

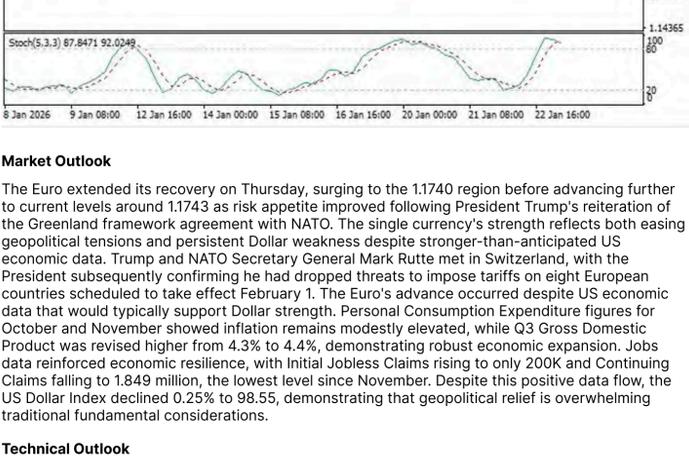
TECHNICAL ANALYSIS REPORT

FRIDAY, JANUARY 23 2026

EUR/USD

Previous Session Overview

EUR/USD moved higher on Thursday, reaching above previous resistance levels. Currently trading at 1.1743.



Market Outlook

The Euro extended its recovery on Thursday, surging to the 1.1740 region before advancing further to current levels around 1.1743 as risk appetite improved following President Trump's reiteration of the Greenland framework agreement with NATO. The single currency's strength reflects both easing geopolitical tensions and persistent Dollar weakness despite stronger-than-anticipated US economic data. Trump and NATO Secretary General Mark Rutte met in Switzerland, with the President subsequently confirming he had dropped threats to impose tariffs on eight European countries scheduled to take effect February 1. The Euro's advance occurred despite US economic data that would typically support Dollar strength. Personal Consumption Expenditure figures for October and November showed inflation remains modestly elevated, while Q3 Gross Domestic Product was revised higher from 4.3% to 4.4%, demonstrating robust economic expansion. Jobs data reinforced economic resilience, with Initial Jobless Claims rising to only 200K and Continuing Claims falling to 1.849 million, the lowest level since November. Despite this positive data flow, the US Dollar Index declined 0.25% to 98.55, demonstrating that geopolitical relief is overwhelming traditional fundamental considerations.

Technical Outlook

- Stochastic moving inside the overbought area
- Price moving higher above the 20-period moving average.
- Configuration signals strong bullish momentum with extension potential

Key Levels to Watch

Resistance: 1.1805; 1.1866
Support: 1.1703; 1.1640

Conclusion

EUR/USD demonstrates powerful bullish momentum trading at 1.1743, with the Stochastic indicator firmly in overbought territory and price advancing decisively above the 20-period moving average signalling that bulls maintain complete control. Thursday's surge—building on Wednesday's recovery and extending gains despite robust US economic data—reflects market assessment that geopolitical relief from Trump's tariff suspension outweighs traditional fundamental considerations favouring Dollar strength. Immediate resistance at 1.1805 represents the next upside target, with breaks opening pathways toward 1.1866 and potentially approaching the psychologically significant 1.1900 zone. Support at 1.1703 should contain pullbacks, with deeper corrections finding buyers around 1.1640. Friday's preliminary PMI data for both the Eurozone and US will prove important—strong Eurozone readings relative to US figures could propel EUR/USD through 1.1805 resistance by reinforcing divergent economic momentum narratives. Bulls maintain strong control while price stays above 1.1700 and the 20-period moving average, with momentum favouring extension toward 1.1805-1.1866 if Friday's data cooperates.

GOLD (XAU/USD)

Previous Session Overview

Gold moved higher on Thursday, reaching above previous resistance levels. Currently trading at 4952.00.



Market Outlook

The yellow metal surged to a fresh all-time high above \$4,920 per troy ounce on Thursday and continues trading near record territory around \$4,960 despite improving risk appetite, demonstrating extraordinary resilience as safe-haven demand persists even as geopolitical tensions appear to ease. Gold's advance occurred as President Trump reiterated his Greenland framework agreement with NATO Secretary General Mark Rutte following their Switzerland meeting, with Trump sparking threats to impose February 1st tariffs on eight European countries. This development sparked equity market rallies, yet gold simultaneously pushed to new records rather than correcting as traditional safe-haven dynamics would suggest. This simultaneous strength across risk assets and defensive holdings reflects markets grappling with fundamental questions about US policy credibility and Dollar reliability that transcend immediate tariff considerations. US economic data Thursday would typically pressure gold through Dollar strength and reduced Fed easing expectations. Personal Consumption Expenditure figures showed inflation modestly elevated yet manageable, while Q3 GDP was revised higher to 4.4%. Jobs data reinforced economic resilience. Despite this robust data flow eliminating expectations for rate cuts at the January meeting, the US Dollar Index declined 0.25% to 98.55 while gold surged to records.

Technical Outlook

- Stochastic consolidating inside the overbought area
- Price moving higher above the 20-period moving average.
- Technical setup indicates powerful bullish momentum with psychologically significant \$5,000 level in sight.

Key Levels to Watch

Resistance: 5027.59; 5105.68
Support: 4868.72; 4787.94

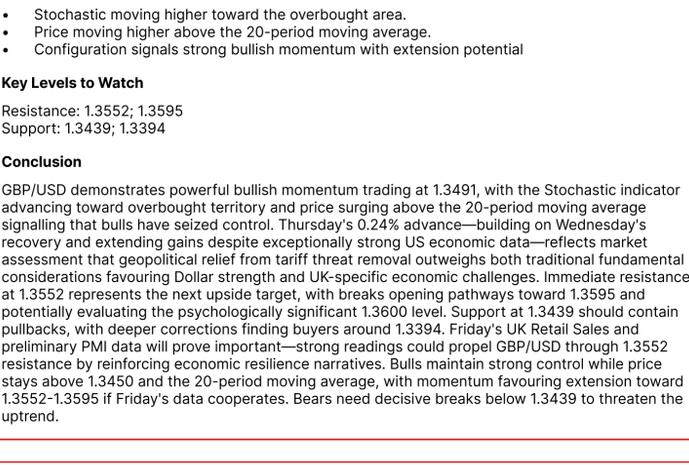
Conclusion

Gold exhibits exceptional strength trading at 4952.00, with the Stochastic indicator consolidating in overbought territory and price surging above the 20-period moving average signalling that bulls maintain overwhelming control. Thursday's advance to fresh all-time highs above \$4,920—occurring despite improving risk appetite, equity market rallies, and robust US economic data that would typically pressure precious metals—demonstrates gold's evolution beyond traditional safe-haven dynamics. The precious metal now sits just \$40 from the psychologically monumental \$5,000 threshold, with immediate resistance at 5027.59 and further extension potential toward 5105.68. Support at 4868.72 should contain any profit-taking, with deeper corrections finding aggressive buyers around 4787.94. Gold's simultaneous strength alongside equities—defying traditional inverse correlations—reflects fundamental recognition that Trump's policy unpredictability itself justifies defensive positioning regardless of specific current stances. Bulls maintain complete control while price stays above 4900 and the 20-period moving average, with momentum strongly favouring the historic breakthrough above \$5,000 in the near term. The path toward \$5,000 now appears not merely inevitable but imminent.

GBP/USD

Previous Session Overview

GBP/USD moved higher on Thursday, reaching above previous resistance levels. Currently trading at 1.3491.



Market Outlook

The Pound Sterling surged impressively on Thursday, advancing 0.24% to trade near 1.3491 as improving risk appetite following de-escalation of US-Europe trade tensions overwhelmed concerns about UK economic fundamentals. Sterling's strength reflects both Dollar weakness despite robust US data and market relief that immediate tariff threats targeting the UK have been retracted. Thursday brought continued reassurance from President Trump regarding the Greenland framework agreement with NATO Secretary General Mark Rutte following their Switzerland meeting. Trump dropped threats to impose February 1st tariffs on eight European countries including the United Kingdom. The pound's advance occurred despite traders shunning off exceptionally strong US economic data. Personal Consumption Expenditure figures showed manageable inflation, while Q3 GDP was revised higher to 4.4%. Jobs data reinforced resilience, with Initial Jobless Claims at 200K below forecasts and Continuing Claims declining to 1.849 million. Despite this positive data flow eliminating expectations for Fed rate cuts at the January meeting, the US Dollar Index fell 0.25% to 98.55. Sterling capitalized on this Dollar weakness. Expectations for further Federal Reserve rate cuts remain consistent despite strong US data, with traders still pricing approximately 42 basis points of easing toward year-end.

Technical Outlook

- Stochastic moving higher toward the overbought area.
- Price moving higher above the 20-period moving average.
- Configuration signals strong bullish momentum with extension potential

Key Levels to Watch

Resistance: 1.3552; 1.3595
Support: 1.3439; 1.3394

Conclusion

GBP/USD demonstrates powerful bullish momentum trading at 1.3491, with the Stochastic indicator advancing toward overbought territory and price surging above the 20-period moving average signalling that bulls have seized control. Thursday's 0.24% advance—building on Wednesday's recovery and extending gains despite exceptionally strong US economic data—reflects market assessment that geopolitical relief from tariff threat removal outweighs both traditional fundamental considerations favouring Dollar strength and UK-specific economic challenges. Immediate resistance at 1.3552 represents the next upside target, with breaks opening pathways toward 1.3595 and potentially evaluating the psychologically significant 1.3600 level. Support at 1.3439 should contain pullbacks, with deeper corrections finding buyers around 1.3394. Friday's UK Retail Sales and preliminary PMI data will prove important—strong readings could propel GBP/USD through 1.3552 resistance by reinforcing economic resilience narratives. Bulls maintain strong control while price stays above 1.3450 and the 20-period moving average, with momentum favouring extension toward 1.3552-1.3595 if Friday's data cooperates. Bears need decisive breaks below 1.3439 to threaten the uptrend.

SPX/USD (S&P 500)

Previous Session Overview

The S&P 500 moved higher on Thursday, reaching near previous resistance levels. Currently at 6928.09.

