

Tip of the day

By Markets Dynamics Ltd
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► GBP/USD: Put SQ23

► Technical Analysis: chart



► Technical Analysis: comment and levels

The British Pound has been trading in a range versus the Dollar, mostly between 1.6690 and 1.5800 since early May, although it has briefly overflowed the resistance on a couple of occasions.

The currency pair has broken its ascending trend-line which had been in place since March 2009, and most recently its 100 and 200-day moving averages as well, which have significantly flattened out since early September. These signs of weakness should take the currency pair back towards its major support at 1.5330.

Any close above 1.5800 would cancel this bearish view.

Supports 1.5330 1.5060
Resistances 1.5800 1.6080

► Put SQ23: essential data

Strike	1.5
Expiration	Jun 10
Delta	-30%

► Underlying GBP/USD: strategy performance and risk

Performance at target	+1.96%
Performance at stop	-1.05%

Should you not share this market view, please be aware that there are other covered warrants that enable you to take the opposite view. In this case you could consider the SX94 (Call 1.6 Jun 10). The use and interpretation of technical analysis requires financial skill and judgment and if you are in any doubt you must consult an appropriately qualified Financial Advisor before investing.

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