

- USDCAD crack trend support but may rebound to test mid-1.32 area.
- EURCAD range extremes tested and held; more sideways movement ahead.
- GBPCAD steady after slide under support; test of key 1.6650 ahead.
- CADMXN choppy in narrow range between 15.25/50.
- AUDCAD capped by 200-week MA, retracement risks rise.
- CADJPY tests low 86 area, fails and retreats quickly.

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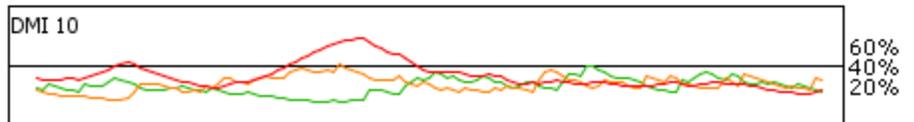
**USDCAD's** strong rejection (on the intraday charts) of the mid-1.33s last week as well as the noted bearish divergence with the daily slow stochastic (tracking lower as spot strengthened over the past month or so) have delivered a little more downside pressure on the USD overall, pushing funds through key trend channel support (now resistance) at 1.3240. The USD has bounced a little on the session so far today, however, with the USD decline yet to make any real impression on retracement/40-day MA support in the 1.3140/50 area. We think near-term trends look a little more balanced; gains back through 1.3210/20 might trigger a little more near-term USD strength but we think the mid/upper 1.32s should attract better selling pressure. The USD may have set a near-to-medium term peak last week.



**EURCAD** is stuck in a range; the EUR has failed to generate significant buying pressure to extend above the low 1.51 area over the past month. But nor has it managed to generate enough selling momentum to extend below the noted double top trigger around 1.4950 (tested yesterday). Trend signals are mixed to flat across all the short-term studies while the longer term price trend and trend momentum oscillator are still tilted somewhat lower, which is shading our view that the trend may head lower to retest the Oct low area at least in the next couple of months.

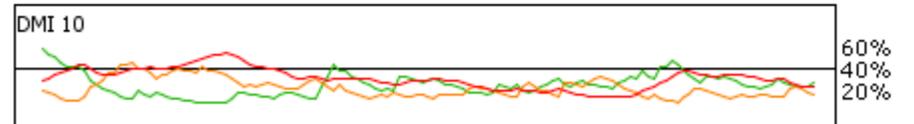


**GBPCAD** softened sharply Monday, falling below support in the mid 1.69s and easing towards the lower end of the recent trading range. Spot has consolidated today so far (potential inside range session) but we still feel that risks are tilted lower, given the GBP's double (top) failure around 1.7280 in the past couple of months. A break under the range low (potential double top trigger) at 1.6650/55 would imply scope for a drop back to the 1.60 area over the following 1-3 months.



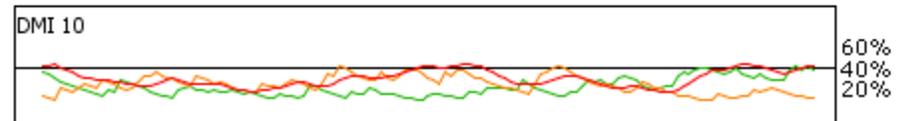
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**CADMXN** is extending Monday's bullish reversal and once again threatening the upper end of its range from late October. Momentum indicators are modestly bullish and the DMI's are confirming with a bullish alignment. Trend strength remains muted however. We await a clear, sustained break of the range roughly bound between 15.25 and 15.50.



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**AUDCAD** strengthened early Monday but failed to hold on to those gains and fell over the balance of the session, leaving a large and quite ominous-looking dark candle as potentially the high water mark for the cross for now. Stalled gains through the 76.4% Fib retracement resistance at 0.9739 suggest that the 200-week MA at 0.9770 remains a significant restraint on the topside for the cross. We think the AUD might slip a little more now and look for weakness to extend below 0.9690. A weekly close above 0.9770 is required to give the AUD a little more lift. Trend signals are bullish but the daily oscillator has started to moderate.



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**CADJPY** rallied to test the low 86 area Monday (as we expected) but (again, as we expected), gains were capped around the 40-day MA and the cross tumbled lower again in rather short order. Failure at the upper end of the short-term range suggests a renewed test of the low end of the recent trading band, defined by the 200-day MA/trend channel base around 84.85. Note muted trend signals support the motion of a range-bound market for now.



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