

# Daily FX Report

www.varengoldbankfx.com – Intelligent Investments



Monday, June 30, 2008

Good morning from Hamburg, and welcome to the Varengold Daily FX Report. Last weekend, the Bank for International Settlements meeting took place. The market was expecting some comments from the central bankers on the current situation of inflation, economic growth and energy prices.

## Market review

The BIS meeting ended on Sunday and its participants have warned that there is a high risk of inflation due to surging energy prices. The situation is weakening the economy in rich as well as poor countries. Energy prices are not stopping to increase; last week, oil hit a record high of \$143, up more than 47% so far this year.

The market is now expecting the **USD** to fall against a basket of currencies. In fact, speculators reversed their bets and started to expect the situation to degrade as the US consumer confidence seems to be weaker on the oil prices high increase. Some data has shown that the US consumer sentiment reached a 28 year low.

As a result, the **EUR/USD** hit a 3 week high of 1.5798 earlier last night. The currency pair is currently being traded at 1.5790. The **GBP/USD** is also matching a 2 month high hit on Friday at 1.9952.

The Japanese economy is still facing some troubles as the housing level has been decreasing for the last 11 months. Confidence levels from Japanese firms have also been decreasing from -6 to -14 in June. In spite of this negative data on Japan's economy, the **JPY** is up against other major currencies. The **USD/JPY** fell by 0.3% to 105.73 and reached a 3 week low. The **EUR/JPY** was also down 0.1% at 167.39.

## AUD/USD

In June, the AUD/USD rebounded from the support level at 0.9321 and started an upward movement. The cross through the level at 0.9502 gave the pair a further upward push. The next level is the resistance at 0.9648, which will have an influence in the future trading direction. Depending on whether the currency will break through or rebound, you could use the development for profits.



Varengold

WERTPAPIERHANDELSBANK AG

# Daily FX Report

www.varengoldbankfx.com – Intelligent Investments



## EUR/USD

The EUR/USD has been trading in a horizontal trading range with a resistance at 1.5800 and a support at 1.5300. After it touched the bottom of the channel in the middle of June, the currency started an upward movement and is quoting close to the upper resistance. The future development might depend on a clear breach.



## Pivot Points - Daily FX Support and Resistance Levels

Currency	Support 2	Support 1	Pivotpoint	Resistance 1	Resistance 2
EUR / USD	1.5690	1.5742	1.5768	1.5820	1.5846
USD / JPY	105.02	105.57	106.39	106.94	107.76
GBP / USD	1.9752	1.9848	1.9900	1.9996	2.0048
USD / CHF	1.0099	1.0140	1.0204	1.0245	1.0309
AUD / USD	0.9500	0.9554	0.9593	0.9647	0.9686
CAD / USD	1.0004	1.0054	1.0096	1.0146	1.0188
NZD / USD	0.7484	0.7542	0.7587	0.7645	0.7690
EUR / AUD	1.6251	1.6340	1.6423	1.6512	1.6595
EUR / CAD	1.5753	1.5855	1.5916	1.6018	1.6079
EUR / CHF	1.5973	1.6027	1.6090	1.6144	1.6207
EUR / GBP	0.7865	0.7889	0.7918	0.7942	0.7971
EUR / JPY	166.15	166.89	167.74	168.48	169.33
GBP / CHF	2.0087	2.0201	2.0307	2.0421	2.0527
GBP / JPY	209.15	210.40	211.69	212.94	214.23



Varengold

WERTPAPIERHANDELSBANK AG

# Daily FX Report

www.varengoldbankfx.com – Intelligent Investments



## Daily Calendar & Key FX Events

Date	Time (GMT)	Economic Indicator	Last
30.06.2008	08:30	GB Mortgage Lending	6.35
30.06.2008	08:30	GB BoE consumer Credit	0.94
30.06.2008	09:00	ES Inflation, flash yy	3.7
30.06.2008	09:00	IT Consumer price prelim mm	0.50
30.06.2008	12:30	CA GAD mm	-0.2
30.06.2008	13:45	US Chicago PMI	49.1
30.06.2008	23:50	JP Tankan capex estimate	-1.6

If you have any questions, please contact our sales desk for further assistance:

German: +49. 40. 66 86 49 – 0

Chinese: +49. 40. 66 86 49 – 896 or

English: +49. 40. 66 86 49 – 0

+86. 40. 66 86 49 – 880

French: +49. 40. 66 86 49 – 0

Turkish: +49. 40. 66 86 49 – 0

Russian: +49. 40. 66 86 49 – 894

Arabic: +49. 40. 66 86 49 – 895

## IMPORTANT NOTIFICATION TO BE READ IN CONJUNCTION WITH THE CONTENTS OF THIS DOCUMENT

This document is issued and approved by Varengold WPH Bank AG. The document is only intended for market counterparties and intermediate customers who are expected to make their own investment decisions without undue reliance on the information set out within the document. It may not be reproduced or further distributed, in whole or in part, for any purpose. Due to international laws/regulations not all financial instruments/services may be available to all clients. You should have informed yourself about and observe any such restrictions when considering a potential investment decision. This electronic communication and its contents are intended for the recipient only and may contain confidential, non public and/or privileged information. If you have received this electronic communication in error, please advise the sender immediately, and delete it from your system (if permitted by law). Varengold does not warrant the accuracy, completeness or correctness of any information herein or the appropriateness of any transaction. Nothing herein shall be construed as a recommendation or solicitation to purchase or sell any financial product. This communication is for informational purposes only. Any market or other views expressed herein are those of the sender only as of the date indicated and not of Varengold. Varengold reserves the right to consider any order sent electronically as not received unless it is confirmed verbally or through other means.



Varengold

WERTPAPIERHANDELSBANK AG