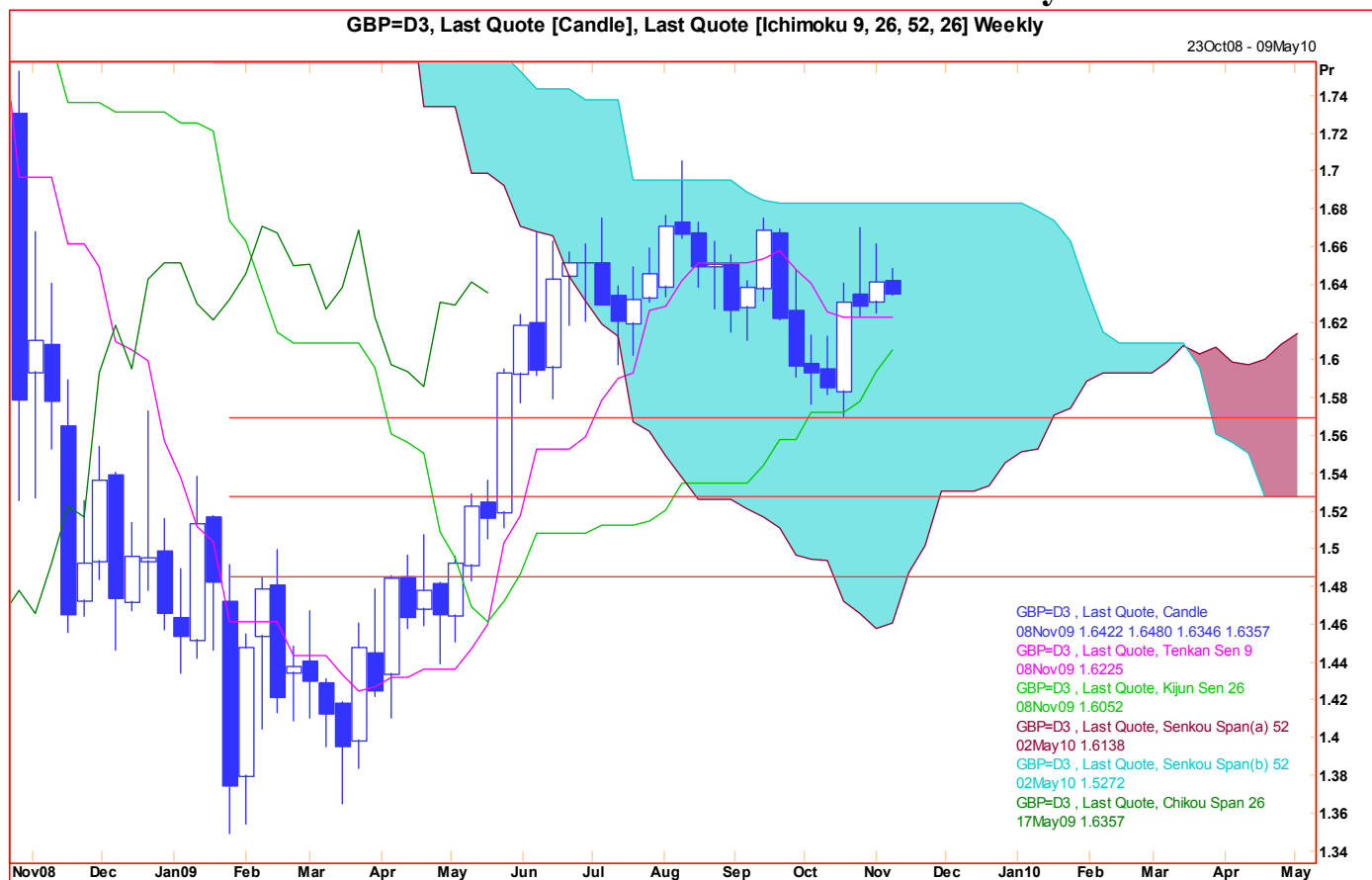


Technical Analysis

**02 November 2009
Monthly Outlook for GBP**



Comment: Cable has held up better than we forecast, probably as it is the only currency that US investors can afford to diversify into. On the weekly chart it is trapped between first Fibonacci support and the top of a massive Ichimoku 'cloud'. This situation is likely to persist for another two or more weeks, where we continue to view dips as buying opportunities for an eventual break higher, most likely in thin markets around year-end.

A weekly close below 1.5200 forces us to review.

Chart Levels:

Support	Resistance	Direction of Trade
1.6200	1.6600	
1.6100	1.6700	
1.5700**	1.6750**	
1.5535	1.6800	
1.5275*	1.7045*	

Produced by London Branch - Nicole Elliott +44-20-7786-2509

The information contained in this paper is based on or derived from information generally available to the public from sources believed to be reliable. No representation or warranty is made or implied that it is accurate or complete. Any opinions expressed in this paper are subject to change without notice. This paper has been prepared solely for information purposes and if so decided, for private circulation and does not constitute any solicitation to buy or sell any instrument, or to engage in any trading strategy.

Charts provided by Reuters.