

Daily FX Focus

9-Oct-2024

Currency	Current Trend*(vs USD)	Support / Resistance		Market Commentary
CNH	→	vs USD	6.9934 / 7.1280	CNH fell against the dollar yesterday after its return from golden week holiday. Equity market were also down with the announcement of the details in China's economic stimulus package . USDCNH rose 0.04% yesterday while CNHHKD ended at 1.09 level.
		vs HKD	1.0896 / 1.1122	
EUR	↓	vs USD	1.0882 / 1.1145	EUR rose against the dollar yesterday despite USD rose broadly. A majority of ECB officials also continued to emphasize the need to reduce interest rates further due to easing inflationary pressure and poor economic growth. EURUSD rose 0.04% yesterday while EURHKD ended at 8.53 level.
		vs HKD	8.4512 / 8.6770	
GBP	→	vs USD	1.2962 / 1.3340	GBP rose against the dollar yesterday. Traders are waiting for the Bank of England's Monetary Policy Report Hearings on Thursday and UK Gross Domestic Product figures will follow on Friday. GBPUSD rose 0.16% yesterday while GBPHKD ended at 10.18 level.
		vs HKD	10.0681 / 10.3813	
AUD	→	vs USD	0.6658 / 0.6887	AUD fell against the dollar yesterday as Chinese stimulus concerns weigh on market sentiment. Despite the uncertainties surrounding the Australian economy, the RBA signaled a hawkish tone in the release of its latest minutes. AUDUSD fell 0.19% yesterday while AUDHKD ended at 5.24 level.
		vs HKD	5.1752 / 5.3545	
NZD	↓	vs USD	0.6029 / 0.6313	NZD rose against the dollar yesterday. Reserve Bank of New Zealand is expected to cut the official cash rate by 50 basis points to 4.75%, amid weak economic growth and rising unemployment. NZDUSD rose 0.23% yesterday while NZDHKD ended at 4.77 level.
		vs HKD	4.6883 / 4.9068	
CAD	↓	vs USD	1.3485 / 1.3742	CAD fell against the dollar yesterday after Canada saw a steeper-than-expected contraction in trade balance figures. Besides Fed speaker continues to dominate market flows as investors look for signs of more rate cuts. USDCAD rose 0.20% yesterday while CADHKD ended at 5.69 level.
		vs HKD	5.6529 / 5.7705	
JPY	↓	vs USD	143.50 / 151.00	JPY fell against the dollar yesterday as investors shift their focus to the US inflation data for September. Also, a decline in Japan's overall household spending has diminished BoJ's rate hike bets. USDJPY rose 0.01% yesterday while JPYHKD ended at 5.24 level.
		vs HKD	5.1368 / 5.4259	
CHF	↓	vs USD	0.8442 / 0.8651	CHF ended lower against the dollar yesterday amid ongoing geopolitical tensions in the Middle East and fading hopes of a big US rate cut has capped the upside for CHF. USDCHF rose 0.34% yesterday while CHFHKD ended at 9.07 level.
		vs HKD	8.9760 / 9.2058	
SGD	→	vs USD	1.2860 / 1.3138	SGD was flat against the dollar yesterday as investors await Fed minutes and US inflation data. The Monetary Authority of Singapore will deliver its Policy Statement on 14th Oct. USDSGD rose 0.00% yesterday while SGDHKD ended at 5.96 level.
		vs HKD	5.9118 / 6.0445	

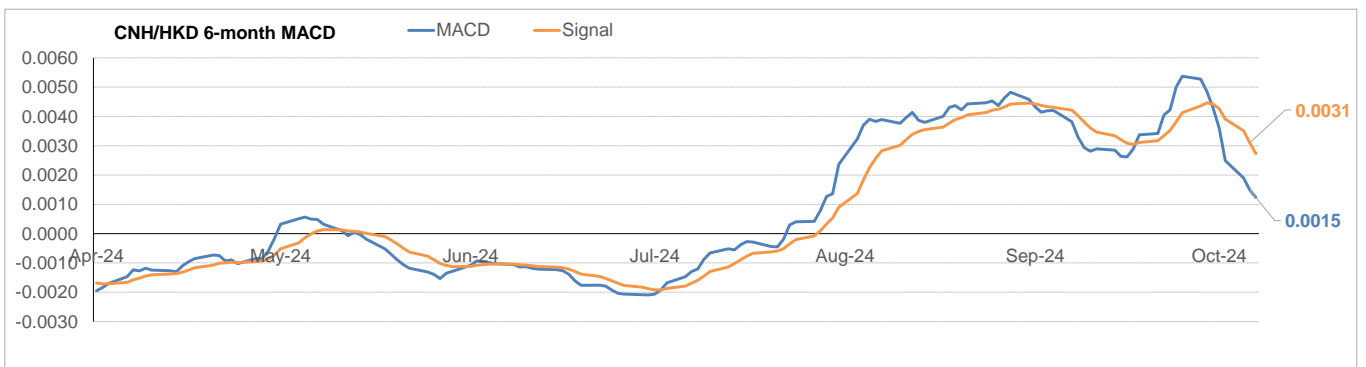
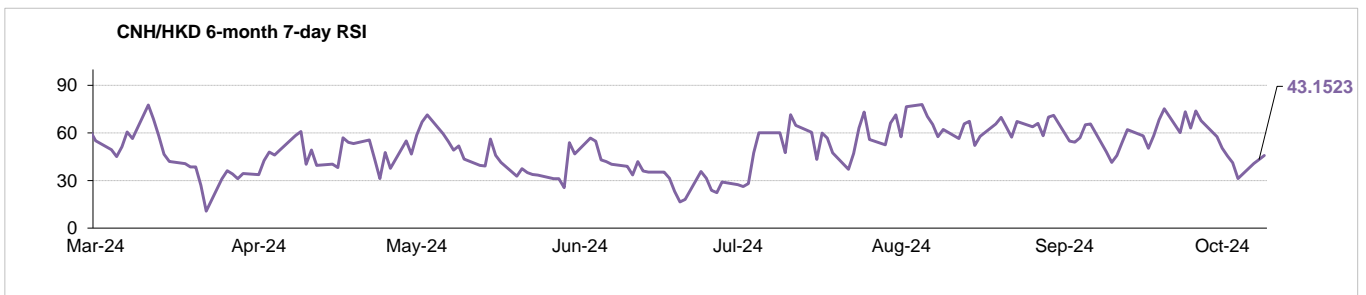
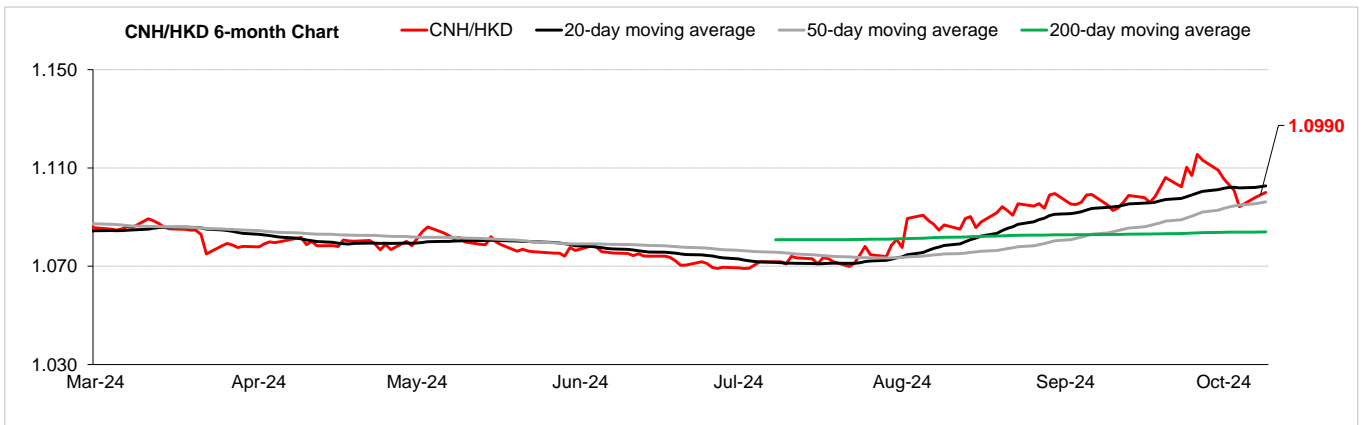
*Current Trend observations pertain to historical trend technical analysis only and do not reflect any forward looking fundamental views. The signal is generated with both the 20-days moving average and the 50-days moving average.

↗	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

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FX Snapshot - CNH				
Currency	10-Second Pitch	Technical Analysis		
CNH	CNH fell against the dollar yesterday after its return from golden week holiday. Equity market were also down with the announcement of the details in China's economic stimulus package . USDCNH rose 0.04% yesterday while CNHHKD ended at 1.09 level.	vs HKD	USD vs	
		09-Oct	1.0998	7.0690
→		Daily change	0.09%	0.03%
		High	1.1026	7.0846
		Low	1.0967	7.0455
		Support*	1.0896	6.9934
		Resistance*	1.1122	7.1280
Market's Focus		Trendlines	Closed at	
(-) China GDP recorded at 4.7% YoY in Q2 (-) China CPI recorded at 0.6% YoY in August (+) China September Caixin manufacturing PMI arrived at 49.8 , higher than 49.1 in previous month (-) China industrial production recorded at 4.5% YoY in August		Spot Rate	1.0990	
		20 day moving average	1.1027	
		50 day moving average	1.0962	
		200 day moving average	1.0840	
		RSI	43.1523	
		MACD	0.0015	
		Signal	0.0031	



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Please take note that the primary sources of all the charts are from Refinitiv dated 9 Oct 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.

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