

Weekly Report 15 Oct 2018

Gold prices traded higher after Dollar receded toward weekend. This week, we reckon the market will stay on firm sentiment with support emerging at USD1210 /oz area. The bulls may take another leap to test USD1235 /oz before winding down the demand. Yellow metal will probably move from USD1210 – USD1235 /oz depending on Dollar trend. For the time being, we expect the market interest will return to Gold as safe haven since stock and oil are both slowing down in demand.

WTI Crude prices fell as we predicted last week. The market tested USD71 /barrel again after topped off USD75 /barrel early last week. Moving forward, we foresee the trend is still prone to thread sideways from USD70 – USD75 /barrel until end October. Market sentiment is taut between impact of Hurricane Michael and increasing output by Saudi Arab. Effect of Iran's sanction will begin in November when the transaction with bilateral countries will be embargoed.

SET Index closed at 1696 on Friday after followed the global equity corrections. Bargain hunting is seen in Thai stocks as Thai Baht advances against Dollar to 32.70 level. This week, we expect the market to be pressured at 1710 region and likely to slide again toward weekend. Support is identified at 1660 but observe this level to be broken in case of unexpected circumstances arising from global fundamental weakness.

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