

The precious metal inched up on weaker dollar

- GOLD:** Gold prices held firm on Tuesday, buoyed by a weaker dollar, while investors waited for U.S. inflation data for clues on the pace of interest rate hikes. Inflation expectations edged lower last month, dulling a year-end rise, according to a survey published by the Federal Reserve Bank of New York on Monday. However, the gains were limited as U.S. stocks rebounded following sharp losses seen last week along with U.S. 10-year Treasury yield which surged to a four-year high on Monday after an equity sell-off.
- CRUDE OIL:** Oil prices rose initially in the previous session, making a high of US\$60.80/bbl after OPEC said that it expects demand for oil to grow faster than it originally expected in 2018. The gains, however, did not last as recent U.S. government data showed that American drillers began pumping more than 10 million barrels of crude oil daily in November, more than the top OPEC producer Saudi Arabia. Participants will look for crude oil inventories data by American Petroleum Institute which is due out later tonight.
- U.S. EQUITIES:** U.S. stocks rose on Monday as the major indices rebounded from their worst weekly performances in two years with Dow Jones Industrial Average closed more than 400 points higher along with S&P 500 and Nasdaq which rose about 1.4% and 1.6%, respectively. However, there were no major economic data releases on Monday, but investors looked ahead for the release of the latest Consumer Price Index reading. The CPI numbers are scheduled to be released on Wednesday.
- U.S. DOLLAR:** The dollar retreated on Tuesday as global equity markets showed some signs of stability after their recent rout, reviving risk appetite that has fueled bets against the U.S. currency on prospects of its narrowing interest rate advantage. However, higher inflation could prompt the Federal Reserve to tighten its policy faster than expected which might support the greenback.

Reuters, CNBC

Time	Currency	Impact	Event	Forecast	Previous
13th February Tuesday					
2:30pm	GBP	High	CPI y/y	2.9%	3.0%
2:30pm	GBP	Medium	PPI Input m/m	0.7%	0.1%
2:30pm	GBP	Medium	RPI y/y	4.1%	4.1%
6:00pm	USD	Medium	Fed Member Mester Speaks		
14th February Wednesday					
3:00pm	EUR	Medium	Flash GDP q/q	0.6%	0.6%
4:20pm	CHF	Medium	Gov Board Member Zurbrugg		
6:30pm	USD	High	CPI m/m	0.3%	0.1%
6:30pm	USD	High	Core CPI m/m	0.2%	0.3%
6:30pm	USD	High	Core Retail Sales m/m	0.2%	0.4%
6:30pm	USD	High	Retail Sales m/m	0.5%	0.4%
8:30pm	USD	High	Crude Oil Inventories		1.9M

Source: www.forexfactory.com/calendar

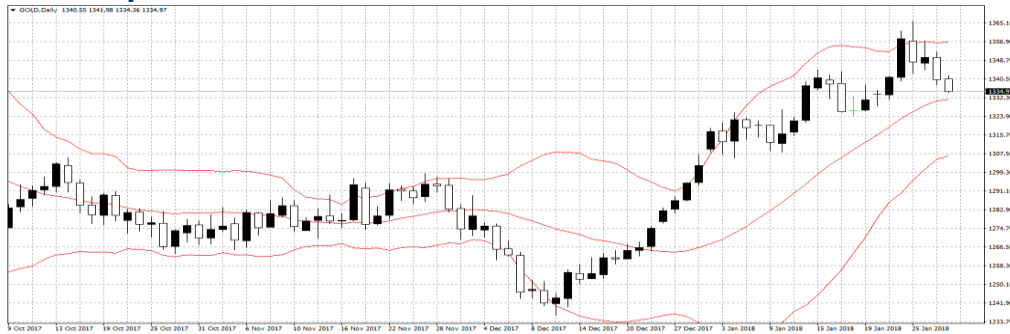
13 February, 2018

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Synopsis

Gold (Play the Range)		
2 nd Resistance		US\$1,345
1 st Resistance		US\$1,336
1 st Support		US\$1,322
2 nd Support		US\$1,315
Silver (Play the Range)		
2 nd Resistance		US\$17.00
1 st Resistance		US\$16.80
1 st Support		US\$16.30
2 nd Support		US\$16.00
WTI (Play the Range)		
2 nd Resistance		US\$61.20
1 st Resistance		US\$60.50
1 st Support		US\$58.80
2 nd Support		US\$58.00
EURUSD (Play the Range)		
2 nd Resistance		US\$1.2420
1 st Resistance		US\$1.2350
1 st Support		US\$1.2220
2 nd Support		US\$1.2160
GBPUSD (Play the Range)		
2 nd Resistance		US\$1.4000
1 st Resistance		US\$1.3920
1 st Support		US\$1.3770
2 nd Support		US\$1.3650
USDJPY (Play the Range)		
2 nd Resistance		US\$109.80
1 st Resistance		US\$109.00
1 st Support		US\$107.50
2 nd Support		US\$106.80
DJIA-30 (Play the Range)		
2 nd Resistance		25,000
1 st Resistance		24,700
1 st Support		24,200
2 nd Support		23,900
S&P-500 (Play the Range)		
2 nd Resistance		2,700
1 st Resistance		2,660
1 st Support		2,620
2 nd Support		2,580
NSDQ-100 (Play the Range)		
2 nd Resistance		6,650
1 st Resistance		6,550
1 st Support		6,400
2 nd Support		6,300

Gold Spot



Technical Strategy: Play the Range

Gold closed at US\$1,318/oz, below its 05-DMA which is at US\$1,325/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\$1,322/oz - US\$1,336/oz. A break below US\$1,322/oz could target US\$1,315/oz, while a break above US\$1,336/oz could target US\$1,345/oz.

Gold: Key Highlights

DATE	12-Feb
Open	1318.09
High	1322.56
Low	1311.02
Close	1315.96

Source: Bloomberg

Silver Spot



Technical Strategy: Play the Range

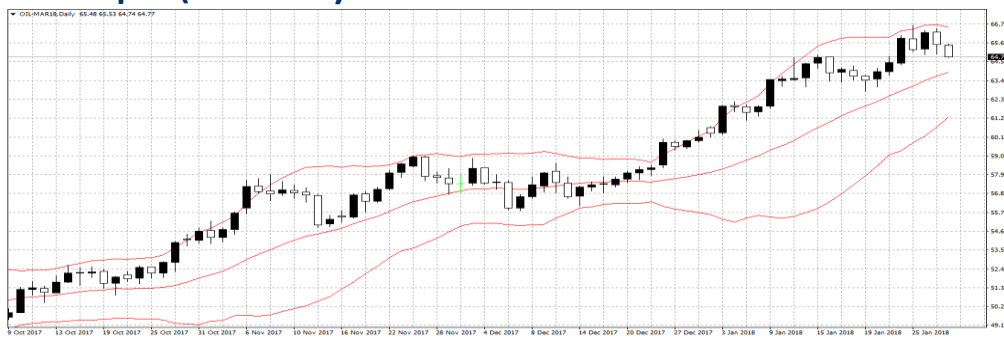
Silver closed at US\$16.38/oz, below its 05-DMA which is at US\$16.48/oz. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$16.30/oz - US\$16.80/oz. A break below US\$16.30/oz could target US\$16.00/oz, while a break above US\$16.80/oz could target US\$17.00/oz.

Silver: Key Highlights

DATE	12-Feb
Open	16.37
High	16.48
Low	16.17
Close	16.38

Source: Bloomberg

WTI Spot (Crude Oil)



Technical Strategy: Play the Range

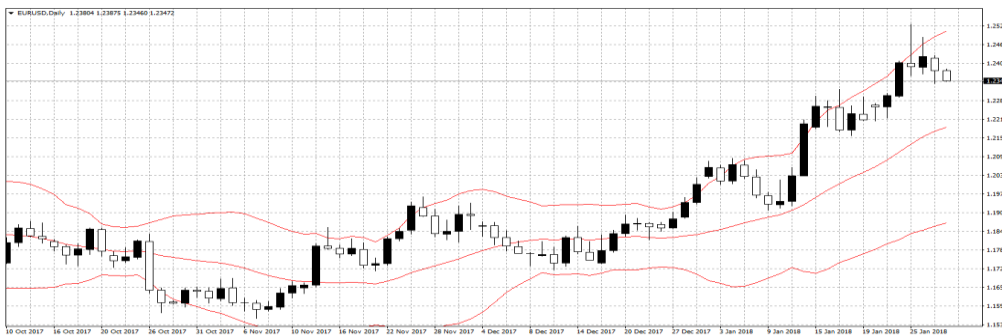
Oil closed at US\$59.20/bbl, below its 55-DMA which is at US\$60.87/bbl. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of US\$58.80/bbl - US\$60.50/bbl. A break below US\$58.80/bbl could target US\$58.00/bbl, while a break above US\$60.50/bbl could target US\$61.20/bbl.

WTI Spot: Key Highlights

DATE	12-Feb
Open	60.41
High	60.74
Low	58.05
Close	59.20

Source: Bloomberg

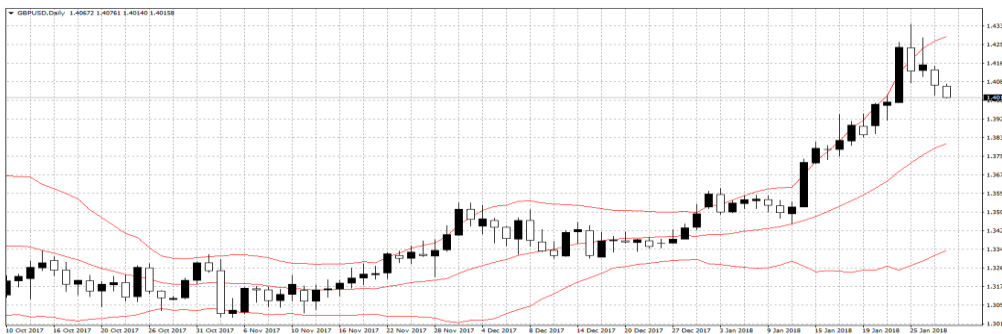
EURUSD



Technical Strategy: Play the Range

EURUSD closed at US\$1.2250, below its 05-DMA which is at US\$1.2300. 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\$1.2220 - US\$1.2350. A break below US\$1.2220 could target US\$1.2160, while a break above US\$1.2350 could target US\$1.2420.

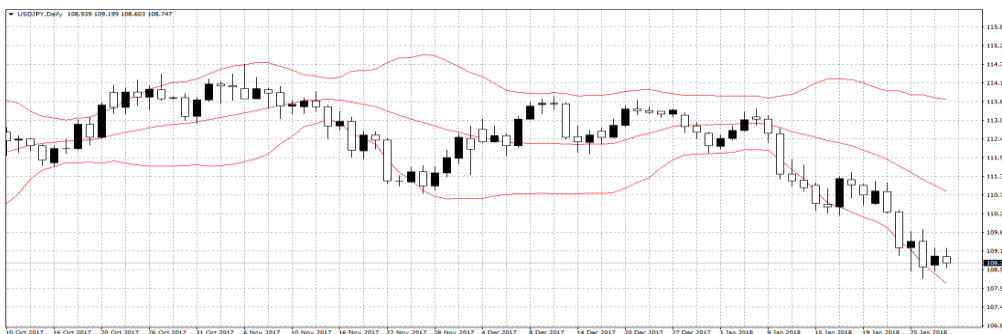
GBPUSD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.3824, below its 05-DMA which is at US\$1.3900. 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\$1.3770 - US\$1.3920. A break below US\$1.3770 could target US\$1.3650, while a break above US\$1.3920 could target US\$1.4000.

USDJPY



Technical Strategy: Play the Range

USDJPY closed at US\$108.68, below its 05-DMA which is at US\$109.68. 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\$107.50 - US\$109.00. A break below US\$107.50 could target US\$106.80, while a break above US\$109.00 could target US\$109.80.

EURUSD: Key Highlights

DATE	12-Feb
Open	1.2267
High	1.2272
Low	1.2214
Close	1.2261

Source: Bloomberg

GBPUSD: Key Highlights

DATE	12-Feb
Open	1.3891
High	1.3990
Low	1.3856
Close	1.3986

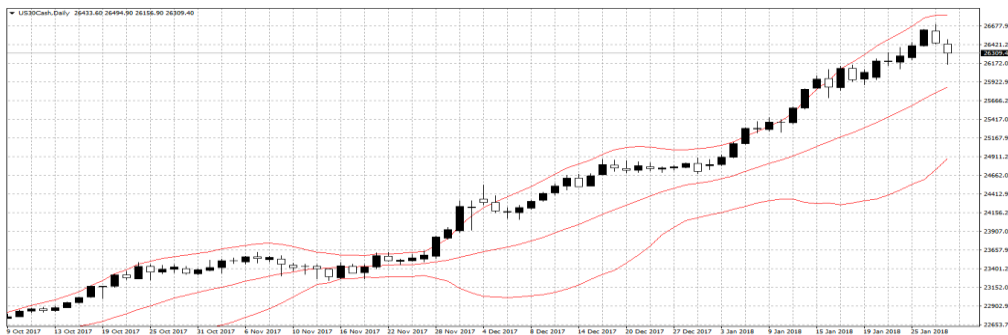
Source: Bloomberg

USDJPY: Key Highlights

DATE	12-Feb
Open	110.528
High	111.215
Low	110.495
Close	110.905

Source: Bloomberg

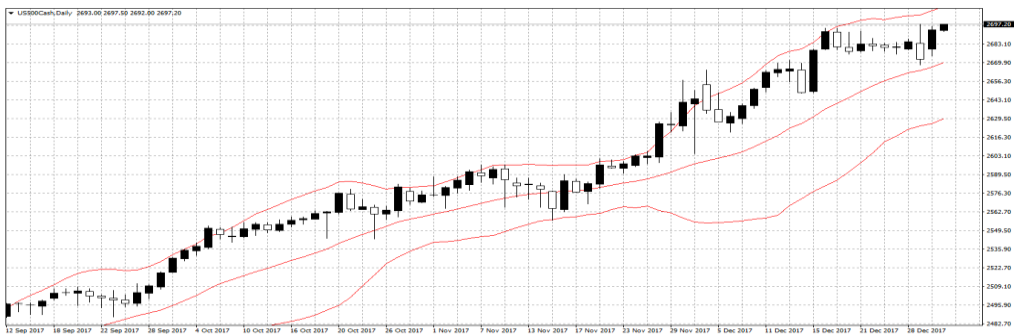
DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 24,187, below its 05-DMA which is at 24,387. 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 24,200 – 24,700. A break below 24,200 could target 23,900, while a break above 24,700 could target 25,000.

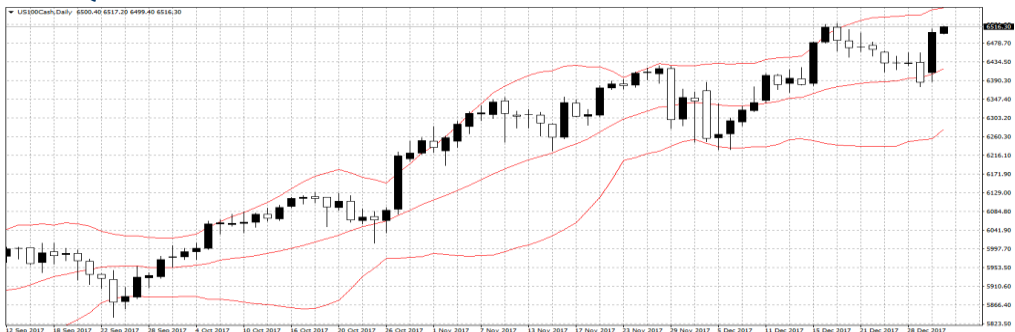
S&P-500



Technical Strategy: Play the Range

S&P closed at US\$2,620, below its 05-DMA which is at 2,639. 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 2,620 – 2,660. A break below 2,620 could target 2,580, while a break above 2,660 could target 2,700.

NSDQ-100



Technical Strategy: Play the Range

NASDAQ closed at 6,412, below its 05-DMA which is at 6,478. 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 6,400 – 6,550. A break below 6,400 could target 6,300, while a break above 6,550 could target 6,620.

DJIA-30: Key Highlights

DATE	12-Feb
Open	25984.10
High	26230.40
Low	25950.40
Close	26202.40

Source: Bloomberg

S&P-500: Key Highlights

DATE	12-Feb
Open	2801.73
High	2835.40
Low	2799.40
Close	2833.10

Source: Bloomberg

NSDQ-100: Key Highlights

DATE	12-Feb
Open	6818.45
High	6929.50
Low	6811.40
Close	6920.10

Source: Bloomberg

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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