

XFlow MARKETS

PULSE

DAILY-REPORT

20.12.2023



USD/CAD

CMP – 1.33379

USD/CAD is trading at 1.33379, 0.12% up since previous day close. An upside can be seen in Canadian Dollar (CAD) amid buying pressure in Oil prices; for they are directly correlated. Earlier, the pair slightly weakened 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 the Fed Chair hinted a dovish stance in March 2024 which widely dragged down USD. The Canada's CPI rate grew by 0.1% against the expected fall of -0.1% which further cushioned the pair USD/CAD. 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 – 1.33822 -1.34259

Pivot – 1.33566

Support – 1.33129-1.32873

Expected Trend- Bullish



GBP/USD

CMP- 1.26587

GBP/USD is trading at 1.26587, 0.01% up since previous day close. The range bound trading can be seen in Sterling Pound amid mixed global cues. The U. K's CPI rate grew by just 3.9% lower than expected rise of 4.3% which weakened the pair to some extent. Globally, the few Fed officials showed suspicious view over rate cuts in the month of March which dragged down the GBP/USD in the previous session. On contrary, the Bank of England (BoE) left an interest rate steady at 5.25% as expected in its last meeting but hinted for further rate hike in upcoming meetings which boosted up the GBP/USD. As seen in the chart, the pair is trading between Fibo level 50.0 & Fibo level 61.8 which indicates an either side breakout.

Resistance – 1.27780– 1.28260

Pivot – 1.27135

Support – 1.26655-1.26010

Expected Trend- Sideways



CHNIND

CMP- 5617

CHNIND is trading at 5617, 0.12% down since previous day close. The Asian shares seems to be trading range bound as global sentiments turns mixed over BoJ's ultra-dovish stance & uncertain Fed future monetary stance. On regional front, the China left 1-year & 5-year Loan Prime Rate steady at 3.45% & 4.20% respectively as expected. Last week, the index 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 result of Foreign Direct Investment data will remain in focus for the day. 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 – 5708-5755

Pivot –5630

Support – 5583-5505

Expected Trade- Neutral



JAP225

CMP-33480.3

JAP225 is trading at 33480.3, 0.28% up since previous close. A sharp rally can be seen in Japanese index against the soft YEN after Bank of Japan (BoJ) left an interest rate steady at -0.10% as expected; signaling for ultra-dovish stance. The Japan's Trade Balance data showed a fall in imports by 0.41T against the exports which further boosted the JAP225. The few Fed officials showed a suspicious view over rate cut stance in the March 2024 which failed to create any negative impact on JAP225. The Chinese PBoC announced a stimulus package worth \$200 billion to boost up the economic conditions which supported the global equity markets last week. As seen in the chart, the index is strongly trading near the major resistance level & hence, buying pressure may be maintained in JAP225.

Resistance – 33810-34230

Pivot –33190

Support- 32770-32150

Expected trend- Bullish



GOLD

CMP- \$2040.44

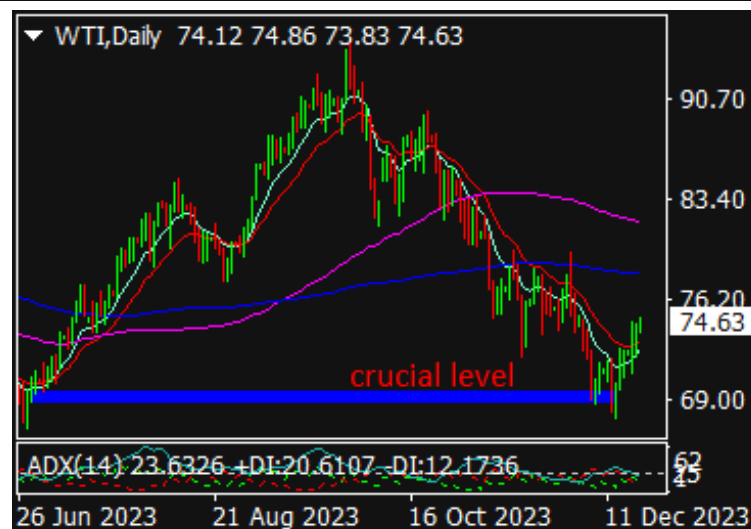
Gold is trading at \$2040.44, 0.15% up since previous close. The gold prices recovered in early trade on Wednesday after China left its Prime Loan Rate steady as expected which may revive the consumption demand of Gold; for China is a top consumer of metals. In the previous session, the gold prices slid down 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. The result of CB Consumer Confidence data will remain in focus for the day. As seen in chart, the gold is still hovering near major resistance level & hence, a breakout is expected if breaches the level.

Resistance – \$2051.83 -\$2061.42

Pivot- \$2036.01

Support-\$2026.42-\$2011.60

Expected Trend- Bullish



WTI OIL

CMP- \$74.63

WTI Oil is trading at \$74.63, 0.23% up since previous day close. An upside continued to be seen in Oil prices amid supply disruption after Yemen's Iran-aligned Houthi militant group attacked the ships in Red Sea. Last week, the dovish Fed monetary stance for the year 2024 led the buying pressure in global commodities. The China's robust key economic data, PBoC's stimulus aid offering & leaving Prime Loan rate steady pushed up the prices further as China is a leading consumer of Oil. The U.S is to issue its Energy Information Administration (EIA) 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 – \$74.98-\$75.84

Pivot- \$73.55

Support –\$72.69- \$71.26

Expected Trend-Slight Bullish

GLOBAL ECONOMIC CALENDAR

DATE	TIME	CURRENCY	DATA	ACTUAL	FORECAST	PREVIOUS
DEC WED 20	4.30AM	USD	FOMC Member Goolsbee Speaks	-	-	-
	5.20AM	JPY	Trade Balance	-	-0.76T	-0.46T
	6.45PM	CNY	1-y Loan Prime Rate	-	3.45%	3.45%
		CNY	5-y Loan Prime Rate	-	4.20%	4.20%
	12.30PM	EUR	German GfK Consumer Climate	-	-26.9	-27.8
		EUR	German PPI m/m	-	-0.3%	-0.1%
		GBP	CPI y/y	-	4.3%	4.6%
		GBP	Core CPI y/y	-	5.6%	5.7%
	TENTATIVE	CNY	Foreign Direct Investment ytd/y	-	-	-9.4%
	2.30PM	EUR	Current Account	-	27.0B	31.2B
	7.00PM	USD	Current Account	-	-197B	-212B
	7.30PM	CHF	SNB Quarterly Bulletin	-	-	-
		CNY	CB Leading Index m/m	-	-	-0.1%
	8.30PM	EUR	Consumer Confidence	-	-16	-17
		USD	CB Consumer Confidence	-	104.6	102.0
		USD	Existing Home Sales	-	3.77M	3.79M
	9.00PM	USD	Crude Oil Inventories	-	-	-4.3M
	10.30PM	USD	FOMC Member Goolsbee Speaks	-	-	-

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