

THE BRIEF DAILY FORECASTER

EURJPY

Price

111.92

19th May 2010

Resistance	112.25	112.50	113.04	113.45	113.90-00	114.54
Support	111.57	111.27	111.05	110.30-60	109.45	108.31-62

Bias I expect further losses to 110.30-60 but then a reversal higher

The underlying MT direction is bearish while the daily bias is bearish. Therefore the main risk is lower. Ensure that key resistances levels hold. Note key support levels that would suggest continuation of the bearish move. Consider confirming this with a bearish set up pattern in price or an indicator. Only consider a possible larger reversal higher should key MT resistance break and is supported by a bullish set up in price or an indicator.

Consider buy set ups at: 110.30-60

Consider sell set ups at: 112.25-50 (if direct)

THE DAY'S OUTLOOK:

I :

see more losses developing

The 115.23-58 resistance area held firm and has provoked losses as expected. While any pullback from this morning's 111.27 low remains below 112.25-50 we should see follow-through below 111.27 and into the 110.30-60 support area. Look for bullish trade set ups here. Only directly below 110.30 would risk follow-through to 109.45 and 108.31-62...

Only an earlier break back above 112.50 would provoke a reversal higher sooner and then look for the 113.90-00 pivot resistance to be tested initially. It should cause a pullback. Above there note resistance at 114.54, 115.00 and 115.24-48.

THE MEDIUM TERM OUTLOOK:

I am:

more favored to the down side

19th May: Losses have developed well but I do feel that we while I am bearish in the larger picture a pullback from the 110.30-60 area is due first... Below identifies 109.45 and 108.31-62 at least... further out a decline closer to 100-105 is possible.

From the 110.30-60 area I look for a choppy pullback to around 116.25-75...

www.fx-forecaster.com

Blog: <http://fx-forecaster.blogspot.com/>

info@fx-forecaster.com

© Ian Copsey 2010

For yesterday's trade set up report together with a review of support & resistance levels please see:

<http://www.fx-forecaster.com/DailyForecast.html>

NEW!! FX-forecaster Trader Package now available at €20.00 pm

(for MT4 users)

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.

