Weekly Report 22 Apr 2019

Gold prices fell last week to USD1275 /oz as Dollar rose. This week, we forecast the prices will be supported at USD1265 /oz before staging a rebound. Recovery will be mild while capped beneath USD1295 /oz region. Overall range is contained from USD1265 – USD1295 /oz and swing trading is preferred for such market volatility.

WTI Crude prices traded in flat pattern around USD64 /barrel for the whole last week. Market has behaved in stubborn firmness despite the Dollar Index (USDX) recovered to 97.00 level last week. Hence, we hold opinion of further rise in WTI Crude prices in coming May when the greenback recedes. This week, we foresee the trend will be contained from USD62 – USD65 /barrel without much changes in market demand.

SET Index closed at 1674 on Friday and showing a triple-top formation. Technically, we expect strong resistance to act on 1680 area while the overall range will thread narrowly from 1660 – 1680 region. On the other hand, the USD/MYR exhibits strong resistance at 4.14 and might fall back to 4.10 as Thai Baht recovers in strength. Hence, the SET Index may pierce above 1680 resistance and test 1710 top in near future.

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