

Daily FX Focus

22/1/2025

Important Risk Warning

- The investment decision is yours but you should not invest in this product unless the intermediary who sells it to you has explained to you that the product is suitable for you having regard to your financial situation and investment experience.
- Investment involves risk. Loss may be incurred as well as profits made as a result of buying and selling investment products.
- Currency conversion risk - the value of your foreign currency and RMB deposit will be subject to the risk of exchange rate fluctuation. If you choose to convert your foreign currency and RMB deposit to other currencies at an exchange rate that is less favourable than the exchange rate in which you made your original conversion to that foreign currency and RMB, you may suffer loss in principal.
- RMB is currently not freely convertible and subject to regulatory restrictions (which might be changed from time to time).

FX Focus:AUD/USD

AUD ended marginally lower against the US dollar yesterday as the USD recovered from previous days lows. Focus moves back to tariff threats on China and EU after initial optimism over Trump administration. AUDUSD fell 0.02% yesterday while AUDHKD ended at 4.88 level.

Currency	Current Trend	Support / Resistance		Market commentary
AUD	↘	vs USD	0.6166 / 0.6339	AUD ended marginally lower against the US dollar yesterday as the USD recovered from previous days lows. Focus moves back to tariff threats on China and EU after initial optimism over Trump administration. AUDUSD fell 0.02% yesterday while AUDHKD ended at 4.88 level.
EUR	↘	vs USD	1.0258 / 1.0518	EUR ended stronger against the US dollar yesterday. Meanwhile, the EU is also seen as a likely target for Trump's tariffs. Trump said he would remedy the trade imbalance through tariffs. EURUSD rose 0.12% yesterday while EURHKD ended at 8.11 level.
GBP	↘	vs USD	1.2109 / 1.2587	GBP ended stronger against the US dollar yesterday despite the drop in Gilts yield yesterday. Lingering fiscal concerns and uncertainty about Trump's tariffs still remains a concern. GBPUSD rose 0.18% yesterday while GBPHKD ended at 9.61 level.
NZD	↘	vs USD	0.5579 / 0.5732	NZD ended stronger against the US dollar yesterday despite a recovery in USD from its previous day lows. Meanwhile, inflation data released this morning is widely in line with expectation. NZDUSD rose 0.12% yesterday while NZDHKD ended at 4.41 level.
RMB	↗	vs USD	7.2460 / 7.3145	CNH ended slightly lower against the US dollar yesterday as the USD recovered from previous days lows after focus shifted back to China tariffs. Meanwhile, the PBOC kept its key lending rates unchanged. USDCNH rose 0.06% yesterday while CNHHKD ended at 1.07 level.
CAD	↘	vs USD	1.4214 / 1.4470	CAD ended weaker against the US dollar yesterday after Trump said he was thinking about imposing 25% tariffs on Canada on Feb 1. Meanwhile, inflation in Canada slowed in Dec, giving Bank of Canada room to cut interest rates again. USDCAD rose 0.08% yesterday while CADHKD ended at 5.43 level.
JPY	↗	vs USD	153.88 / 157.99	JPY ended higher against the dollar yesterday despite a rebound in the USD. The yen was boosted by growing expectations that the BOJ will raise interest rates on Friday. USDJPY fell 0.06% yesterday while JPYHKD ended at 5.00 level.
CHF	↘	vs USD	0.8976 / 0.9170	CHF ended marginally stronger against the US dollar yesterday despite a rebound in USD from previous days lows. US treasury yields slipped as markets cheer a gradual approach on tariffs while uncertainty lingers. USDCHF fell 0.08% yesterday while CHFHKD ended at 8.59 level.
SGD	↘	vs USD	1.3435 / 1.3674	SGD ended stronger against the US dollar yesterday. Economists are split on whether the MAS will loosen monetary policy or leave things unchanged due to the developing situation of Trump's administration. USDSGD fell 0.27% yesterday while SGDHKD ended at 5.75 level.

* Current Trend observations pertain to historical trend technical analysis only and do not reflect any forward looking fundamental views. The signal is generated with the the 20-days moving average as the main determining factor. A secondary reference, the 50-day moving average, can be used if needed.

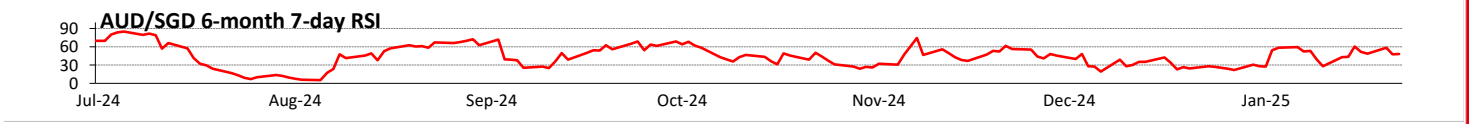
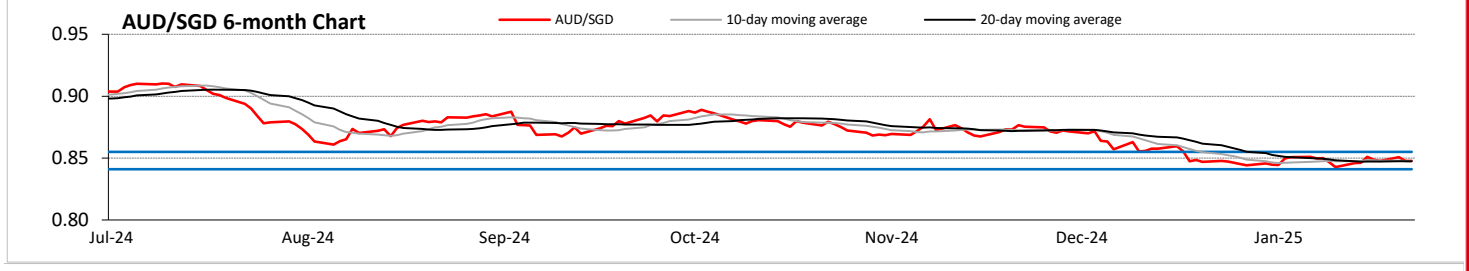
→	Consolidation, indicates that the currency's movement against USD has remained sideways
↗	Up Trend, indicates that the currency has been moving higher against the USD
↘	Down Trend, indicates that the currency has been moving lower against the USD

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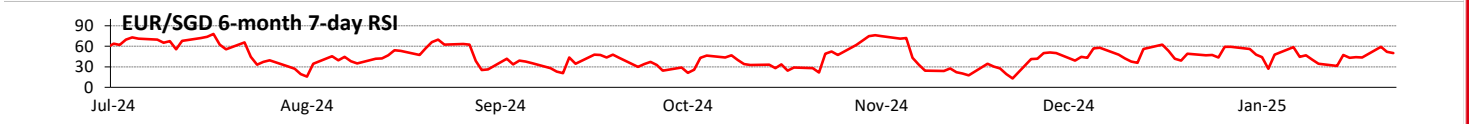
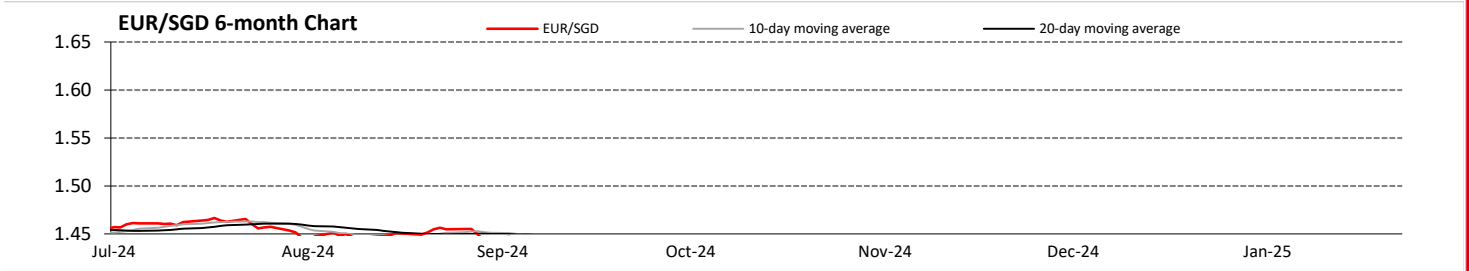
AUD	↓	<p>Reserve Bank of Australia kept benchmark interest rate unchanged in December. AUD ended marginally lower against the US dollar yesterday as the USD recovered from previous days lows. Focus moves back to tariff threats on China and EU after initial optimism over Trump administration. AUDUSD fell 0.02% yesterday while AUDHKD ended at 4.88 level.</p>
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Technical Analysis	vs SGD	vs USD	Market's Focus
22-Jan	0.8480	0.6270	
Daily change:	-0.36%	-0.05%	(-) Australia Q3 GDP rose 0.8% YoY, lower than an increase of 1% in previous quarter
High*	0.8561	0.6302	(-) Australia December unemployment rate arrived at 4% , higher than 3.9% in previous month
Low*	0.8415	0.6129	
Support1*	0.8410	0.6166	
Support2*	0.8340	0.6061	
Resistance1*	0.8550	0.6339	
Resistance2*	0.8630	0.6407	



EUR	↓	<p>European Central Bank reduced benchmark interest rate in December. EUR ended stronger against the US dollar yesterday. Meanwhile, the EU is also seen as a likely target for Trump's tariffs. Trump said he would remedy the trade imbalance through tariffs. EURUSD rose 0.12% yesterday while EURHKD ended at 8.11 level.</p>
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Technical Analysis	vs SGD	vs USD	Market's Focus
22-Jan	1.4100	1.0430	
Daily change:	-0.17%	0.14%	
High*	1.4188	1.0436	(~) Eurozone December CPI rose 2.4% YoY, same as previous month
Low*	1.3988	1.0176	
Support1*	1.3990	1.0258	
Support2*	1.3890	1.0087	
Resistance1*	1.4190	1.0518	
Resistance2*	1.4290	1.0607	

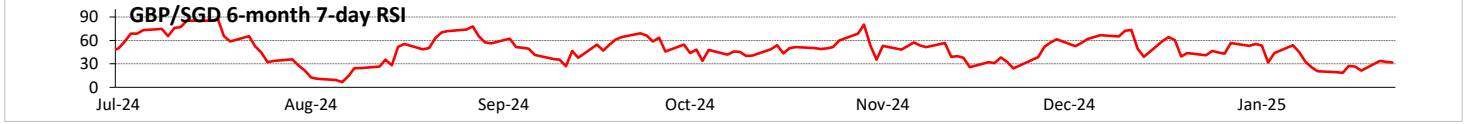
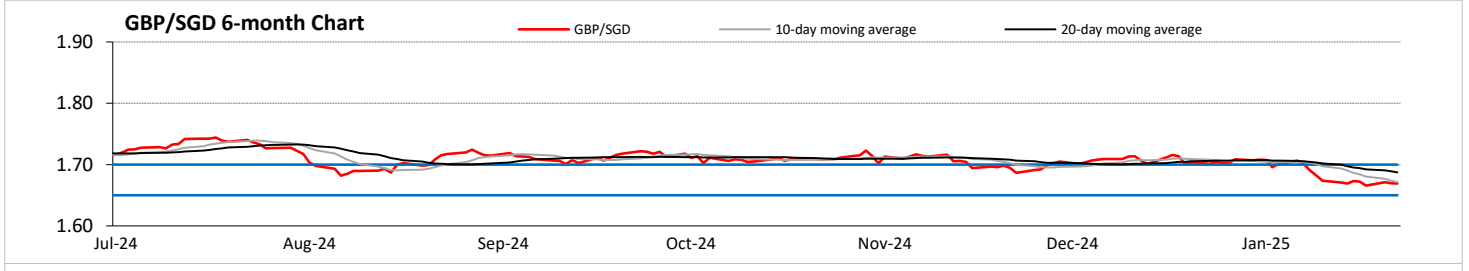


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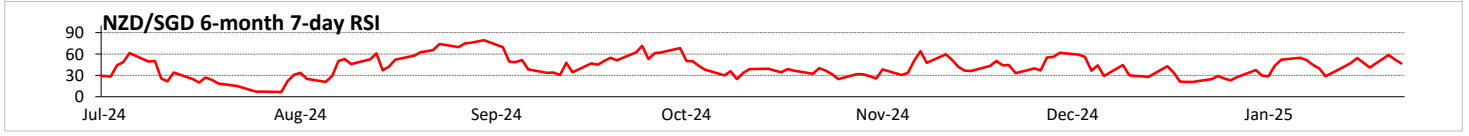
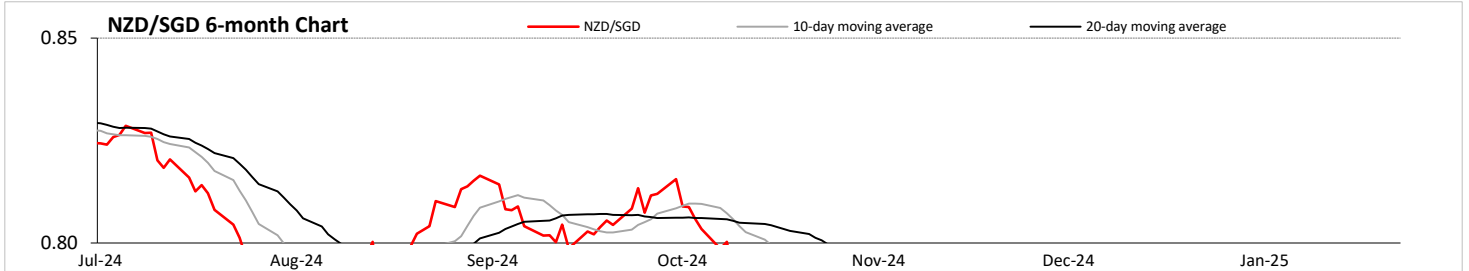
GBP	↘	<p>Bank of England kept benchmark interest rate unchanged in December. GBP ended stronger against the US dollar yesterday despite the drop in Gilts yield yesterday. Lingering fiscal concerns and uncertainty about Trump's tariffs still remains a concern. GBPUSD rose 0.18% yesterday while GBPHKD ended at 9.61 level.</p>
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Technical Analysis	vs SGD	vs USD	Market's Focus
22-Jan	1.6700	1.2350	
Daily change:	-0.07%	0.25%	
High*	1.7104	1.2575	(+) UK December CPI rose 0.3% YoY, higher than an increase of 0.1% in previous month
Low*	1.6598	1.2097	(-) UK ILO November's 3Mths unemployment rate was at 4.4%, higher than 4.3% in previous month
Support1*	1.6500	1.2109	
Support2*	1.6290	1.1864	
Resistance1*	1.7000	1.2587	
Resistance2*	1.7310	1.2820	



NZD	↘	<p>Reserve Bank of New Zealand reduced benchmark interest rate in November. NZD ended stronger against the US dollar yesterday despite a recovery in USD from its previous day lows. Meanwhile, inflation data released this morning is widely in line with expectation. NZDUSD rose 0.12% yesterday while NZDHKD ended at 4.41 level.</p>
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Technical Analysis	vs SGD	vs USD	Market's Focus
22-Jan	0.7670	0.5680	
Daily change:	-0.22%	0.09%	
High*	0.7736	0.5692	(+) New Zealand Q3 GDP rose -1.5% YoY, higher than an increase of -0.5% in previous quarter
Low*	0.7607	0.5539	(~) New Zealand Q4 CPI rose 2.2% YoY, same as previous quarter
Support1*	0.7610	0.5579	
Support2*	0.7540	0.5483	
Resistance1*	0.7740	0.5732	
Resistance2*	0.7800	0.5789	

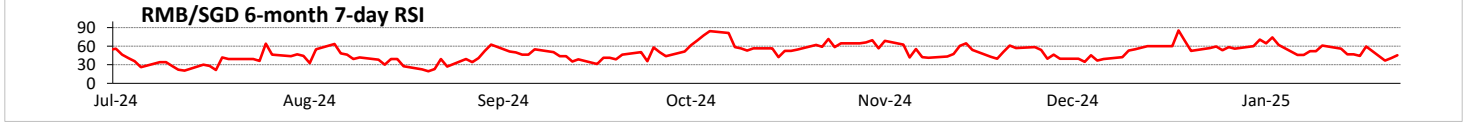
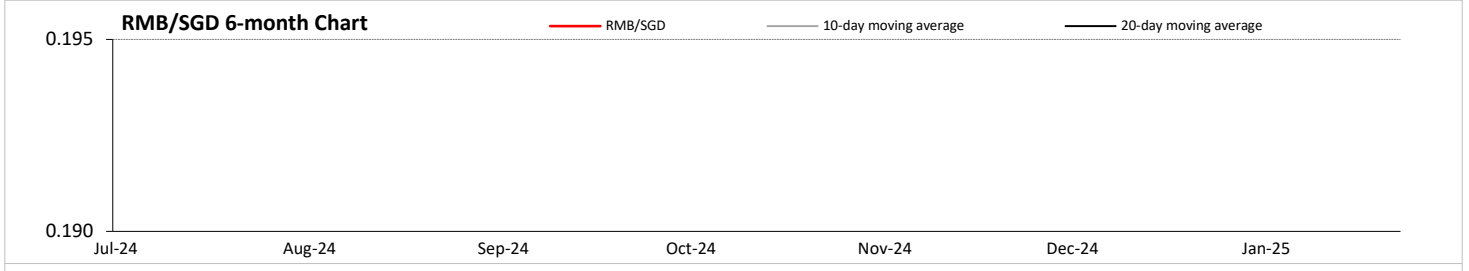


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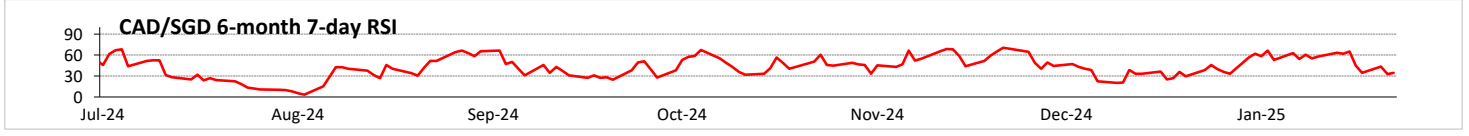
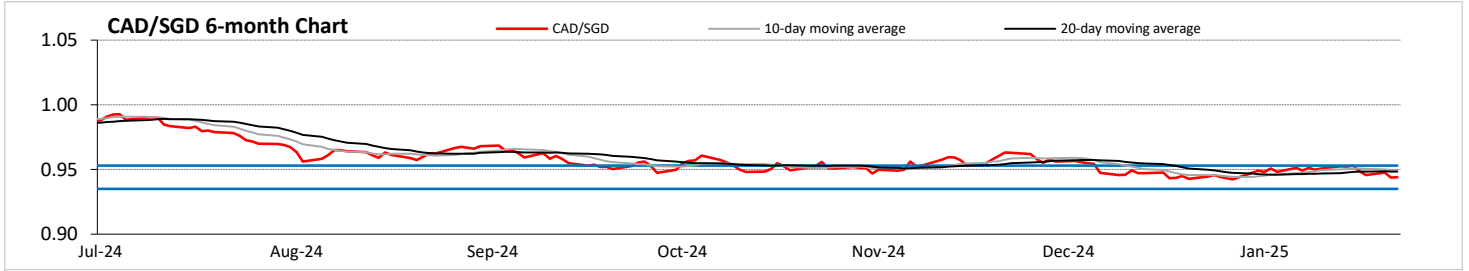
RMB	↗	<p>CNH ended slightly lower against the US dollar yesterday as the USD recovered from previous days lows after focus shifted back to China tariffs. Meanwhile, the PBOC kept its key lending rates unchanged. USDCNH rose 0.06% yesterday while CNH HKD ended at 1.07 level.</p>	
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Technical Analysis	vs SGD	vs USD	Market's Focus
22-Jan	0.1860	7.2710	
Daily change:	0.11%	-0.41%	(+) China Q4 GDP rose 5.4% YoY, higher than an increase of 4.6% in previous quarter
High*	0.1879	7.3327	
Low*	0.1851	7.2642	
Support1*	0.1850	7.2460	
Support2*	0.1840	7.2209	(+) China December industrial production rose 6.2% YoY, higher than an increase of 5.4% in previous month
Resistance1*	0.1880	1.2587	
Resistance2*	0.1890	1.2820	



CAD	↘	<p>Bank of Canada reduced benchmark interest rate in December. CAD ended weaker against the US dollar yesterday after Trump said he was thinking about imposing 25% tariffs on Canada on Feb 1. Meanwhile, inflation in Canada slowed in Dec, giving Bank of Canada room to cut interest rates again. USDCAD rose 0.08% yesterday while CAD HKD ended at 5.43 level.</p>	
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Technical Analysis	vs SGD	vs USD	Market's Focus
22-Jan	0.9440	1.4320	
Daily change:	-0.41%	0.09%	(+) Canada Q3 GDP rose 1.49% YoY, higher than an increase of 0.91% in previous month
High*	0.9546	1.4515	(-) Canada December CPI rose 1.8% YoY, lower than an increase of 1.9% in previous month
Low*	0.9367	1.4259	
Support1*	0.9350	1.4214	
Support2*	0.9270	1.4108	
Resistance1*	0.9530	1.4470	
Resistance2*	0.9630	1.4620	

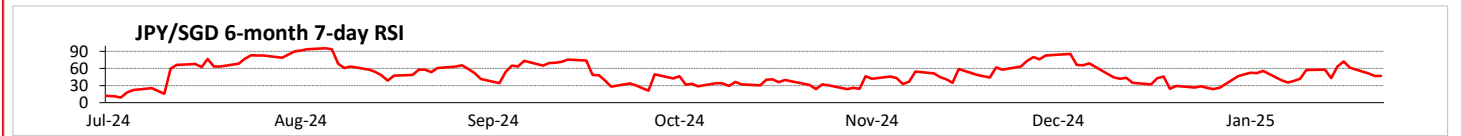
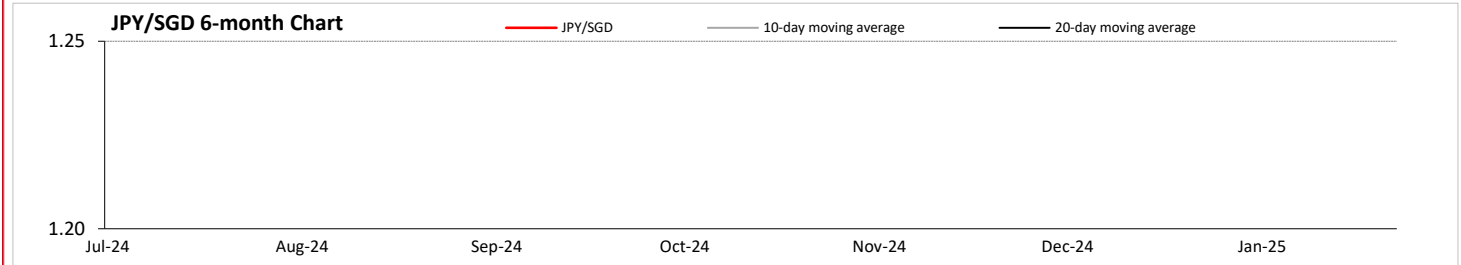


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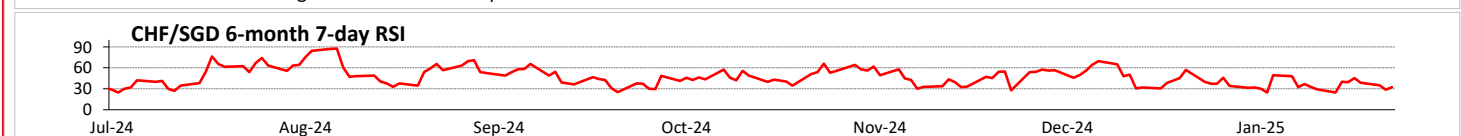
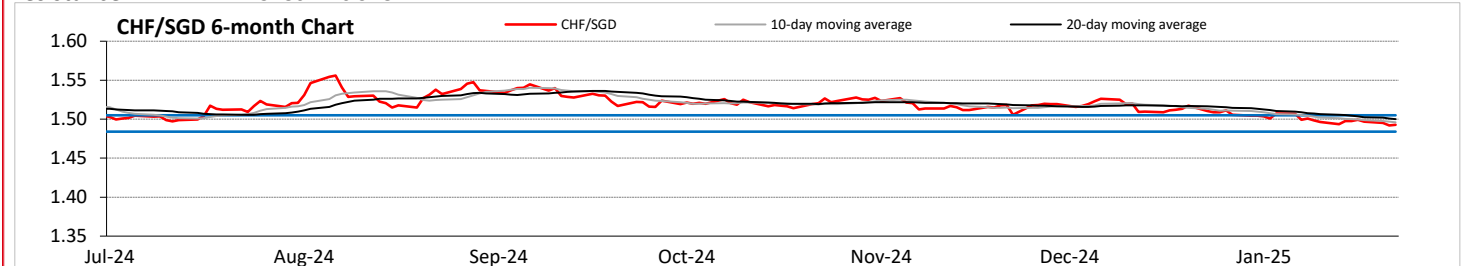
JPY	↗	Bank of Japan kept benchmark interest rate unchanged in December. JPY ended higher against the dollar yesterday despite a rebound in the USD. The yen was boosted by growing expectations that the BOJ will raise interest rates on Friday. USDJPY fell 0.06% yesterday while JPYHKD ended at 5.00 level.	
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Technical Analysis	vs SGD	vs USD	Market's Focus
22-Jan	0.8690	155.50	
Daily change:	-0.28%	-0.06%	(-) Japan Q3 GDP rose 0.9% YoY, lower than an increase of 2.9% in previous quarter
High*	0.8812	158.87	
Low*	0.8611	154.76	
Support1*	0.8600	153.88	(-) Japan November Industrial Production rose -2.2% MoM, lower than an increase of -2.3% in previous month
Support2*	0.8500	152.27	
Resistance1*	0.8800	157.99	
Resistance2*	0.8910	160.49	



CHF	↘	Swiss National Bank reduced benchmark interest rate in December. CHF ended marginally stronger against the US dollar yesterday despite a rebound in USD from previous days lows. US treasury yields slipped as markets cheer a gradual approach on tariffs while uncertainty lingers. USDCHF fell 0.08% yesterday while CHFHKD ended at 8.59 level.	
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Technical Analysis	vs SGD	vs USD	Market's Focus
22-Jan	1.4920	0.9060	
Daily change:	-0.21%	-0.04%	(+) Switzerland Q3 GDP rose 2% YoY, higher than an increase of 1.8% in previous quarter
High*	1.5096	0.9200	(-) Switzerland December CPI rose 0.6% YoY, lower than an increase of 0.7% in previous month
Low*	1.4890	0.9006	
Support1*	1.4840	0.8976	
Support2*	1.4760	0.8894	
Resistance1*	1.5050	0.9170	
Resistance2*	1.5180	0.9282	



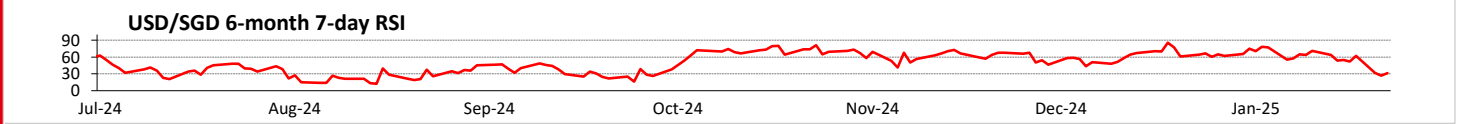
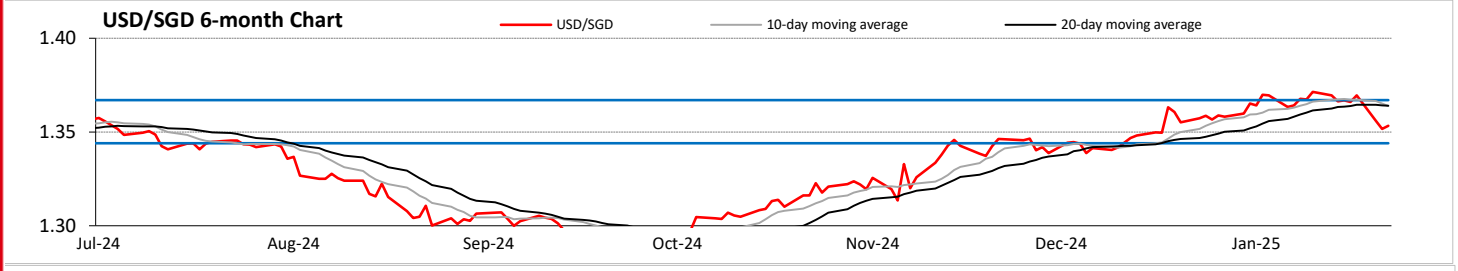
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SGD	↘	<p>SGD ended stronger against the US dollar yesterday. Economists are split on whether the MAS will loosen monetary policy or leave things unchanged due to the developing situation of Trump's administration. USDSGD fell 0.27% yesterday while SGDHKD ended at 5.75 level.</p>	
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Technical Analysis	vs USD	Market's Focus
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22-Jan	1.35	
Daily change:	-0.32%	
High*	1.38	(-) Singapore Q3 unemployment rate arrived at 1.9% , higher than 1.8% in previous quarter
Low*	1.35	(+) Singapore December Non Oil Domestic Exports rose 9% YoY, higher than an increase of 3.4% in previous month
Support1*	1.3435	
Support2*	1.3354	
Resistance1*	1.3674	
Resistance2*	1.3832	



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Central Bank Rate

	Current	Prior	Date		Current	Prior	Date
FED Fund	4.38	4.63	29-Jan-25	Canada (BOC)	3.25	3.75	29-Jan-25
Europe (ECB)	3.15	3.40	30-Jan-25	Japan (BOJ)	0.25	0.25	24-Jan-25
UK (BOE)	4.75	4.75	6-Feb-25	Switzerland (SNB)	0.50	1.00	20-Mar-25
Australia (RBA)	4.35	4.35	18-Feb-25	China (PBOC)	3.10	3.10	20-Feb-25
New Zealand (RBNZ)	4.25	4.75	19-Feb-25		0	0.00	0-Jan-00

Please take note that the primary sources of all the charts are from Reuters dated 22 Jan 2025 before 9:00 am

Terminology:

Support level: Is the currency level where it tends to find support as it is going down i.e. market participants tend to see value at these levels and price is more likely to bounce up than go lower.

Resistance level: Is the currency level where it tends to find resistance as it is going up i.e. market participants tend to consider this as a ceiling and prevent prices from going up further.

*Pivot points are used to determine the support and resistance levels, which may take into account the high, low and closing prices of the past 15 days. Please note that the indicative support and resistance level are given for general reference only. Customers should not rely on this information to buy or sell currency.

Relative Strength Index (RSI): Is a technical momentum indicator that compares the magnitude of recent gains to recent losses in an attempt to determine overbought and oversold conditions of an asset. The scale is 0 - 100 and typically overbought conditions are indicated by readings >70 and oversold conditions when <30.

Moving average: Is an indicator frequently used in technical analysis showing the average value of a currency's price over a set period. Moving averages are generally used to measure momentum and define areas of possible support and resistance. Moving averages are used to emphasize the direction of a trend and to smooth out price and volume fluctuations, or 'noise', that can confuse interpretation.

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