

DIRECT LINKS:

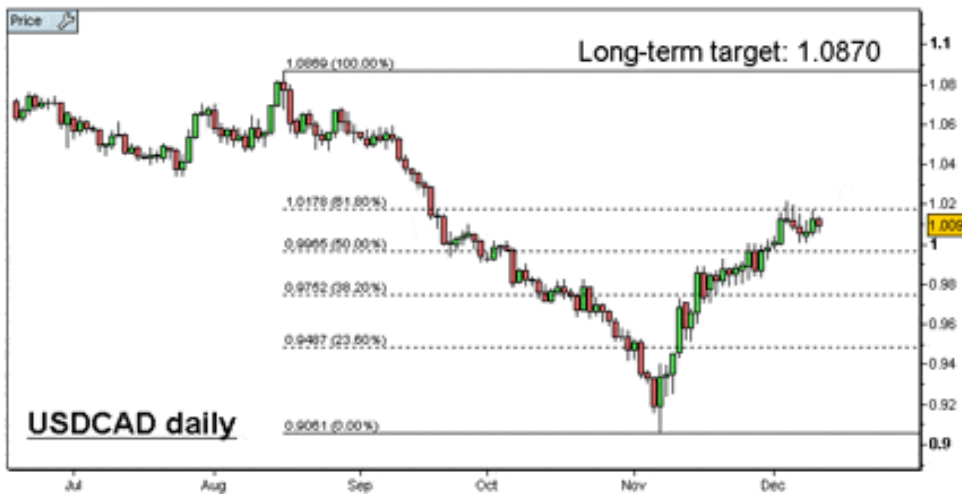
- ▶ [Forex Trading](#)
- ▶ [New To Forex](#)
- ▶ [Forex Quotes](#)
- ▶ [Charts](#)
- ▶ [White Labels](#)
- ▶ [Asset Managers](#)
- ▶ [Introducing Brokers](#)

FOMC cuts rates 25 basis points to 4.25% as expected

News and Events:

The news of the rate cut helped the US dollar gain against the Euro, but only temporarily, as the greenback gave back all of its gains early this morning. The accompanying statement has pointed to improved inflationary conditions however the housing market still weighing in on economic growth. Talk among traders signals falling confidence in Federal Reserve decisions as investors believe further rate cuts are in store.

Precious metals direction is undecided for now as the US dollar re-adjusts after the rate cut. Spot Gold and Silver have moved sideways for last three weeks but keeping in a bullish bias with the metals holding above \$785 and \$14.00 respectively. Expect range bound trading until the US dollar either breaks out or down.



Today's Key Issues (time in GMT):

09:00 EUR Italian Labor Costs (QoQ) (3Q)

09:00 EUR Italian Labor Costs (YoY) (3Q)

09:30 GBP Claimant Count Rate (NOV) 2.6% vs. 2.6%

09:30 GBP Jobless Claims Change (NOV) -5.0K vs. -9.9K

09:30 GBP Average Earning inc. Bonus (3M/YoY) (OCT) 4.2% vs. 4.1%

09:30 GBP Average Earning ex. Bonus (3M/YoY) (OCT) 3.7% vs. 3.7%

09:30 GBP ILO Unemployment Rate (3Mths) (OCT) 5.4% vs. 5.4%

09:30 GBP Manufacturing Unit Wage Cost (3Mths/YoY)

10:00 CHF ZEW Survey (Expectations) (DEC)

10:00 EUR Euro-Zone Employment (QoQ) (3Q)

10:00 EUR Euro-Zone Employment (YoY) (3Q)

10:00 EUR Euro-Zone Industrial Production s.a. (MoM) 0.2% vs. -0.7%

10:00 EUR Euro-Zone Industrial Production w.d.a. (YoY) 3.7% vs. 3.5%

12:00 USD MBA Mortgage Applications (DEC 7)

Bullish Attitude

Performance

Security

Simplicity

Transparency

**Free
Practice
Account**

**Trade
Currencies Online
With the Best
Conditions**



13:30 USD Trade Balance (OCT) -\$57.4B vs. -\$56.5B
13:30 USD Import Price Index (MoM) (NOV) 2.0% vs. 1.8%
13:30 USD Import Price Index (YoY) (NOV) 11.0% vs. 9.6%
13:30 CAD Int'l Merchandise Trade (OCT) C\$2.2 vs. C\$2.6

19:00 USD Monthly Budget Statement (NOV) -95.0B vs. -73.0B

21:45 NZD Retail Sales (MoM) (OCT) 0.0% vs. 1.0%
21:45 NZD Retail Sales Ex-Auto (MoM) (OCT) 0.0% vs. 0.5%

The Risk Today:

EURUSD is moving back up after hitting the lower trend line of it's upward channel on December 6th. Although it has recently slipped from reaching the 50% retracement level of the recent down move, our target for now is 1.4770.

GBPUSD support holds strong at 2.0150 with a target and resistance at 2.0660. The current upward trend shows enough momentum for that move up.

USDJPY is on a bounce after hitting a 12-year trend line support at 107.22. Should we break below this level again, this would be extremely bearish. Resistance at 112.20 and 114.75 holds firm.

USDCHF has crossed above it's daily 22-day moving average and finding support above 1.1180. Two daily closes below this level would confirm continuation of the downward trend. On the upside, nothing lies in the way until 1.1630.

Resistance and Support:

EURUSD	GBPUSD	USDJPY	USDCHF
1.5000 K	2.0833 S	117.63 S	1.1640 T
1.4967 S	2.0588 M	114.00 P	1.1500 P
1.4723 M	2.0520 M	112.15 M	1.1353 M
1.4683	2.0421	111.15	1.1317
1.4520 M	2.0200 S	110.00 M	1.1154 M
1.4500 K	2.0181 M	107.50 K	1.1000 S
1.4280 S	2.0000 K	106.50 S	1.0888 K
S: Strong, M: Minor, T: Trendline, K: Keylevel, P: Pivot			

Quick access to our 5 previous newsletters:

- ▶ [Dollar slipped against majors currencies ahead of FOMC](#)
- ▶ [US Jobs report lowered chances for an aggressive Fed rate cut](#)
- ▶ [Euro rose on ECB's Trichet hawkish comments. BoE cuts rate to...](#)
- ▶ [Dollar was stronger against major currencies after Job and...](#)
- ▶ [Forex market speculate on aggressive Federal Reserve rate cut](#)

This e-mail is intended solely for the indicated recipient(s). It may contain privileged and/or confidential information. If you are not one of the intended recipients, please notify the sender immediately and destroy this e-mail; you must not copy, distribute or take any action in reliance on the information contained within. Whilst all efforts are made to safeguard inbound and outbound e-mails, ACM SA cannot guarantee that attachments are virus free or compatible with your software and declines any liability in respect to viruses or computer problems experienced. Any views expressed in this message are those of the individual sender, except where specifically stated to be the view of ACM SA, its subsidiaries or associates. Additionally ACM SA declines any liability connected with losses incurred on transactions based on any market information and/or opinions contained within this e-mail. This message has been checked for all known viruses by McAfee Virus scan.

▶ [unsubscribe](#)