

EURUSD
Week Of December 14, 2009
Price: 1.4628

Opinion - Bear

Bias: Weekly - Bearish

Flows: 1H Neutral, 4H Neutral, 1D Oversold, 1W Neutral

Bulls: Bulls should be cautious this week. Price has broken the 1D ascending trendline that started on May 7th. EURUSD is currently trading at the low for November. This also happens to be the 23.6% Fibonacci level of the April 20 – December 3 swing. If price reverses here, look for stiff resistance at the 1.4846-66 zone. Bulls will also be challenged by the secondary ascending trendline in that area.

Bears: The smart money is putting risk on the bear side this week. Look for a retracement to about 1.4672 before a continued move down to 1.4475.

Technical

Support	Resistance
1.4451-82	1.4770
1.4406	1.4846-66
1.4310	1.4962

Long Trade: Place buys below 1.4620, targeting 1.4670. Place stops below 1.4580.

Short Trade: Place sell orders on a breakout of last week's low of 1.4586, targeting 1.4475. Place stops above 1.4653.

Tim's Pick

I have two separate trades to consider. I am actually placing orders for both of these.

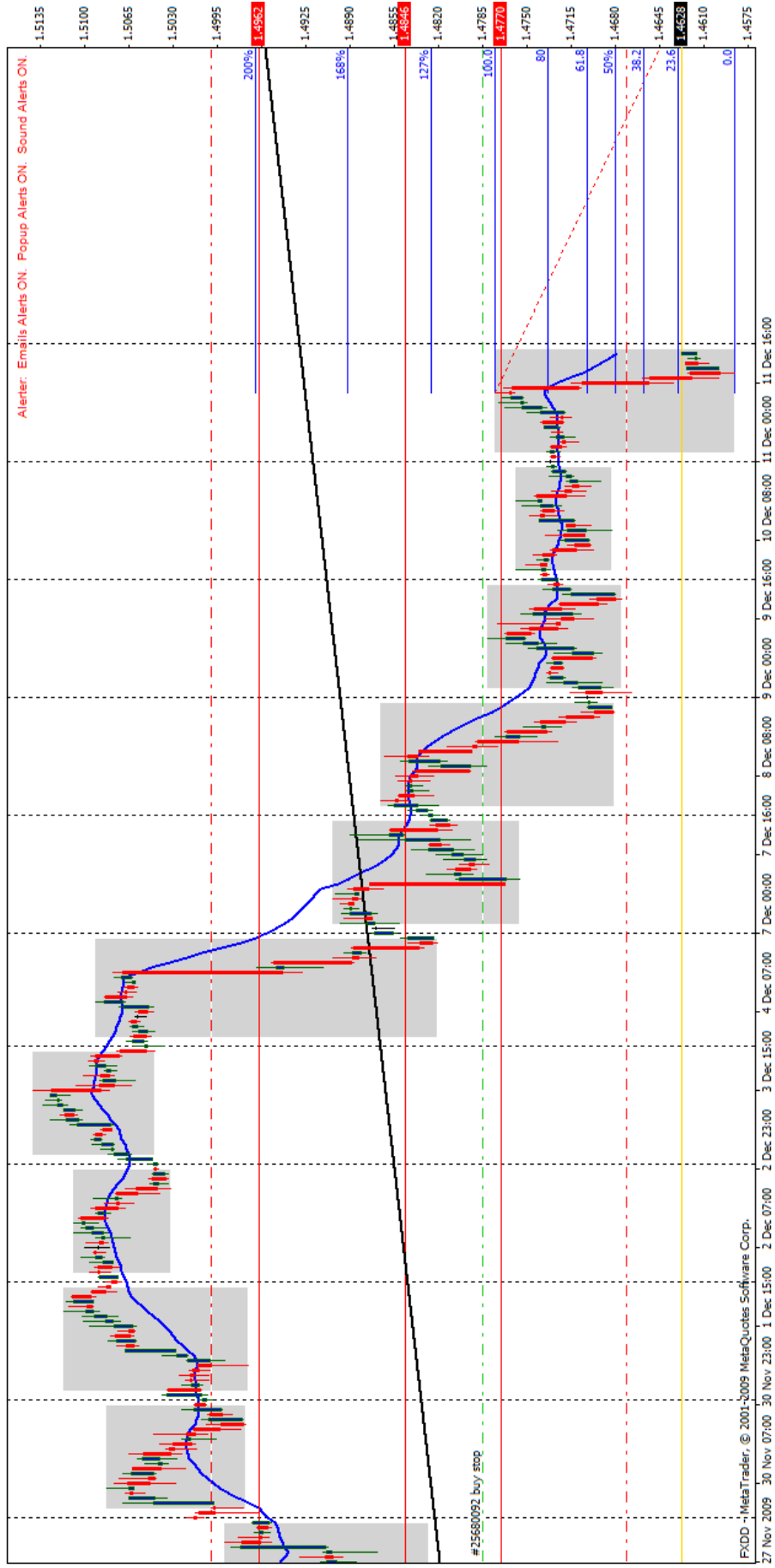
1. Place a **Sell Limit** at **1.4680**, targeting **1.4475**. Stop loss at **1.4732** or the latest 4H swing high.
2. Place a **Sell Stop** at **1.4580**, targeting **1.4475**. Place stops above **1.4692**.

Fundamental Picture

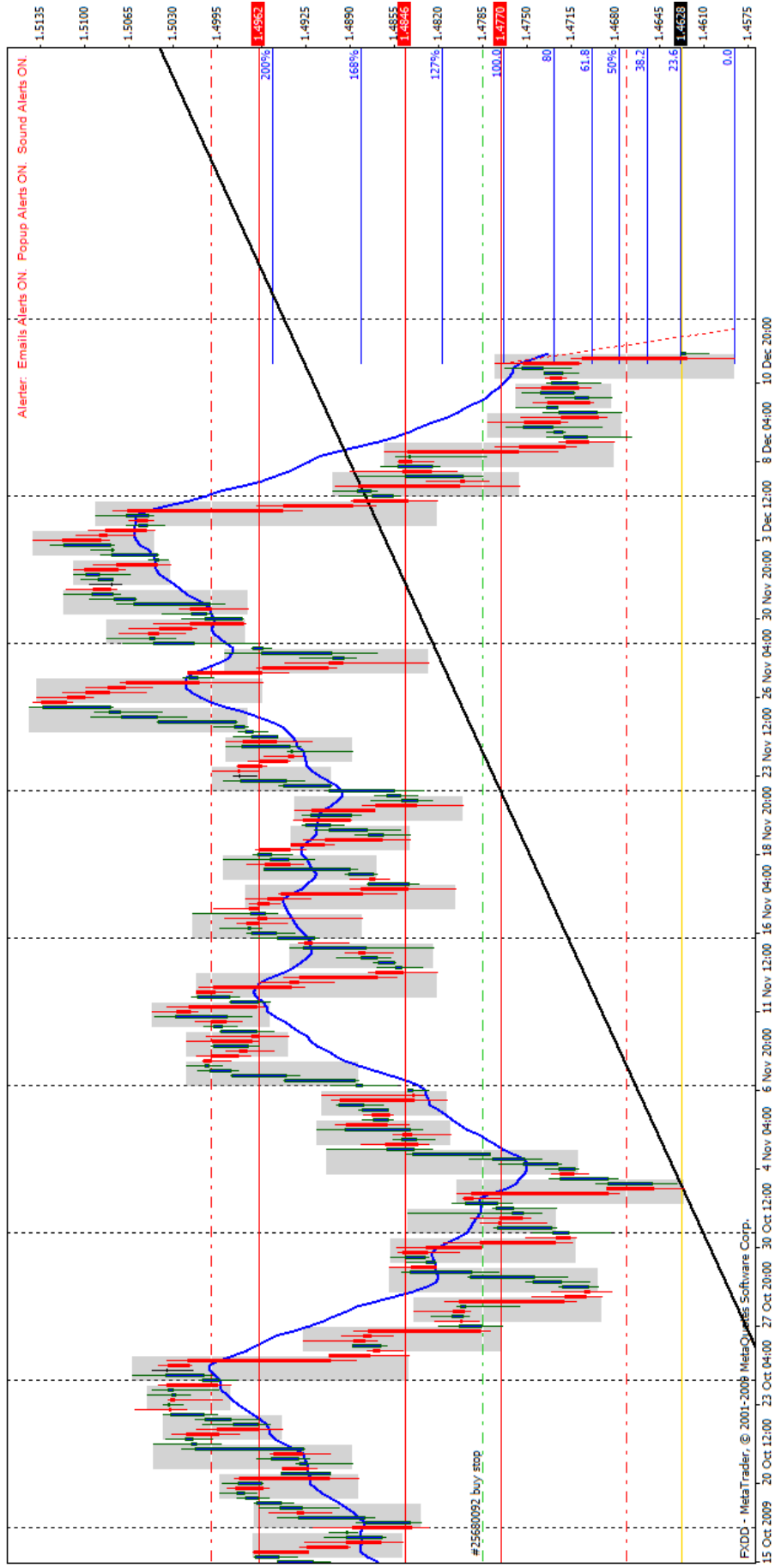
COT: 49/40 (Neutral)

News: There is a somewhat heavy news calendar this week. There are a total of eleven news events that can impact EURUSD. Employment numbers, industrial production, PMI, etc.

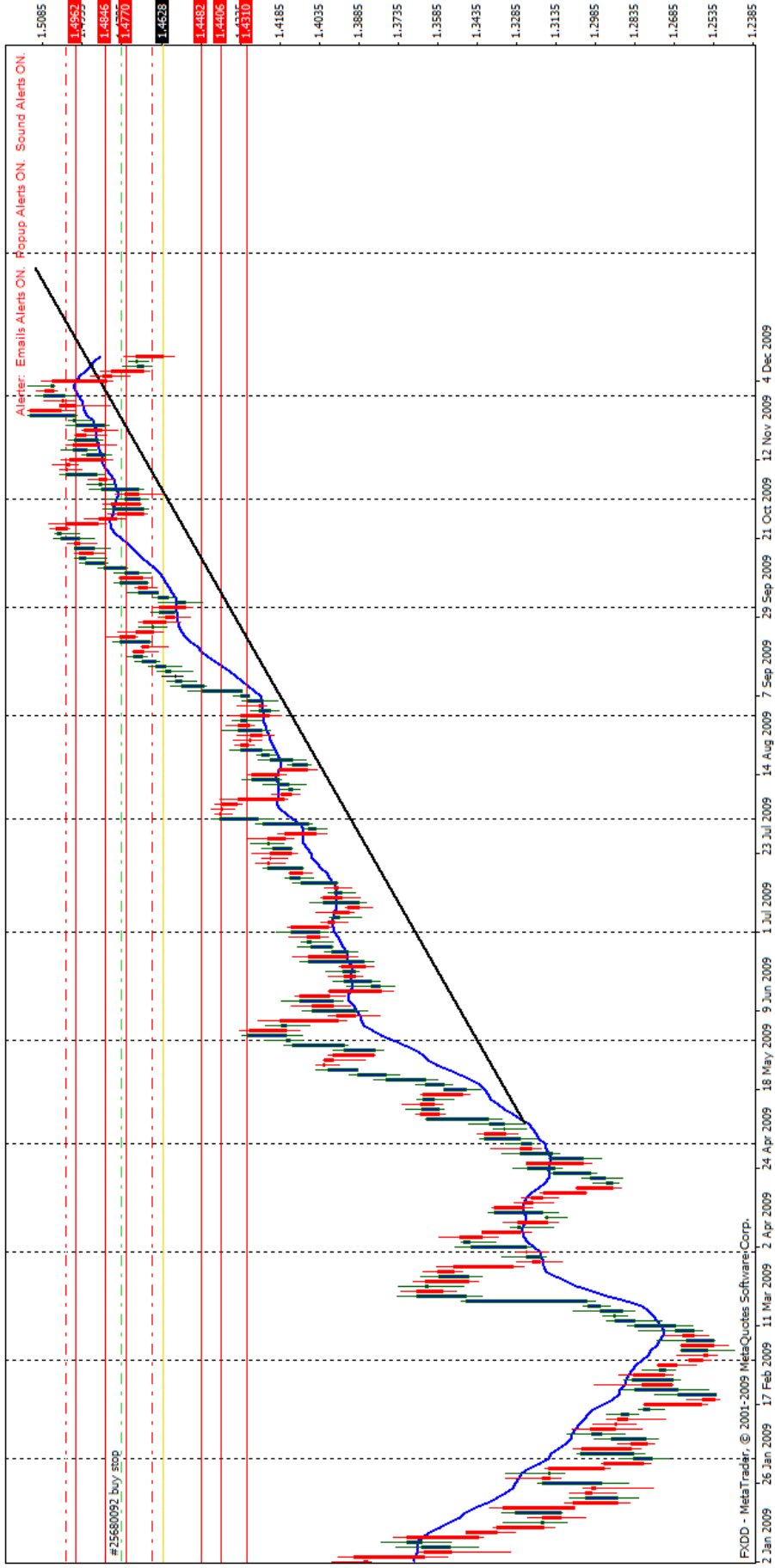
Notes: Believe it or not, the news from the US has been good. Employment looks good, consumer spending is up. Other than France and Germany, Europe isn't doing so well. Look for more bear operations on EURUSD.



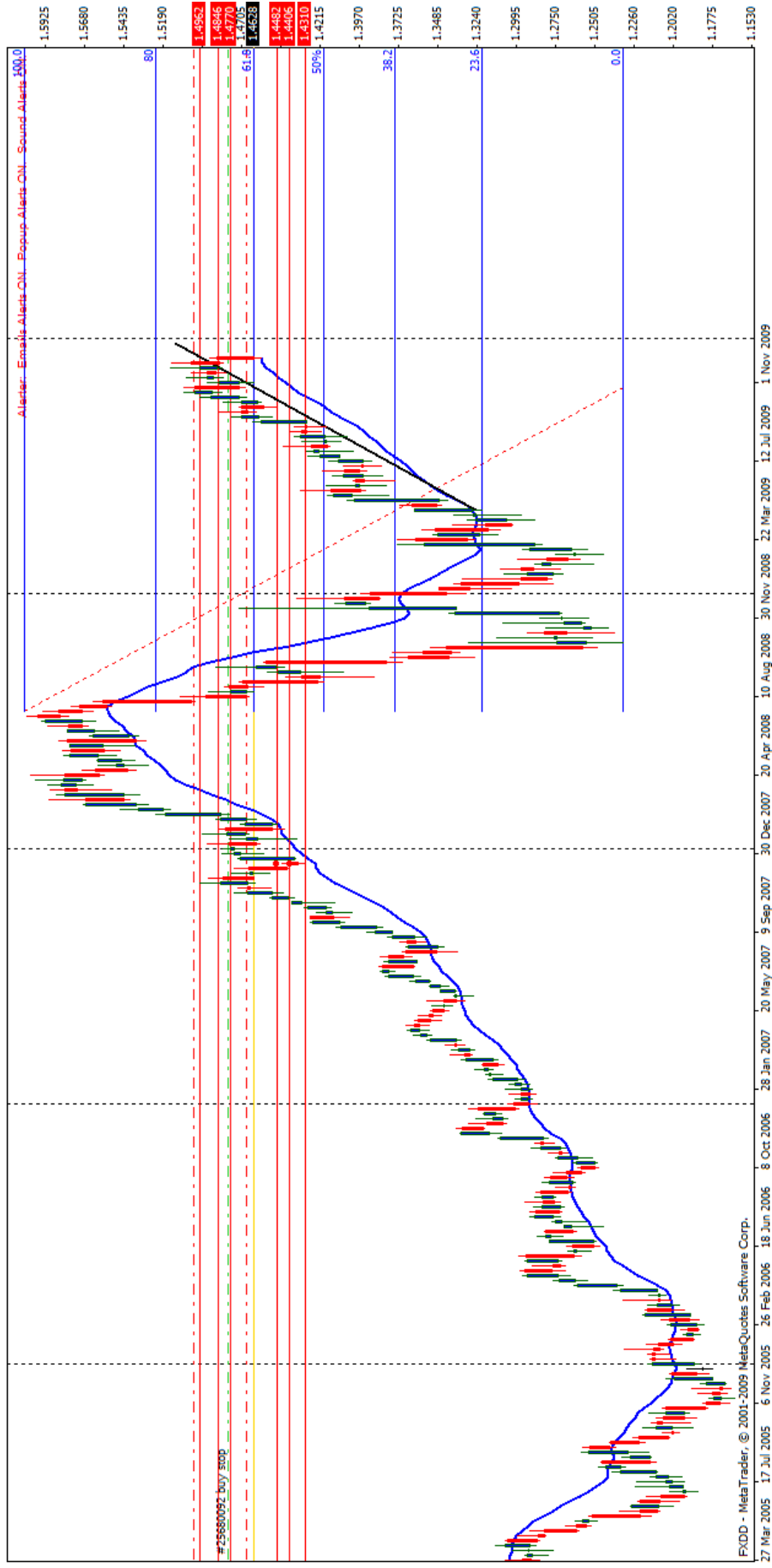
EURUSD 1H Chart



EURUSD 4 Hour Chart



EURUSD Daily Chart



EURUSD Weekly Chart