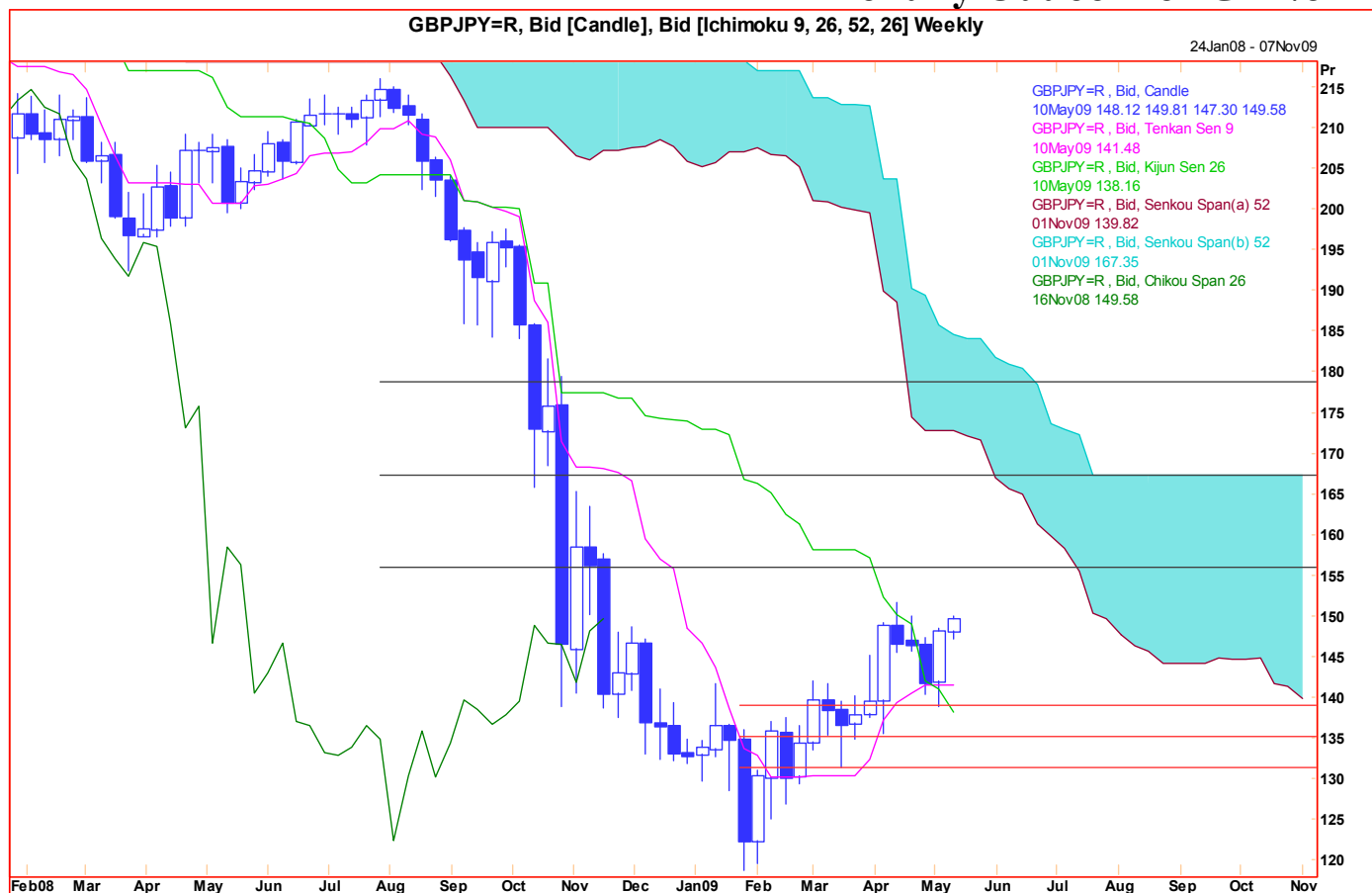


05 May 2009

Technical Analysis

Monthly Outlook for GBP/JPY



Comment: Re-testing the psychological 150.00 area but because of sterling’s catastrophic losses in 2007 and 2008 we have yet to retrace even 38% of last year’s decline. Allow for a little hesitation around here for the next week or so, with a series of cautious upside probes, where a new interim high is likely to form closer to 165.00/170.00 area. Then back down to current level late this quarter.

A weekly close well below 140.00 forces us to adjust as an interim high is probably already in place.

Chart Levels:

Support	Resistance	Direction of Trade
145.50	150.00	
144.00	151.50*	
141.50	156.00	
138.50*	160.00	
135.50**	165.00*	

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Charts provided by Reuters.