

Weekly Report 12 June 2017

Gold prices have moved into consolidation after topped off recent high at USD1296 /oz. This week, the trend may drive lower to USD1250 /oz as a correction before bargain-hunting arises. Technically, we forecast the trend will swing from USD1250 – USD1285 /oz in mixed sentiment for a while. Ascending to USD1290 /oz or higher may resurge another new opportunity to pierce above USD1300 /oz in case of unexpected and erupting factors.

WTI Crude prices traded on low edge around USD46 /oz amid light activity as investors distracted to European fundamentals last week. This week, we foresee the Dollar Index (USDIX) movement resulting from FOMC meeting will create an impact to Crude trend. Technically, the market may move in tight range from USD45 – USD48 /barrel but the likelihood of driving beneath USD45 /barrel could trigger a panic selling to USD42 /barrel if the support is broken.

SET index closed at 1566 region for the weekend and almost unchanged from previous week. Market pattern on day-chart shows resilience to bullish trend and prone to fall in coming week. The USD/THB is trading at 34.00 area and near to year-high since January with a tendency to rebound for correction. This week, we predict the SET Index is limited at 1575 top and likely to fall back into correction due to weaker Baht. Support is identified at 1530 -1540 area.

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