

Weekly Report 8 May 2017

Gold prices have been falling as expected last week. Market topped off USD1270 /oz since last Monday and came below USD1230 /oz on Friday. This week, we believe there will be bargain-hunting at USD1220 /oz region with valid support. Range is expected to consolidate from USD1220 – USD1250 /oz with no huge movement for the time being.

WTI Crude prices have fallen below our predicted support at USD46 / barrel though the trend closed around this same region on Friday. The bears stretched beneath USD44 / barrel on Friday and short-covered. Traders are selling off the Crude inversely to increasing demand in pushing U.S. major index to new historical high. This week, we reckon the market will trade from USD44 – USD48 /barrel in mixed sentiment. Breaking below USD44 /barrel will drive down to USD42 /barrel region.

SET index closed at 1569 region on Friday with little change on week-chart. Technically speaking, the trend is quite neutral at the moment and open to double possibility of breaking beyond 1560 or 1580 level. In our opinion, the Thai market sentiment might be prone to bullish sentiment this week due to regional fundamentals. Violating above 1580 resistance will climb back to challenge the previous top at 1600 area.

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