

XFlow MARKETS

PULSE

DAILY-REPORT

07.07.2023

GBPUSD, Daily 1.27418 1.27444 1.27267 1.273518



GBP/USD

CMP – 1.27351

GBP/USD is trading at 1.27351, 0.12% up since previous day close. The slight appreciation can be seen in Pound on Friday against the steady USD ahead of the U.S Non-farm Payroll data release event which is to be held today. Earlier, the pair softened post FOMC Minutes which hinted the hawkish stance over future monetary policy. The Bank of England's move of raising interest rate by raising 50bps higher than expected hike of 25bps led the Pound to trade on higher side to some extent. On data front, the U.K Construction PMI contracted to 48.9 from 51.6 in the previous month. As seen in the chart, the pair GBP/USD seems to be reversing up from MA (10) & MA (20) which acts as a crucial level & hence slight buying bias may be recommended for the day.

Resistance – 1.27867-1.28376

Pivot -1.27299

Support – 1.26790-1.26222

Expected Trend- Bullish

USDCAD, Weekly 1.32498 1.33732 1.32027 1.3361



USD/CAD

CMP- 1.33616

USD/CAD is trading at 1.33616, 0.16% down since previous day close. The Canadian Dollar (CAD) showed some sort of selling pressure ahead of the release of country's labor data which is to be issued today. The Canada's Trade Balance showed a rise in deficit by 3.4B against the expectation of 1.4B. Globally, the mixed USD after FOMC Minutes showed the higher chances of interest rate hike in near future led the other currencies to trade on lower side. However, the traders & investors will be eyeing the outcome of U.S NFP data today. As seen in the chart, the pair reversed up from lower trend-line of channel pattern & also, the pair is hovering near MA (10) which acts as crucial level. Slight selling may be seen in CAD against the USD.

Resistance – 1.34000-1.34349

Pivot – 1.33375

Support – 1.33026-1.32401

Expected Trend- Bearish

US30, Weekly 34640 34688 33966 34122



US30

CMP- 34122

US30 is trading at 34122, 0.12% down since previous day close. The selling pressure can be seen in U.S markets on Friday as traders wait for the result of Non-farm Payroll data with an expectation of a rise in figures by 224K. The US30 slid down in beginning of this week after FOMC Minutes showed the higher chances of interest rate hike in upcoming meetings in order to tame down the inflation. The escalating tension between U.S & China after the latter imposes curbs on exports of chipmaking making materials to U.S subdued the US30. The Final Services PMI rose to 54.4 from 54.1 in the previous month. As seen in the chart, the US30 is trading near MA (10) which acts as major support level & hence, the cautious trading may be seen for the day.

Resistance – 34409-34692

Pivot –34188

Support – 33905-33684

Expected Trend-Sideways



AUS200

CMP- 7009.80

AUS200 is trading at 7009.3, 0.01% up since previous close. The mild recovery can be seen in AUS200 post release of country's Trade Balance data. The surplus rose to 11.79B from 10.45B in the previous reading which signaled progressive manufacturing & industrial activities. Earlier, the index slid after U.S FOMC Minutes showed strong chances of rate hike in the next meeting to control the rising inflationary pressure. Escalating trade-tension between U.S & China after China imposed curbs on exports of chipmaking materials to U.S made the indices to trade on lower side. As seen in the chart, the AUS200 is trading near the lower trend-line of channel pattern & hence, make-or-break situation can be expected for the day.

Resistance – 7126-7223

Pivot –7068

Support- 6971-6913

Expected trend- Slight Bullish



GOLD

CMP- \$1912.33

Gold is trading at \$1912.33, 0.14% down since previous close. The Gold prices saw a downward momentum against the steady USD ahead of the release of U.S Non-farm Payroll data due today. On Wednesday, the FOMC Minutes strengthened the chances of interest rate hike in the near future which dragged down the precious metals. The slow-down in Chinese manufacturing & industrial activities further pressurized the gold prices. Last week, the China's PBoC cuts down its Prime Lending Rate (PLR) by 10 bps lower than expectation which dragged down the gold prices; for China is a major consumer of silver. Wait & watch strategy may be build-up for the day in Silver.

Resistance – \$1925.31 - \$1939.00

Pivot- \$1913.98

Support- \$1900.29- \$1888.96

Expected Trend- Neutral



WTI OIL

CMP- \$72.05

WTI Oil is trading at \$72.05, 0.22% up since previous day close. An upward momentum can be seen in Oil prices post release of U.S Energy Information Administration (EIA) report which showed a fall in Oil inventory levels by 1.5 mbpd almost same as expected. Earlier, the API report showed a fall in Oil stocks level by 4.28 mbpd against the expected fall of 1.80 mbpd; as this indicate lesser supplies for the week. The market will be looking forward to the result of U.S Baker Hughes report which will be issued today. The rising tension between U.S & China as China imposes curbs on exports of chipmaking materials to U.S; may hamper the Oil demand. Slight buying bias may be established for the day in WTI Oil.

Resistance – \$72.69 - \$73.58

Pivot- \$71.44

Support – \$70.55- \$69.30

Expected Trend- Slight Bullish

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
JULY FRI 07	5.00AM	JPY	Average Cash Earnings y/y	-	1.2%	0.8%
		JPY	Household Spending y/y	-	-2.4%	-4.4%
	11.30AM	EUR	German Industrial Production m/m	-	0.0%	0.3%
		GBP	Halifax HPI m/m	-	0.1%	0.0%
	12.15PM	EUR	French Trade Balance	-	-9.5B	-9.7B
	12.30PM	CHF	Foreign Currency Reserves	-	-	734B
	5.30PM	EUR	German Buba President Nagel Speaks		--	-
	6.00PM	CAD	Employment Change		21.4K	-17.3K
		CAD	Unemployment Rate		5.3%	5.2%
		USD	Average Hourly Earnings m/m		0.3%	0.3%
		USD	Non-Farm Employment Change		224K	339K
		USD	Unemployment Rate		3.6%	3.7%
	8.00PM	GBP	MPC Member Mann Speaks		-	-
		USD	Natural Gas Storage		51.5	53.5
	10.15PM	EUR	ECB President Lagarde Speaks		-	-

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.