

# Daily FX Focus

21-Aug-2024

Currency	Current Trend*(vs USD)	Support / Resistance		Market Commentary
<b>CNH</b>	↗	vs USD	7.0453 / 7.2214	CNH rose against the dollar yesterday as the USD fell to a seven-month low on growing expectations the Fed will cut interest rates next month. Meanwhile China held key lending benchmarks unchanged, as expected. USDCNH fell 0.24% yesterday while CNHHKD ended at 1.09 level.
		vs HKD	1.0811 / 1.1029	
<b>EUR</b>	↗	vs USD	1.0893 / 1.1250	EUR ended stronger against the dollar yesterday, touching a fresh 8-month high and rallying above the 1.1100 level in early trading. Eurozone's current account surplus widened to over 50bn euros in June. EURUSD rose 0.41% yesterday while EURHKD ended at 8.66 level.
		vs HKD	8.5026 / 8.7517	
<b>GBP</b>	↗	vs USD	1.2777 / 1.3167	GBP rose against the dollar yesterday, posted a fresh 13-month high as USD eased broadly. GBP gained support on expectations that the policy-easing cycle from the BOE will be slower than that of other central banks. GBPUSD rose 0.32% yesterday while GBPHKD ended at 10.14 level.
		vs HKD	9.9531 / 10.2541	
<b>AUD</b>	↗	vs USD	0.6474 / 0.6880	AUD ended higher against the dollar yesterday as USD fell broadly on Fed rate cut expectation. AUD maintained its strength due to the hawkish guidance by the RBA, and investors await RBA August meeting minutes. AUDUSD rose 0.19% yesterday while AUDHKD ended at 5.25 level.
		vs HKD	5.0358 / 5.3615	
<b>NZD</b>	↗	vs USD	0.5946 / 0.6260	NZD rose against the dollar yesterday, gathered strength to ten-week highs on weaker USD. The improved risk sentiment after China rolled out further measures to support the real estate sector boosted NZD. NZDUSD rose 0.64% yesterday while NZDHKD ended at 4.79 level.
		vs HKD	4.6253 / 4.8787	
<b>CAD</b>	↗	vs USD	1.3498 / 1.3842	CAD rose against the dollar yesterday as the USD eased broadly, however gains were limited by a fall in oil prices. Canadian headline CPI dropped to 2.5% from 2.7% matching expectations and supports a third straight BoC rate cut. USDCAD fell 0.12% yesterday while CADHKD ended at 5.71 level.
		vs HKD	5.6180 / 5.7701	
<b>JPY</b>	↗	vs USD	140.98 / 150.21	JPY ended stronger against the dollar yesterday, hovering closer to a near two-week high it had reached in the previous session. Investors focus will be on BOJ Governor Ueda's appearance in parliament on Friday. USDJPY fell 0.90% yesterday while JPYHKD ended at 5.36 level.
		vs HKD	5.1975 / 5.5065	
<b>CHF</b>	↗	vs USD	0.8385 / 0.8741	CHF strengthened against the dollar yesterday as the USD eased against a basket of currencies with markets focused on comments from Fed chair Jerome Powell later this week. CHF also rose against other major currencies. USDCHF fell 1.01% yesterday while CHFHKD ended at 9.11 level.
		vs HKD	8.9296 / 9.2653	
<b>SGD</b>	↗	vs USD	1.2924 / 1.3272	SGD strengthened against the US dollar yesterday as the USD eased across the board and US treasury yields dropped ahead of Jackson Hole meet as investors looked for further hints on Sep rate cut by the Fed. USDSGD fell 0.28% yesterday while SGDHKD ended at 5.96 level.
		vs HKD	5.8780 / 6.0137	

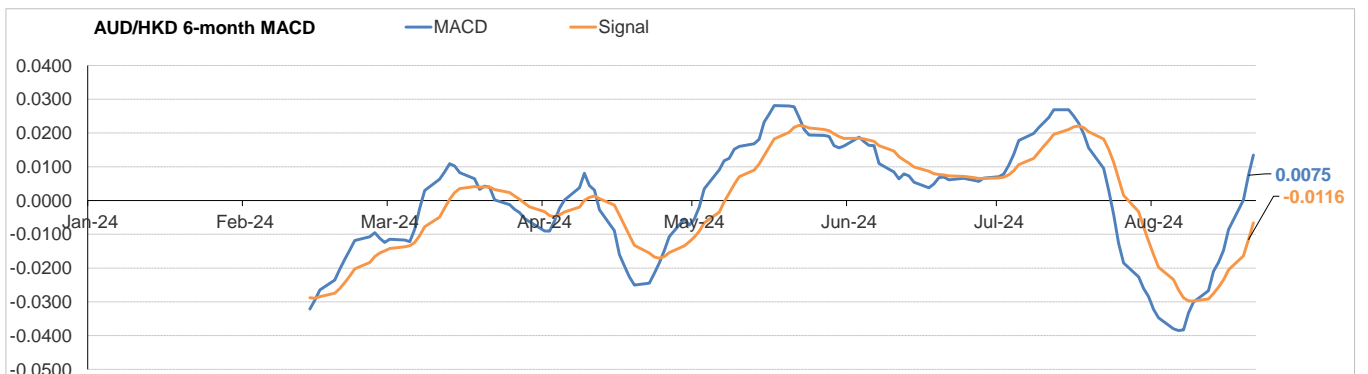
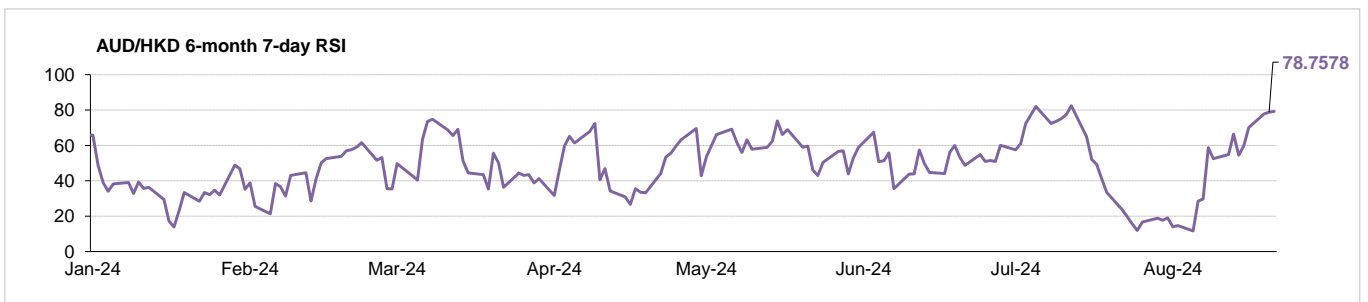
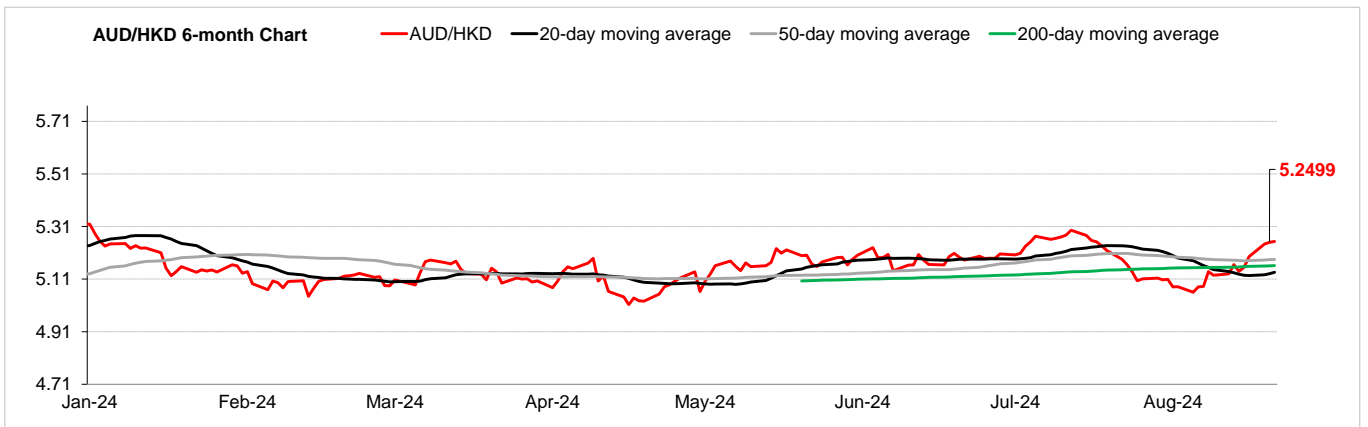
\*Current Trend observations pertain to historical trend technical analysis only and do not reflect any forward looking fundamental views. The signal is generated with both the 20-days moving average and the 50-days moving average.

- ↗ 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

21-Aug-2024

FX Snapshot - AUD			
Currency	10-Second Pitch	Technical Analysis	
AUD  ↑	Reserve Bank of Australia kept benchmark interest rate unchanged in August. AUD ended higher against the dollar yesterday as USD fell broadly on Fed rate cut expectation. AUD maintained its strength due to the hawkish guidance by the RBA, and investors await RBA August meeting minutes. AUDUSD rose 0.19% yesterday while AUDHKD ended at 5.25 level.		vs HKD
		21-Aug	5.2556
		Daily change	0.13%
		High	5.2564
		Low	5.2276
		Support*	5.0358
		vs USD	
		21-Aug	0.6745
		Daily change	0.19%
		High	0.6749
		Low	0.6711
		Support*	0.6474
		Resistance*	0.6880
Market's Focus		Trendlines	Closed at
(-) Australia GDP recorded at 1.1% YoY in Q1		Spot Rate	5.2499
(-) Australia July unemployment rate arrived at 4.2% , higher than 4.1% in previous month		20 day moving average	5.1362
(-) Australia Q2 CPI rose 1% YoY, same as previous quarter		50 day moving average	5.1851
		200 day moving average	5.1615
		RSI	78.7578
		MACD	0.0075
		Signal	-0.0116

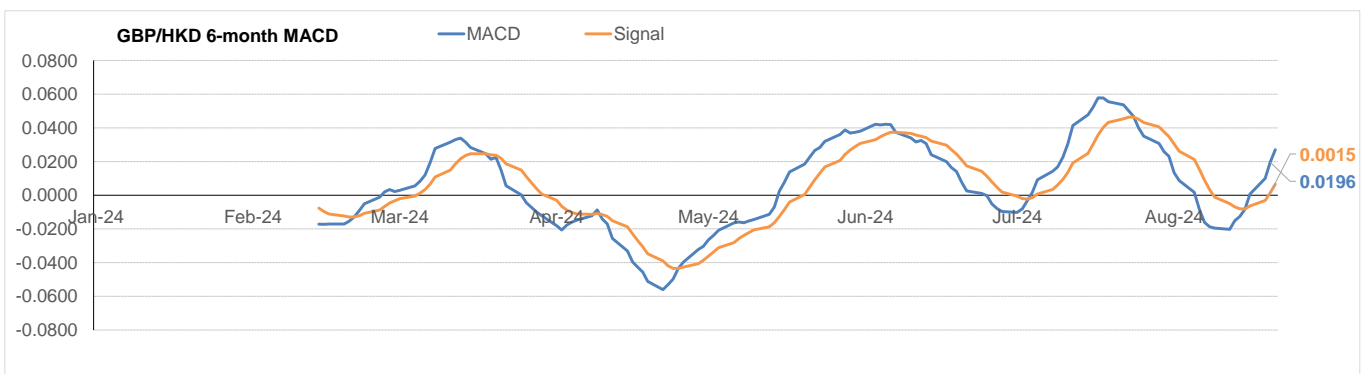
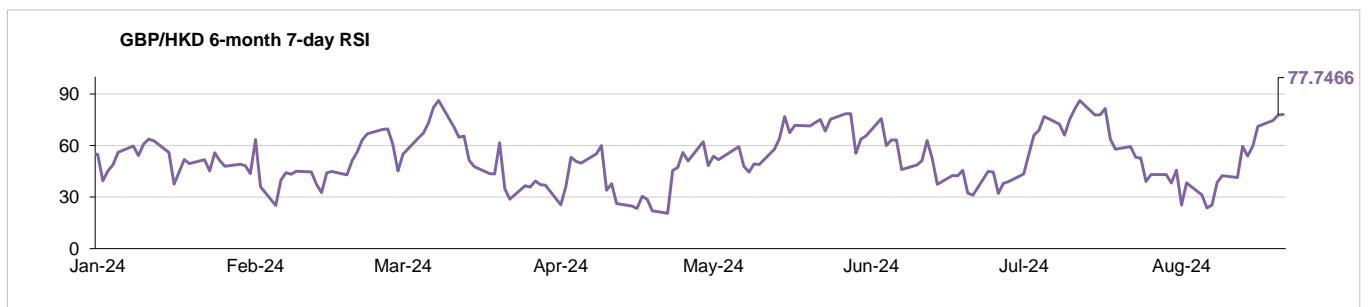
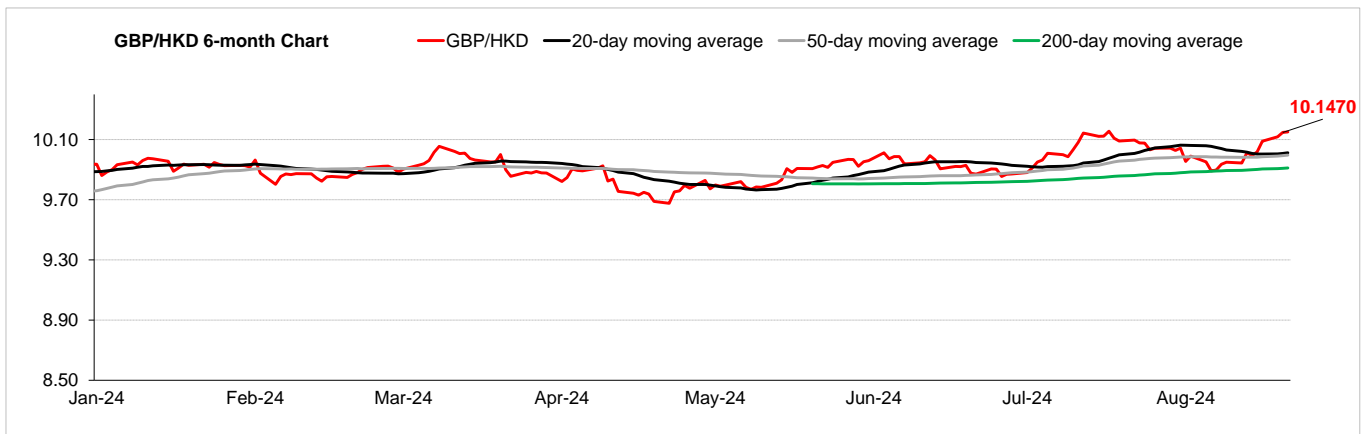




# Daily FX Focus

21-Aug-2024

FX Snapshot - GBP				
Currency	10-Second Pitch	Technical Analysis		
<b>GBP</b> 	Bank of England reduced benchmark interest rate in August. GBP rose against the dollar yesterday, posted a fresh 13-month high as USD eased broadly. GBP gained support on expectations that the policy-easing cycle from the BOE will be slower than that of other central banks. GBPUSD rose 0.32% yesterday while GBPHKD ended at 10.14 level.	vs HKD	vs USD	
		21-Aug	10.1500	1.3029
		Daily change	0.29%	0.32%
		High	10.1672	1.3052
		Low	10.1051	1.2971
		Support*	9.9531	1.2777
Resistance*	10.2541	1.3167		
Market's Focus		Trendlines	Closed at	
(+) UK July CPI rose -0.2% YoY, higher than an increase of 0.1% in previous month (-) UK ILO's 3Mths unemployment rate was at recorded at 4.2% in June (-) UK Nationwide House Prices All Houses recorded at 2.1% YoY in July		<b>Spot Rate</b>	<b>10.1470</b>	
		<b>20 day moving average</b>	<b>10.0115</b>	
		<b>50 day moving average</b>	9.9965	
		<b>200 day moving average</b>	<b>9.9111</b>	
		<b>RSI</b>	<b>77.7466</b>	
		<b>MACD</b>	<b>0.0196</b>	
	<b>Signal</b>	<b>0.0015</b>		

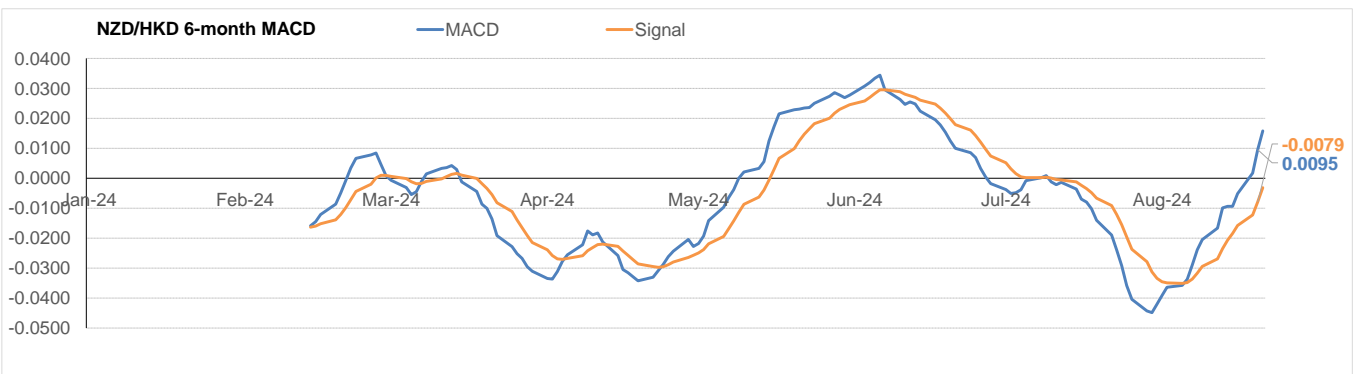
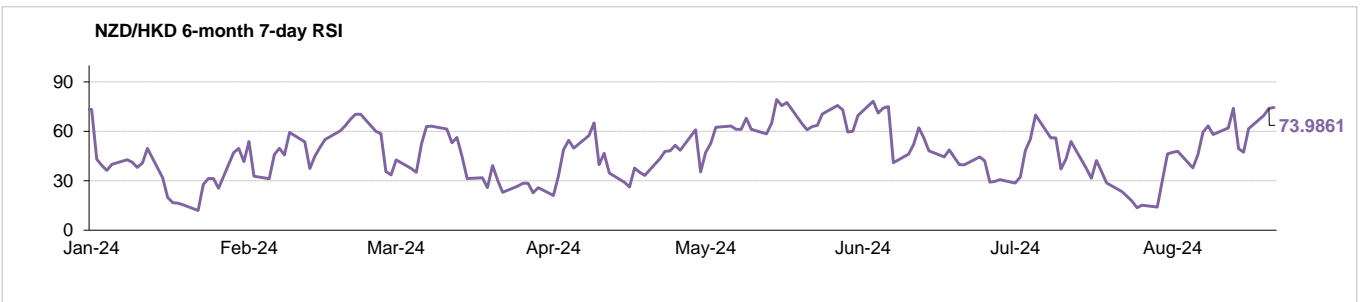
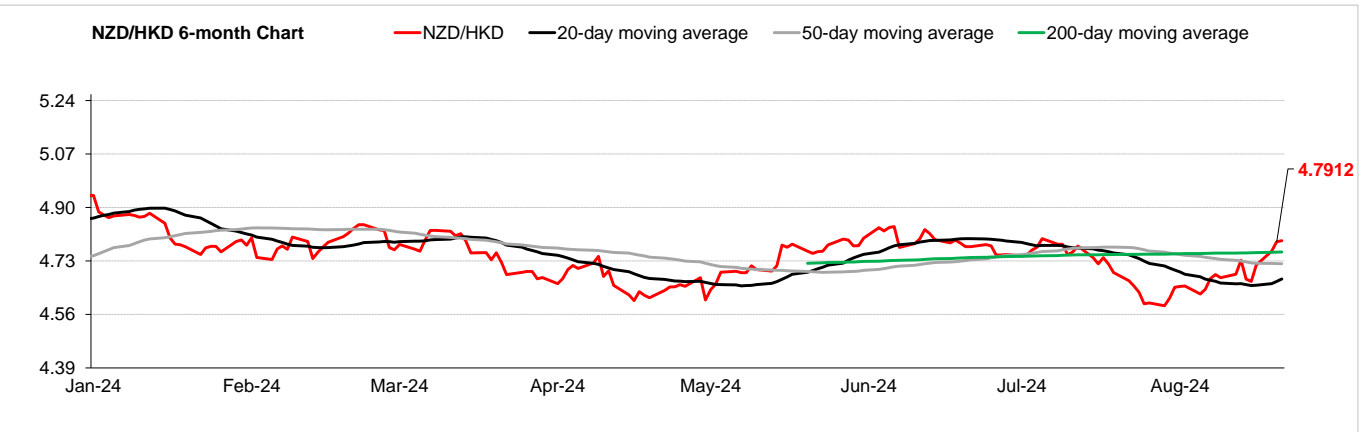


# Daily FX Focus

21-Aug-2024


## FX Snapshot - NZD

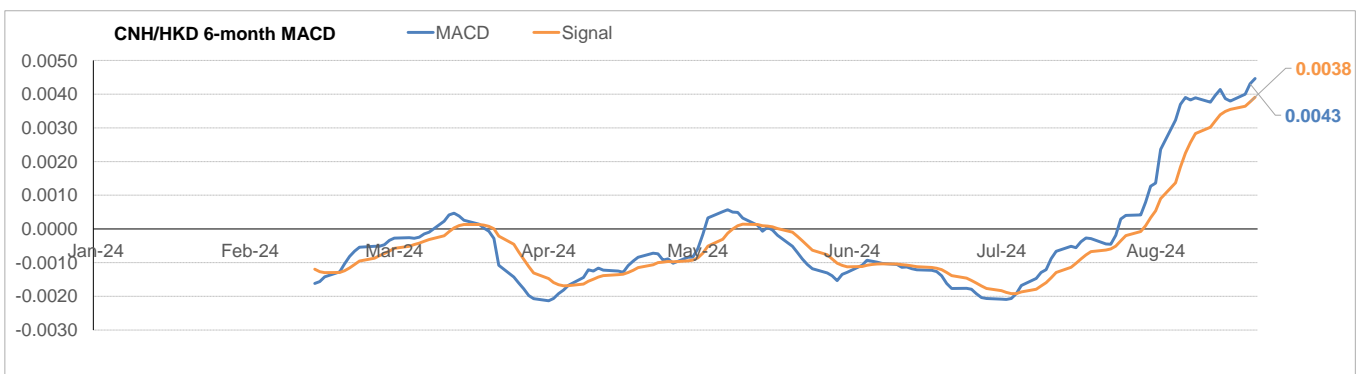
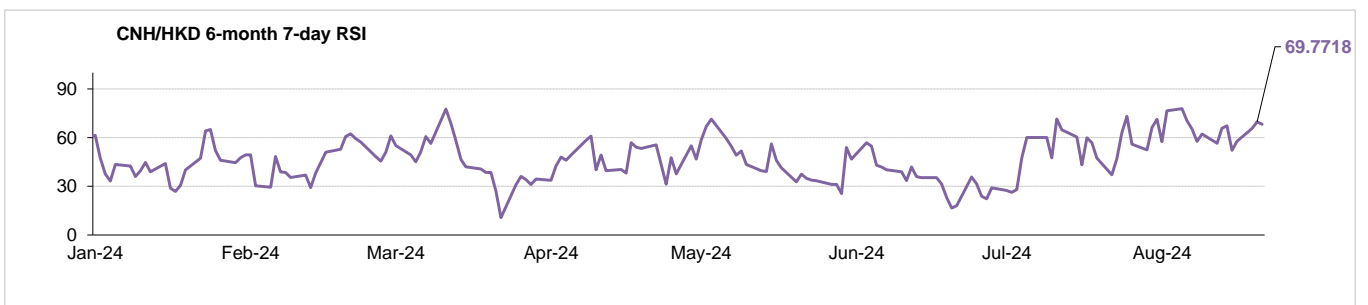
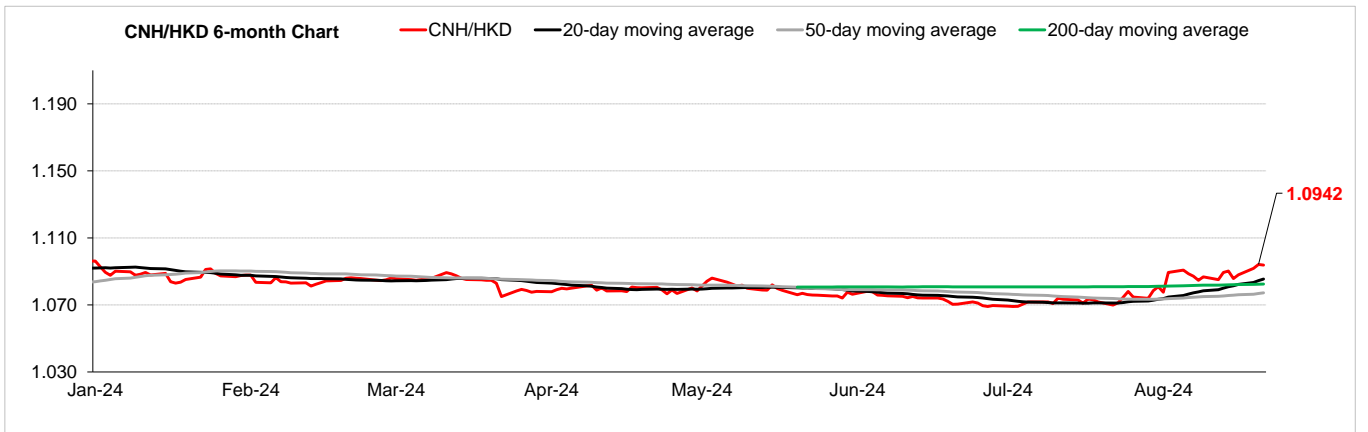
Currency	10-Second Pitch	Technical Analysis		
<b>NZD</b> 	Reserve Bank of New Zealand reduced benchmark interest rate in August. NZD rose against the dollar yesterday, gathered strength to ten-week highs on weaker USD. The improved risk sentiment after China rolled out further measures to support the real estate sector boosted NZD. NZDUSD rose 0.64% yesterday while NZDHKD ended at 4.79 level.	vs HKD	vs USD	
		21-Aug	4.7969	0.6156
		Daily change	0.63%	0.64%
		High	4.7956	0.6157
		Low	4.7549	0.6105
		Support*	4.6253	0.5946
Resistance*	4.8787	0.6260		
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 Q2 unemployment rate arrived at 4.6% , higher than 4.3% in previous quarter		<b>Spot Rate</b> <b>20 day moving average</b> 50 day moving average <b>200 day moving average</b> RSI MACD Signal	<b>4.7912</b> <b>4.6730</b> 4.7211 <b>4.7585</b> 73.9861 0.0095 -0.0079	



# Daily FX Focus

21-Aug-2024

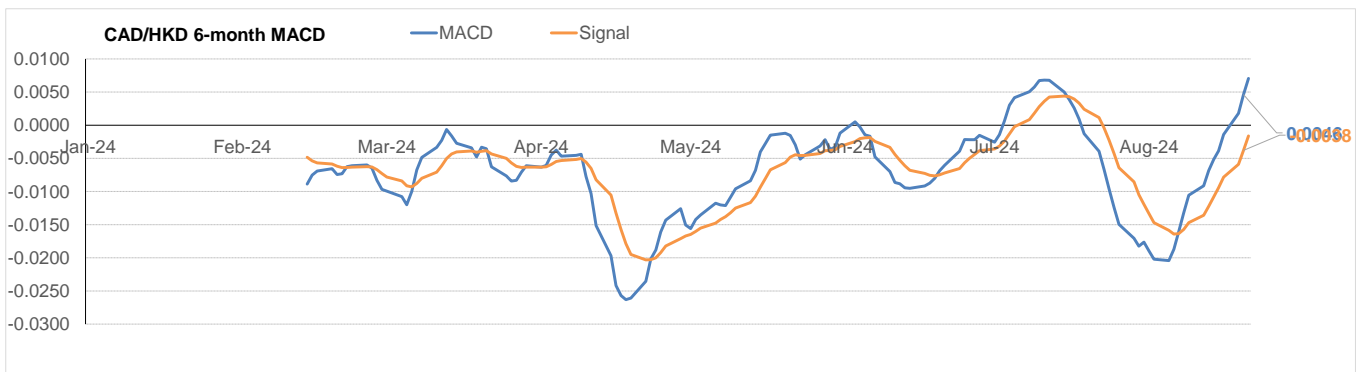
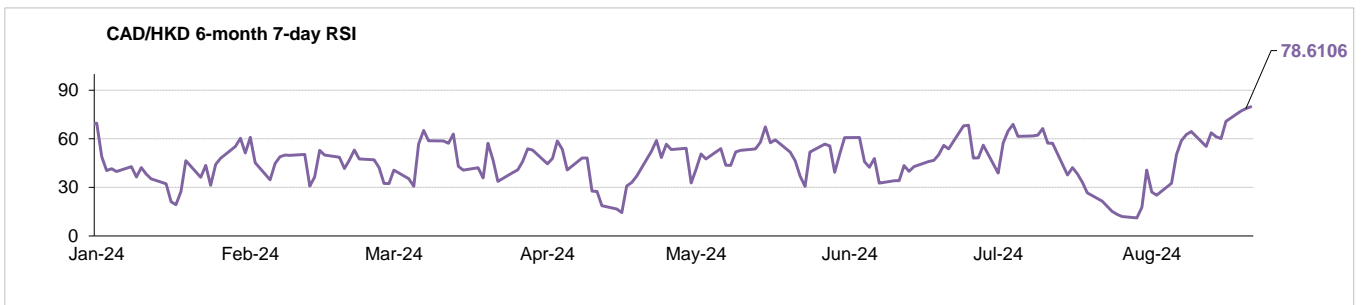
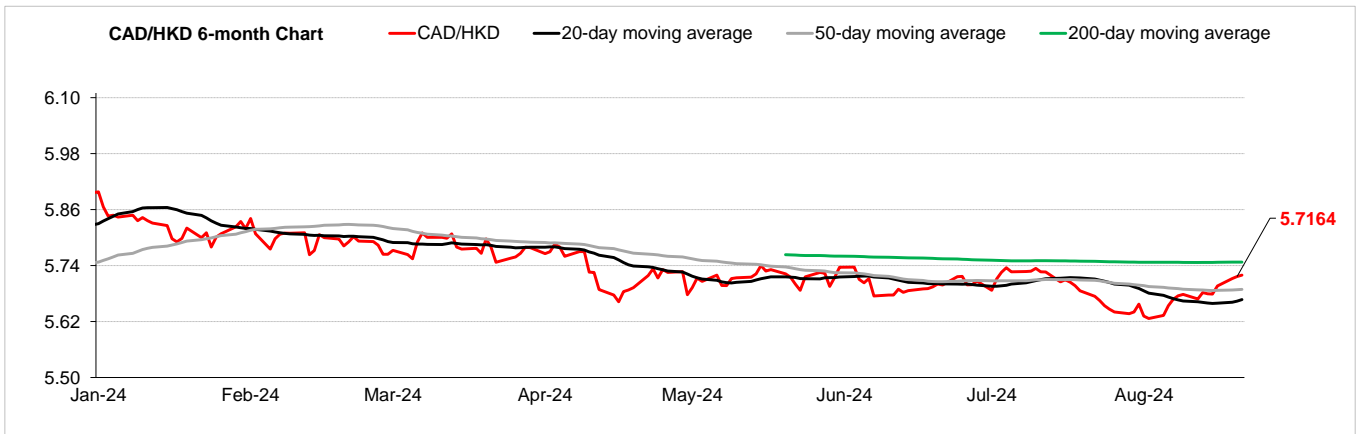
FX Snapshot - CNH				
Currency	10-Second Pitch	Technical Analysis		
<b>CNH</b>  	CNH rose against the dollar yesterday as the USD fell to a seven-month low on growing expectations the Fed will cut interest rates next month. Meanwhile China held key lending benchmarks unchanged, as expected. USDCNH fell 0.24% yesterday while CNHHKD ended at 1.09 level.	vs HKD	USD vs	
		21-Aug	1.0939	7.1202
		Daily change	0.22%	-0.24%
		High	1.0945	7.1472
		Low	1.0899	7.1144
		Support*	1.0811	7.0453
Resistance*	1.1029	7.2214		
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 0.5% YoY in July (-) China July Caixin manufacturing PMI arrived at 49.4 (-) China July industrial production rose 5.1% YoY, lower than an increase of 5.3% in previous month		Spot Rate	1.0942	
		20 day moving average	1.0855	
		50 day moving average	1.0772	
		200 day moving average	1.0825	
		RSI	69.7718	
		MACD	0.0043	
		Signal	0.0038	



# Daily FX Focus

21-Aug-2024

FX Snapshot - CAD				
Currency	10-Second Pitch	Technical Analysis		
CAD 	Bank of Canada reduced benchmark interest rate in July. CAD rose against the dollar yesterday as the USD eased broadly, however gains were limited by a fall in oil prices. Canadian headline CPI dropped to 2.5% from 2.7% matching expectations and supports a third straight BoC rate cut. USDCAD fell 0.12% yesterday while CADHKD ended at 5.71 level.	vs HKD	USD vs	
		21-Aug	5.7194	1.3616
		Daily change	0.08%	-0.12%
		High	5.7254	1.3641
		Low	5.7085	1.3602
		Support*	5.6180	1.3498
Resistance*	5.7701	1.3842		
Market's Focus		Trendlines	Closed at	
(-) Canada GDP recorded at 0.53% YoY in Q1 (-) Canada July CPI rose 2.5% YoY, lower than an increase of 2.7% in previous month (-) Canada July unemployment rate arrived at 6.4% (-) Canada July Manufacturing PMI arrived at 47.8		Spot Rate	5.7164	
		20 day moving average	5.6671	
		50 day moving average	5.6889	
		200 day moving average	5.7475	
		RSI	78.6106	
		MACD	0.0046	
Signal	-0.0038			

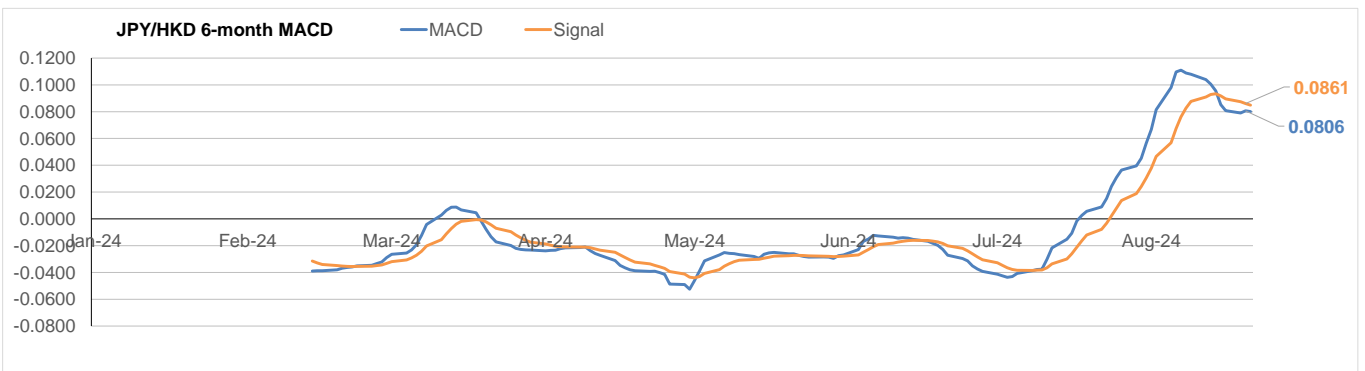
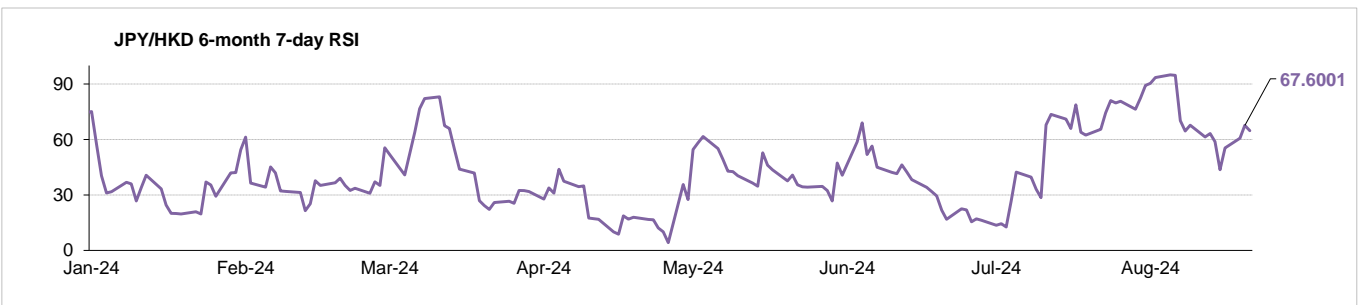
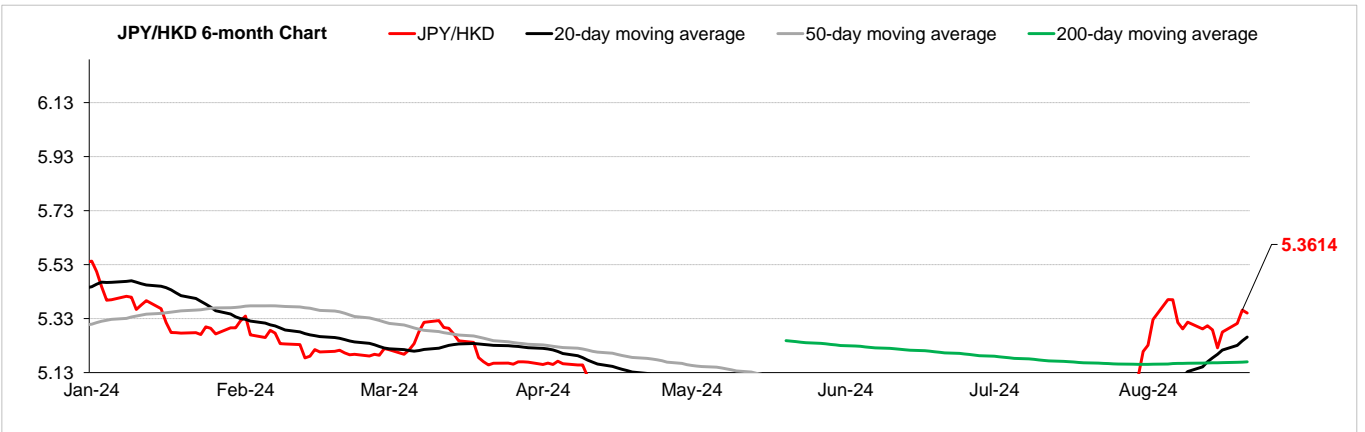


# Daily FX Focus

21-Aug-2024

## FX Snapshot - JPY

Currency	10-Second Pitch	Technical Analysis		
JPY ↑	Bank of Japan raised benchmark interest rate in August. JPY ended stronger against the dollar yesterday, hovering closer to a near two-week high it had reached in the previous session. Investors focus will be on BOJ Governor Ueda's appearance in parliament on Friday. USDJPY fell 0.90% yesterday while JPYHKD ended at 5.36 level.	vs HKD	USD vs	
		21-Aug	5.3500	145.55
		Daily change	0.93%	-0.90%
		High	5.3635	147.34
		Low	5.2857	145.19
		Support*	5.1975	140.98
		Resistance*	5.5065	150.21
Market's Focus		Trendlines	Closed at	
(+) Japan Q2 GDP rose 3.1% YoY, higher than an increase of -2.9% in previous quarter (-) Japan CPI nationwide ex fresh food recorded at 2.6% YoY in June (-) Japan July manufacturing PMI arrived at 49.1 (+) Japan June Industrial Production rose -4.2% MoM, higher than an increase of -3.6% in previous month		Spot Rate	5.3614	
		20 day moving average	5.2617	
		50 day moving average	5.0518	
		200 day moving average	5.1698	
		RSI	67.6001	
		MACD	0.0806	
		Signal	0.0861	

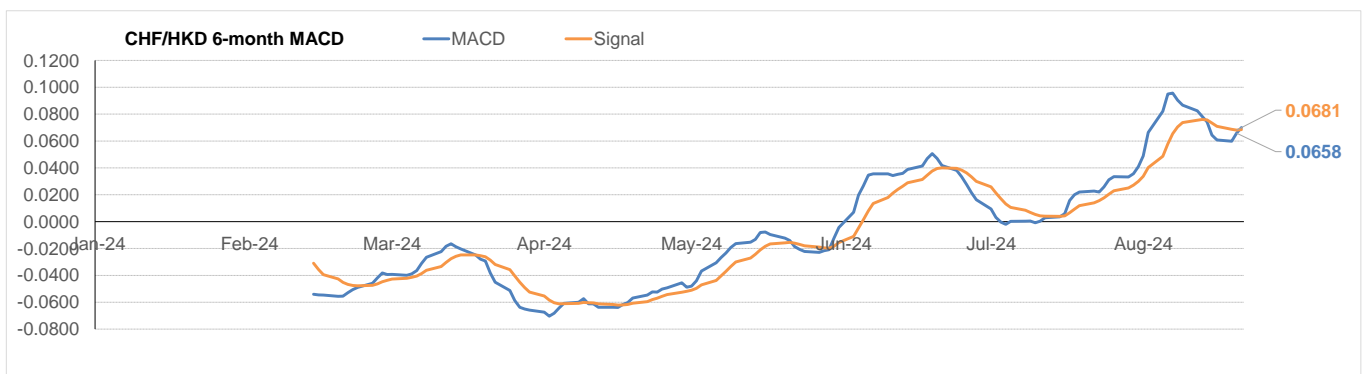
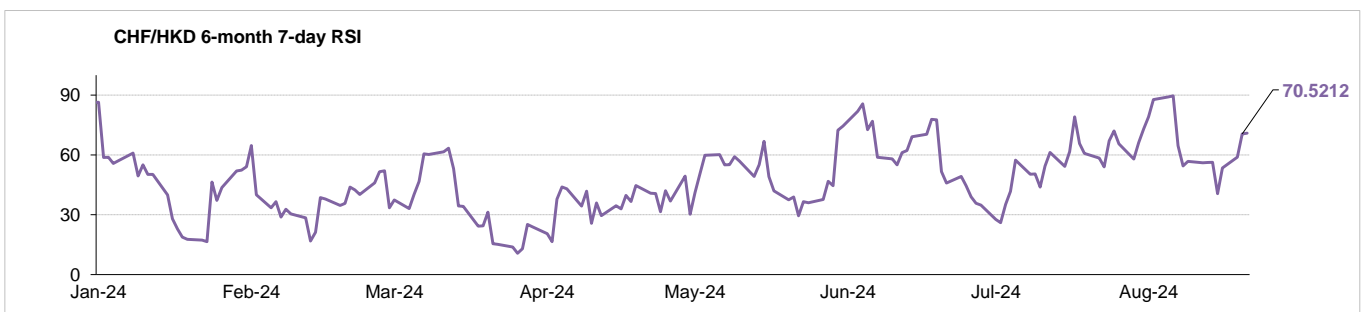
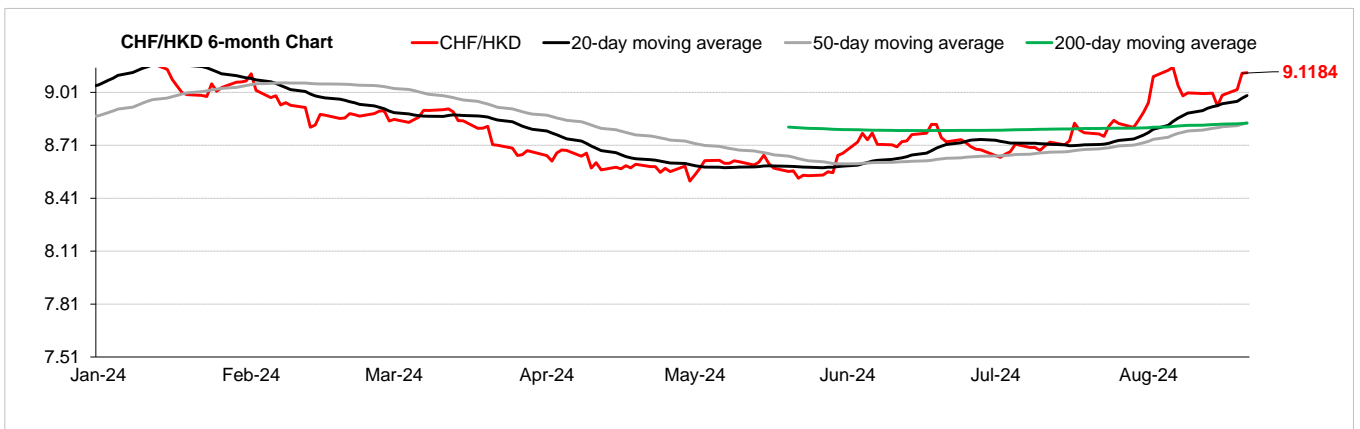




# Daily FX Focus

21-Aug-2024

FX Snapshot - CHF				
Currency	10-Second Pitch	Technical Analysis		
CHF	Swiss National Bank reduced benchmark interest rate in June. CHF strengthened against the dollar yesterday as the USD eased against a basket of currencies with markets focused on comments from Fed chair Jerome Powell later this week. CHF also rose against other major currencies. USDCHF fell 1.01% yesterday while CHFHKD ended at 9.11 level.	vs HKD	USD vs	
		21-Aug	9.1233	0.8535
↑		Daily change	1.03%	-1.01%
		High	9.1198	0.8634
		Low	9.0160	0.8538
		Support*	8.9296	0.8385
		Resistance*	9.2653	0.8741
Market's Focus		Trendlines	Closed at	
(-) Switzerland GDP recorded at 0.6% YoY in Q1 (-) Switzerland CPI recorded at 1.3% YoY in July (-) Switzerland July unemployment rate arrived at 2.5% (-) Switzerland July Foreign Currency Reserves arrived at 703510M		Spot Rate	9.1184	
		20 day moving average	8.9918	
		50 day moving average	8.8375	
		200 day moving average	8.8358	
		RSI	70.5212	
		MACD	0.0658	
		Signal	0.0681	

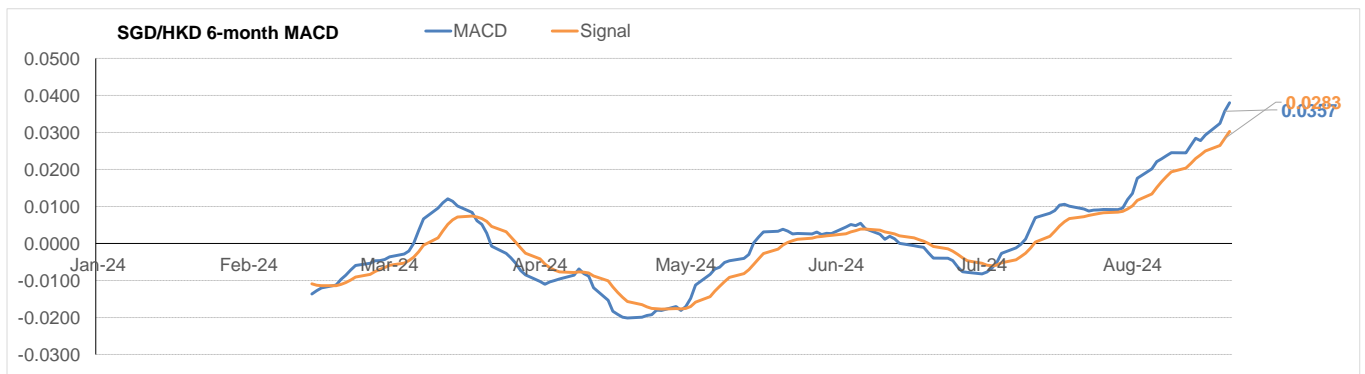
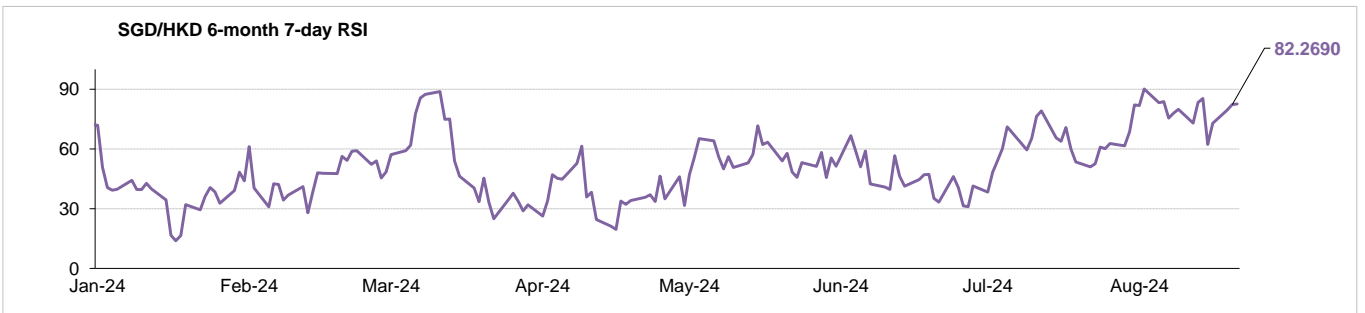
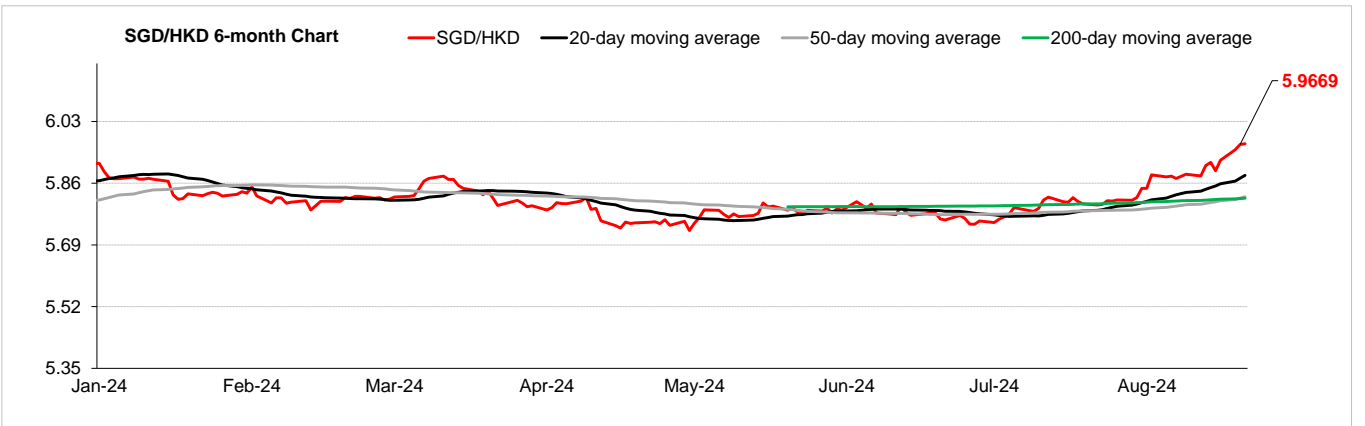


# Daily FX Focus

21-Aug-2024

## FX Snapshot - SGD

Currency	10-Second Pitch	Technical Analysis		
<b>SGD</b>  	SGD strengthened against the US dollar yesterday as the USD eased across the board and US treasury yields dropped ahead of Jackson Hole meet as investors looked for further hints on Sep rate cut by the Fed. USDSGD fell 0.28% yesterday while SGDHKD ended at 5.96 level.	vs HKD	USD vs	
		21-Aug	5.9697	1.3045
		Daily change	0.25%	-0.28%
		High	5.9706	1.3101
		Low	5.9439	1.3038
		Support*	5.8780	1.2924
Resistance*	6.0137	1.3272		
Market's Focus		Trendlines	Closed at	
(-) Singapore CPI recorded at 2.4% YoY in June (-) Singapore Q2 unemployment rate arrived at 2% (-) Singapore July Non Oil Domestic Exports rose 15.7% YoY, lower than an increase of -8.7% in previous month		Spot Rate	5.9669	
		20 day moving average	5.8819	
		50 day moving average	5.8226	
		200 day moving average	5.8188	
		RSI	82.2690	
		MACD	0.0357	
		Signal	0.0283	



# Daily FX Focus

21-Aug-2024

---

Please take note that the primary sources of all the charts are from Refinitiv dated 21 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

21-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