Weekly Report 22 Jul 2019

Gold prices have hit new 6-year high again at USD1453 /oz last week. This week, it will be crucial to observe the Dollar trend in gauging the inverse direction of yellow metal. Technically, we forecast the range will be contained from USD1420 – USD1460 /oz but breaking above the aforementioned resistance will drive up the prices to USD1490 /oz level. On the other hand, beware of sinking below USD1420 /oz level unexpectedly.

WTI Crude prices took a dip to USD55 /barrel as fund has stayed in precious metal. This week, we predict the market will thread sideways but still supported at USD54 /barrel level. Overall range is expected to trade from USD54 – USD59 /barrel in mixed sentiment. We presume trading activity is still more focused in Gold and Silver while interest will ebb in Crude prices.

SET Index closed at 1735 on Friday after following the U.S. market rise. This week, we foresee the market is going to move sideways from 1715 – 1750 range in mixed sentiment. The USD/THB shows a potential to climb to 31.20 while sitting on 30.55 support. Hence, SET Market will be prone to correct on downside due to weakening Baht trend. However, risk control must be executed once the prices break above 1750 in adversity to your position.

DAR Wong is a professional in the global financial & investment industry with 29 years of experiences in Singapore. He can be reached at dar@pwforex.com