

XFlow MARKETS

PULSE

DAILY-REPORT

11.07.2023



USD/JPY

CMP – 141.102

USD/JPY is trading at 141.102, 0.31% up since previous day close. The wide appreciation can be seen in YEN against the soft USD after Fed official Barr hinted for a pause in monetary tightening cycle soon. Last week, the 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 Money Stock grew by just 2.6% lower than expectation 2.7% which failed to create any negative impact on USD/JPY. As seen in the chart, the pair corrected down till Fibo level 23.6 & is on the verge of crossing down the level which can make the pair to test the next Fibo level of 38.2 i.e., 139.00 levels on medium term basis. Slight buying may be recommended in YEN against the USD for the day.

Resistance – 142.472 -143.635

Pivot -141.841

Support – 140.678-140.047

Expected Trend- Bullish



GBP/USD

CMP- 1.28662

GBP/USD is trading at 1.28662, 0.23% up since previous day close. The Pound strengthened against the USD on Tuesday after Fed officials showed the chances of pause in interest rate hike stance over the period of time. This overshadowed the negative effect of BRC Retail Sales Monitor data which grew by 4.2% lower than expectation 4.6%. Earlier, the hawkish Bank of England (BoE) monetary stance with a rate hike of 50bps made the Pound to trade on higher side. The result of labor data will remain in focus for the day. As seen in the chart, the pair is trading near Fibonacci Extension level of 61.8 which acts as a major resistance level. Buying on corrective dips may be recommended for the day.

Resistance – 1.28763 -1.28834

Pivot – 1.28671

Support – 1.28600-1.28508

Expected Trend- Bullish



CHNIND

CMP- 6283

CHNIND is trading at 6283, 0.06% down since previous day close. The mild selling pressure continued to be seen in CHNIND amid mixed global cues. In China, 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 – 6367-6434

Pivot –6289

Support – 6222-6144

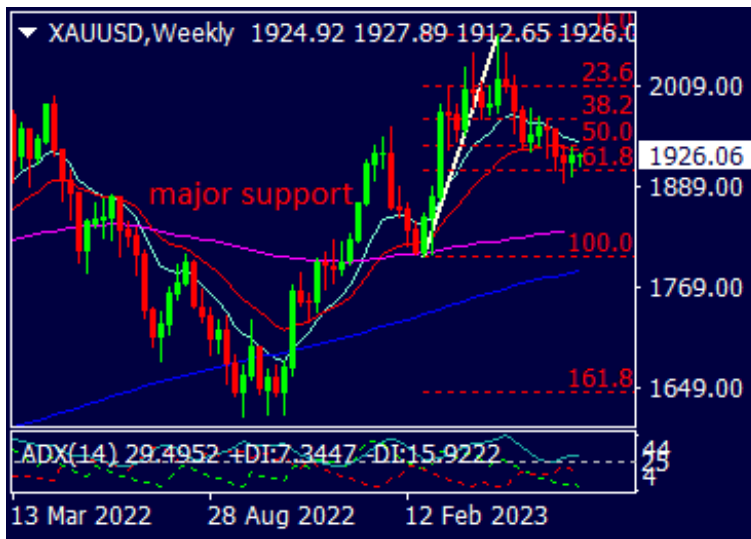
Expected Trend-Sideways



GER30 **CMP- 15814.80**

GER30 is trading at 15814.3, 0.16% up since previous close. The European markets turned on higher side after Fed official Barr hinted for a pause in monetary policy tightening very soon in his speech on Monday. However, the focus will be on U.S CPI data release event which is to be held on Wednesday. Last week, 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. The result of German ZEW Economic Sentiment data will remain in to focus for the day. As seen in the chart, although the GRE30 has crossed down the major MA (100); yet is may take support of previous lows & hence, slight buying bias may be established for the day if upside prevails further.

Resistance – 15864-15936 **Pivot –15756**
Support- 15684-15579 **Expected trend- Slight Bullish**



GOLD **CMP- \$1926.33**

Gold is trading at \$1926.33, 0.14% up since previous close. The flat to higher side momentum can be seen in gold prices since last two sessions amid soft USD after Fed official hinted for the chances of a pause in rate hike stance. Also, the soft U.S Non-farm Payroll figures limited the chances of aggressive interest rate hike in near future & hence, cushioned the precious metals. The China released weak inflation figures which made the gold range bound; for China is a major consumer of 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 on short-term basis.

Resistance – \$1930.31-\$1935.00 **Pivot- \$1921.98**
Support-\$1915.29-\$1907.96 **Expected Trend- Sideways**



WTI OIL **CMP- \$73.35**

WTI Oil is trading at \$73.35, 0.08% up since previous day close. The sideways trading can be seen in Oil prices since previous session ahead of U.S CPI data release; due on Wednesday. Earlier in this week, the prices tested \$74 levels 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. 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 – \$73.94-\$74.76 **Pivot- \$73.31**
Support –\$72.49- \$71.86 **Expected Trend- Slight Bullish**

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
JULY TUE 11	12.30AM	USD	Consumer Credit m/m	-	211B	23.0B
	5.20AM	JPY	M2 Money Stock y/y	-	2.7%	2.7%
	6.00AM	AUD	Westpac Consumer Sentiment	-	-	0.2%
	7.00AM	AUD	NAB Business Confidence	-	-	-4
	11.30AM	EUR	German Final CPI m/m	-	0.3%	0.3%
		GBP	Claimant Count Change	-	20.5K	-13.6K
		GBP	Average Earnings Index 3m/y		6.8%	6.5%
		GBP	Unemployment Rate		3.8%	3.8%
		JPY	Prelim Machine Tool Orders y/y		-	-22.1%
	2.30PM	EUR	German ZEW Economic Sentiment		-10.7	-8.5
		EUR	ZEW Economic Sentiment		-10.2	-10.0
	TENTATIVE	CNY	New Loans		2300B	1360B
		CNY	M2 Money Supply y/y		11.2%	11.6%
	3.30PM	USD	NFIB Small Business Index		89.9	89.4
	TENTATIVE	GBP	NIESR GDP Estimate		-	0.0%
	TENTATIVE	USD	IBD/TIPP Economic Optimism		45.3	41.7

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