

XFlow MARKETS

PULSE

DAILY-REPORT

19.12.2023



USD/CAD **CMP – 1.33863**
 USD/CAD is trading at 1.33863, 0.07% down since previous day close. The Canadian Dollar (CAD) seems to be trading lower against the USD after few Fed officials showed uncertain view over rate cuts in near term; amid sticky inflation rate. Last week, the pair witnessed a strong buying after Fed Chair hinted a dovish stance in March 2024 which widely dragged down the USD. The volatile Oil prices remains vital for CAD since both are directly correlated. The traders will be looking forward to the result of CPI & Core CPI data release event which are to be issued today. As seen in the chart, the pair USD/CAD is trading below the resistance level & further buying may be recommended in CAD against the USD on each & every corrective dip.
Resistance – 1.34216-1.34456 **Pivot – 1.33855**
Support – 1.33620-1.33259 **Expected Trend- Slight Bullish**



GBP/USD **CMP- 1.26755**
 GBP/USD is trading at 1.26755, 0.01% up since previous day close. The mixed trading can be seen in Sterling Pound against the recovering USD after few Fed officials showed suspicious view over rate cuts in the month of March. However, the pair tested the recent highs in last week as the U.S Fed showed a dovish future monetary stance with the chances of three rate cuts in the year 2024. The Bank of England (BoE) left an interest rate steady at 5.25% as expected but hinted for further rate hike in upcoming meetings which further boosted up the GBP/USD. As seen in the chart, the pair is trading between Fibon level 50.0 & Fibon level 61.8 which indicates an either side breakout on short term basis.
Resistance – 1.26945– 1.27367 **Pivot – 1.26612**
Support – 1.26198-1.25857 **Expected Trend- Sideways**



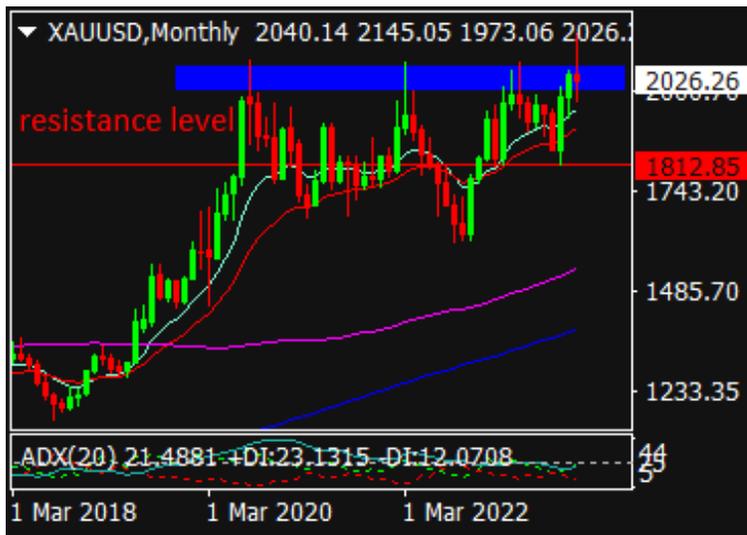
CHNIND **CMP- 5590**
 CHNIND is trading at 5590, 0.12% down since previous day close. The Asian shares were slightly muted amid selling pressure seen in other global markets after few Fed officials showed mixed view over future dovish stance; as mentioned by Fed Chair last week. On contrary, the CHNIND showed a sharp rally in past week after PBoC injected cash stimulus aid worth 1.45 trillion Yuan (\$200 billion) in order to support the economic conditions. The China's Industrial Production grew by 6.6% from 4.6% in the previous month which remained supportive for CHNIND. As seen in the chart, the index is still trading near lower trend-line of channel pattern & hence, a breakdown if breached or a reversal if sustained can be seen in an index.
Resistance – 5653-5711 **Pivot – 5613**
Support – 5555-5513 **Expected Trade- Neutral**



US30 **CMP-37696.3**

US30 is trading at 37696.3, 0.08% up since previous close. The range bound trading can be seen in US markets after few Fed officials showed a suspicious view over rate cut stance in the March 2024. However, the same factor accounted for a rally in US30 U.S after FOMC hinted a three interest rate cuts in the year 2024. The Chinese PBoC announced a stimulus package worth \$200 billion to boost up the economic conditions which supported the global equity markets last week. On data front, the U.S NHPI rose to 37 from 34 in the previous month while the focus will be on Housing data which will be issued today. As seen in the chart, the index crossed over upper trend-line of channel patten which indicates a strong buying bias on corrective dips on short term basis.

Resistance – 37738-37822 **Pivot –37687**
Support- 37603-37552 **Expected trend- Bullish**



GOLD **CMP- \$2026.44**

Gold is trading at \$2026.44, 0.05% down since previous close. The gold weakened against the USD after few Fed officials hinted for lesser chances over rate cut stance in near future in their speeches. Also, the ultra-dovish BoJ stance & leaving its interest rate steady at -0.10% led the selling pressure in gold & YEN. Last week, the prices rallied after U.S Fed hinted for the chances of three rate cuts in the year 2024 & the Chinese PBoC’s move of injecting the stimulus aid worth \$200 billion in order to support the industrial & economic conditions pushed up the gold prices since China is a top consumer of metals. As seen in chart, the gold is still hovering near major resistance level & hence, the cautious trading may be recommended.

Resistance – \$2035.83 -\$2043.42 **Pivot- \$2025.01**
Support-\$2017.42-\$2008.60 **Expected Trend- Slight Bullish**



WTI OIL **CMP- \$72.58**

WTI Oil is trading at \$72.58, 0.12% up since previous day close. The Oil prices inches up after Yemen’s Iran-aligned Houthi militants attacked the ships in Red Sea which disrupted the Oil supplies. Last week, the dovish Fed monetary stance for the year 2024 led the buying pressure in global commodities. Also, the China’s robust key economic data & PBoC’s stimulus aid offering pushed up the prices further as China is a leading consumer of Oil. The U.S is to issue its American Petroleum Institute (API) report today which will remain in focus for the day. Slight buying bias may be recommended for the day in WTI Oil since it almost crossed short-term Moving Averages of 10 & 20.

Resistance – \$74.60-\$76.43 **Pivot- \$72.78**
Support –\$70.93- \$69.13 **Expected Trend-Slight Bullish**

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
DEC TUE 19	3.15AM	NZD	Trade Balance	-1234M	-1200M	-1730M
	6.00AM	AUD	Monetary Policy Meeting Minutes	-	-	-
	8.19AM	JPY	Monetary Policy Statement	-	-	-
		JPY	BOJ Policy Rate	-0.10%	-0.10%	-0.10%
	12.30PM	CHF	Trade Balance	3.71B	3.50B	4.60B
	3.30PM	EUR	Final Core CPI y/y	-	3.6%	3.6%
		EUR	Final CPI y/y	-	2.4%	2.4%
	6.30PM	GBP	MPC Member Breeden Speaks		-	-
	7.00PM	CAD	CPI m/m		-0.1%	0.1%
		CAD	Trimmed CPI y/y		3.4%	3.5%
		USD	Building Permits		1.47M	1.49M
		USD	Housing Starts		1.36M	1.37M
	8.00PM	USD	FOMC Member Barkin Speaks		-	-
	TENTATIVE	NZD	GDT Price Index		-	1.6%
	11.00PM	USD	FOMC Member Bostic 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.