

Synopsis

Gold (Play the Range)

| | |
|----------------|-----------|
| 2nd Resistance | US\$1,225 |
| 1st Resistance | US\$1,210 |
| 1st Support | US\$1,195 |
| 2nd Support | US\$1,188 |

Silver (Play the Range)

| | |
|----------------|-----------|
| 2nd Resistance | US\$15.00 |
| 1st Resistance | US\$14.80 |
| 1st Support | US\$14.40 |
| 2nd Support | US\$14.20 |

WTI (Play the Range)

| | |
|----------------|-----------|
| 2nd Resistance | US\$71.00 |
| 1st Resistance | US\$70.40 |
| 1st Support | US\$69.10 |
| 2nd Support | US\$68.20 |

EURUSD (Play the Range)

| | |
|----------------|------------|
| 2nd Resistance | US\$1.1790 |
| 1st Resistance | US\$1.1740 |
| 1st Support | US\$1.1650 |
| 2nd Support | US\$1.1610 |

GBPUSD (Play the Range)

| | |
|----------------|------------|
| 2nd Resistance | US\$1.3120 |
| 1st Resistance | US\$1.3050 |
| 1st Support | US\$1.2950 |
| 2nd Support | US\$1.2880 |

USDJPY (Play the Range)

| | |
|----------------|------------|
| 2nd Resistance | US\$111.60 |
| 1st Resistance | US\$111.20 |
| 1st Support | US\$110.50 |
| 2nd Support | US\$110.10 |

DJIA-30 (Play the Range)

| | |
|----------------|--------|
| 2nd Resistance | 29,320 |
| 1st Resistance | 26,200 |
| 1st Support | 25,940 |
| 2nd Support | 25,700 |

S&P-500 (Play the Range)

| | |
|----------------|-------|
| 2nd Resistance | 2,980 |
| 1st Resistance | 2,950 |
| 1st Support | 2,880 |
| 2nd Support | 2,820 |

NSDQ-100 (Play the Range)

| | |
|----------------|-------|
| 2nd Resistance | 7,740 |
| 1st Resistance | 7,690 |
| 1st Support | 7,580 |
| 2nd Support | 7,530 |

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Gold rises, but set for longest monthly losing streak in 5-1/2 years

GOLD: Gold rose on Friday as investors hedged against risks stemming from the ongoing trade dispute, with \$1,200 acting as a strong support, but the bullion was headed for its longest monthly losing streak since 2013. "Looks like the hedgers finally woke up, seeing the strong support and put some insurance over the weekend to protect themselves just in case of an equity market meltdown." However, gold prices have declined about 7.7 percent so far this year amid rising U.S. interest rates, international trade disputes and the Turkish currency crisis, with investors preferring the dollar as a safe-haven.

CRUDE OIL: Oil markets held steady on Friday, supported by looming U.S. sanctions against Iran's oil exports and falling Venezuelan output, but held back by concerns the trade war between the United States and China could intensify. With Venezuelan supply falling sharply and concerns around U.S. sanctions against Iran that will target its oil exports from November, crude markets in August are on track to post a more than 4.5 percent rise for Brent and an over 2 percent increase for WTI.

U.S. EQUITIES: U.S. stock index futures came under pressure ahead of Friday's open, as investors remained cautious as a NAFTA deadline drew closer. Around 5:00 a.m. ET, Dow futures dropped 20 points, indicating a downbeat open of -6.92 points, with the S&P 500 and Nasdaq futures pointing to a flat to negative start to the day for their respective sessions. Markets in Asia and Europe also posted solid losses during the trading day. On the data front, the latest Chicago purchasing managers index (PMI) figures are due out at 9:45 a.m. ET, followed by consumer sentiment at 10 a.m. ET.

U.S. DOLLAR: The dollar edged up against its peers on Friday, finding support as the latest episode of U.S.-China trade tensions dulled investor risk appetite, with weakness in emerging market currencies also helping lift the greenback. The dollar index against a basket of six major currencies was a shade higher at 94.748. The index had nudged up about 0.15 percent overnight, ending a four-day losing streak. The greenback, which tends to attract safe haven bids in times of market turmoil and political tensions, drew its latest swell of support as investors braced for the next round of the U.S.-China trade conflict.

(Reuters, CNBC)

31st August, 2018

| Time | Currency | Impact | Event | Forecast | Previous |
|--------|----------|--------|-------------|----------|----------|
| 5:30pm | CAD | Medium | RMPI m/m | 0.0% | 0.5% |
| 6:45pm | USD | Medium | Chicago PMI | 63.0 | 65.5 |

Source: www.forexfactory.com

Refer to important disclosures on page 6

Gold: Key Highlights

| DATE | 30-Aug |
|---------|---------|
| Open | 1206.66 |
| High | 1207.75 |
| Low | 1196.19 |
| Close | 1199.42 |
| MA(20) | 1198.78 |
| MA(100) | 1264.77 |
| MA(200) | 1289.51 |
| RSI(14) | 45.76 |

Source: Bloomberg

Gold Spot



Technical Strategy: Play the Range

Gold closed at US\$1,199/oz, above its 20-DMA which is at US\$1,198/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\$1,195/oz - US\$1,210/oz. A break below US\$1,195/oz could target US\$1,188/oz, while a break above US\$1,210/oz could target US\$1,225/oz.

Silver: Key Highlights

| DATE | 30-Aug |
|---------|--------|
| Open | 14.71 |
| High | 14.78 |
| Low | 14.49 |
| Close | 14.52 |
| MA(20) | 14.91 |
| MA(100) | 16.00 |
| MA(200) | 16.30 |
| RSI(14) | 37.69 |

Source: Bloomberg

Silver Spot



Technical Strategy: Play the Range

Silver closed at US\$14.52/oz, below its 20-DMA which is at US\$14.91/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\$14.40/oz - US\$14.80/oz. A break below US\$14.40/oz could target US\$14.20/oz, while a break above US\$14.80/oz could target US\$15.00/oz.

WTI Spot: Key Highlights

| DATE | 30-Aug |
|---------|--------|
| Open | 69.69 |
| High | 70.47 |
| Low | 69.53 |
| Close | 70.02 |
| MA(20) | 67.51 |
| MA(100) | 68.63 |
| MA(200) | 65.12 |
| RSI(14) | 60.12 |

Source: Bloomberg

WTI Spot (Crude Oil)



Technical Strategy: Play the Range

Oil closed at US\$70.02/bbl, above its 20-DMA which is at US\$67.51/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\$69.10 - US\$70.40. A break below US\$69.10/bbl could target US\$68.20/bbl, while a break above US\$70.40/bbl could target US\$71.00/bbl.

EURUSD: Key Highlights

| DATE | 30-Aug |
|---------|--------|
| Open | 1.1705 |
| High | 1.1717 |
| Low | 1.1641 |
| Close | 1.1669 |
| MA(20) | 1.1535 |
| MA(100) | 1.1747 |
| MA(200) | 1.1964 |
| RSI(14) | 57.25 |

Source: Bloomberg

EURUSD



Technical Strategy: Play the Range

EURUSD closed at US\$1.1669, above its 20-DMA which is at US\$1.1535. 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\$1.1650 - US\$1.1740. A break below US\$1.1650 could target US\$1.1610, while a break above US\$1.1740 could target US\$1.1790.

GBPUSD: Key Highlights

| DATE | 30-Aug |
|---------|--------|
| Open | 1.3021 |
| High | 1.3042 |
| Low | 1.2984 |
| Close | 1.3005 |
| MA(20) | 1.2851 |
| MA(100) | 1.3296 |
| MA(200) | 1.3550 |
| RSI(14) | 55.80 |

Source: Bloomberg

GBPUSD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.3005, above its 20-DMA which is at US\$1.2851. 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\$1.2950 - US\$1.3050. A break below US\$1.2950 could target US\$1.2880, while a break above US\$1.3050 could target US\$1.3120.

USDJPY: Key Highlights

| DATE | 30-Aug |
|---------|--------|
| Open | 111.67 |
| High | 111.75 |
| Low | 110.95 |
| Close | 110.96 |
| MA(20) | 110.96 |
| MA(100) | 110.28 |
| MA(200) | 109.74 |
| RSI(14) | 49.06 |

Source: Bloomberg

USDJPY



Technical Strategy: Play the Range

USDJPY closed at US\$110.96, above its 20-DMA which is at US\$110.96. 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\$110.50 - US\$111.20. A break below US\$110.50 could target US\$110.10, while a break above US\$111.20 could target US\$111.60.

DJIA-30: Key Highlights

| DATE | 30-Aug |
|---------|--------|
| Open | 26138 |
| High | 26147 |
| Low | 25934 |
| Close | 25968 |
| MA(20) | 25645 |
| MA(100) | 24916 |
| MA(200) | 24871 |
| RSI(14) | 63.66 |

Source: Bloomberg

DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 25,968, above its 20-DMA which is at 25,645. 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 25,940– 26,200. A break below 25,940 could target 25,700, while a break above 26,200 could target 26,320.

S&P-500: Key Highlights

| DATE | 30-Aug |
|---------|--------|
| Open | 2914 |
| High | 2915 |
| Low | 2895 |
| Close | 2898 |
| MA(20) | 2859 |
| MA(100) | 2763 |
| MA(200) | 2732 |
| RSI(14) | 65.48 |

Source: Bloomberg

S&P-500



Technical Strategy: Play the Range

S&P closed at US\$2,898, above its 20-DMA which is at 2,859. 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 2,880 – 2,950. A break below 2,880 could target 2,820, while a break above 2,950 could target 2,980.

NASDAQ-100: Key Highlights

| DATE | 30-Aug |
|---------|--------|
| Open | 7663 |
| High | 7690 |
| Low | 7620 |
| Close | 7636 |
| MA(20) | 7455 |
| MA(100) | 7128 |
| MA(200) | 6890 |
| RSI(14) | 68.74 |

Source: Bloomberg

NASDAQ-100



Technical Strategy: Play the Range

NASDAQ closed at 7,636 above its 20-DMA which is at 7,455. 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 7,580 – 7,690. A break below 7,580 could target 7,530, while a break above 7,690 could target 7,740.

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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