

Synopsis

Gold (Play the Range)

2nd Resistance	US\$1,235
1st Resistance	US\$1,225
1st Support	US\$1,210
2nd Support	US\$1,205

Silver (Play the Range)

2nd Resistance	US\$15.70
1st Resistance	US\$15.50
1st Support	US\$15.20
2nd Support	US\$14.90

WTI (Play the Range)

2nd Resistance	US\$69.40
1st Resistance	US\$68.10
1st Support	US\$66.40
2nd Support	US\$65.50

EURUSD (Play the Range)

2nd Resistance	US\$1.1680
1st Resistance	US\$1.1640
1st Support	US\$1.1580
2nd Support	US\$1.1545

GBPUSD (Play the Range)

2nd Resistance	US\$1.2970
1st Resistance	US\$1.2930
1st Support	US\$1.2850
2nd Support	US\$1.2770

USDJPY (Play the Range)

2nd Resistance	US\$111.70
1st Resistance	US\$111.20
1st Support	US\$110.60
2nd Support	US\$110.10

DJIA-30 (Play the Range)

2nd Resistance	25,900
1st Resistance	25,700
1st Support	25,500
2nd Support	25,300

S&P-500 (Play the Range)

2nd Resistance	2,900
1st Resistance	2,870
1st Support	2,850
2nd Support	2,830

NSDQ-100 (Play the Range)

2nd Resistance	7,550
1st Resistance	7,500
1st Support	7,400
2nd Support	7,300

Kamal Ahmed

kamal.ahmed@bipsec.com

BIPL Securities Limited

+92 21 111 222 000



www.jamapunji.pk

Oil prices rebound slightly after heavy declines over trade dispute

GOLD: Gold prices were steady early Thursday, after gaining for two straight sessions, as the dollar extended losses versus the yen. The U.S. economy is strong enough to warrant further interest rate increases by the Federal Reserve, Richmond Fed President Thomas Barkin said on Wednesday. Spot gold was up 0.1 percent at \$1,214.92 an ounce at 0111 GMT, having gained 0.2 percent in the previous session. China is putting additional tariffs of 25 percent on \$16 billion worth of U.S. imports from fuel and steel products to autos and medical equipment, the Chinese commerce ministry said, as the world's largest economies escalated their trade dispute.

CRUDE OIL: Oil prices rebounded on Thursday after heavy losses in the previous session that came as the China-U.S. trade dispute escalated, with official Chinese data indicating energy demand in the world's top importer has yet to recover its strength. The U.S. Energy Information Administration, meanwhile, reported that crude inventories fell 1.4 million barrels in the latest week, less than half the 3.3 million-barrel draw analysts had expected.

U.S. EQUITIES: The Nasdaq Composite closed marginally higher on Wednesday, notching its longest winning streak since March, as shares of Facebook and Amazon rose. The Dow Jones Industrial Average slipped 45.16 points to close at 25,583.75. The S&P 500 closed just below the flatline at 2,857.70. The S&P 500 closed Wednesday's session just half a percent from a record high. If the index breaks above 2,872.87, it would notch its first all-time high since Jan. 26. The Nasdaq was also less than 1 percent away from a record while the Dow remained 3.9 percent below its all-time high through Tuesday's close.

U.S. DOLLAR: "The yen-buying trend has been gathering pace since early August and the moves generated on the latest BOJ news added further momentum," said Junichi Ishikawa, senior FX strategist at IG Securities in Tokyo. The yen has fallen about 4 percent against the dollar over the past six months, raising speculation that its depreciation could be an issue in the talks as the Trump administration has raised concerns over countries deliberately weakening their currencies..

Reuters, CNBC
9th August, 2018

Time	Currency	Impact	Event	Forecast	Previous
5:30pm	USD	High	PPI m/m	0.2%	0.3%
5:30pm	USD	Medium	Core PPI m/m	0.2%	0.3%
5:30pm	USD	Medium	Unemployment Claims	220K	218K

Gold: Key Highlights

DATE	8-Aug
Open	1210.80
High	1215.74
Low	1206.44
Close	1213.49
MA(20)	1223.78
MA(100)	1287.30
MA(200)	1296.10
RSI(14)	36.46

Source: Bloomberg

Silver: Key Highlights

DATE	8-Aug
Open	15.35
High	15.45
Low	15.27
Close	15.41
MA(20)	15.48
MA(100)	16.26
MA(200)	16.48
RSI(14)	42.52

Source: Bloomberg

WTI Spot: Key Highlights

DATE	8-Aug
Open	69.06
High	69.34
Low	66.31
Close	66.76
MA(20)	68.46
MA(100)	68.19
MA(200)	64.20
RSI(14)	40.60

Source: Bloomberg

Gold Spot



Technical Strategy: Play the Range

Gold closed at US\$1,213/Oz, below its 20-DMA which is at US\$1,223/oz. However, RSI and Stochastic are neutral in the short term charts and suggest consolidation in the tight range. We recommend playing within the range of US\$1,210/oz - US\$1,225/oz. A break below US\$1,210/oz could target US\$1,205/oz, while a break above US\$1,225/oz could target US\$1,235/oz.

Silver Spot



Technical Strategy: Play the Range

Silver closed at US\$15.41/oz, below its 20-DMA which is at US\$15.48/oz. However, RSI and Stochastic are neutral in the short term chart and suggest range-bound trading or consolidation in the near term. We recommend playing within the range of US\$15.20/oz - US\$15.50/oz. A break below US\$15.20/oz could target US\$14.90/oz, while a break above US\$15.50/oz could target US\$15.70/oz.

WTI Spot (Crude Oil)



Technical Strategy: Play the Range

Oil closed at US\$66.76/bbl, below its 20-DMA which is at US\$68.46/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\$66.40 - US\$68.10. A break below US\$66.40/bbl could target US\$65.50/bbl, while a break above US\$68.10/bbl could target US\$69.40/bbl.

EURUSD: Key Highlights

DATE	8-Aug
Open	1.1597
High	1.1627
Low	1.1572
Close	1.1609
MA(20)	1.1654
MA(100)	1.1875
MA(200)	1.1978
RSI(14)	45.13

Source: Bloomberg

EURUSD



Technical Strategy: Play the Range

EURUSD closed at US\$1.1609, below its 20-DMA which is at US\$1.1654. 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\$1.1580 - US\$1.1640. A break below US\$1.1580 could target US\$1.1545, while a break above US\$1.1640 could target US\$1.1680.

GBPUSD: Key Highlights

DATE	8-Aug
Open	1.2936
High	1.2959
Low	1.2853
Close	1.2878
MA(20)	1.3087
MA(100)	1.3500
MA(200)	1.3578
RSI(14)	30.31

Source: Bloomberg

GBPUSD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.2878, below its 20-DMA which is at US\$1.3087. 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\$1.2850 - US\$1.2930. A break below US\$1.2850 could target US\$1.2770, while a break above US\$1.2930 could target US\$1.2970.

USDJPY: Key Highlights

DATE	8-Aug
Open	111.36
High	111.43
Low	110.83
Close	110.95
MA(20)	111.67
MA(100)	109.55
MA(200)	109.92
RSI(14)	45.73

Source: Bloomberg

USDJPY



Technical Strategy: Play the Range

USDJPY closed at US\$110.95, below its 20-DMA which is at US\$111.67. 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\$110.60 - US\$111.20. A break below US\$110.60 could target US\$110.10, while a break above US\$111.20 could target US\$111.70.

DJIA-30: Key Highlights

DATE	8-Aug
Open	25647
High	25663
Low	25535
Close	25535
MA(20)	25286
MA(100)	24667
MA(200)	24692
RSI(14)	62.69

Source: Bloomberg

DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 25,535, above its 20-DMA which is at 25,286. 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 25,500– 25,700. A break below 25,500 could target 25,300, while a break above 25,700 could target 25,900.

S&P-500: Key Highlights

DATE	8-Aug
Open	2860
High	2862
Low	2852
Close	2853
MA(20)	2821
MA(100)	2726
MA(200)	2709
RSI(14)	64.08

Source: Bloomberg

S&P-500



Technical Strategy: Play the Range

S&P closed at US\$2,853, above its 20-DMA which is at 2,821. 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 2,850 – 2,870. A break below 2,850 could target 2,830, while a break above 2,870 could target 2,900.

NASDAQ-100: Key Highlights

DATE	8-Aug
Open	7469
High	7486
Low	7433
Close	7453
MA(20)	7370
MA(100)	6987
MA(200)	6796
RSI(14)	60.07

Source: Bloomberg

NASDAQ-100



Technical Strategy: Play the Range

NASDAQ closed at 7,453 above its 20-DMA which is at 7,370. 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 7,400 – 7,500. A break below 7,400 could target 7,300, while a break above 7,500 could target 7,550.

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.

Disclaimer

This research report is for information purposes only and does not constitute nor is it intended as an offer or solicitation for the purchase or sale of securities or other financial instruments. Neither the information contained in this research report nor any future information made available with the subject matter contained herein will form the basis of any contract. Information and opinions contained herein have been compiled or arrived at by BIPL Securities Limited from publicly available information and sources that BIPL Securities Limited believed to be reliable. Whilst every care has been taken in preparing this research report, no research analyst, director, officer, employee, agent or adviser of any member of BIPL Securities Limited gives or makes any representation, warranty or undertaking, whether express or implied, and accepts no responsibility or liability as to the reliability, accuracy or completeness of the information set out in this research report. Any responsibility or liability for any information contained herein is expressly disclaimed. All information contained herein is subject to change at any time without notice. No member of BIPL Securities Limited has an obligation to update, modify or amend this research report or to otherwise notify a reader thereof in the event that any matter stated herein, or any opinion, projection, forecast or estimate set forth herein, changes or subsequently becomes inaccurate, or if research on the subject company is withdrawn. Furthermore, past performance is not indicative of future results.

The investments and strategies discussed herein may not be suitable for all investors or any particular class of investor. Investors should make their own investment decisions using their own independent advisors as they believe necessary and based upon their specific financial situations and investment objectives when investing. Investors should consult their independent advisors if they have any doubts as to the applicability to their business or investment objectives of the information and the strategies discussed herein. This research report is being furnished to certain persons as permitted by applicable law, and accordingly may not be reproduced or circulated to any other person without the prior written consent of a member of BIPL Securities Limited. This research report may not be relied upon by any retail customers or person to whom this research report may not be provided by law. Unauthorized use or disclosure of this research report is strictly prohibited. Members of BIPL Securities and/or their respective principals, directors, officers, and employees and their families may own, have positions or affect transactions in the securities or financial instruments referred herein or in the investments of any issuers discussed herein, may engage in securities transactions in a manner inconsistent with the research contained in this research report and with respect to securities or financial instruments covered by this research report, may sell to or buy from customers on a principal basis and may serve or act as director, placement agent, advisor or lender, or make a market in, or may have been a manager or a co-manager of the most recent public offering in respect of any investments or issuers of such securities or financial instruments referenced in this research report or may perform any other investment banking or other services for, or solicit investment banking or other business from any company mentioned in this research report. Investing in Pakistan involves a high degree of risk and many persons, physical and legal, may be restricted from dealing in the securities market of Pakistan. Investors should perform their own due diligence before investing. No part of the compensation of the authors of this research report was, is or will be directly or indirectly related to the specific recommendations or views contained in the research report. By accepting this research report, you agree to be bound by the foregoing limitations.

BIPL Securities Limited and / or any of its affiliates, which operate outside Pakistan, do and seek to do business with the company(s) covered in this research document. Investors should consider this research report as only a single factor in making their investment decision. BIPL Securities Limited prohibits research personnel from disclosing a recommendation, investment rating, or investment thesis for review by an issuer/company prior to the publication of a research report containing such rating, recommendation or investment thesis.

BIPL Securities Limited endeavors to make all reasonable efforts to disseminate its publication to all eligible clients in a timely manner through either physical or electronic distribution such as mail, fax and/or email. Nevertheless, not all clients may receive the material at the same time.

Disclaimers/Disclosures to US Investors

This investment research is distributed in the United States by BIPL Securities Limited (BIPLS), and in certain instances by Enclave Capital LLC (Enclave), a U.S.-registered broker-dealer, only to major U.S. institutional investors, as defined in Rule 15a-6 promulgated under the U.S. Securities Exchange Act of 1934, as amended, and as interpreted by the staff of the U.S. Securities and Exchange Commission. This investment research is not intended for use by any person or entity that is not a major U.S. institutional investor. If you have received a copy of this research and are not a major U.S. institutional investor, you are instructed not to read, rely on or reproduce the contents hereof, and to destroy this research or return it to BIPLS or to Enclave. The analyst(s) preparing this report are employees of BIPLS who are resident outside the United States and are not associated persons or employees of any U.S. registered broker-dealer. Therefore, the analyst(s) are not subject to Rule 2711 of the Financial Industry Regulatory Authority (FINRA) or to Regulation AC adopted by the U.S. Securities and Exchange Commission (SEC) which among other things, restrict communications with a subject company, public appearances and personal trading in securities by a research analyst. Any major U.S. institutional investor wishing to effect transactions in any securities referred to herein or options thereon should do so by contacting a representative of Enclave. Enclave is a broker-dealer registered with the SEC and a member of FINRA and the Securities Investor Protection Corporation. Its address is 19 West 44th Street, Suite 1700, New York, NY 10036 and its telephone number is 646-454-8600. BIPLS is not affiliated with Enclave or any other U.S. registered broker-dealer.

Follow us now on

