Weekly Report 12 Aug 2019

Gold prices have become the safe haven from fear of regional trade war conflicts. Market trend has reached USD1500 /oz and settled slightly below this benchmark on Friday. This week, we foresee mixed sentiment in market due to some profit-taking activities may occur. Overall range is contained from USD1475 – USD1525 /oz region while prone to correction.

WTI Crude prices have made recovery last week. Moving forward, we forecast some new demand will begin to enter market as Gold prices correct. This week, we reckon the trend will trade from USD53 – USD56 /barrel and prone to build up more buying interest. In technical aspect, the weakening Dollar is a good sign to help recovery in Crude prices.

SET Index closed at 1650 on Friday. Bank of Thailand cut interest rate by 25BP to 1.5 percent on last Wednesday after rising baht have worried policymakers. The USD/THB rate is now moving sideways in tight range from 30.50 – 30.90 region. This week, SET Index will be contained in small recovery from 1640 – 1680 region. In case of another slide, the trend will reach 1620 before new bargain-hunting emerges.

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