

FX Emerging Markets Weekly Technicals

Monday, 14 October 2013

Technical Outlook

| | | | |
|---|---|---|---|
| <p>1 Technical Analysis Banks Commerzbank</p> <p>Source: Euromoney FX Poll 2012</p> <p>2012  EUROMONEY</p> | <p>2 FICC Technical Analysis Research Team Best FX Research and Strategy Commerzbank</p> <p>Source: The Technical Analyst Magazine Awards 2012</p> <p>2012 </p> | <p>2 FICC Technical Analysis Research Team – Best FX Research and Strategy Commerzbank</p> <p>Source: Technical Analyst Magazine Awards 2013</p> <p>2013  the technical analyst</p> | <p>2 Technical Analysis Commerzbank</p> <p>Source: Euromoney FX Survey 2013</p> <p>2013  EUROMONEY</p> |
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For important disclosure information please see the end of the document.

Technical Outlook

Emerging market currencies are still gradually appreciating versus the Euro and US Dollar

| Market | Short term view (1-3 weeks) |
|----------------|--|
| EUR/PLN: | Continues to gradually slide back towards the 4.1443 September low. |
| EUR/HUF: | Briefly made a near three month low at 294.29 while en route to the 291.08 July low. |
| EUR/CZK: | Key support at 25.475/46 is expected to soon give way. |
| EUR/BRL: | Made a near three month low at 2.9350 while on its way to the 50% retracement at 2.9018. |
| USD/BRL: | Is sliding towards the 2.1419/2.1252 support zone. |
| EUR/TRY: | Retested the six month support line at 2.6679 which underpins; remains bullish. |
| USD/TRY: | Still tries to find support around the 55 day moving average at 1.9867; stays bullish. |
| USD/MXN: | We will retain our short term bullish view while USD/MXN stays above the 12.8940 level. |
| USD/ZAR: | Despite the current October setback USD/ZAR still targets the 10.2984/10.3610 resistance zone. |
| Rouble Basket: | Still tries to better the 55 day moving average at 37.67 which is expected to soon give way. |

Polish Zloty, Hungarian Forint and Czech Koruna vs. Euro (rebased)

Eastern European currencies continue to gradually appreciate versus the Euro

PLNEUR Spot Exchange Rate - Price of 1 PLN in EUR (PLNEUR)

 update

Daily PLNEUR Rebase HUFEUR Curncy 31/12/12 Rebase CZKEUR Curncy 31/12/12

14 Oct 2013 PLNEUR

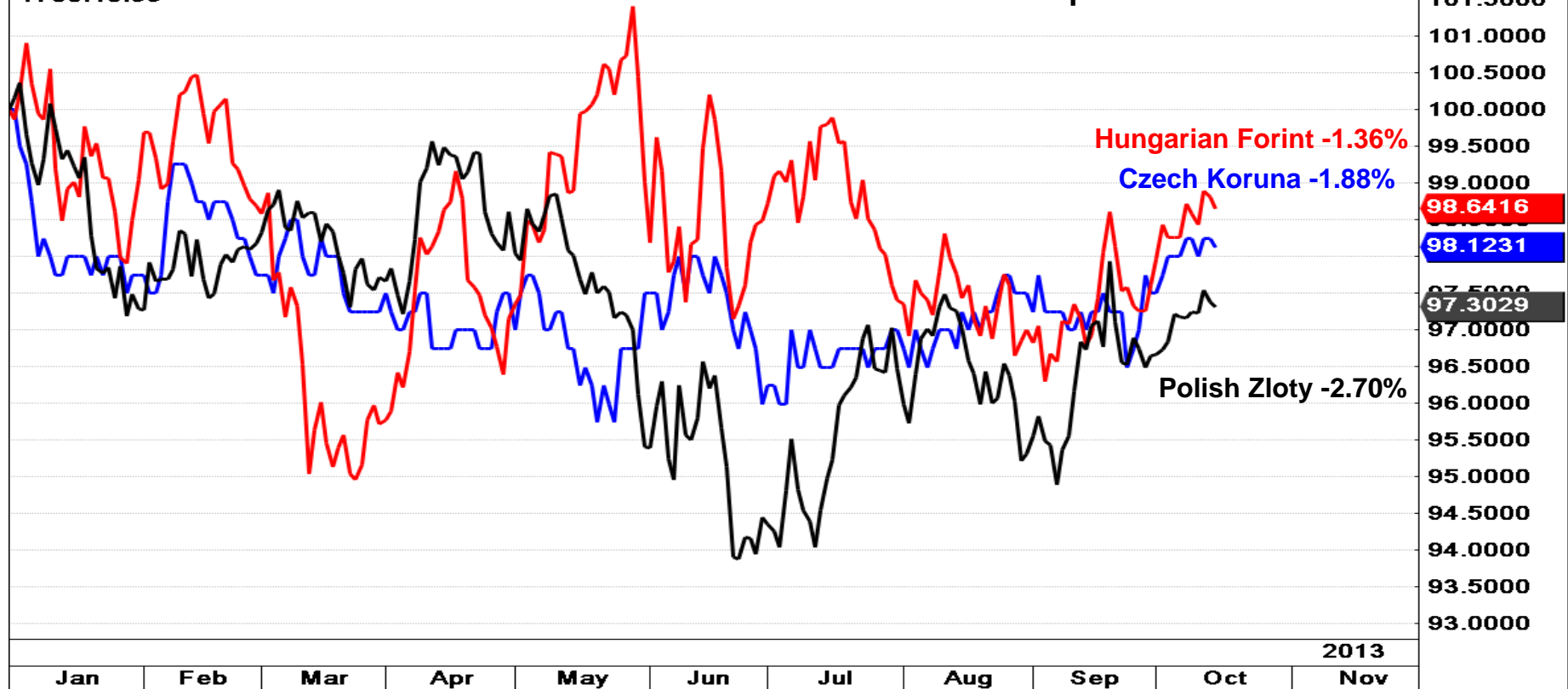
Ar

Update Professional : Data by Bloomberg

C: 0.23843 -0.00017 (-0.07%)

T: 08:40:55

2013 performance to date



Turkish Lira, South African Rand, Brazilian Real & Mexican Peso vs. US\$

EM currencies continue their appreciation versus the US Dollar

TRYUSD Spot Exchange Rate - Price of 1 TRY in USD (TRYUSD)

 update

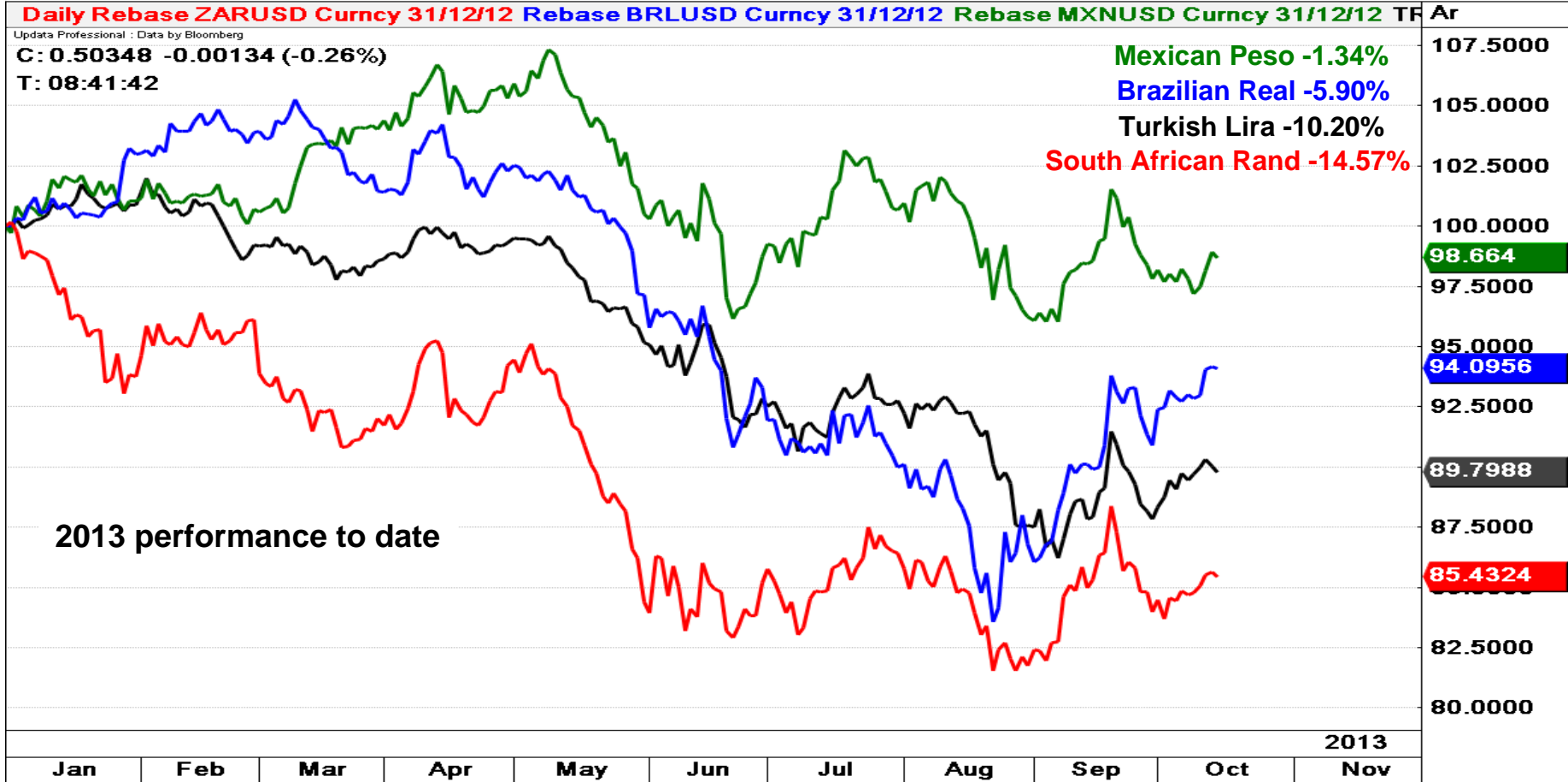
Daily Rebase ZARUSD Curncy 31/12/12 Rebase BRLUSD Curncy 31/12/12 Rebase MXNUSD Curncy 31/12/12 TF Ar

Update Professional - Data by Bloomberg

C: 0.50348 -0.00134 (-0.26%)

T: 08:41:42

Mexican Peso -1.34%
 Brazilian Real -5.90%
 Turkish Lira -10.20%
 South African Rand -14.57%



EUR/PLN - Daily Chart

Continues to gradually slide back towards the 4.1443 September low

- › EUR/PLN is now trading below the 200 day moving average at 4.2019 and continues to look weak.
- › Further range trading, mostly with a negative bias, should be seen into year end with the currency pair expected to stay below the 4.3098 September high.
- › As long as this is the case the odds favour a retest of the September low at 4.1443.
- › Failure there on a weekly basis will mean that a top has been formed with the 200 week moving average at 4.1188 then being in focus. It should be reached by the end of the first quarter of 2014.
- › Good resistance can now be seen between the 55 day moving average at 4.2268 and the late September high at 4.2403.

EUR/PLN Daily Chart



| Support | Resistance | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 4.1807&4.1518 | 4.2019&4.2144 | ➔ | ➔ |
| 4.1443&4.1187 | 4.2268/4.2403 | | |

EUR/PLN - Weekly Chart

Is sliding and a weekly close below the 4.1443 September low would be medium term bearish

EUR/PLN Weekly Chart



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EUR/HUF - Daily Chart

Briefly made a near three month low at 294.29 while en route to the 291.08 July low

- › Over the past few days EUR/HUF has not only been capped by the 200 day moving average at 296.76 but also made a near three month low at 294.29.
- › Once a drop through last week's 294.29 low has been seen, our one month view will turn bearish as well and lead us to target the 291.08 July low and the 289.62 mid-June trough. Further down the May low at 285.62 is to be found.
- › Resistance comes in at 296.76/298.14. This is where the 200 day moving average and the two month resistance line meet.
- › We will retain our short term bearish view while EUR/HUF stays below the 300.47 late September high.

EUR/HUF Daily Chart

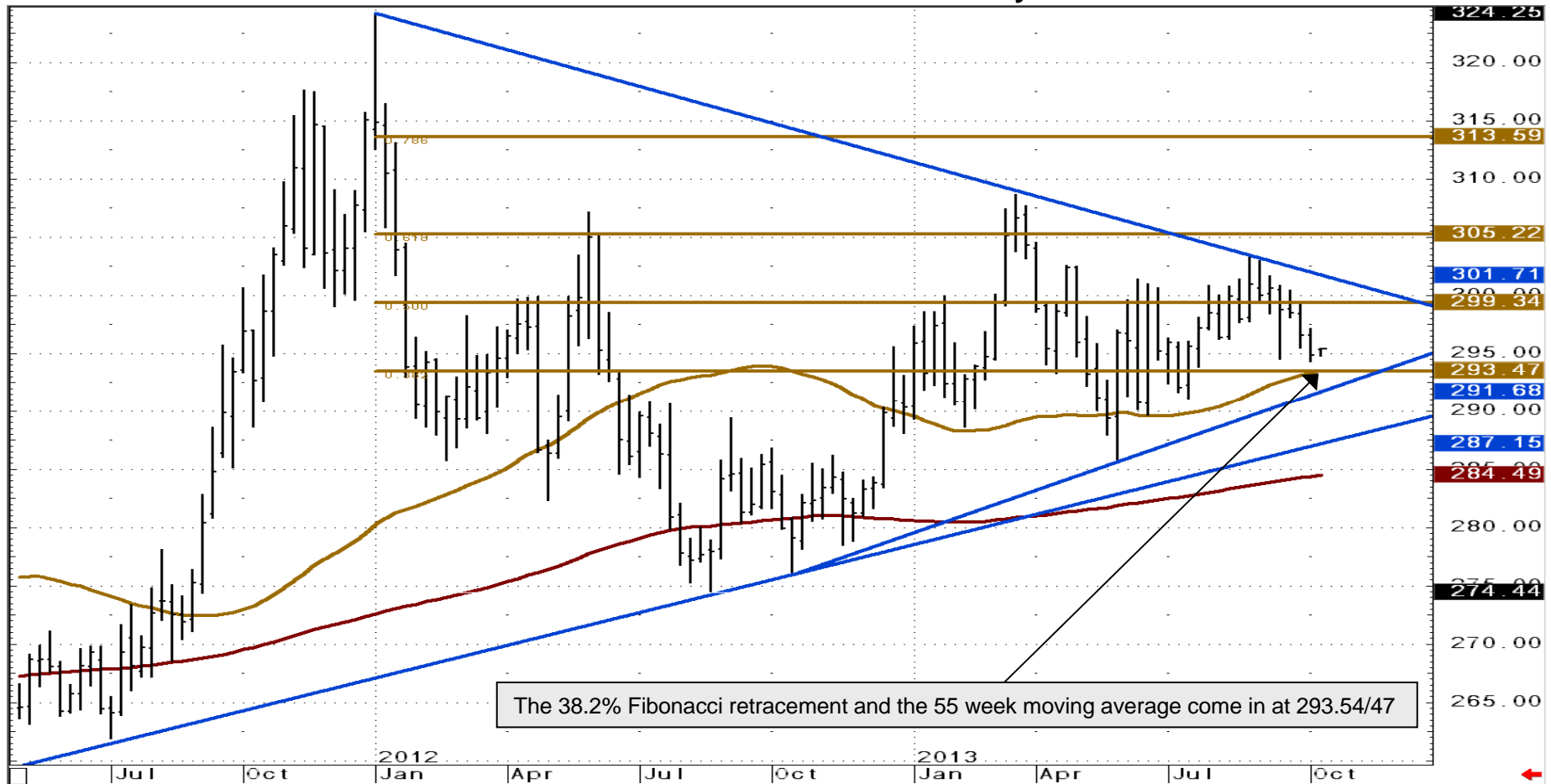


| Support | Resistance | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 294.29&291.08 | 296.76/298.14 | ➔ | ➔ |
| 289.62&285.62 | 298.70&300.47 | | |

EUR/HUF - Weekly Chart

Slides towards the 293.54/47 support zone

EUR/HUF Weekly Chart



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EUR/CZK - Daily Chart

Key support at 25.475/46 is expected to soon give way

- › EUR/CZK has had several goes at key support which comes in at 25.475/46 but it is not expected to hold for much longer. It is made up of the June low and the 38.2% Fibonacci retracement of the 2012-13 advance.
- › Failure at the 25.475/46 support zone and at the next lower 25.38 March low will make us medium term bearish and lead to the February low at 25.18 and the 200 week moving average at 25.16 being back on the map.
- › Further down lies the December 2012 low at 25.05.
- › We will retain our overall bearish view while EUR/CZK trades below the 25.99 September high.
- › Minor resistance below this level comes in between the 25.61 late August low and last week's 25.635 high and further up around the 200 day moving average at 25.74.

EUR/CZK Daily Chart



| Support | Resistance | 1-Week View | 1-Month View |
|--------------|--------------|-------------|--------------|
| 24.475&25.38 | 25.635&25.73 | ↘ | ➔ |
| 25.18&25.05 | 25.865&25.99 | | |

EUR/CZK - Weekly Chart

Is keeling over and a weekly close below the 25.475 June low would be medium term bearish

EUR/CZK Weekly Chart



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EUR/BRL - Daily Chart

Made a near three month low at 2.9350 while on its way to the 50% retracement at 2.9018

- › EUR/BRL has slid through the 2013 support line at 3.0002 and made a near three month low at 2.9350 while targeting the 50% retracement of the March-to-August advance at 2.9018 and the 2.8787 July low. Around the latter level EUR/BRL should find support.
- › Should this not be the case, the 200 day moving average at 2.8070 will be in focus.
- › We will retain this bearish forecast while the currency pair remains below the late September high at 3.0677.
- › We still believe that a significant top was made at the early August high at 3.1013.

EUR/BRL Daily Chart



| Support | Resistance | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 2.9350&2.9018 | 3.0000/3.0061 | ↘ | → |
| 2.8787&2.8335 | 3.0607/3.0686 | | |

EUR/BRL - Weekly Chart

Has dropped through the 2013 uptrend line

EUR/BRL Weekly Chart



USD/BRL - Daily Chart

Is sliding towards the 2.1419/2.1252 support zone

- › USD/BRL has slipped through the September low and the late June low at 2.1811/2.1772 and thus targets the 2.1419/2.1252 support area. It contains the 2012 peak, 61.8% Fibonacci retracement of the 2013 rise and the 200 day moving average.
- › We will thus only retain our medium term neutral forecast while the currency pair remains above last week's 2.1698 low. Failure there will make us medium term bearish as well.
- › Only a no longer expected daily close above the 55 day moving average at 2.2866 and the 2.3069 September 11 high would reinstate our previously held bullish outlook.
- › Immediate resistance can be seen along the two month resistance line at 2.1934 and then at the 2.2636 late September high.

USD/BRL Daily Chart

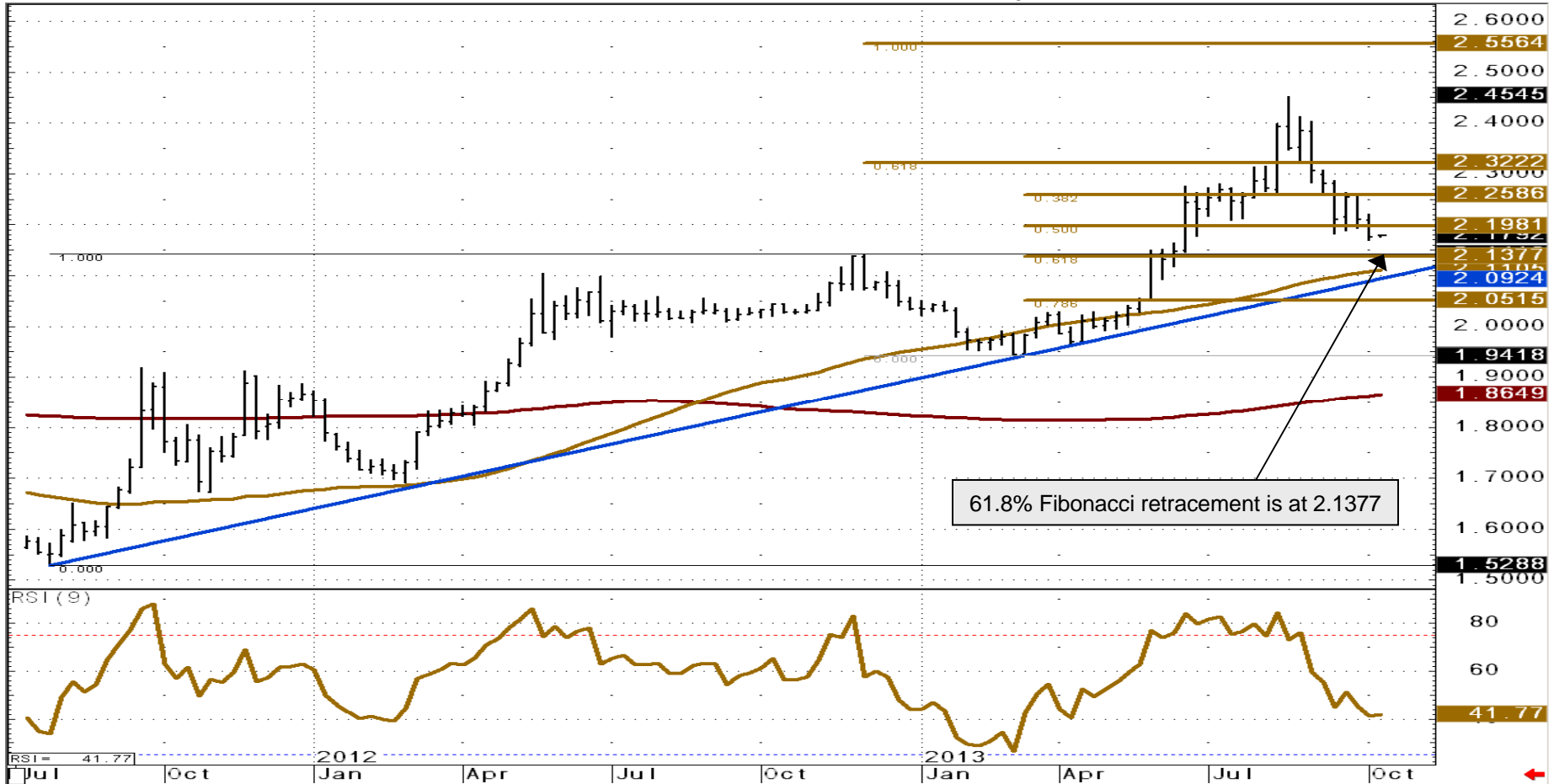


| Support | Resistance | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 2.1419/2.1252 | 2.2089&2.2204 | ➔ | ➔ |
| 2.1105&2.0925 | 2.2586/2.2636 | | |

USD/BRL - Weekly Chart

Slithers towards the 2.1419/2.1377 support zone

USD/BRL Weekly Chart



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Mon Oct 14 2013 09:25:28

EUR/TRY - Daily Chart

Retested the six month support line at 2.6679 which underpins; remains bullish

- › Last week EUR/TRY slid back to the six month support line at 2.6679 which underpinned it, though.
- › Our outlook thus remains the same and we still expect the August and September highs at 2.7609/91 to be revisited.
- › Further up is the 2011-13 resistance line at 2.7804, a rise above which will put the 2.8000 region back on the map.
- › Above it lurks an hourly 0.001 x 3 Point & Figure vertical target at 2.81.
- › We will retain our medium term bullish forecast while EUR/TRY stays above its 2.6156 September low.
- › Support above this level is seen at 2.6679/2.6561, made up of the six month support line, 55 day moving average and the mid-September low.

EUR/TRY Daily Chart

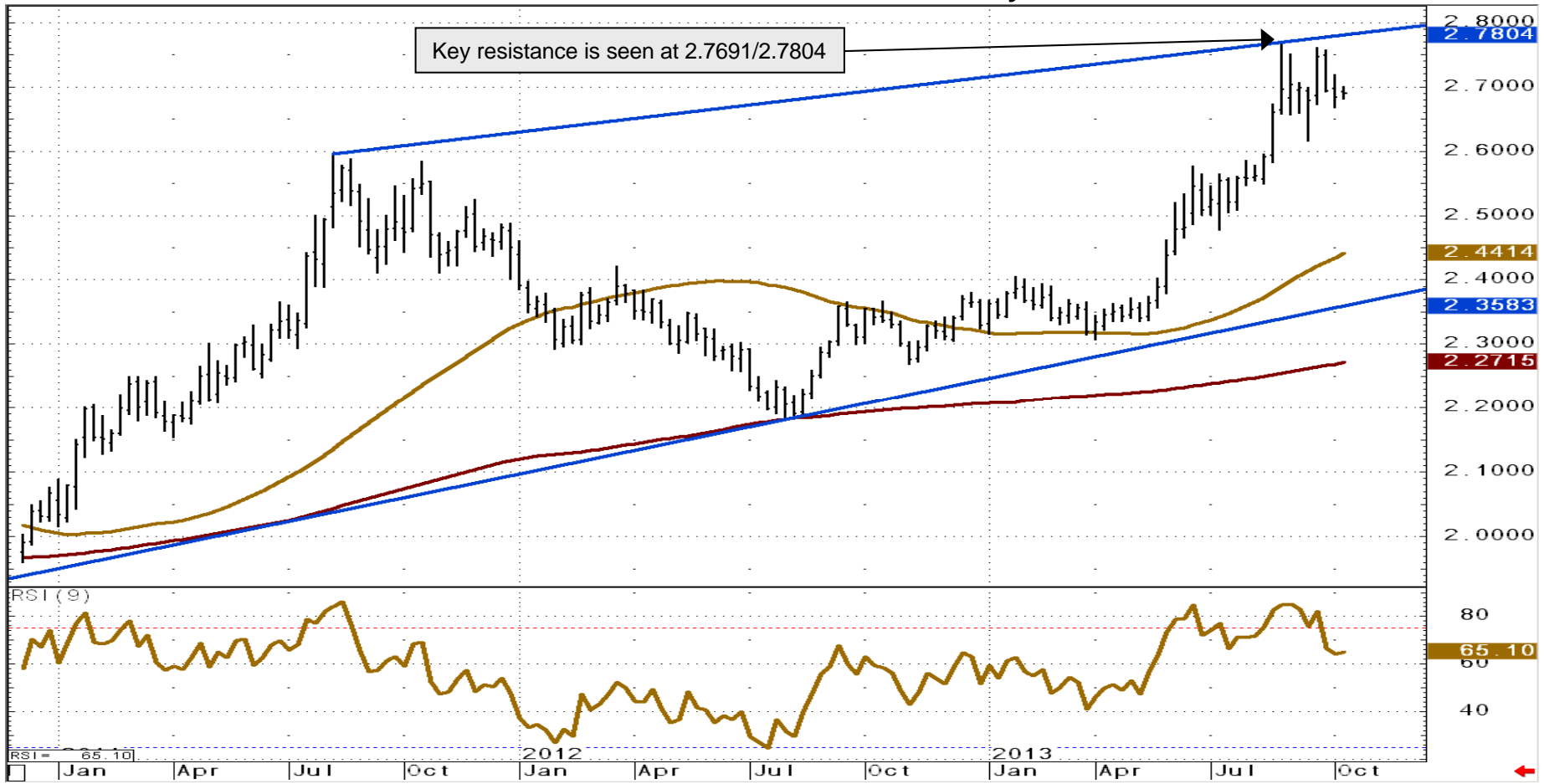


| Support | Resistance | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 2.6679/2.6561 | 2.7072&2.7568 | ➔ | ➔ |
| 2.6156&2.5859 | 2.7609/2.7804 | | |

EUR/TRY - Weekly Chart

Still targets key resistance at 2.7691/2.7788, a rise above which will eye the 2.8000 region

EUR/TRY Weekly Chart



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USD/TRY - Daily Chart

Still tries to find support around the 55 day moving average at 1.9867; stays bullish

- › USD/TRY continues to flirt with the 55 day moving average at 1.9867. As stated last week around it the currency pair is expected to stabilise before it continues its advance.
- › The August and September highs at 2.0728/2.0865 will remain in focus as long as UST/TRY stays above the 2013 support line at 1.9589 on a daily chart closing basis.
- › Once the September high at 2.0865 has been bettered, the 100% Fibonacci extension at 2.0922 and the psychological 2.1000 region will be in focus and then perhaps another 100% Fibonacci extension on the monthly chart at 2.2678.
- › As long as the currency pair stays above the 1.9330 September low, we will retain our medium term bullish view. Unexpected failure there would push the 200 day moving average at 1.8737 back to the fore, though.

USD/TRY Daily Chart

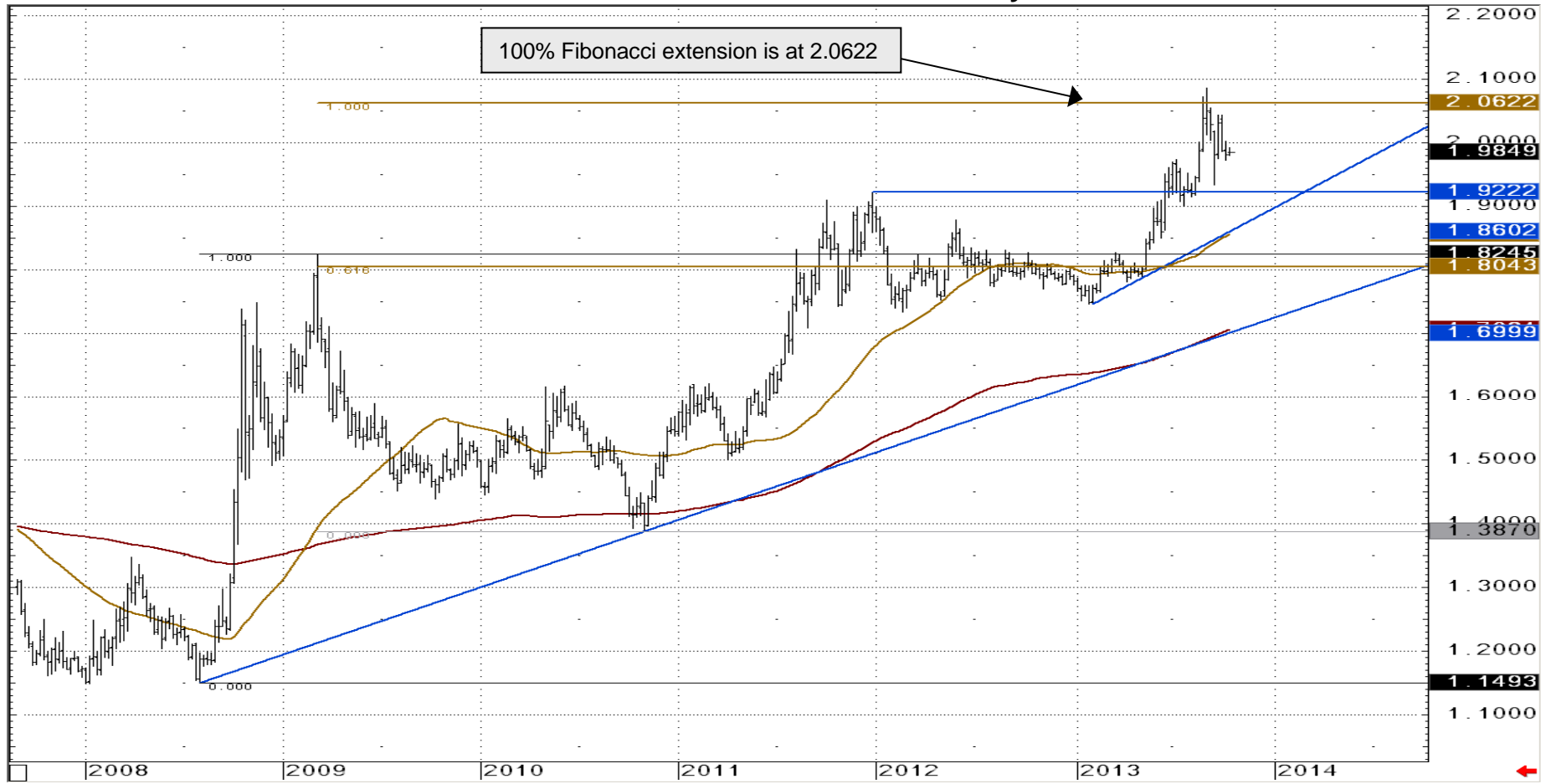


| Support | Resistance | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 1.9589/21 | 2.0117/90 | ➔ | ➔ |
| 1.9330&1.9144 | 2.0440&2.0728 | | |

USD/TRY - Weekly Chart

Trades back below the psychological 2.0000 level

USD/TRY Weekly Chart



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USD/MXN - Daily Chart

We will retain our short term bullish view while USD/MXN stays above the 12.8940 level

- › USD/MXN is testing the 55 day moving average at 13.0021.
- › We will retain our short term bullish view while the currency pair stays above the late July high at 12.8940 on a daily chart closing basis, though.
- › Our medium term bullish forecast will remain valid as long as USD/MXN stays above the 12.5835 September low.
- › Should this unexpectedly not be the case and the 12.5502 mid-August low also be taken out, the July trough at 12.4315 would be targeted instead. This we do not believe to be likely, though.
- › As long as 12.8940 holds, the current October high at 13.3081 should still be exceeded with key resistance at 13.4622/66 then being back in play. It is made up of the June and September peaks. Once bettered, the July 2012 high at 13.7767 will be back in the frame as well.

USD/MXN Daily Chart

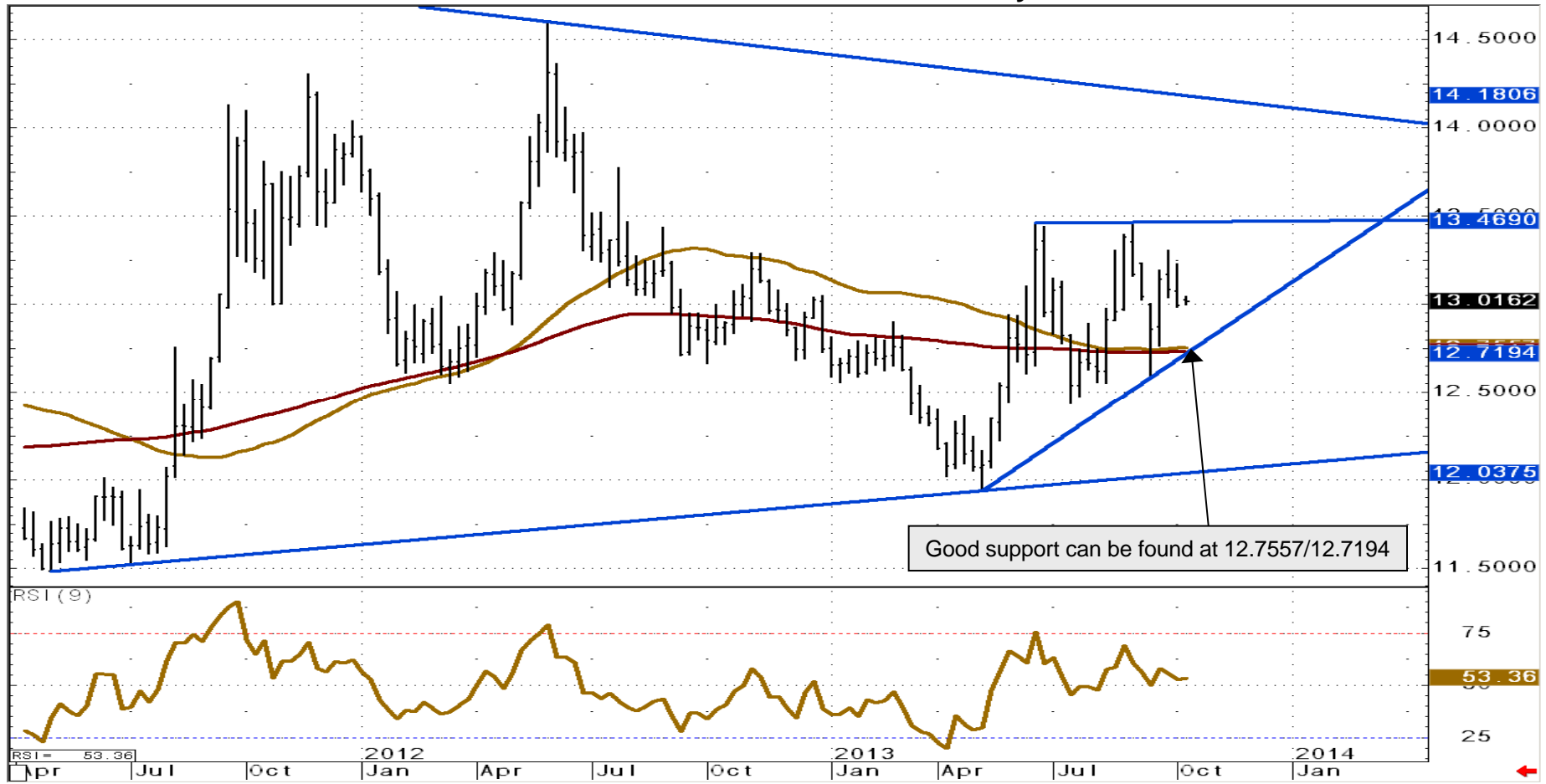


| Support | Resistance | 1-Week View | 1-Month View |
|----------------|---------------|-------------|--------------|
| 12.9208/12.894 | 13.129&13.232 | ➔ | ➔ |
| 12.699/12.5835 | 13.278/13.308 | | |

USD/MXN - Weekly Chart

Remains short term under pressure

USD/MXN Weekly Chart



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Mon Oct 14 2013 09:56:16

USD/ZAR - Daily Chart

Despite the current October setback USD/ZAR still targets the 10.2984/10.3610 resistance zone

- › USD/ZAR's bounce off the 9.5473 September low has further to run with the 10.2984/10.3610 resistance zone being targeted. This is where the May, June and July highs were made.
- › Above it sits the August peak at 10.5058.
- › Slips should find support around the 38.2% Fibonacci retracement of the August-to-September decline at 9.9134.
- › We will keep our bullish forecasts while the currency pair continues to trade above its September low at 9.5473 because the past couple of months' decline looks to be corrective and not impulsive such as was the mid-September rally.
- › Only unexpected failure at 9.5473 would push the 2013 support line at 9.5399 and the 200 day moving average at 9.5273 back to the fore.

USD/ZAR Daily Chart



| Support | Resistance | 1-Week View | 1-Month View |
|---------------|---------------|-------------|--------------|
| 9.8086&9.7298 | 10.019/10.026 | ➔ | ➔ |
| 9.6130&9.5473 | 10.169&10.298 | | |

USD/ZAR - Weekly Chart

Continues to oscillate around the psychological 10.0000 mark

USD/ZAR Weekly Chart



Rouble Basket - Daily Chart

Still tries to better the 55 day moving average at 37.67 which is expected to soon give way

- › The rouble basket's September bounce off its 36.51 low has so far taken it to the 55 day moving average at 37.66.
- › Once overcome, the July high at 37.75 will be back in the picture, as will the June peak at 37.89. Between the latter level and the 38.00 mark the rouble basket may well lose upside momentum, though.
- › We will retain our short term bullish view while no daily chart close below the September low at 36.51 is seen.
- › Unexpected failure there would put the 200 day moving average at 36.25 and the mid-June low at 36.23 back on the map.
- › Only once the 38.35 September high has been overcome will our medium term forecast become bullish again.

Rouble Basket Daily Chart



| Support | Resistance | 1-Week View | 1-Month View |
|----------------|-------------|-------------|--------------|
| 36.83/79&36.51 | 37.67&37.75 | ➔ | ➔ |
| 36.36/33&36.23 | 37.89&38.00 | | |

Rouble Basket - Weekly Chart

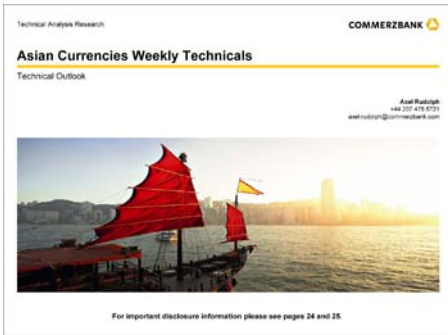
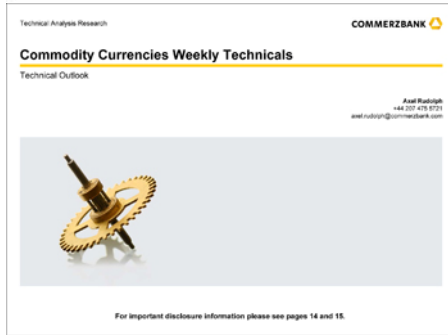
Continues to trade in the 37.50 region

Rouble Basket Weekly Chart

RUB BASKET (EUR & USD) (RUBBASK Currency)

update





Other technical analysis reports we publish are:

- Monday:** Daily Market Technicals (FX), Strategic Technical Themes;
- Tuesday:** Daily Market Technicals (FX), Bullion Weekly Technicals;
- Wednesday:** Daily Market Technicals (FX), Commodity Weekly, Commodity Currencies Weekly Technicals;
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- Friday:** Daily Market Technicals (FX), Fixed Income Weekly Technicals.

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Commerzbank Corporates & Markets

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