

**USD<sub>X</sub>:** Daily Update: Near-term: will 200 day MA pause the declines?

DXZ22 - U.S. Dollar Index - Daily Nearest Candlestick Chart



Utilized the US Dollar Index chart because it has become popular again amongst many market pundits. We feel it imperative to suggest it may well be an outmoded instrument linked to trade-weighted foreign currencies back in the early 1970s, primarily European, which still represent 78% of the weightings today. The top 5 US Federal Reserve trade weights are currently: 20% Euro zone, 15% China, 13% Mexico, 13% Canada & 6% Japan.

We prefer 3 currency futures (majors) groupings:

- Euro group, EUR, GBP & CHF,
- 'ComDolls', Commonwealth dollars: CAD, AUD & NZD,
- Japan Yen, onto itself.