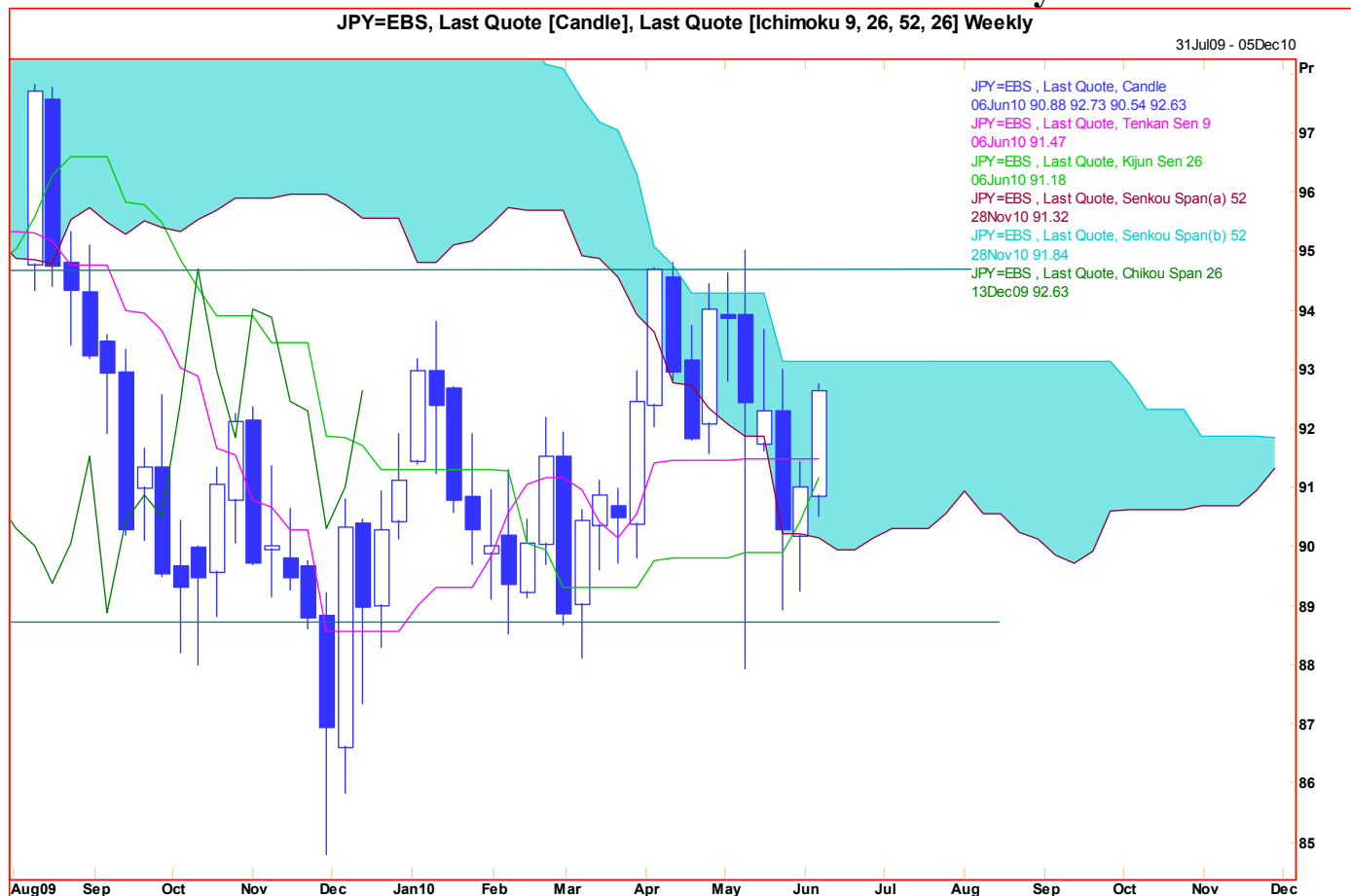


Technical Analysis

03 June 2010

Monthly Outlook for JPY



Comment: Against the US dollar the yen should move broadly sideways across the page, snaking randomly either side of the mean of the last six months at 91.50. May's drop from the top of the weekly Ichimoku 'cloud' was faster and bigger than expected, so that key support between 87.00 and 89.00 was retested. The swift subsequent bounce underlines the importance of this area, suggesting prices will try and hold above the bottom edge of the weekly 'cloud' this month – or at least the first week or two. Then we favour a series of concerted and repeated downside tests over the summer.

A weekly close above 95.00 would force a re-think.

Chart Levels:

Support	Resistance	Direction of Trade
91.47	92.75	
90.50	93.15*	
90.00*	93.80	
89.25	94.70/95.00**	
88.00*	96.00	

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Charts provided by Reuters.