Weekly Report 29 Oct 2018

Gold prices traded higher amid slowing demand. Trend seems to behave in fatigue at USD1240 /oz resistance. This week, we reckon the trend may test briefly above USD1240 /oz and begin to correct. Range will be toppish at USD1250 /oz while landing at USD1220 /oz area will meet the first buying demand. Nevertheless, we do not discount the possibility of market staying flat on topside resistance in case of Dollar recedes.

WTI Crude prices fell to 3-month low beneath USD66 /barrel and bounced before weekend closed. Technically, there is a strong support at USD66 /barrel that is confluent to EMA200 line on day-chart. Fundamentally, we expect the market is taking a breather sue to rising Dollar trend. This week, some recovery is expected and the range could move from USD66 – USD70 /barrel amid moderate activity.

SET Index closed at 1628 on Friday after making a huge dip last week. Market opened at 1669 on last Monday and touched 1600 benchmark on Thursday before short-covering arose. Stronger Dollar has pushed the USD/THB to 33.00 level and induced selling forces on SET market. This week, we expect an initial sideways trend will whipsaw from 1600 - 1650 region amid rampant trading. In case of recovery, we foresee the next resistance will emerge at 1670 area.

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