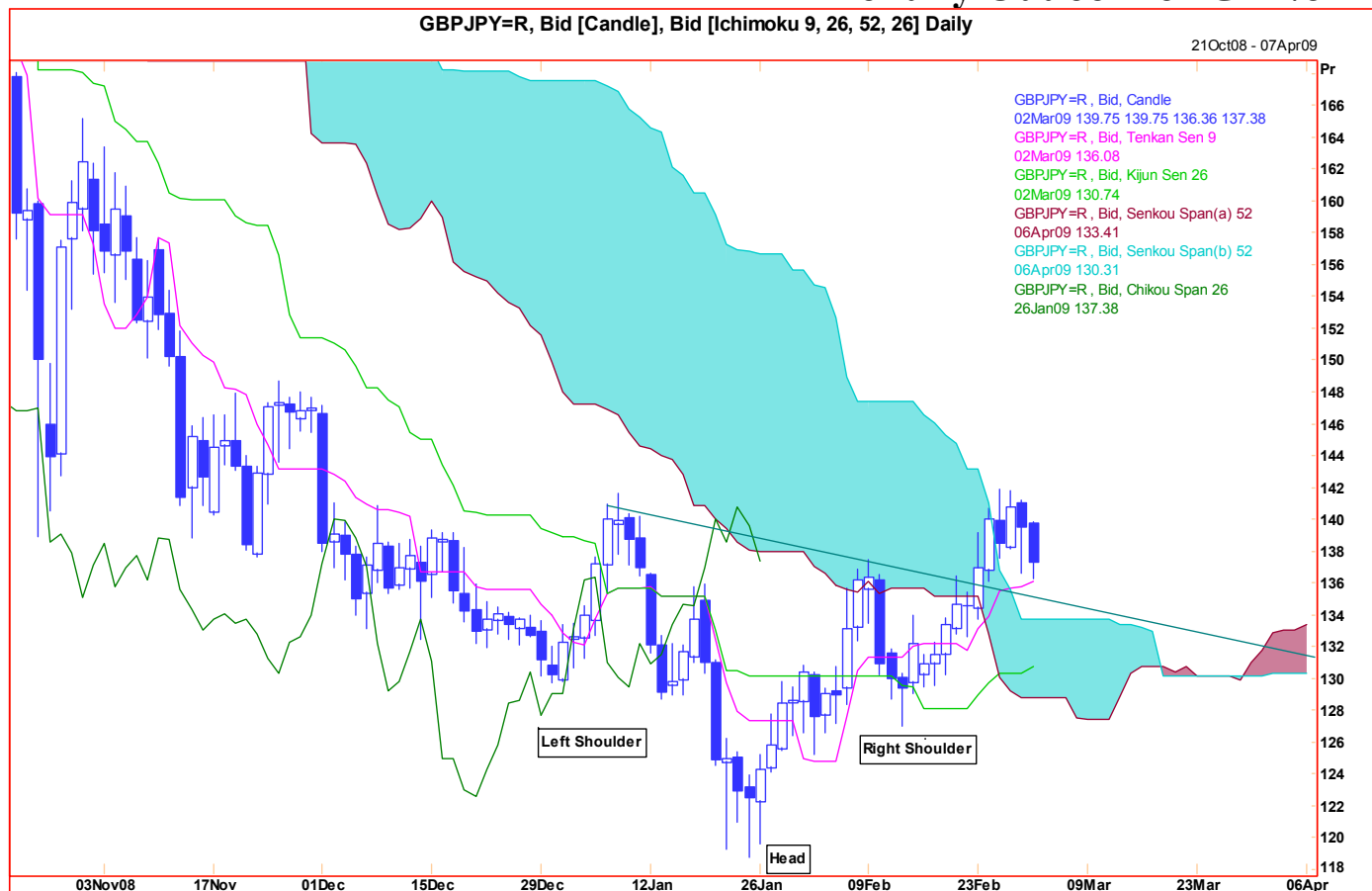


Technical Analysis

02 March 2009

Monthly Outlook for GBP/JPY



Comment: The rally from the new all-time low at 119.00 can be seen as part of an irregular inverted 'head-and-shoulders' base, with a break and close above the 'neckline' last week. The fact it also managed to break above a thin Ichimoku 'cloud' is positive and should add a little upside pressure. Nevertheless rallies are likely to be hard won because there are many decent resistance levels all the way up. Therefore we favour another squeeze higher followed by a month or two of broadly sideways work, probably above 130.00 and below the psychological 150.00 area.

A weekly close above 160.00 hints that an important very long term low might be already in place.

Chart Levels:

Support	Resistance	Direction of Trade
136.00	141.80**	
133.65*	148.50	
132.00	150.00	
129.00*	157.50*	
127.00*	165.00*	

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

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Charts provided by Reuters.