Yesterday

Hi

Lo

CI

S

VS

VS

S

S

VS

VS

5dav

20d

60d

200d

Spot

1.2542

1.2427

1.2445

1.2540

1.2515

1.2470

1.2450

1.2440

1.2425

1.2400

1.2380

1.2350

1.2512

1.2633

1.2547

1.1822

LT

MT

ST

Moving Ave

Trend

Up

Uр

Neutral

2 March 2004 Paris 5:49 GMT

EURUSD



Multiple bearish divergences, after failure to hold above 1.29 and sharp downside correction are signs of weakness.

Outlook neutral

EURUSD, returning below 1.2475, is testing support again, between 1.2400 and 1.2515. We expect a rebound above 1.2515 later on.

EURUSD, capped around the 60-day moving average, remains close to the bearish break level at 1.2380 (with different trend lines converging in that area). The daily indicators are on support level, within their negative area. The hourly indicators are supportive.

The currency pair is testing again support, with lack of momentum on the upside (on a short term basis). The currency pair is seen evolving between 1.2400 and 1.2515. Only a rebound above the latter would argue for a return within the range seen during the past few weeks.

Analyst's Strategy:

USDJPY

11750

Yesterday 109.36 Hi 108.91 Lo 108.94 CI 110.05 **VS** 109.80 109.40 VS 109.15 S 109.03 **Spot** VS 108.90 108.75 VS 108.40 S 108.10 VS **Moving Ave** 108.94 5dav 106.83 20d 106.84 60d 112.32 200d **Trend** Neutral ΙT

Outlook neutral

USDJPY, below 109.15 (resistance of a short term pattern) is seen moving below 108.90, towards 108.40 as a strong support. Above the latter, a rebound is expected later on.

The currency pair is finding resistance in its attempt to extend its rise. The daily indicators remains on their high level, with the RSI turning downside. The hourly ones are neutral, signalling some support. Some positions are still expected to be adjusted in the next few days. The currency pair is seen moving below the bearish break level at 108.90, retreating towards 108.40, to find more support.

A rebound above 109.15 would open way for a rebound towards 109.80 (the currency pair is evolving within a triangle on a very short term basis, with support at 108.90 and resistance at 109.15).

Analyst's Strategy:

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http://fx.bfi.echonet/scripts/TechnicalSummary.asp

Uр

Down

MT





FX technical strategist

Yesterday

Hi

Lo

CI

VS

S

VS

S

S

S

Moving Ave

Trend

Down

Down

Neutral

VS

5dav

20d

60d

200d

VS

Spot

2 March 2004 Paris 6:11 GMT

USDCHF



Outlook neutral

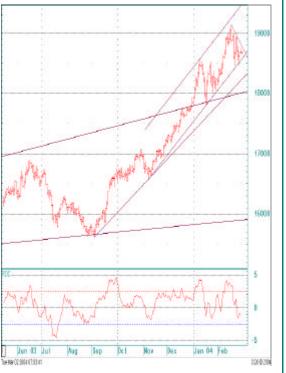
USDCHF is seen returning below 1.2670, after meeting resistance at 1.2715. A retreat towards 1.2575 is expected later on (the breach of 1.2715 would however suggest a new test of 1.2760).

USDCHF, between 1.2560 and 1.2780, remains in position to make a bullish exit. The daily indicators are on their former top, signalling some resistance (a close above 1.2740 would argue for an acceleration of the rise). The hourly ones are on resistance.

We expect resistance at 1.2715, with a return towards 1.2575.

Analyst's Strategy :

GBPUSD



Yesterday 1.8741 Hi 1.8656 Lo 1.8673 CI 1.8840 S 1.8790 VS 1.8750 S 1.8690 1.8679 **Spot** VS 1.8650 1.8600 VS 1.8550 S 1.8475 VS.

Moving Ave 1.8717 5day 1.8700 20d 1.8206 60d 1.6986 200d Trend

LT Up MT Up ST Neutral

Outlook neutral

GBPUSD, above 1.8650, is expected to return towards 1.8790 (short term resistance line). A rise above the latter would imply a return towards 1.8945.

GBPUSD, between 1.8790 and 1.8560, is sideways between two trend lines. The daily indicators are negative, on support level. But they remain close to signal a bearish reversal, in confirmation of the bearish divergence (sell signal). The hourly indicators are neutral, rather supportive.

The currency pair is expected to rebound towards 1.8790.

Analyst's Strategy:

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Yesterday

Hi

Lo

CI

VS

S

VS

VS

S

VS

S

VS

5day

20d

60d

200d

Trend

Uр

Neutral

Neutral

Lo

Spot

2 March 2004 Paris 6.40 GMT

EURJPY



Outlook neutral

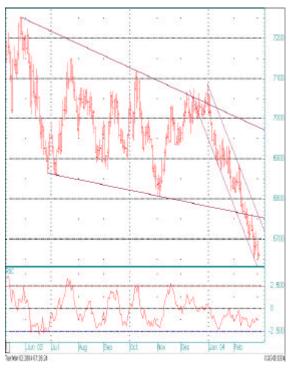
EURJPY, above 135.30, is seen returning towards 136.65 (however, a breach of 135.30 would suggest a new test of the bearish break point at 134.90).

EURJPY is the scapegoat of the lack of direction on the major currency pairs, with sharp oscillations. However, it remains between trend lines at 137.00 on the resistance and 135.30 as a support. The daily indicators are turning downside. A break of 135.30 would argue for return towards 134.90, as a bearish break level (with 134.10 as a target on the downside). The hourly indicators are supportive.

The currency pair is expected to hold above 135.30, rebounding towards 136.65.

Analyst's Strategy:

EURGBP



Yesterday 0.6692 Hi

0.6665 CI 0.6735 VS 0.6715 S 0.6695 VS 0.6685 S 0.6658 **Spot** 0.6650 VS 0.6625 **VS** 0.6615 S 0.6600 VS

0.6654

Moving Ave 0.6681 5dav

0.6753 20d 0.6891 604 0.6960 200d

Trend

LT Up MT Down ST neutral

Outlook positive

EURGBP, above the return line of its bearish channel (at 0.6625 today), is seen rebounding towards 0.6685 at first, with 0.6650 as a support.

EURGBP is still maintaining a sideways bias for now (on a short term basis), returning towards former trough at 0.6655. The return line of its bearish channel is at 0.6625. The daily indicators remain flat on their low level, arguing for some support. The hourly ones are also supportive.

The currency pair, supported by 0.6650, is seen rebounding towards 0.6685 (short term resistance line). A breach of 0.6650 would however suggest a new test of the return line at 0.6625.

Analyst's Strategy:





Long Term FX forecasts

USD Bloc	Q1 '04	Q2 '04	Q3'04	Q4'04
EUR/USD	1.33	1.35 1.28		1.35
USD/JPY	103	102 95		90
USD/CHF	1.20	1.19 1.27		1.22
GBP/USD	1.95	1.88	1.86	1.85
USD/CAD	1.26	1.22	1.24	1.18
AUD/USD	0.82	0.82	0.75	0.76
NZD/USD	0.70	0.70	0.65	0.65
USD/SEK	6.77	6.52	6.80	6.37
USD/NOK	6.77	6.59 6.56		6.15
EUR Bloc				
EUR/JPY	137	138	122	122
EUR/GBP	0.68	0.72	0.69	0.73
EUR/CHF	1.60	1.60	1.62	1.64
EUR/SEK	9.00	8.80	8.70	8.60
EUR/NOK	9.00	8.70	8.40	8.30
EUR/DKK	7.46	7.46	7.46	7.46
Central Europe				
EUR/PLN	4.90	4.75	4.65	4.70
EUR/CZK	33.00	32.50	32.00	32.50
EUR/HUF	265	260	255	260
EUR/SKK	40.00	40.50	40.00	41.00
USD/ZAR	5.90	5.55	6.60	6.45
USD/TRL	1200	1300	1550	1300
Asia Bloc				
USD/SGD	1.65	1.63	1.61	1.60
USD/MYR	3.80	3.80	3.80	3.80
USD/IDR	7900	7800	7700	7700
USD/THB	37.00	36.00	35.00	35.00
USD/PHP	54.00	53.50	53.00	53.00
USD/HKD	7.80	7.80	7.80	7.80
USD/RMB	8.28	8.28	8.28	8.28
USD/TWD	32.50	32.00	32.00	32.00
USD/KRW	1140	1130	1120	1130
USD/INR	44.50	44.00	43.50	43.50
LATAM Bloc				
USD/ARS	2.91	2.97	3.02	3.08
USD/BRL	2.88	2.90	2.93	2.95
USD/CLP	607	604	607	610
USD/MXN	10.80	11.23	11.50	11.78
USD/COP	2893	2929	2965	3001
USD/VEB	1920	1920	2300	3300

^{*}End Quarter



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London: +44 (0) 20 7595 8086 New York: +1 212 841 2408 Paris: +33 (0) 1431 69839
Singapore: +65 6210 3263/3347 Tokyo: +81 3 5290 8939

fx.bnpparibas.com



FX Strategy Contacts

Foreign Exchange - Global

Hans Redeker	Global Head of FX Strategy	London	44 20 7595 8497	hans-guenter.redeker@bnpparibas.com		
Ian Stannard	Currency Strategist	London	44 20 7595 8487	ian.stannard@bnpparibas.com		
Elisabeth Gruié	Currency Strategist	London	44 20 7595 8492	elisabeth.gruie@bnpparibas.com		
Chin Loo Thio	Currency Strategist	Singapore	65 6210 3263	chin.thio@bnpparibas.com		
Robert Lynch	Currency Strategist	New York	1 212 841 2408	robert.lynch@bnpparibas.com		
Andy Chaveriat	Technical Analyst	New York	1 212 841 2408	andrew.chaveriat@bnpparibas.com		
Claude Mattern	Technical Analyst	Paris	33 1 4316 9839	claude.mattern@bnpparibas.com		
Naomi Fink	Currency Strategist	Tokyo	81 3 5290 8939	naomi.fink@bnpparibas.com		
Emerging Markets						
Michal Dybula	CE-4 Economist	Warsaw	48 22 697 2354	michal.dybula@bnpparibas.com		
Rafael de la Fuente LATAM		New York	1 212 841 3637	rafael.delafuente@bnpparibas.com		
Alexandre Lintz	LATAM	São Paulo	55 11 3841 3418	alexandre.c.lintz@br.bnpparibas.com		

For Production and Distribution, please contact:

Derek Allassani, Foreign Exchange, London. Tel: 44 20 7595 8486, Email: derek.allassani@bnpparibas.com



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Tel: +44 (0)20 7595 2000 Fax: +44 (0)20 7595 2555 www.bnpparibas.com

RECOMMENDATION SYSTEM

Туре	Terminology	Horizon
Credit Trend (1)	Positive/ Neutral/ Negative	6 months
Relative Value (2)	Outperform/ Market Perform/ Underperform	1 month
Investment Recommendation (3)	Buy/ Hold/ Reduce/ Sell	Up to 6 months

- (1) Credit trend is based on underlying Credit fundamentals, business environment and industry trends;
- (2) Relative Value is based on expected market performance relative to sector
- (3) Investment Recommendation is based on BNPP Credit Trend and Relative Value opinions.

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