

XFlow MARKETS

PULSE

DAILY-REPORT

10.07.2023



USD/JPY

CMP – 142.939

USD/JPY is trading at 142.939, 0.22% up since previous day close. The YEN appreciated against the soft USD after U.S issued weaker than expected Non-farm Payroll data last week which may reduce the chances of aggressive rate hikes in near future. On data front, the Japan's Bank Lending grew by just 3.2% lower than expectation 3.5% & the Current Account surplus fell to 1.70T from 1.90T in the previous month. Earlier, the pair softened post FOMC Minutes which hinted the hawkish stance over future monetary policy. As seen in the chart, the pair corrected down till Fibi level 23.6 which shows the chances of breakdown if breaches the level otherwise a reversal may be noticed. Slight buying bias may be suggested in JPY against the USD.

Resistance – 143.500-144.910

Pivot -142.785

Support – 141.375-140.660

Expected Trend- Bullish



USD/CAD

CMP- 1.32905

USD/CAD is trading at 1.32905, 0.13% up since previous day close. The Canadian Dollar (CAD) appreciated amid a rise in Oil prices on account of supply cuts as mentioned by OPEC+ & Russia; for CAD & Oil share a parallel trading relation. Last week, the Canada issued an employment data wherein the number of employed people rose to 59.9K from -17.3K & an Unemployment Rate fell to 3.6% from 3.7%. These failed to create any major impact on USD/CAD. The traders & investors will be eying upcoming Bank of Canada meet this week. As seen in the chart, although the pair reversed up from lower trend-line of channel pattern yet it is trading below Moving Averages. Slight buying may be seen in CAD against the USD.

Resistance – 1.33541 -1.34310

Pivot – 1.33099

Support – 1.32330-1.31888

Expected Trend- Bullish



CHNIND

CMP- 6242

CHNIND is trading at 6242, 0.12% down since previous day close. The mild selling pressure can be seen in Chinese markets post release of mixed inflation data. The CPI rate showed no changes while the PPI rate fell by 5.4% weaker than estimation -5.0%. The result of Trade Balance data will remain in focus for the week. The escalating tension between U.S & China after the latter imposes curbs on exports of two chipmaking making materials to U.S subdued the CHNIND. Globally, the hawkish FOMC monetary stance & weaker than expected U.S NFP figures creates mixed sentiments amongst the traders. As seen in the chart, the CHNIND is trading within the converging trend-lines & hence, the cautious trading may be suggested for the day.

Resistance – 6410-6482

Pivot –6285

Support – 6213-6088

Expected Trend-Sideways



AUS200

CMP- 6978.80

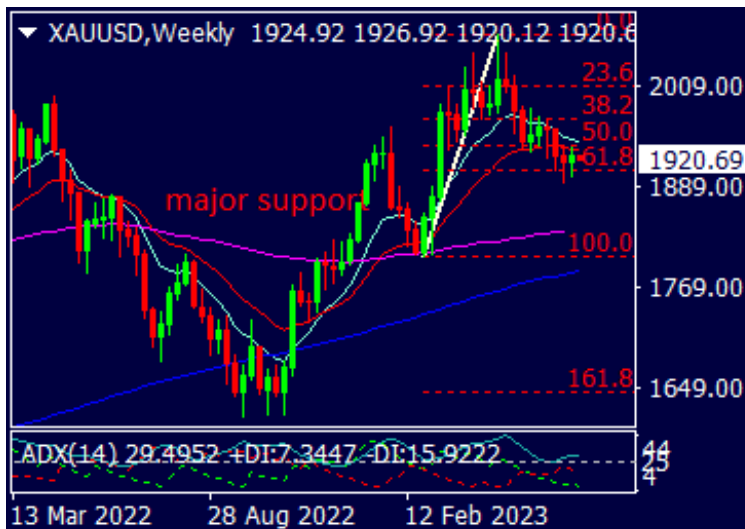
AUS200 is trading at 6978.3, 0.06% down since previous close. The Asian shares seems to be trading slightly on lower side amid weak Chinese inflation figures issued today. In Australia, the Trade Balance surplus rose to 11.79B from 10.45B in the previous reading which signaled progressive manufacturing & 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 – 7052-7085

Pivot –7008

Support- 6975-6931

Expected trend- Slight Bearish



GOLD

CMP- \$1920.33

Gold is trading at \$1920.33, 0.04% down since previous close. The Gold prices retreated slightly on Monday after China released weak inflation figures; for China is a major consumer of metals. The slow-down in Chinese manufacturing & industrial activities further pressurized the gold prices. Last week, the soft U.S Non-farm Payroll figures limited the chances of aggressive interest rate hike in near future & hence, slightly cushioned the precious metals. The market will be looking forward to U.S CPI data release event this week. Wait & watch strategy may be build-up for the day in Gold since the possibility of either side breakout can be expected; for the commodity is trading near major support level.

Resistance – \$1936.31 -\$1948.00

Pivot- \$1923.98

Support-\$1911.29-\$1898.96

Expected Trend- Neutral



WTI OIL

CMP- \$73.35

WTI Oil is trading at \$73.35, 0.18% up since previous day close. The Oil prices edges higher on Monday post OPEC+ meeting wherein the Saudi Arabia announced to cut Oil output level by 1 mbpd for the month of August & the Russia will cut Crude exports by 5 mbpd. These affects the supplies & hence, made the commodity expensive. On Friday, the U.S Baker Hughes report showed a fall in Oil rig counts by 5 leading to 540 from 545 in the last week. 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 since the commodity is on the verge of crossing over MA (100).

Resistance – \$74.65 -\$75.65

Pivot- \$72.91

Support –\$71.91- \$70.17

Expected Trend- Slight Bullish

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
JULY MON 10	5.20AM	JPY	Bank Lending y/y	3.2%	3.5%	3.4%
		JPY	Current Account	1.70T	1.87T	1.90T
	7.00AM	CNY	CPI y/y	0.0%	0.2%	0.2%
		CNY	PPI y/y	-5.4%	-5.0%	-4.6%
	10.30AM	JPY	Economy Watchers Sentiment	-	54.8	55.0
	2.00PM	EUR	Sentix Investor Confidence	-	-18.0	-17.0
	6.00PM	CAD	Building Permits m/m		7.3%	-18.8%
	7.30PM	USD	FOMC Member Barr Speaks		-	-
		USD	Final Wholesale Inventories m/m		-0.1%	-0.1%
	8.30PM	GBP	BOE Gov Bailey Speaks		-	-
	9.30PM	EUR	German Buba President Nagel Speaks		-	-

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