

XFlow MARKETS

PULSE

DAILY-REPORT

04.05.2023





GBP/USD

CMP – 1.25862

GBP/USD is trading at 1.25862, 0.13% up since previous day close. The Sterling Pound strengthened against the USD after U.S FOMC expectedly hiked interest rate by 25bps however hinted for a pause in monetary tightening in the next meeting. On regional front, the U.K issued Final Manufacturing PMI data which rose to 47.8 from 46.6 in the previous month which turned out to be slightly positive for GBP/USD earlier. The market will be looking forward to the result of Final Services PMI data which is to be issued on Thursday. As seen in the chart, the pair took a strong support of short-term Moving Averages of period 10 & 20 & has crossed previous highs; entering into breakout zone. Buying on dips may be suggested for the day in GBP/USD.

Resistance – 1.26162 -1.26638

Pivot -1.25421

Support – 1.24945-1.24204

Expected Trend-Bullish



NZD/USD

CMP- 0.62507

NZD/USD is trading at 0.62507, 0.19% up since previous day close. The Kiwi moved up post release of Building Consents data which grew by 7.0% from -9.4% in the previous month which acted as supportive factor for NZD/USD. Globally, the soft USD after FOMC hinted for a pause in rate hikes in the next meeting although hiked a rate by 25bps in latest meet; led a buying pressure in other basket of currencies. In New Zealand, the number employed people grew by 0.8% from 0.5% in previous month & Unemployment Rate lowered down to 3.4% as against the expectation of 3.5%. As seen in the chart, the pair took a support of MA (200) & reversed up after forming double bottom strengthened up the pair.

Resistance – 0.62432 -0.62786

Pivot –0.62251

Support – 0.61903-0.61721

Expected Trend- Bullish



CHNIND

CMP- 6698

CHNIND is trading at 6698, 0.06% up since previous day close. The Chinese markets opened on a positive note after resuming from a holiday on account of national event. The Caixin Manufacturing PMI fell to 49.5 from 50.0 in the previous month which failed to create any negative impact on CHNIND. On global front, the U.S FOMC hiked an interest rate by 25 bps as expected how-so-ever hinted for pause in rate hikes in the next meeting. This cushioned the major equity markets to some extent. An upcoming U.S NFP data release event later in this week will remain significant for CHNIND. As seen in the chart, the CHNIND seems to be forming reversal phase after testing the major support of MA (200) & hence, buying on lower levels may be recommended for the day.



US30

CMP- 33545.80

US30 is trading at 33545.3, 0.02% down since previous close. The mixed trading can be seen in U.S markets after FOMC hiked an interest rate by 25bps leading to 5.25% range from 5.00% as expected; however, hinted for pause in rate hike stance in next meeting but may adopt the hawkish steps later on if inflation rate remains stubborn at higher side. Besides this, the defaulting worrisome situation of PacWest Bank & ongoing concern over U.S failure of complying debt ceiling remains vital for US30. The result of U.S Jobless Claims will remain in focus for the day. As seen in the chart, although the index fell down below the short-term Moving Averages yet it is still taking a support of MA (100) which indicates the chances of reversal if sustained.

Resistance – 33372.52-34159.0

Pivot –33509.70

Support- 33112.0-32859.44

Expected trend- Sideways



SILVER

CMP- \$25.754

Silver is trading at \$25.754, 0.23% up since previous close. The precious metals sharply rebounded on Wednesday against the softer USD after FOMC hiked an interest rate by 25 bps as expected; however, hinted for a likelihood of dovish stance in next meet. Also, the prices move on higher side as the global outlook turned positive over precious metals & equity markets. The positive opening of Chinese equity markets makes the industrial metals like Silver expensive since China is a major consumer of metals. As seen in the chart, the Silver took a support of short-term Moving Averages & is now hovering near previous highs which indicates a strong buying bias if breached the level.

Resistance – \$25.947 -\$26.231

Pivot- \$25.517

Support-\$25.237-\$24.803

Expected Trend- Bullish



WTI OIL

CMP- \$69.18

WTI Oil is trading at \$69.18, 0.15% up since previous day close. The slight pullback can be seen in Oil prices on Thursday after plunging down heavily since last three sessions. The U.S EIA report showed a mild drop-down in Oil inventory levels by 1.3 mbpd against the expected fall of 0.5 mbpd. Majorly, the soft USD amid FOMC's expected move of 25 rate hike stance with a hint of pausing a monetary tightening stance in next meet led buying pressure in dollar-denominated commodities like WTI Oil. Globally, the rising fear of recession hitting the U.S & slowing demand from China made the Oil prices weaker. Wait & watch strategy may be recommended for the day in Oil since the commodity is hovering near previous lows.

Resistance – \$71.16 - \$75.03

Pivot- \$67.86

Support – \$63.95- \$60.69

Expected Trend- Sideways

Issue 2921- 4th May 2023



GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
MAY THU 04	4.15AM	NZD	Building Consents m/m	7.0%	-	-9.4%
	6.30AM	NZD	ANZ Commodity Prices m/m	-1.7%	-	1.3%
	7.00AM	AUD	Trade Balance	15.27B	13.00B	14.15B
	7.15AM	CNY	Caixin Manufacturing PMI	49.5	50.0	50.0
	11.30AM	EUR	German Trade Balance	-	16.1B	16.0B
	1.20PM	EUR	French Final Services PMI		56.3	56.3
	1.25PM	EUR	German Final Services PMI		55.7	55.7

	1.30PM	EUR	Final Services PMI		56.6	56.6
	2.00PM	GBP	Final Services PMI		54.9	54.9
		GBP	Net Lending to Individuals m/m		2.8B	2.2B
	2.30PM	EUR	PPI m/m		-1.4%	-0.5%
	5.45PM	EUR	Main Refinancing Rate		3.75%	3.50%
		EUR	Monetary Policy Statement		-	-
	6.00PM	CAD	Trade Balance		0.3B	0.4B
		USD	Unemployment Claims		239K	230K
		USD	Trade Balance		-63.7B	-70.5B
	6.15PM	EUR	ECB Press Conference			
	8.00PM	USD	Natural Gas Storage		51B	79B
	10.20PM	CAD	BOC Gov Macklem Speaks			

Issue 2921- 4th May 2023



Contact us for any questions:

Email: support@xflowmarkets.com

Follow us on FB:

Everyday market analysis:

Follow us on Twitter:



Essential links:

Trading systems presentation - Learn and develop with us. XFlow Markets will provide you with all the help you need - free seminars, webinars and learning materials.

Global Market Analysis - Use analysis of our professionals and be up to date.

DISCLAIMER:

The content of this page has been prepared with care and diligence and with the knowledge of the author and are prepared for informative purpose only. The content of this page does not constitute investment advice. XFlow Markets does not take responsibility for investment decisions and for losses made under the influence of the information published on this website. The Client should always base his investment decisions on his own judgment. You should understand that these instruments are highly related with huge risk, and incase look for an independent advice if you have any doubts.

Issue 2921- 4th May 2023