

# **Ichimoku World Weekly Market Analysis by Gabor Kovacs**

vol.01.  
10/09/2010

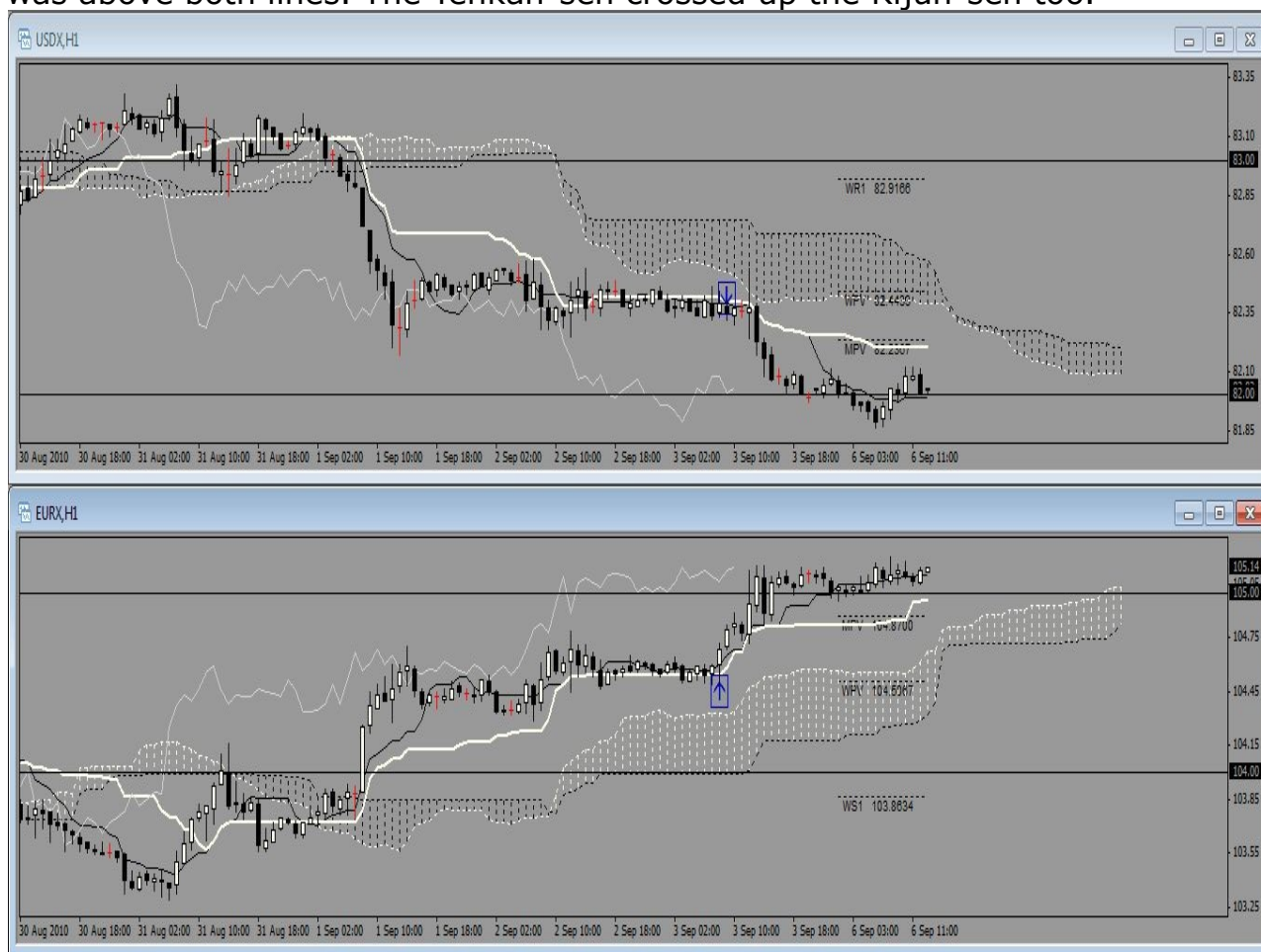
Welcome to the Ichimoku World Weekly Market Analysis!

This week produced several nice setups, so let's check them out in chronologic order.

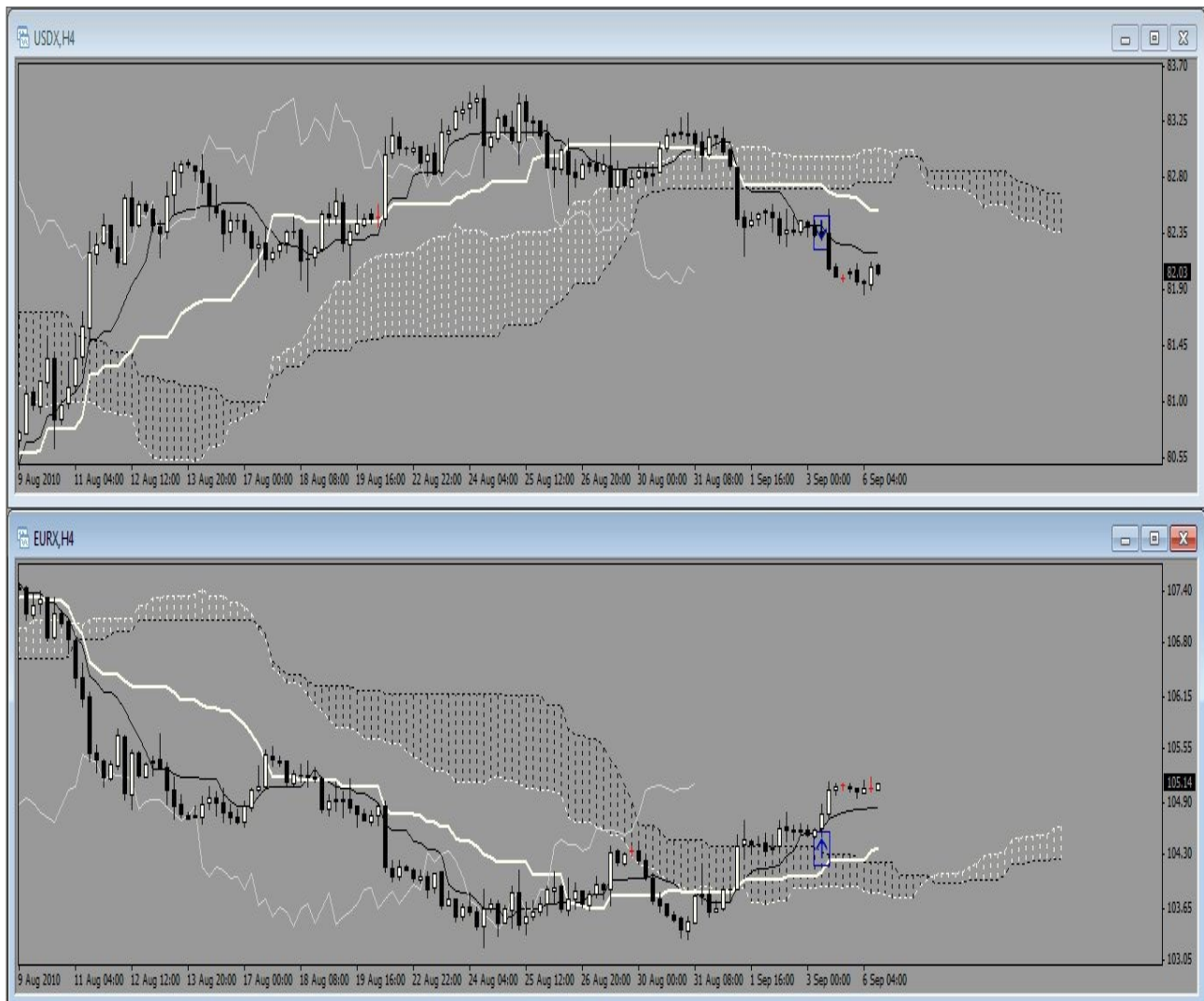
I always start my chart analysis with checking the index charts, the USDX and the EURX. If there are some nice confluences, I start to look for entry opportunities on the EURUSD and GBPUSD charts. If the dollar index shows some very strong trade setups, I also check the USDJPY chart too. When I am analysing, I usually watch the 4 hours, the 1 hour, and the 15 minutes timeframes. I am a daytrader, so I always enter on the 15 minutes charts.

First of all, I would like to write about last **Friday (03-09-2010)**. I never trade at Fridays, especially NFP Fridays, but of course, if there is a nice entry point with a very tight stoploss, it is possible to trade it successfully.

Last Friday the 1H USDX and EURX was very very clear about the direction of trend. As you can see, on the dollar index, the price was under the Kumo cloud, also under the Kijun-sen and Tenkan-sen, and Chikou-span was under both lines. Furthermore, the Tenkan-sen crossed down the Kijun-sen too. The euro index was the exact opposite of the dollar index: the price was above the Kumo cloud, also above the Kijun-sen and the Tenkan-sen, and Chikou-span was above both lines. The Tenkan-sen crossed up the Kijun-sen too.

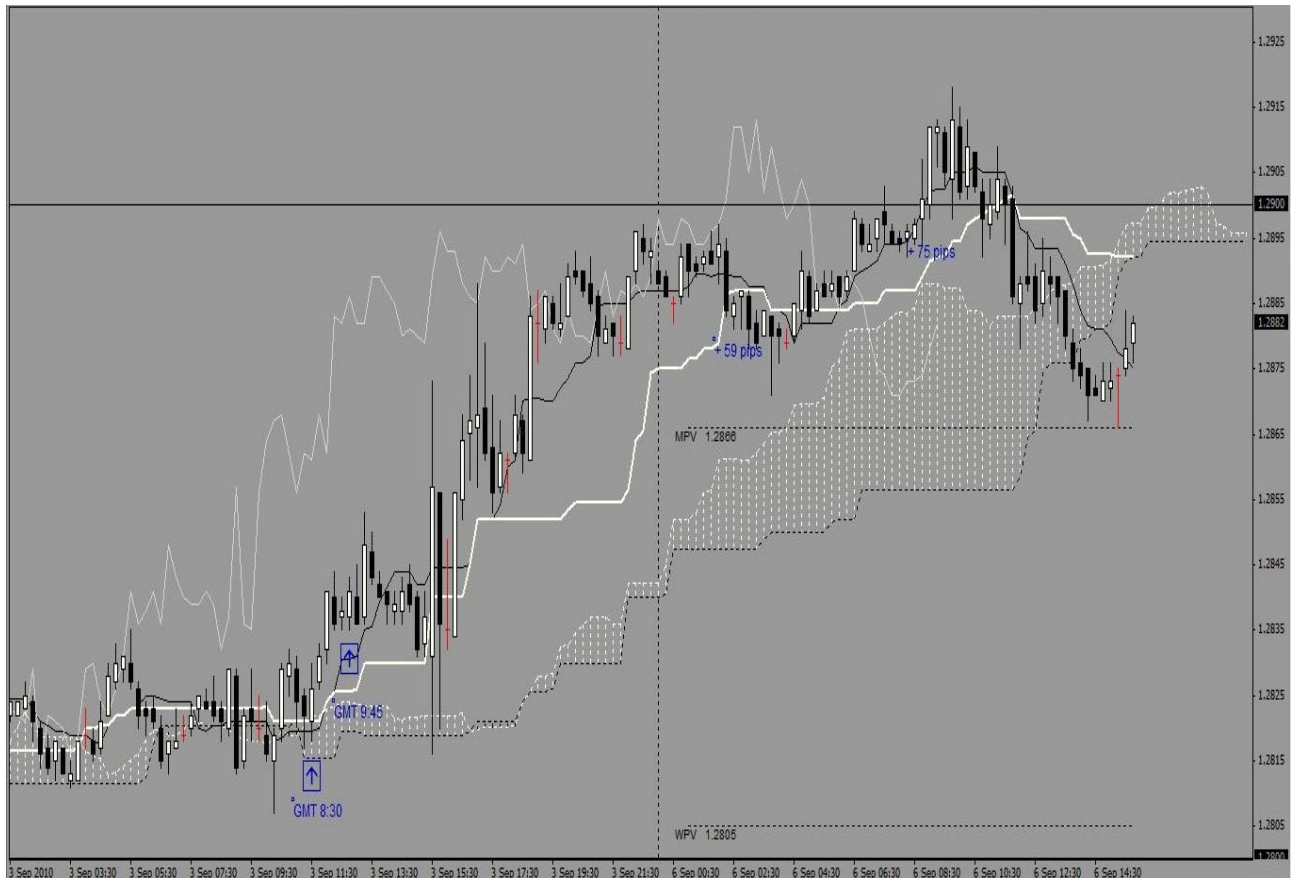


The 4 hours index charts were supporting the whole move:



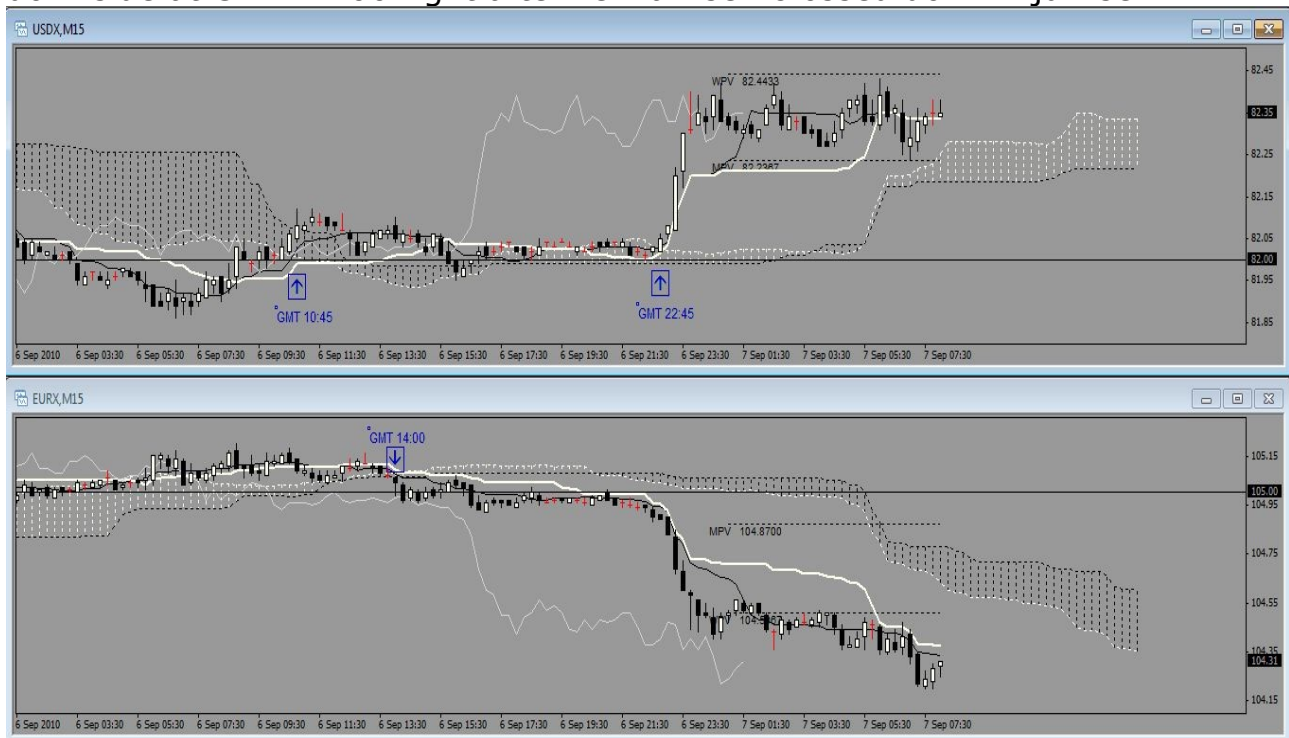
Now, let's find some nice entry points at the 15M EURUSD chart. Of course, if the USD moves down and the EUR moves up, we are only going to go long on the EURUSD.

As you can see below, you could enter at the Kumo breakout at GMT 8:30, or with less risk, at GMT 9:45 when the Tenkan-sen crossed up the Kijun-sen and the price formed a nice bullish candle. You could close the trade later with +59 pips profit when a bearish candle crossed down the Kijun-sen, or if you have chosen the 1.2900 resistance line as a target, it would have been an easy +75 pips profit.

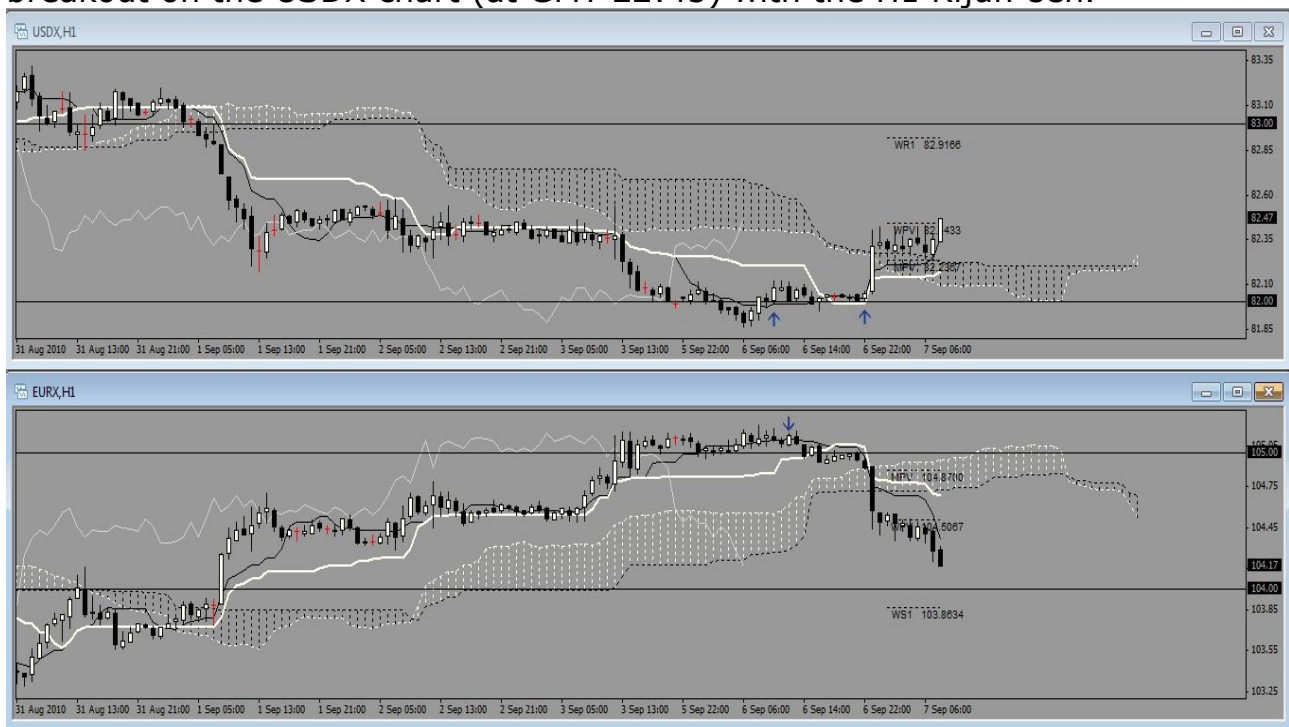


Now, let's see what has happened this **Monday (06/09/2010)**. Let's start with the 15M index charts.

On the USDX chart, there was a Kumo breakout on the upside at GMT 10:45, and another up Kumo breakout after the Tenkan-sen crossed up the Kijun-sen at GMT 22:45. On the EURX chart, there was a Kumo breakout on the downside at GMT 14:00 right after Tenkan-sen crossed down Kijun-sen.



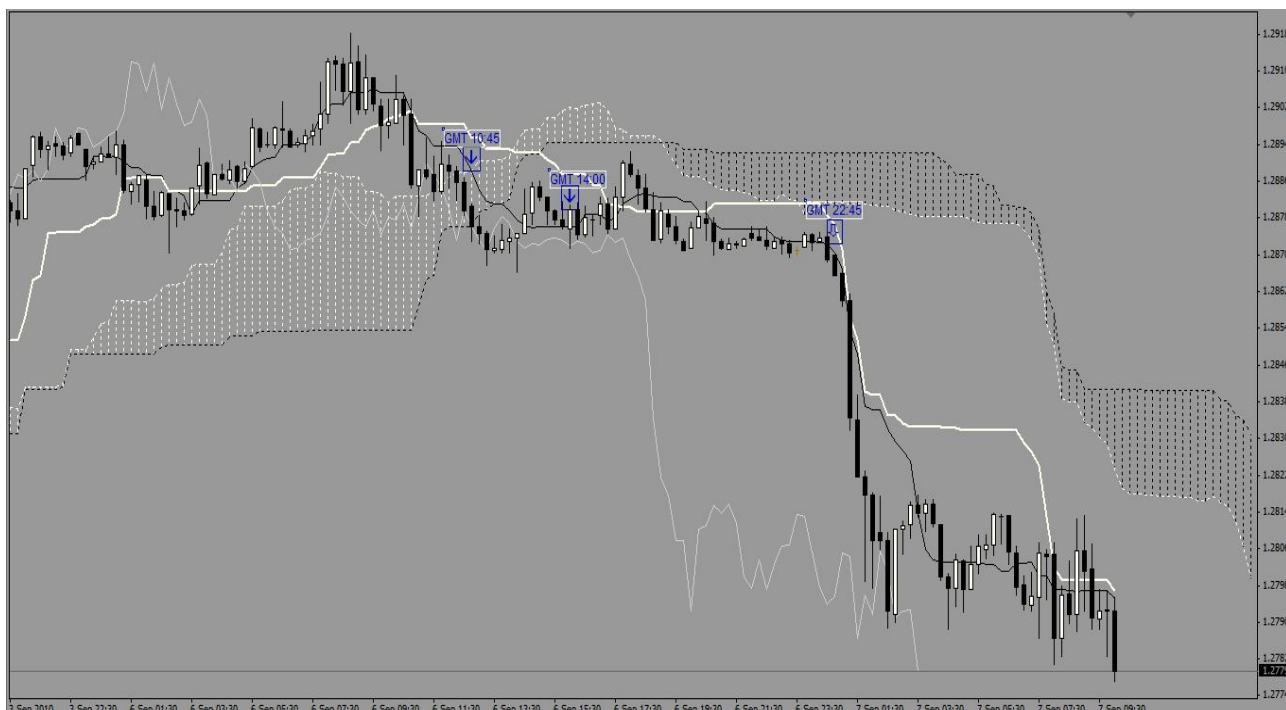
As you can see, the 1H index charts were only supporting the second possible breakout on the USDX chart (at GMT 22:45) with the H1 Kijun-sen.



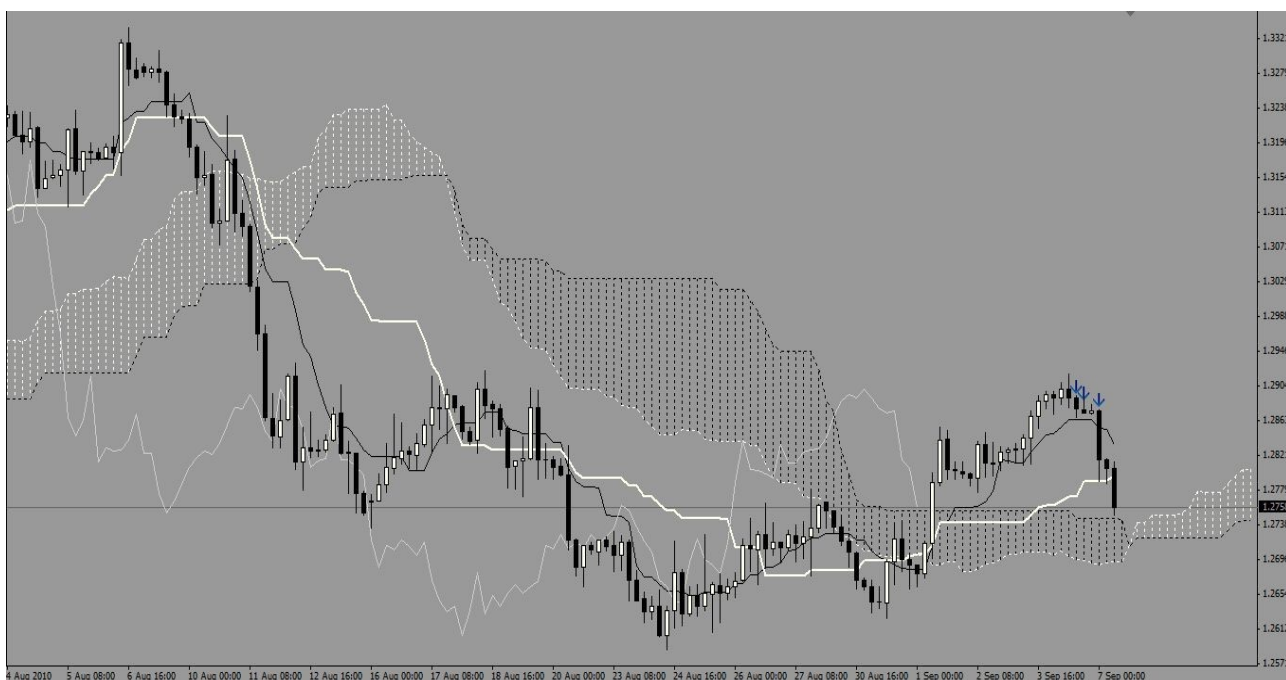


Now let's check the EURUSD chart. I will start with the 15M timeframe.

You can see, that the strongly supported GMT 22:45 position was the only tradeable setup. It was a great success with at least +70 pips profit.

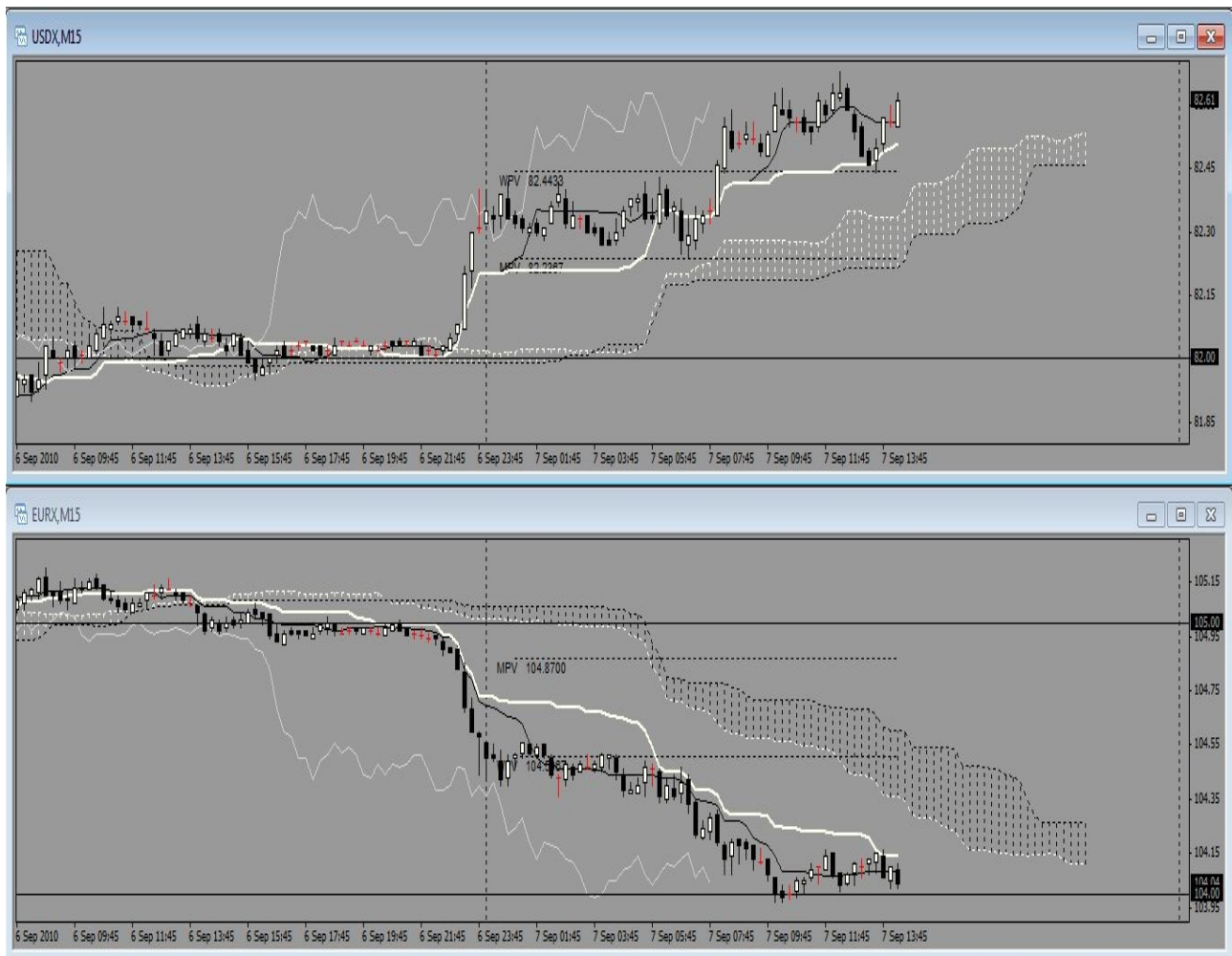


You could exit at the 1.2800 support line or, you could check the 4H EURUSD chart for some help about the best exit point.



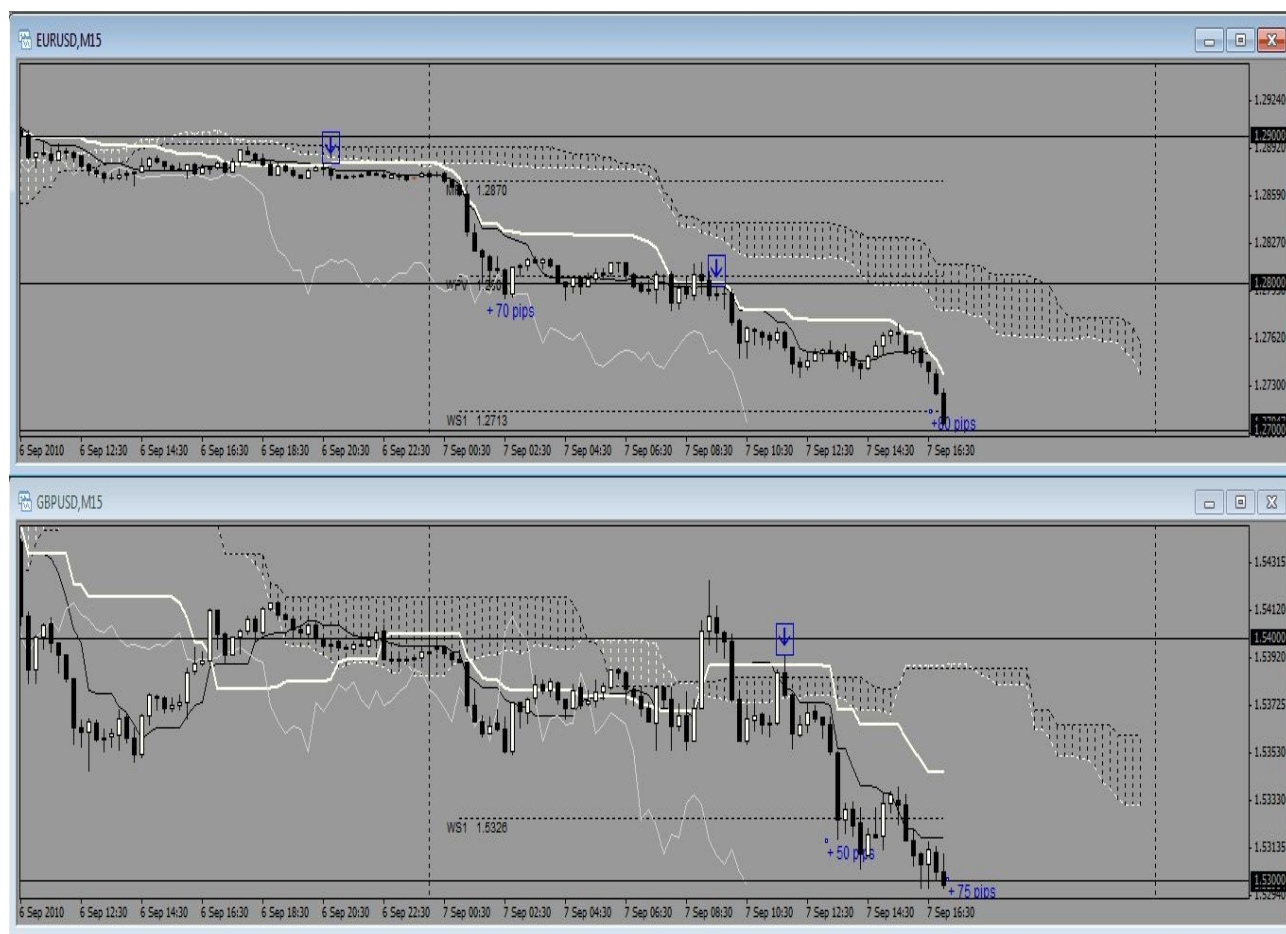
If you chose the 4H Kijun-sen at 1.2890 as an exit, you could earn +80 pips (or you could choose the Kumo top with more risk, but with more profit).

**Tuesday** (07-09-1010) was a great trading day too for Ichimoku traders. Let's see the 15M index charts first.



It is easy to see, that both Kumo cloud and Kijun-sen supported the whole day's move. The USDX moves up, the EURX moves down, so we are going to look some short opportunities on the 15M EURUSD and GBPUSD charts.

The EURUSD and GBPUSD 15M charts:

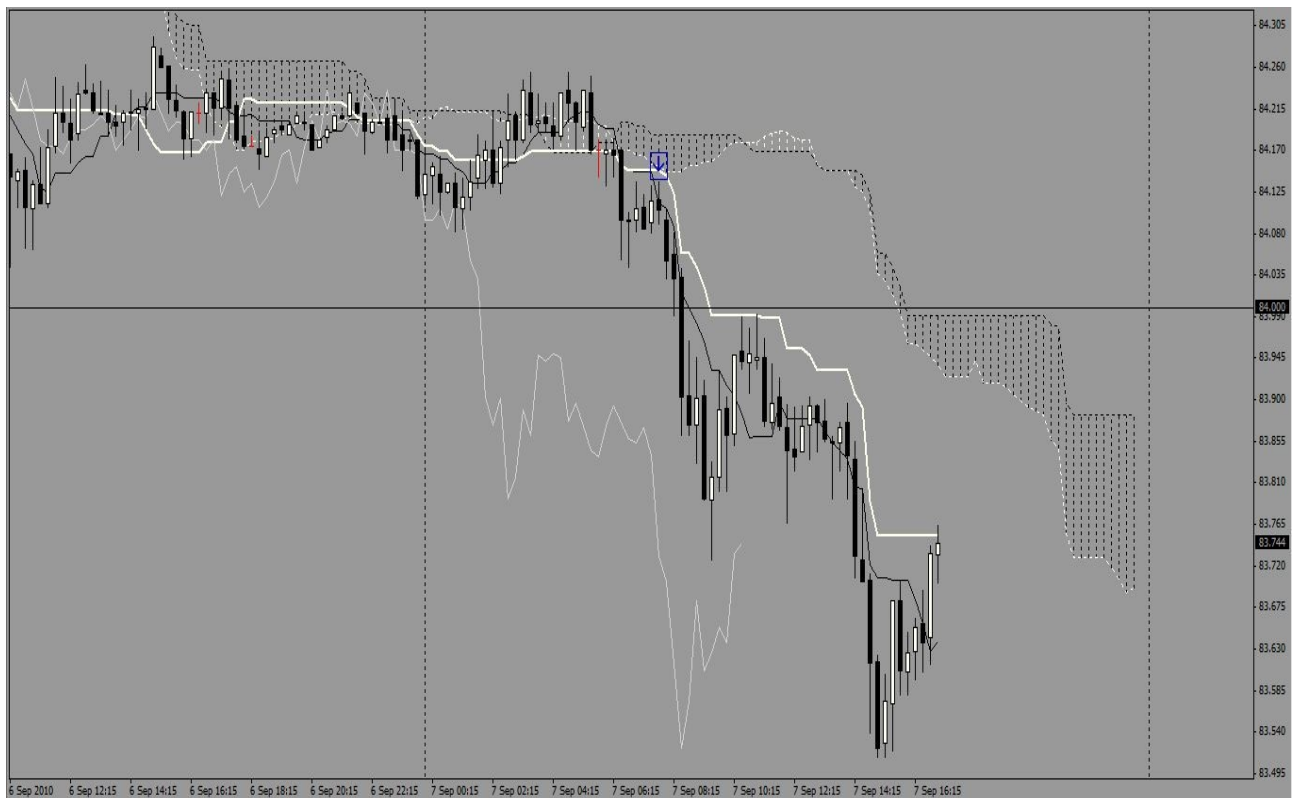


On the EURUSD chart, first you can see the last night's profitable (+ 70 pips) trade with exit at 1.2800 round number support line. And, the trade of the day was at GMT 7:30 when both price, Kijun and Tenkan were under the Kumo cloud, Chikou-span was under price and both lines, Tenkan-sen were under Kijun-sen, and price crossed down Kijun-sen with a bearish candle. You could exit at WS1 pivot (with +80pips profit) at 1.2713 or at 1.2700 round number support line with +90 pips profit.

On the GBPUSD chart you could enter at GMT 9:45, when a Kumo breakout happened on the downside right after Tenkan-sen crosses down Kijun-sen. If you put your take profit to the WS1 Pivot at 1.5326, it would mean +50 pips for you, or if you put your take profit to the 1.5300 round number support line it would mean +75 pips profit.



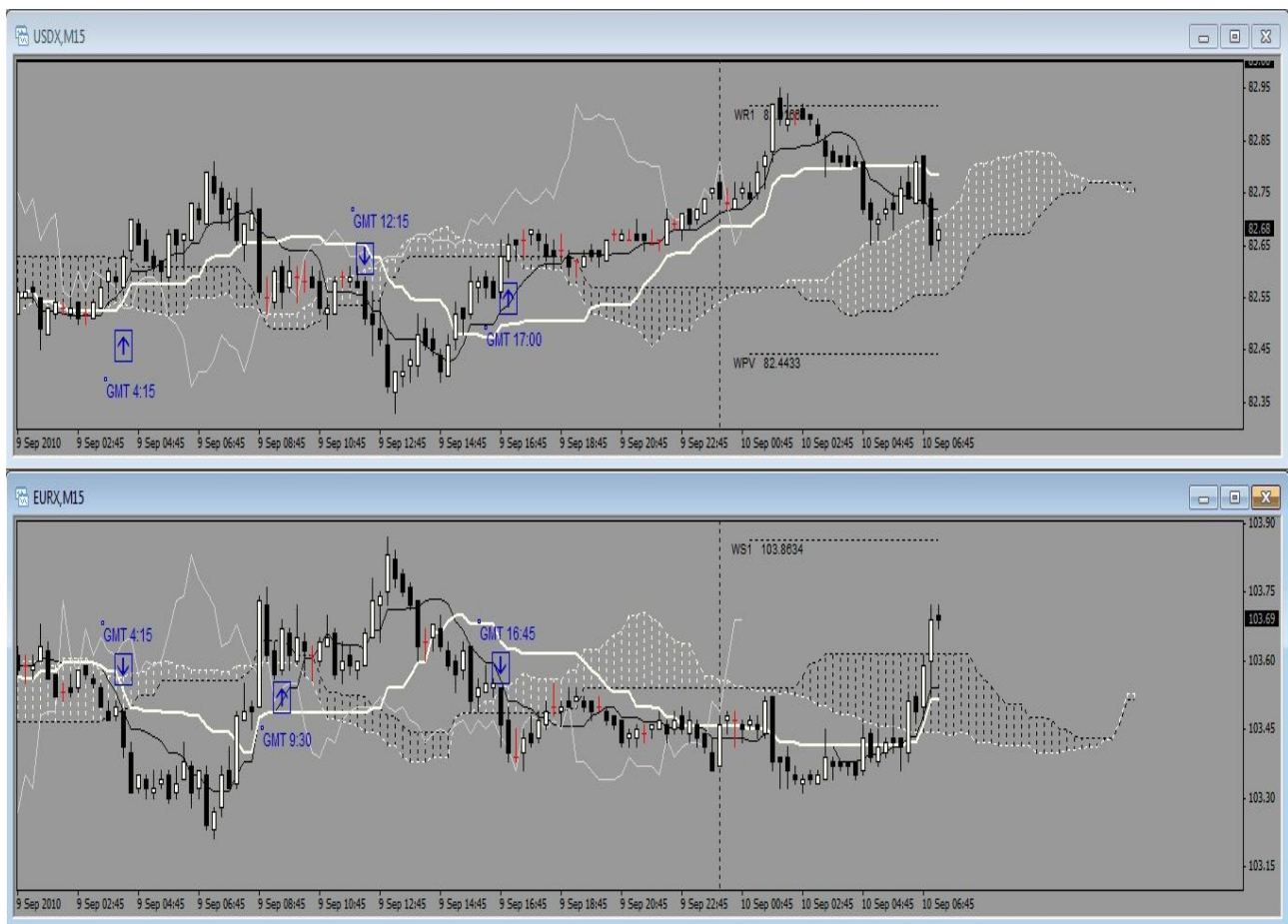
Sometimes I check the USDJPY pair too. At Tuesday it marched down significantly on the 15M chart, so you could also trade it if you like this pair.



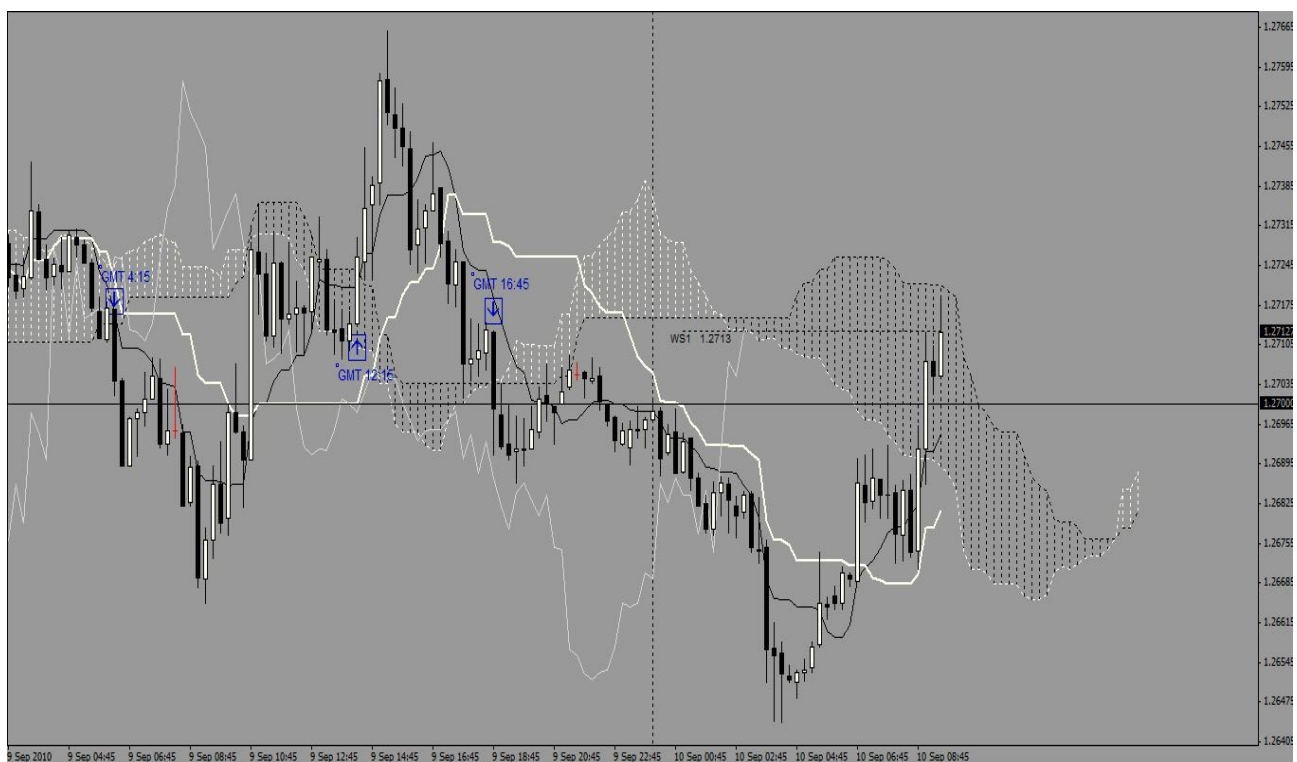
You could enter at GMT 5:15 when both lines and prices were under the Kumo cloud, Chikou-span were under price, the Tenkan-sen crossed down Kijun-sen, and the price formed a down candle under Kijun-sen. H1, H4 and Daily charts were showing the same, so the movement was well-supported and this currency pair was really easily tradeable on this Tuesday.

The next nice movements of the week were on **Thursday (09-09-2010)**. The index charts were showing many opportunities.

On the USDX there was an up signal at GMT 4:15, supported by the EURX at the same time with a down signal. Then the EURX changed direction and generated an up signal at GMT 9:30. It wasn't supported by anything, furthermore, the USD index only showed a down signal at GMT 12:15. Lately, there was a nice confluence at GMT 16:45, when the USDX started to clearly march up, and the EURX was generating a significant down signal at the same time.

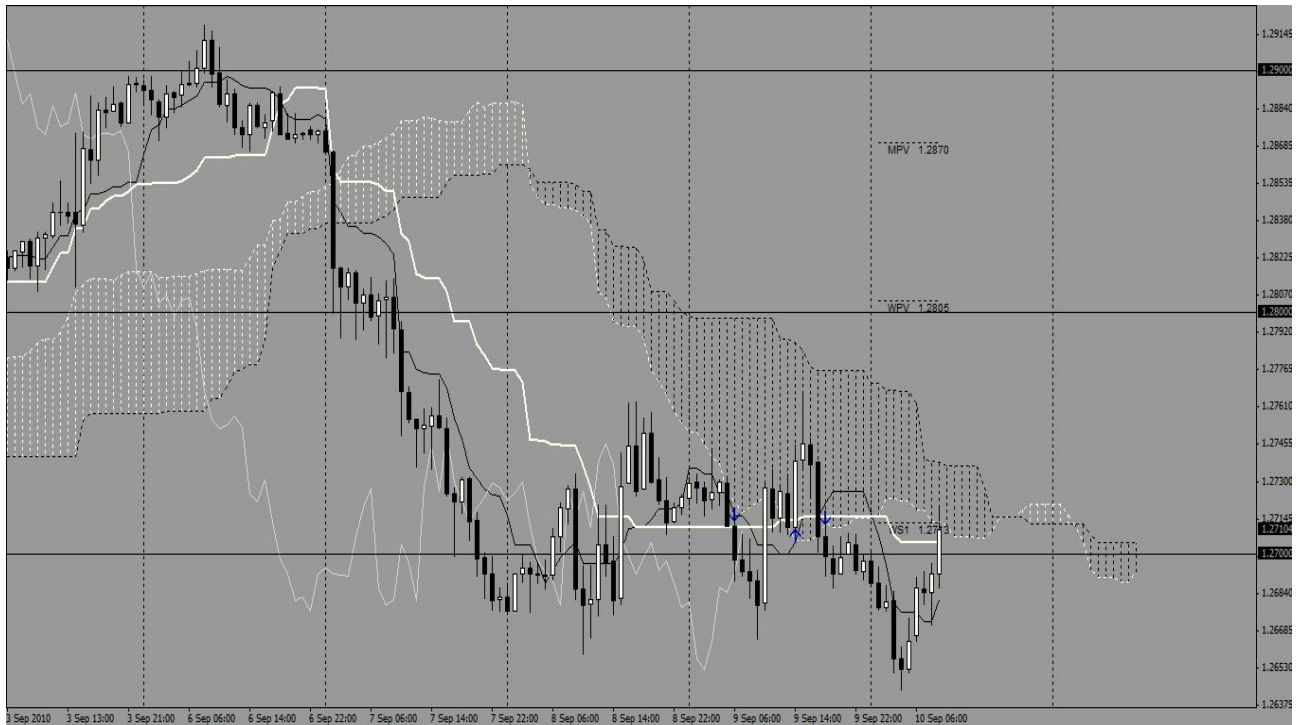


Now let's see the EURUSD charts, first the M15 chart.

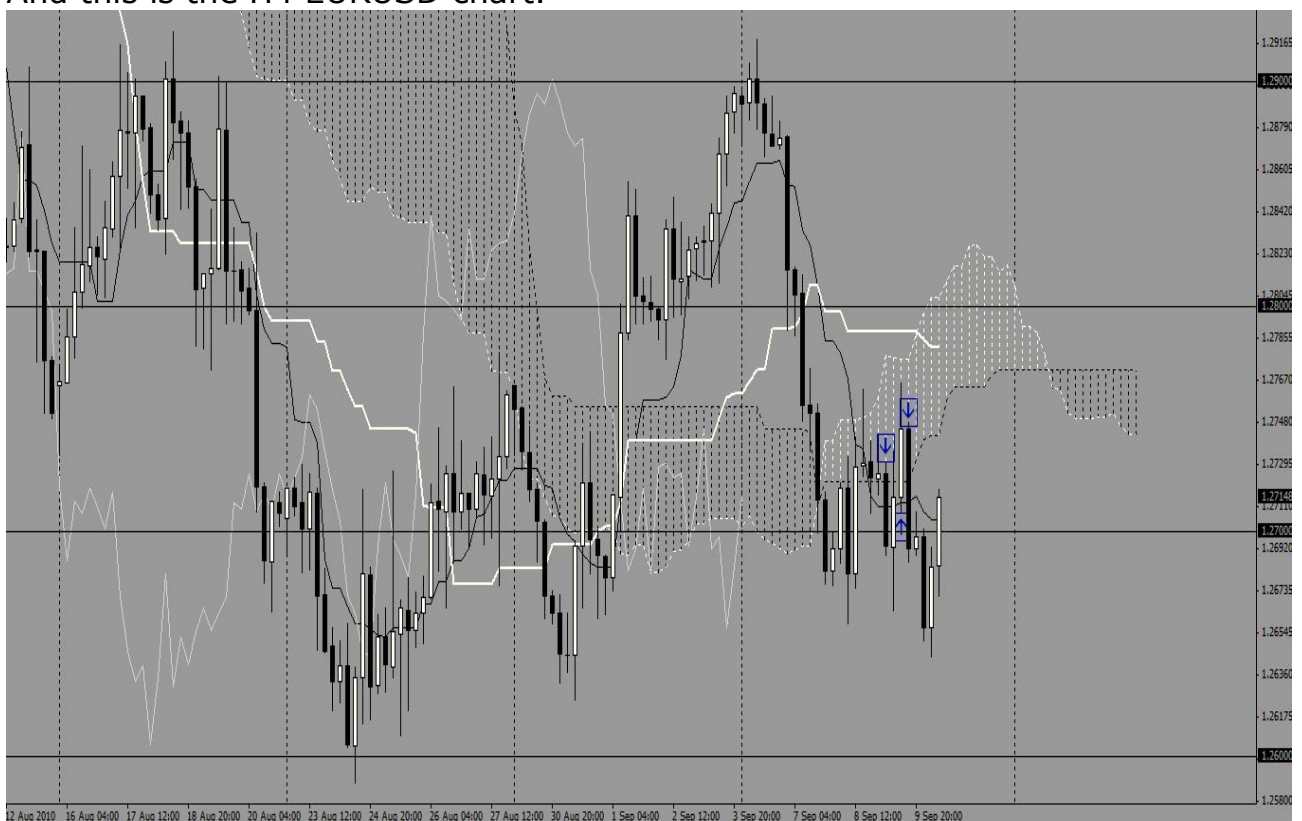


If you traded both index signals (GMT 4:15, 12:15 and 16:45) you could make +40 pips on the first, another +40 pips on the second, and about +42 pips on the third. However, the only safe trade was the first and the third. Although all trades had all Ichimoku lines in confluence, and there were some good-looking Kumo breakouts, let's check the higher timeframes to see the whole picture.

This is the H1 EURUSD chart.

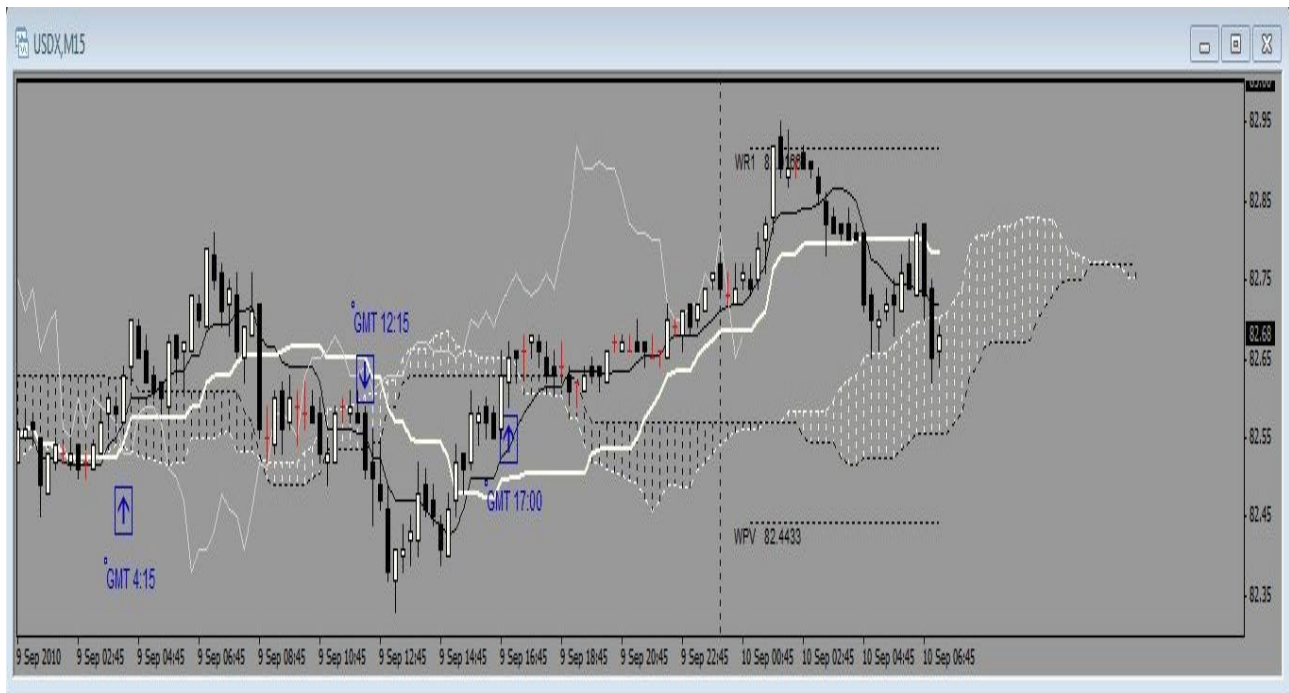


And this is the H4 EURUSD chart.



You can notice, that only the short positions were supported by higher timeframes. Sometimes it is possible to trade profitably against the higher timeframes, but it is very risky and dangerous, so I recommend to always check higher timeframes and trade in the direction of these timeframes only.

About the optimal exit point, the index chart could help you. So, let's see the USDx again.



It touched the WR1 Pivot resistance next day (10-09-2010) at GMT 1.45. Then it turned down and now it is still moving down, so that was a good decision to choose the WR1 Pivot as an exit point in this case. On the EURUSD chart, the price was at 1.2656 at GMT 1.45, so it was a safe and easy 42 pips trade.

Thank you for your attention and have a good time in Ichimoku World!

*Gabor Kovacs*  
<http://www.ichimokuworld.com/>

**10-09-2010**



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