

U.S. Dollar surged higher after Senate passes tax bill

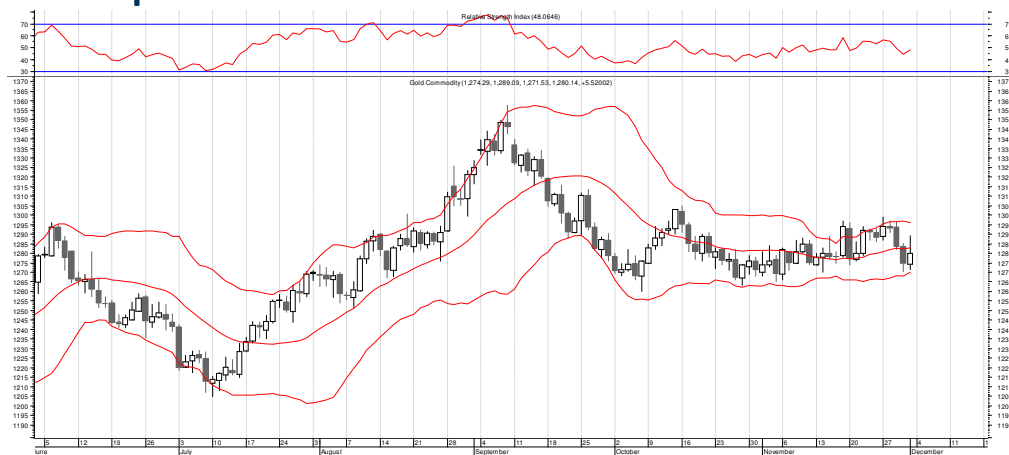
- **Gold inched lower:** Gold prices fell in the current session as the dollar gained on expectations that the economy will expand further after the senate passed a bill to overhaul the country's tax system. However, some Fed members doubt need for raising interest rates until they see inflation moving higher. Technical analysis suggests prices to find support near US\$1,270/oz.
- **Oil rigs rose by 2:** Oil prices rose on Friday, making a high of US\$58.85/bbl after OPEC and non - OPEC producers agreed to extend output cuts until the end of 2018. However, some gains were lost after Baker Hughes reported that the U.S. shale drillers added more rigs last week.

Reuters, CNBC

Time	Currency	Impact	Event	Forecast	Previous
4th November Monday					
2:30pm	GBP	High	Construction PMI	51.2	50.8
All Day	EUR	Medium	Eurogroup Meetings		
8:00pm	USD	Medium	Factory Orders m/m	-0.3%	1.4%
5th November Tuesday					
5:30am	AUD	High	Current Account	-8.8B	-9.6B
5:30am	AUD	High	Retail Sales m/m	0.3%	0.0%
8:30am	AUD	High	RBA Rate Statement		
2:30pm	GBP	High	Services PMI	55.2	55.6
6:30pm	CAD	High	Trade Balance	-2.3B	-3.2B
6:30pm	USD	Medium	Trade Balance	-46.2B	43.5B
8:00pm	USD	High	ISM Non-Manufacturing PMI	59.2	60.1

Source: www.forexfactory.com/calendar

Gold Spot



Technical Strategy: Play the Range

Gold closed at US\$1,283/oz, below its 55-DMA which is at US\$1,287/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\$1,270/oz - US\$1,284/oz. A break below US\$1,270/oz could target US\$1,263/oz, while a break above US\$1,284/oz could target US\$1,292/oz.

Refer to important disclosures on page 3

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Synopsis

Gold (Play the Range)

2 nd Resistance	US\$1,291
1 st Resistance	US\$1,284
1 st Support	US\$1,270
2 nd Support	US\$1,263

Silver (Play the Range)

2 nd Resistance	US\$16.80
1 st Resistance	US\$16.60
1 st Support	US\$16.20
2 nd Support	US\$16.00

WTI Spot (Play the Range)

2 nd Resistance	US\$59.20
1 st Resistance	US\$58.50
1 st Support	US\$57.30
2 nd Support	US\$56.50

Source: BIPLS Technical Research

Gold: Key Highlights

US\$/oz.	1-Dec	Change
Open	1274.29	-0.33
High	1289.09	14.47
Low	1271.53	-3.09
Close	1280.14	5.52

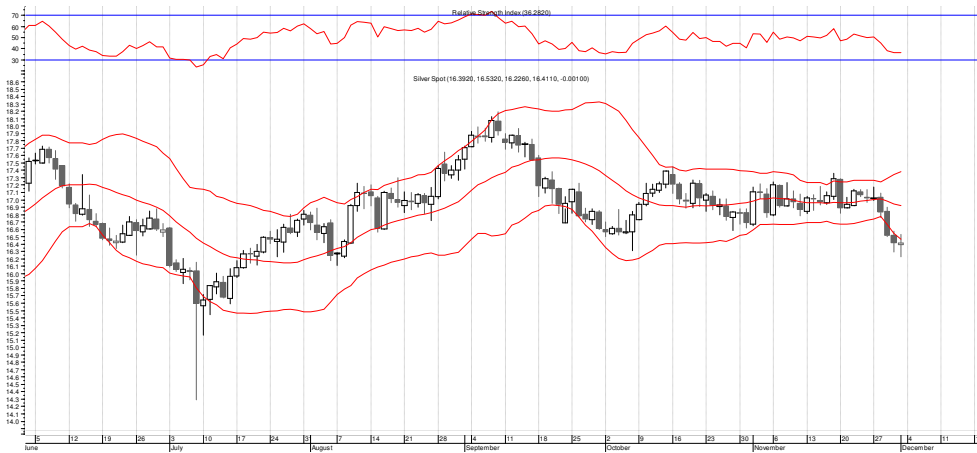
Source: Bloomberg

Key Technical Indicators

Date	1-Dec	30-Nov	Change
30-DMA	1280.00	1280.00	0.00
50-DMA	1282.01	1282.34	-0.33
200DMA	1266.66	1266.51	0.16
9-D RSI	46.71	40.89	5.82
14-D RSI	48.06	44.55	3.51

Source: BIPLS Technical Research

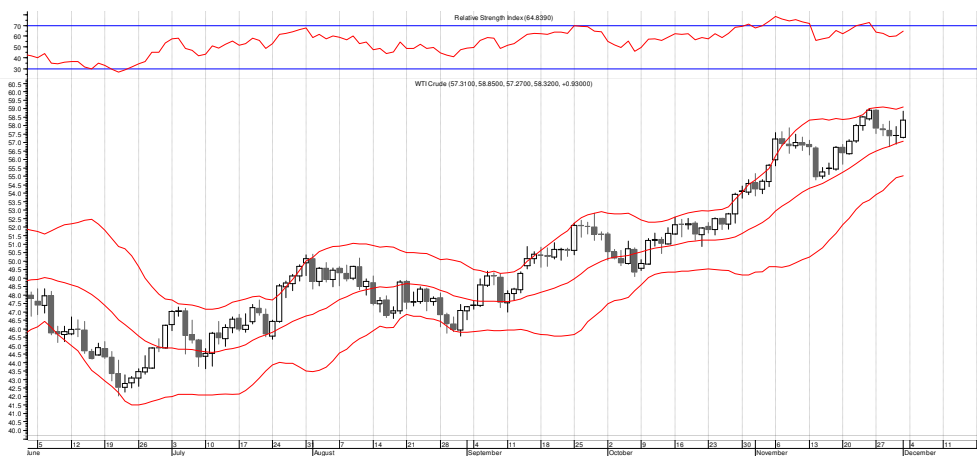
Silver Spot



Technical Strategy: Play the Range

Silver closed at US\$16.41/oz, below its 05-DMA which is at US\$16.64/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\$16.20/oz - US\$16.60/oz. A break below US\$16.20/oz could target US\$16.00/oz, while a break above US\$16.60/oz could target US\$16.80/oz.

WTI Spot (Crude Oil)



Technical Strategy: Play the Range

Oil closed at US\$58.32/bbl, below its 05-DMA which is at US\$57.72/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\$57.30/bbl - US\$58.50/bbl. A break below US\$57.30/bbl could target US\$56.50/bbl, while a break above US\$58.50/bbl could target US\$59.20/bbl.

Silver: Key Highlights

US\$/oz.	1-Dec	Change
Open	16.39	-0.02
High	16.53	0.12
Low	16.23	-0.19
Close	16.41	0.00

Source: Bloomberg

Key Technical Indicators

Date	1-Dec	30-Nov	Change
30-DMA	16.92	16.94	-0.02
50-DMA	16.92	16.93	-0.01
200DMA	17.08	17.09	-0.01
9-D RSI	29.64	29.67	-0.03
14-D RSI	36.28	36.30	-0.02

Source: BIPLS Technical Research

WTI Spot: Key Highlights

US\$/bbl	1-Dec	Change
Open	57.31	-0.08
High	58.85	1.46
Low	57.27	-0.12
Close	58.32	0.93

Source: Bloomberg

Key Technical Indicators

Date	1-Dec	30-Nov	Change
30-DMA	55.93	55.72	0.21
50-DMA	54.06	53.90	0.15
200DMA	49.83	49.81	0.02
9-D RSI	64.66	56.45	8.21
14-D RSI	64.84	60.01	4.83

Source: BIPLS 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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