

XFlow MARKETS

PULSE

DAILY-REPORT

29.09.2023



EUR/USD

CMP – 1.05918

EUR/USD is trading at 1.05935, 0.11% up since previous day close. An upside can be seen in EUR/USD after sliding down to lower levels earlier in this week. The traders remain cautious over Fed's hawkish future monetary decision as U.S Fed Powell hinted for one more rate hike in this year; although keeping an interest rate steady at 5.50% in its recent meeting. On data front, the Euro-zone Money Supply fell by 1.3% against the previous figure -0.4% the Private Loans grew by just 1.0% against the expectation 1.2%. The focus will be on ECB Chair Lagarde speech due today. As seen in the chart, the pair is firmly trading below the major Moving Averages while it is still hovering near previous lows in weekly chart which indicates an either side breakout on short to medium term basis.

Resistance – 1.05969 -1.06327

Pivot – 1.05440

Support – 1.05091-1.04560

Expected Trend- Neutral



AUD/USD

CMP- 0.63715

AUD/USD is trading at 0.64737, 0.12% up since previous day close. An upside can be seen in Aussie against the mixed USD as market is looking forward to the result of U.S Core PCE Price Index data due to be issued today. Last week, the Fed left an interest rate constant as expected; however, hinted for one more rate hike in this year followed by two more in the year 2024. In Australia, the CPI rate grew by 5.2% as expected but higher than previous rise which indicates an increase in inflationary pressure in the country which might lead to monetary tightening in RBA's next policy. As seen in the chart, the AUD/USD seems to be sustaining the lower trend-line of channel pattern & hence, slight buying bias may be observed.

Resistance – 0.64569 -0.64871

Pivot – 0.64018

Support – 0.63715-0.63165

Expected Trend- Slight Bullish



JAP225

CMP- 31974

JAP225 is trading at 31971, 0.09% down since previous day close. The Japanese stocks tumbled down amid sell-off in global markets on account of rising fear over hawkish rate hike stance in next Fed meeting. Last week, the FOMC Powell hinted one more rate hike in this year followed by two more hikes in the year 2024; leaving the rate steady at 5.50% range in his latest meeting. On regional front, the Bank of Japan (BoJ) left an interest rate steady at -0.10% while the traders were expecting an end to negative interest rate cycle. The Japan's SPPI rate grew by 2.1% from 1.7% in the previous month & the BoJ Core CPI rose by 3.3% against expectation 3.2%. As seen in the chart, the index is trading below the long-term MA (100) & hence, slight selling bias may be recommended for the day.

Resistance – 32210-32439

Pivot – 31932

Support – 31712-31432

Expected Trend- Bearish



GER30

CMP-15553.3

GER30 is trading at 15553.3, 0.07% up since previous close. The mild recovery can be seen in European markets ahead of the result of U.S inflation data due to be issued today. On global front, the growing fear over U.S hawkish monetary stance & worsening situation in property market in China subdued the markets earlier. Besides this, the chances of U.S government shutdown remains crucial for GER30 & other global markets. The German GFK Consumer Climate fell by 26.5 from 25.6 in the previous month while the Prelim CPI rate remained steady at 0.3% same as expectation. As seen in the chart, the index corrected down till Fibo level 50.0 which indicates a reversal momentum if sustained or a breakdown if breached.

Resistance – 15556-15644

Pivot –15410

Support- 15322-15176

Expected trend-Sideways



GOLD

CMP- \$1871.44

Gold is trading at \$1871.44, 0.02% down since previous close. The flat to lower side trading can be seen in gold prices since last two sessions amid strong USD & rising U.S bond yields as U.S Fed hinted for one more rate hike in this year & two more hikes in the year 2024 in order to control the sticky inflation rate dragged down the precious metals. The fear looms over chances of U.S government shutdown which may remain vital for gold. Also, the worsening situation can be seen in Chinese property markets & hence, can affect consumption demand of gold since China is a major consumer of metals. As seen in the chart, the gold is trading near lower trend-line of channel pattern & hence, the cautious trading may be expected.

Resistance – \$1879.83 -\$1888.42 Pivot- \$1871.01

Support-\$1862.42-\$1854.60 Expected Trend-Slight Bearish



WTI OIL

CMP- \$91.82

WTI Oil is trading at \$91.82, 0.02% up since previous day close. The slight correction can be seen in Oil prices on Friday ahead of the release of U.S Baker Hughes report which will show the changes in Oil rig counts as compared to last week. The concern grows towards lower supplies from top Oil producing countries which outweighs the negative effect emerged out of hawkish Fed stance for near future. Last week, the Russia banned its fuel exports which may affect the supplies of Oil throughout the world since Russia is one of the major suppliers of Crude Oil. Buying bias may be established for the day in WTI Oil since the commodity is expected to breach major resistance level.

Resistance – \$94.01 -\$96.34

Pivot- \$92.69

Support –\$90.36- \$89.04

Expected Trend- Slight Bullish

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
SEPT FRI 29	1.30AM	USD	Fed Chair Powell Speaks	-	-	-
	5.20AM	JPY	Prelim Industrial Production m/m	0.0%	-0.7%	-1.8%
		JPY	Retail Sales y/y	-	-	-
	11.30AM	EUR	German Retail Sales m/m	-1.2%	0.5%	-1.0%
		GBP	Current Account	-25.3B	-14.5B	-15.2B
		GBP	Final GDP q/q	0.2%	0.2%	0.2%
	12.15PM	EUR	French Consumer Spending m/m		-0.4%	0.3%
		EUR	French Consumer Spending m/m		-0.3%	1.0%
	1.10PM	EUR	ECB President Lagarde Speaks		-	-
	2.00PM	GBP	M4 Money Supply m/m		0.2%	-0.5%
		GBP	Net Lending to Individuals m/m		1.5B	1.4B
	2.30PM	EUR	Core CPI Flash Estimate y/y		4.8%	5.3%
		USD	Core PCE Price Index m/m		0.2%	0.2%
		USD	Goods Trade Balance		-91.4B	-90.9B
	7.15PM	USD	Chicago PMI		47.5	48.7
	7.30PM	USD	Revised UoM Consumer Sentiment		67.7	67.7
		USD	Revised UoM Inflation Expectations			3.1%

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