

Daily FX Focus

10-Sep-2024

Currency	Current Trend*(vs USD)	Support / Resistance		Market Commentary
CNH	→	vs USD	7.0768 / 7.1559	CNH fell against the dollar yesterday after China PPI, CPI disappointed, and markets are worried of China's exports which are likely to grow at the slowest pace in four months due to cooling global demand and mounting trade barriers. USDCNH rose 0.40% yesterday while CNH HKD ended at 1.09 level.
		vs HKD	1.0894 / 1.1014	
EUR	→	vs USD	1.0972 / 1.1148	EUR fell against the dollar yesterday amid stronger USD and the EZ Sep Sentix investor confidence index unexpectedly fell to an 8-month low. Expectations that the ECB will cut rate by 25 bp at Thursday's policy meeting undermined EUR. EURUSD fell 0.44% yesterday while EURHKD ended at 8.60 level.
		vs HKD	8.5563 / 8.6908	
GBP	→	vs USD	1.2965 / 1.3223	GBP fell against the dollar yesterday as market expectations for the Fed opting for a big interest-rate cut have diminished. Investors will majorly focus on the UK Employment and the US inflation data this week. GBPUSD fell 0.39% yesterday while GBP HKD ended at 10.19 level.
		vs HKD	10.1010 / 10.3163	
AUD	↘	vs USD	0.6594 / 0.6775	AUD fell against the dollar yesterday after recession fears and China's soft inflation data signaled deflation risk. While the RBA hawkish stance against inflation suggests that any potential easing in monetary policy is unlikely in the near term. AUDUSD fell 0.15% yesterday while AUD HKD ended at 5.19 level.
		vs HKD	5.1406 / 5.2825	
NZD	→	vs USD	0.6077 / 0.6253	NZD fell against the dollar yesterday as USD gained strength ahead of key inflation data release this week. Besides, a sharp deflation in China's PPI weighed on the New Zealand Dollar. NZDUSD fell 0.50% yesterday while NZD HKD ended at 4.79 level.
		vs HKD	4.7379 / 4.8762	
CAD	→	vs USD	1.3455 / 1.3641	CAD rose against the dollar yesterday after hitting a two-week low on Friday as Wall Street rallied, but the move was limited ahead of a speech by BoC Governor Tiff Macklem that could offer clues on the pace of interest rate cuts. USDCAD fell 0.11% yesterday while CAD HKD ended at 5.75 level.
		vs HKD	5.7082 / 5.7984	
JPY	↗	vs USD	140.89 / 146.32	JPY fell against the dollar yesterday amid USD strength and after Japan's Q2 GDP growth figures showed downward revision undermining JPY. In addition, higher T-note yields weighed on the JPY. USDJPY rose 0.63% yesterday while JPY HKD ended at 5.44 level.
		vs HKD	5.3282 / 5.5283	
CHF	↗	vs USD	0.8391 / 0.8578	CHF ended lower against the dollar yesterday as USD rose broadly ahead of key inflation data release. Besides, Swiss inflation dropped to a 5-month low, which has heightened expectations for another SNB rate cut soon. USDCHF rose 0.77% yesterday while CHF HKD ended at 9.17 level.
		vs HKD	9.0841 / 9.2873	
SGD	↗	vs USD	1.2962 / 1.3129	SGD fell against the dollar yesterday amid USD strength as investors looked ahead to U.S. inflation data after Friday's mixed payrolls report sparked uncertainty about the size of a Fed's rate cut next week. USDSGD rose 0.22% yesterday while SGD HKD ended at 5.96 level.
		vs HKD	5.9368 / 6.0094	

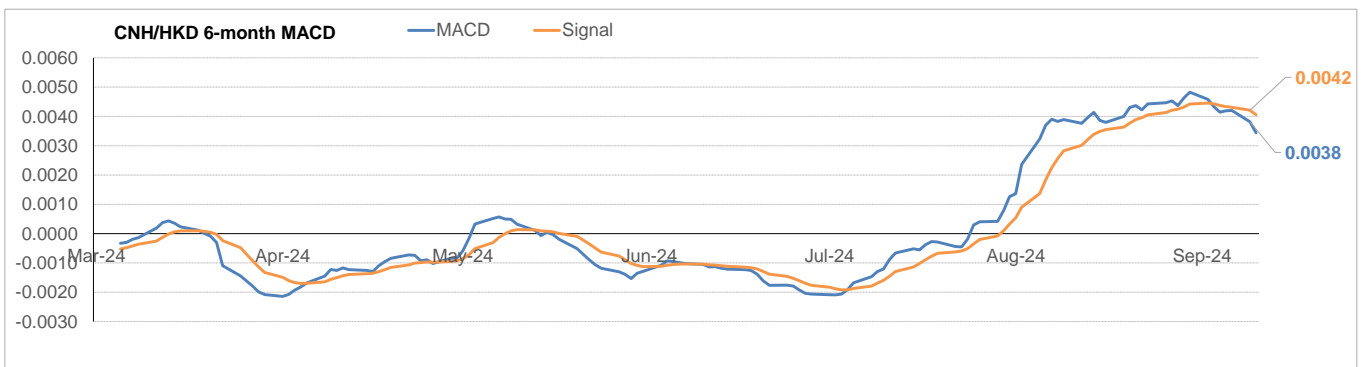
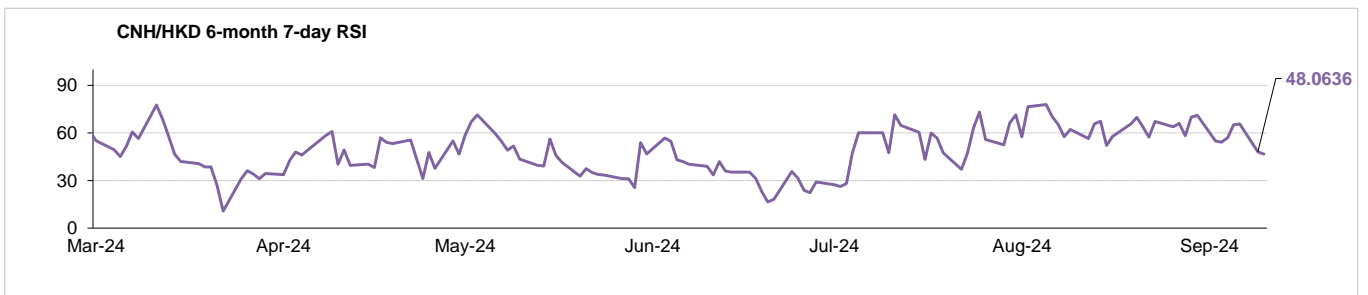
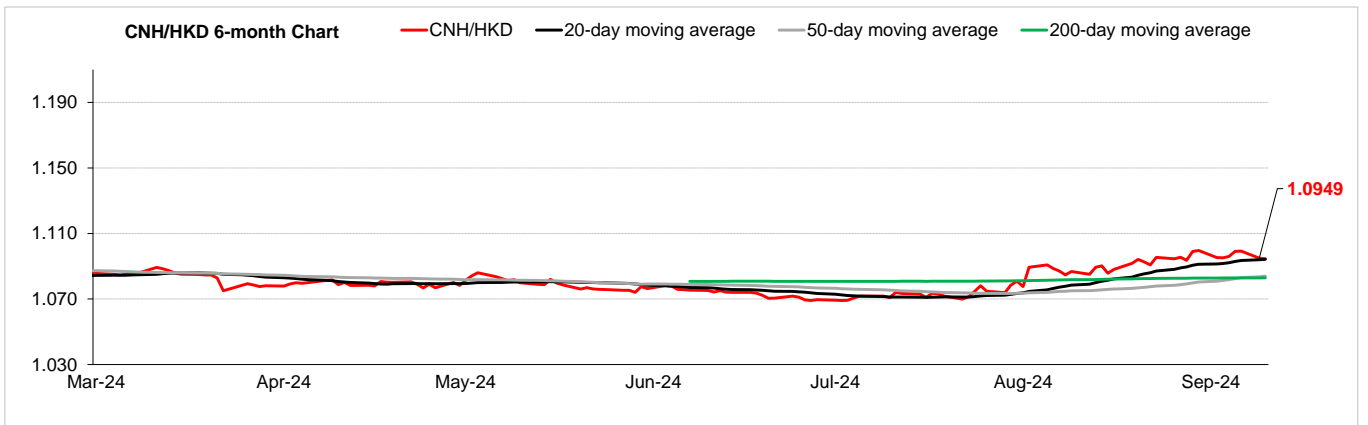
*Current Trend observations pertain to historical trend technical analysis only and do not reflect any forward looking fundamental views. The signal is generated with both the 20-days moving average and the 50-days moving average.

↗	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

10-Sep-2024

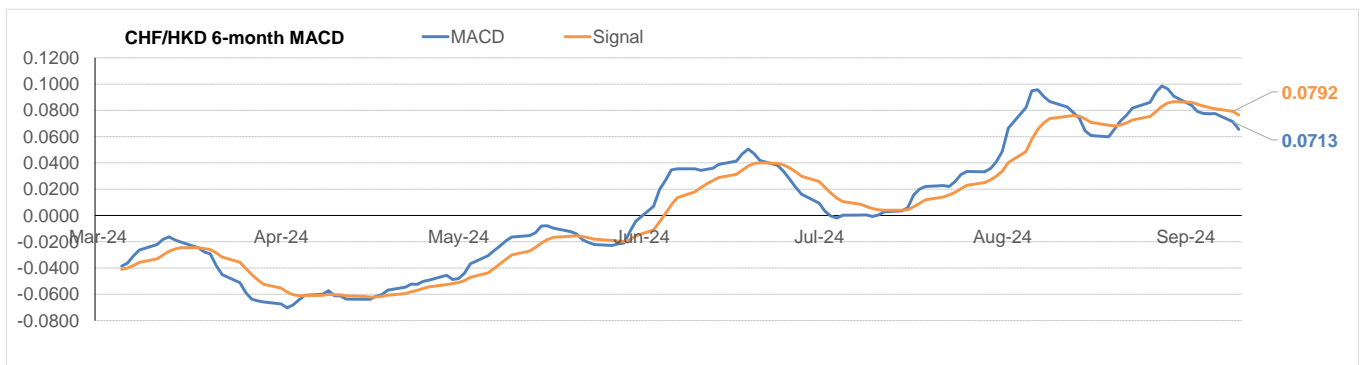
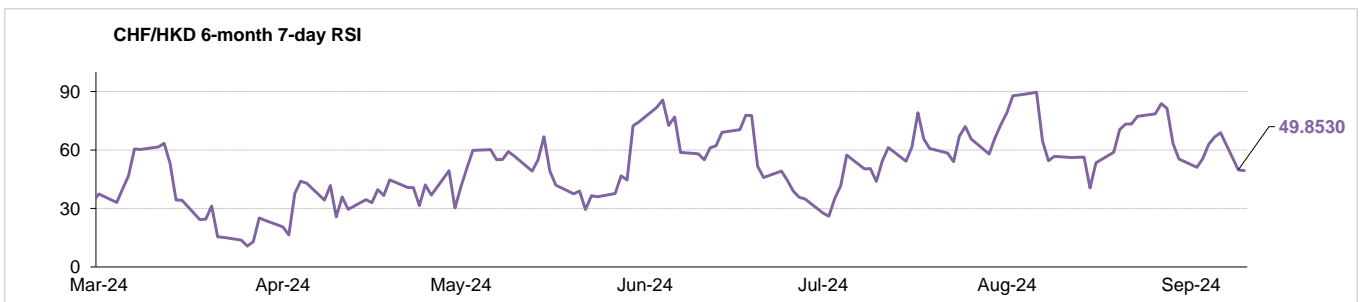
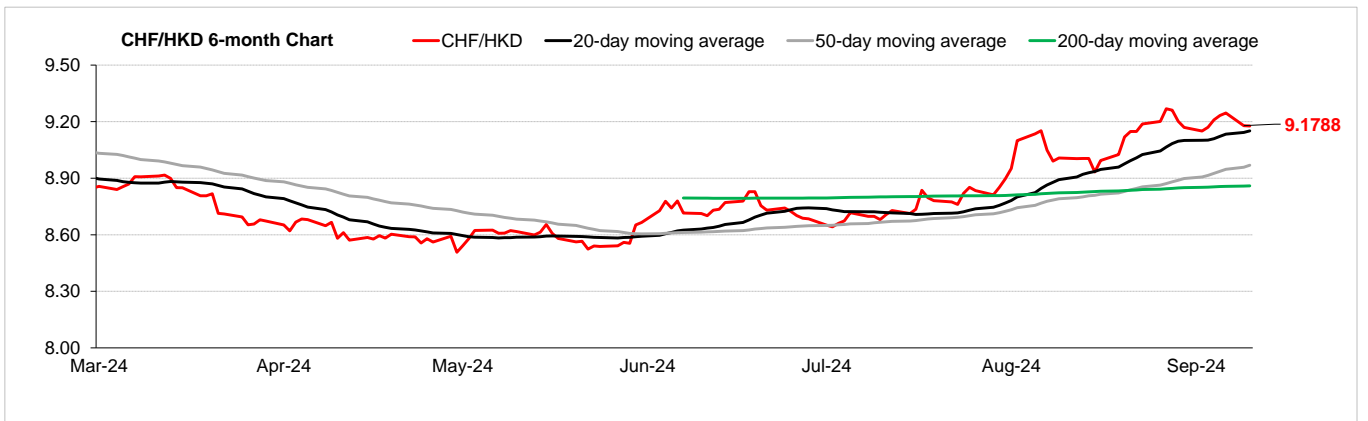
FX Snapshot - CNH				
Currency	10-Second Pitch	Technical Analysis		
CNH	CNH fell against the dollar yesterday after China PPI, CPI disappointed, and markets are worried of China's exports which are likely to grow at the slowest pace in four months due to cooling global demand and mounting trade barriers. USDCNH rose 0.40% yesterday while CNHHKD ended at 1.09 level.		vs HKD USD vs	
		10-Sep	1.0946	7.1230
→		Daily change	-0.39%	0.40%
		High	1.0992	7.1254
		Low	1.0940	7.0911
		Support*	1.0894	7.0768
		Resistance*	1.1014	7.1559
	Market's Focus	Trendlines	Closed at	
	(-) China Q2 GDP rose 4.7% YoY, lower than an increase of 5.3% in previous quarter	Spot Rate	1.0949	
	(+) China August CPI rose 0.6% YoY, higher than an increase of 0.5% in previous month	20 day moving average	1.0942	
	(-) China August Caixin manufacturing PMI arrived at 49.1	50 day moving average	1.0840	
	(-) China industrial production recorded at 5.1% YoY in July	200 day moving average	1.0829	
		RSI	48.0636	
		MACD	0.0038	
		Signal	0.0042	



Daily FX Focus

10-Sep-2024

FX Snapshot - CHF				
Currency	10-Second Pitch	Technical Analysis		
CHF	Swiss National Bank reduced benchmark interest rate in June. CHF ended lower against the dollar yesterday as USD rose broadly ahead of key inflation data release. Besides, Swiss inflation dropped to a 5-month low, which has heightened expectations for another SNB rate cut soon. USDCHF rose 0.77% yesterday while CHFHKD ended at 9.17 level.	vs HKD	USD vs	
		10-Sep	9.1760	0.8495
↑		Daily change	-0.73%	0.77%
		High	9.2483	0.8494
		Low	9.1758	0.8419
		Support*	9.0841	0.8391
		Resistance*	9.2873	0.8578
	Market's Focus	Trendlines	Closed at	
	(+) Switzerland Q2 GDP rose 1.8% YoY, higher than an increase of 0.6% in previous quarter	Spot Rate	9.1788	
	(-) Switzerland August CPI rose 1.1% YoY, lower than an increase of 1.3% in previous month	20 day moving average	9.1512	
	(-) Switzerland August unemployment rate arrived at 2.5% , same as previous month	50 day moving average	8.9688	
		200 day moving average	8.8594	
		RSI	49.8530	
		MACD	0.0713	
		Signal	0.0792	

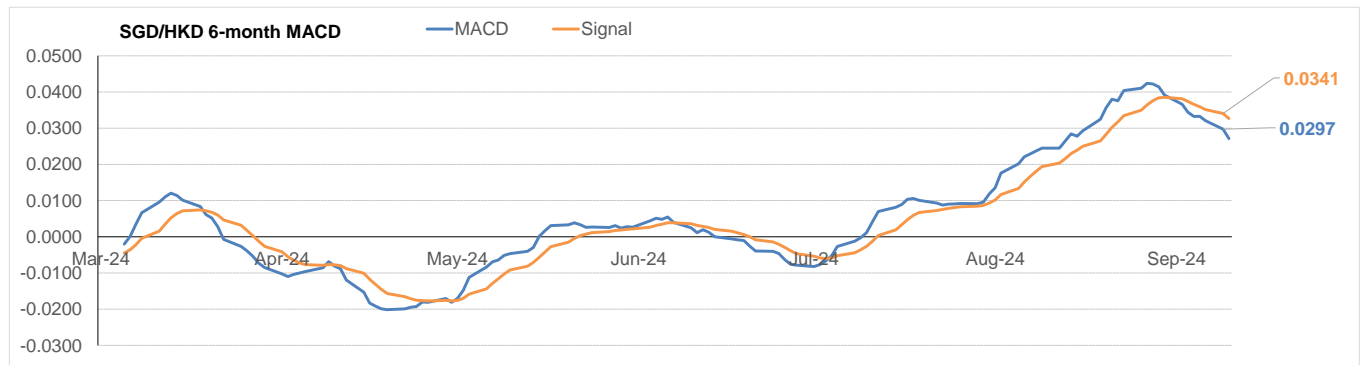
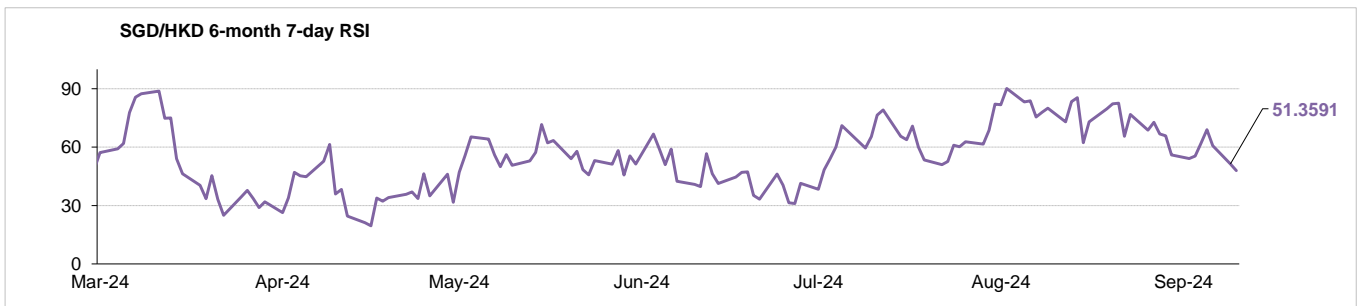
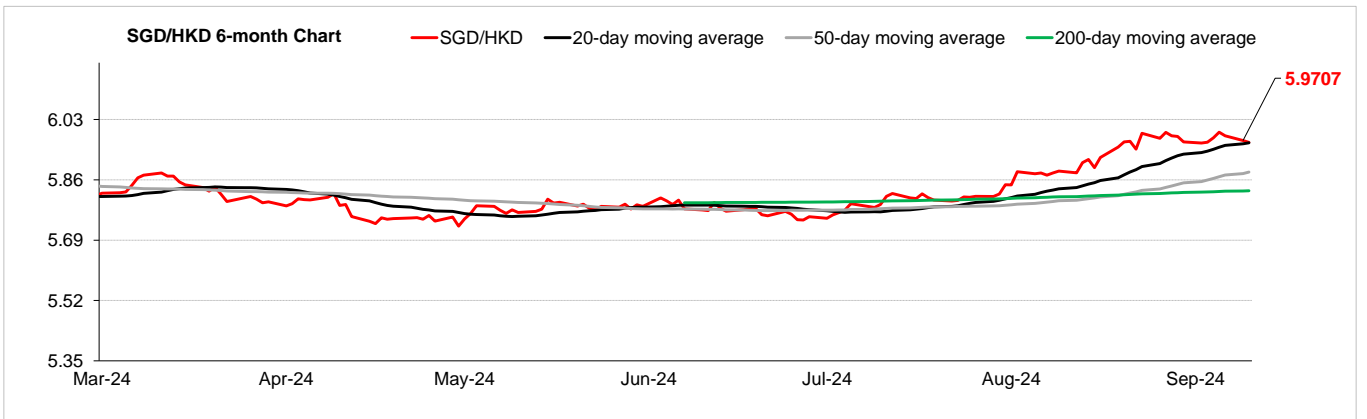


Daily FX Focus

10-Sep-2024

FX Snapshot - SGD

Currency	10-Second Pitch	Technical Analysis		
SGD 	SGD fell against the dollar yesterday amid USD strength as investors looked ahead to U.S. inflation data after Friday's mixed payrolls report sparked uncertainty about the size of a Fed's rate cut next week. USDSDG rose 0.22% yesterday while SGDHKD ended at 5.96 level.	vs HKD	USD vs	
		10-Sep	5.9683	1.3062
		Daily change	-0.22%	0.22%
		High	5.9866	1.3074
		Low	5.9606	1.3016
		Support*	5.9368	1.2962
		Resistance*	6.0094	1.3129
Market's Focus		Trendlines	Closed at	
(-) Singapore CPI recorded at 2.4% YoY in July (-) Singapore Q2 unemployment rate arrived at 2% (-) Singapore Non Oil Domestic Exports recorded at 15.7% YoY in July		Spot Rate	5.9707	
		20 day moving average	5.9643	
		50 day moving average	5.8818	
		200 day moving average	5.8292	
		RSI	51.3591	
		MACD	0.0297	
		Signal	0.0341	



Daily FX Focus

10-Sep-2024

Please take note that the primary sources of all the charts are from Refinitiv dated 10 Sep 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

10-Sep-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