Weekly Report 11 Dec 2017

Gold prices fell almost USD40 last week and reached USD1243 /oz bottom on Friday. The rising U.S. payroll has not lifted yellow metal as Dollar strengthens. This week, we reckon the trend will bounce and make recovery from USD1240 – USD1270 /oz in slow liquidity. In addition, the precious metals might also slowdown in tracing movement and activity towards year-end and after Bitcoin Futures market commences on 17 December.

WTI Crude prices have been supported at USD56 /barrel last week but also traded in narrow range. Topside resistance emerges at USD59 /barrel and unable to pierce above USD60 /barrel. Moving over to the new year, traders forecast the possibility to push oil prices higher could be an eruption of warfare or the recession of Dollar Index. This week, we foresee the range to be no change from USD56 – USD59 /barrel until some abrupt fundamental changes occur in market.

SET Index closed at 1706 on Friday. The market has been threading from 1780 – 1820 for few weeks and finally come to the end of narrowing wedge on day-chart. This week, there could be a breakout in either direction with no surprise and we expect the market factors could come from U.S. stock leading sentiment. Hence, extension beyond the aforementioned range should not be betted in opposing positions while risk control is strongly advised.

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