

XFlow MARKETS

PULSE

DAILY-REPORT

26.07.2023



GBP/USD **CMP – 1.28848**

GBP/USD is trading at 1.28848, 0.12% up since previous day close. The slight buying pressure can be seen in Pound against the steady USD ahead of the meeting of FOMC which is to be concluded today with a hope of 25bps rate hike stance. Also, the forthcoming other major Central Banks meetings i.e., Bank of Japan (BoJ) & European Central Bank (ECB) remains vital for currencies. The U. K's Flash Manufacturing PMI fell to 45.0 from 46.5 & the Flash Services PMI contracted to 51.5 from 53.7 in the previous month. These slightly weakened the pair earlier. As seen in the chart, the pair slid down to lower trend-line of channel pattern & may act as a major support level. The pair seems to be sustaining the levels & hence, the reversal can be expected for the day.

Resistance – 1.28929-1.29463 **Pivot -1.28510**
Support – 1.27976-1.27557 **Expected Trend- Bullish**



AUD/USD **CMP- 0.67646**

AUD/USD is trading at 0.67646, 0.02% down since previous day close. The pair AUD/USD trimmed down on Wednesday post release of CPI data which grew by just 0.8% lower than previous figure 1.4%. The soft Manufacturing & Services PMI figures weakened the pair even more. However, an overall trend in currencies depends upon the Fed, ECB & BoJ meeting which are to be held in this week. On contrary, the chances of stimulus package offering by the Chinese government to boost the industrial activities may cushion the pair later on since China & Australia are the trading partners. As seen in the chart, the pair is trading near MA (200) which indicates a make-or-break situation on daily basis.

Resistance – 0.68180-0.68387 **Pivot – 0.67690**
Support – 0.67433-0.66993 **Expected Trend-Sideways**



GER30 **CMP- 16298**

GER30 is trading at 16298, 0.08% up since previous day close. The tight range can be seen in European shares ahead of the FOMC meeting which is to be concluded today with a hope of interest rate hike by 25bps. The traders will be looking forward to the outcome of ECB & BoJ meetings as well focusing on a change in monetary policy. Besides this, the ongoing stimulus talks in China remained supportive for GER30. The German Flash Manufacturing PMI contracted to 38.8 from 40.6 & the Flash Services PMI fell to 52.0 from 54.1 in the previous month. As seen in the chart, the GER30 is firmly trading above the short-term Moving Averages of period 10 & 20 & is hovering near major resistance level. Hence, buying on corrective dips may be suggested for the day.

Resistance – 16342-16381 **Pivot –16281**
Support – 16242-16181 **Expected Trend-Bullish**



JAP225

CMP-32602.3

JAP225 is trading at 32602.3, 0.08% up since previous close. The Japanese markets are trading flat to higher side amid mixed global cues. The traders & investors are looking forward to the Fed, Bank of Japan (BoJ) & ECB's meet which are to be scheduled this week; focusing on a change in monetary policy. Ongoing Chinese stimulus talks may further support the JAP225 since China & Japan are the trading partners. The Japan's Manufacturing PMI fell to 49.4 from 49.8 in the previous month which slightly weigh down the index JAP225. As seen in the chart, the index is consistently taking a strong support of Fibo Retracement level of 23.6 which acts as an initial support. The make-or-break situation can be expected for the day in JAP225.

Resistance – 32829-32986

Pivot –32655

Support- 32498-32324

Expected trend- Slight Bullish



GOLD

CMP- \$1970.33

Gold is trading at \$1970.33, 0.21% up since previous close. A recovery phase can be seen in gold prices on Wednesday ahead of Fed meeting which is to be concluded today with a hope of smaller rate hike of 25bps. Besides this, the rising chances of stimulus package offering to Beijing in order to support economic growth may remain supportive for gold prices since China is a major consumer of metals. Upcoming Bank of Japan (BoJ) & ECB meetings in this week will remain vital for precious metals. As seen in the chart, the Gold showed a reversal from short-term Moving Averages of period 10 & 20 & currently, is on the verge of crossing over MA (100). If breached, a strong breakout may be expected for the day.

Resistance – \$1970.88 -\$1975.19

Pivot- \$1961.17

Support-\$1956.54-\$1947.19

Expected Trend- Bullish



WTI OIL

CMP- \$79.30

WTI Oil is trading at \$79.30, 0.38% up since previous day close. An upward momentum continued to be seen in Oil prices on Wednesday against the steady USD ahead of U.S Fed meeting which is to be concluded today. This outweighs the negative impact on prices on account of U.S API report which showed a rise in Oil stocks level by 1.319 mbpd against the expected fall of 1.969 mbpd. Also, optimism hovers over ongoing Chinese stimulus talks which may increase the consumption demand of Oil since China is a major consumer of Oil. The result of U.S EIA report will remain in focus for the day. Slight buying bias may be recommended for the day in WTI Oil since the commodity moved up from short-term MA (10) & MA (20).

Resistance – \$80.03 -\$80.78

Pivot- \$79.15

Support –\$78.40- \$77.52

Expected Trend- Bullish

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
JULY WED 26	5.20AM	JPY	SPPI y/y	1.2%	1.5%	1.7%
	7.00AM	AUD	CPI q/q	0.8%	1.0%	1.5%
		AUD	CPI y/y	5.4%	5.4%	5.6%
		AUD	Trimmed Mean CPI q/q	.9%	1.1%	1.2%
	1.30PM	CHF	Credit Suisse Economic Expectations	-	-	-30.8
		EUR	M3 Money Supply y/y	-	0.9%	1.4%
		EUR	Private Loans y/y	-	2.0%	2.1%
	6.30PM	CNY	CB Leading Index m/m		-	-0.1%
	7.30PM	USD	New Home Sales		726K	763K
	8.00PM	USD	Crude Oil Inventories		-2.2M	-0.7M
	11.00PM	CAD	BOC Summary of Deliberations			
	11.30PM	USD	FOMC Statement			
		USD	Federal Funds Rate		5.50%	5.25%

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