

# Forex Department

## USDJPY – A world of Uniqueness & No Sweet Harmony

Markets are veering from the rational and turn irrational as investors are not able to gauge experiences that do not appear to have tempered propensities. USDJPY has decoupled itself from the market and lives without a 'sweet harmony' in a world where exchange rate is amercing every dollar holder. By definition, all of the living human inhabitants of the earth hold at least one dollar, being as such nominated for a strong currency. Shouldn't that influx a strong support for the US finance instead of rising inflation and weakening economical fundamentals? Dollar Index flirts an uptrend & USDJPY flirts the same way straight up, and when Dollar Index does not bid such flirt, USDJPY insists on that flirt without an escort.

It displeases when market delivers an economic message that is simple rhetoric spiced with words like 'USDJPY is corrective in nature' and not like in our daily real world where we can't imagine what sort of correction is this when USDJPY low at 95 is trending up towards 110 incessantly within few weeks? Thou-pip is not a correction, but it is strictly a trend that is correlated to Mr. Bush strong dollar policy in non-US continent, albeit a mal fortune!

I do not wish to cast aspersions on US foreign policies. On the contrary, it is a key facilitator of creative destruction, and doubtless the most effective strategies will remain the same when Obama is elected for sure and hardy-seated! Will we see a neophyte president elected but not running a term? Weeks of Vacuum are the answer. US election this year is going to be one of the craziest ones and preparedness of such an argument is going to be hustled in August where currencies turmoil is to digest ahead of time the electoral consequences. USDJPY back to 95 by then and 85 is the target.

# Non-Forex Department

## Crude Oil Tauromaquia: A fan of bull fighting outside the plaza

Individual markets are so intertwined that if you cap an imbalance, you inadvertently trigger a series of other imbalances. If you put a price ceiling on gasoline, shortages emerge and long lines at filling stations develop.

Crude Oil aficionados have been rallied on main streets, and not around Wall Street, as prices are hitting new milestone every week. There is absolutely no need to drive around the globe to show anger on rapid crude oil extreme rallies towards \$160/bl.

The 3 pictures below are a combination of funny-painful fuel protest.

1. Painful: Farmers stand still on the road expostulating – luckily, no gas consumption while protest is gearing up.
2. Funny: Bikers and truck drivers are protesting on surge gas prices as they are driving long distances! Aren't they consuming a high price gas bill to remonstrate?

Shouldn't Crude Oil's 'aficionados' be setting up a squawk mainly in S. Manhattan plaza where the barrel price is 'traded'?

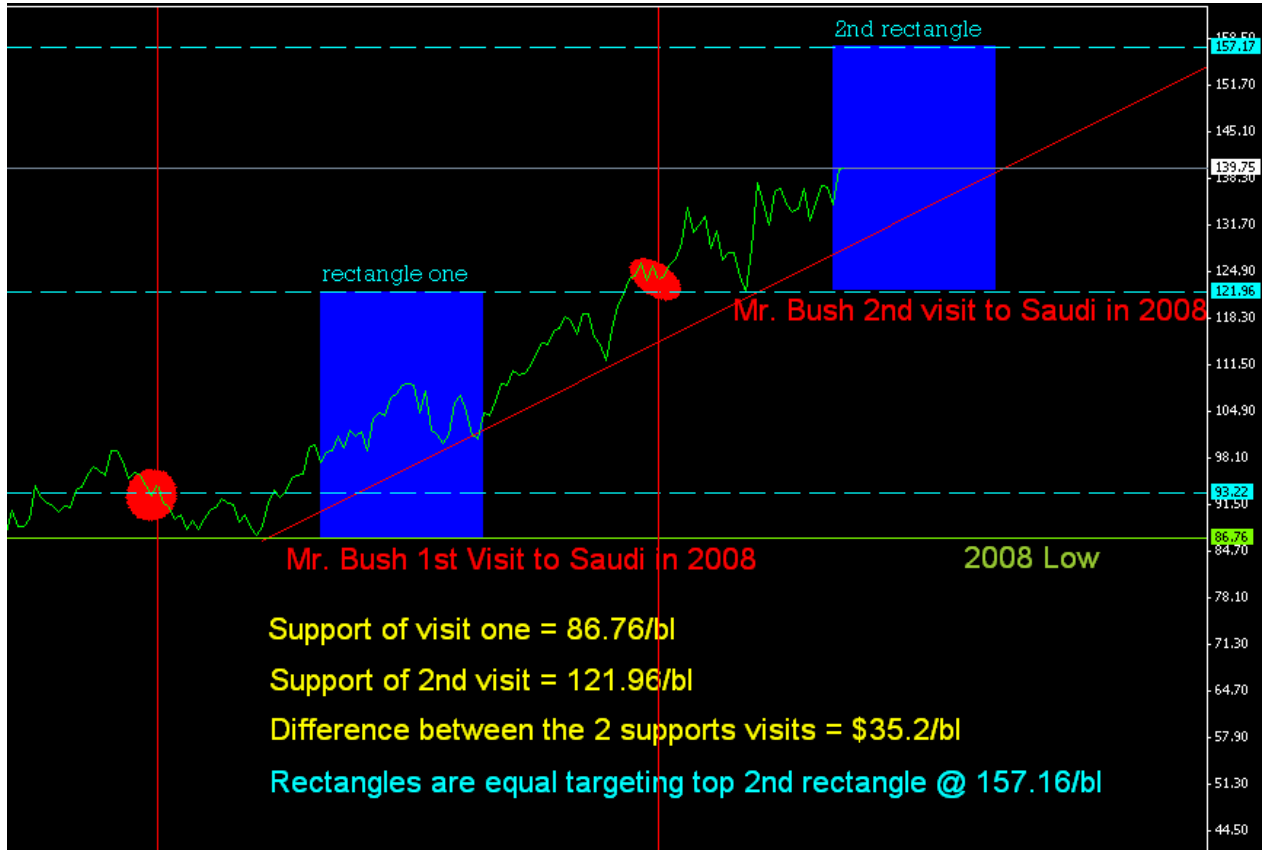
People who have spent their careers tracking the ups and downs of the global oil markets say their compasses are spinning. Oil prices rise for reasons they cannot quite fathom, and where prices will be a year from now has become, literally, anybody's guess. **ForexSurvivor Long Term Crude Oil Target is \$250/bl** the least to be screened within less than one year. Our target is always on the upper echelon as long as 'threat' against Iran is always on the agenda among G7 and which is the sole factor behind the steady price rise. Let us not forget:

- a. Venezuelan President Hugo Chavez aimed @ \$200/bl
- b. The 6<sup>th</sup> President of Iran Mahmoud Ahmadinejad quotes: Crude Oil price is cheap today.

In a sign of rising concern about the impact of high prices, Saudi Arabia has called an impromptu global energy summit in Jidda last Sunday. As we mentioned on NonySqueakNews before the summit:

Saudi summit is not about pricing oil; it is not about supply–demand; & it is not what the media broadcasts! It is about Iran and only. Remove the wording 'threat to Iran' and you see how Crude Oil Long positions would panic – they won't even have time to reverse. On Friday 20 Jun, oil price surge to \$136/bl by the report leaked by US government officials of an air strike against Iran. If a reported air maneuver simulating an attack on Iran's nuclear facilities raised so much international, financial and military dust, how much more extreme would the world response be to a real attack.

It will take more than a summit to have oil back to normalization centre below \$85/bl (something I don't see at all in the next 4 years) and it would take more than a season to think that oil prices will descent panicky. Any dip is a buy, and any 'spiking' dip is a double-buy. As I always say, Crude Oil knows no technical indicators and it is mainly a political subject that has been technically overbought in the last 7 months.



## Virgin Investment Opportunities: [Qatar & Lebanon to join](#)

As boldly highlighted in my previous wire and ahead of FOMC release that 'Rising inflation risks will cause an increase in political unrest in the US ahead of the election' it turns out that Federal worries about inflation superseded economic weakness and thus unrest in the US is a major concern ahead of election.

Gone the old cheap familiar prices that used to budget complete life necessities. And to worsen things further, ECB is hinting towards rate increase in July the three to deal with the unlimited ceiling of Crude Oil.

Rising Inflation as a global phenomenon is having no imminent solution, not even during 2009, and this will cause the economical leadership to abolish their unhealthy chapters and surrogate them by political chapters on how to solve and stop the threat against MEA countries.

A booming in the MEA countries are encountered as US & European countries are lacking such prosperity and investors are shifting their eyes towards Qatar and Lebanon for the next 15 years. We have noted that NYSE Euronext agreed to buy 25% stake in Qatar securities to become a global stock exchange and the unprecedented investment opportunities of Lebanon will amaze the world starting from September 2008.

## Free FX Trade

All previous limit trades are valid as long as 'Trade Entry Validation' has not expired.

<b>GBPUSD Free Trade of 25pips.</b>	
<b>30 Jun Spot Trade</b>	
Currency:	<b>GBPUSD</b>
Trade Objective:	Retracement of a major trend
Chart:	30mn
Trade Entry Validation:	30 Jun
Trade Volatility:	Medium to High
Trade duration once filled:	min 1 Hr, max 10 days
Trade Selectivity:	Long Side Only
Spread Consideration:	Set the trade as it is below in its exact form
<b>Before you trade</b> note:	N/A
<b>Long @13:45 GMT on 30 Jun target 25pips exact</b>	
<i>Enjoy Pound Trade.</i>	
<a href="#">Contact us for support in case we are stuck with the position</a>	

1. Previous Limit Un-triggered: AUDUSD; USDCAD
2. Open Position: n/a
3. Mission Completed: 30pips USDCAD; 15pips EURGBP; 22pips CADJPY; 55pips GBPCHF; 100pips EURNOK; 20pips NZDUSD; EURJPY 25pips; EURUSD 18pips; GBPCHF 20pips, EURJPY 20pips; EURUSD 20pips; USDCHF 20pips; AUDNZD 30pips; EURJPY: 27pips; USDJPY 20pips.

4. Lost Trade in pips : 00pips

*\*\*\* NO FREE SIGNAL HAS GENERATED A CLOSING LOSS\*\*\**

*Anthony Samaha*

*Trading Engineer*

*\*\*\* The Potential Flows of Trading Information constitute my judgment and are not trading recommendations. \*\*\**