

XFlow MARKETS

PULSE

DAILY-REPORT

07.08.2023



GBP/USD

CMP – 1.27333

GBP/USD is trading at 1.27333, 0.06% down since previous day close. The Pound seems to be trading flat to lower side on Monday amid mixed global cues. Last week, the Bank of England hiked an interest rate by 25bps as expected leading to 5.25% from 5.00%. However, the lesser hawkish monetary stance in future made the Pound weaker. The U. K's Final Services PMI remained steady at 51.5 while the Construction PMI climbed to 51.7 from 48.29 in the previous month. Upcoming event of U.S CPI data will remain vital for major currencies. As seen in the chart, the pair plunged down to long-term MA (100) which acts as a major support level & moved on higher side; still, it is trading near MA (10) & MA (20). Sideways trading may be recommended for the day.

Resistance – 1.27986-1.28477

Pivot -1.27433

Support – 1.26942-1.26839

Expected Trend- Sideways



USD/CHF

CMP- 0.87450

USD/CHF is trading at 0.87450, 0.04% down since previous day close. The slight selling pressure can be seen in Swiss Franc against the USD as market wait for the result of U.S inflation figures which are to be issued on Thursday. Last week, the soft Non-farm Payroll data weakened the USD & slightly cushioned the other basket of currencies. On data front, the Swiss nation's SECO Consumer Climate fell to 27 from 30 & the Manufacturing PMI contracted to 38.5 from 44.9 in the previous month. The result of Unemployment Rate will remain vital for the day. As seen in the chart, the pair seems to be hovering near short-term Moving Averages & hence, the cautious trading may be recommended for the day.

Resistance – 0.87535-0.87651

Pivot – 0.87320

Support – 0.87205-0.86991

Expected Trend-Slight Bearish



US100

CMP- 15436

US100 is trading at 15436, 0.08% down since previous day close. The U.S markets seems to be trading downside post release of Non-farm Payroll figures which showed a rise in employed people by just 187K lower than expectation. This indicates slowing progress in labor sector & hence, subdued the U.S markets to some extent. Last week, the Fitch's move of downgrading U.S economy from AAA to AA+; with concern over rising fiscal deficit led the selling pressure in US100. The focus will remain on economy's inflation figures which are to be issued on Thursday. As seen in the chart, the index seems to be retracing down from major resistance level & is expected to test the next support level of Fibo 23.6 & hence, slight selling bias may be recommended for the day.

Resistance – 15531-15706

Pivot –15434

Support – 15259-15162

Expected Trend-Slight Bearish



JAP225

CMP-32193.3

JAP225 is trading at 32193.3, 0.04% up since previous close. The mixed trading can be seen in Japanese stocks ahead of the U.S CPI data release event which is to be held on Thursday; indicating the status of inflation scenario in an economy. The weaker U.S NFP data may limit the chances of more interest rate hikes in U.S & hence, created mixed sentiments amongst the traders & investors. The Bank of Japan left an interest rate steady at -0.10% as expected; however, hinted for monetary tightening if required in future course of time. The result of Current Account data will remain in focus for the week. As seen in the chart, the JAP225 is trading near Fibon level 23.6 which acts as a major support level & hence, wait & watch strategy may be built-up for the day.

Resistance – 32349-32496

Pivot –32126

Support- 31979-31756

Expected trend- Neutral



GOLD

CMP- \$1937.76

Gold is trading at \$1937.76, 0.07% down since previous close. The flat to lower side trading can be seen in gold prices against the mixed USD ahead of the outcome of U.S CPI data which is due on Thursday. Last week, the U.S issued weaker NFP data which signals for less hawkish Fed monetary stance & hence, may remain supportive for gold late on. Globally, the Fitch downgraded the U.S economy from AAA to AA+ on account of economic slowdown which dragged down the commodities. Optimism over Chinese stimulus aid will remain vital for gold prices. As seen in the chart, the Gold is trading near Fibon level 23.6 & hence, either side breakout can be suggested for the day.

Resistance – \$1951.76-\$1959.59

Pivot- \$1938.55

Support-\$1929.72-\$1917.54

Expected Trend- Sideways



WTI OIL

CMP- \$82.75

WTI Oil is trading at \$82.75, 0.01% up since previous day close. The range bound trading can be seen in Oil prices post release of U.S Baker Hughes report which showed a mild drop-down in Oil rig counts by 4 leading to 525 from 529 in the previous week. Last week, the Saudi Arabia & Russia extended their oil output & supply cut till end-December in OPEC-JMMC meeting which cushioned the prices. Globally, the mixed USD amid U.S credit rating cut, progressive Chinese stimulus talks & ahead of US NFP data release made the Oil prices to trade higher. The result of U.S API & EIA reports will remain into focus for the day. Buying on corrective dips may be recommended for the day.

Resistance – \$83.40-\$84.18

Pivot- \$82.45

Support –\$81.67- \$80.72

Expected Trend- Bullish

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
JULY MON 07	5.20AM	JPY	BOJ Summary of Opinions	-	-	-
	7.00AM	AUD	ANZ Job Advertisements m/m	0.4%	-	-2.7%
	10.30AM	JPY	Leading Indicators		108.9%	109.2%
	11.15AM	CHF	Unemployment Rate	-	2.0%	2.0%
	11.30AM	EUR	German Industrial Production m/m		-0.4%	-0.2%
		GBP	Halifax HPI m/m	-	0.0%	-0.1%
	12.30PM	CHF	Foreign Currency Reserves	-	-	725B
	2.00PM	EUR	Sentix Investor Confidence		-24.3	-22.5
	5.45PM	USD	FOMC Member Harker Speaks		-	-
	6.00PM	USD	FOMC Member Bowman Speaks		-	-
	9.30PM	GBP	MPC Member Pill 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.