

DAILY TECHNICAL STRATEGY



Friday 06Feb04

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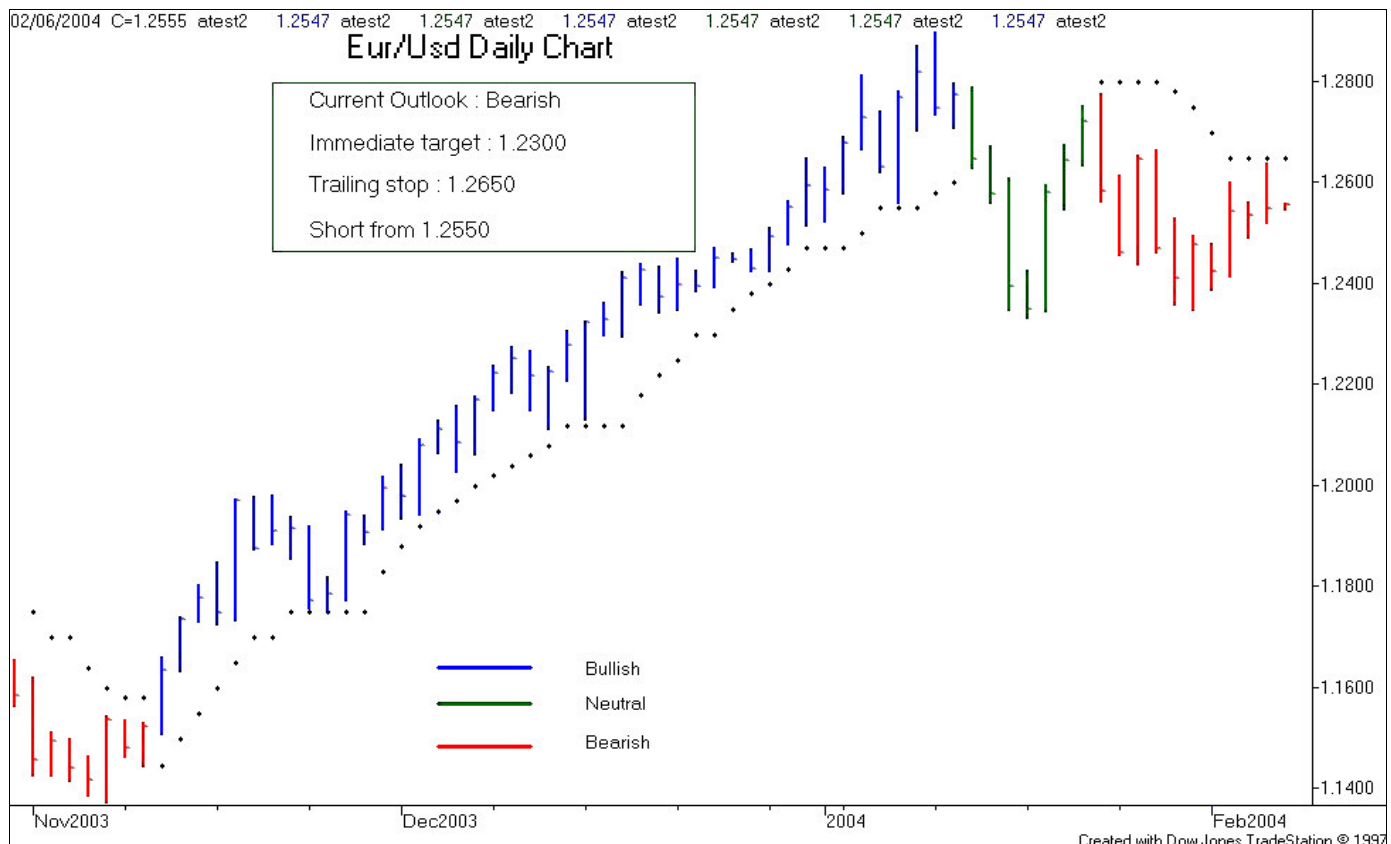
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EUR/ USD: 1.2553-58

Mid-term Analysis:

Previous trading day's range (H-L-C)	1.2638, 1.2521, 1.2545
Current Outlook	Bearish (since 23Jan04 – 1.2585-90)
Immediate Target	1.2300
Trailing stop	1.2650
Trade Plan	Short from 1.2550

The bearish outlook is barely intact as the overnight high of 1.2638 came close to the trailing stop at 1.2650. A breach of the trailing stop will indicate a probable wide sideways consolidation that may last for a few weeks. However, a breach of the support at 1.2450 will likely lead to acceleration lower towards 1.2350.



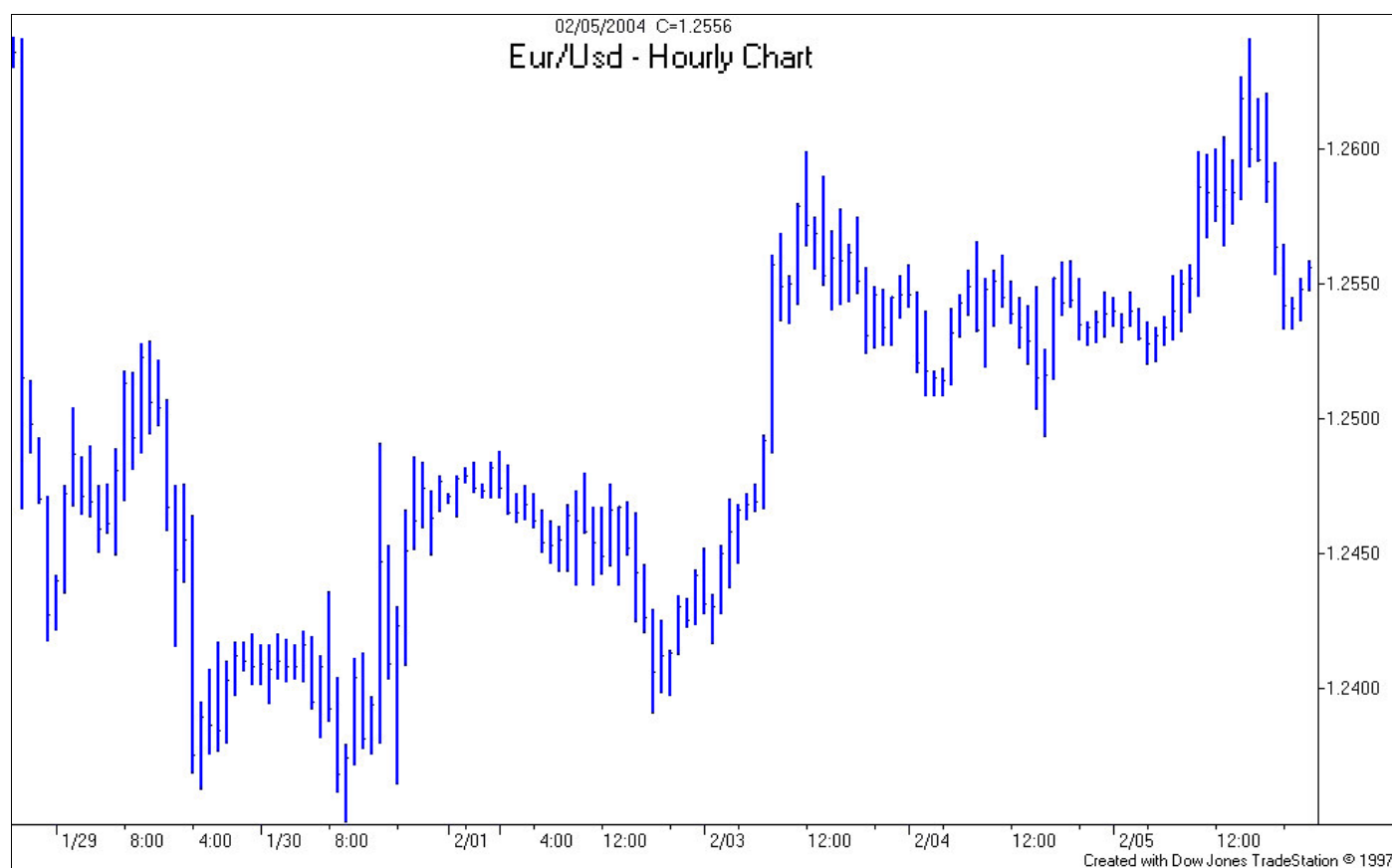
EUR/ USD: 1.2553-58**Short-term Analysis:**

While the upward momentum has improved considerably, it does not appear strong enough to push beyond the strong resistance at 1.2650. However, any down-move from here will likely face considerable support at 1.2500 and 1.2450. Overall, expect a period of wide sideways trading from here.

Trade Plan:

Sell 1.2590 with stop above 1.2630 for a move to 1.2530, 1.2480.

Buy 1.2480 with stop below 1.2440 for a move to 1.2540, 1.2590.



USD/ JPY: 105.75-80**Mid-term Analysis:**

Previous trading day's range (H-L-C)	106.04,105.37,105.80
Current Outlook	Neutral (since 12Jan04 – 106.60-65)
Target	Likely 105.00-107.50 consolidation
Trailing stop	-
Trade Plan	-

While the bias is for further drift lower from here, the downward momentum is not strong and any further down-move may be limited to the support at 105.00. Overall, continue to expect listless sideways trading from here.

[Outlook unchanged from yesterday]

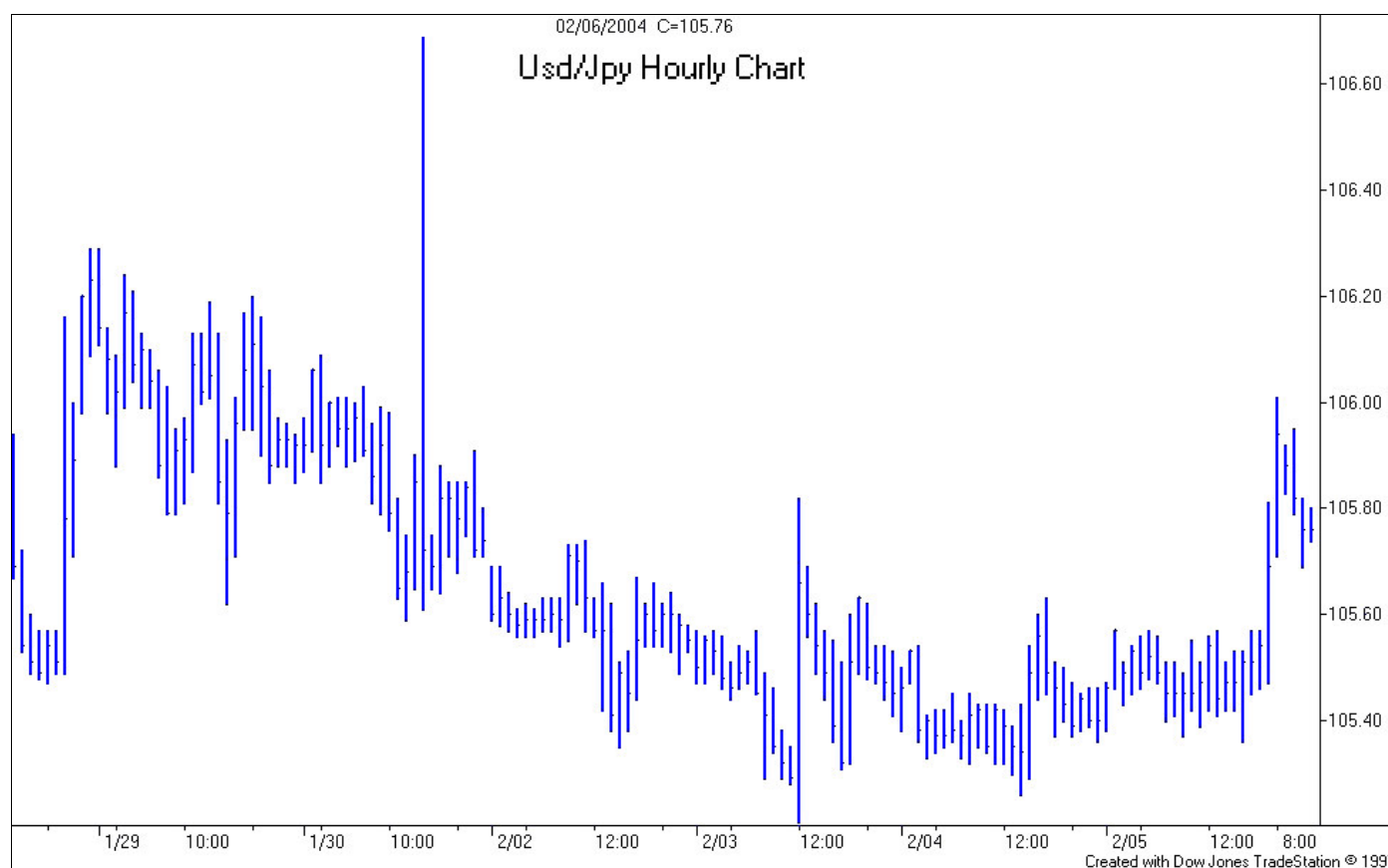


USD/ JPY: 105.75-80**Short-term Analysis:**

While the overall outlook is still mixed, the support at 105.30-35 appears to be strong enough to hold for the day. However, any up-move may be limited to the resistance at 106.40 for further wide sideways consolidation.

Short-term Trade Plan:

Buy 105.40 with stop below 105.00 for a move to 106.00, 106.40.

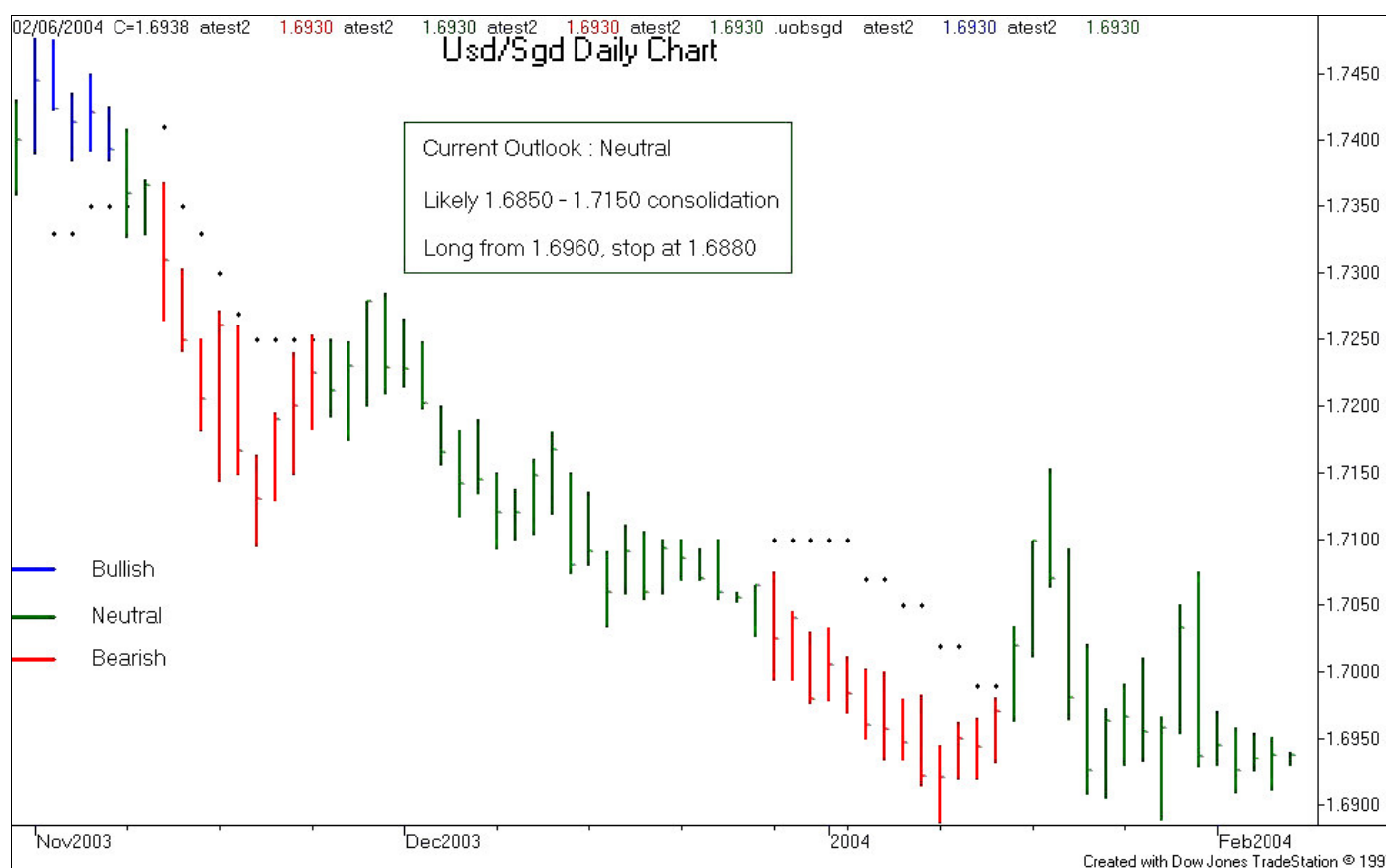


USD/ SGD: 1.6935-45**Mid-term Analysis:**

Previous trading day's range (H-L-C)	1.6951,1.6912,1.6940
Current Outlook	Neutral (16Jan04 – 1.6960-70)
Target	Likely 1.6850 – 1.7150 consolidation
Trailing stop	-
Trade Plan	Long from 1.6960 (from 30Jan03) with 1.6880 stop

The upward momentum is faltering and any breach of 1.6850-80 will likely indicate that we are trapped within a wide sideways-trading range. Only a clear move above 1.7150 will lead to a stronger up-move from here.

[Outlook unchanged from yesterday]

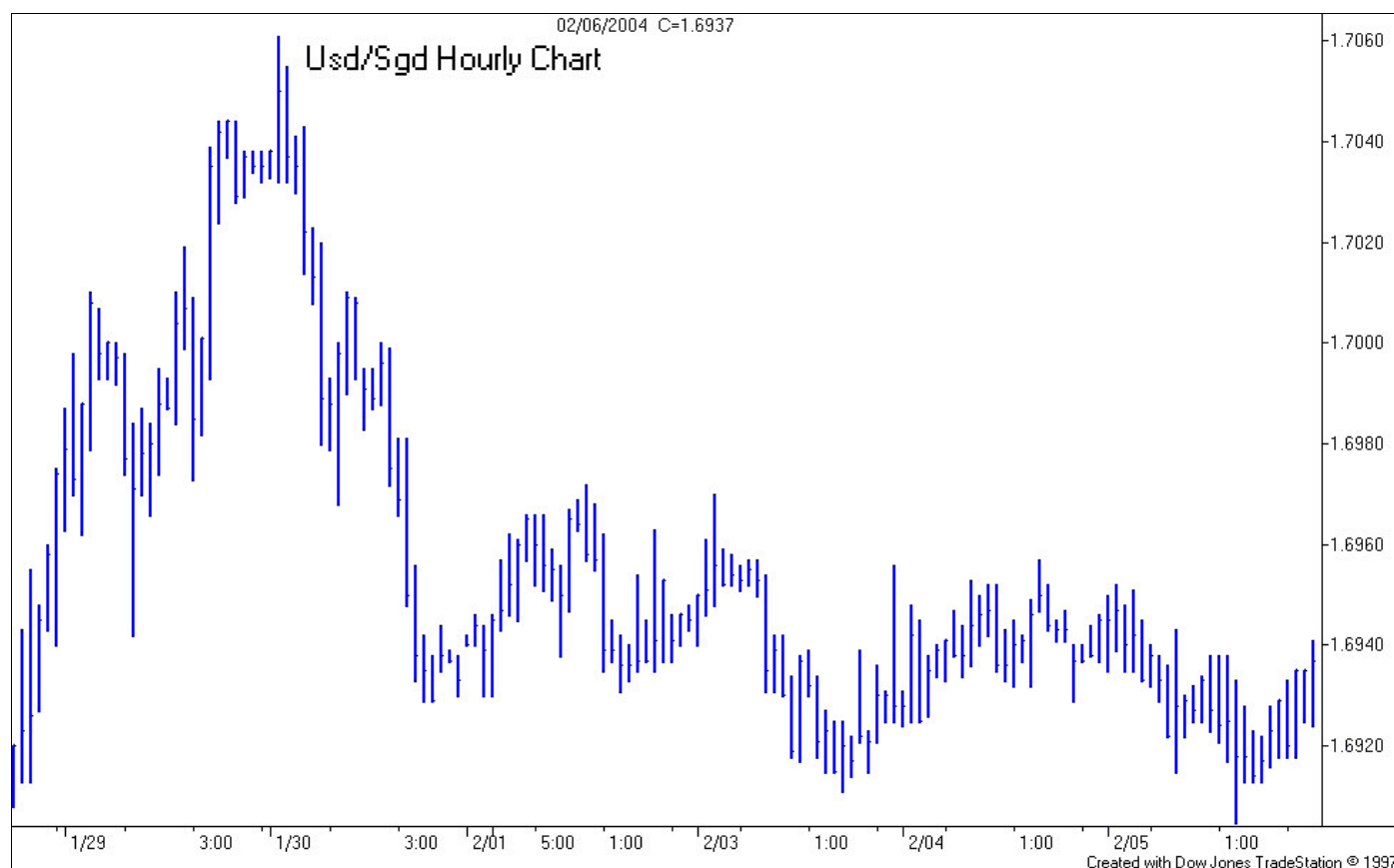


USD/ SGD: 1.6935-45**Short-term Analysis:**

While the support at 1.6900 is expected to hold, the upward momentum is not strong and any up-move will likely be limited to the resistance at 1.6975-80. However, a clear breach of the support at 1.6900 may lead to acceleration lower.

Short-term Trade Plan:

Buy 1.6930 with stop below 1.6900 for a move to 1.6980.

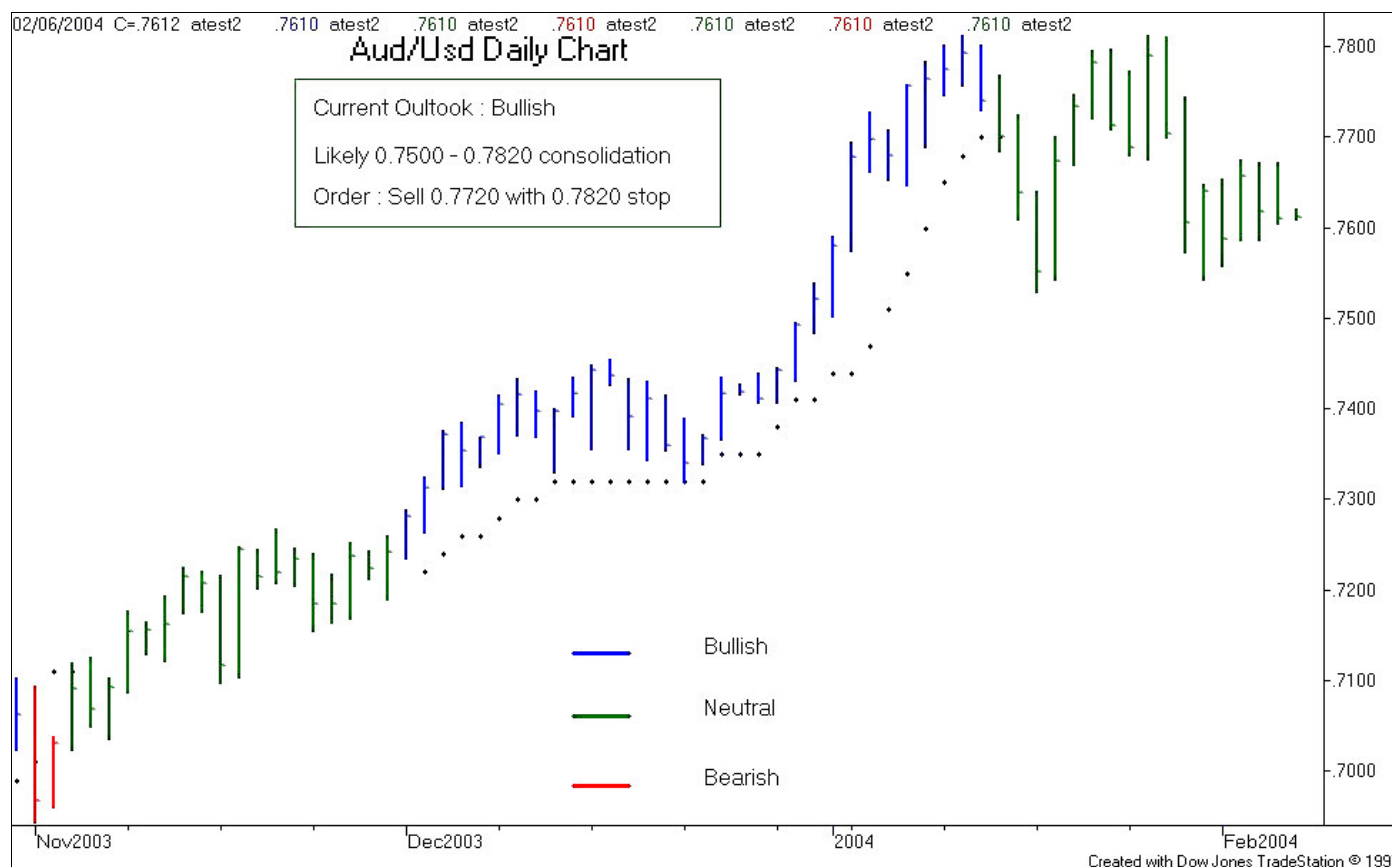


AUD/ USD: 0.7615-20**Mid-term Analysis:**

Previous trading day's range (H-L-C)	0.7672,0.7605,0.7610
Current Outlook	Neutral (since 16Jan04 – 0.7713-18)
Target	Likely 0.7500 – 0.7820 consolidation
Trailing stop	-
Trade Plan	Sell 0.7720 with stop at 0.7820.

There are increasing indications that we may have seen a top at the recent high of 0.7810-20. However, a bearish reversal is confirmed only upon a clear move below the support at 0.7530-50. In the meanwhile, any recovery will likely be limited to 0.7810-20. Sell 0.7720 with stop at 0.7820.

[Outlook unchanged from yesterday]



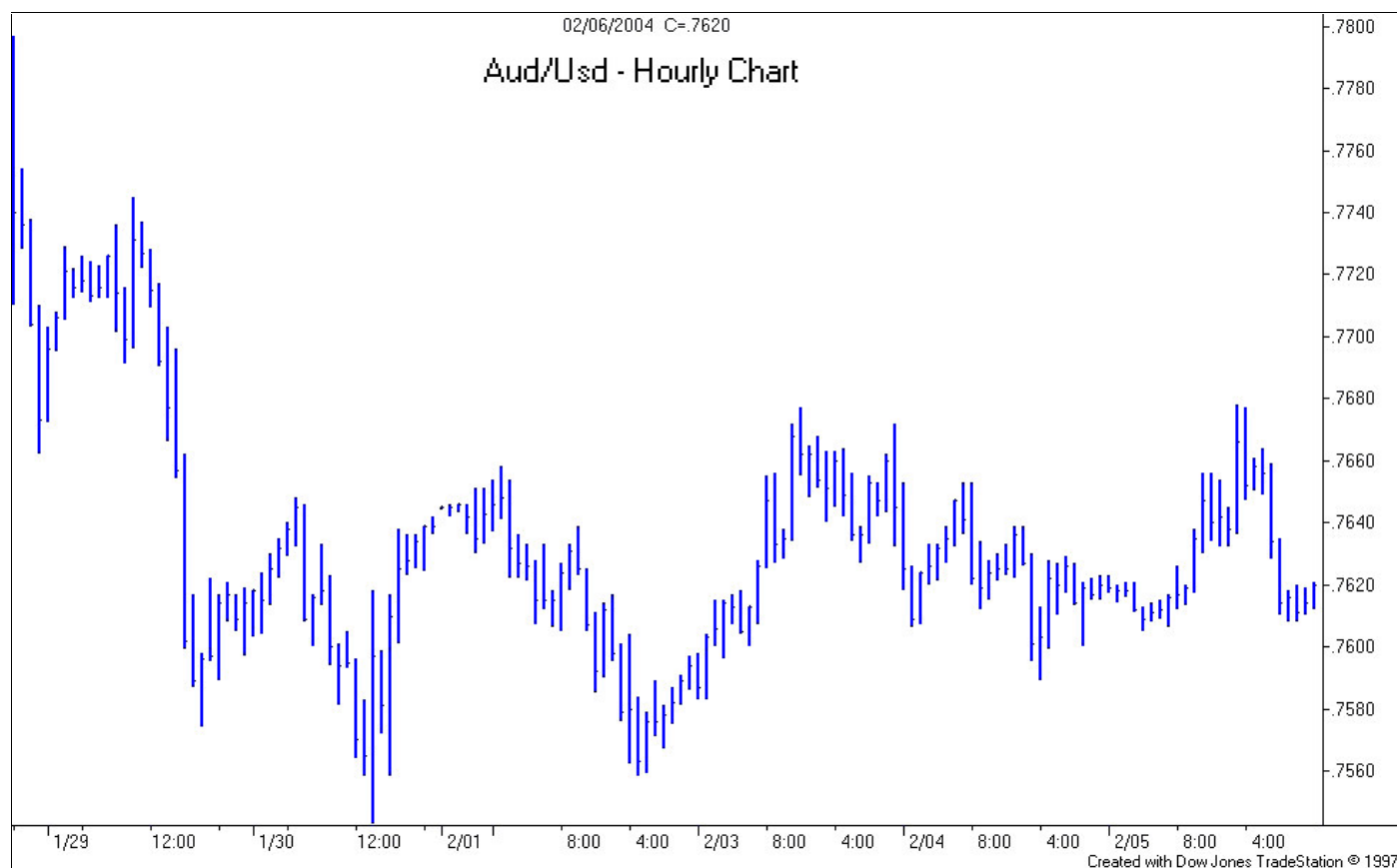
AUD/ USD: 0.7615-20

Short-term Analysis:

The strong resistance at 0.7675-80 held as expected. While further down-move is expected, the downward momentum is not strong and the support at 0.7580 will unlikely to yield so easily.

Short-term Trade Plan:

Sell 0.7660 with stop above 0.7690 for a move to 0.7600, 0.7580.



745am Singapore time

Records of Mid-term Trades :

Entry Date	Entry Rate	Exit Date	Exit Rate	Profit/ Loss	Profit/ Loss(%)
Usd/ Sgd					
Eur/ Usd					
Usd/ Jpy					
09Jan04	- 106.60	09Jan04	+ 107.20	- 60 points	-0.56%
Aud/ Usd					
Year-to-date Returns					-0.56%

Note: Archive of previous reports can be found at

www.uobgroup.com.sg/pages/main.jsp?mc=personal&sc=resource&cc=treasury

Guide on using the UOB Daily Technical Strategy

While the Mid-term trading strategies are formulated for trades for 2-4 weeks time frame, the trade can last as short as 2-3 days or as long as 2-3 months. The outlook is defined as bullish (blue bars on the chart), bearish (red bars) or neutral (green bars). Every bullish or bearish outlook will be accompanied by a trailing stop indicated as a dot on the chart whereas two horizontal lines will indicate the likely consolidation range for a neutral outlook.

Short-term trades are meant as strategies for the day where specific entry and exit levels are provided for a target of about 80-100 points (with stops of about 30-50 points). However, during period of consolidation, the strategy is to buy near the bottom of the range and sell near the top. Any profit is to be taken either at the opposite end of the range (to initiate opposite position if this is seen) or at the end of the trading day which is when NY closes (about 5am Singapore time).

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