

GBPUSD 17/12/2025

December 16, 2025

[Daily Fib,GBPUSD](#)

Fundamental / Economic Backdrop (short term)

Sterling remains sensitive to relative rate expectations and risk sentiment. Recent pricing implies a narrowing policy differential outlook between the Bank of England and the Federal Reserve, with markets attentive to inflation persistence in the UK and the pace of US disinflation. Near-term drivers include UK macro releases (inflation and labour data) and US yield movements, which continue to guide USD demand.

Fundamental / Economic verdict

The short-term fundamental bias is mildly supportive for GBPUSD, provided UK data avoids downside surprises and US yields remain contained. Volatility risk persists around data releases, but no clear fundamental catalyst suggests a sharp trend reversal.

Technical and Market Sentiment (short term)

GBPUSD trades at **1.3418**, holding above near-term trend support and maintaining a constructive structure on the daily timeframe.

Level type	Price area
Resistance	1.3485 / 1.3520
Intermediate resistance	1.3450
Support	1.3360
Key support	1.3300

Momentum indicators remain neutral-to-positive, with price holding above short-term moving averages. Market sentiment favours buying dips while above 1.3360, with sellers more active near the 1.3500 handle.

Technical verdict

The technical outlook remains cautiously bullish while price holds above 1.3360. A sustained break above 1.3485 would open scope for further upside, while a daily close below 1.3300 would negate the constructive bias.

Strategy (short term)

Intraday / Wednesday, December 17, 2025 – Setup and Trade Ideas

Scenario	Bias	Entry zone	Target(s)	Invalidation
Buy dip	Long	1.3360–1.3380	1.3450 / 1.3485	Below 1.3300
Range fade	Short	1.3480–1.3520	1.3420	Above 1.3550

Base Case & Risk Managed Outlook

The base case favours range-to-slightly-higher trade, with disciplined risk management around UK and US data. Position sizing should reflect elevated event risk and the proximity of resistance.

3 Day Outlook Scenarios

Scenario	Probability	Description
Bullish continuation	Medium	Break and hold above 1.3485 targets 1.3520–1.3600

Scenario	Probability	Description
Range consolidation	Medium	Price oscillates between 1.3360 and 1.3485
Bearish pullback	Low–Medium	Break below 1.3300 exposes 1.3220

Summary

Fundamentals provide mild support for GBPUSD in the immediate term, while technicals favour buying dips within a defined range. As long as price holds above 1.3360, upside attempts remain favoured, though sustained gains require a clean break above 1.3485. A loss of 1.3300 would materially weaken the short-term outlook.













GBPUSD Chart











Economic News relating to GBPUSD



December 17

07:00	Core CPI MM ▼		
 		Forecast: 0.1%	Prior: 0.3%
07:00	Core CPI YY ▼		
 		Forecast: 3.4%	Prior: 3.4%
07:00	CPI MM ▼		
 		Forecast: 0%	Prior: 0.4%
07:00	CPI YY ▼		
 		Forecast: 3.5%	Prior: 3.6%
07:00	RPI MM* ▼		
 		Forecast: 0%	Prior: 0.3%
07:00	RPI YY* ▼		
 		Forecast: 4.2%	Prior: 4.3%

December 18

12:00	BOE Bank Rate ▼		
 		Forecast: 3.75%	Prior: 4%
12:00	BOE MPC Vote Cut ▼		
 		Forecast: 5Number of	Prior: 4Number of
12:00	BOE MPC Vote Hike ▼		
 		Forecast: 0Number of	Prior: 0Number of
12:00	BOE MPC Vote Unchanged ▼		
 		Forecast: 4Number of	Prior: 5Number of
13:30	Core CPI MM, SA ▼		

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The Daily Fib

Daily Fibs for the FX Market

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Praemonitus, Praemunitus
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