

Weekly Report 28 October 2019

Gold prices traded above USD1500 /oz benchmark last week but unable to clear above USD1520 /oz resistance. This week, we remain conservative to our forecast as U.S. stocks might return to strong bullish trend. Therefore, we are uncertain if the two markets will be inversely correlated or in tandem depending on Dollar strength. Technically, the trend may head down and trade in USD1475 – USD1500 /oz range; or move in USD1500 – USD1525 /oz region.

WTI Crude prices traded in rising demand last week after consolidated for past two weeks. Moving forward, we forecast the support will lie at USD55 /barrel and push the prices higher. This week, breaking above the USD57.50 /barrel has potential to reach USD60 /barrel again. Theoretically, a rise in U.S. stock index and Crude prices could be moving up together if Dollar begins to fall faster due to positive outcome of U.S. – China trade agreement.

SET Index closed at 1593 on Friday and lowest point since January this year. Market sentiment is weak due to concerns of earnings in Q3 seasons of large listed companies to be released soon. The USD/THB is still stagnated in narrow range amid 30.00 – 30.30 region. This week, we predict strong resistance will emerge above 1600 level in case of recovery while the trend might head down further to test 1570 region.

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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