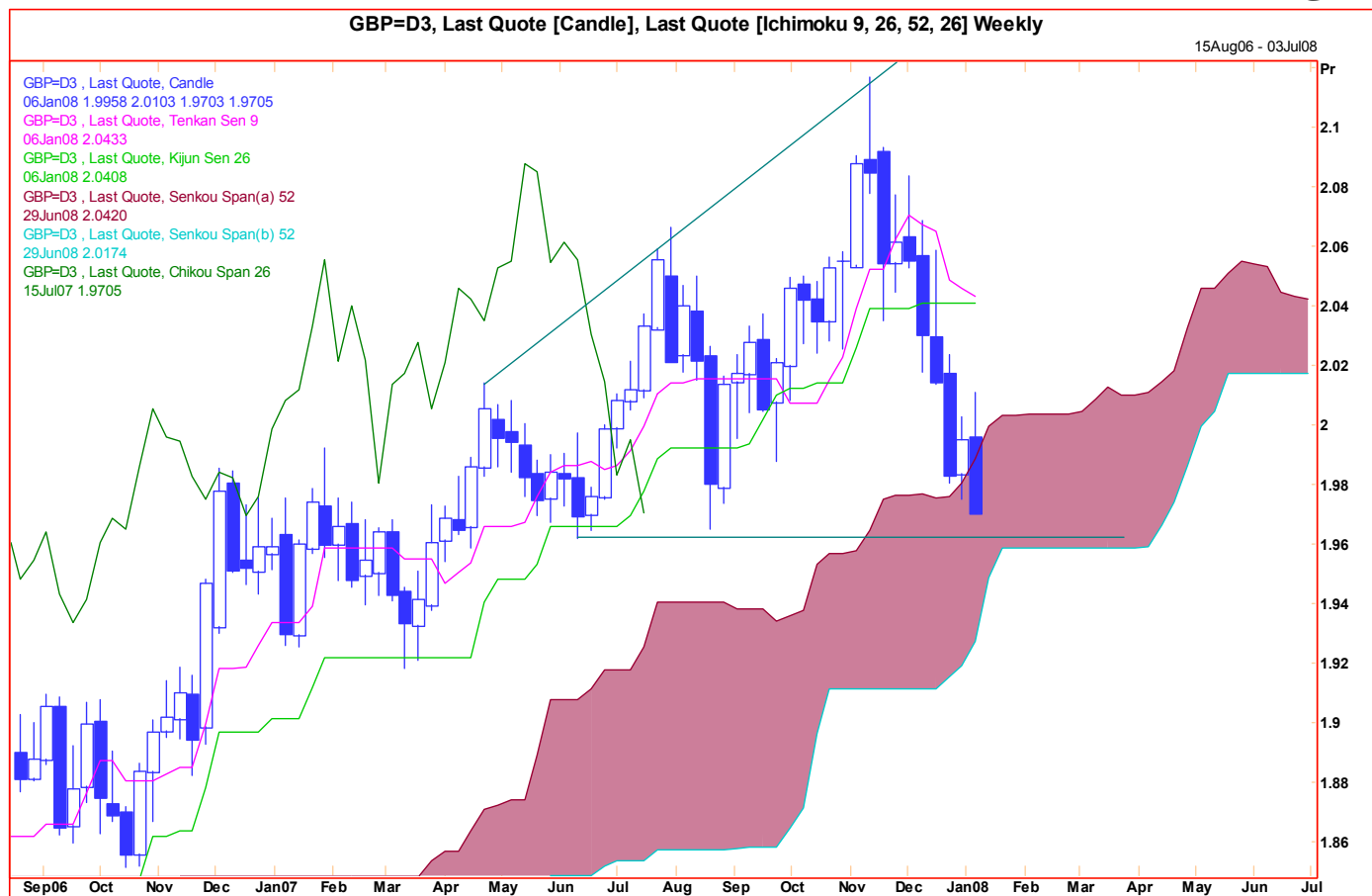


Technical Analysis

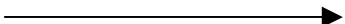
04 January 2008
GBP



Comment: Repeated and determined downside probing yet Cable is still clinging to 1.9700. This has increased significantly the chance of a 'false break' lower followed by a sharp short squeeze. Treat with respect.

Strategy: Possibly attempt small longs at 1.9710; stop well below 1.9700. Add to longs above 1.9900 for 2.0000 short term.

Chart Levels:

Support	Resistance	Direction of Trade
1.9700*	1.9741	
1.9650	1.9755	
1.9600	1.9840	
1.9585*	1.9900	
1.9500	2.0000	

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Charts provided by Reuters.