

The GBP/USD Has Pulled Back To The 1.6800 Zone

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Since the pair broke below the 1.6800 and the 200 period Exponential Moving Average on the 4 hour chart, we had been waiting for a possible pullback to the same zone, which we were expecting to act as a resistance. Now that the price has reached that level, we can see on the 4 hour chart below of the GBP/USD, courtesy of the ActivTrades that the pair has stalled for now its retracement and it is trying to bounce back to the downside.



In case the price keeps dropping, then we should wait and see if it breaks the 55 period Exponential Moving Average on the Daily chart, which is where it stopped falling yesterday, and if it continues to the 1.6700 level. A visit to the 1.6700 level could make the pair stop its decline there. On the other hand, if the price continues retracing to the upside, then we should wait to see if it reaches the 1.6900 level, but first it would have to break past the 55 period Exponential Moving Average (purple line) on this 4 hour chart.

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