

Weekly Report 14 Jan 2019

Gold prices traded in very limited range just capped under USD1300 /oz last week. As we had predicted previously, we expect the yellow metal to be toppish and strong selling interest to emerge at USD1300 – USD1310 /oz region. Beware of downfall beneath USD1280 /oz that will drive down to USD1265 /oz for liquidation of profits!

WTI Crude prices are temporarily hitting a resistance at USD53 /barrel while encountering some profit taking. Technically, we are positive that the market will move into a short-term correction before climbing higher due to expected weakening Dollar. This week, support will emerge at USD48 /barrel in case of drawdown correction. Bargain-hunting will be seen at this region to enter market so long as Dollar Index (USDX) submerges below 96.00 level.

SET Index closed at 1597 on Friday and almost unchanged from last week closing. The USD/THB rate has sunken to 7-month low at 3.88 as Dollar recedes. This week, exchange rate of USD/THB is likely to move from 31.80 – 32.10 region. The trend is likely to be supported at 1580 in case of drawdown and move into consolidation. Technically, we are positive that the SET market will move into recovery trend in January and piercing above 1610 will aim at 1640 as our next target.

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