

XFlow MARKETS

PULSE

DAILY-REPORT

18.08.2023



EUR/USD

CMP – 1.08824

EUR/USD is trading at 1.08824, 0.06% down since previous day close. The mixed trading can be seen in EURO on Friday against the steady USD as market seems to be digesting more hawkish stance as hinted by FOMC Minutes on Wednesday. The Chinese PBoC unveiled its plan to inject more liquidity in the system in order to boost up the economic conditions which outweighs the negative sentiments amongst the traders & investors. The result of Euro-zone Final Core CPI & Fina CPI data will remain in to focus for the day. As seen in the chart, the pair slid down to Fibo level 61.8 & MA (200) which acts as a double support zone. A reversal can be seen if sustained otherwise a strong breakdown can be observed if breached the current levels.

Resistance – 1.09091 -1.09444

Pivot – 1.08826

Support – 1.08473-1.08208

Expected Trend- Sideways



AUD/USD

CMP- 0.63940

AUD/USD is trading at 0.63940, 0.16% down since previous day close. The Aussie continued to trade on lower side on Friday amid mixed global cues. On data front, the number of employed people fell by 14.6K whereas the Unemployment Rate grew to 3.7% from 3.5% in the prior month. These turned out to be negative for AUD/USD. Besides this, the slowdown in Chinese economic growth & Fitch's move of flagging a potential risk to China's sovereign rating made the AUD/USD weaker since China & Australia are the trading partners. Selling pressure may be continued to be seen in AUD/USD on an intraday basis since the pair in trading below the channel pattern.

Resistance – 0.64493 -0.64927

Pivot – 0.64071

Support – 0.63637-0.63215

Expected Trend- Bearish



US100

CMP- 14748

US100 is trading at 14748, 0.02% down since previous day close. The flat to lower side trading can be seen in U.S markets amid Fed's more hawkish stance in future meetings in order to control the rising inflationary pressure. In China, the Fitch flagged a potential risk of China's sovereign ratings which widely dragged down the indices. On data front, the U.S Jobless Claims fell to 239K from 250K in the previous week & the Philly Fed Manufacturing Index rose to 12.0 higher than expectation -9.8. These cushioned the US30 to some extent. The limited momentum can be seen in US100 amid lack of economic data today. As seen in the chart, the index is trading on lower side & is expected to test the long-term MA (100) which acts as a major support level.

Resistance – 14937-15120

Pivot – 14834

Support – 14651-14548

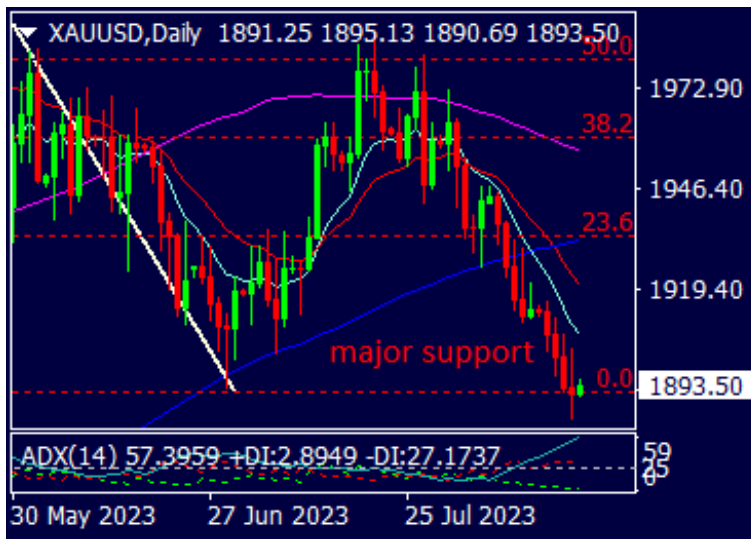
Expected Trend- Sideways



UK100 **CMP-7284.3**

UK100 is trading at 7284.3, 0.08% down since previous close. The downward momentum can be seen in UK100 following the sell-off in other global markets. The U.S FOMC Minutes hinted for higher rate hikes in the near future & so that, the higher rates might remain for longer period of time. This weakened the market sentiments. In China, the soft economic figures & Fitch's move of flagging a potential risk to China's sovereign rating made the equity markets to trade at lower side. The U. K's Retail Sales fell by 1.2% weaker than previous reading of 0.6% which might push down UK100. As seen in the chart, the index UK100 seems to be forming cluster support & is sustaining the current levels. Wait & watch strategy may be built-up for the day in UK100.

Resistance – 7340-7390 **Pivot –7313**
Support- 7263-7236 **Expected trend- Slight Bearish**



GOLD **CMP- \$1893.82**

Gold is trading at \$1893.82, 0.02% up since previous close. The mixed trading can be seen in precious metals on Friday against the strong USD after U.S FOMC Minutes showed the chances of higher interest rates in the future course of time in order to control the rising inflation rate. The better-than-expected U.S Jobless Claims & Philly Fed Manufacturing Index data made the USD stronger & gold prices weaker. The soft Chinese key economic data & mixed sentiments over Fitch's credit rating decision over China can reduce the demand of gold & dragged down the prices since China is a top consumer of metals. Wait & watch strategy may be built-up for the day in Gold as the commodity is trading near previous lows.

Resistance – \$1901.71 -\$1911.02 **Pivot- \$1893.78**
Support-\$1882.47-\$1874.54 **Expected Trend- Neutral**



WTI OIL **CMP- \$80.01**

WTI Oil is trading at \$80.01, 0.01% up since previous day close. The Oil prices slightly inches up on Friday against the steady USD as traders are digesting the hawkish Fed Minutes. The U.S Energy Information Administration (EIA) report showed a drop-down in Oil inventory levels by 6.0 mbpd against the expected fall of 2.4 mbpd. Last week, the Saudi Arabia & Russia extended their oil supply cut till end-December in OPEC-JMMC meeting which cushioned the prices. The focus will be on U.S Baker Hughes report which will be issued today. As seen in the chart, the Oil slid down below short-term MA (10) & MA (20) & hence, selling pressure at higher levels may be established for the day.

Resistance – \$80.33 -\$80.65 **Pivot- \$79.88**
Support –\$79.56- \$79.11 **Expected Trend- Bearish**

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
AUG FRI 18	5.00AM	JPY	National Core CPI y/y	3.1%	3.1%	3.3%
	11.30AM	GBP	Retail Sales m/m	-	-0.6%	0.7%
	2.30PM	EUR	Final Core CPI y/y		5.5%	5.5%
		EUR	Final CPI y/y		5.3%	5.3%
	6.00PM	CAD	IPPI m/m		0.2%	-0.6%
		CAD	RMPI m/m		2.1%	-1.5%

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