

- **USDCAD** slide stalls below 1.23 but scope for USD gains is limited; 1.20 test still on.
- **EURCAD** consolidates but broader tone remains soft after break below 1.50.
- **GBPCAD** firmer on the day but loss of support in the 1.72s spells more softness.
- **CADMXN** rally extends to 61.8% retracement of recent decline; undertone bullish.
- **AUDCAD** retains a weak undertone, needs to regain 0.95+ to stabilize.
- **CADJPY** capped in low 89 area, 2018 high, but broader trend remains bullish.

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**USDCAD** is consolidating after staging its lowest weekly close since September 2017 on Friday. There is little to suggest at this point that the USD is poised to rebound to any significant extend. We think the window for a meaningful rebound remains relatively small, given the solidly bearish alignment of trend strength oscillators across the daily, weekly and monthly DMIs. We spot strong resistance in the mid/upper 1.23s but the scope for USD strength is perhaps even more restricted than that—to the low/mid 1.23s. Support is 1.2250, the early 2018 low, but the real objective for this move remains 1.2065, the 2017 low point. Look to fade minor USD rallies.



**EURCAD** is consolidating, trading inside Friday's large, negative range just above the early April low. The cross has run into decent selling pressure through early North American trade and the intraday consolidation (potential bear flag) is in danger of breaking down at writing. This should put the cross on track for a test of 1.4725—which would be fully in keeping with the broader, bearish signals that have evolved here in the past few weeks (breakdown from the April bear wedge consolidation). More broadly, we think the loss of support for the cross around the 1.50 line in recent week tilts medium term risks towards a push back to the 1.40-1.45 range.

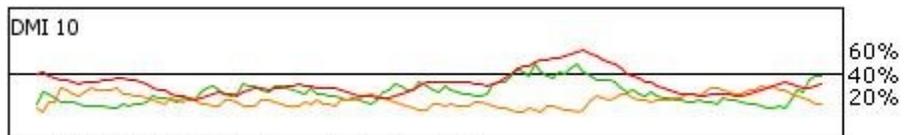


**GBPCAD** is trading inside Friday's large downward leg so far today but the GBP's loss of support below the base of the 2021 range around 1.7180 and below short-term trend support in the low 1.72s tilts risks towards further losses in the near-to-medium term. Trend signals are shifting towards signaling a broader, bearish tone for the cross. All things considered, the scope for GBP gains from here looks limited (high 1.71s) and we think the broader CAD strength tends to support the idea of a retest of the late 2020 GBP low at 1.6775.



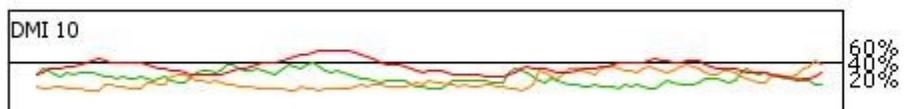
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**CADMN** gains have extended further than we expected. The cross breezed through resistance in the low 16s (200-day MA at 16.0850 currently) to test the 61.8% Fibonacci retracement of the March/April decline (16.5390). There is little sign that the CAD rebound is poised to halt here, however. Gains through 16.54 should trigger more gains. We think this is a likely outcome, considering the bullish alignment of trend strength oscillators across the intraday, daily and weekly DMIs. Look for firm support on CAD dips from here (to 16.25/50).



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**AUDCAD** is continues to decline, even if intraday movement here also suggests short-term consolidation. The AUD failed to find much—any—support around 0.9640 and we are somewhat dubious that the upper 0.94s will provide much more underpinning for the AUD in the short run. Trend signals are tilting bearishly for the AUD across a range of DMI signals and, unless the cross regains the low 0.95 zone in quick order—this week—the risk of additional losses towards the 0.90-93 range will increase.



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**CADJPY's** rally has extended to test the low 89 zone, a high point on the cross from 2018. Intraday price action suggests a stall here may be developing but the broader undertone for the CAD remains constructive; the break out from the March/April consolidation implies scope for a further, marked increase in the CAD and the bull move is supported by a bullish alignment of trend signals on the daily, weekly and monthly trend oscillators. That should mean solid support for the CAD on modest weakness (high 87s/low 88s).



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