Weekly Report 23 Mar 2020

Gold prices have been swinging last week as Dollar rose. This week, we reckon the trend will probably make another dip at USD1460 /oz before recovery. Overall range is expected to be wild but contain within USD1450 – USD1550 /oz region. Taking a forward view into the market, we predict this will be a good time to catch the downside entry into yellow metal for a mid-term position.

WTI Crude prices are trading on downside as more traders are derailing away from the market. Technically, we project the trend will be constricted from USD20 – USD28 /barrel in coming weeks without a breakthrough. Literally, the oil market is losing its shine and oil-producing countries are naturally losing its revenue as the prices fall. Beware of the prices breakout beyond the aforementioned range.

SET Index closed at 1127 on Friday on sign of initial recovery. Recent dip below 1000 benchmark has shown a strong bargaining interest in Thai stocks. The USD/THB rate advances further from recent THB32.10 to current THB32.70 and puts Thai blue-chips into cheaper bargain. This week, we reckon the SET market will trade within 1000 – 1200 range with many traders buying from bottoms.

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