

Daily FX Report

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Friday, July 03, 2009

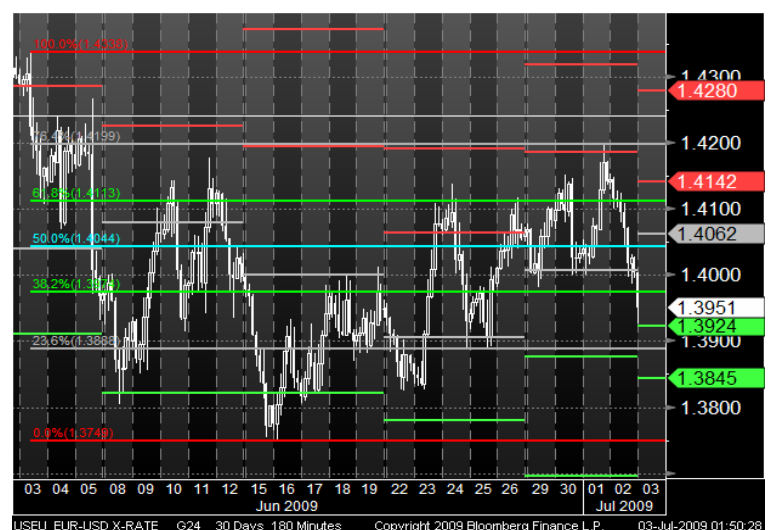
Good morning from sticky Hamburg and welcome to the last Daily FX Report of this week. Notwithstanding, the ECB rate decision didn't hold any surprises but the FOREX market keep on doing very volatile. However, we wish you a nice weekend and a prosperous trading day.

Market review

The **EUR** fell versus the **JPY** and the **USD** for the second day after a U.S. report showed that employers cut more jobs last month than economists expected. The unemployment rate rose to its highest level in almost 26 years to 9.5 % and furthermore the U.S. payrolls dropped by 467,000 in June. Also the unemployment in the European Union increased in June to 9.5 %, the highest level since May 1999. These facts caused an increasing demand for the safety of the **USD** and the **JPY**. The **EUR/USD** and **EUR/JPY** declined by 0.98 % rather 1.72 %. The European central bank left its key interest rate untouched, decided the ECB-council in Frankfurt yesterday. "The markets are getting a dose of reality after becoming over-optimistic on the worldwide recovery", said Yuji Saito, head of foreign exchange group in Tokyo of Societe Generale. On Thursday the **USD/CHF** strengthened 0.86 % because SNB governing board member Thomas Jordan said that officials are ready to intervene to prevent an appreciation of the **CHF**. Driven by the bad U.S. economic data's, the **CAD** fell the most in two weeks versus the **USD**, on concern that investor's risk appetite lowering. The **USD/CAD** rose from 1.1496 to 1.1630 at its closing.

EUR/USD

After rebounded from its peak at the end of May, the currency pair has been trading in a zigzag movement. Today the EUR/USD lost its 38.2% Fibonacci retracement support and enforced the bears. As recently as at the S1 pivot point, at 1.3924, the bulls entered the market again. If the EUR recover again and climb over the 38.2% level sustainable, it could boost the bulls.



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GBP/JPY

In June the GBP/JPY lost the support of the bullish trend-line and failed to cross its resistance at 162.60. Since this time the currency pair tested for several times its support at 154.90. Now it seems for an anew rest on the downside in considering of the tumbled Momentum indicator. Should the support line break, it could be the beginning of a strong bearish trend.



Pivot Points - Daily FX Support and Resistance Levels

Currency	Support 2	Support 1	Pivotpoint	Resistance 1	Resistance 2
EUR/USD	1.3883	1.3943	1.4049	1.4109	1.4214
USD/JPY	95.00	95.47	96.18	96.65	97.36
GBP/USD	1.6230	1.6312	1.6406	1.6488	1.6582
USD/CHF	1.0694	1.0769	1.0816	1.0892	1.0939
AUD/USD	0.7827	0.7883	0.7991	0.8046	0.8154
CAD/USD	1.1418	1.1524	1.1579	1.1685	1.1739
NZD/USD	0.6192	0.6237	0.6327	0.6372	0.6462
EUR/AUD	1.7401	1.7521	1.7592	1.7712	1.7783
EUR/CAD	1.6129	1.6207	1.6250	1.6328	1.6371
EUR/CHF	1.5133	1.5160	1.5203	1.5230	1.5274
EUR/GBP	0.8470	0.8506	0.8568	0.8603	0.8665
EUR/JPY	132.45	133.40	135.08	136.03	137.72
GBP/CHF	1.7536	1.7657	1.7739	1.7860	1.7941
GBP/JPY	155.36	156.32	157.84	158.79	160.31

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Daily Calendar & Key FX Events

Date	Time (GMT)	Economic Indicator	Last
03.07.2009	08:00	Euro-Zone PMI Services	44.5
03.07.2009	08:00	Euro-Zone PMI Composite	44.4
03.07.2009	08:30	UK PMI Services	51.7
03.07.2009	08:30	UK Official Reserves (Changes)	2121.0
03.07.2009	08:30	UK BoE Housing Equity Withdrawal	-8.0
03.07.2009	09:00	Euro-Zone Retail Sales MoM	0.2

If you have any questions, please contact us for further assistance. 24 hours a day:

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