

XFlow MARKETS

PULSE

DAILY-REPORT

16.06.2023



EUR/USD

CMP – 1.09411

EUR/USD is trading at 1.09411, 0.26% up since previous day close. The EURO surges up on Thursday after ECB hikes an interest rate by 25 bpd leading to 4.00% from 3.75% as expected in order to control down rising inflation. Earlier to this, the USD turned slightly weaker after U.S FOMC hinted for two more rate hikes in the year 2023 despite leaving the interest rates unchanged in recent meeting which cushioned the other currencies. The Euro-zone Industrial Production grew by 1.0% from -3.8% in the previous month & the ZEW Economic Sentiment dropped to 10.0 lower than expectation. As seen in the chart, the pair is trading within the rising wedge patten; how-so-ever trading above the MA (100). Buying on lower side may be recommended for the day.

Resistance – 1.09973 -1.10492

Pivot -1.09004

Support – 1.08485-1.07516

Expected Trend- Bullish



USD/JPY

CMP- 140.654

USD/JPY is trading at 140.654, 0.16% down since previous day close. The YEN weakened in early trade on Monday post Bank of Japan (BoJ) meeting wherein an interest rate was left steady at -0.10%. The steady USD after Fed left an interest rate unchanged; however, the Fed Chair Powell hinted for two more rate hikes in this year led selling pressure in YEN. The Japan's Core Machinery Orders grew by 5.5% from -3.9% in the previous month & the Trade Balance fell to 0.78T from 1.04T. As seen in the chart, the USD/JPY is consistently trading above the short-term Moving Averages of period 10 & 20 which indicates the further selling pressure in YEN against the USD on daily basis.

Resistance – 141.198 -142.129

Pivot –140.569

Support – 139.438-139.009

Expected Trend-Slight Bearish



CHNIND

CMP- 6803

CHNIND is trading at 6803, 0.09% up since previous day close. The Asian shares turned into green on Friday amid expected dovish BoJ's & hawkish ECB stances with unchanged rate & a 25bps rate hike respectively. On Thursday, the CHNIND slightly subdued after China issued soft key economic figures. The Industrial Production grew by just 3.5% lower than previous figure 5.6% & the Retail Sales changed by 12.7% against expectation 13.7%. Earlier in this week, the People's Bank of China (PBoC) cut down its short-term lending rate for the first time in 10 months. Globally, the U.S FOMC's expected move of leaving an interest rate steady & hinting two rate hikes in this year slightly pressurized the indices. Wait & watch strategy may be established for the day in CHNIND.

Resistance – 6877-6944

Pivot –6752

Support – 6685-6560

Expected Trend- Slight Bullish



US100

CMP- 15356.80

US100 is trading at 15356.3, 0.23% up since previous close. A strong rally can be seen in US markets amid multiple factors on global & regional level. On Wednesday, the US100 surges up post Fed meeting wherein although an interest rate was left unchanged as expected yet the Fed Chair Jerome Powell hinted for two smaller rate hikes later in this year in order to tame down the inflation rate which is at 4.1% currently. Other than this, the ECB hiked an interest rate by 25 bps whereas BoJ holds monetary policy steady. Earlier, the U.S President Joe Biden signed a debt ceiling bill to avert \$31.4 trillion worth of debt repayment till January, 2025 over the last weekend which turned out to be positive for US100. Buying bias may be established for the day in US100.

Resistance - 15510-15662

Pivot -15287

Support- 15135-14912

Expected trend- Bullish



GOLD

CMP- \$1957.56

Gold is trading at \$1957.86, 0.12% up since previous close. The Gold showed a mild recovery on Friday after sliding down to \$1930 levels in the previous session amid global cues. The BJ's stance of leaving interest rate unchanged & ECB's move of raising interest rate by 25bps led the buying pressure in precious metals. On Wednesday, the Fed hinted for two more rate hikes in this year after leaving interest rate unchanged at 5.00% to 5.25% range in its recent meeting. This turned out to be negative for USD & positive for precious metals. As seen in the chart, the Gold is firmly taking a support level of cluster lows & hence, the cautious trading may be recommended for the day.

Resistance - \$1970.13 - \$1983.01

Pivot- \$1947.40

Support- \$1935.52- \$1912.79

Expected Trend- Sideways



WTI OIL

CMP- \$70.81

WTI Oil is trading at \$70.81, 0.06% up since previous day close. Optimism hovers over improving Chinese & global growth which may retain the consumption demand of Oil & prices inches up on Friday. Earlier, the Oil prices moved down post release of U.S Energy Information Administration (EIA) report which showed a rise in Oil inventories level by 7.9 mbpd against the expected fall of 1.3mbpd. The China's PBoC cuts down short term interest rate which pushed up the prices earlier in this week. The U.S Baker Hughes is to issue its Oil rig counts figures today which will remain in focus. As seen in the chart, the Oil is hovering near MA (10) & MA (20) which shows the chances of make-or-break situation further.

Resistance - \$71.84 - \$72.90

Pivot- \$69.89

Support - \$68.83- \$66.88

Expected Trend- Bullish

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
JUNE FRI 16	4.00AM	NZD	BusinessNZ Manufacturing Index	48.9	-	48.8
	8.17AM	JPY	Monetary Policy Statement	-	-	-
		JPY	BOJ Policy Rate	-0.10%	-0.10%	-0.10%
	TENTATIVE	JPY	BOJ Press Conference	-	-	-
	12.30PM	EUR	German Buba President Nagel Speaks	-	-	-
	2.00PM	GBP	Consumer Inflation Expectations		-	3.9%
	2.30PM	EUR	Final CPI y/y		6.1%	6.1%
		EUR	Final Core CPI y/y		5.3%	5.3%
	ALL DAY	EUR	ECOFIN Meetings		-	-
	5.15PM	USD	FOMC Member Waller Speaks		-	-
	6.00PN	CAD	Foreign Securities Purchases		-	-19.07B
		CAD	Wholesale Sales m/m		1.4%	46.0%
	7.30PN	USD	Prelim UoM Consumer Sentiment		60.1	59.2
		USD	Prelim UoM Inflation Expectations		-	4.2%
	TENTATIVE	USD	Fed Monetary Policy Report			

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