Weekly Report 24 April 2017

Gold prices have exhibited a reversal pattern in week-chart and likely to drawdown for correction this week. Range is target to recede lower at USD1250 /oz region in case of liquidation. Market has not seen profit-taking for last 3 weeks and might be commencing soon. However, beware of geo-political tension in DPR Korea that could spike the yellow metal as safe haven while bypassing above USD1285 /oz will climb higher to USD1310 /oz region.

WTI Crude prices have shown waning confidence in buying interest as the bulls have failed to clear above USD54 /barrel. As the consolidating range is still restricted from USD50 – USD54 /barrel, we are seeing a danger of demand that might probably slide out of the range and kick-off a new bearish sentiment in market. We foresee the next range will be mapped from USD46 – USD50 /barrel if the trend could not climb back above USD50 /barrel benchmark.

SET index closed at 1570 region on Friday with a pattern that is prone to decline. USD/THB exchange rate has been edging on low tide within 34.10 – 34.40 region. This week, we foresee the Thai Baht may begin to weaken in correction as USD/THB rises higher. Hence, SET index will be poising from 1560 – 1580 region initially but the trend will possibly decline beneath 1560 for attempting 1530 in case of new bearish factor emerging.

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