

## Markets awaited U.S. jobs data later in the day

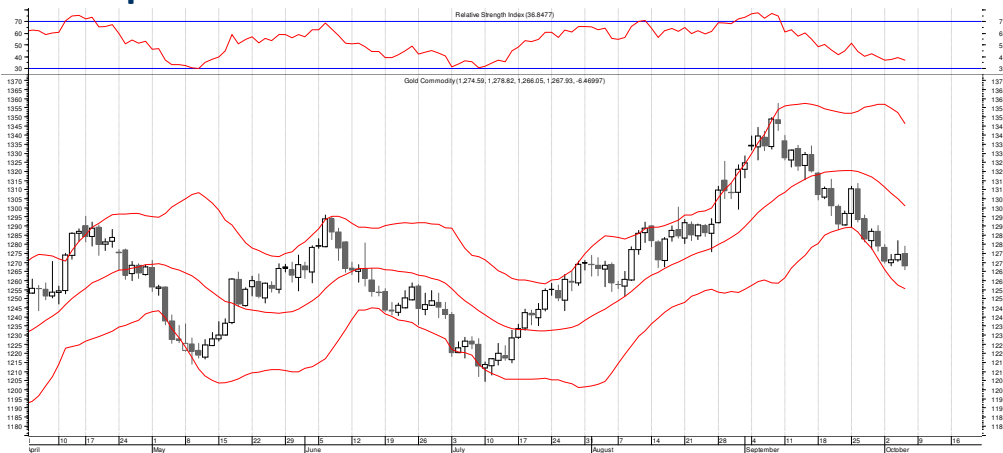
- Gold trades near its seven week low:** Gold prices remain under pressure ahead of U.S. non-farms payroll data which is due to be release later today. In addition, investors are also closely monitoring key developments on U.S. tax reforms. However, technical analysts suggest prices to find near-term support at US\$1,260/oz – US\$1,262/oz.
- Oil prices rose on hopes for extension:** Oil prices rose about 2% in the previous session, making a high of US\$51.19/bbl after Saudi Arabia and Russia reaffirmed a pledge to shrink a global oil glut. The gains, however, did not last and prices fell slightly as Saudi Arabia made no firm pledge to extend a deal between OPEC, Russia and other producers.

Reuters, CNBC

Time	Currency	Impact	Event	Forecast	Previous
<b>6<sup>th</sup> October Friday</b>					
5:00pm	GBP	Medium	MPC Member Haldane Speaks		
5:30pm	CAD	High	Employment Change	13.9K	22.2K
5:30pm	CAD	High	Unemployment Rate	6.3%	6.2%
5:30pm	USD	High	Average Hourly Earnings m/m	0.3%	0.1%
5:30pm	USD	High	Non-Farm Employment Change	82K	156K
5:30pm	USD	High	Unemployment Rate	4.4%	4.4%
9:15pm	USD	Medium	FOMC Member Dudley Speaks		
9:45pm	USD	Medium	FOMC Member Kaplan Speaks		
<b>10<sup>th</sup> October Tuesday</b>					
1:30pm	GBP	High	Manufacturing Production m/m		0.5%
5:30pm	CAD	Medium	Building Permits m/m		-3.5%
7:00pm	USD	Medium	FOMC Member Kashkari Speaks		

Source: [www.forexfactory.com/calendar](http://www.forexfactory.com/calendar)

## Gold Spot



### Technical Strategy: Play the Range

Gold closed at US\$1,270/oz, above its 200-DMA which is at US\$1,266/oz. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$1,265/oz - US\$1,285/oz. A break below US\$1,265/oz could target US\$1,254/oz, while a break above US\$1,285/oz could target US\$1,294/oz.

Refer to important disclosures on page 3

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## Synopsis

### Gold (Play the Range)

2 <sup>nd</sup> Resistance	US\$1,294
1 <sup>st</sup> Resistance	US\$1,285
1 <sup>st</sup> Support	US\$1,265
2 <sup>nd</sup> Support	US\$1,254

### Silver (Play the Range)

2 <sup>nd</sup> Resistance	US\$17.20
1 <sup>st</sup> Resistance	US\$16.90
1 <sup>st</sup> Support	US\$16.50
2 <sup>nd</sup> Support	US\$16.20

### WTI Spot (Play the Range)

2 <sup>nd</sup> Resistance	US\$52.00
1 <sup>st</sup> Resistance	US\$51.20
1 <sup>st</sup> Support	US\$50.00
2 <sup>nd</sup> Support	US\$49.50

Source: BIPLS Technical Research

## Gold: Key Highlights

US\$/oz.	5-Oct	Change
Open	1274.59	0.19
High	1278.82	4.42
Low	1266.05	-8.35
Close	1267.93	-6.47

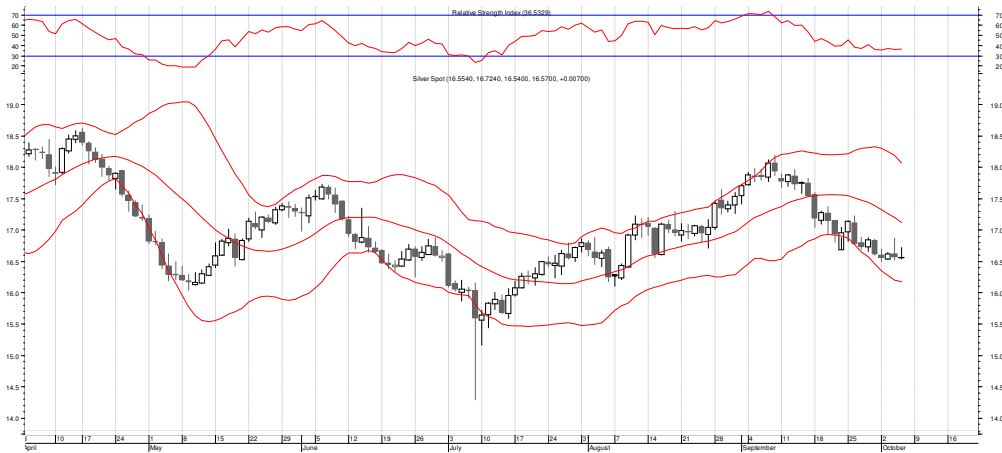
Source: Bloomberg

## Key Technical Indicators

Date	5-Oct	4-Oct	Change
30-DMA	1308.03	1308.64	-0.61
50-DMA	1295.45	1295.27	0.18
200DMA	1251.15	1250.50	0.65
9-D RSI	31.37	34.75	-3.38
14-D RSI	36.85	39.24	-2.39

Source: BIPLS Technical Research

## Silver Spot



### Technical Strategy: Play the Range

Silver closed at US\$16.60/oz, below its 05-DMA which is at US\$16.61/oz. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$16.50/oz - US\$16.90/oz. A break below US\$16.50/oz could target US\$16.20/oz, while a break above US\$16.90/oz could target US\$17.20/oz.

## WTI Spot (Crude Oil)



### Technical Strategy: Play the Range

Oil closed at US\$50.73/bbl, above its 05-DMA which is at US\$50.57/bbl. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$50.00/bbl - US\$51.20/bbl. A break below US\$50.00/bbl could target US\$49.50/bbl, while a break above US\$51.20/bbl could target US\$52.00/bbl.

### Silver: Key Highlights

US\$/oz.	5-Oct	Change
Open	16.55	-0.01
High	16.72	0.16
Low	16.54	-0.02
Close	16.57	0.01

Source: Bloomberg

### Key Technical Indicators

Date	5-Oct	4-Oct	Change
30-DMA	17.29	17.30	-0.01
50-DMA	17.10	17.10	0.00
200DMA	17.13	17.12	0.00
9-D RSI	31.44	30.97	0.47
14-D RSI	36.53	36.28	0.25

Source: BIPL Technical Research

### WTI Spot: Key Highlights

US\$/bbl	5-Oct	Change
Open	49.84	-0.03
High	51.19	1.32
Low	49.82	-0.05
Close	50.73	0.86

Source: Bloomberg

### Key Technical Indicators

Date	5-Oct	4-Oct	Change
30-DMA	49.41	49.31	0.10
50-DMA	49.06	49.03	0.03
200DMA	49.49	49.50	-0.02
9-D RSI	53.89	42.40	11.49
14-D RSI	55.82	49.65	6.17

Source: BIPL Technical Research

## Glossary of Terms

- **Relative Strength Index (RSI)**: The Relative Strength Index (RSI) is a popular oscillator used by traders. The name "Relative Strength Index" is slightly misleading as the RSI does not compare the relative strength of two securities, but rather the internal strength of a single security. A more appropriate name might be "Internal Strength Index." The RSI is a fairly simple formula, but is difficult to explain without pages of examples.
- **The Moving Average Convergence/Divergence indicator (MACD)**: is calculated by subtracting 26-period exponential moving average from 12-period exponential moving average. A 9-period dotted exponential moving average (the "signal line") is automatically displayed on top of the MACD indicator line.
- **The Stochastic Oscillator**: is based on stochastic mathematics. It compares where a security's price closed relative to its trading range over the last x-time periods. The Stochastic Oscillator always ranges between 0% and 100%. A reading of 0% shows that the security's close was the lowest price that the security has traded during the preceding x-time periods. A reading of 100% shows that the security's close was the highest price that the security has traded during the preceding x-time periods. The Stochastic Oscillator indicates an oversold state below 20% and an overbought state above 80%.
- **Bollinger Bands**: is a type of envelope developed by John Bollinger. Bollinger Bands are plotted at standard deviation levels above and below a moving average. The moving average generally taken is a 20-DMA, while the standard deviation count is 2. This is a very good to gauge both the general direction and the volatility.

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