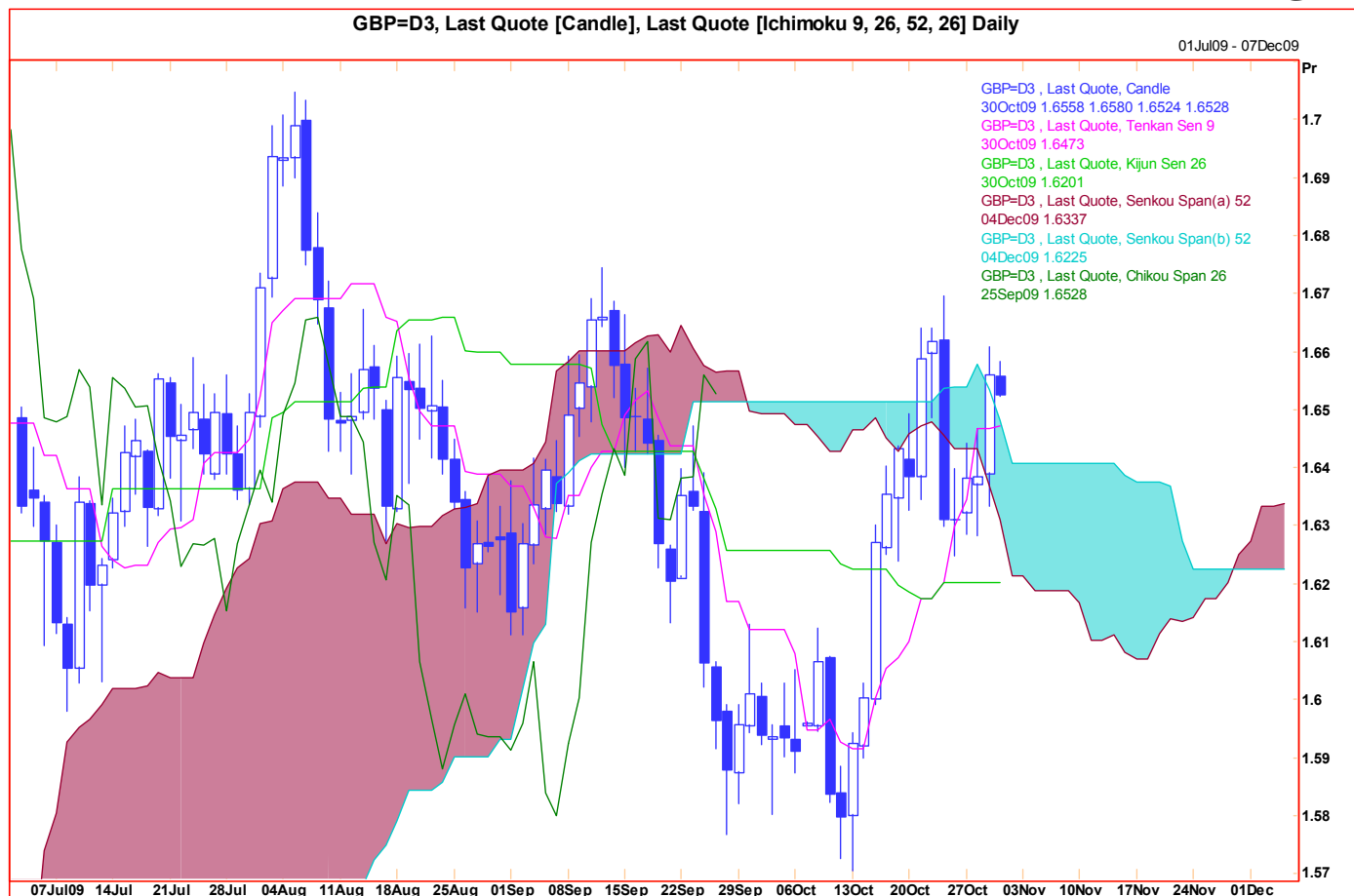


**Technical Analysis**

**30 October 2009**  
**GBP**



**Comment:** Sterling this week's best performer so that Cable has crawled its way above a very thin Ichimoku 'cloud'. It is no longer overbought though momentum is zero and futures volume remains very high suggesting massive speculation. Allow for more of the same today noting that the longer we hold above 1.6200 the more upside pressure ought to build for an eventual break above pivotal resistance around 1.6665. A weekly close above here should add some much-needed bullish momentum.

**Strategy:** Attempt small longs at 1.6550; stop well below 1.6200. First target 1.6650, then 1.6745.

**Chart Levels:**

Support	Resistance	Direction of Trade
1.6450	1.6605	→
1.6335	1.6625	
1.6250	1.6665*	
1.6200	1.6745*	
1.6100*	1.6800	

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.