

FCA blocks new deposits

At Canara Bank

The UK regulator, the Financial Services Authority, fined Indian state-owned bank Canara £896,000 for failing to comply with anti-money laundering rules in its London office. Between 26 November 2012 and 29 January 2016 their systems were inadequate despite the FCA flagging issues to it, reports City AM. What is more unusual is that for the next 5 months it cannot accept deposits from new customers. Because the bank agreed to resolve the case they got off lightly, with a 30 per cent discount on the fine.

The Trader will be enjoying a long weekend so there will be no daily market outlook Friday 8th June. Normal service resumes Monday 11th June.

Nicole Elliott



DAX 30



IG Index chart

An inside day yesterday after the nasty little dragonfly doji/shooting star candle; also known as a pregnant pause.

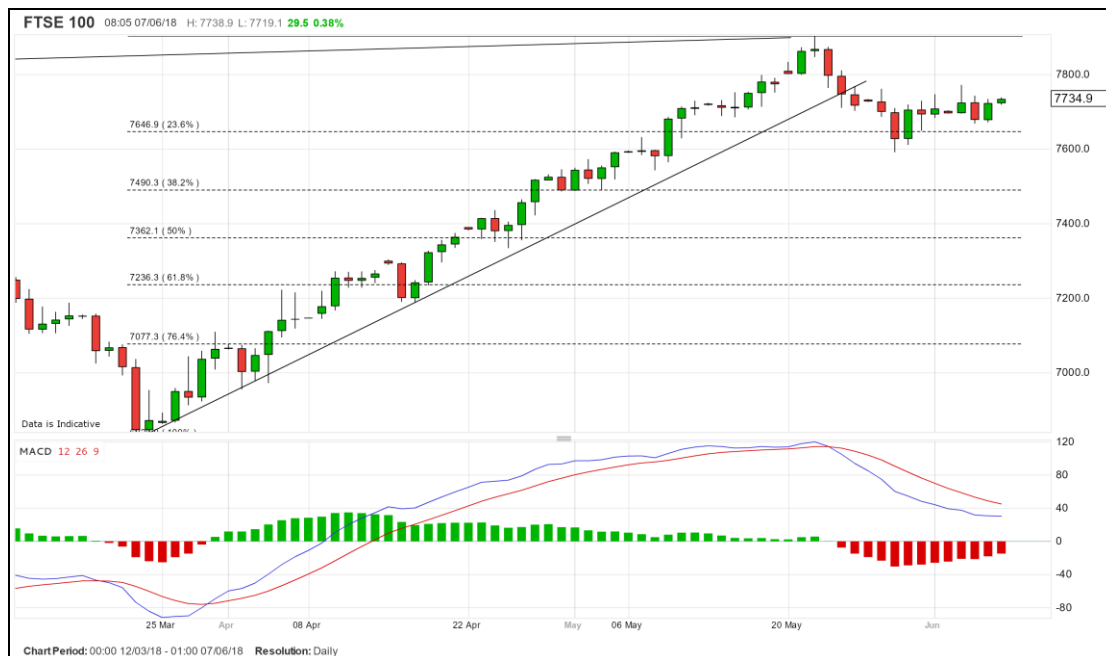
SHORT TERM TRADER: Tiny short at 13145; stop above 13050. Target 12400.

POSITION TAKER: Short at 12935; stop above 13050. Target 12000.

SUPPORT	RESISTANCE
12625	12875
12575	12930
12545	13000
12380	13040



FTSE 100



IG Index chart

Yesterday's price action is an irrelevance.

SHORT TERM TRADER: Tiny short at 7855; stop well above 7800. Target 7400.

POSITION TAKER: Small short at 7799; stop well above 7900. First target 7400.

SUPPORT	RESISTANCE
7650	7745
7600	7775
7540	7810
7490	7905



S&P 500



IG Index chart

Squeezing back up to what had been trend line support and what should now act as a resistance level. The commodity channel index has yet to turn down.

SHORT TERM TRADER: Square.

POSITION TAKER: Stopped out of short with a small loss.

SUPPORT	RESISTANCE
2740	2780
2700	2790
2675	2803
2660	2840



BRITISH POUND/US DOLLAR



IG Index chart

The gentle saucer-shaped base, or rounded bottom, is mapping out as expected with yesterday's close (only just) above 1.3400 turning momentum bullish. Now it needs a close above first Fibonacci resistance at 1.3485 to complete. More generally, keep a wary eye on currencies because each one's marching to its own beat.

SHORT TERM TRADER: Tiny long at 1.3275; stop below 1.3300. Target 1.3800.

POSITION TAKER: Small long on at 1.3350; stop below 1.3200. Target 1.4200.

SUPPORT	RESISTANCE
1.3400	1.3450
1.3300	1.3485
1.3250	1.3570
1.3200	1.3595



EURO/US DOLLAR



IG Index chart

A potential V-shaped base (which complete on a daily close above 1.1800) has given the euro more of a spring in its step than cable's saucer, and again momentum has turned bullish. This despite Italy's bond market where the problem of one of the world's most indebted nations most certainly have not gone away.

SHORT TERM TRADER: Small long at 1.1685; stop below 1.1615. Target 1.2000.

POSITION TAKER: Long at 1.1660; stop below 1.1600. Target 1.2400.

SUPPORT	RESISTANCE
1.1725	1.1820
1.1650	1.1855
1.1615	1.1900
1.1550	1.1940



GOLD



IG Index chart

Absolutely no momentum here.

SHORT TERM TRADER: Tiny short at 1294; stop above 1310. Target 1265.

POSITION TAKER: Square.

SUPPORT	RESISTANCE
1290	1300
1282	1310
1275	1314
1260	1324

Nicole Elliott is a long-standing Member of the Society of Technical Analysts and has taken over the IC's trading coverage. She is regularly interviewed and quoted by the financial media, is a conference speaker, and author of several books on charting.

© The Financial Times Ltd 2010. Investors Chronicle is trademark of Financial Times Ltd. "Financial Times" and "FT" are registered trademarks and service marks of the Financial Times Limited. All rights reserved. No part of this publication or information contained within it may be commercially exploited in any way without prior permission in writing from the editor.

Material (including tips) contained herein is for general information only and is not intended to be relied upon by individual readers in making (or refraining from making) any specific investment decision. Appropriate independent advice should be obtained before making any such decisions. Financial Times Business Limited does not accept any liability for any loss suffered by any user as a result of any such decision.

Do remember, particularly if you are new to stock market investment, that the prices of shares and other investments can fall sharply. You may not get back the money you originally invested. Past performance is not necessarily a guide to the future.

In comparing the investments described in this publication, you should bear in mind that the nature of such investments and of the returns, risks and charges differ from one investment to another. Smaller companies with a short track record by their nature tend to be more risky than larger, well-established companies. The investments and services mentioned in this publication will not be suitable for all readers. In some cases (for example, but without limitation, where an investment or service is provided by a party who is not authorised by the Financial Services Authority) you would not be protected by the investor protection measures required under the Financial Services and Markets Act 2000: for the sake of illustration only, you might not be able to claim under the Financial Services Compensation Scheme.

Provision of the investments or services mentioned on this website may be restricted by law depending on the jurisdiction in which you are resident, and on what type of investor you are. If you have any doubts about the suitability or legality of any investment or service, you should take appropriate professional advice.

The views and recommendations in this publication are based on information from a variety of sources. Although these are believed to be reliable, we cannot guarantee the accuracy or completeness of the information herein.

While we require our journalists and editorial staff to comply with the Press Complaints Commission Code of Practice, you should be aware that they may have interests in investments and/or providers of services referred to in this publication.