

Synopsis

Gold (Play the Range)

2nd Resistance	US\$1,980
1st Resistance	US\$1,950
1st Support	US\$1,920
2nd Support	US\$1,900

Silver (Play the Range)

2nd Resistance	US\$28.50
1st Resistance	US\$27.90
1st Support	US\$26.50
2nd Support	US\$26.00

WTI (Play the Range)

2nd Resistance	US\$40.00
1st Resistance	US\$38.80
1st Support	US\$36.80
2nd Support	US\$35.80

EURUSD (Play the Range)

2nd Resistance	US\$1.1950
1st Resistance	US\$1.1880
1st Support	US\$1.1780
2nd Support	US\$1.1700

GBPUSD (Play the Range)

2nd Resistance	US\$1.3120
1st Resistance	US\$1.3020
1st Support	US\$1.2720
2nd Support	US\$1.2640

USDJPY (Play the Range)

2nd Resistance	US\$107.00
1st Resistance	US\$106.50
1st Support	US\$105.50
2nd Support	US\$105.00

DJIA-30 (Play the Range)

2nd Resistance	28,600
1st Resistance	28,400
1st Support	27,900
2nd Support	27,600

S&P-500 (Play the Range)

2nd Resistance	3,500
1st Resistance	3,400
1st Support	3,300
2nd Support	3,200

NSDQ-100 (Play the Range)

2nd Resistance	11,700
1st Resistance	11,500
1st Support	11,200
2nd Support	11,000

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REP-039

Gold hits near 2-week peak on softer dollar; focus on Fed meeting

GOLD: Gold hit a near two-week high on Tuesday as the dollar weakened and investors turned their focus to a U.S. Federal Reserve monetary policy meeting, seeking details of how it planned to hold down rates while aiming to boost inflation. Spot gold was up 0.5% at \$1,966.47 per ounce by 0512 GMT, after hitting \$1,967.46 earlier, its highest level since September 2. U.S. gold futures climbed 0.7% to \$1,976.90. "Gold looks firm mainly because of a weaker dollar and also U.S. Treasury yields are coming down a bit," said Edward Meir, an analyst at ED&F Man Capital Markets. Spot gold may test resistance at \$1,975 per ounce, a break above could lead to a gain into \$1,984-\$1,996 range, said Reuters technical analyst Wang Tao.

CRUDE OIL: Oil prices slipped on Tuesday as worries over slow recovery in global fuel demand were reinforced by warnings by major oil producers, but short-covering ahead of a meeting later this week of OPEC and its allies, known as OPEC+, limited losses. Brent crude was down 5 cents, or 0.1%, at \$39.56 a barrel by 0407 GMT, while U.S. West Texas Intermediate crude futures were down 3 cents, or 0.1%, at \$37.23 a barrel. Both contracts ended slightly lower the previous day. Investors look to the joint ministerial monitoring committee by OPEC+ on Thursday to discuss compliance with deep cuts in production, although analysts do not expect further reductions to be made despite Brent prices falling below \$40 per barrel in recent days.

U.S. EQUITIES: U.S. stock futures ticked slightly higher early Tuesday morning after the market kicked off the week with a broad-based rally. Dow Jones Industrial Average futures rose 64 points. Futures tied to the Nasdaq 100 and S&P 500 also both traded in positive territory.

U.S. DOLLAR: The dollar dipped against riskier currencies on Tuesday as hopes for a Covid-19 vaccine and big corporate deals improved investor appetite for riskier currencies. The dollar index slipped to 92.910, pulling away further from a one-month high of 93.664 touched last Wednesday.

(Reuters, CNBC)

16th Sep, 2020

Time	Currency	Impact	Economic Indicator	Forecast	Previous
5:30pm	USD	High	Core Retail Sales m/m	1.0%	1.9%
7:30pm	USD	Medium	Crude Oil Inventories	2.1M	2.0M
11:00pm	USD	High	FOMC Economic Projections		
11:00pm	USD	High	FOMC Statement		
11:00pm	USD	High	Federal Funds Rate	<0.25%	<0.25%
11:30pm	USD	High	FOMC Press Conference		

Gold: Key Highlights

DATE	14-Sep
Open	1940.75
High	1962.33
Low	1936.84
Close	1956.34
MA(20)	1945.66
MA(100)	1825.92
MA(200)	1704.24
RSI(14)	54.17

Source: Bloomberg

Silver: Key Highlights

DATE	14-Sep
Open	26.70
High	27.29
Low	26.66
Close	27.11
MA(20)	27.08
MA(100)	20.87
MA(200)	18.73
RSI(14)	55.31

Source: Bloomberg

WTI Spot: Key Highlights

DATE	14-Sep
Open	37.35
High	37.66
Low	36.81
Close	37.24
MA(20)	40.96
MA(100)	37.25
MA(200)	40.88
RSI(14)	31.10

Source: Bloomberg

Gold Spot



Technical Strategy: Play the Range

Gold closed at US\$1,956/oz, above its 20-DMA which is at US\$1,946/oz. However, RSI and Stochastic are neutral in the short term charts and suggest consolidation in the tight range. We recommend playing within the range of US\$1,950/oz - US\$1,970/oz. A break below US\$1,950/oz could target US\$1,930/oz, while a break above US\$1,970/oz could target US\$1,986/oz.

Silver Spot



Technical Strategy: Play the Range

Silver closed at US\$27.11/oz, above its 20-DMA which is at US\$27.11/oz. However, RSI and Stochastic are neutral in the short term chart and suggest range-bound trading or consolidation in the near term. We recommend playing within the range of US\$26.50/oz - US\$27.90/oz. A break below US\$26.50/oz could target US\$26.00/oz, while a break above US\$27.90/oz could target US\$28.50/oz.

WTI Spot (Crude Oil)



Technical Strategy: Play the Range

Oil closed at US\$37.24/bbl, below its 20-DMA which is at US\$40.96/bbl. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$36.80 - US\$38.80. A break below US\$36.80/bbl could target US\$35.80/bbl, while a break above US\$38.80/bbl could target US\$40.00/bbl.



EURUSD: Key Highlights

DATE	14-Sep
Open	1.1835
High	1.1887
Low	1.1831
Close	1.1861
MA(20)	1.1844
MA(100)	1.1398
MA(200)	1.1204
RSI(14)	57.07

Source: Bloomberg

GBPUSD: Key Highlights

DATE	14-Sep
Open	1.2776
High	1.2918
Low	1.2767
Close	1.2841
MA(20)	1.3141
MA(100)	1.2694
MA(200)	1.2720
RSI(14)	37.61

Source: Bloomberg

USDJPY: Key Highlights

DATE	14-Sep
Open	106.07
High	106.16
Low	105.54
Close	105.69
MA(20)	106.00
MA(100)	106.80
MA(200)	107.77
RSI(14)	44.26

Source: Bloomberg

EURUSD



Technical Strategy: Play the Range

EURUSD closed at US\$1.1861 below its 20-DMA which is at US\$1.1844. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$1.1780 - US\$1.1880. A break below US\$1.1780 could target US\$1.1700, while a break above US\$1.1880 could target US\$1.1950.

GBPUSD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.2841 below its 20-DMA which is at US\$1.3141. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$1.2720 - US\$1.3020. A break below US\$1.2720 could target US\$1.2640, while a break above US\$1.3020 could target US\$1.3120.

USDJPY



Technical Strategy: Play the Range

USDJPY closed at US\$105.69 below its 20-DMA which is at US\$106.00. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$105.50 - US\$106.50. A break below US\$105.50 could target US\$105.00, while a break above US\$106.50 could target \$106.00.



DJIA-30: Key Highlights

DATE	14-Sep
Open	27701
High	28084
Low	27701
Close	27955
MA(20)	28143
MA(100)	26287
MA(200)	26289
RSI(14)	51.34

Source: Bloomberg

DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 27,955 below its 20-DMA which is at 28,143. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of 27,900–28,400. A break below 27,900 could target 27,600, while a break above 28,400 could target 28,600.

S&P-500: Key Highlights

DATE	14-Sep
Open	3350
High	3402
Low	3346
Close	3378
MA(20)	3431
MA(100)	3176
MA(200)	3101
RSI(14)	48.62

Source: Bloomberg

S&P-500



Technical Strategy: Play the Range

S&P closed at US\$3,378 below its 20-DMA which is at 3,431. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of 3,300 – 3,400. A break below 3,300 could target 3,200, while a break above 3,400 could target 3,500.

NASDAQ-100: Key Highlights

DATE	14-Sep
Open	11106
High	11362
Low	11105
Close	11272
MA(20)	11637
MA(100)	10384
MA(200)	9501
RSI(14)	47.06

Source: Bloomberg

NASDAQ-100



Technical Strategy: Play the Range

NASDAQ closed at 11,272 above its 20-DMA which is at 11,637. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of 11,200 – 11,500. A break below 11,200 could target 11,000 while a break above 11,500 could target 11,700.

Glossary of Terms

Relative Strength Index (RSI): The Relative Strength Index (RSI) is a popular oscillator used by traders. The name "Relative Strength Index" is slightly misleading as the RSI does not compare the relative strength of two securities, but rather the internal strength of a single security. A more appropriate name might be "Internal Strength Index."

The RSI is a fairly simple formula, but is difficult to explain without pages of examples.

The Moving Average Convergence/Divergence indicator (MACD): is calculated by subtracting 26-period exponential moving average from 12-period exponential moving average. A 9-period dotted exponential moving average (the "signal line") is automatically displayed on top of the MACD indicator line.

The Stochastic Oscillator: is based on stochastic mathematics. It compares where a security's price closed relative to its trading range over the last x-time periods. The Stochastic Oscillator always ranges between 0% and 100%. A reading of 0% shows that the security's close was the lowest price that the security has traded during the preceding x-time periods. A reading of 100% shows that the security's close was the highest price that the security has traded during the preceding x-time periods. The Stochastic Oscillator indicates an oversold state below 20% and an overbought state above 80%.

Bollinger Bands: is a type of envelope developed by John Bollinger. Bollinger Bands are plotted at standard deviation levels above and below a moving average. The moving average generally taken is a 20-DMA, while the standard deviation count is 2. This is a very good to gauge both the general direction and the volatility.

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