

- USDCAD firm and bull move intact but gains are showing signs of slowing.
- EURCAD tests Fib resistance, firm daily close should see gains extend.
- GBPCAD rises through key resistance, may be poised to retest 1.7850.
- CADMXN weaker below trend channel, weekly patterns turning bearish.
- AUDCAD choppy, pivoting around 200-day/week MAs still.
- CADJPY softer, remains at risk of more losses towards 82.

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**USDCAD** gains are showing tentative signs of slowing—and perhaps even reversing on the intraday chart. The pace of USD gains has slowed over the past day or so after the sharp jump above 1.30 last week and intraday patterns do show some signs of weakness (hourly bear reversal off the new, 12m high set earlier today). Moreover, stochastic oscillators warn that the USD is heavily overbought. For now, however, the broader USD rally remains intact and, with trend signals bullishly aligned for the USD on the short, medium and longer term oscillators, we can only allow for modest and short-lived counter-trend corrections. A major turn in price action is needed to avoid a push on the mid/upper 1.33s (at least) near-term.



**EURCAD** is tentatively pushing through resistance in the 1.5395/00 zone to extend the—corrective, we think—rebound from 1.4925. Sustained gains through the close are needed to confirm additional upside risks towards 1.5540 (38.2% Fib retracement). We have been neutral on the EUR in recent days as initial retracement resistance held but the trend channel break and push above the 200-day MA lean towards the idea of the EUR doing a little better and a firm close today should help confirm that idea. Note that daily trend signals are still weak and weekly trend signals remain bearish, suggesting that the move up may be choppy—and could yet falter. Support now is 1.5350/75.



**GBPCAD** gains are extending nicely as the GBP gains easily through the 1.7565 (recent high)/1.7575 (38.2% Fib of the 1.84/1.70 decline). Short-term trends have turned more constructive for the GBP here recently and we think there is an even stronger case now for the cross to push on to the 1.7800/50 area. This should be major resistance. Trend signals are bullish on the shorter-term oscillator studies but still rather neutral/bearish on the longer run signals. Support has shifted up to 1.7560/70 now.



**CADMXN** remains under pressure. The CAD has weakened below short-term bull channel support and weekly price action is shaping up negatively for the CAD as well. After a significant push higher two weeks ago and a stall (doji candle) last week, a large net loss for the cross this week would form a bearish "evening star" on the weekly candle chart, implying that a major peak/reversal is forming just below the 16.00 area. We see retracement support at 15.24 (38.2% of the 14.09/15.95) perhaps coming under a little more pressure before the end of the week. A break below here targets the 15.05-15.10 area.



**AUDCAD** remains somewhat choppy and directionless with the market continuing to pivot around the low 0.98 area. As noted previously, this is where the 200-day (0.9823) and 200-week (0.9803) MA signals converge. Trend momentum is weak and it may take some time to resolve the choppy range trade. We remain neutral here for the moment. A move well above 0.99 or below 0.97 might be needed to drive a bit more direction in the AUD from here.



**CADJPY** retains a bearish technical feel, even though the cross is essentially trading close to yesterday's levels and above Tue's low. Intraday patterns look soft and the underlying trend here remains weak. Weekly price patterns suggest a major reversal unfolded through late May (bearish weekly reversal), as noted previously, and trend momentum signals are aligning bearishly for the CAD across short, medium and longer run studies. We continue to look for more weakness and target a push to 82, possibly 80.50. Resistance remains 83.80/85.



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