

Synopsis

Gold (Play the Range)

2nd Resistance	US\$1,920
1st Resistance	US\$1,900
1st Support	US\$1,870
2nd Support	US\$1,860

Silver (Play the Range)

2nd Resistance	US\$25.00
1st Resistance	US\$24.50
1st Support	US\$23.50
2nd Support	US\$23.00

WTI (Play the Range)

2nd Resistance	US\$42.50
1st Resistance	US\$41.50
1st Support	US\$39.50
2nd Support	US\$38.50

EURUSD (Play the Range)

2nd Resistance	US\$1.1850
1st Resistance	US\$1.1780
1st Support	US\$1.1700
2nd Support	US\$1.1630

GBPUSD (Play the Range)

2nd Resistance	US\$1.3100
1st Resistance	US\$1.3030
1st Support	US\$1.2880
2nd Support	US\$1.2800

USDJPY (Play the Range)

2nd Resistance	US\$106.50
1st Resistance	US\$106.00
1st Support	US\$105.00
2nd Support	US\$104.50

DJIA-30 (Play the Range)

2nd Resistance	28,800
1st Resistance	28,500
1st Support	28,000
2nd Support	27,600

S&P-500 (Play the Range)

2nd Resistance	3,600
1st Resistance	3,500
1st Support	3,400
2nd Support	3,300

NSDQ-100 (Play the Range)

2nd Resistance	12,200
1st Resistance	12,000
1st Support	11,700
2nd Support	11,400

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REP-039

Gold hit by steady dollar, fading U.S. stimulus hopes

GOLD: Gold prices dipped on Thursday as the dollar steadied and comments from U.S. Treasury Secretary Steve Mnuchin dashed hopes of a new fiscal stimulus package before the presidential election. Spot gold fell 0.2% to \$1,896.26 per ounce by 0320 GMT, after rising as much as 1.1% in the previous session. U.S. gold futures were down 0.4% to \$1,899. "The (gold) market is still trading water waiting for further clarity on what stimulus package may be needed in the U.S.," said Cameron Alexander, manager of precious metals research at Refinitiv Metals Research. Gold, considered a hedge against inflation and currency debasement, has climbed 25% this year amid the unprecedented levels of global stimulus to ease the economic blow from the pandemic.

CRUDE OIL: Oil prices edged higher on Thursday, extending their 2% gains from the previous session, after data showed U.S. crude stockpiles fell last week, while OPEC and its allies were seen complying with their pact to curb output in September. U.S. West Texas Intermediate (WTI) crude futures climbed 8 cents, or 0.2%, to \$41.12 a barrel at 0430 GMT, while Brent crude futures rose 7 cents, or 0.2% to \$43.39 a barrel. Oil markets climbed for a third day despite a resurgence in Covid-19 infections across Europe potentially denting fuel demand. Brent may retreat to \$42.55 per barrel, after failing to break a resistance at \$43.44, Reuters technical analyst Wang Tao said on Thursday.

U.S. EQUITIES: U.S. stock futures were lower early Thursday morning as traders continued to weigh the prospects for a coronavirus aid deal being reached before next month's election. Dow Jones Industrial Average futures were down 296 points. S&P 500 futures and Nasdaq 100 futures also traded in negative territory. On the data front, weekly jobless claims numbers are set for release Thursday morning along with the latest data on import and export prices.

U.S. DOLLAR: The dollar inched higher on Thursday as rising coronavirus cases and scant progress towards a U.S. stimulus deal unsettled investors, while the Aussie dropped to a one-week low after the central bank chief hinted of a possible rate cut or bond buying. (Reuters, CNBC)

15th Oct, 2020

Time	Currency	Impact	Economic Indicator	Forecast	Previous
All Day	EUR	High	EU Economic Summit		
5:30pm	USD	Medium	Philly Fed Manufacturing Index	14.4	15.0
5:30pm	USD	Medium	Unemployment Claims	810K	840K
9:00pm	EUR	Medium	ECB President Lagarde Speaks		

Refer to important disclosures on page 6

Source: www.forexfactory.com

Gold: Key Highlights

DATE	14-Oct
Open	1887.93
High	1912.95
Low	1882.32
Close	1901.18
MA(20)	1899.13
MA(100)	1867.62
MA(200)	1749.09
RSI(14)	48.18

Source: Bloomberg

Silver: Key Highlights

DATE	14-Oct
Open	24.13
High	24.62
Low	23.86
Close	24.24
MA(20)	24.18
MA(100)	22.72
MA(200)	19.51
RSI(14)	47.18

Source: Bloomberg

WTI Spot: Key Highlights

DATE	14-Oct
Open	40.21
High	41.13
Low	39.81
Close	41.11
MA(20)	39.92
MA(100)	40.08
MA(200)	38.60
RSI(14)	55.01

Source: Bloomberg

Gold Spot



Technical Strategy: Play the Range

Gold closed at US\$1,901/oz, below its 20-DMA which is at US\$1,899/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\$1,880/oz - US\$1,910/oz. A break below US\$1,880/oz could target US\$1,870/oz, while a break above US\$1,910/oz could target US\$1,920/oz.

Silver Spot



Technical Strategy: Play the Range

Silver closed at US\$24.24/oz, above its 20-DMA which is at US\$24.18/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\$23.50/oz - US\$24.50/oz. A break below US\$23.50/oz could target US\$23.00/oz, while a break above US\$24.50/oz could target US\$25.00/oz.

WTI Spot (Crude Oil)



Technical Strategy: Play the Range

Oil closed at US\$41.11/bbl, above its 20-DMA which is at US\$39.92/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\$39.50 - US\$41.50. A break below US\$39.50/bbl could target US\$38.50/bbl, while a break above US\$41.50/bbl could target US\$42.50/bbl.



EURUSD: Key Highlights

DATE	14-Oct
Open	1.1741
High	1.1770
Low	1.1718
Close	1.1744
MA(20)	1.1743
MA(100)	1.1589
MA(200)	1.1272
RSI(14)	48.16

Source: Bloomberg

GBPUSD: Key Highlights

DATE	14-Oct
Open	1.2932
High	1.3064
Low	1.2862
Close	1.3008
MA(20)	1.2890
MA(100)	1.2822
MA(200)	1.2697
RSI(14)	54.12

Source: Bloomberg

USDJPY: Key Highlights

DATE	14-Oct
Open	105.42
High	105.52
Low	105.03
Close	105.15
MA(20)	105.36
MA(100)	106.41
MA(200)	107.35
RSI(14)	43.42

Source: Bloomberg

EURUSD



Technical Strategy: Play the Range

EURUSD closed at US\$1.1744 above its 20-DMA which is at US\$1.1743. 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\$1.1700 - US\$1.1780. A break below US\$1.1700 could target US\$1.1630, while a break above US\$1.1780 could target US\$1.1850.

GBPUSD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.3008 above its 20-DMA which is at US\$1.2890. 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\$1.2880 - US\$1.3030. A break below US\$1.2880 could target US\$1.2800, while a break above US\$1.3030 could target US\$1.3100.

USDJPY



Technical Strategy: Play the Range

USDJPY closed at US\$105.15 below its 20-DMA which is at US\$105.36. 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\$105.00 - US\$106.00. A break below US\$105.00 could target US\$104.50, while a break above US\$106.00 could target \$106.50.



DJIA-30: Key Highlights

DATE	14-Oct
Open	28684
High	28838
Low	28456
Close	28522
MA(20)	27831
MA(100)	27090
MA(200)	26236
RSI(14)	57.59

Source: Bloomberg

S&P-500: Key Highlights

DATE	14-Oct
Open	3510
High	3532
Low	3480
Close	3487
MA(20)	3374
MA(100)	3278
MA(200)	3121
RSI(14)	58.75

Source: Bloomberg

NASDAQ-100: Key Highlights

DATE	14-Oct
Open	12086
High	12184
Low	11911
Close	11952
MA(20)	11383
MA(100)	10874
MA(200)	9805
RSI(14)	59.66

Source: Bloomberg

DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 28,522 above its 20-DMA which is at 27,831. 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 28,000–28,500. A break below 28,000 could target 27,600, while a break above 28,500 could target 28,800.

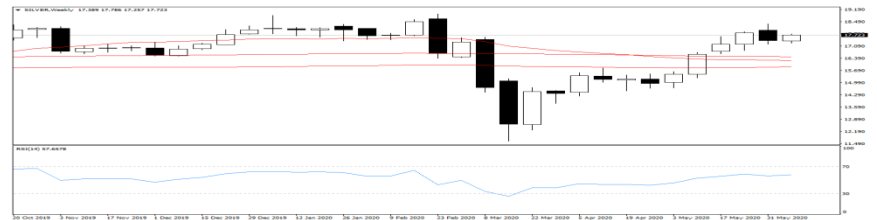
S&P-500



Technical Strategy: Play the Range

S&P closed at US\$3,487 above its 20-DMA which is at 3,374. 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 3,400 – 3,500. A break below 3,400 could target 3,300, while a break above 3,500 could target 3,600.

NASDAQ-100



Technical Strategy: Play the Range

NASDAQ closed at 11,952 above its 20-DMA which is at 11,383. 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 11,700 – 12,000. A break below 11,700 could target 11,400 while a break above 12,000 could target 12,200.

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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