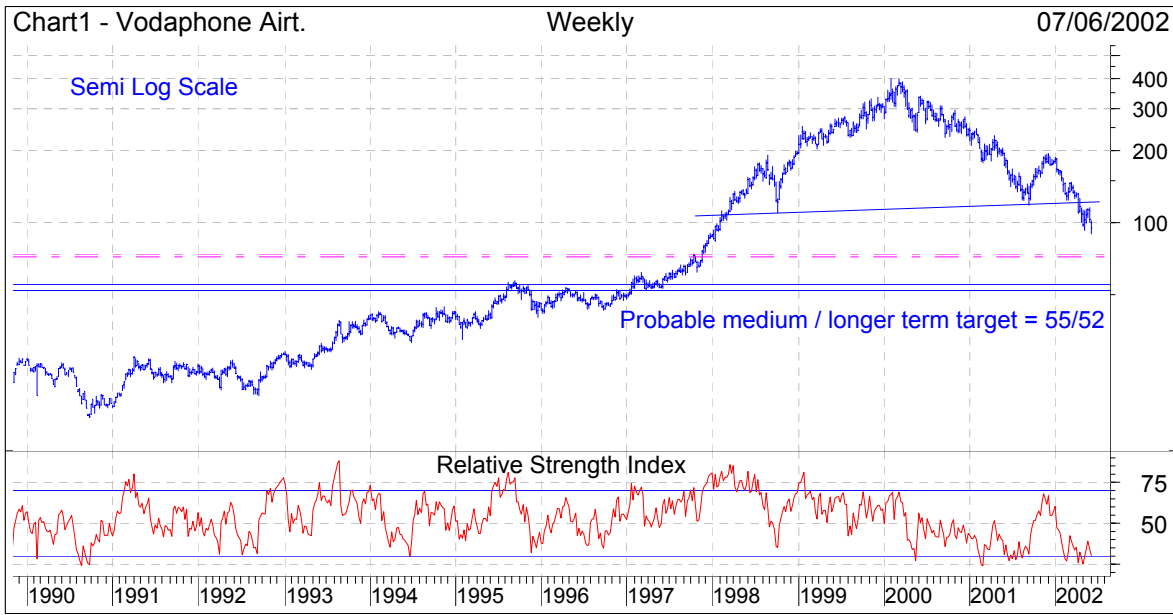


**VOD - Vodafone - 95**



VOD failed to clear the key short term resistance cited at 112/117 in our last comment of May-27 and prices have since dropped back sharply to test the first significant support at 93/90. Although bears should view this area with a degree of caution, recent action hints strongly that the major downtrend is about to reassert itself. We continue to believe that VOD is in the process of trending down to medium / longer term objectives of 74/72 and then probably 55/52. A close beneath 90 would confirm that the downtrend has resumed and lead us to adopt minor support at 94/82 as the next short term objective. Overhead, we note a possible minor resistance point at 106, though no clearly defined resistance is evident until 112/117. Clearance of 117 would be needed to break the nearer term component of the downtrend. While this latter event would indicate a temporary improvement to the chart the medium / longer term outlook remains bearish until big resistance at 145/148 can be cleared.

**Support and Resistance table - Nearest Levels\***

<b>Res:</b>	<b>106 (P.Min)</b>	<b>112/117 (F.Min)</b>	<b>124/127 (Int)</b>	<b>135/136 (Min)</b>	<b>145/148 (Int)</b>
<b>Sup:</b>	<b>93/90 (F.Min)</b>	<b>84/82 (Min)</b>	<b>74/72 (Int)</b>	<b>55/52 (Int)</b>	

Key to abbreviation of magnitudes in decending order

Maj = Major Int = Intermediate F.Min = Fairly Minor Min = Minor P.Min = Possible Minor V.Min = Very Minor Poss = Possible

\* A close above any given resistance, or beneath support is needed to confirm a break.

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Market Dynamics UK Ltd. Regulated by the FSA. Suite 9, Mentec Centre, Bangor, Gwynedd, North Wales, LL57 2UP.  
Tel: 01248-355-992