

REP-019

Gold prices extend gains as equities, bond yields weaken

GOLD: Gold prices extended gains to a second session on Wednesday, driven by weaker equities and bond yields, while traders eagerly await U.S. economic data to gauge the Federal Reserve’s timeline on a potential rate reduction. Spot gold was up 0.6% at \$2,676.63 per ounce and trading nearly \$9 below a record high of \$2,685.42 scaled last month. U.S. gold futures gained 0.5% to \$2,693.30. “Seems the gold market wants to see a record high, with prices marginally below the late-September record high with support coming from a slightly risk-off environment with equities down,” UBS analyst Giovanni Staunovo said. Safe-haven bullion tends to be a preferred investment in a low interest rate environment and during economic and geopolitical turmoil. Gold needs a stronger-than-expected data to change the rate-cut trajectory, but this should still boost investment demand and drive prices to a record high in the coming months, UBS’ Staunovo said.

16-Oct-24	1st Support	2nd Support	1st Resistance	2nd Resistance
Gold	\$2,644	\$2,626	\$2,675	\$2,687
Silver	\$30.93	\$30.37	\$31.86	\$32.24
WTI	\$69.77	\$68.55	\$72.16	\$73.33
EURUSD	\$1.0873	\$1.0860	\$1.0908	\$1.0930
GBPUSD	\$1.3037	\$1.3002	\$1.3105	\$1.3137
USDJPY	148.74	148.30	149.73	150.27
DJIA-30	42,560	42,392	43,035	43,341
S&P-500	5,790	5,765	5,854	5,893
NSDQ-100	19,995	19,834	20,399	20,642

Source: AKD Research and MT4

OIL: Oil rose in early Asian trade on Wednesday on continued uncertainty over conflict in the Middle East, after falling as much as \$5 this week to the lowest levels since early October on demand concerns. Brent crude oil futures rose 24 cents, or 0.3%, to \$74.49 a barrel by 0054 GMT. U.S. West Texas Intermediate crude futures dropped 27 cents, or 0.4%, to \$70.85 per barrel. Oil prices tumbled more than 4% to a near two-week low on Tuesday due to a weaker demand outlook and after a media report said Israel would not strike Iranian nuclear and oil sites, easing fears of a supply disruption. The market will be looking out for U.S. crude and fuels inventory data due on Wednesday. Analysts polled by Reuters expected crude stockpiles rose by about 1.8 million barrels in the week to Oct. 11.

US-EQUITIES: The Dow and S&P 500 both slipped from their recent records during Tuesday’s regular trading session, falling 0.75% and 0.76%, respectively. The Nasdaq Composite fell 1.01%, but is still less than 2% from its own record high. Tech stocks – semiconductors, in particular – weighed on the S&P 500 and the Nasdaq. The tech sector slid 1.8% on Tuesday, as Nvidia fell more than 4%.

US DOLLAR: The pound dropped on Wednesday after data showing British inflation slowed more than expected in September, making it easier for the Bank of England to cut interest rates further this year. The pound dropped 0.4% on the dollar to \$1.3022, having been flat before the data. Sterling also weakened versus the euro, which rose 0.4% to 83.64 pence. British inflation was 1.7% year-on-year in September from 2.2% in August, the lowest reading since April 2021 and below a Reuters poll which expected 1.9%.

Source: Reuters, CNBC, Bloomberg

Key Economic Indicators for Tomorrow

Time	Currency	Impact	Economic Indicator	Forecast	Previous
5:30pm	USD	High	Core Retail Sales m/m	0.1%	0.1%

Source: www.forexfactory.com

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GOLD: KEY HIGHLIGHTS

Date	15-Oct
Open	2,647.16
High	2,668.79
Low	2,637.98
Close	2,662.57
MA(50)	2,555.71
MA(100)	2,461.07
MA(200)	2,323.95

Source: AKD Research & MT4

GOLD SPOT



Technical Strategy: Buy on Weakness

Gold closed at US\$2662.57/Oz above its 50-DMA which is at US\$2556/Oz. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of US \$2640 - 2680/Oz.

SILVER: KEY HIGHLIGHTS

Date	15-Oct
Open	31.17
High	31.67
Low	30.74
Close	31.49
MA(50)	29.84
MA(100)	29.74
MA(200)	27.58

Source: AKD Research & MT4

SILVER



Technical Strategy: Play the Range

Silver closed at US\$31.49/Oz above its 50-DMA which is at US\$29.84/Oz. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of US \$30.37 - 32.24/Oz.

WTI SPOT: KEY HIGHLIGHTS

Date	15-Oct
Open	71.52
High	72.10
Low	69.71
Close	71.00
MA(50)	72.30
MA(100)	75.56
MA(200)	77.22

Source: AKD Research & MT4

WTI SPOT (CRUDE OIL)



Technical Strategy: Buy on Weakness

Oil closed at US\$71/bbl above its 50-DMA which is at US\$72.3/bbl. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of US\$69.50- 73.33/bbl.



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EUR/USD: KEY HIGHLIGHTS

Date	15-Oct
Open	1.0902
High	1.0916
Low	1.0881
Close	1.0887
MA(50)	1.1055
MA(100)	1.0934
MA(200)	1.0871

Source: AKD Research & MT4

EUR-USD



Technical Strategy: Play the Range

EURUSD closed at US\$1.0887 below its 50-DMA which is at US\$1.1055. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of US \$1.0860 - 1.0930.

GBP/USD: KEY HIGHLIGHTS

Date	15-Oct
Open	1.3047
High	1.3102
Low	1.3034
Close	1.3072
MA(50)	1.3112
MA(100)	1.2948
MA(200)	1.2790

Source: AKD Research & MT4

GBP-USD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.3072 below its 50-DMA which is at US\$1.3112. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of US \$1.3002 - 1.3137.

USD/JPY: KEY HIGHLIGHTS

Date	15-Oct
Open	149.69
High	149.82
Low	148.84
Close	149.19
MA(50)	145.28
MA(100)	151.02
MA(200)	151.27

Source: AKD Research & MT4

JPY-USD



Technical Strategy: Play the Range

USDJPY closed at US\$149.19 above its 50-DMA which is at US\$145.28. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of US\$148.3 - 150.27.



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DJIA-30: KEY HIGHLIGHTS

Date	15-Oct
Open	43,124
High	43,172
Low	42,697
Close	42,729
MA(50)	41,329
MA(100)	40,388
MA(200)	39,530

Source: AKD Research & MT4

DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 42729 above its 50-DMA which is at 41329. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of 42392 - 43341.

S&P-500: KEY HIGHLIGHTS

Date	15-Oct
Open	5,868
High	5,869
Low	5,804
Close	5,814
MA(50)	5,613
MA(100)	5,535
MA(200)	5,308

Source: AKD Research & MT4

S&P-500



Technical Strategy: Play the Range

S&P closed at 5814 above its 50-DMA which is at 5613. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of 5765 - 5893.

NASDAQ-100: KEY HIGHLIGHTS

Date	15-Oct
Open	20,459
High	20,481
Low	20,077
Close	20,156
MA(50)	19,492
MA(100)	19,491
MA(200)	18,671

Source: AKD Research & MT4

NASDAQ-100



Technical Strategy: Play the Range

NASDAQ closed at 20156 above its 50-DMA which is at 19492. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of 19834 - 20642.



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COMMODITIES VANTAGE

Glossary of Terms

Support: Support is the level at which the stock is likely to see increased interest from buyers. The buying support will prevent the stock from falling further.

Resistance: Resistance is the level at which the stock is likely to see increased interest from sellers. The selling pressure will prevent the stock from rising further.

RSI: The Relative Strength Index (RSI) is a momentum oscillator that ranges from 0 to 100. It compares the extent of the stock's recent price movements by evaluating recent gains and losses. Stocks with RSI above 70 could be considered overbought, and below 30 could be considered oversold. Generally, if the RSI falls below 70, it is a bearish signal. Conversely, if the RSI of a stock rises above 30 it is considered bullish. The RSI used is of 14 days.

Bollinger Bands: A Bollinger Band, developed by famous technical trader John Bollinger, is plotted two standard deviations away from a simple moving average. BB highly popular technical analysis technique. Many traders believe the closer the prices move to the upper band, the more overbought the market, and the closer the prices move to the lower band, the more oversold the market.

MACD: MACD shows the relationship between a longer period moving average and a short period Moving average of a stock's price. Generally, the 26-day exponential moving average (EMA) and the 12-day EMA are used to calculate MACD.

EMA: Exponential moving average (EMA) is the weighted average of the prices of a given security where higher weights are given to recent data points. EMA is used to analyze the trend of a stock.

SMA: A simple moving average (SMA) is the average of the closing price of a security for a given period.

The parabolic SAR: is a technical indicator used to determine the price direction of an asset, as well as draw attention to when the price direction is changing. Sometimes known as the "stop and reversal system," the parabolic SAR was developed by J. Welles Wilder Jr., creator of the relative strength index (RSI).

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