

Weekly FX Charts Newsletter

September 10, 2018

The Weekly FX Charts Newsletter provides Cornelius Luca's trade ideas, model signals, and absolute charts

Disclaimer © 2018 Luca Global Markets, LLC (LGM, LLC).

All rights reserved. This content is provided as general information only and does not constitute investment advice or a representation that any investment, security or other product is suitable for any person. This content reflects the opinions only of the author and cannot be interpreted as advice.

This content is the intellectual property of Cornelius Luca. Any copying, distribution or redistribution of this content is expressly prohibited without the prior written consent of Cornelius Luca.

Cornelius Luca shall not be liable for any errors in the content, or for any actions taken in reliance thereon.

Luca Global Markets, LLC

Weekly Charting Newsletter September 10, 2018



Trade Ideas

- Majors: Long GBPUSD *while above* the 5-day exponential moving average
- Commodity dollars: Short AUDUSD *while below* the 21-day exponential moving average
- Crosses: Long GBPJPY *while above* the 21-day exponential moving average
- Asia: Long USDINR *while above* its 5-day exponential moving average
- Latam: Long USDBRL *only when above* its 21-day exponential moving average
- Eastern Europe: Long USDRUR *while above* the 5-day exponential moving average
- Cryptocurrency: Short bitcoin *while below* the 21-day exponential moving average

G10 FX Models – Daily & Weekly

	FX	Daily Model	since	Daily Bias (> or < 21-day EMA)	Daily Risk	Weekly Model	since	Weekly Bias (> or < 21-week EMA)	Weekly Risk
Majors	EUR/USD	S	7-Sep	slightly bearish	slightly bearish	L	10-Sep	slightly bearish	neutral
	GBP/USD	L	5-Sep	slightly bullish	slightly bullish	L	24-Aug	bearish	neutral
	AUD/USD	S	7-Sep	bearish	bearish	S	27-Aug	bearish	bearish
	NZD/USD	S	7-Sep	bearish	bearish	S	27-Aug	bearish	bearish
	USD/JPY	L	7-Sep	sideways	neutral	L	7-Sep	slightly bullish	neutral
	USD/CHF	L	7-Sep	bearish	slightly bullish	L	10-Sep	slightly bearish	slightly bullish
	USD/CAD	L	7-Sep	bullish	slightly bullish	L	7-Sep	slightly bullish	slightly bullish
Crosses	EUR/JPY	L	10-Sep	sideways	neutral	L	10-Sep	slightly bearish	slightly bullish
	EUR/GBP	S	6-Sep	slightly bearish	slightly bearish	S	31-Aug	slightly bullish	slightly bearish
	EUR/CHF	L	10-Sep	slightly bearish	slightly bullish	L	10-Sep	bearish	slightly bullish
	GBP/JPY	L	7-Sep	slightly bullish	slightly bullish	L	24-Aug	slightly bearish	slightly bullish

Source: Proprietary Luca Global Markets, LLC Model

FX Models – Daily & Weekly Emerging Markets

	FX	Daily Model	since	Daily Bias (> or < 21-day EMA)	Daily Risk	Weekly Model	since	Weekly Bias (> or < 21-week EMA)	Weekly Risk
<i>LatAm</i>	USD/MXN	L	7-Sep	slightly bullish	slightly bullish	L	10-Aug	slightly bullish	slightly bullish
	USD/BRL	L	10-Sep	slightly bullish	slightly bullish	L	6-Aug	bullish	bullish
	USD/CLP	L	6-Sep	bullish	slightly bullish	L	30-Aug	bullish	bullish
	USD/COP	S	6-Sep	bullish	slightly bearish	L	30-Aug	bullish	slightly bullish
<i>Asia</i>	USD/CNH	L	6-Sep	slightly bullish	slightly bullish	L	1-Sep	bullish	slightly bullish
	USD/INR	L	27-Aug	bullish	bullish	L	30-Jul	bullish	bullish
	USD/TWD	L	3-Sep	slightly bullish	slightly bullish	L	3-Sep	bullish	bullish
	USD/KRW	L	4-Sep	slightly bullish	slightly bullish	L	4-Sep	bullish	slightly bullish
	USD/MYR	L	29-Aug	bullish	bullish	L	13-Apr	bullish	bullish
	USD/SGD	L	29-Aug	bullish	slightly bullish	L	31-Aug	bullish	slightly bullish
<i>Eastern Europe</i>	USD/RUB	L	3-Sep	bullish	bullish	L	31-Jul	bullish	bullish
	USD/PLN	S	10-Sep	slightly bullish	slightly bearish	S	10-Sep	bullish	slightly bearish
	USD/CZK	S	10-Sep	slightly bearish	slightly bearish	S	10-Sep	slightly bullish	slightly bearish
	USD/RON	S	10-Sep	slightly bearish	slightly bearish	S	10-Sep	slightly bullish	slightly bearish
	USD/HUF	S	10-Sep	slightly bullish	slightly bearish	S	10-Sep	bullish	slightly bearish
	USD/TRY	L	10-Sep	bullish	slightly bullish	L	23-Feb	bullish	bullish
<i>Crypto</i>	Bitcoin	S	5-Sep	bearish	bearish	S	6-Aug	bearish	bearish

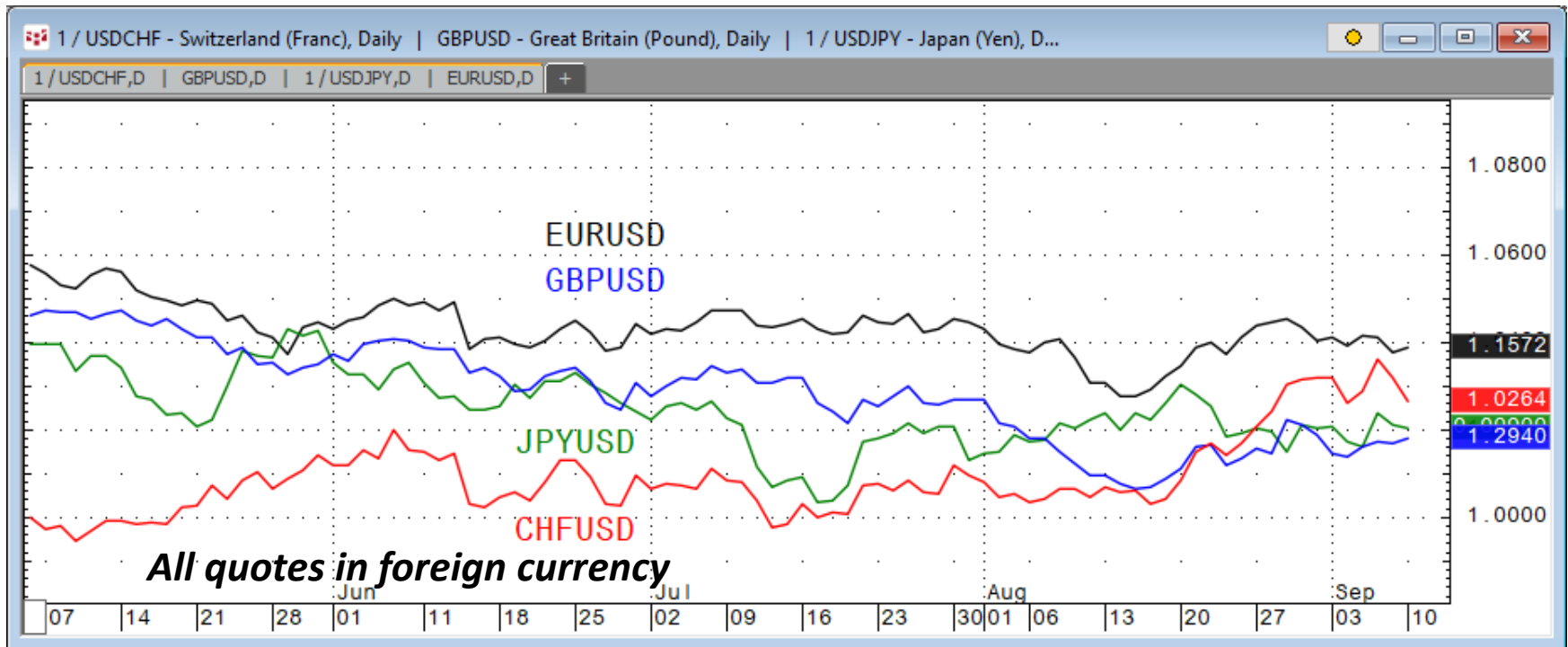
Source: Proprietary Luca Global Markets, LLC Model

FX Majors Trade Idea

Strongest: EURUSD

Weakest: GBPUSD & JPYUSD (but rising)

Trade idea: Long GBPUSD while above its 5-day EMA



COG Inc. © 2018 All rights reserved worldwide. <http://www.cog.com>

Mon Sep 10 2018 08:09:31, COG 18.12.8080

FX Majors Trade Idea

Comment:

Long GBPUSD while above its 5-day EMA

- GBPUSD reversed from a 14-month low on 8/15, when it nearly reached its 1.236% Fib extension, to a 3 ½-week high – Brexit fears be damned
- Its recovery vaulted above both its 5- & 21-day EMAs + its long-term declining trendline
- It's now trading in a rising channel
- Initial resistance: 1.3060
- Further resistance: 1.3110, 1.3175, 1.3245 & 1.3365
- Immediate support: 1.2890
- Further support: 1.2785 & 1.2660

- Fast stochastics: bullish
- MACD: bullish



COG Inc. © 2018 All rights reserved worldwide. <http://www.cog.com>

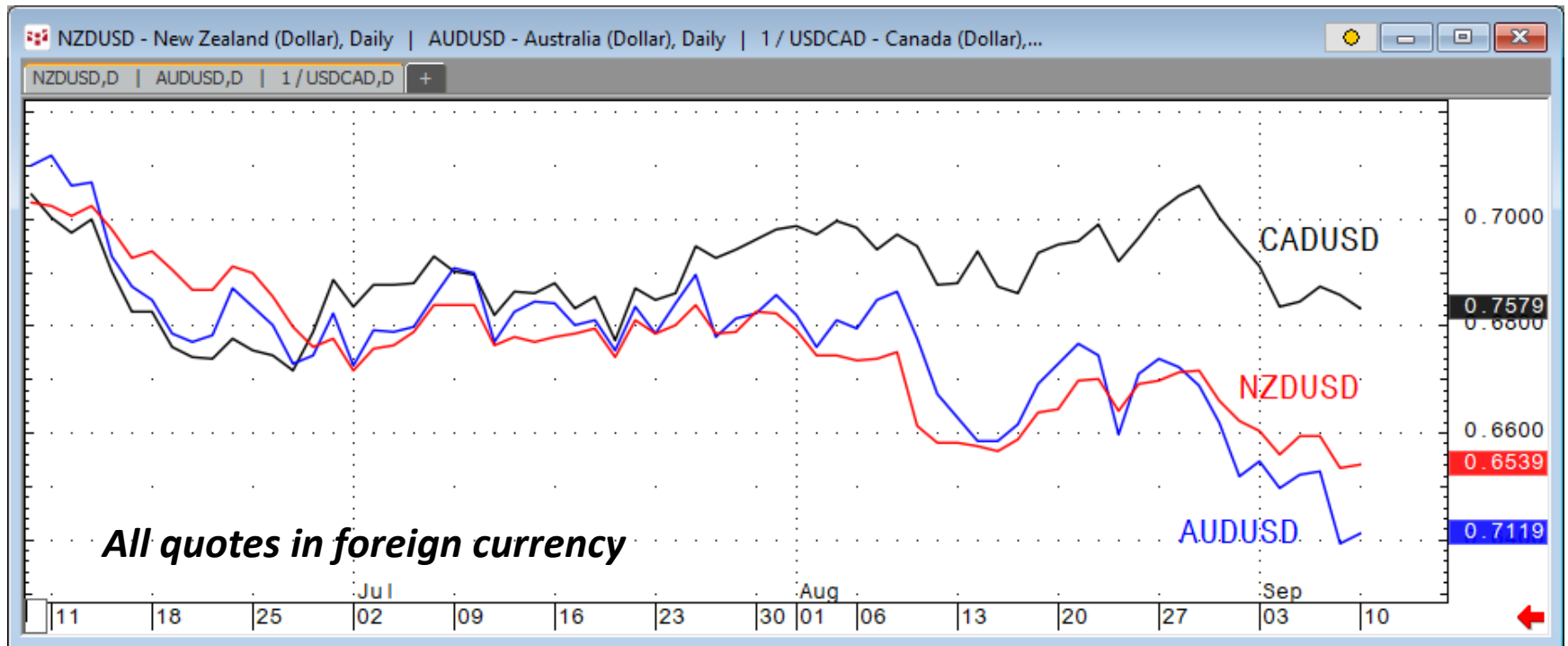
Mon Sep 10 2018 09:14:15, COG 18.12.8080

FX Commodity Dollars Trade Idea

Strongest: CADUSD (but declining)

Weakest: AUDUSD

Trade ideas: Short AUDUSD while below the 5-day EMA



CQG Inc. © 2018 All rights reserved worldwide. <http://www.cqg.com>

Mon Sep 10 2018 08:10:21, CQG 18.12.8080

FX Commodity Dollars Trade Idea

Comment:

Short AUDUSD while below the 5-day EMA

- AUDUSD is attempting to base at a 2 ½-year low, but remains in a declining channel
- It trades below its declining & divergent 5- & 21-day EMAs, and only a clear break above the former would signal short covering
- Immediate support: .7095
- Further support: .7060, .7010, .6957 & .6870
- Initial resistance: .7170
- Further resistance: .7260 & .7384
- Fast stochastics: bearish
- MACD: bearish



CQG Inc. © 2018 All rights reserved worldwide. <http://www.cqg.com>

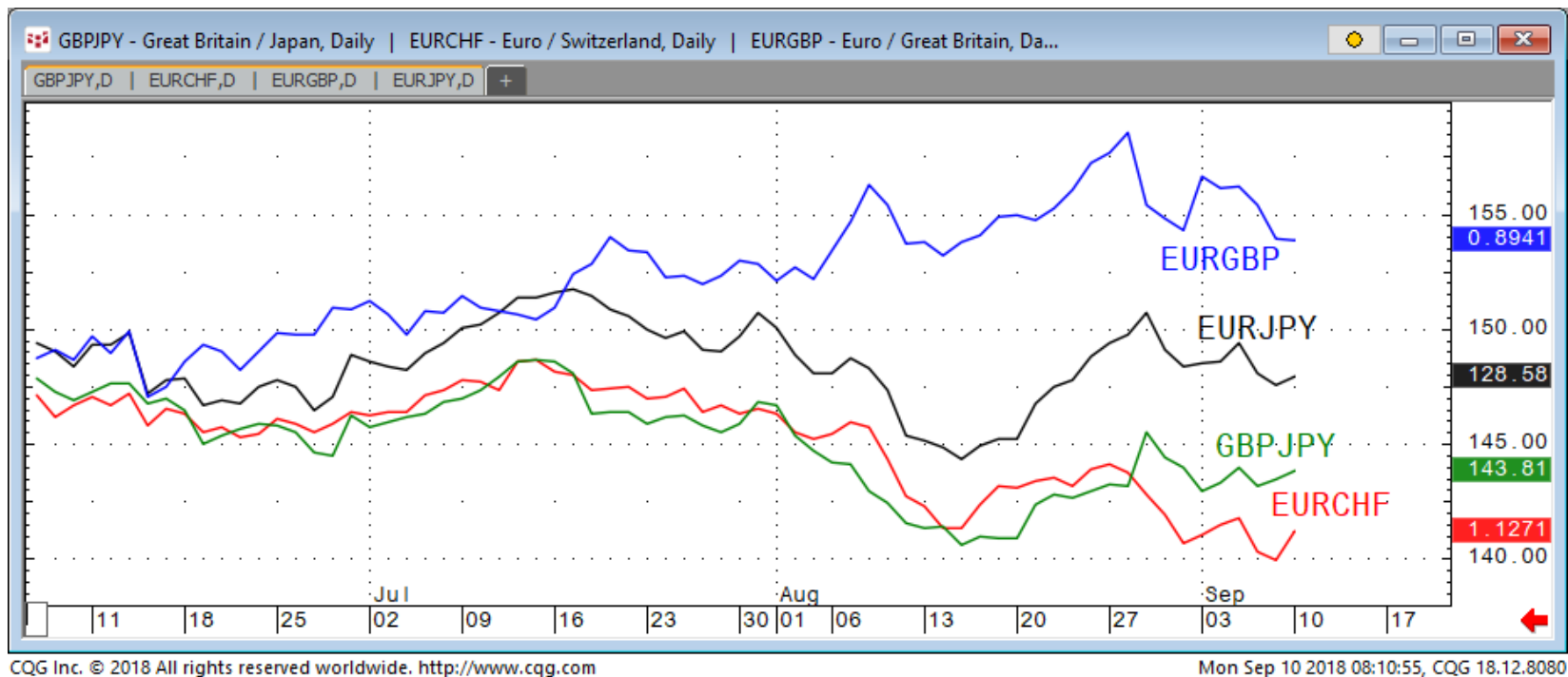
Mon Sep 10 2018 09:25:12, CQG 18.12.8080

FX Crosses Trade Idea

Strongest: EURGBP (but declining)

Weakest: EURCHF

Trade idea: Long GBPJPY while above the 21-day EMA



FX Crosses Trade Idea

Comment:

Long GBPJPY while above the 21-day EMA

- With EURGBP challenging strong support, GBPJPY seems to be a better trading choice
- While it remains in the upper half of a declining medium-term channel, it also trades (just) above both its neutral 5- & 21-day EMAs
- The topside is bordered by the 38.2% Fibo
- Initial resistance: 145.75
- Further resistance: 147.20 & 149.35
- Immediate support: 142.55
- Further support: 141.90, 141.05 & 139.85
- Fast stochastics: bullish
- MACD: slightly bullish

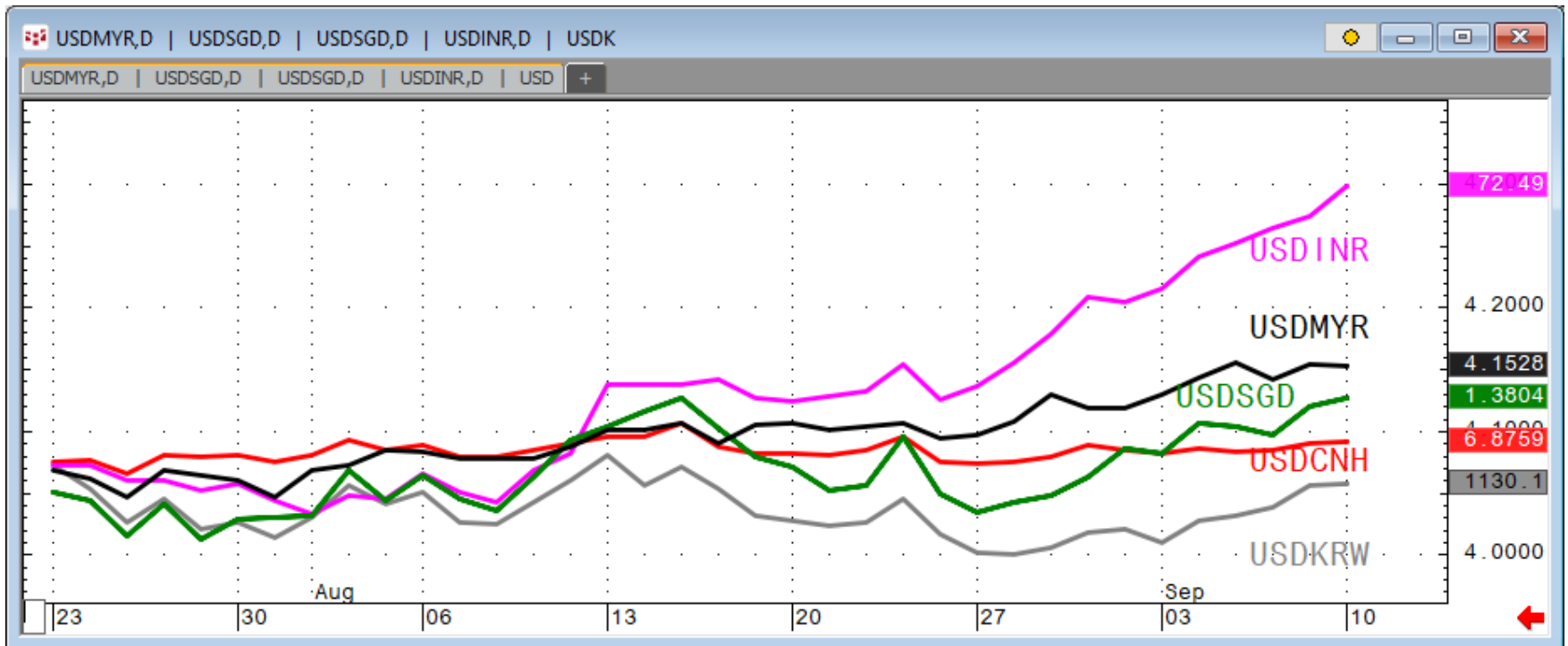


FX Asia Trade Idea

Strongest: USDINR

Weakest: USDKRW (but rising)

Trade idea: Long USDINR while above its 5-day EMA



CQG Inc. © 2018 All rights reserved worldwide. <http://www.cqg.com>

Mon Sep 10 2018 08:13:16, CQG 18.12.8080

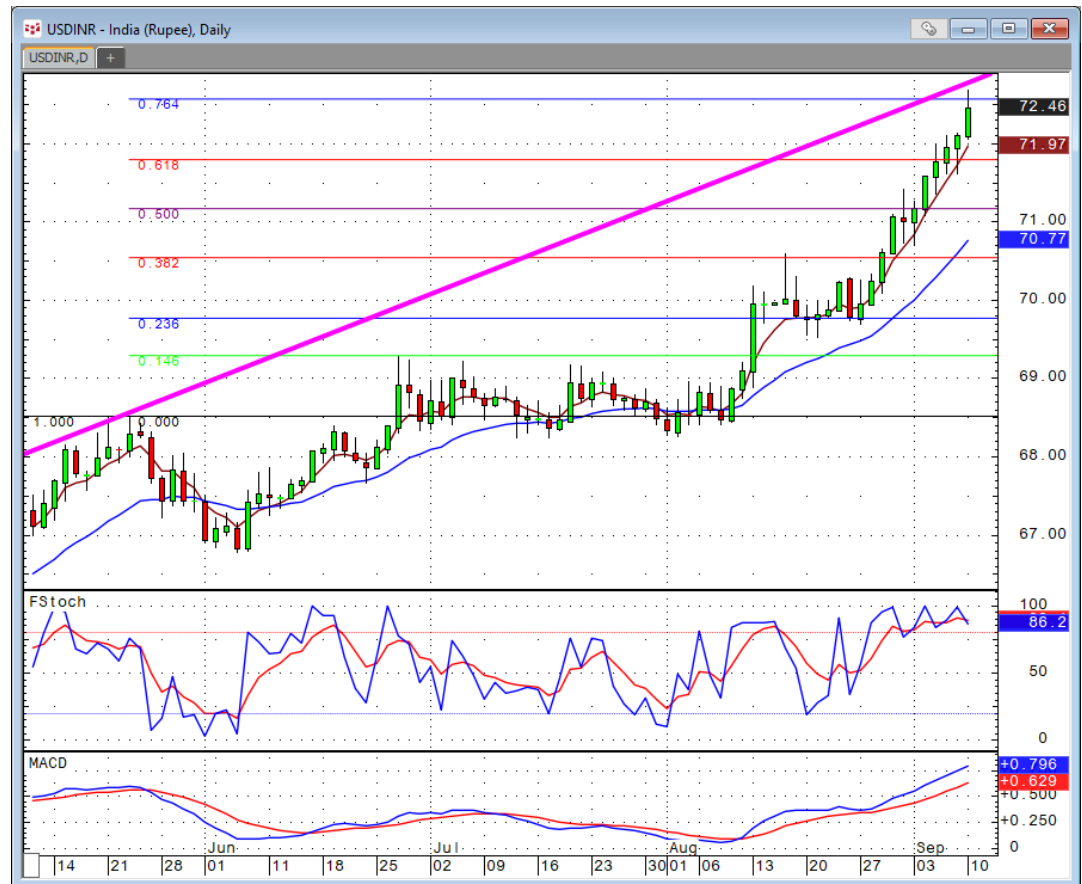
FX Asia Trade Idea

Comment:

Long USDINR while above its 5-day EMA

- USDINR is marching steadily up to record highs
- Its bullish path is bordered below by the 5-day EMA
- Initial resistance: 72.82
- Further resistance: 73.10, 73.9, 74.50 & 75.34
- Immediate support: 71.85
- Further support: 71.60, 70.77 & 69.69

- Fast stochastics: bullish
- MACD: bullish



CQG Inc. © 2018 All rights reserved worldwide. <http://www.cqg.com>

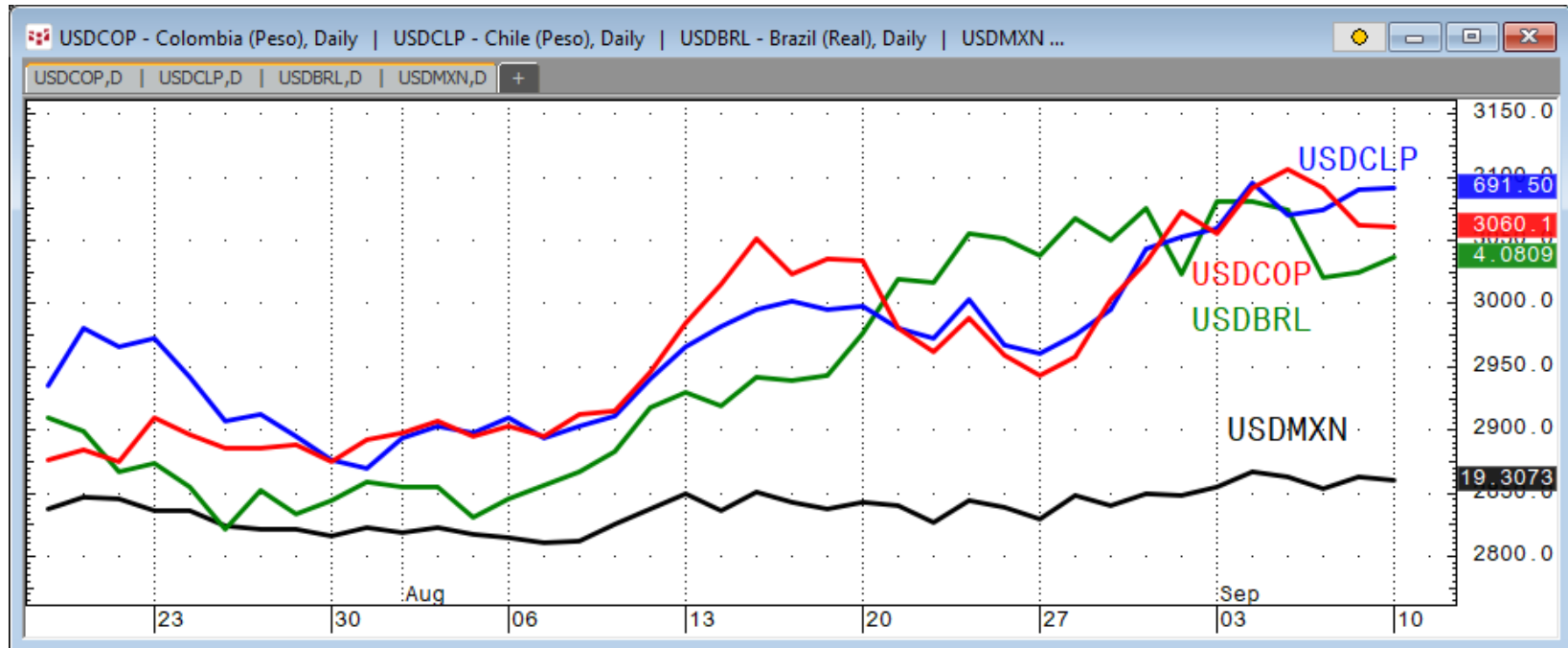
Mon Sep 10 2018 09:49:20, CQG 18.12.8080

FX Latam Trade Idea

Strongest: USDCLP & USDCOP

Weakest: USDMXN (but rising)

Trade idea: Long USDBRL only when above its 21-day EMA



CQG Inc. © 2018 All rights reserved worldwide. <http://www.cqg.com>

Mon Sep 10 2018 08:14:09, CQG 18.12.8080

FX Latam Trade Idea

Comment:

Long USDBRL only when above its 21-day EMA

- USDBRL is trying to base above its 21-day EMA after pulling back from a 3-year high
- Only a clear break below its 21-day EMA would confirm that a major top is in place
- Initial resistance: 4.1394
- Further resistance: 4.2164 & 4.2493
- Immediate support: 4.0357
- Further support: 3.9854, 3.9310, 3.8944 & 3.7466
- Fast stochastics: neutral
- MACD: slightly bearish >0

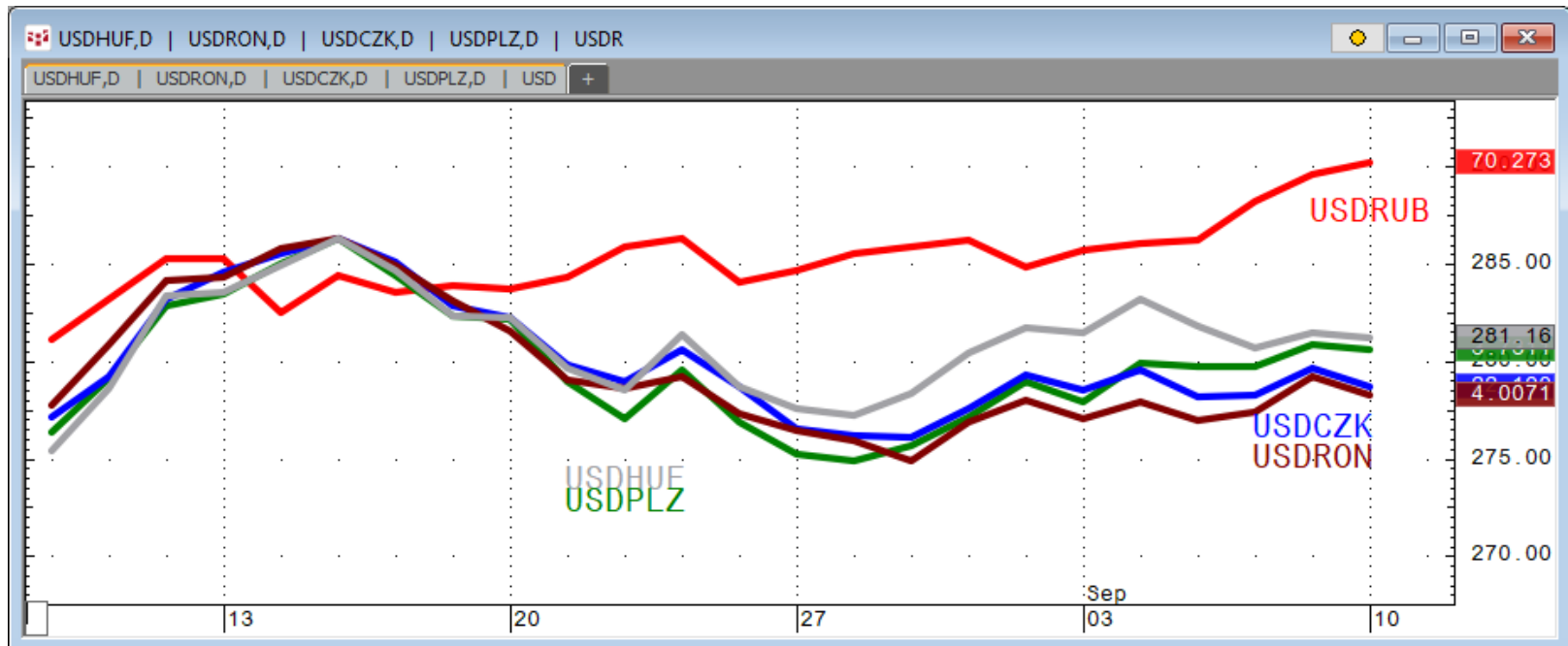


FX Eastern Europe Trade Idea

Strongest: USDRUB

Weakest: USDRON

Trade idea: Long USDRUR while above the 5-day EMA



CQG Inc. © 2018 All rights reserved worldwide. <http://www.cqg.com>

Mon Sep 10 2018 08:14:49, CQG 18.12.8080

FX Eastern Europe Trade Idea

Comment:

Long USDRUR while above the 5-day EMA

- USDRUR remains very bullish at a 2 ½ -year high
- It trades above both its rising & divergent 5- & 21-day EMAs
- Initial resistance: 71.07
- Further resistance: 71.61 & 72.48
- Immediate support: 69.19
- Further support: 67.365 & 66.492
- Fast stochastics: bullish
- MACD: bullish



CQG Inc. © 2018 All rights reserved worldwide. <http://www.cqg.com>

Mon Sep 10 2018 10:30:48, CQG 18.12.8080

Bitcoin Trade Idea

Comment:

Short Bitcoin while below the 21-day EMA

- Continuous nothingness.
- Bitcoin remains below its 21-day EMA & near its June low
- Demand & trust remain thin, so real strong factors are needed to generate interest
- Immediate support: 6,039
- Further support: 5,846, 5,240 & 3,662
- Initial resistance: 6,750
- Further resistance: 6,807, 7,080, 7,800 & 8,205

- Fast stochastics: bearish
- MACD: bearish



How to Use the Heat Map

Bias: If the Candle > 21-period EMA = bullish
 If the Candle < 21-period EMA = bearish
 If the Candle around 21-period EMA = sideways

Long or Short

Since when

Risk: Bullish or Bearish
 Candle as of Monday am EST

	Commodities	Daily Model	since	Daily Bias (> or < 21-day EMA)	Daily Risk	Weekly Model	since	Weekly Bias (> or < 21-week EMA)	Weekly Risk
Energy	Crude (CLc1)	S	27-Apr	bullish	slightly bullish	L	23-Mar	slightly bearish	slightly bullish
	Brent (LCOc1)	L	21-Apr	slightly bullish	slightly bullish	L	6-Apr	slightly bearish	slightly bullish
	Natural gas (NGc1)	S	23-Apr	bearish	bearish	S	20-Apr	bearish	slightly bearish
	Palm oil (FCPOc1)	L	24-Apr	sideways	neutral	S	20-Apr	slightly bearish	slightly bearish
Metals	Gold (GCc1)	S	24-Apr	bearish	bearish	S	20-Mar	slightly bearish	slightly bearish
	Silver (SIc1)	S	22-Apr	bearish	bearish	S	24-Apr	bearish	bearish
	Platinum (PLc1)	S	20-Apr	bearish	bearish	S	20-Mar	bearish	slightly bullish
	Copper (HGc1)	L	24-Apr	slightly bearish	slightly bullish	S	24-Apr	slightly bearish	slightly bearish
Softs	Coffee (KCN5)	L	24-Apr	sideways	neutral	L	24-Apr	slightly bullish	slightly bullish
	Cocoa (LCCN5)	L	23-Apr	bullish	bullish	L	13-Apr	bullish	bullish
	Soy meal (SMN5)	S	24-Apr	bearish	slightly bearish	S	24-Apr	bearish	slightly bearish
	Wheat (WN5)	S	24-Apr	bearish	slightly bearish	S	24-Apr	bearish	bearish
	Corn (CN5)	S	20-Apr	bearish	bearish	S	6-Apr	bearish	bearish

Source: Proprietary Luca Global Markets, LLC Model

L = long
 S = short