

EURUSD
December 16, 2009
Price: 1.4534

Opinion - Bear

Bias: Daily - Bearish

Flows: 1H Neutral, 4H Neutral headed for Oversold

Bulls: Watch for breakouts, but be aware of the overall picture. The Euro is stair stepping down. The bearish move may be losing momentum, but I want to see higher lows and higher highs before I risk longs.

Bears: The Euro is due for a bigger bullish correction. A move above 1.4666 will signal this correction to the 1.4745 - 1.4820 range.

Long Trade Setups: Breakouts above 1.4600.

Short Trade Setups: Sell on pullback to 1.4586 or push below 1.4495.

Technical

Support	Resistance
1.4501-15	1.4558-70
1.4480	1.4584
1.4458	1.4615-30
1.4407	1.4665
1.4350	1.4691
1.4300	1.4759

Tim's Pick

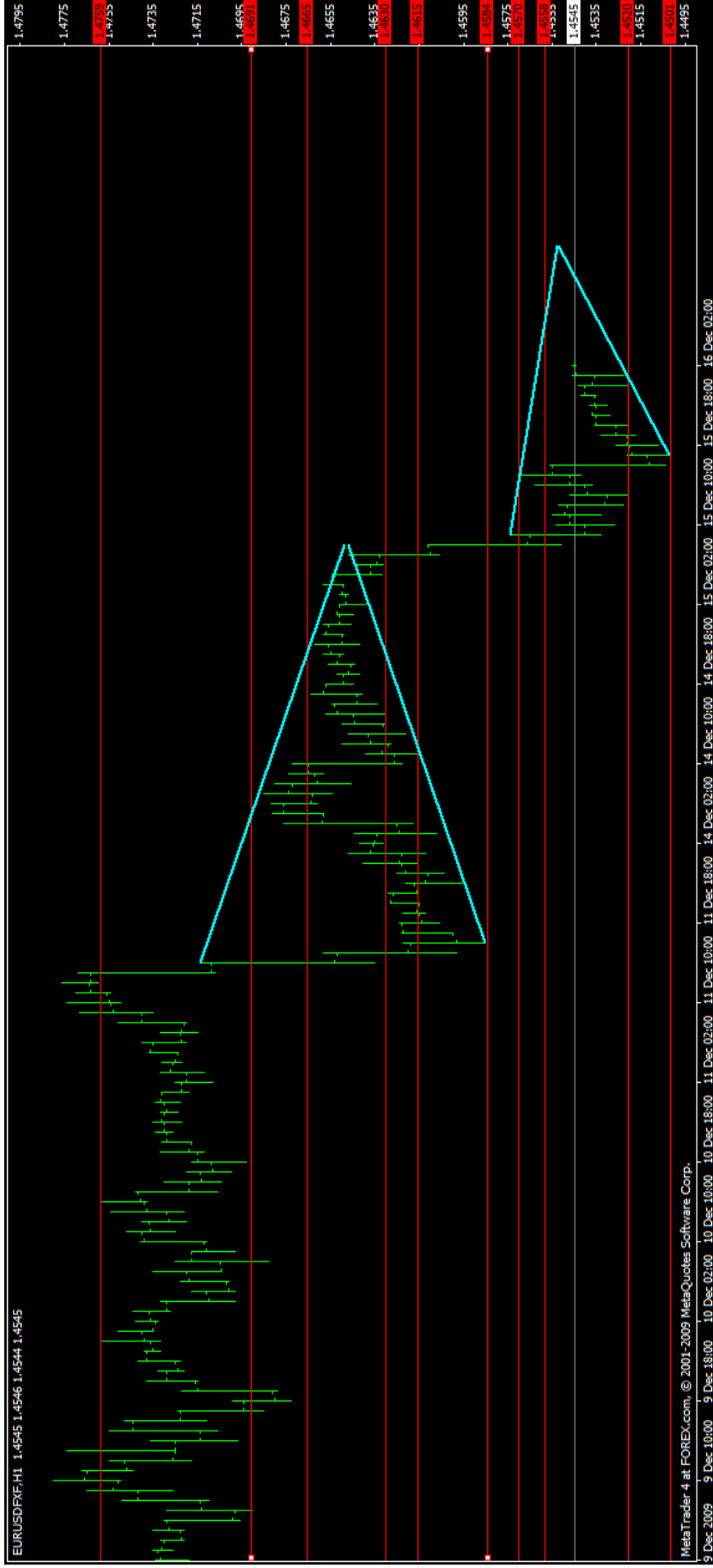
1. Aggressive - Sell Limit near 1.4586 with stops above 1.4666
 2. Conservative - Sell Stop below 1.4495 with stops above 1.4572
- Targets for a continued bear move are 1.4459 and 1.4400.

Fundamental Picture

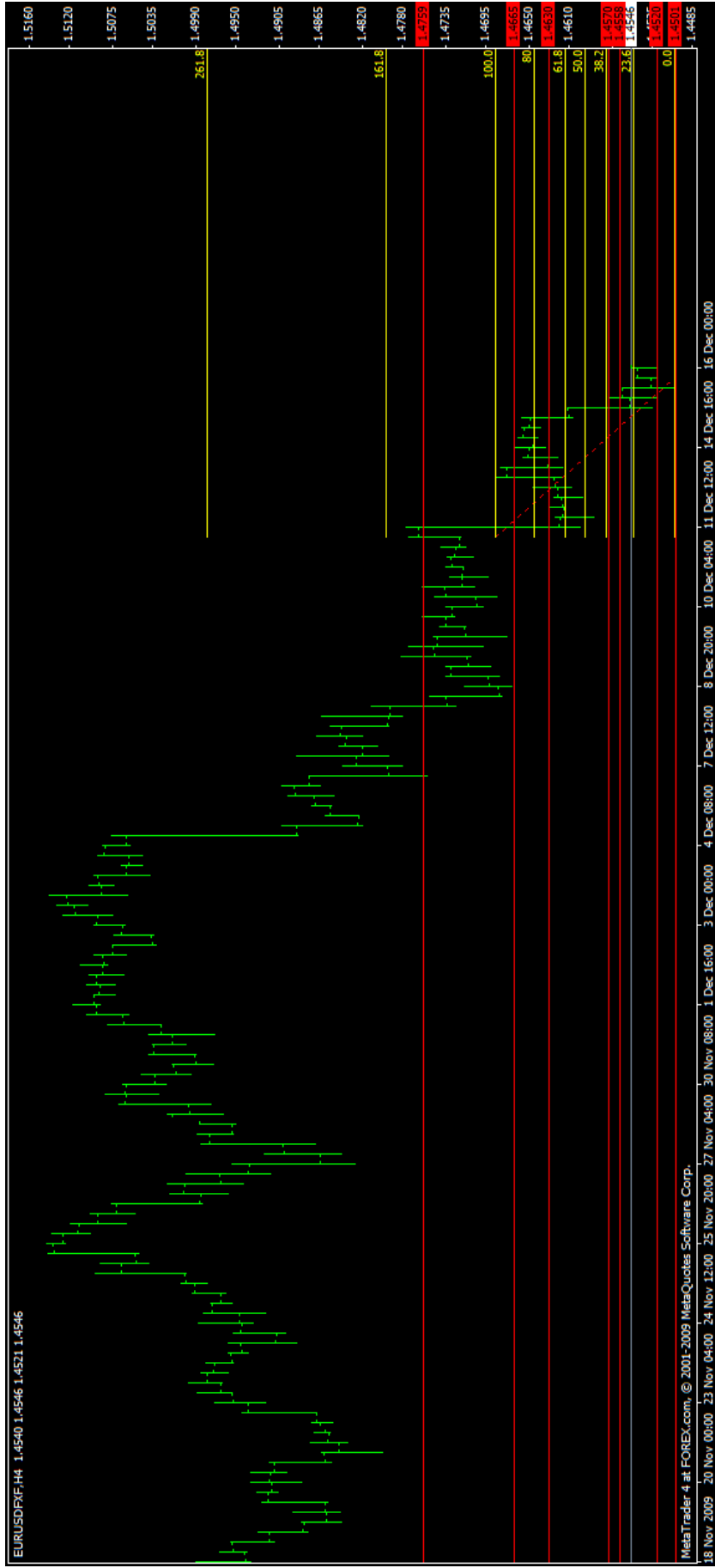
COT: 49/40 (Neutral)

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.

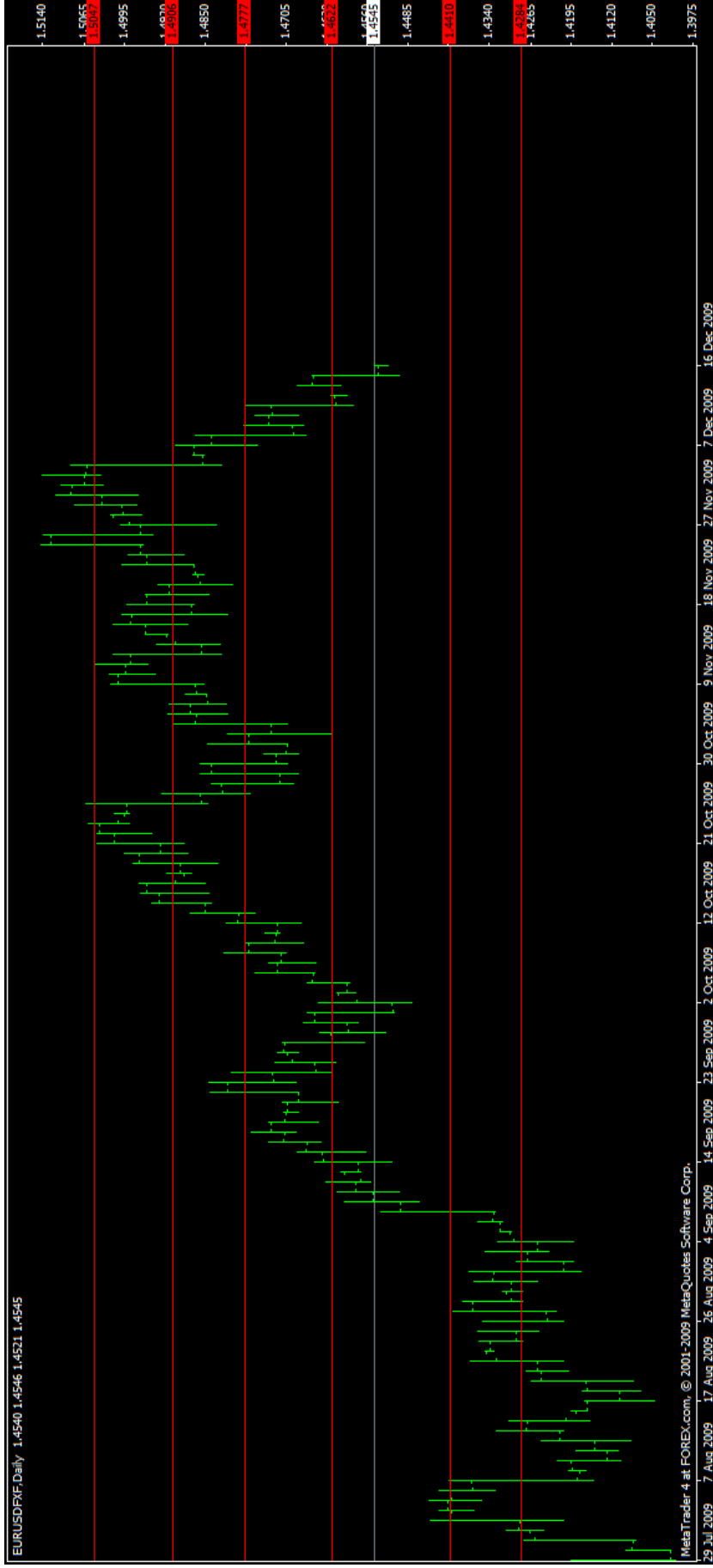
Notes: Believe it or not, the news from the US has been good. Employment looks good, consumer spending is up. Other than France and Germany, Europe isn't doing so well. Look for more bear operations on EURUSD.



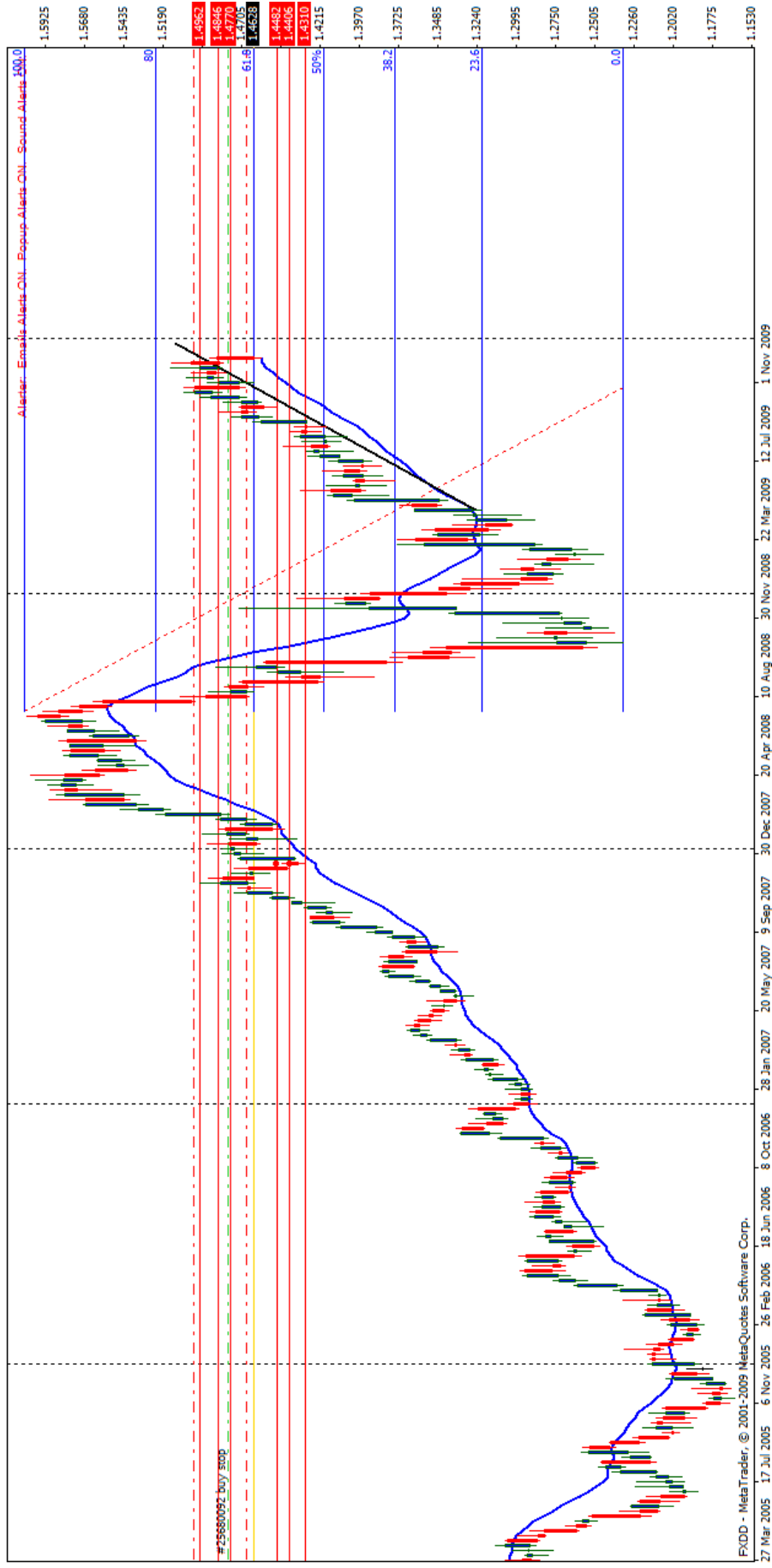
EURUSD 1H Chart



EURUSD 4 Hour Chart



EURUSD Daily Chart



EURUSD Weekly Chart