



Trendline break

GBP/USD - 27th March 2009



A nice setup here. There was a sharp decline to 1.4422 by the end of US trading. During the Asian session there was a long slow recovery that stalled just below the 1.4500 sell trigger. A trend support could be drawn. The stochastics crossed at the extreme level with ADX low. Entry would have been 1.4468 and the stop above the 1.4500-20 pivot resistance. After the break the pair fell around 200 pips.