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Wed Aug 05 2009 10:07:37

Yesterday we traded to a high of 1.1796 and closed at 1.1763, as it seemed the Bulls had paused for breath before the next big push, and it's more than possible this morning is the start of this 'big push'. We've surpassed 1.1796 and have traded to a high of 1.1816. Above **1.1820** we'd be looking for a re-test of the recent high set 22nd June at **1.1908**. If we see a clean break of this we'd then be gunning for **1.2150**, a longer term level. This is the 38.2% **Fibonacci** Retracement of the down move starting January 2007. We'd be taking our long positions off of the table on an approach to here and awaiting the next big move. After all, this may just be a corrective bounce in what is essentially a Bearish market. A strong move through **1.2146** would certainly suggest otherwise, and we'd get aggressively long.

Indicators in play.

Fibonacci introduced his sequence of numbers to mathematics back in the 1200's. These numbers appear in all walks of life but have an eerie influence on trading. We use the 38.2 level as an indication of the strength of the correction or indeed if the longer-term trend has changed.



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Summary

We're backing the Bulls in the short term now and our target is at **1.1908** initially.

Longer term we're backing the Bulls, buying dips all the time we're above **1.1485-91**. This is the low from w/c 13th July paired with a daily Marabuzo line. Our stop would be below this support area. Above **1.1908** we'd target **1.2146**.