

Synopsis

Gold (Play the Range)

2nd Resistance	US\$1,920
1st Resistance	US\$1,900
1st Support	US\$1,880
2nd Support	US\$1,860

Silver (Play the Range)

2nd Resistance	US\$25.00
1st Resistance	US\$24.50
1st Support	US\$23.30
2nd Support	US\$22.50

WTI (Play the Range)

2nd Resistance	US\$41.00
1st Resistance	US\$40.00
1st Support	US\$38.60
2nd Support	US\$37.50

EURUSD (Play the Range)

2nd Resistance	US\$1.1820
1st Resistance	US\$1.1750
1st Support	US\$1.1620
2nd Support	US\$1.1550

GBPUSD (Play the Range)

2nd Resistance	US\$1.2960
1st Resistance	US\$1.2890
1st Support	US\$1.2740
2nd Support	US\$1.2660

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	28,000
1st Resistance	27,500
1st Support	27,000
2nd Support	26,500

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	11,500
1st Resistance	11,300
1st Support	11,000
2nd Support	10,700

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REP-039

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Gold slips as dollar firms after Trump, Biden face off

GOLD: Gold dipped on Wednesday as the dollar ticked up after Republican President Donald Trump and Democratic rival Joe Biden sparred in the first U.S. presidential debate ahead of the November 3 election. Spot gold fell 0.5% to \$1,889.66 per ounce by 0357 GMT, after hitting a one-week high of \$1,899.12 earlier in the session. Spot gold was on track to post its worst monthly fall since November 2016, dropping 4% so far this month. U.S. gold futures were down 0.4% at \$1,895.40. Gold, seen as a hedge against inflation and currency depreciation, has gained about 25% so far this year, supported by monetary stimulus from major central banks and governments. "Gold has entered into a temporary consolidation phase but this may be a short-term correction in a long-term bull run, as we move towards a second U.S. fiscal stimulus," Yang added.

CRUDE OIL: Oil prices extended losses on Wednesday on worries that rising coronavirus cases heading into the northern winter would lead to further restrictions on activity and curb demand for fuel. Brent crude dropped 48 cents, or 1.2%, to \$40.55 per barrel by 0356 GMT. West Texas Intermediate fell 33 cents, or 0.8%, to \$38.96. The market looked past data from the American Petroleum Institute on Tuesday showing U.S. crude oil stocks fell against expectations, focusing instead on the rise in gasoline inventories. Also keeping traders and investors on tenterhooks is the November presidential election, which may remain undetermined on election night, with both candidates contesting the results.

U.S. EQUITIES: U.S. stock futures declined early Wednesday morning as traders digested the first U.S. presidential debate. Dow Jones Industrial Average futures were down 275 points. S&P 500 futures and Nasdaq 100 futures were also both in negative territory. Many market strategists have cited uncertainty around the election as a key headwind for the market before year-end with each outcome bringing its own risks and benefits. Some investors have raised concerns about a potential Biden win as they fear it could lead to higher corporate taxes and regulations. But at the same time, it could ease concerns about the trade war and lack of stimulus to bolster the economy in the wake of the coronavirus.

U.S. DOLLAR: The dollar was little changed in Asian trade on Wednesday, as traders assessed a fierce first debate between Republican President Donald Trump and Democratic rival Joe Biden ahead of the November 3 U.S. presidential election. The dollar index against a basket of currencies hardly budged at 93.821, after hitting a two-month high last week. (Reuters, CNBC)

30th Sep, 2020

Time	Currency	Impact	Economic Indicator	Forecast	Previous
7:00pm	USD	Medium	Pending Home Sales m/m	3.1%	5.9%

Source: www.forexfactory.com

Refer to important disclosures on page 6

Gold: Key Highlights

DATE	28-Sep
Open	1883.19
High	1899.08
Low	1875.39
Close	1897.00
MA(20)	1922.21
MA(100)	1848.72
MA(200)	1728.25
RSI(14)	44.58

Source: Bloomberg

Silver: Key Highlights

DATE	28-Sep
Open	23.66
High	24.39
Low	23.36
Close	24.15
MA(20)	25.79
MA(100)	21.94
MA(200)	19.17
RSI(14)	41.64

Source: Bloomberg

WTI Spot: Key Highlights

DATE	28-Sep
Open	40.53
High	40.68
Low	38.40
Close	39.08
MA(20)	39.41
MA(100)	39.20
MA(200)	39.80
RSI(14)	43.71

Source: Bloomberg

Gold Spot



Technical Strategy: Play the Range

Gold closed at US\$1,897/oz, below its 20-DMA which is at US\$1,922/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\$1,900/oz. A break below US\$1,880/oz could target US\$1,860/oz, while a break above US\$1,900/oz could target US\$1,920/oz.

Silver Spot



Technical Strategy: Play the Range

Silver closed at US\$24.15/oz, below its 20-DMA which is at US\$25.79/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\$23.30/oz - US\$24.50/oz. A break below US\$23.30/oz could target US\$22.50/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\$39.08/bbl, below its 20-DMA which is at US\$39.41/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\$38.60 - US\$40.00. A break below US\$38.60/bbl could target US\$37.50/bbl, while a break above US\$40.00/bbl could target US\$41.00/bbl.



EURUSD: Key Highlights

DATE	28-Sep
Open	1.1660
High	1.1745
Low	1.1660
Close	1.1741
MA(20)	1.1781
MA(100)	1.1495
MA(200)	1.1239
RSI(14)	47.90

Source: Bloomberg

GBPUSD: Key Highlights

DATE	28-Sep
Open	1.2830
High	1.2902
Low	1.2822
Close	1.2858
MA(20)	1.2933
MA(100)	1.2741
MA(200)	1.2705
RSI(14)	45.28

Source: Bloomberg

USDJPY: Key Highlights

DATE	28-Sep
Open	105.45
High	105.73
Low	105.34
Close	105.62
MA(20)	105.57
MA(100)	106.62
MA(200)	107.54
RSI(14)	50.34

Source: Bloomberg

EURUSD



Technical Strategy: Play the Range

EURUSD closed at US\$1.1741 below its 20-DMA which is at US\$1.1781. 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\$1.1620 - US\$1.1750. A break below US\$1.1620 could target US\$1.1550, while a break above US\$1.1750 could target US\$1.1820.

GBPUSD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.2858 below its 20-DMA which is at US\$1.2933. 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\$1.2740 - US\$1.2890. A break below US\$1.2740 could target US\$1.2670, while a break above US\$1.2890 could target US\$1.2960.

USDJPY



Technical Strategy: Play the Range

USDJPY closed at US\$105.62 below its 20-DMA which is at US\$105.57. 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	28-Sep
Open	27616
High	27739
Low	27338
Close	27494
MA(20)	27736
MA(100)	26667
MA(200)	26256
RSI(14)	48.22

Source: Bloomberg

S&P-500: Key Highlights

DATE	28-Sep
Open	3358
High	3373
Low	3327
Close	3339
MA(20)	3363
MA(100)	3224
MA(200)	3110
RSI(14)	48.76

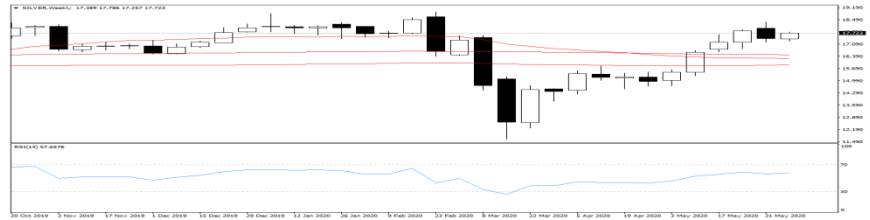
Source: Bloomberg

NASDAQ-100: Key Highlights

DATE	28-Sep
Open	11397
High	11458
Low	11301
Close	11330
MA(20)	11288
MA(100)	10621
MA(200)	9648
RSI(14)	51.46

Source: Bloomberg

DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 27,494 below its 20-DMA which is at 27,736. 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 27,000–27,500. A break below 27,000 could target 26,500, while a break above 27,500 could target 28,000.

S&P-500



Technical Strategy: Play the Range

S&P closed at US\$3,339 below its 20-DMA which is at 3,363. 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



Technical Strategy: Play the Range

NASDAQ closed at 11,330 below its 20-DMA which is at 11,288. 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 11,000 – 11,300. A break below 11,000 could target 10,700 while a break above 11,300 could target 11,500.

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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