

GBPJPY

Price

141.23

5th January 2010

Resistance	141.36	141.87	142.08	142.47	143.00-05	143.45-55
Support	140.50-75	139.90-00	139.35	138.80-00	138.34	137.41-70

Bias Cautiously I feel we have seen the low and should see gains

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: 141.36 or 142.10

Consider sell set ups at: 139.3

Daily Bullish	The range dramatically broke and extend losses to the 139.30-35 lows. Although I can't see anything to suggest a reversal I feel we should be aware of the risk of a push higher. Wait for break above 141.36 and if seen it should extend the gains to 141.87 and 142.08. Again, this higher resistance at 142.08 looks important if there is a direct test as it should then hold. If we see earlier corrections then it may not have the same power. Above 142.08 would extend gains to 142.47, 143.00-05 and then the stronger 143.45-55 pivot resistance which I feel would hold.
Med Term Bullish	5th February: As long as the 139.30-35 support holds I feel we should be expecting a stronger recovery. Above 142.08 and the 143.45-55 pivot resistance should assist the recovery back to the 145.00-27 corrective high.
Daily Bearish	Only a break below 139.00-35 will cause me to get more directly bearish. Only if seen would I then expect losses to extend once again to 137.40-70 and potentially 136.84. However, this broad area should support for a correction.
Med term Bearish	5th February: Only below 139.00 would maintain the bearish momentum for 136.84-137.41 at least. If seen I shall review.

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.