



Market News

04/08/2022

NEWS

- Tensions eased a bit on Wednesday, pushing the greenback down across the FX board ahead of the US opening. The DXY's previous strength could be linked to the US-China tussles over Taiwan. However, China's firmer Caixin Manufacturing PMI weighed on the DXY by improving sentiment and cutting down on the greenback's haven demand.
- US ISM Services PMI for July rose to 56.7 from 55.3 prior and the market expectation of 53.5. On the other hand, the Final reading of the US S&P Global Services PMI for July dropped to 47.3, marking the first contraction in two years, from 52.7 in June and the flash estimate of 47.
- Different US Federal Reserve officials reinforce the market's speculation the Fed is far from done with aggressive tightening, putting a 75 bps rate hike back on the table for September. However, San Francisco Fed President Mary Daly said, "Markets are ahead of themselves in expecting rate cuts next year."
- The Bank of England will announce its monetary policy decision on Thursday. Moving on, the US Good and Services Trade Balance for June will join the weekly Initial Jobless Claims to decorate the calendar.





EURUSD



FOREX



NG



ES



CT



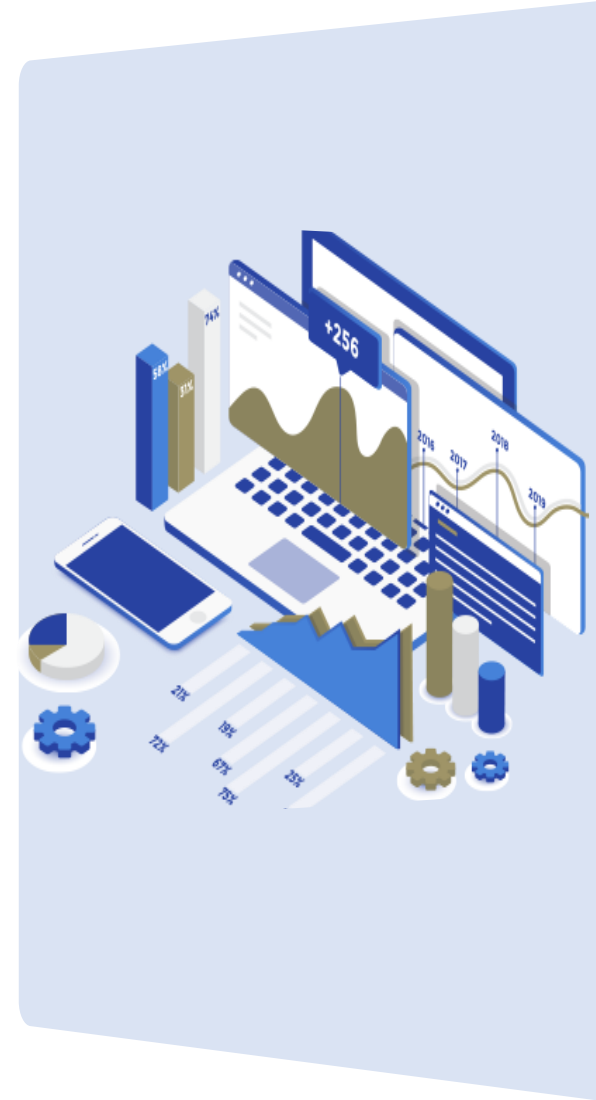
BB

MetaTrader4

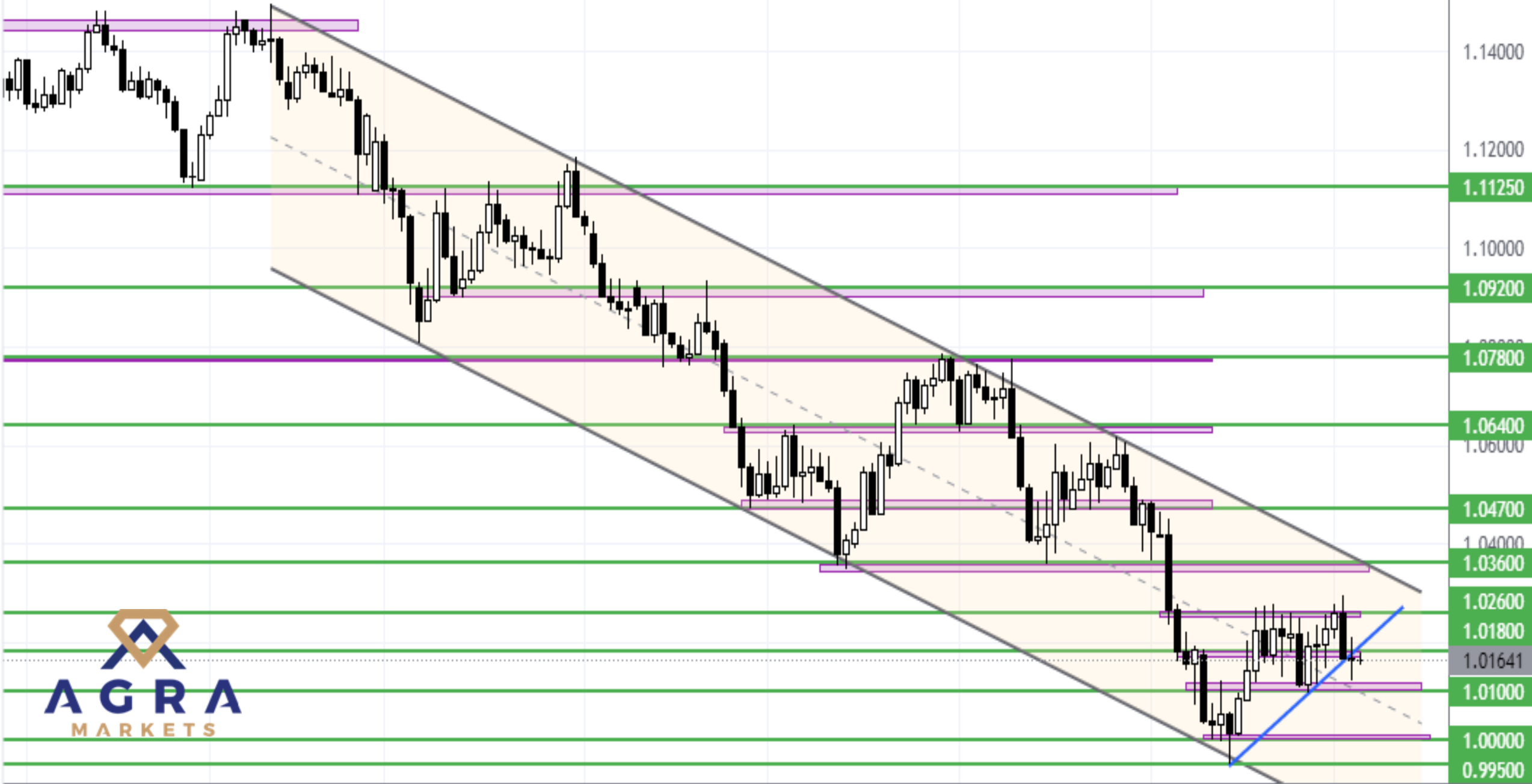


EURUSD

- The EUR/USD pair stays depressed around 1.0164, keeping the previous day's pullback moves during Thursday's Asian session.
- On the eurozone front, the economic data landed at -3.7%, lower than the expectations of -1.7% and the prior release of 0.4%. Price pressures are sky-rocketing, therefore the economic data should have an uptick. However, a slump in the same indicates that the overall demand is extremely poor.
- The sellers need to conquer July 27 low around 1.0100 to aim for the parity level. Alternatively, the level of 1.0180 challenges the short-term upside of the EUR/USD pair ahead of multiple highs marked during July, around 1.0260.



Euro / U.S. Dollar, 1D, O1.01633 H1.01762 L1.01544 C1.01641 +0.00008 (+0.01%)

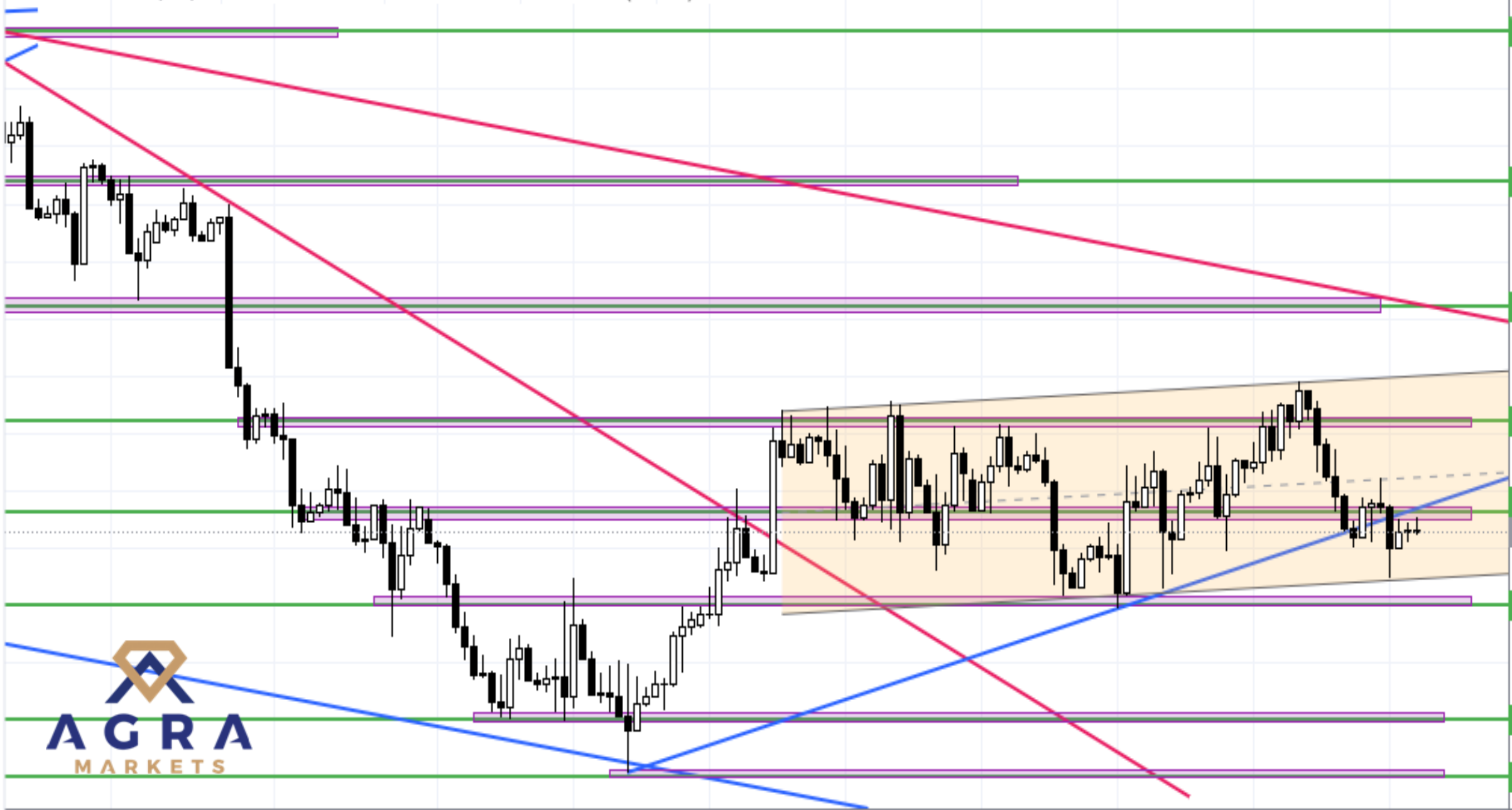


2022 Feb Mar Apr May Jun Jul Aug

USD
1.14000
1.12000
1.11250
1.10000
1.09200
1.08000
1.07800
1.06400
1.05000
1.04700
1.04000
1.03600
1.02600
1.01800
1.01641
1.01000
1.00000
0.99500

Euro / U.S. Dollar, 4h, O1.01651 H1.01762 L1.01611 C1.01640 -0.00011 (-0.01%)

USD
1.06000
1.05500
1.05000
1.04700
1.04500
1.04000
1.03600
1.03000
1.02600
1.02000
1.01800
1.01640
1.01500
1.01000
1.00500
1.00000
0.99500



Jul 6 11 13:00 18 13:00 25 13:00 Aug 13:00



GBPUSD

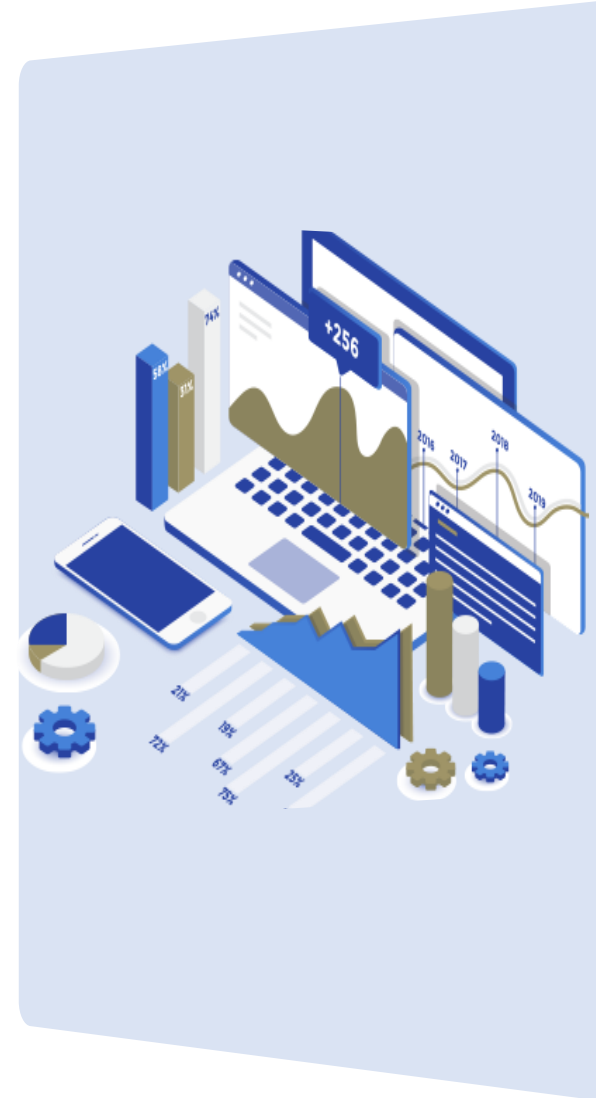


MetaTrader4



GBPUSD

- The GBP/USD pair has displayed a minor pullback after failing to recapture the 1.2170 hurdle. The traders await the key Bank of England (BOE) Monetary Policy decisions during the Asian session on “Super Thursday”.
- Should the GBP/USD bulls cross the 1.2170 hurdle, the resistances of 1.2270 and 1.2340 challenge the advances before highlighting June 16 high around 1.2400.
- Meanwhile, pullback moves need validation from the channel’s support line at 1.2100, a break of which could direct the quote towards July 19 high around 1.2050.



British Pound / U.S. Dollar, 1D, O1.21436 H1.21676 L1.21325 C1.21521 +0.00085 (+0.07%)



USD
1.36000
1.34000
1.32000
1.30000
1.28000
1.26000
1.24700
1.24000
1.22700
1.21700
1.21521
1.20500
1.20000
1.19300
1.18750
1.18000



2022 Feb Mar Apr May Jun Jul Aug

British Pound / U.S. Dollar, 4h, O1.21588 H1.21676 L1.21441 C1.21526 -0.00062 (-0.05%)





USDJPY

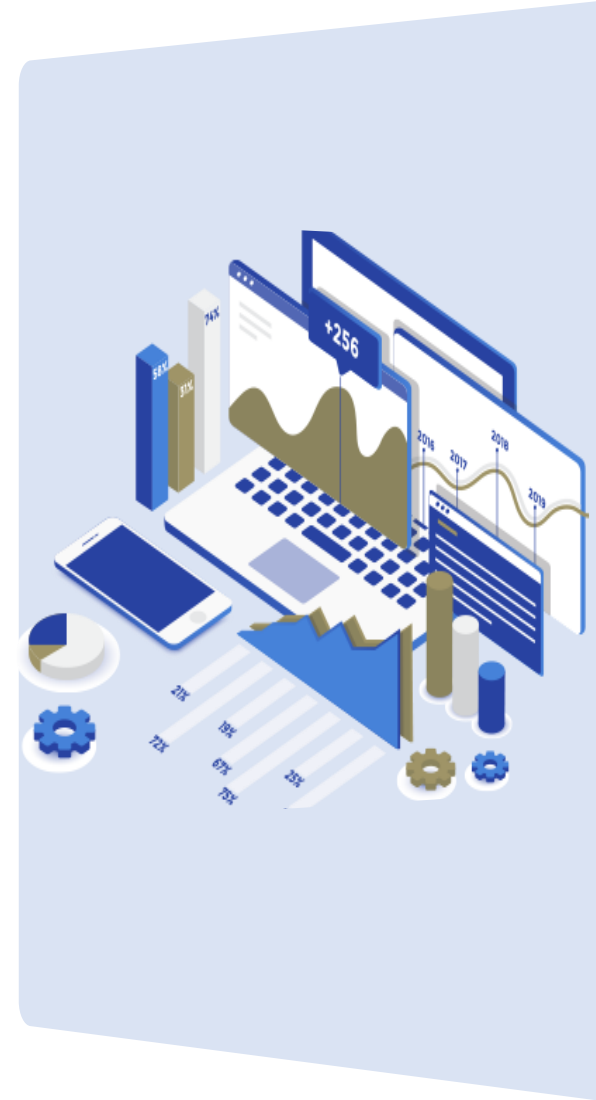


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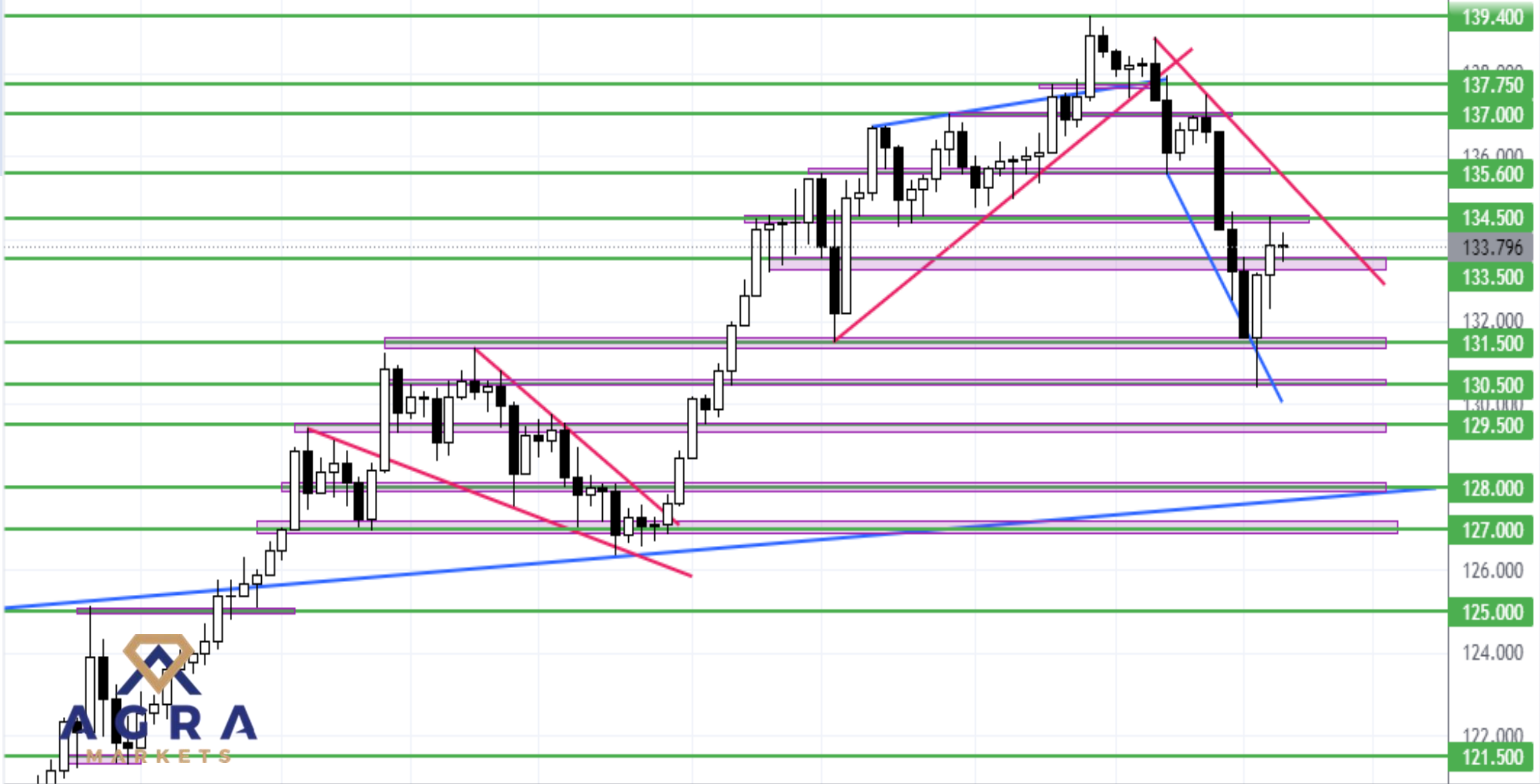
USDJPY

- USD/JPY remains indecisive around 133.80 yen traders search for fresh clues during early Thursday morning in Europe. In doing so, the yen pair portrays the market's cautious mood ahead of the key US Nonfarm Payrolls (NFP).
- Latest headlines suggesting China's actions in the Taiwan Strait appear to weigh on the market sentiment. That said, Bloomberg's news suggests the US Democratic Party members' dissent to the US-Taiwan ties appears to tame the fears of the US-China tussles due to US House Speaker Nancy Pelosi's Taiwan visit.
- The recovery moves can aim for the previous day's high around 134.50 ahead of challenging the downtrend line from July 14 high at 135.00. Alternatively, a decisive move below the support of 133.50 will send the asset towards July 29 low at 132.50.



U.S. Dollar / Japanese Yen, 1D, O133.862 H134.142 L133.423 C133.796 -0.066 (-0.05%)

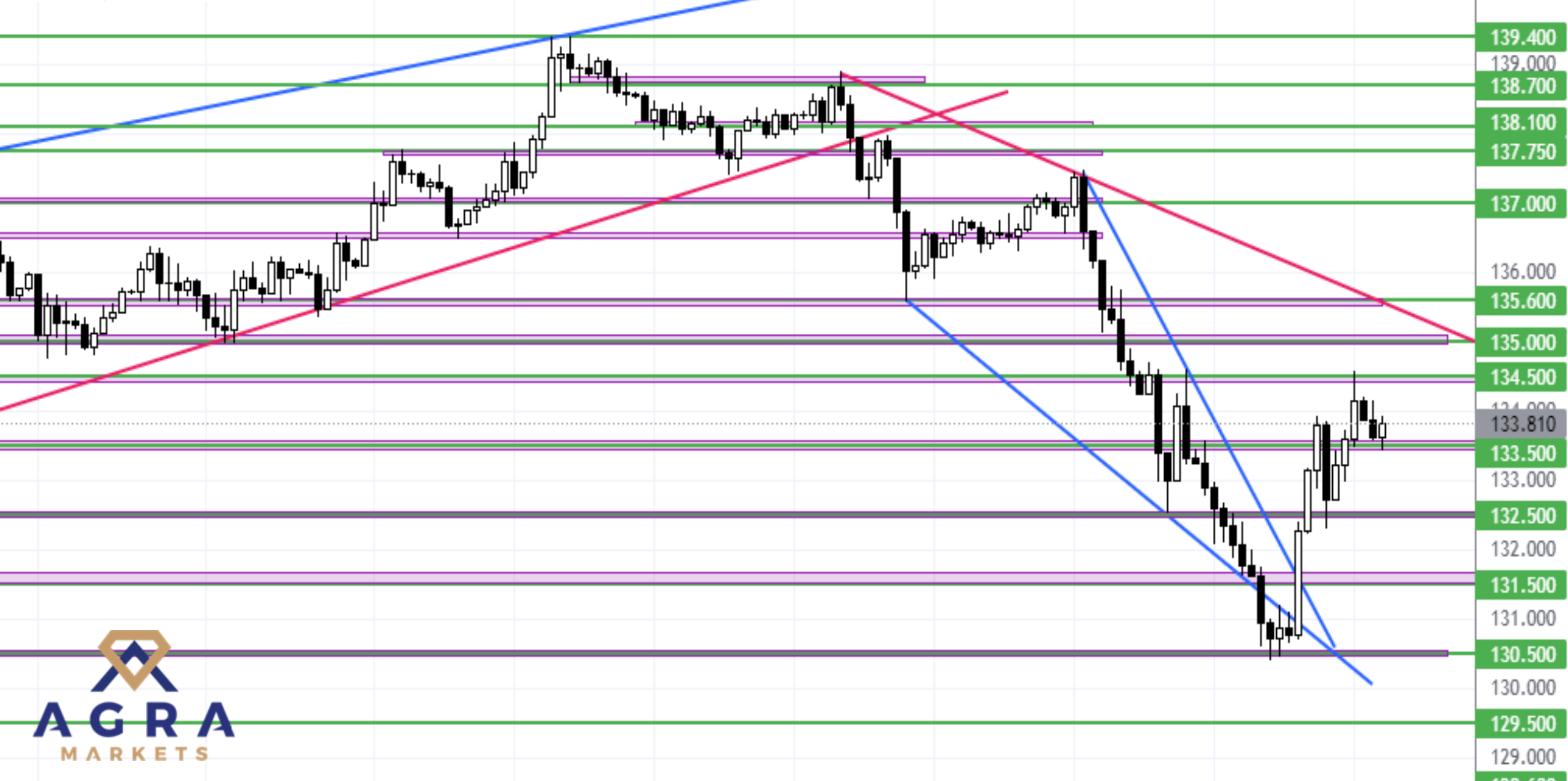
JPY
139.400
138.000
137.750
137.000
136.000
135.600
134.500
133.796
133.500
132.000
131.500
130.500
129.500
128.000
127.000
126.000
125.000
124.000
122.000
121.500



Apr 18 May 16 Jun 15 Jul 18 Aug 15

U.S. Dollar / Japanese Yen, 4h, O133.624 H133.924 L133.423 C133.810 +0.186 (+0.14%)

JPY



Jul 6 11 13:00 18 13:00 25 13:00 Aug 13:00



XAUUSD



FOREX



NG



ES



CT



BB

MetaTrader4



XAUUSD

- XAU/USD prints mild gains around \$1,770 during Thursday's Asian session. The greenback takes a back seat alongside the Treasury yields amid the market optimism, underpinning the USD-priced yellow metal.
- The US ISM Services Prices Paid component came in at 72.3, lower than the previous but still at a reasonably high level. Money markets now price in a 42% chance of a 75 bps Sept Fed rate hike, according to the CME FedWatch Tool.
- The resistance of \$1,772 restricts immediate Gold upside before directing the bulls to July 01 low near \$1,785. On the contrary, bears can take control if the asset plunge below uptrend line from July 21 high at \$1,760. This will drive the pair towards July 13 high of \$1,745.



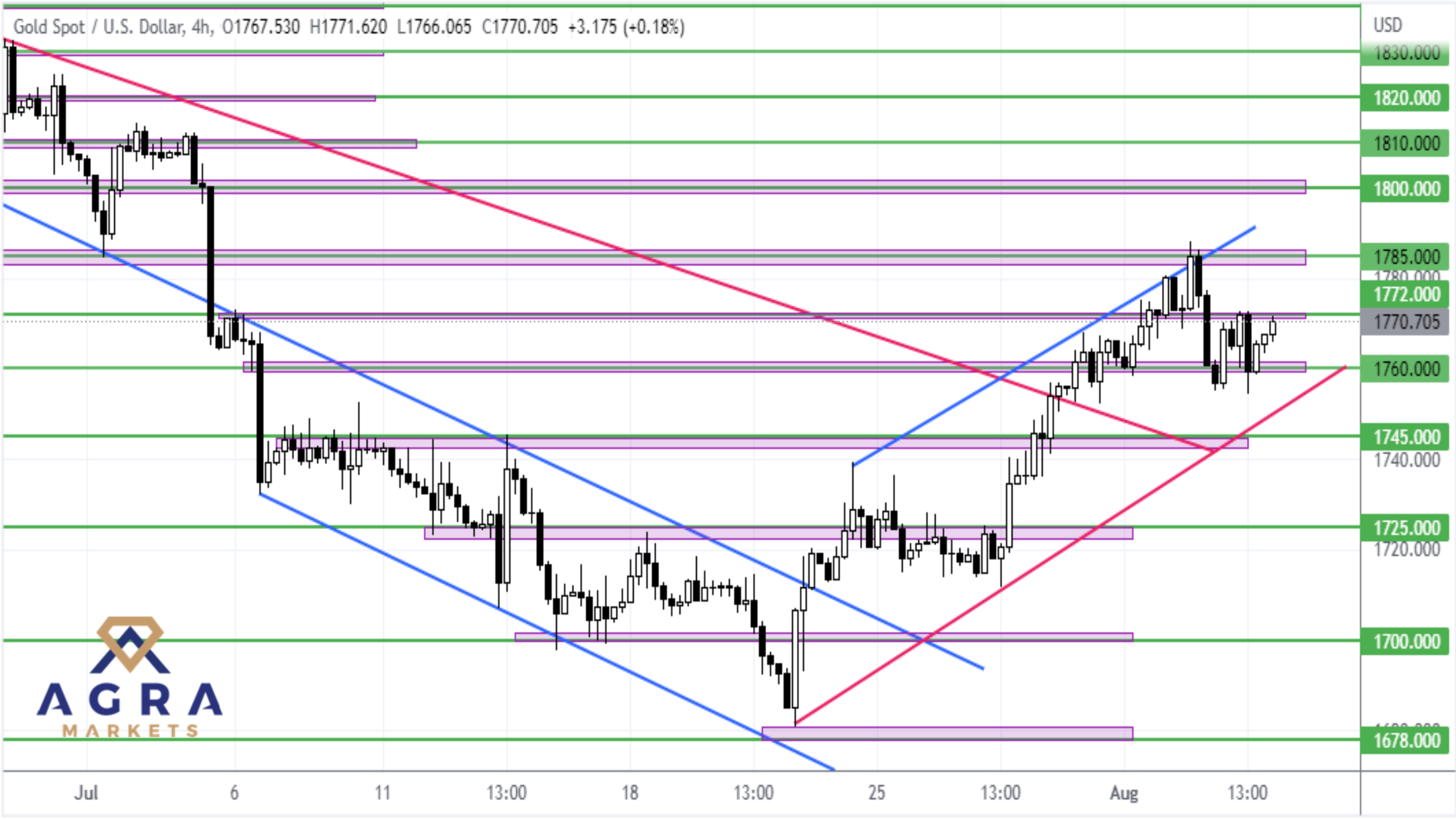
Gold Spot / U.S. Dollar, 1D, O1765.370 H1771.620 L1763.335 C1770.605 +5.235 (+0.30%)

USD



Mar 16 Apr 17 May 17 Jun 16 Jul 16 Aug 16

Gold Spot / U.S. Dollar, 4h, O1767.530 H1771.620 L1766.065 C1770.705 +3.175 (+0.18%)





S&P

+

+

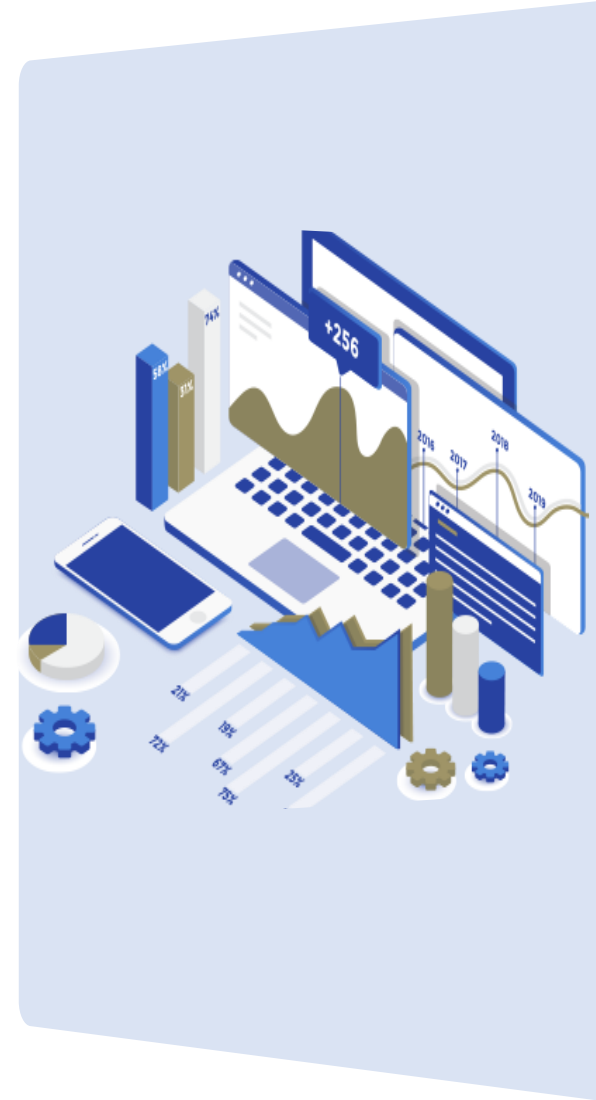


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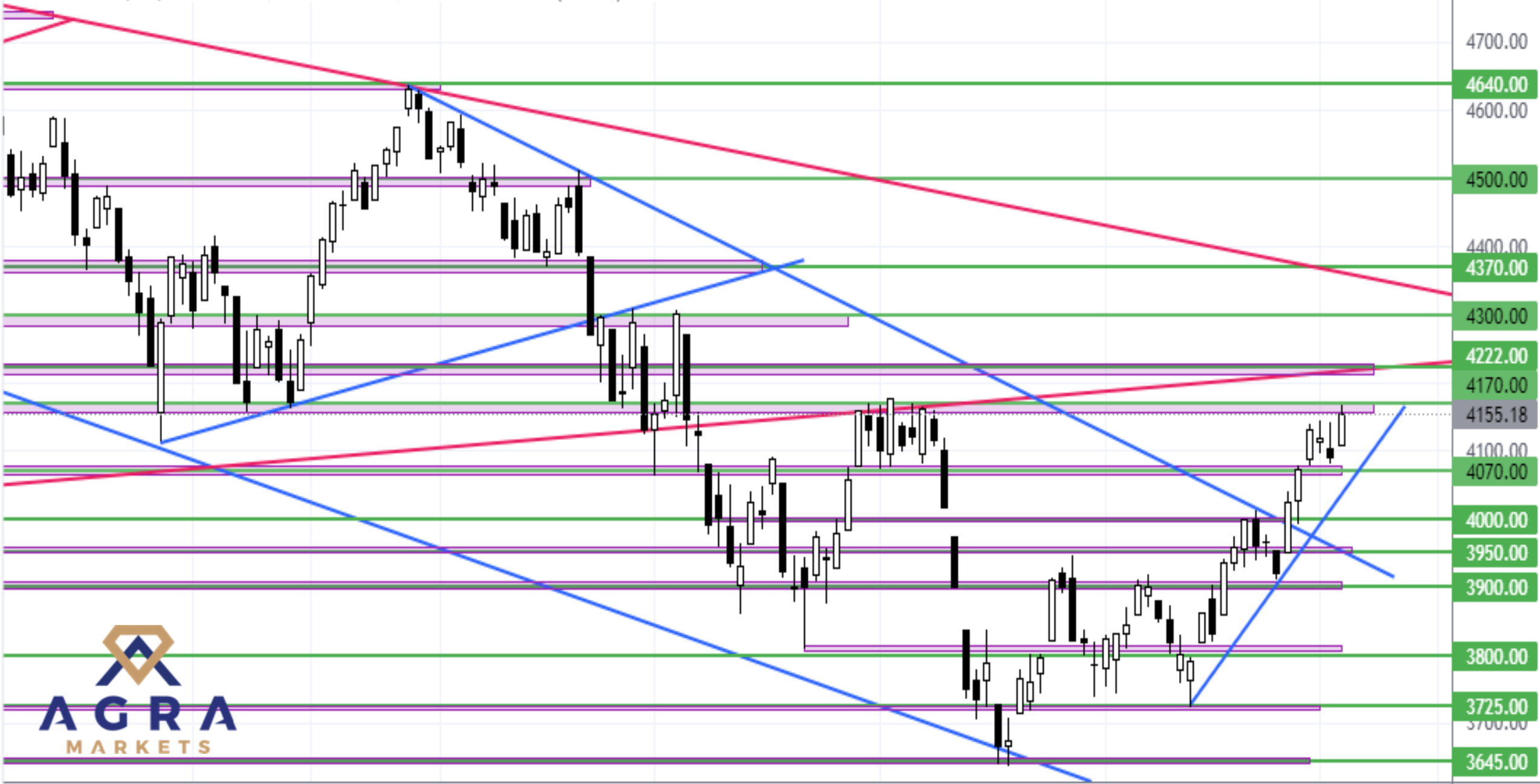
S&P

- Major market indexes closed Wednesday's session higher as US service activity unexpectedly rose in July and factory orders topped expectations. The S&P 500 was up 1.56% to 4,155.18. For more upside, bulls need to surpass the resistance of 4,170, which will send the index to January 24 low at 4,222. Alternatively, If the bears succeed in breaking the uptrend line from July 14 low at 4,070, the target of 4,000 will be available for them.
- In company news, Moderna (MRNA) maintained the 2022 sales guidance for its COVID-19 vaccine despite a pullback in deliveries to a global vaccine-sharing initiative after the drugmaker's second-quarter results beat estimates. Shares surged 16%, the most on the S&P 500 and Nasdaq 100.
- The second-biggest performer on the two indices was PayPal (PYPL), with shares up 9.3% after the firm reported a drop in adjusted earnings to \$0.93 per share in the second quarter from \$1.15 a year ago but still beat the \$0.87 consensus.



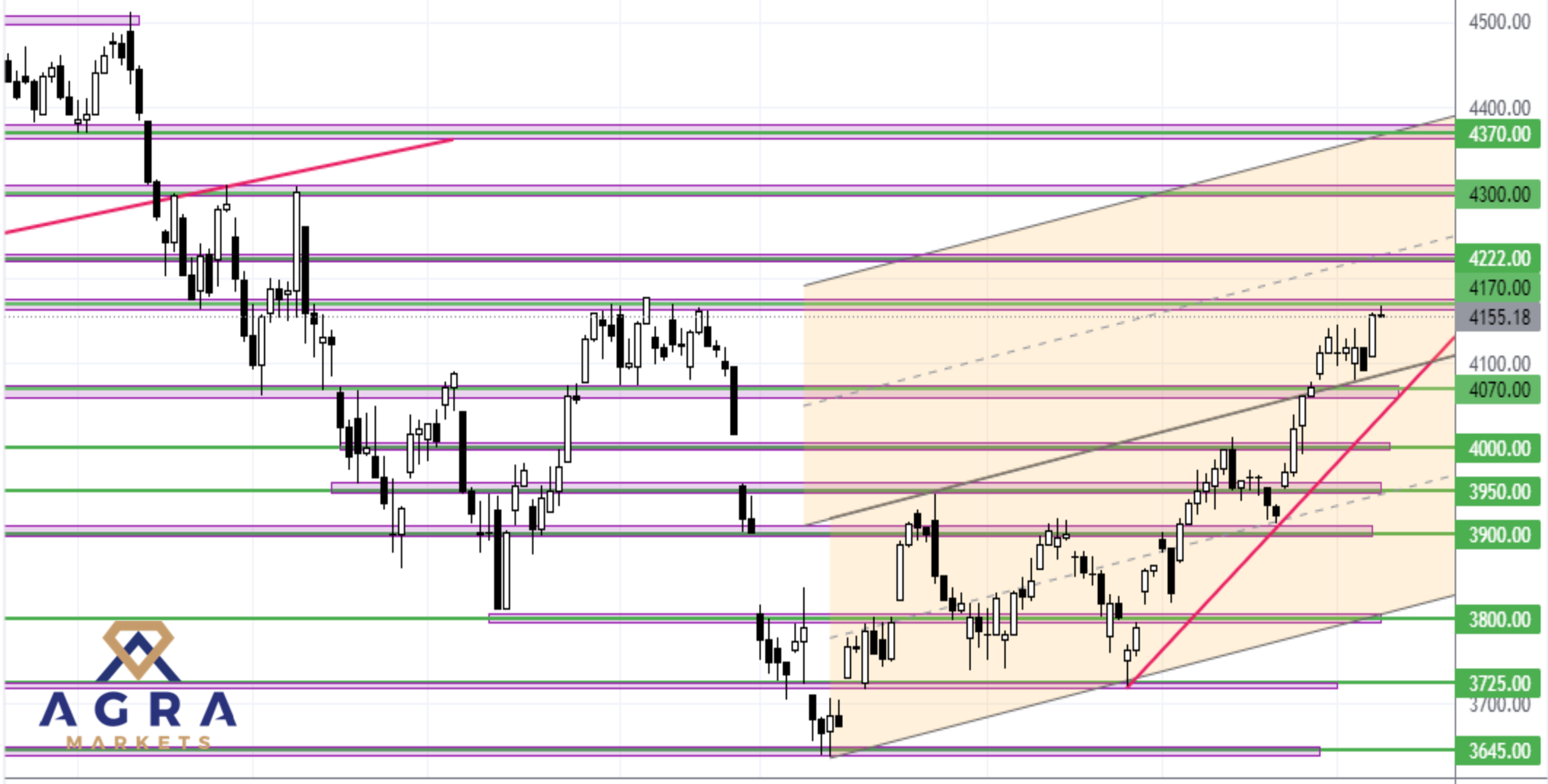
S&P 500 Index, 1D, O4107.96 H4167.66 L4107.96 C4155.18 +63.98 (+1.56%)

USD



Mar 16 Apr May Jun Jul Aug 16

S&P 500 Index, 4h, O4157.15 H4167.66 L4152.81 C4155.18 -1.94 (-0.05%)



18 May 16 Jun 13 Jul 18 Aug



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