

XFlow MARKETS

PULSE

DAILY-REPORT

21.08.2023



NZD/USD

CMP – 0.59926

NZD/USD is trading at 0.59926, 0.16% down since previous day close. The downward momentum can be seen in Kiwi after global sentiments weakened post Chinese PBoC rate-cut move. The bank cut down its Prime Lending Rates lower than expectation which subdued the Yuan & antipodean currencies as well since China & New Zealand are the trading partners. Besides this, the stronger USD as FOMC Minutes hinted more hawkish monetary policy in future meetings turned out to be weaker for other basket of currencies. The country's Trade Balance showed a fall in surplus by 1107M which again pushed down the pair NZD/USD. As seen in the chart, the pair is trading near lower trend-line of channel pattern & hence, slight selling may be recommended for the day.

Resistance – 0.59438 -0.59643 Pivot – 0.59265

Support – 0.59061-0.58888 Expected Trend- Slight Bearish



AUD/USD

CMP- 0.64030

AUD/USD is trading at 0.64023, 0.21% down since previous day close. The Aussie continued to trade weaker on Monday amid slow-down in China after PBoC cut-down its prime rates lower than expectation; for Australia is one of the major commodities exporting countries to China. on lower side on Friday amid mixed global cues. In Australia, 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. The result of PMI figures will remain in to focus on Wednesday. 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 – 0.64302 -0.64543 Pivot – 0.64041

Support – 0.63804-0.63547 Expected Trend- Bearish



CHNIND

CMP- 6059

CHNIND is trading at 6059, 0.12% down since previous day close. The Chinese stocks tumbled the most on Monday after PBoC cut-down its 1-year Prime Lending Rate by 10bps & kept the 5-year Prime Lending Rate unchanged much lower than expectation of 15 bps cut for both the rates. This weakened the market sentiments & led the selling pressure in overall market instruments. However, ongoing stimulus talks to be offered to Beijing remains vital for CHNIND. On global front, uncertain FOMC future monetary stance & upcoming U.S Jackson Hole Symposium speech which is to be held later in this week will be closely monitored. As seen in the chart, the index is trading at previous lows which acts as a major support & hence, sideways trading may be recommended further.

Resistance – 6229-6381

Pivot – 6134

Support – 5982-5887

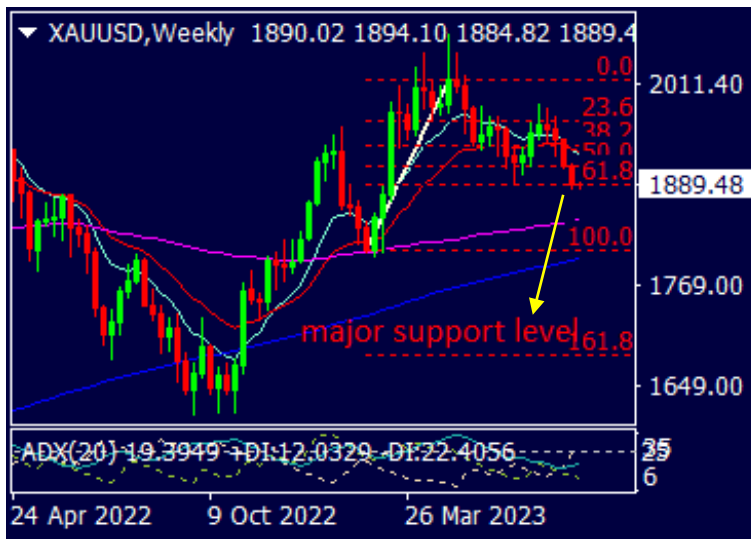
Expected Trend- Sideways



UK100 **CMP-7273.3**

UK100 is trading at 7273.3, 0.04% down since previous close. The selling pressure can be seen in UK100 following the Asian & other global markets. The Chinese PBoC cut-down its Prime Lending Rate lower than expectation which signals slowdown in economic growth & hence, weakened the sentiments amongst the traders & investors. Last week, 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 which remained suppressive for equity markets. The U.K Rightmove HPI fell by 1.9% versus -0.2% in the previous month. 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.

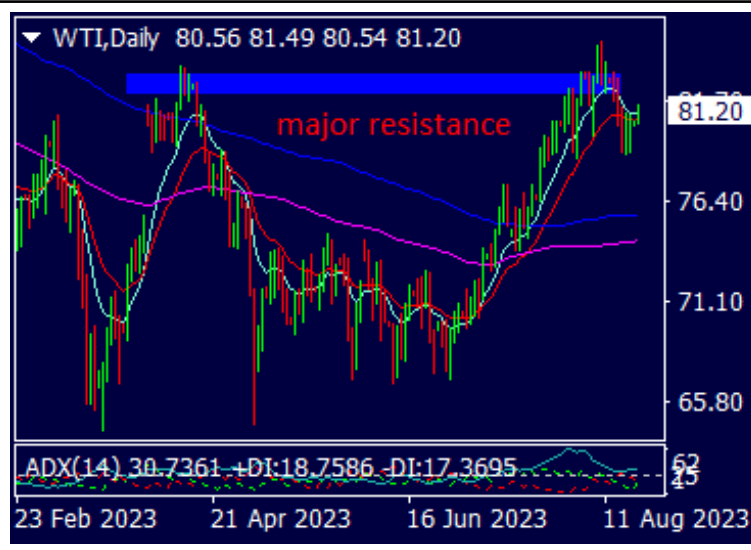
Resistance – 7314-7353 **Pivot –7268**
Support- 7229-7183 **Expected trend- Slight Bearish**



GOLD **CMP- \$1889.82**

Gold is trading at \$1889.82, 0.06% down since previous close. The tight range can be seen in gold prices on Monday; trading at lower levels amid mixed global cues. Recently, the China cut-down its Prime Lending Rate lower-than expectation which weakened the market sentiments & hence, subdued the gold prices; for China is a major consumer of metals. Last week, the 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 which contributed bearishness in prices. Wait & watch strategy may be built-up for the day in Gold as the commodity is trading near previous lows & can show a make-or-break momentum on daily basis.

Resistance – \$1895.71-\$1901.02 **Pivot- \$1891.78**
Support-\$1885.47-\$1880.54 **Expected Trend- Neutral**



WTI OIL **CMP- \$81.50**

WTI Oil is trading at \$81.20, 0.11% up since previous day close. The Oil prices edges on higher side after Saudi Arabia & Russia are to cut-down their oil supplies till end-December; being largest oil producing countries. The Chinese PBoC cut-down its key rate lower than expectation; signaling for slow-down in economic growth which may affect the Oil consumption demand. The U.S Baker Hughes report showed a mild fall in Oil rig counts by 5 leading to 520 from 525 in the previous week. Upcoming U.S Jackson Hole Symposium speech will remain vital for commodities. As seen in the chart, the Oil seems to be reversing upside form short-term Moving Averages & hence, slight buying may be recommended for the day.

Resistance – \$81.37-\$82.13 **Pivot- \$80.18**
Support –\$79.42- \$78.23 **Expected Trend- Bullish**

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
AUG MON 21	4.15AM	NZD	Trade Balance	-1107M	-50M	-111M
	4.30AM	GBP	Rightmove HPI m/m	-1.9%	-	-0.2%
	6.45AM	CNY	1-y Loan Prime Rate	3.45%	3.40%	3.55%
		CNY	5-y Loan Prime Rate	4.20%	4.05%	4.20%
	11.30AM	EUR	German PPI m/m		-0.1%	-0.3%
	3.30PM	EUR	German Buba Monthly Report		-	-
	6.00PM	CAD	NHPI m/m		0.0%	0.1%

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