

GBPUSD 11/12/2025

December 10, 2025
[Daily Fib. GBPUSD](#)

Fundamental / Economic Backdrop (short term)

- The US dollar remains primarily driven by expectations around Federal Reserve policy, real yield direction, and broader risk sentiment. With the market still sensitive to any shift in US rate-cut expectations, short-term USD strength or weakness remains highly data-dependent.
- Sterling continues to be influenced by Bank of England rate expectations, domestic inflation persistence, and UK growth stability. While inflation remains sticky, economic growth risks limit the scope for aggressive BoE tightening.
- Relative yield differentials between the UK and the US remain narrow and volatile, encouraging tactical, short-term positioning rather than long-duration trend trades.
- Global risk sentiment remains a secondary driver. Risk-on conditions tend to favour GBP over USD, while any sharp risk-off turn supports dollar demand.

Fundamental / Economic verdict

The short-term fundamental bias for GBP/USD is **neutral to mildly supportive**, driven by balanced UK-US rate expectations and stable risk conditions. There is **no dominant macro catalyst** currently favouring a sustained directional move, leaving the pair vulnerable to data-driven volatility rather than trend expansion.

Technical and Market Sentiment (short term)

Reference price: 1.3380

Key Support and Resistance Zones

Type	Level
Near-term resistance	1.3435 – 1.3460
Upper breakout level	1.3500 – 1.3520
Intraday pivot	1.3370 – 1.3385
Near-term support	1.3310 – 1.3330
Lower structural support	1.3250 – 1.3270

Market structure and sentiment:

- Cable remains in a **short-term upward channel**, but momentum has moderated near the **1.3450 resistance zone**.
- Volume and volatility have compressed slightly, indicating **consolidation rather than active trending conditions**.
- Short-term indicators reflect **neutral to mildly bullish momentum**, but without breakout confirmation.
- Market sentiment favours **range continuation unless 1.3500 breaks cleanly**.

Technical verdict

GBP/USD is in a **bullish-tilted consolidation phase** between **1.3310 and 1.3460**. A sustained move above **1.3500** would shift structure decisively bullish, while a sustained break below **1.3250** would neutralise the upside bias.

Strategy (short term)

Intraday / Early-Week (Thursday 11 December 2025) – Setup and Trade Ideas

Scenario	Trigger	Trade Structure
Range-buy continuation (base case)	Price holds above 1.3340	Buy 1.3340–1.3360 → Target 1.3420–1.3450 → Stop 1.3290
Range-sell rejection	Failure at 1.3450	Sell 1.3440–1.3460 → Target 1.3370–1.3340 → Stop 1.3505
Bullish breakout	Clean break above 1.3500	Buy 1.3510–1.3530 → Target 1.3580–1.3620 → Stop 1.3450
Bearish breakdown	Sustained move below 1.3250	Sell 1.3240–1.3220 → Target 1.3170–1.3120 → Stop 1.3300

Base Case & Risk-Managed Outlook

- The **primary expectation** is continued **range trading between 1.3310 and 1.3460**.
- Short-term directional trades should remain **data-conditional**, with disciplined stop placement due to compressed volatility.
- Breakout strategies should only be activated on **strong momentum and high-volume continuation**.

3-Day Outlook Scenarios

Scenario	Probability	Expected 3-Day Range	Market Drivers
Base – Consolidation	~55%	1.3310 – 1.3460	Balanced UK/US rate outlook, stable sentiment
Bullish Expansion	~30%	1.3460 – 1.3620	USD softening, UK data resilience, risk-on flows
Bearish Reversal	~15%	1.3120 – 1.3310	USD strength, risk-off shift, weak UK macro

Summary

- Fundamentals:** Neutral to mildly supportive
- Technical structure:** Bullish-tilted range
- Volatility regime:** Moderate
- Best-fit strategy:** Range-buy dips and sell rallies until 1.3500 breaks with conviction



The Daily Fib

Daily Fibs for the FX Market