Weekly Report 22 Jun 2020

Gold prices spiked on Friday after the Dow fell. This week, we foresee the market fund might shift into yellow metals once the prices break above USD1760 /oz level. In case the trend fails to protrude above this resistance level, there is a possibility of downturn to USD1700 /oz region. Traders are advised to stay observant for an uptrend opportunity!

WTI Crude prices revisited above USD39.00 /barrel before the weekend. Market reversal has been unexpected but still unable to protrude above USD40.00 /barrel resistance. This week, we reckon the trend might fizzle out at USD40.00 /barrel and head down to USD35.00 /barrel. Otherwise, an unlikely protrusion above USD40.00 /barrel may lead the prices to test USD45.00 /barrel area.

SET Index settled at 1370 on Friday. Market has exhibited a strong resistance at 1380 while prone to fall this week. We foresee the first support will emerge at 1340 but breaking beneath this level will land at 1300 region. Traders should be cautious of weakening sign arising in SET markets in conjunction with potential correction in U.S. stock indexes.

DAR Wong is a professional in the global financial & investment industry with 30 years of experiences in Singapore. He can be reached at dar@alaa.sg