Weekly Report 31 July 2017

Gold prices broke above USD1260 /oz and maintained good momentum before weekend. This week, we reckon the bulls may reach up to USD1280 /oz before liquidation emerges. Downside support will rise from USD1250 /oz in case of correction. In our opinion, the weakening of Dollar will give a push in yellow metal but profit-takers will still ambush on topside before non-farm payroll on coming Friday.

WTI Crude prices have crossed above USD48 /barrel that acts confluent to EMA200 line. This week, the trend may encounter profit-taking at USD50 /barrel region while drawdown might occur at USD46 /barrel. Range is still largely moving from USD46 – USD50 /barrel unless we could see the rise above the aforementioned resistance and drive into a new directional headway.

SET index closed at 1581 region on Friday. Thai blue chips are trading in firm sideways but not making a strong rise, despite new highs in Dow Jones benchmark. A continual strengthening in Thai Baht against Dollar at 33.36 region will help to keep SET Index resilient though the bull refrains from piercing above 1590 level. This week, the trend will probably move from 1570 – 1590 tight range without new directional trend.

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