

XFlow MARKETS

PULSE

DAILY-REPORT

20.09.2023



GBP/USD

CMP – 1.23866

GBP/USD is trading at 1.23866, 0.02% down since previous day close. The Pound seems to be trading on lower side against the mixed USD ahead of the U.S FOMC meeting which is to be concluded today with a hope of unchanged monetary outlook. Also, the focus will be on U. K's CPI rate result due today. Last week, the country issued its GDP rate which fell by 0.5% against the expected fall of 0.2%. The Bank of England (BoE) is to hold its meeting on Thursday with an expectation of 25 bps rate hike stance. As seen in the chart, the pair slid down below long-term Moving Averages of period 100 & 200 & may test the lower levels of previous lows which acts as a next support level. Slight selling bias may be recommended for the day in GBP/USD.

Resistance – 1.24215 -1.24506 Pivot – 1.23955

Support – 1.23664-1.23404 Expected Trend-Slight Bearish



USD/CAD

CMP- 1.34588

USD/CAD is trading at 1.34588, 0.06% down since previous day close. The Canadian Dollar turned out to be slightly negative on Wednesday ahead of the U.S Fed meeting due to today with a hope of monetary policy remaining pat. In Canada, the CPI rate grew by 0.4% against the expected rise of 0.2% which indicates a rise in inflationary pressure & chances of monetary tightening if future BoC meetings. Last week, the Wholesale Sales grew by 0.2% against -2.8% in the previous month while the Foreign Securities Purchases fell to 11.62B from 12.61B. Slight selling pressure may be established in CAD against the USD on an intraday basis since the pair seems to be sustaining the MA (10) & MA (20).

Resistance – 1.34934 -1.35435 Pivot – 1.34364

Support – 1.33863-1.33293 Expected Trend- Slight Bearish



US30

CMP- 34784

US30 is trading at 34784, 0.17% down since previous day close. The downward momentum can be seen in U.S markets in early trade on Wednesday as traders & investors are waiting for the result of FOMC meeting which is to be concluded today with a hope of Fed remaining pat on interest rate outlook. Other than this, the market sentiments improved over Chinese stimulus measures ECB's hawkish move of raising interest rate by 25bps against the expectation of no-change. The mixed result of Housing data issued on Tuesday failed to create any major impact on US30. As seen in the chart, the index is trading near long-term MA (100) & at lower trend-line of channel pattern which indicates a make-or-break momentum on daily basis.

Resistance – 35006-35190

Pivot –34807

Support – 34623-34424

Expected Trend- Neutral



JAP225 **CMP-32856.3**

JAP225 is trading at 32856.3, 0.09% down since previous close. The slight selling pressure can be seen in Japanese shares as other global peers moved down ahead of the US FOMC meeting outcome which is due today. Also, the traders will be eyeing upcoming BoJ meet which is to be held on Friday with a hope of rate hike & ending the negative rate cycle. In Japan, the Trade Balance data showed a fall in surplus by 0.56T against the expected fall of 0.44T which slightly lowered down the JAP225. The result of PMI figures will remain in focus for the day. As seen in the chart, the index is firmly trading near the MA (10) & MA (20) which signals for a breakdown if breached or a reversal if sustained. Wait & watch strategy may be adopted for the day.

Resistance – 33174-33302 **Pivot –33043**
Support- 32915-32784 **Expected trend-Sideways**



GOLD **CMP- \$1930.44**

Gold is trading at \$1930.44, 0.08% down since previous close. The slight downside can be seen in gold prices on Wednesday ahead of the outcome of U.S FOMC meeting with an optimism over unchanged monetary policy. Earlier in this week, the news spurred in over U.S government shutdown amid fiscal deficit concern & hence, pushed up safe haven instruments like gold & YEN. Last week, the progressive Chinese stimulus measures & the PBoC move of cutting down RRR rate by 25bps may boost the consumption demand of gold & hence, makes the gold expensive; since China is a top consumer of metals. The cautious trading may be recommended for the day in gold.

Resistance – \$1936.83 -\$1940.42 **Pivot- \$1932.01**
Support-\$1928.42-\$1925.60 **Expected Trend-Sideways**



WTI OIL **CMP- \$89.70**

WTI Oil is trading at \$89.70, 0.12% down since previous day close. The Oil prices retreated on Wednesday against the firm USD ahead of the FOMC meeting which is to be concluded today with an expectation of no change in monetary outlook. This outweighs the positive effect arising out of U.S American Petroleum Institute (API) estimates. The report showed a fall in Oil stocks level by 5.250 mbpd against the expected fall of 2.667 mbpd. The supply cuts from Saudi Arabia & Russia will remain significant for the prices in long-run. As seen in the weekly chart, the Oil is trading near major resistance of previous highs & hence, either side breakout can be seen on an intraday basis.

Resistance – \$91.92 -\$93.23 **Pivot- \$91.11**
Support –\$89.82- \$88.99 **Expected Trend-Neutral**

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
SEPT WED 20	4.15AM	NZD	Current Account	-4.21B	-4.55B	-4.66B
	5.20AM	JPY	Trade Balance	-0.56T	-0.44T	-0.60T
	6.145PM	CNY	1-y Loan Prime Rate	3.45%	3.45%	3.45%
		CNY	5-y Loan Prime Rate	4.20%	4.20%	4.20%
	11.30AM	EUR	German PPI m/m	-	0.1%	-1.1%
		GBP	CPI y/y		7.0%	6.8%
		GBP	Core CPI y/y		6.8%	6.9%
	12.30PM	CHF	SECO Economic Forecasts		-	-
	2.00PM	GBP	HPI y/y		0.0%	1.7%
	8.00PM	AUD	CB Leading Index m/m			0.0%
		USD	Crude Oil Inventories		-1.3M	4.0M
	11.0PM	CAD	BOC Summary of Deliberations			
	11.30PM	USD	Federal Funds Rate		5.50%	5.50%
		USD	FOMC Economic Projections			
		USD	FOMC Statement			

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