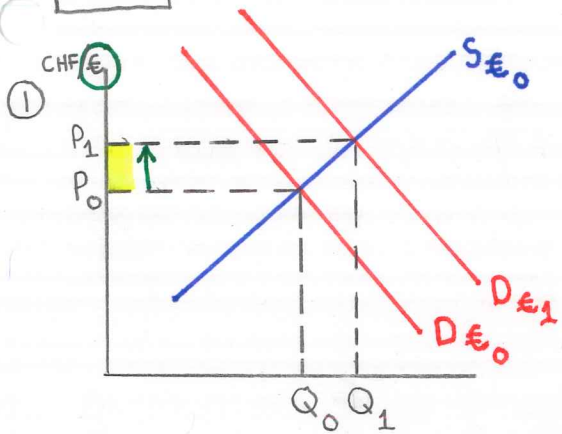
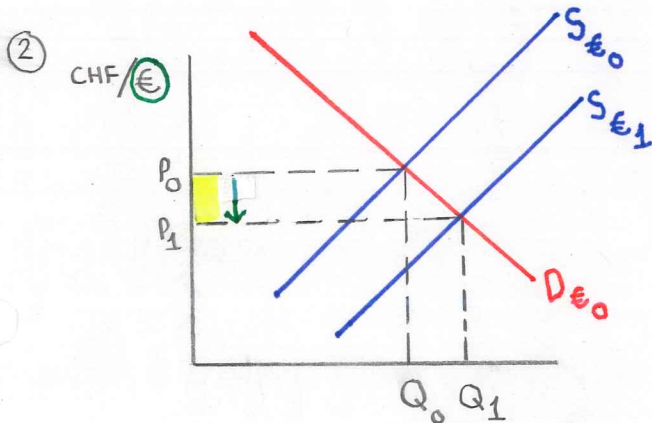


FXM Scenarios

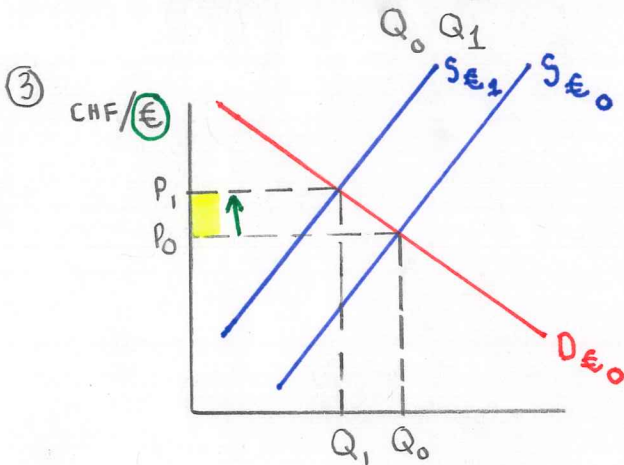
Task 1 MOA = € in CH



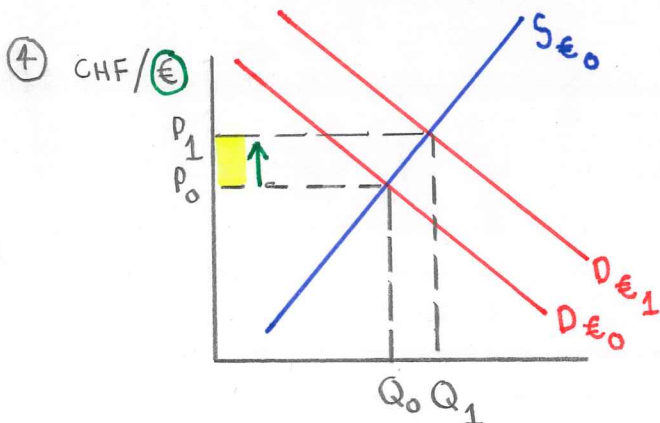
- ① MOA = € in CH
- ② D b/c Swiss action on Euro assets
- ③ NPF = speculation
- ④ D for € increases
- ⑤ € appreciates / CHF depreciates



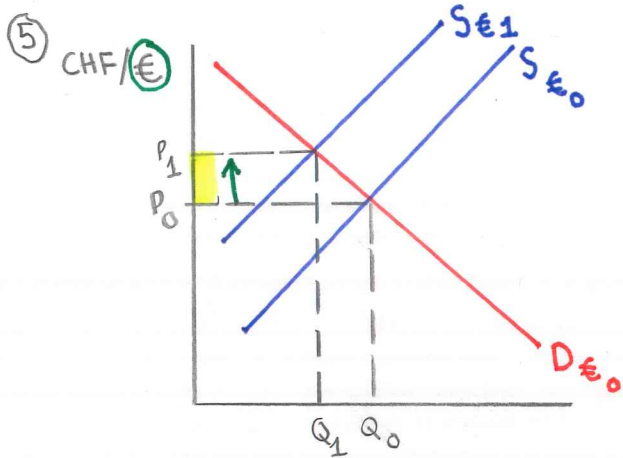
- ① MOA = € in CH
- ② S b/c Euro action on Swiss goods & services
- ③ NPF = inflation
- ④ S of € increases
- ⑤ € depreciates / CHF appreciates



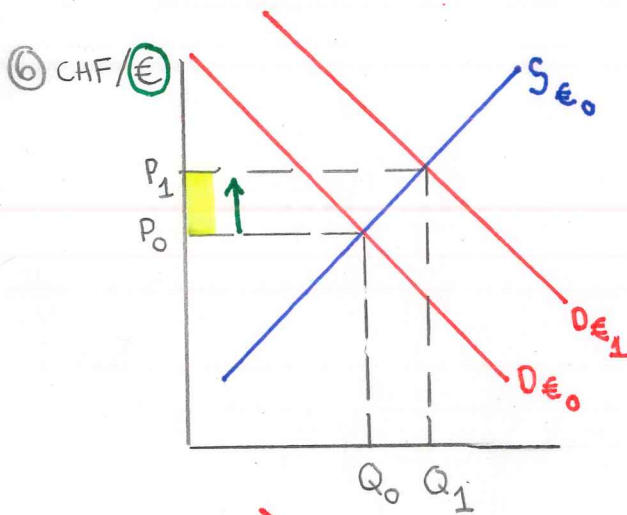
- ① MOA = € in CH
- ② S b/c Euro action on Swiss goods & services
- ③ NPF = income level
- ④ S of € decreases
- ⑤ € appreciates / CHF depreciates



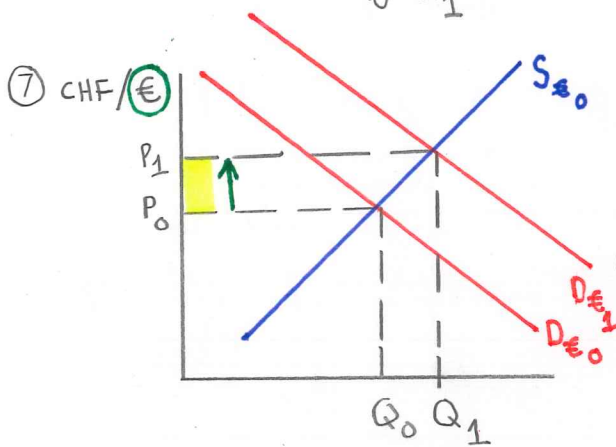
- ① MOA = € in CH
- ② D b/c Swiss action on Euro assets
- ③ investment/interest rates = NPF
- ④ D for € increases
- ⑤ € appreciates / CHF depreciates



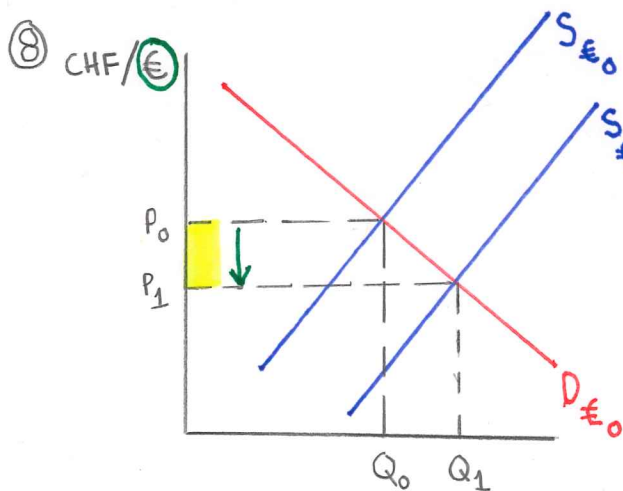
- ① MOA = € in CH
- ② S b/c Euro action on Swiss goods, services, & assets
- ③ NPF = speculation
- ④ S of € decreases
- ⑤ € appreciates / CHF depreciates



- ① MOA = € in CH
- ② D b/c Swiss action on Euro goods, services, & assets
- ③ NPF = income level
- ④ D for € increases
- ⑤ € appreciates / CHF depreciates



- ① MOA = € in CH
- ② D b/c Swiss action on Euro goods & services
- ③ NPF = inflation
- ④ D for € increases
- ⑤ € appreciates / CHF depreciates



- ① MOA = € in CH
- ② S b/c Euro action on Swiss assets
- ③ NPF = investment / interest rates
- ④ S of € increases
- ⑤ € depreciates / CHF appreciates

Task 2

FXM / D links to exports (X)
 \ S links to imports (M)

② a strengthening CDN\$ relative to FX means that FX is weakening, thus CDN exports soften (decrease) as the world can buy less CDN\$ with their currency → D for CDN\$ decreases → while the S of CDN\$ increases → eventually resulting in a surplus which will correct with an eventual drop in the value of the CDN\$.

① OPPOSITE ABOVE