USDCAD’s weekly chart is not telling us an awful lot more than the hourly or daily charts—the USD is flat-lining amid weak trend dynamics within a well-defined range. With the USD effectively blocked around 1.35, or a little above, consistently over the past month the weekly chart does, however, reflect the fact that USDCAD price action is starting to encroach on minor trend support just under 1.34. But we think it will take a clear push under weekly trend (channel) support at 1.3298 currently to signal a more significant breakdown in price action. Major resistance remains 1.3525 (longer run Fibonacci retracement).

EURCAD’s weekly chart reflects the quite remarkable resilience in the cross to downside pressure. The EUR has been range bound for much of the year and more recent price action has concentrated around key, longer run MA support/resistance (40-week MA at 1.5084). We think longer run price signals here are negative but the underlying trend dynamics, reflected in the daily, weekly and monthly DMI signals have refused to roll over bearishly. The EUR slide extended to test weekly trend support in the mid-1.49s but the EUR rebound in late week trading suggests more range trading lies ahead. Look for support in the mid-1.49s and resistance in the mid-1.51s.
GBPCAD has traded well off the mid-week low now, leaving hammer-like signals on the daily and weekly candle charts. We are not persuaded that any GBP rally will amount to anything more than a corrective rebound in the short run, however. We think the GBP break of support at 1.73 last week and the slide below the base of the rising channel in place since Oct point to more weakness ahead. Trend oscillators are aligned bearishly—if weakly—for the GBP and monthly price action is shaping up to be especially bearish for the GBP. We think corrective gains are likely to remain limited to the mid-1.71s for now and expect minor GBP gains to attract renewed selling interest.

CADMXN has spent seven weeks trading between 14.00-14.35 and, on the face of it, could well spend another seven doing the same thing. The CAD broke above soft trend resistance last week but failed to accelerate higher with bearish weekly trend signals reining back the potential for the CAD to pick up more support. But shorter and longer term trend dynamics are weak and we rather think the cross will have to move through 14.00 on the downside or above 14.60 to generate more directional momentum.

AUDCAD losses reversed through mid-week, leaving the cross little changed on the week now. The rebound has exceeded our expectations to some extend but resistance in the low 0.93 area has contained the recovery so far. The weekly candle looks like a “harami cross” - a bullish configuration which implies a little more upside pressure into next week. We note that trend momentum signals remain aligned bearishly for the AUD, however, and will reserve judgement on the outlook for now. Sustained gains back above 0.9320 may see the mid-0.94s retested.
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CADJPY is largely conforming to expectations. The weekly chart reflects a net loss overall for the CAD at this late stage, suggesting that outcall for short-term, corrective gains to the mid/upper 82 area before the downtrend resumes was the correct one. There remains the risk that the “rounded” nature of the mid-May low and recovery might represent a more durable base for the CAD and a platform for it to rally. But that risk looks much reduced now and we note that trend momentum signals are aligned bearishly for the CAD across short, medium and longer term timeframes which will make it harder for the CAD to rally. We continue to target 80.40/50.

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