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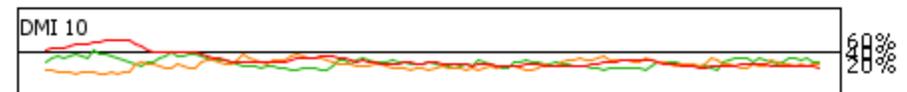
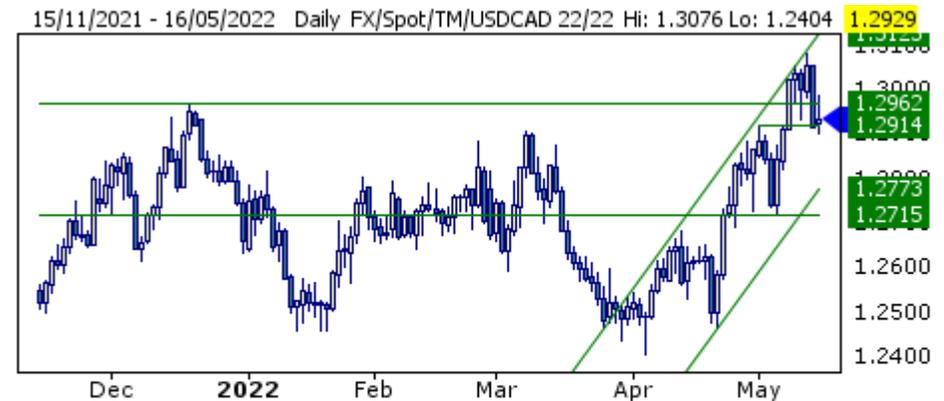
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Overview

- USDCAD's turn lower last week signal possible top; pressure on 1.2910/15.
- EURCAD capped in mid 1.37s, retains a weak technical tone.
- GBPCAD struggles to find support but may have a toehold near 1.58.
- CADMXN edges below range base, may extend lower on bear momentum.
- AUDCAD slide extends back to early 2022 low.
- CADJPY edges lower, looks to have peaked but upside risks remain.

USDCAD

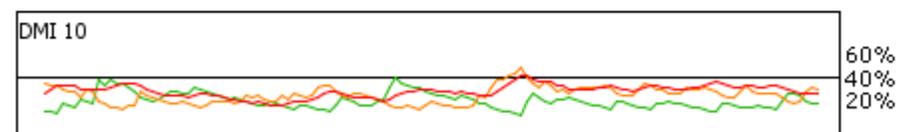
USDCAD traded to new cycle highs last week but gains nearing 1.31 were not sustained and the USD closed well off the peak on Friday, leaving potentially negative print (bearish “shooting star” candle) on the weekly chart. The daily pattern of trade reflects the USD’s upward track in March and April but we note the lack of supportive trend strength (DMI) which suggests the USD is prone to the corrective forces implied by last week’s price action. Short-term signals are leaning USD-negative this morning. We note short-term trend support at 1.2910/15 is under pressure in early trade ahead of more important support at 1.2885. Weakness below 1.2885 would target a drop back in the USD to the low 1.27 zone in the next few days, we believe. Friday’s weak close for the USD may be a decisive development for the CAD which points to an end to successive weekly losses following the USD’s gains from the low 1.24 zone since April.



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EURCAD

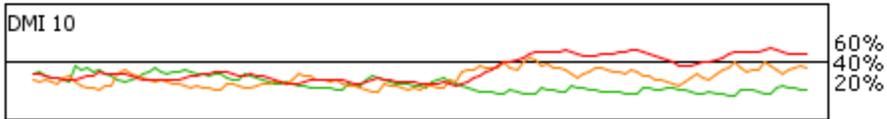
EURCAD remains under technical pressure. The daily chart shows solid resistance in the mid-1.37 zone where EUR rallies have stalled consistently in the past few weeks and the weekly pattern of trade reflects a solid rejection (outside range) against that point last week. The alignment of trend oscillator signals in particular is a problem for the EUR; the intraday, daily and weekly signals all suggest deeply entrenched bear momentum on the cross which will limit the EUR’s ability to recover—as the block at 1.3755 reflects. The EUR is finding support in the 1.3395/00 zone at least but downside risks remain for this cross towards 1.31/1.32. The one issue we can note which suggests weakening bear pressure on the EUR is the narrowing, downward-sloping range that has developed since March. Still, the EUR needs to trade above 1.3715/20 to give this some validity and clearly needs to crack on above 1.3755 in order to rally.



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GBPCAD

16/11/2021 - 16/05/2022 Daily FX/Spot/TM/GBPCAD 22/22 Hi: 1.7377 Lo: 1.5779 **1.5847**

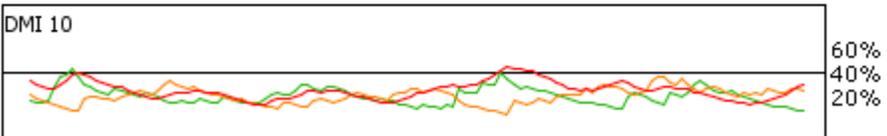


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GBPCAD is struggling to find a stable foothold still as bear trend momentum runs deep and strong across the short, medium and long-term oscillators. However, we note that the GBP is see some support emerge near 1.58, which equates to the post Brexit lows tested a handful of times since 2016. The GBP looks heavily oversold technically (and historically very “cheap” in our opinion) so we cannot ignore the support that is evident on the daily chart. But we do think there is a “show me” element to price action here with a break above 1.6090—effectively a double bottom trigger after the repeated tests of 1.5790—the bare minimum we look for to signal a modestly firmer GBP profile at least may be developing. Below 1.57/1.58, there is not much support for the GBP until the 2013 lows near 1.5250.

CADMXN

16/11/2021 - 16/05/2022 Daily FX/Spot/TM/CADMXN Hi: 17.362 Lo: 15.489 **15.548**

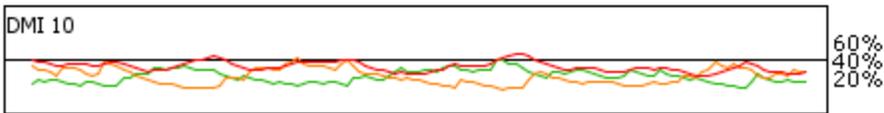


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CADMXN is pressuring the recent range lows around 15.60. Strengthening bearish trend momentum (daily and weekly DMIs are aligned bearishly for the CAD) suggest ongoing downward pressure on the cross towards 15.25/30 (lows from late 2020/early 2021). Regaining 15.70 relieves pressure on the CAD to some extent but that may be a tall order while trend signals are aligned so strongly.

AUDCAD

16/11/2021 - 16/05/2022 Daily FX/Spot/TM/AUDCAD Hi: 0.9515 Lo: 0.8910 0.8948

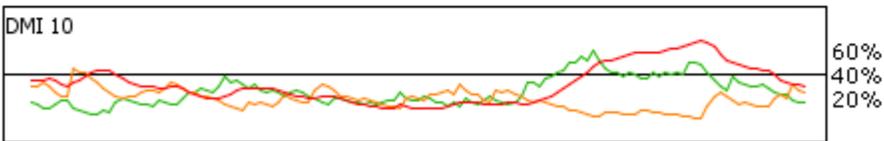


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AUDCAD's round trip move back to the early 2022 low has been quite spectacular and leaves the Aussie in a very difficult position on the chart. The Jan low at 0.8910 clearly offers the AUD some support but the heavy selling in the cross in March and April suggest downside risks here remain significant, the more so as trend signals are aligned bearishly for the AUD across short, medium and long term DMI oscillators. A break under 0.8910 could see the AUD slip another cent to the low 0.88s (61.8% retracement of the 2020/21 rebound at 0.8820). We do think the AUD is looking oversold but absent any signs of a rebound developing against the low 0.89s, lower levels look likely.

CADJPY

16/11/2021 - 16/05/2022 Daily FX/Spot/TM/CADJPY 22/22 Hi: 102.94 Lo: 87.450



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CADJPY's rally has stalled—but the JPY is finding it hard to rebound at this point. Price action suggests that a peak is in, with the weekly candle chart forming a bearish “doji star” at the end of April. The gently sloping correction in the cross leaves the door open to a possible extension in the CAD rally (potential bull flag break above 101.25) but we rather look for more pressure on the 99 level in the near-term and broader pressure on key support at 97.65/75 (last week’s low and retracement support). Weakness through this point should pave the way for a drop back to the 94/96 range.

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