Weekly Report 29 Jan 2018

Gold prices spiked above USD1360 /oz at 4-month high and declined to at USD1349 /oz for weekend close. We foresee the trend could be strongly resisted at USD1360 /oz this week and begin to make correction. We expect the range to be prone southward with support rising at USD1325 /oz level. Dollar will remain as market catalyst to metal commodity in strong inverse trend.

WTI Crude prices climbed above USD65 /barrel last week after the OPEC leaders emphasized on supply cut through year-end in conjunction with Dollar fall. Market closed at 5-year high record at USD66 /barrel region on Friday. This week, the trend will remain tricky as traders watch Dollar direction as clue to gauge commodity prices. The market may ascend higher to USD69 /barrel before profit-taking occurs, or else might fall back to USD62 /barrel if Dollar recovers.

SET Index closed at 1828 region on Friday after creating fresh new high 1848 on prior day. Dollar weakening has spiked Baht rise at 4-year high 31.33 region on Friday close. This week, we reckon the SET Index may top 1850 high and attempt 1860 as USD/THB might dive to 31.00 benchmark. Support is identified strongly at 1810 region.

DAR Wong is an registered Fund Manager in Singapore with 28 years of trading experiences in global derivatives and FOREX markets. They can be reached through the website www.pwforex.com