Weekly Report 25 Sep 2017

Gold prices dipped down to USD1290 /oz last week after piercing beneath USD1310 /oz support. Market is now testing the secondary support and should be recovering soon in due time. An impending strengthening in Euro after German election may revive higher against Dollar that will push yellow metal into new demand. This week, we reckon the trend will trade higher while ranging from USD1290 – USD1320 /oz region.

WTI Crude prices are balancing well above USD50 /barrel and might rise higher this week. Technically, we notice the support has firmed up at USD49 /barrel and will be threading from this aforementioned support to USD53 /barrel. Beside the recent production cut in OPEC and U.S. shale oil, we shall observe the Dollar trend as a potential lead factor to estimate an inverse relationship to Crude prices.

SET Index closed at 1659 region on Friday after making a new historical high 1678 level. Market begins to move into correction as profit-taking has emerged. USD/THB is threading sideways at 33.00 region as the prices stagnate in small range. This week, we forecast the SET Index will continue to dip lower as long position unwind in market. Range is expected to move from 1640 – 1670 region as prices may take a breather.

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