Weekly Report 27 May 2019

Gold prices have shown beginning of recovery force in day-chart. This week, we foresee the trend will stay abreast USD1275 /oz and likely to reach at USD1300 /oz target. In case of dipping beneath USD1270 /oz level, the bulls may wane off and resume into bearish factor in market. Long traders are advised to control their risk though they stand higher change of profiting from market.

WTI Crude prices have stood off USD57.50 /barrel support last week. Moving forward, we forecast the trend will recover in coming week especially after U.S. has approved the USD7 billion arm deals with Saudi. Market range is expected to move from USD58 – USD61 /barrel meanwhile waiting for more fundamentals to lead the forthcoming trend. Broadly speaking, a potential fall in Dollar Index will help to lift crude prices effectively soon.

SET Index closed at 1614 on Friday amid narrow trading. The USD/THB rate also trades in small range from 31.75 – 32.00 region. This week, we foresee the SET market will recover moderately while supported at 1600 benchmark. Topside aims at 1640 with selling forces in case of ascension to this area. Impending dollar fall may help to ignite new buying interest in Asia stock markets for short term recovery.

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