

# Daily FX Focus

6-Aug-2024

Currency	Current Trend*(vs USD)	Support / Resistance		Market Commentary
<b>AUD</b>	↓	vs USD	0.6309 / 0.6717	AUD ended lower against the dollar yesterday and in the European session it fell to its lowest since Nov 2023 as risk-off flows dominated the markets, while investors await RBA's decision for further direction. AUDUSD fell 0.22% yesterday while AUDHKD ended at 5.05 level.
		vs HKD	4.9046 / 5.2443	
<b>EUR</b>	↑	vs USD	1.0815 / 1.1048	EUR ended higher against the dollar yesterday as the USD eased against a basket of currencies on concerns of a slowdown. The USD recovered slightly after release of US services PMI report that flayed recession fears. EURUSD rose 0.40% yesterday while EURHKD ended at 8.52 level.
		vs HKD	8.4465 / 8.5878	
<b>GBP</b>	→	vs USD	1.2637 / 1.2977	GBP ended lower against the dollar yesterday following significant losses in global markets. Also as risk-aversion intensified on deepening Middle East risks the GBP dropped sharply despite the plummeting USD. GBPUSD fell 0.20% yesterday while GBPHKD ended at 9.94 level.
		vs HKD	9.8246 / 10.1308	
<b>NZD</b>	↓	vs USD	0.5827 / 0.6075	NZD fell against the dollar yesterday despite softer USD due to growing fears of a US economic slowdown and triggering mass risk aversion. While markets await jobs data tomorrow which is likely to show a sharp rise in the jobless rate. NZDUSD fell 0.29% yesterday while NZDHKD ended at 4.62 level.
		vs HKD	4.5278 / 4.7409	
<b>CNH</b>	↑	vs USD	7.0473 / 7.2624	CNH rose against the dollar yesterday and the onshore yuan rose to a seven-month high boosted by a stronger JPY and investors rushing to unwind their emerging market carry trades. USDCNH fell 0.36% yesterday while CNHHKD ended at 1.09 level.
		vs HKD	1.0741 / 1.1029	
<b>CAD</b>	↓	vs USD	1.3669 / 1.3961	CAD strengthened against the dollar yesterday as the USD eased against a basket of currencies amid fears of a looming US recession. CAD was also boosted by a rise in oil prices that rose over \$1 on oil supply concerns. USDCAD fell 0.35% yesterday while CADHKD ended at 5.63 level.
		vs HKD	5.5656 / 5.7086	
<b>JPY</b>	↑	vs USD	137.68 / 154.63	JPY continued to strengthen against the dollar yesterday, rising to a seven-month high as the USD eased broadly after a slew of economic data raised prospects of a slowdown in US economy and bigger rate cuts by the Fed. USDJPY fell 1.62% yesterday while JPYHKD ended at 5.40 level.
		vs HKD	5.0514 / 5.6185	
<b>CHF</b>	↑	vs USD	0.8320 / 0.8835	CHF remained stronger against the dollar yesterday, trading near a seven-month high on broad-based USD easing. The Swiss Franc also rose to its highest level in nearly a decade against the Euro having risen around 3.5%. USDCHF fell 0.61% yesterday while CHFHKD ended at 9.13 level.
		vs HKD	8.8315 / 9.3309	
<b>SGD</b>	↑	vs USD	1.3133 / 1.3416	SGD ended stronger against the US dollar yesterday as the USD eased against major peers on growing fears of an economic slowdown, however US treasury yield curve turned positive for the first time in two years. USDSGD fell 0.12% yesterday while SGDHKD ended at 5.87 level.
		vs HKD	5.8146 / 5.9202	

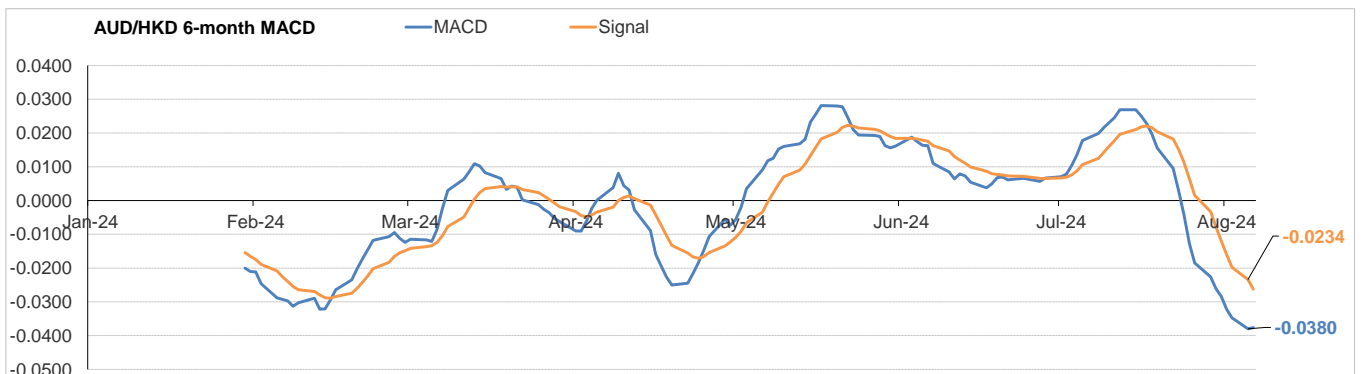
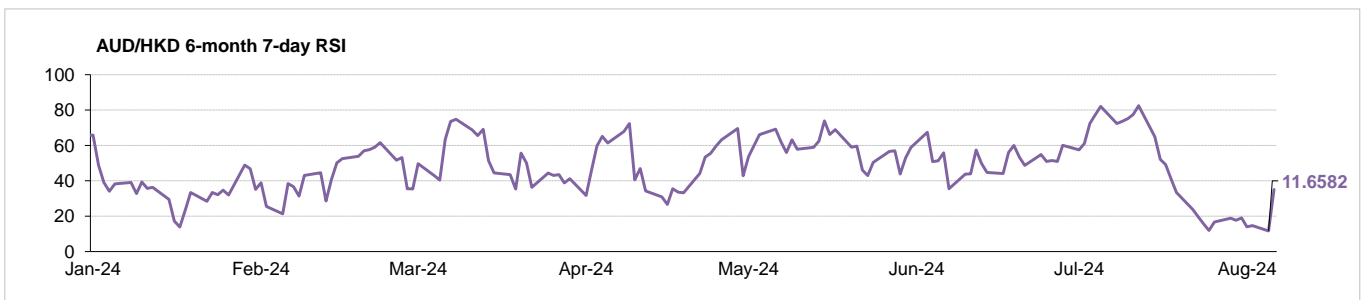
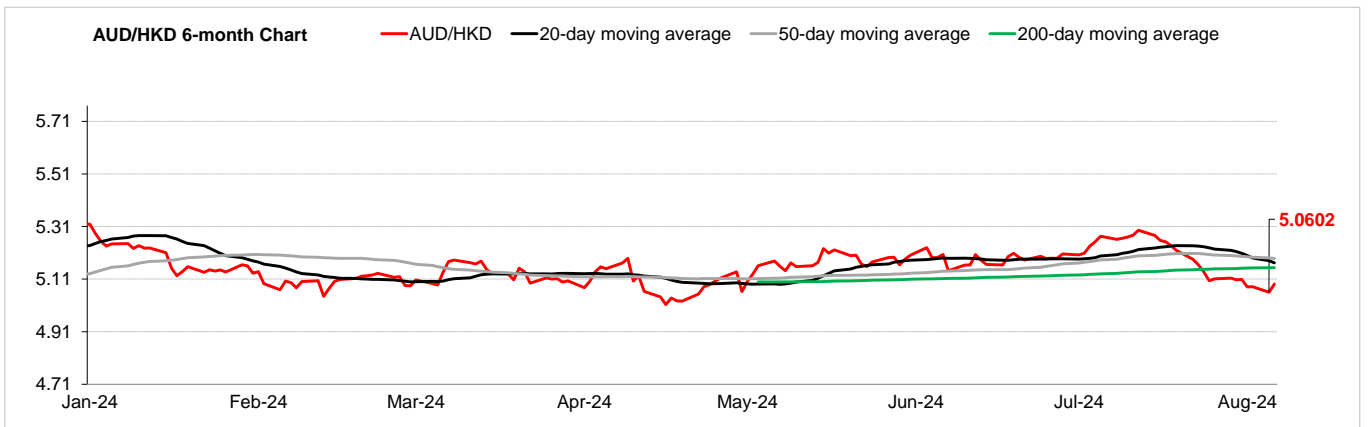
\*Current Trend observations pertain to historical trend technical analysis only and do not reflect any forward looking fundamental views. The signal is generated with both the 20-days moving average and the 50-days moving average.

↑	Up Trend, indicates that the currency has been moving higher against the USD
→	Consolidation, indicates that the currency's movement against the USD has remained sideways
↓	Down Trend, indicates that the currency has been moving lower against the USD

# Daily FX Focus


6-Aug-2024

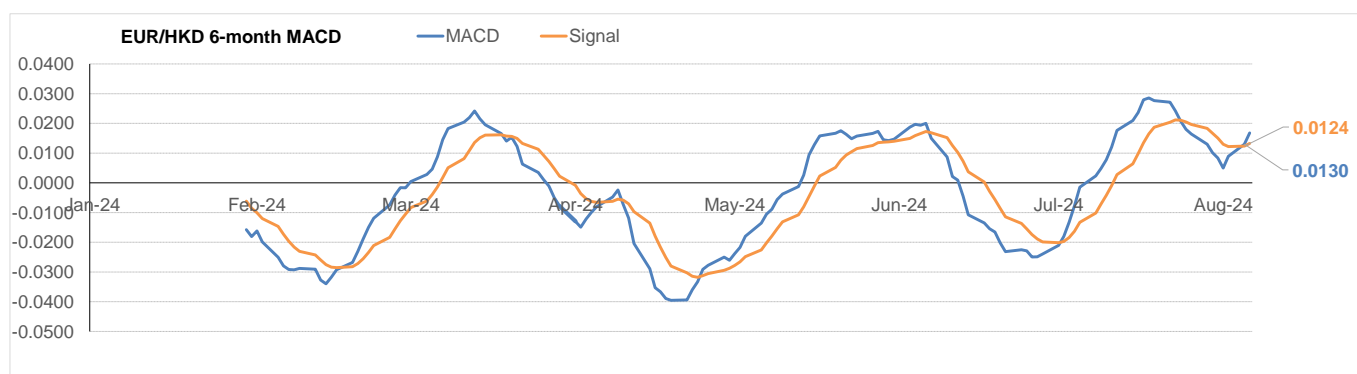
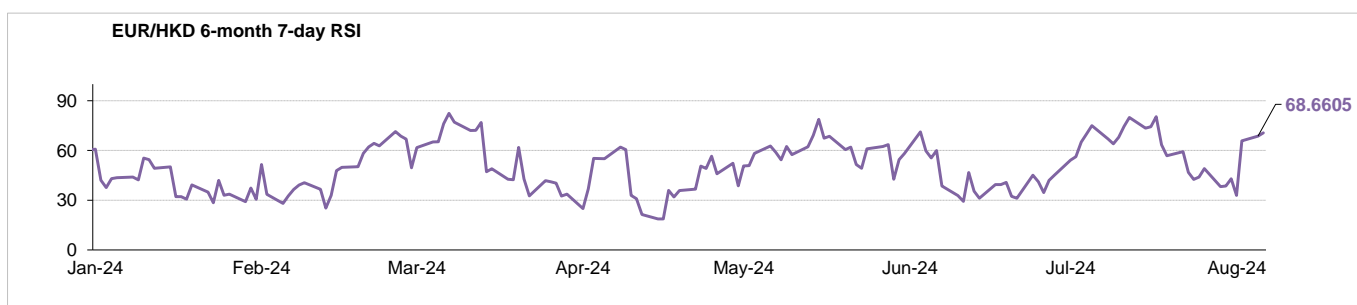
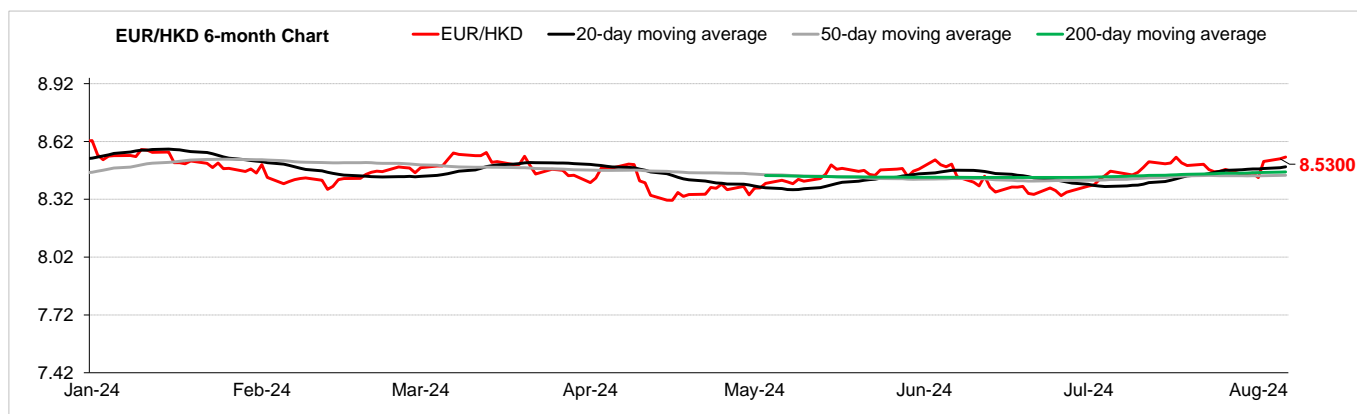
FX Snapshot - AUD				
Currency	10-Second Pitch	Technical Analysis		
AUD	Reserve Bank of Australia kept benchmark interest rate unchanged in June. AUD ended lower against the dollar yesterday and in the European session it fell to its lowest since Nov 2023 as risk-off flows dominated the markets, while investors await RBA's decision for further direction. AUDUSD fell 0.22% yesterday while AUDHKD ended at 5.05 level.	vs HKD	vs USD	
		06-Aug	5.0920	0.6533
		Daily change	-0.41%	-0.22%
		High	5.0896	0.6520
		Low	4.9332	0.6346
		Support*	4.9046	0.6309
		Resistance*	5.2443	0.6717
Market's Focus		Trendlines	Closed at	
(-) Australia Q1 GDP rose 1.1% YoY, lower than an increase of 1.5% in previous quarter (-) Australia June unemployment rate arrived at 4.1% (-) Australia Q2 CPI rose 1% YoY, same as previous quarter		Spot Rate	5.0602	
		20 day moving average	5.1715	
		50 day moving average	5.1885	
		200 day moving average	5.1537	
		RSI	11.6582	
		MACD	-0.0380	
		Signal	-0.0234	



# Daily FX Focus

6-Aug-2024

FX Snapshot - EUR				
Currency	10-Second Pitch	Technical Analysis		
<b>EUR</b> 	European Central Bank kept benchmark interest rate unchanged in July. EUR ended higher against the dollar yesterday as the USD eased against a basket of currencies on concerns of a slowdown. The USD recovered slightly after release of US services PMI report that flayed recession fears. EURUSD rose 0.40% yesterday while EURHKD ended at 8.52 level.		vs HKD	
		06-Aug	8.5420	1.0961
		Daily change	0.16%	0.40%
		High	8.5621	1.1008
		Low	8.4656	1.0891
		Support*	8.4465	1.0815
		Resistance*	8.5878	1.1048
	Market's Focus	Trendlines	Closed at	
	(-) Eurozone CPI recorded at 2.6% YoY in July	<b>Spot Rate</b>	<b>8.5300</b>	
	(-) Germany July manufacturing PMI arrived at 43.2	<b>20 day moving average</b>	<b>8.4884</b>	
	(-) Germany July Business Climate arrived at 87	50 day moving average	8.4449	
		<b>200 day moving average</b>	<b>8.4621</b>	
		<b>RSI</b>	<b>68.6605</b>	
		<b>MACD</b>	<b>0.0130</b>	
		<b>Signal</b>	<b>0.0124</b>	

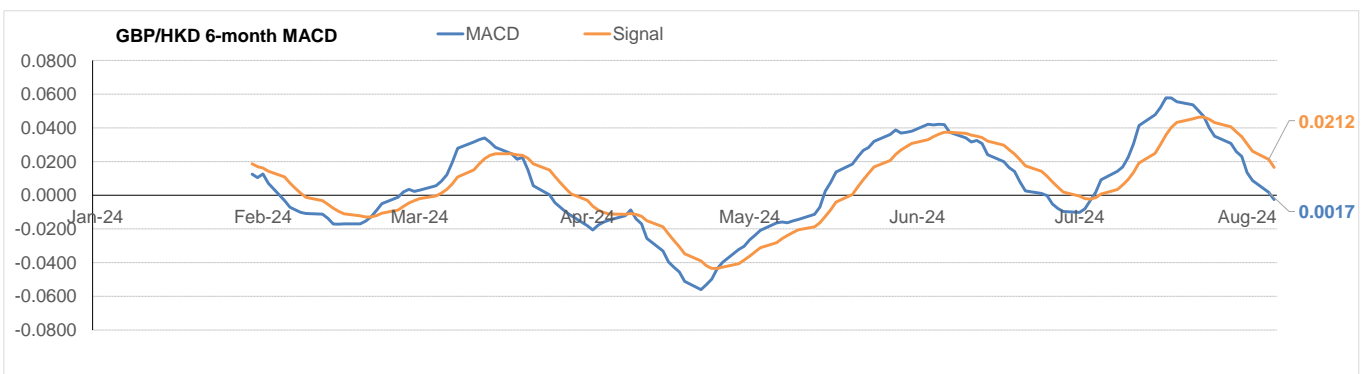
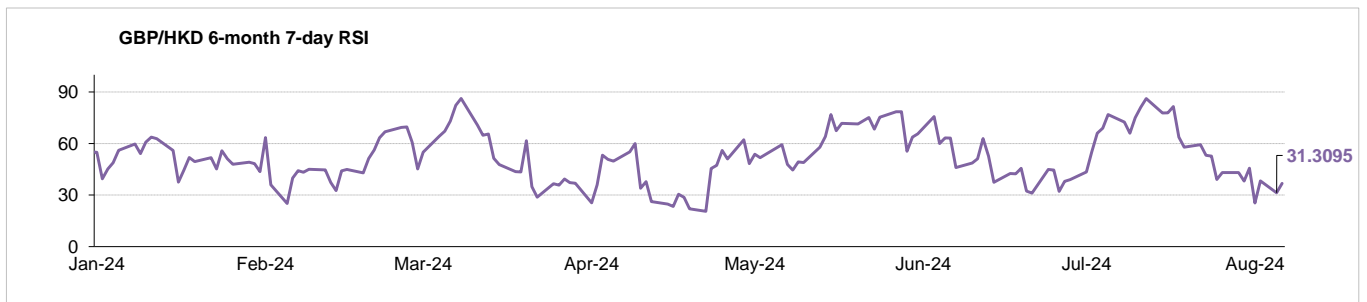
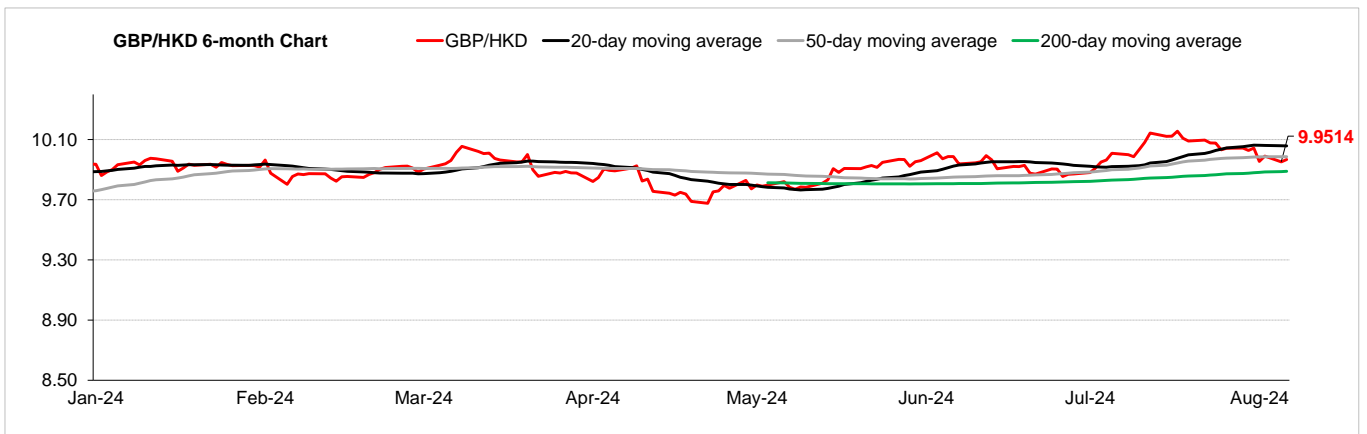


# Daily FX Focus

6-Aug-2024

## FX Snapshot - GBP

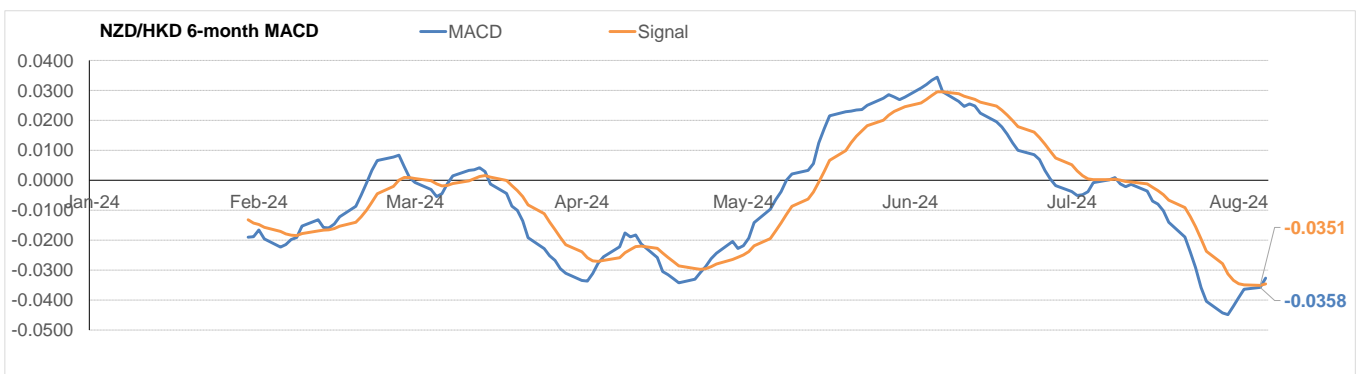
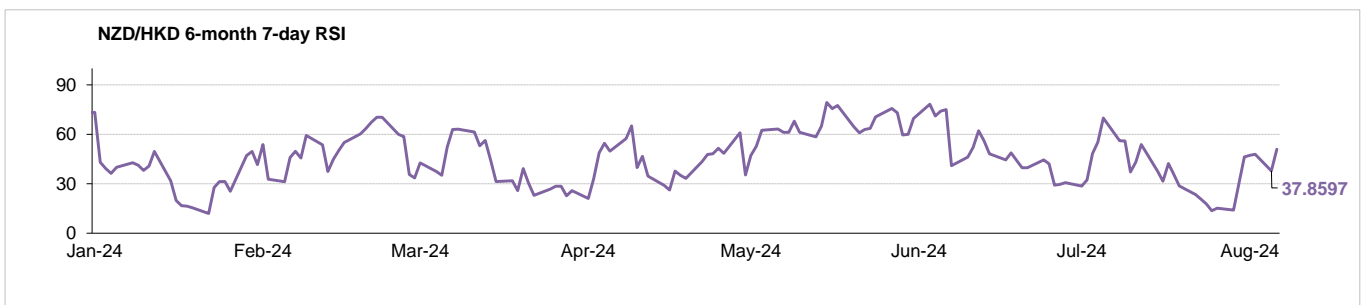
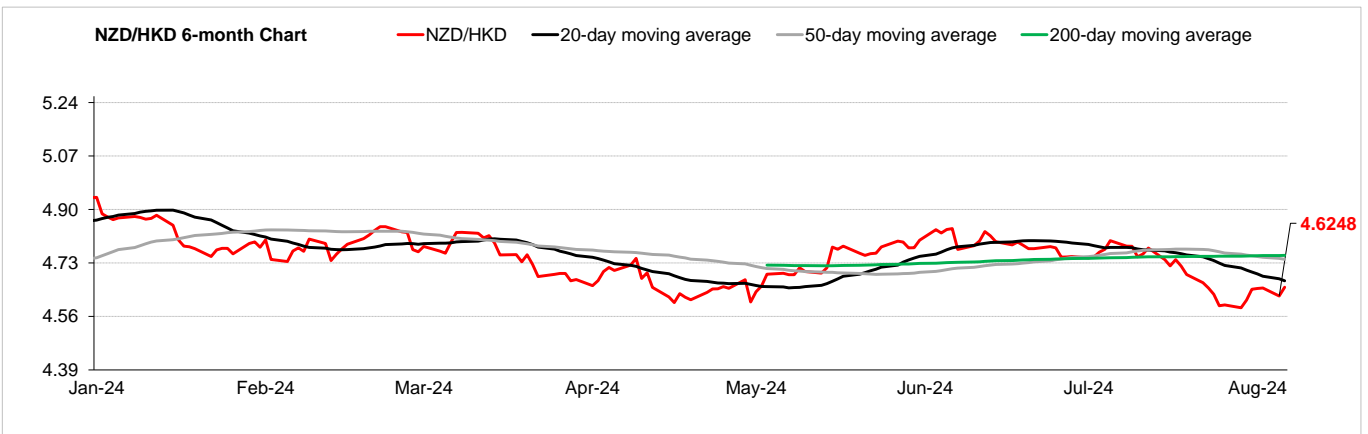
Currency	10-Second Pitch	Technical Analysis		
GBP →	Bank of England reduced benchmark interest rate in August. GBP ended lower against the dollar yesterday following significant losses in global markets. Also as risk-aversion intensified on deepening Middle East risks the GBP dropped sharply despite the plummeting USD. GBPUSD fell 0.20% yesterday while GBPHKD ended at 9.94 level.	vs HKD	vs USD	
		06-Aug	9.9700	1.2794
		Daily change	-0.39%	-0.20%
		High	9.9982	1.2817
		Low	9.8771	1.2706
		Support*	9.8246	1.2637
<b>Market's Focus</b> (-) UK CPI recorded at 0.1% YoY in June (-) UK ILO's 3Mths unemployment rate was at recorded at 4.4% in May (+) UK July Nationwide House Prices All Houses rose 2.1% YoY, higher than an increase of 1.5% in previous month		<b>Trendlines</b>		
		<b>Closed at</b>		
		Spot Rate	9.9514	
		20 day moving average	10.0579	
		50 day moving average	9.9853	
		200 day moving average	9.8889	
		RSI	31.3095	
		MACD	0.0017	
		Signal	0.0212	



# Daily FX Focus

6-Aug-2024

FX Snapshot - NZD				
Currency	10-Second Pitch	Technical Analysis		
NZD ↓	Reserve Bank of New Zealand kept benchmark interest rate unchanged in July. NZD fell against the dollar yesterday despite softer USD due to growing fears of a US economic slowdown and triggering mass risk aversion. While markets await jobs data tomorrow which is likely to show a sharp rise in the jobless rate, NZDUSD fell 0.29% yesterday while NZDHKD ended at 4.62 level.		vs HKD	vs USD
		06-Aug	4.6549	0.5972
		Daily change	-0.55%	-0.29%
		High	4.6541	0.5971
		Low	4.5468	0.5849
		Support*	4.5278	0.5827
	Resistance*	4.7409	0.6075	
Market's Focus		Trendlines	Closed at	
(-) New Zealand Q1 GDP rose 0.3% YoY, lower than an increase of -0.3% in previous quarter (-) New Zealand Q2 CPI rose 3.3% YoY, lower than an increase of 4% in previous quarter (-) New Zealand Q1 unemployment rate arrived at 4.3%		Spot Rate	4.6248	
		20 day moving average	4.6731	
		50 day moving average	4.7418	
		200 day moving average	4.7542	
		RSI	37.8597	
		MACD	-0.0358	
		Signal	-0.0351	

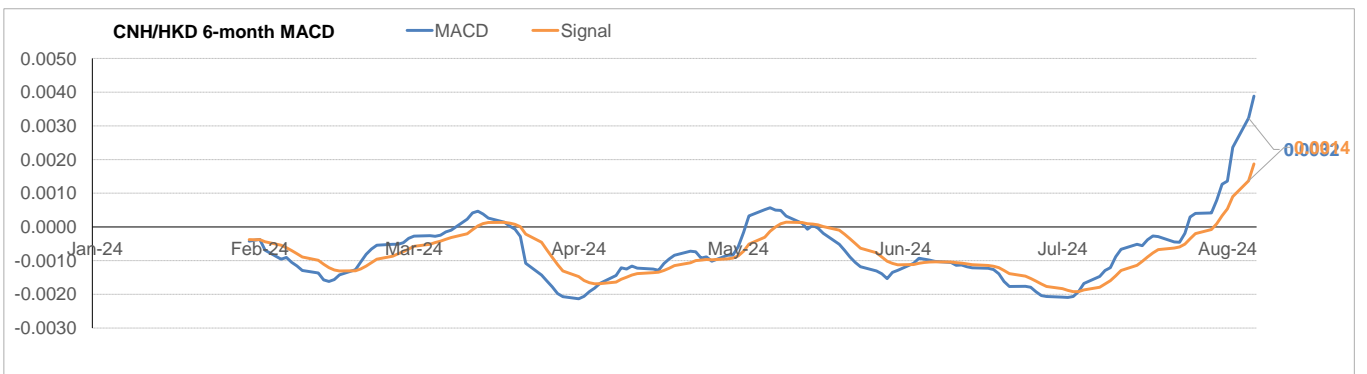
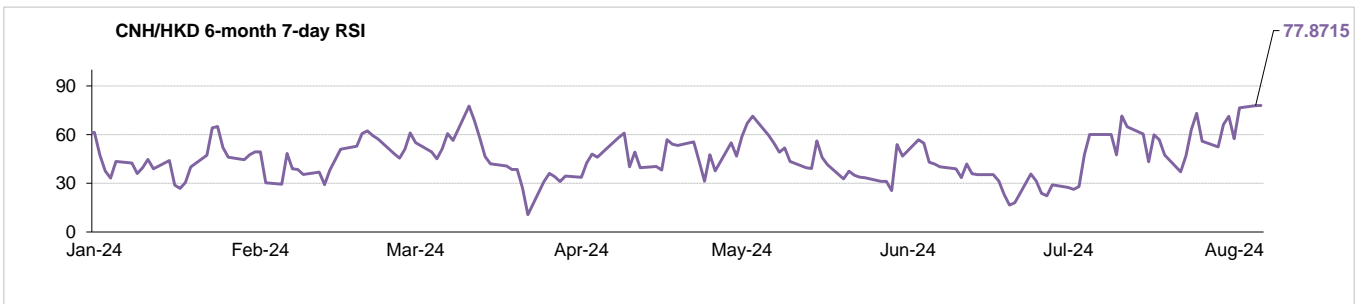
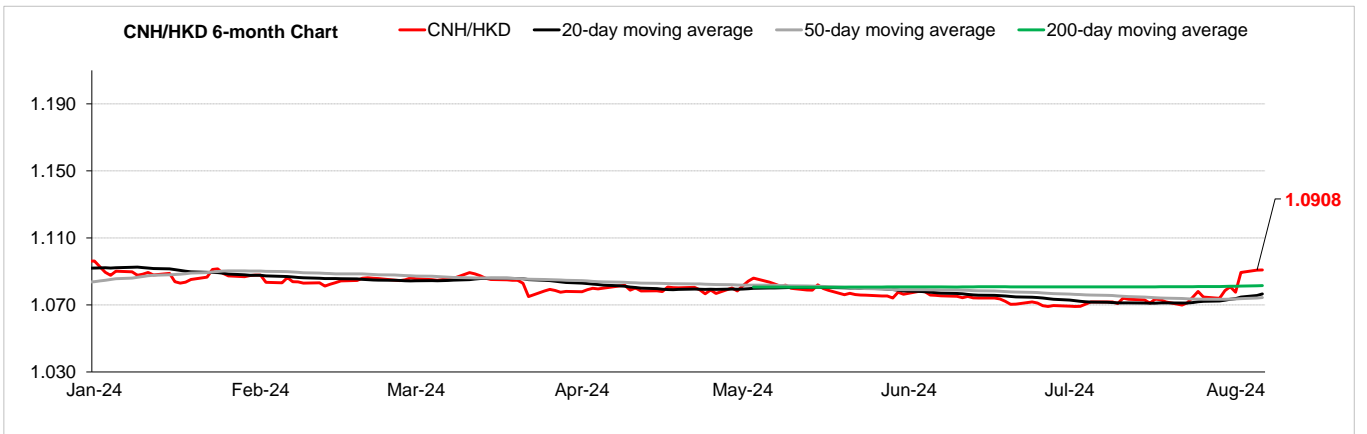


# Daily FX Focus

6-Aug-2024

## FX Snapshot - CNH

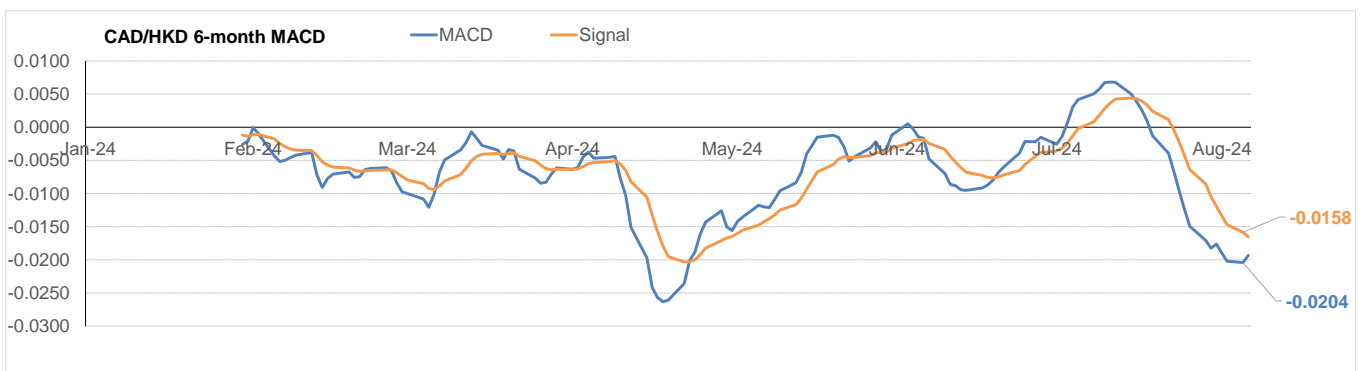
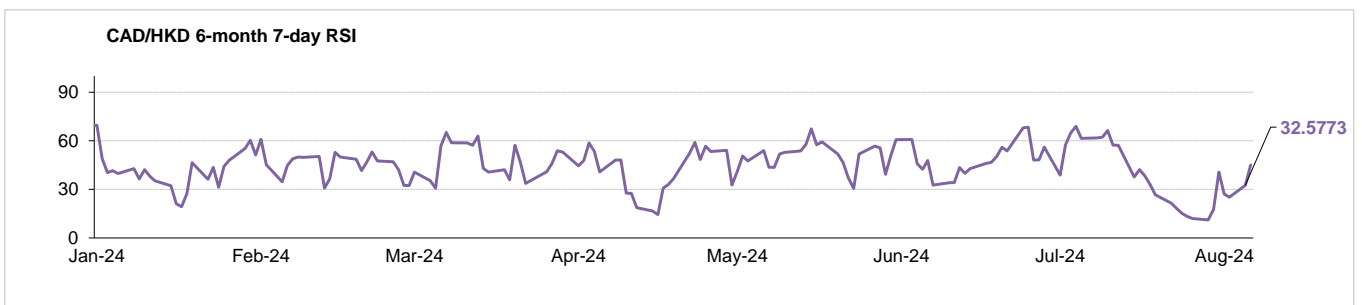
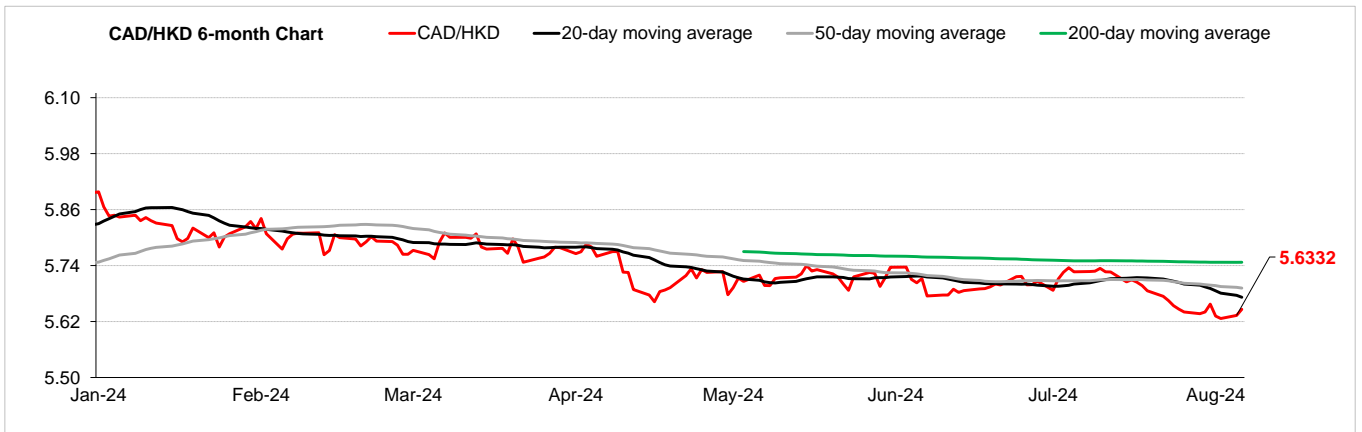
Currency	10-Second Pitch	Technical Analysis		
<b>CNH</b>  	CNH rose against the dollar yesterday and the onshore yuan rose to a seven-month high boosted by a stronger JPY and investors rushing to unwind their emerging market carry trades. USDCNH fell 0.36% yesterday while CNHHKD ended at 1.09 level.	vs HKD	USD vs	
		06-Aug	1.0911	7.1407
		Daily change	0.13%	-0.36%
		High	1.0984	7.1632
		Low	1.0883	7.0822
		Support*	1.0741	7.0473
		Resistance*	1.1029	7.2624
Market's Focus		Trendlines	Closed at	
(-) China Q2 GDP rose 4.7% YoY, lower than an increase of 5.3% in previous quarter (-) China CPI recorded at 0.2% YoY in June (-) China July Caixin manufacturing PMI arrived at 49.4, lower than 49.5 in previous month (-) China industrial production recorded at 5.3% YoY in June		<b>Spot Rate</b>	<b>1.0908</b>	
		<b>20 day moving average</b>	<b>1.0766</b>	
		<b>50 day moving average</b>	<b>1.0744</b>	
		<b>200 day moving average</b>	<b>1.0815</b>	
		<b>RSI</b>	<b>77.8715</b>	
		<b>MACD</b>	<b>0.0032</b>	
		<b>Signal</b>	<b>0.0014</b>	



# Daily FX Focus

6-Aug-2024

FX Snapshot - CAD				
Currency	10-Second Pitch	Technical Analysis		
CAD ↓	Bank of Canada reduced benchmark interest rate in July. CAD strengthened against the dollar yesterday as the USD eased against a basket of currencies amid fears of a looming US recession. CAD was also boosted by a rise in oil prices that rose over \$1 on oil supply concerns. USDCAD fell 0.35% yesterday while CADHKD ended at 5.63 level.	vs HKD	USD vs	
		06-Aug	5.6465	1.3796
		Daily change	0.12%	-0.35%
		High	5.6357	1.3946
		Low	5.5733	1.3808
		Support*	5.5656	1.3669
		Resistance*	5.7086	1.3961
Market's Focus		Trendlines	Closed at	
(-) Canada Q1 GDP rose 0.53% YoY, lower than an increase of 0.93% in previous month (-) Canada CPI recorded at 2.7% YoY in June (-) Canada June unemployment rate arrived at 6.4% (-) Canada July Manufacturing PMI arrived at 47.8, lower than 49.3 in previous month		Spot Rate	5.6332	
		20 day moving average	5.6721	
		50 day moving average	5.6918	
		200 day moving average	5.7470	
		RSI	32.5773	
		MACD	-0.0204	
		Signal	-0.0158	

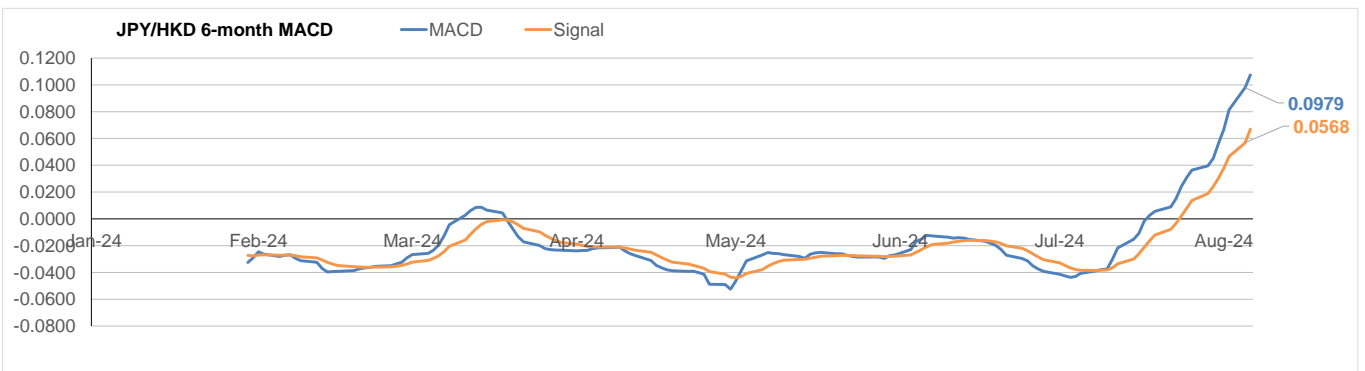
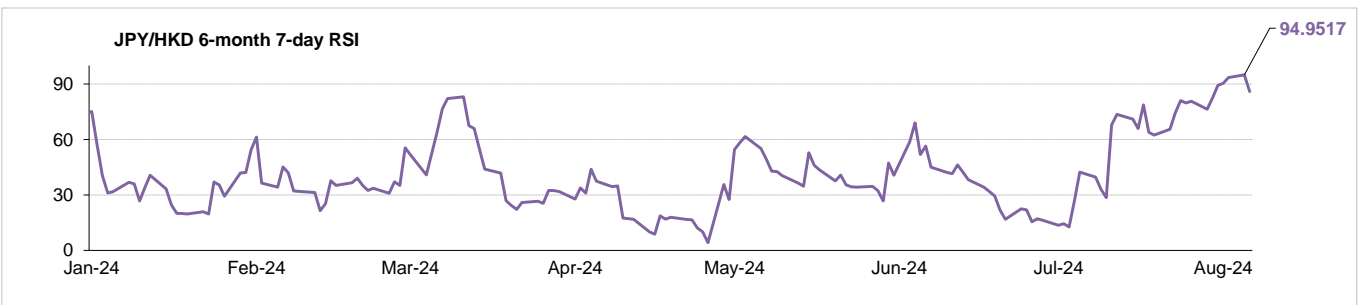
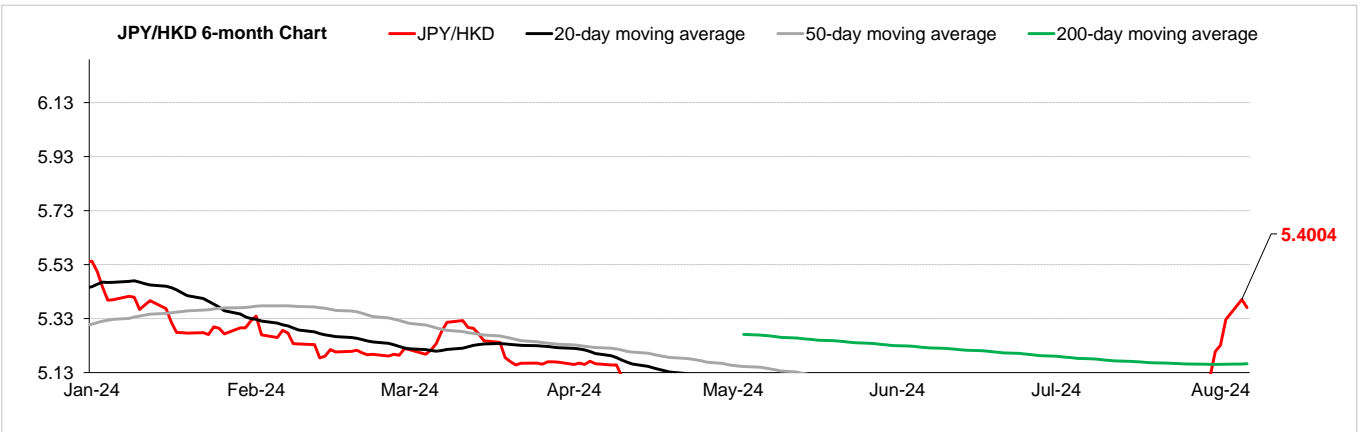


# Daily FX Focus

6-Aug-2024

## FX Snapshot - JPY

Currency	10-Second Pitch	Technical Analysis		
JPY ↑	Bank of Japan raised benchmark interest rate in August. JPY continued to strengthen against the dollar yesterday, rising to a seven-month high as the USD eased broadly after a slew of economic data raised prospects of a slowdown in US economy and bigger rate cuts by the Fed. USDJPY fell 1.62% yesterday while JPYHKD ended at 5.40 level.	vs HKD	USD vs	
		06-Aug	5.3700	145.03
		Daily change	1.39%	-1.62%
		High	5.4877	146.56
		Low	5.3260	141.66
		Support*	5.0514	137.68
	Resistance*	5.6185	154.63	
	Market's Focus	Trendlines	Closed at	
	(-) Japan GDP recorded at -2.9% YoY in Q1 (-) Japan CPI nationwide ex fresh food recorded at 2.6% YoY in June (-) Japan July manufacturing PMI arrived at 49.1 (-) Japan Industrial Production recorded at -3.6% MoM in June	Spot Rate	5.4004	
		20 day moving average	5.0707	
		50 day moving average	4.9825	
		200 day moving average	5.1631	
		RSI	94.9517	
		MACD	0.0979	
		Signal	0.0568	

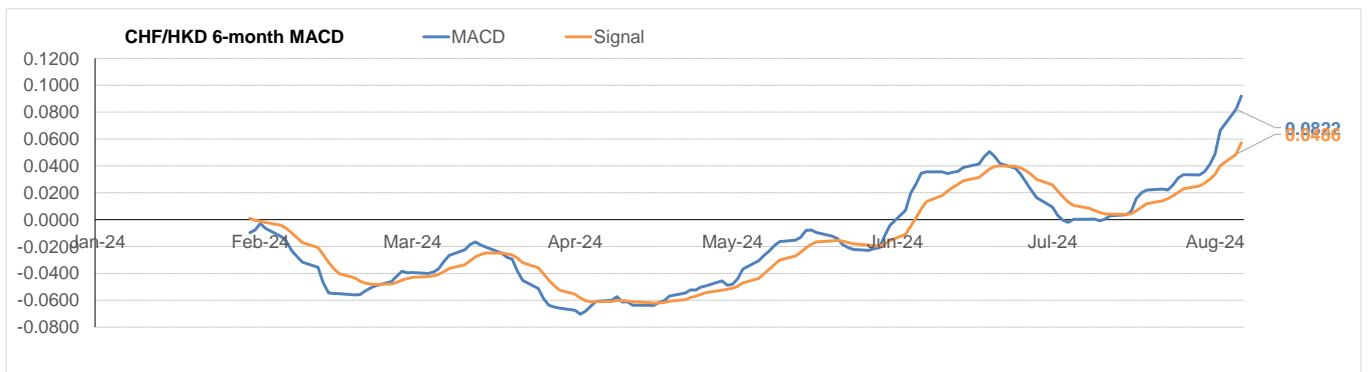
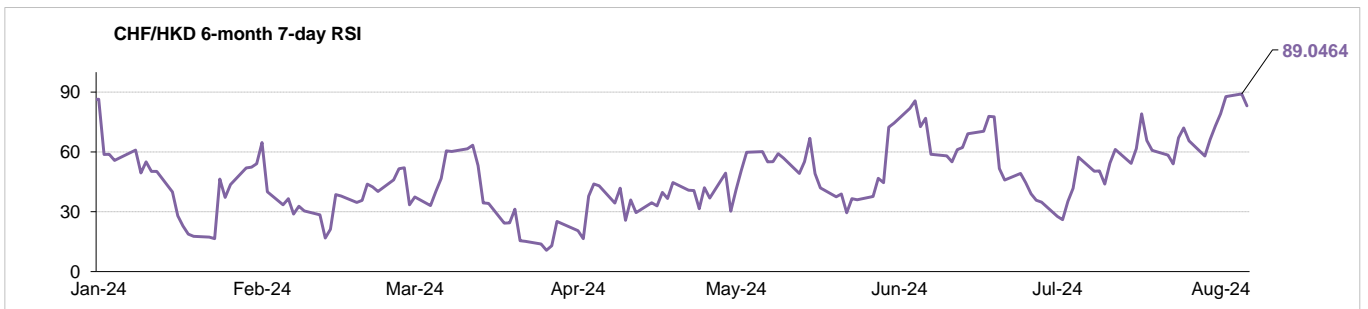
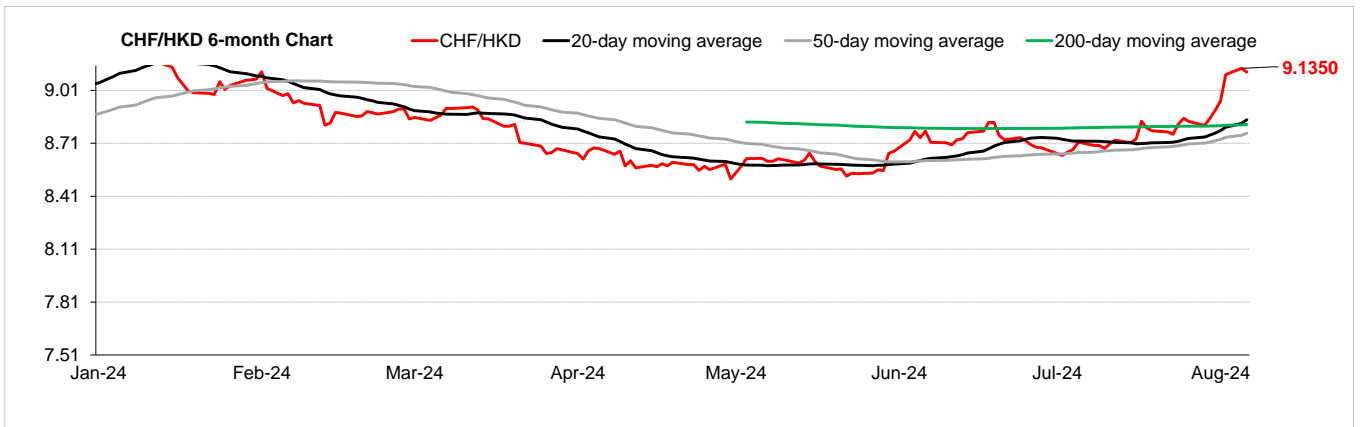




# Daily FX Focus

6-Aug-2024


FX Snapshot - CHF				
Currency	10-Second Pitch	Technical Analysis		
CHF  ↑	Swiss National Bank reduced benchmark interest rate in June. CHF remained stronger against the dollar yesterday, trading near a seven-month high on broad-based USD easing. The Swiss Franc also rose to its highest level in nearly a decade against the Euro having risen around 3.5%. USDCHF fell 0.61% yesterday while CHFHKD ended at 9.13 level.	vs HKD	USD vs	
		06-Aug	9.1174	0.8543
		Daily change	0.39%	-0.61%
		High	9.2234	0.8594
		Low	9.0717	0.8430
		Support*	8.8315	0.8320
Resistance*	9.3309	0.8835		
Market's Focus		Trendlines	Closed at	
(-) Switzerland Q1 GDP rose 0.6% YoY, same as previous quarter (-) Switzerland July CPI rose 1.3% YoY, same as previous month (-) Switzerland June unemployment rate arrived at 2.4% (-) Switzerland June Foreign Currency Reserves arrived at 711456M		Spot Rate	9.1350	
		20 day moving average	8.8439	
		50 day moving average	8.7669	
		200 day moving average	8.8170	
		RSI	89.0464	
		MACD	0.0822	
		Signal	0.0486	

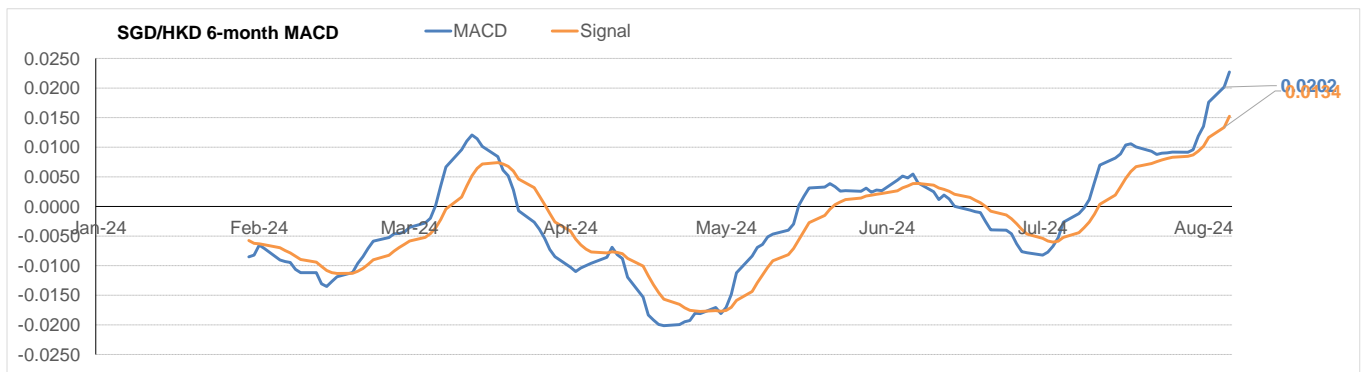
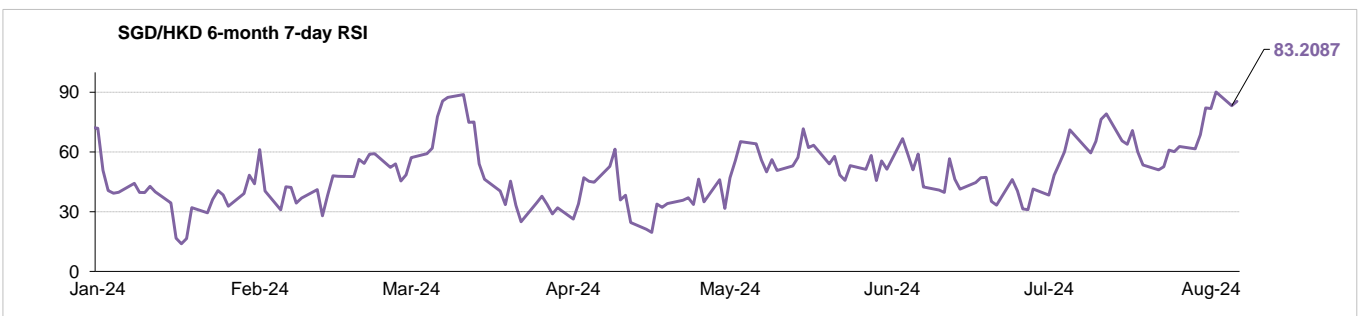
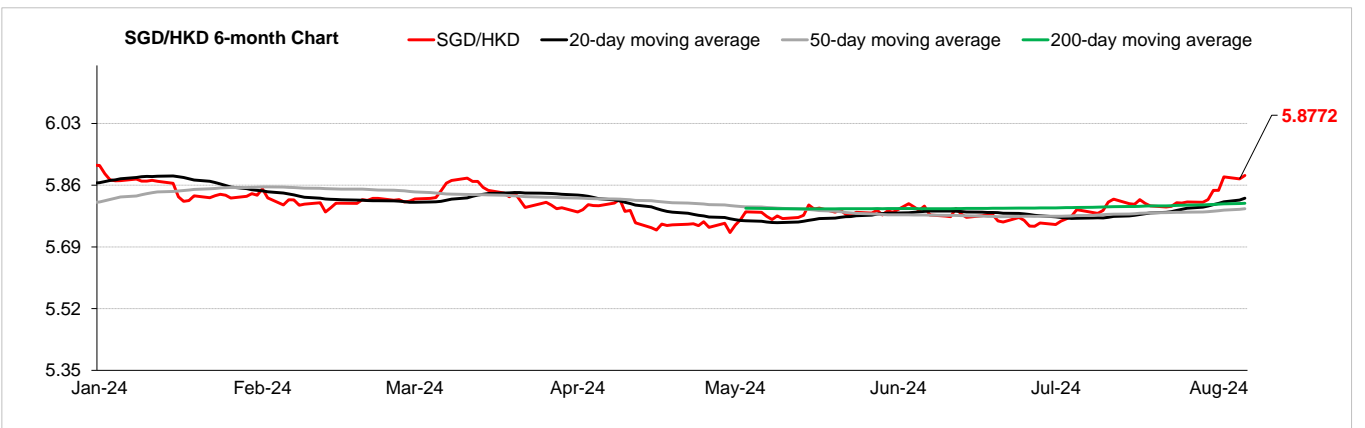


# Daily FX Focus

6-Aug-2024

## FX Snapshot - SGD

Currency	10-Second Pitch	Technical Analysis		
<b>SGD</b>  	SGD ended stronger against the US dollar yesterday as the USD eased against major peers on growing fears of an economic slowdown, however US treasury yield curve turned positive for the first time in two years. USDSGD fell 0.12% yesterday while SGDHKD ended at 5.87 level.	vs HKD	USD vs	
		06-Aug	5.8867	1.3233
		Daily change	-0.10%	-0.12%
		High	5.9007	1.3277
		Low	5.8620	1.3181
		Support*	5.8146	1.3133
Resistance*	5.9202	1.3416		
	<b>Market's Focus</b>	<b>Trendlines</b>	<b>Closed at</b>	
	(-) Singapore CPI recorded at 2.4% YoY in June (-) Singapore Q1 unemployment rate arrived at 2.1% , same as previous quarter (-) Singapore Non Oil Domestic Exports recorded at -8.7% YoY in June	<b>Spot Rate</b>	<b>5.8772</b>	
		<b>20 day moving average</b>	<b>5.8243</b>	
		<b>50 day moving average</b>	<b>5.7954</b>	
		<b>200 day moving average</b>	<b>5.8102</b>	
		<b>RSI</b>	<b>83.2087</b>	
		<b>MACD</b>	<b>0.0202</b>	
		<b>Signal</b>	<b>0.0134</b>	



# Daily FX Focus

6-Aug-2024

---

Please take note that the primary sources of all the charts are from Refinitiv dated 6 Aug 2024 before 9:30 am

## Terminology:

'Support level' is the level where the exchange rate tends to find support as it is going down i.e. market participants tend to see value at these levels and price is more likely to bounce up rather than go lower.

'Resistance level' is the level where it tends to find resistance as it is going up i.e. market participants tend to consider this as a ceiling and prevent prices from going up further.

We derive the support and resistance level using 'Pivot Points' which takes into account the high, low and close prices in the prior period of 15 days.

\*Please note that the indicative support and resistance level are given for general reference only. Customers should not rely on this information to buy or sell currency.

Relative Strength Index (RSI): Is a technical momentum indicator that compares the magnitude of recent gains to recent losses in an attempt to determine overbought and oversold conditions of an asset. The scale is 0 - 100 and typically overbought conditions are indicated by readings >70 and oversold conditions when <30.

Moving average: Is an indicator frequently used in technical analysis showing the average value of a currency's price over a set period. Moving averages are generally used to measure momentum and define areas of possible support and resistance. Moving averages are used to emphasize the direction of a trend and to smooth out price and volume fluctuations, or 'noise', that can confuse interpretation.

Moving Average Convergence Divergence (MACD) : is a type of oscillator that can measure market momentum as well as follow or indicate the trend. The convention for the MACD analysis is to use an Exponential Moving Average (EMA). MACD consists of two lines, the MACD Line and the Signal Line. The MACD Line measures the difference between a short moving average and a long moving average. The Signal Line is a moving average of the MACD Line.

This information is only for a reference and does not represent recommendation from HSBC for customer to buy or sell based on the information provided. Customer should not rely on the views or information expressed in this document solely to make investment decisions. HSBC shall not be held liable for damages arising out of any person's reliance upon this information. Customer should make his/her buy and sell decision based on his/her own view. Also, past performance is not indicative of future performance.

# Daily FX Focus

6-Aug-2024

---

## Important Information for Customers:

WARNING: THE CONTENTS OF THIS DOCUMENT HAVE NOT BEEN REVIEWED BY ANY REGULATORY AUTHORITY IN HONG KONG OR ANY OTHER JURISDICTION. YOU ARE ADVISED TO EXERCISE CAUTION IN RELATION TO THE INVESTMENT AND THIS DOCUMENT. IF YOU ARE IN DOUBT ABOUT ANY OF THE CONTENTS OF THIS DOCUMENT, YOU SHOULD OBTAIN INDEPENDENT PROFESSIONAL ADVICE.

This document has been issued by The Hongkong and Shanghai Banking Corporation Limited (the "Bank") in the conduct of its regulated business in Hong Kong and may be distributed in other jurisdictions where its distribution is lawful. It is not intended for anyone other than the recipient. The contents of this document may not be reproduced or further distributed to any person or entity, whether in whole or in part, for any purpose. This document must not be distributed to the United States, Canada or Australia or to any other jurisdiction where its distribution is unlawful. All non-authorised reproduction or use of this document will be the responsibility of the user and may lead to legal proceedings.

This document has no contractual value and is not and should not be construed as an offer or the solicitation of an offer or a recommendation for the purchase or sale of any investment or subscribe for, or to participate in, any services. The Bank is not recommending or soliciting any action based on it.

Some of the information in this document is derived from third party sources as specified at the relevant places where such information is set out. The Bank believes such information to be reliable but it has not independently verified. We do not undertake any obligation to issue any further publications to you or update the contents of this document and such contents are subject to changes at any time without notice. They are expressed solely as general market information and/or commentary for general information purposes only and do not constitute investment advice or recommendation to buy or sell investments or guarantee of returns. The Bank has not been involved in the preparation of such information and opinion. The Bank makes no guarantee, representation or warranty and accepts no responsibility for the accuracy and/or completeness of the information and/or opinions contained in this document, including any third party information obtained from sources it believes to be reliable but which has not been independently verified. In no event will the Bank or HSBC Group be liable for any damages, losses or liabilities including without limitation, direct or indirect, special, incidental, consequential damages, losses or liabilities, in connection with your use of this document or your reliance on or use or inability to use the information contained in this document.

Currency conversion risk - the value of your foreign currency and CNH deposit will be subject to the risk of exchange rate fluctuation. If you choose to convert your foreign currency and CNH deposit to other currencies at an exchange rate that is less favourable than the exchange rate in which you made your original conversion to that foreign currency and CNH, you may suffer loss in principal.

The information contained within this document has not been reviewed in the light of your personal circumstances. Please note that this information is neither intended to aid in decision making for legal, financial or other consulting questions, nor should it be the basis of any investment or other decisions. You should carefully consider whether any investment views and investment products are appropriate in view of your investment experience, objectives, financial resources and relevant circumstances. The investment decision is yours but you should not invest in any product unless the intermediary who sells it to you has explained to you that the product is suitable for you having regard to your financial situation, investment experience and investment objectives. The relevant product offering documents should be read for further details.

Some of the statements contained in this document may be considered forward-looking statements which provide current expectations or forecasts of future events. Such forward looking statements are not guarantees of future performance or events and involve risks and uncertainties. Such statements do not represent any one investment and are used for illustration purpose only. Customers are reminded that there can be no assurance that economic conditions described herein will remain in the future. Actual results may differ materially from those described in such forward-looking statements as a result of various factors. We can give no assurance that those expectations reflected in those forward-looking statements will prove to have been correct or come to fruition, and you are cautioned not to place undue reliance on such statements. We do not undertake any obligation to update the forward-looking statements contained herein, whether as a result of new information, future events or otherwise, or to update the reasons why actual results could differ from those projected in the forward-looking statements.

Investment involves risk. It is important to note that the capital value of investments and the income from them may go down as well as up and may become valueless and investors may not get back the amount originally invested. Past performance contained in this document is not a reliable indicator of future performance whilst any forecasts, projections and simulations contained herein should not be relied upon as an indication of future results. Past performance information may be out of date. For up-to-date information, please contact your Relationship Manager.

Investment in any market may be extremely volatile and subject to sudden fluctuations of varying magnitude due to a wide range of direct and indirect influences. Such characteristics can lead to considerable losses being incurred by those exposed to such markets. If an investment is withdrawn or terminated early, it may not return the full amount invested.

Copyright © The Hongkong and Shanghai Banking Corporation Limited 2024. All rights reserved. No part of this publication may be reproduced, stored in a retrieval system, or transmitted, on any form or by any means, electronic, mechanical, photocopying, recording, or otherwise, without the prior written permission of The Hongkong and Shanghai Banking Corporation Limited.

Issued by The Hongkong and Shanghai Banking Corporation Limited