

Synopsis

Gold (Play the Range)

2nd Resistance	US\$1,520
1st Resistance	US\$1,510
1st Support	US\$1,500
2nd Support	US\$1,490

Silver (Play the Range)

2nd Resistance	US\$17.50
1st Resistance	US\$17.20
1st Support	US\$16.80
2nd Support	US\$16.50

WTI (Play the Range)

2nd Resistance	US\$57.20
1st Resistance	US\$56.20
1st Support	US\$54.80
2nd Support	US\$53.80

EURUSD (Play the Range)

2nd Resistance	US\$1.1270
1st Resistance	US\$1.1210
1st Support	US\$1.1110
2nd Support	US\$1.1050

GBPUSD (Play the Range)

2nd Resistance	US\$1.2360
1st Resistance	US\$1.2300
1st Support	US\$1.2110
2nd Support	US\$1.2050

USDJPY (Play the Range)

2nd Resistance	US\$107.90
1st Resistance	US\$107.50
1st Support	US\$106.70
2nd Support	US\$106.30

DJIA-30 (Play the Range)

2nd Resistance	30,000
1st Resistance	26,400
1st Support	25,900
2nd Support	25,500

S&P-500 (Play the Range)

2nd Resistance	2,960
1st Resistance	2,930
1st Support	2,890
2nd Support	2,870

NSDQ-100 (Play the Range)

2nd Resistance	7,820
1st Resistance	7,730
1st Support	7,500
2nd Support	7,400

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Gold eases, investors await clarity on Fed policy

GOLD: Gold inched lower on Thursday as investors locked in profits with focus shifting to a speech by U.S. Federal Reserve Chairman Jerome Powell at Jackson Hole for clarity on the direction of monetary policy. Spot gold was down 0.2% at \$1,498.37 an ounce by 0947 GMT. U.S. gold futures dipped 0.5% to \$1,508 an ounce. "The markets are waiting for Jackson Hole. After prices failed to stay above the important \$1,500 mark, it's not surprising that investors are taking the chips off the table," Commerzbank analyst Eugen Weinberg said, adding that demand for the metal would remain strong overall. Spot gold may rise to \$1,524 per ounce as it has found support at \$1,497, Reuters analyst Wang Tao said.

CRUDE OIL: Oil steadied above \$60 a barrel on Thursday, supported by a drop in U.S. crude inventories and OPEC-led supply cuts, although worries about the global economy weighed. U.S. crude inventories fell by 2.7 million barrels last week, more than analysts expected. Still, the U.S. Energy Information Administration also said gasoline and distillate inventories rose. U.S. President Donald Trump on Wednesday said he was "the chosen one" to address trade imbalances with China, even as congressional researchers warned his tariffs would reduce U.S. economic output by 0.3% in 2020.

U.S. EQUITIES: U.S. stock index futures turned slightly negative early Thursday morning. Around 5:50 a.m. ET, Dow futures indicated a negative open of about 40 points. Futures on the S&P and Nasdaq were mixed. Investors are expected to be largely attuned to the Federal Reserve's central banking meeting in Jackson Hole, Wyoming, over the next two days. On the data front, the latest weekly jobless claims report will be released at 8:30 a.m. ET. Leading index data for July and the Kansas City Fed survey, manufacturing Purchasing Managers' Index (PMI) and services PMI for August will all follow slightly later in the session.

U.S. DOLLAR: Minutes of the Fed's July meeting showed policymakers were divided over whether to cut interest rates but united in wanting to signal they were set on more cuts. The minutes led investors to lower their expectations of big rate cuts from the Fed next month, but bond markets still expect rates to be cut by more than 60 basis points by the end of the year. "Some investors like commodity trading advisors have linked the downward move in the yuan and Chinese stocks to selling cross yen," said Yukio Ishizuki, foreign exchange strategist at Daiwa Securities in Tokyo.

(Reuters, CNBC)

22nd Aug, 2019

Day 2	Currency	Impact	Economic Indicator	Forecast	Previous
6:45pm	USD	Medium	Flash Manufacturing PMI	50.5	50.4

Source: www.forexfactory.com

Refer to important disclosures on page 6



Gold: Key Highlights

DATE	21-Aug
Open	1507.53
High	1508.01
Low	1496.38
Close	1502.39
MA(20)	1474.64
MA(100)	1361.24
MA(200)	1320.57
RSI(14)	61.84

Source: Bloomberg

Silver: Key Highlights

DATE	21-Aug
Open	17.13
High	17.19
Low	16.98
Close	17.10
MA(20)	16.74
MA(100)	15.37
MA(200)	15.27
RSI(14)	63.12

Source: Bloomberg

WTI Spot: Key Highlights

DATE	21-Aug
Open	56.10
High	57.10
Low	55.53
Close	55.83
MA(20)	55.34
MA(100)	58.57
MA(200)	56.16
RSI(14)	50.45

Source: Bloomberg

Gold Spot



Technical Strategy: Play the Range

Gold closed at US\$1,496/oz, above its 20-DMA which is at US\$1,475/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\$1,490/oz - US\$1,510/oz. A break below US\$1,490/oz could target US\$1,480/oz, while a break above US\$1,510/oz could target US\$1,520/oz.

Silver Spot



Technical Strategy: Play the Range

Silver closed at US\$17.10/oz, above its 20-DMA which is at US\$16.74/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\$16.80/oz - US\$17.20/oz. A break below US\$16.80/oz could target US\$16.50/oz, while a break above US\$17.20/oz could target US\$17.50/oz.

WTI Spot (Crude Oil)



Technical Strategy: Play the Range

Oil closed at US\$55.83/bbl, below its 20-DMA which is at US\$55.34/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\$54.80 - US\$56.20. A break below US\$54.80/bbl could target US\$53.80/bbl, while a break above US\$56.20/bbl could target US\$57.20/bbl.



EURUSD: Key Highlights

DATE	21-Aug
Open	1.1098
High	1.1106
Low	1.1079
Close	1.1083
MA(20)	1.1139
MA(100)	1.1215
MA(200)	1.1284
RSI(14)	38.45

Source: Bloomberg

GBPUSD: Key Highlights

DATE	21-Aug
Open	1.2168
High	1.2174
Low	1.2111
Close	1.2124
MA(20)	1.2153
MA(100)	1.2641
MA(200)	1.2788
RSI(14)	40.00

Source: Bloomberg

USDJPY: Key Highlights

DATE	21-Aug
Open	106.21
High	106.64
Low	106.21
Close	106.60
MA(20)	106.87
MA(100)	108.96
MA(200)	109.96
RSI(14)	46.97

Source: Bloomberg

EURUSD



Technical Strategy: Play the Range

EURUSD closed at US\$1.1083 below its 20-DMA which is at US\$1.1139. 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\$1.1110 - US\$1.1210. A break below US\$1.1110 could target US\$1.1050, while a break above US\$1.1210 could target US\$1.1270.

GBPUSD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.2124 below its 20-DMA which is at US\$1.2201. 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\$1.2110 - US\$1.2300. A break below US\$1.2110 could target US\$1.2050, while a break above US\$1.2300 could target US\$1.2360.

USDJPY



Technical Strategy: Play the Range

USDJPY closed at US\$106.60, below its 20-DMA which is at US\$106.87. 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\$106.30 - US\$107.50. A break below US\$106.70 could target US\$106.30, while a break above US\$107.50 could target \$107.90.



DJIA-30: Key Highlights

DATE	21-Aug
Open	25885
High	26269
Low	25878
Close	26260
MA(20)	26310
MA(100)	26308
MA(200)	25598
RSI(14)	49.04

Source: Bloomberg

DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 25,916 below its 20-DMA which is at 26,484. 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 25,900–26,400. A break below 25,900 could target 25,500, while a break above 26,400 could target 27,000.

S&P-500: Key Highlights

DATE	21-Aug
Open	2892
High	2932
Low	2892
Close	2931
MA(20)	2925
MA(100)	2910
MA(200)	2800
RSI(14)	50.85

Source: Bloomberg

S&P-500



Technical Strategy: Play the Range

S&P closed at US\$2,891 below its 20-DMA which is at 2,937. 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 2,890 – 2,930. A break below 2,890 could target 2,870, while a break above 2,930 could target 2,950.

NASDAQ-100: Key Highlights

DATE	21-Aug
Open	7643
High	7756
Low	7642
Close	7748
MA(20)	7700
MA(100)	7637
MA(200)	7242
RSI(14)	52.07

Source: Bloomberg

NASDAQ-100



Technical Strategy: Play the Range

NASDAQ closed at 7,603 below its 20-DMA which is at 7,736. 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 7,500 – 7,730. A break below 7,500 could target 7,400 while a break above 7,730 could target 7,820.

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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