

GBPUSD 19/12/2025

December 18, 2025

[Daily Fib, GBPUSD](#)

Fundamental / Economic Backdrop (short term)

Sterling remains supported by the UK's comparatively resilient services activity and a Bank of England stance that continues to prioritise inflation containment over near-term growth concerns. However, this support is tempered by softening UK consumer indicators and signs of slowing wage momentum.

On the US side, the dollar is consolidating after recent strength, with markets pricing a gradual Federal Reserve easing path but remaining sensitive to incoming inflation and labour data. Broad risk sentiment is neutral-to-cautious into year-end, limiting directional conviction.

Fundamental / Economic verdict

The short-term fundamental backdrop is mildly GBP-supportive but lacks sufficient momentum to drive a sustained breakout. The balance of risks favours consolidation with a slight upward bias, contingent on subdued US dollar demand.

Technical and Market Sentiment (short term)

At 1.3383, GBPUSD remains within a well-defined short-term range, holding above near-term moving averages and key Fibonacci retracement supports.

Level type	Price area	Notes
Resistance	1.3425 – 1.3450	Recent swing highs and supply zone
Resistance	1.3500	Psychological and medium-term cap
Support	1.3330 – 1.3300	Intraday demand and prior breakout area
Support	1.3250	Range base and trend support

Momentum indicators on the 4H timeframe are neutral-to-slightly bullish, while daily structure remains constructive as long as price holds above the 1.3300 region. Volatility is compressed, suggesting scope for a directional move, though follow-through may be limited ahead of the weekend.

Technical verdict

The technical structure favours range continuation with upside tests towards 1.3425–1.3450, provided 1.3300 remains intact.

Strategy (short term)

Intraday / Friday, December 19, 2025 – Setup and Trade Ideas

Scenario	Bias	Entry zone	Target zone	Invalidation
Range buy	Long	1.3330–1.3350	1.3400–1.3430	Below 1.3290
Fade resistance	Short	1.3440–1.3470	1.3360–1.3330	Above 1.3505

Base Case & Risk Managed Outlook

The preferred approach is tactical range trading rather than breakout positioning. Position sizing should reflect reduced liquidity and potential headline-driven volatility. A daily close below 1.3300 would weaken the bullish structure and shift bias lower.

1 Day Outlook Scenarios

Scenario	Probability	Description
Range consolidation	High	Price oscillates between 1.3330 and 1.3450
Bullish extension	Medium	Break above 1.3450 towards 1.3500
Bearish reversal	Low	Loss of 1.3300 opens downside towards 1.3250

Summary

Fundamentals offer modest support to sterling but lack a strong catalyst for acceleration. Technically, GBPUSD remains in a constructive range, favouring buy-the-dip strategies above 1.3300 and cautious selling near resistance. Overall expectations for the next session lean towards consolidation with a slight upside bias, while remaining alert to US dollar-driven volatility.

GBPUSD Chart



Economic News relating to GBPUSD



December 19

15:00 Existing Home Sales ▾



Forecast: 4.15 MNumber of

Prior: 4.1 MNumber of

December 22

07:00 GDP QQ ▾



Forecast: 0.1%

Prior: 0.3%

07:00 GDP YY ▾



Prior: 1.4%

December 24

13:30 Initial Jobless Clm * ▾



Prior: 224 KPerson

December 31

13:30 Initial Jobless Clm * ▾



January 5

13:45 S&P Global Comp PMI Final ▾



Prior: 54.2Index (diffusion)

15:00 ISM Manufacturing PMI ▾



Prior: 48.2Index

January 6

09:30 S&P GLOBAL SERVICE PMI ▾



Prior: 51.3Index (diffusion)

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The Daily Fib

Daily Fibs for the FX Market

Fibbinarchie.com

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Praemonitus, Praemunitus
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