elliott Wave updates for DJIA, S&P 500 & NASDAQ](#)

DISCLAIMER: Daily Forecaster is an analytical tool only and is not intended to replace individual research. The service is offered as an opinion on the current state of the market with anticipated trading signals but not recommendations. The information provided in Daily Forecaster should not be relied on as a substitute for extensive independent research before making your trading/investment decisions. Ian Copsey is merely providing this service for your general information. No representation is being made that any view or opinion will guarantee profits or not result in losses from trading. In addition any projections or views of the market provided may not prove to be accurate. The opinions are subject to change without notice. Opinions or views expressed in Daily Forecaster are not meant to be either investment advice or a solicitation or recommendation to establish market positions. Ian Copsey will not be responsible for any losses incurred on investments made by readers and clients as a result of any information contained in this service. The information contained is private and may not be distributed or shared.