Hi

Lo

CI

VS

S

VS

Spot

S

S

S

VS

S

5dav

20d

60d

200d

Up

Neutral

Neutral

### 10 March 2004 Paris 5:58 GMT

## Outlook neutral



EURUSD, failing to rise above 1.2455, is seen testing support towards 1.2270 (or even 1.2240) with 1.2335 as a reversal level, towards 1.2455 again. The bullish level is at 1.2540.

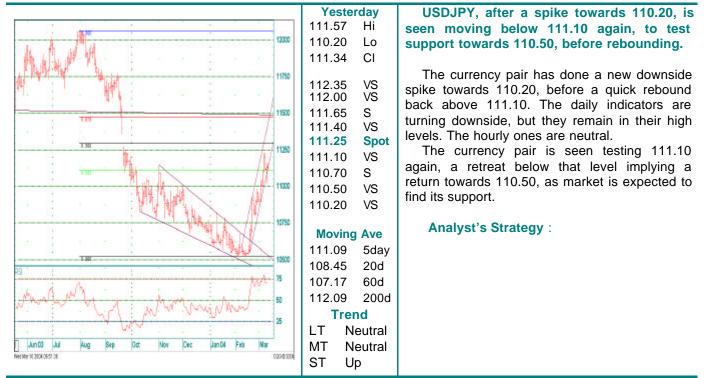
EURUSD, unable to rebound above 1.2455. has done a retreat towards a former resistance line, below 1.2335. The currency pair remains weak, but with contradictory signals. The daily indicators are close to suggest a rebound. However the 20-day moving average is crossing over the 60-day MA, on the downside. The market is at a cross road, between 1.2240 and 1.2400. The hourly indicators are neutral. A rebound above 1.2335 would reverse the bearish bias, arguing for a return towards 1.2455.

The currency pair, capped by 1.2335, is seen testing support, towards 1.2270, or even 1.2240, with 1.2335 as a reversal point.

USDJPY

Analyst's Strategy :

# Outlook neutral



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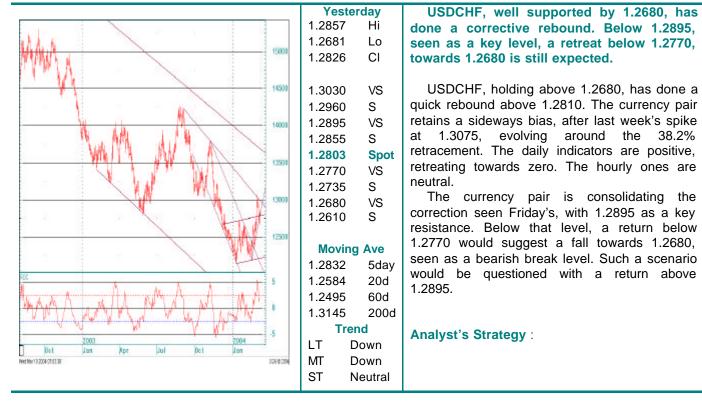
fx.bnpparibas.com

USDCHF

### 10 March 2004 Paris 6:29 GMT

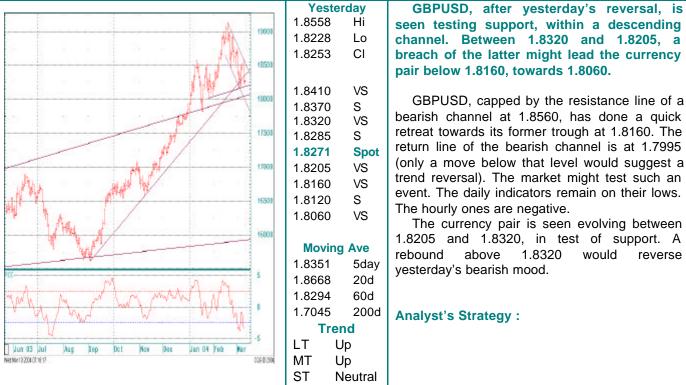
# Outlook neutral

38.2%



# **GBPUSD**

# Outlook neutral



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### **Andrew Chaveriat**

09 March 2004 NEW YORK 20:00 GMT

USDCAD		Outlook Risk to 1.3135-1.3075
tritisio 10.0dx0-64 Hard4 (Doomed) CADUSD Daily Cande 13555 12694 12251 (20155) 0000	Today         1.3265       Hi         1.3179       Lo         1.3230       Cl         1.3415       S         1.3360       S         1.3310       VS         1.3270       VS         1.3230       Spot         1.3175       VS         1.3175       S         1.3155       S         1.3100       S         1.3075       VS	The decline off 1.3585 has been impulsive, but shows signs of stabilizing above 1.3150/70. Key supports at 1.3075 and 1.3030 seen holding. USDCAD came close but failed to validate a bullish breakout last Wednesday, which required a NY daily close above 1.3435. (Hac that occurred, USDCAD would have escaped resistance (on a daily close basis) from the winter triple-top at 1.3420-35 allowing further gains this spring. Also a daily close above 1.3440 would have confirmed a bullish "inverse head & shoulders" pattern targeting 1.4200.) Instead, looking ahead, we saw a bearish weekly key reversal last Friday signaling a correction to the Jan-Feb rise. We should see
Risk now to 1.3135-1.3075	Moving Ave           1.3341         5day           1.3276         20d           1.3114         60d           1.3413         200d           Trend           LT         Up           MT         Up           ST         Up	a 50-62-80% retracement down towards 1.3135/1.3030/1.2880, respectively. Note the <i>inverse head&amp;shoulders</i> pattern still has importance as it implies support near 1.3075 (where a compound right shoulder could now form). Whether or not 1.3075 support holds near the 62% ret at 1.3030 will be the key barometer to the extent of the current decline. Buy decline toward 1.3135-1.3075, preparing for m/r gains to 1.36+.
AUDUSD		Outlook Corrective rise
tritta3@06.Feb 04-08-Mar.04 AUD-USD 60 Min. Bar 0.8004 07404 07533 (0.0040) (0.0001) 0.7900 0.7900 0.7900 0.7704	Today         0.7657       Hi         0.7584       Lo         0.7585       Cl         0.7605       S         0.7640       S         0.7640       S         0.7640       S         0.7640       S         0.7640       S         0.7585       Spot         0.7540       S         0.7520       S         0.7490       S         0.7470       S         0.7470       S         0.7400       VS         Moving Ave       0.7555         0.7650       60d         0.7055       200d         Trend       LT         LT       Neutral         MT       Neutral         ST       Neutral	<ul> <li>S/t: Corrective rise to the Feb-Mar plunge could be finished given loss of 1-wk up trend. Loss of 0.7540 would re-open risk to 0.74. M/t: Loss of key 0.7550/35 level confirmed decline to 0.7365.</li> <li>S/t: The 2-1/2 cent rise off 0.7400 ran out of steam at key 0.7650 overlap resistance the break pt that triggered last week's slide.</li> <li>It's possible the Feb-March 0.8005-0.7400 decline finished an ABC correction. But it can also be seen as waves 1-3 in an impulsive decline. If a major reversal is underway, it willikely stay below the 50% retemt pt of the Feb-March fall at 0.7700. (Yet it could rise as high as 0.7770-0.7870 and still be a "bear market rally".)</li> <li>M/t: Loss of 0.7645/50 breaks Feb low &amp; key 0.7535/50 support. Recall the mid-Feb collapse generated a 2-week snap-back bearish reversal signal. That could be the start of a major Aussie correction to 0.70 and below and suggests a major top is in place at 0.8005. It calls for at least a 38-50% ret of Sep-Feb rally off 0.6340 targeting 0.7365-0.7170.</li> <li>L/t: Entire Sep'01-Feb'04 rally could be finished al a 5-wave Elliott advance. Breaking 0.7530 on a weekly close basis would imply risk down to 0.7250-0.6800 over a multi-month period.</li> </ul>
BNP PARIBAS lan Stannard London 44 20 759 Andrew Chaveriat New York 1 212 84		fx.bnpparibas.com

Yesterday

Hi

Lo

CI

S

VS

VS

S

S

VS

VS

S

5day

20d

60d

Trend

Up

Up

Neutral

200d

Spot

#### 10 March 2004 Paris 6.57 GMT

# **EURJPY**

BNP PARIBAS



# Outlook neutral

EURJPY, doing a pullback on the major trend line, at 136.85, is seen rebounding towards 137.60/70 at first. A rise above the latter would argue for a return towards 139.00. Main support is at 136.65 (bearish reversal).

EURJPY, returning below 137.60, has met support on a former trend line (at 136.85). Above that level, the bias remains bullish. The daily indicators are signalling resistance. The hourly ones are supportive.

The currency pair is seen evolving between 136.65 and 137.60, in test of support at first. Below 136.65, the 50% retracement is at 135.95, also the bullish break level seen Friday's.

Analyst's Strategy :

# **EURGBP**

# Outlook positive

	Yesterday	EURGBP, is attempting to reverse on the		
	0.6769 Hi 0.6694 Lo	upside, with 0.6730 as a bullish break point.		
700	0.6747 CI	Main support is at 0.6710. Above it, the next		
	0.0747 01	target, on the breach of 0.6770, is at 0.6810.		
700	_			
	0.6790 S	EURGBP, finding some resistance around		
	0.6780 S	0.6770, is doing a pullback towards bullish break level at 0.6730. The currency pair is evolving		
	0.6770 VS	within a narrow ascending channel (main support		
	0.6740 S	level is at 0.6710. The daily indicators are		
	0.6737 Spot	moving upside. The hourly ones are signalling		
	0.6730 VS	resistance.		
	0.6710 VS	The currency pair, above 0.6710, is seen		
	0.6695 VS	returning towards 0.6770, before rising above the		
600	0.6675 VS	latter, towards 0.6810 as a the next target.		
V	Moving Ave			
1.00 B600	0.6698 5day	Analyst's Strategy :		
2.500	0.6710 20d			
	0.6858 60d			
LIN WWW W WWW I WMW	0.6945 200d			
	Trend			
jun 00 juli jug jep Dat Mon Dec jun 04 Feb Mar	LT Up			
Net My 10 2004 07 88 08 02 03 98 000	MT Down			
	ST Up			



**FX** Technical Strategy

**Claude Mattern - Technical Strategist** 33 (1) 43 16 98 39

# Long Term FX forecasts

USD Bloc	Q1 '04	Q2 '04	Q3'04	Q4'04
EUR/USD	1.25	1.30	1.28	1.35
USD/JPY	110	102	95	90
USD/CHF	1.27	1.19	1.27	1.22
GBP/USD	1.85	1.88	1.86	1.85
USD/CAD	1.32	1.22	1.24	1.18
AUD/USD	0.77	0.82	0.75	0.76
NZD/USD	0.68	0.70	0.65	0.65
USD/SEK	7.36	6.52	6.80	6.37
USD/NOK	6.96	6.59	6.56	6.15
EUR Bloc				
EUR/JPY	137	133	122	122
EUR/GBP	0.68	0.72	0.69	0.73
EUR/CHF	1.59	1.60	1.62	1.64
EUR/SEK	9.20	8.80	8.70	8.60
EUR/NOK	8.70	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	32.50	32.00	31.50	32.00
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	1.68	1.65	1.63	1.60
USD/MYR	3.80	3.80	3.80	3.80
USD/IDR	8500	8200	7900	7700
USD/THB	39.00	37.50	36.00	35.00
USD/PHP	56.00	55.00	54.00	53.00
USD/HKD	7.80	7.80	7.80	7.80
USD/RMB	8.28	8.28	8.28	8.28
USD/TWD	33.00	32.50	32.20	32.00
USD/KRW	1160	1150	1140	1130
USD/INR	45.00	44.50	44.00	43.50
LATAM Bloc			0.55	
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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Туре	Terminology	Horizon		
Credit Trend (1)	Positive/ Neutral/ Negative	6 months		
Relative Value (2)	ve Value (2) Outperform/ Market Perform/ Underperform			
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:				

na 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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