



Market News

10/08/2022

NEWS

- Major currency pairs are struggling to make a decisive move in either direction as market participants remain on the sidelines while waiting for the US Bureau of Labor Statistics to release the July inflation report.
- St. Louis Fed President James Bullard said on Tuesday that he would like the rates to move up to 4% by the end of the year and added that the Fed is prepared to hold rates "higher for longer" should inflation continue to surprise to the upside.
- Elsewhere, Russia reportedly suspended oil flows via the southern leg of the Druzhba pipeline, amid transit payment issues.
- Earlier in the day, the data from China revealed that the annual CPI rose to 2.7% in July from 2.5% in June. Meanwhile, in a whitepaper published on Wednesday, China reiterated its policy of 'one country, two systems' for Taiwan and said that it will not rule out the use of force.





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EURUSD

+

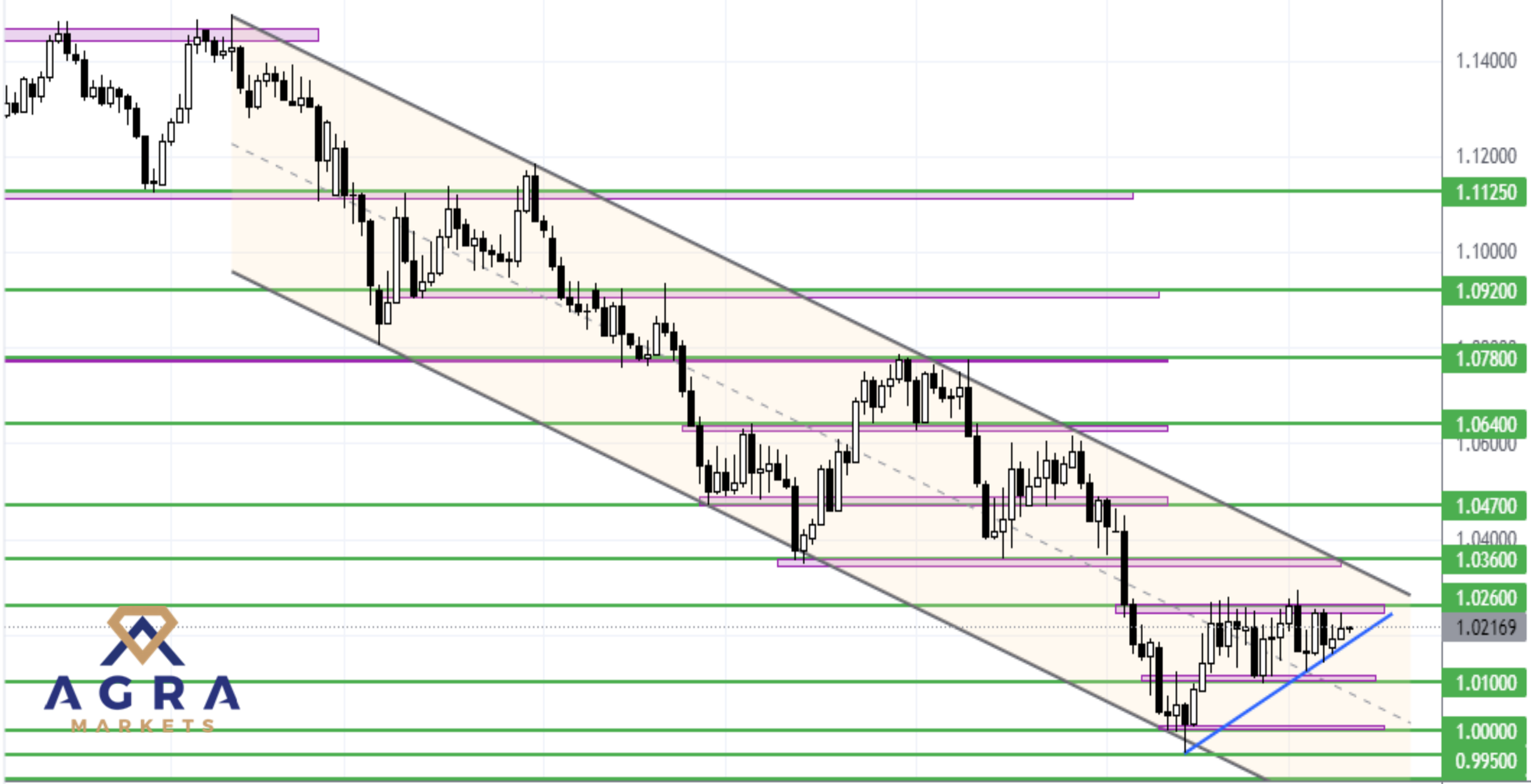


EURUSD

- The EUR/USD pair is rising swiftly after facing barricades at the 1.0200 during early European morning on Wednesday. Germany's Destatis reported that the annual CPI stood at 7.5% in July, matching the flash estimate and the market expectation.
- A decisive move above the resistance of 1.0260 will drive the asset towards the August 2 high at 1.0294, followed by June 15 low around 1.0360.
- Alternatively, the greenback bulls could strengthen the downside bias if the asset drops below 1.0150, which will drag the asset towards July 27 low surrounding 1.0100. A breach of the latter will unleash the greenback bulls for more downside towards the parity level, followed by July 14 low at 0.9950.



Euro / U.S. Dollar, 1D, O1.02130 H1.02183 L1.02027 C1.02169 +0.00039 (+0.04%)

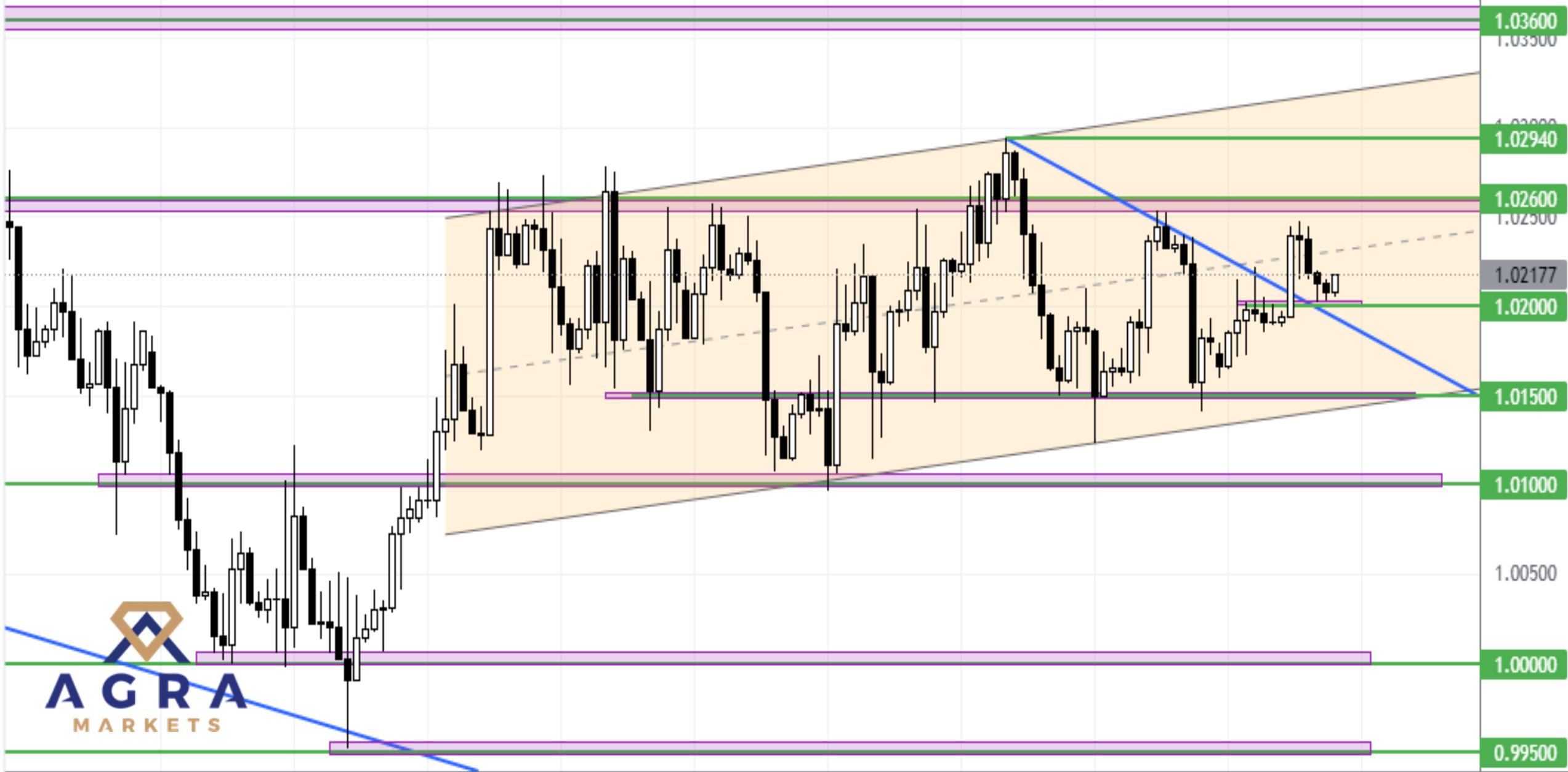


USD
1.14000
1.12000
1.11250
1.10000
1.09200
1.08000
1.07800
1.06400
1.06000
1.04700
1.04000
1.03600
1.02600
1.02169
1.01000
1.00000
0.99500

Feb Mar Apr May Jun Jul Aug

Euro / U.S. Dollar, 4h, O1.02077 H1.02178 L1.02054 C1.02177 +0.00100 (+0.10%)

USD



11 13:00 18 13:00 25 13:00 Aug 13:00 8 13:00



+

GBPUSD

+



GBPUSD

- GBP/USD seesaws around 1.3413-20 on Wednesday, after last day's brief decline from 1.2130. Investors are not finding optimism in the sterling as the preliminary estimate for quarterly Gross Domestic Product (GDP) displays that the economy shrunk in July.
- The sellers need to conquer the support of 1.2050 to aim August 05 low at 1.2000. A breach of the latter will drive the major to June 14 low around 1.1930.
- On the contrary, pound bulls could regain control if the asset oversteps Tuesday's high around 1.2130 confidently. This will drive the asset towards the resistance of 1.2170, followed by May 09 low surrounding 1.2270.



British Pound / U.S. Dollar, 1D, O1.20744 H1.20859 L1.20648 C1.20816 +0.00072 (+0.06%)



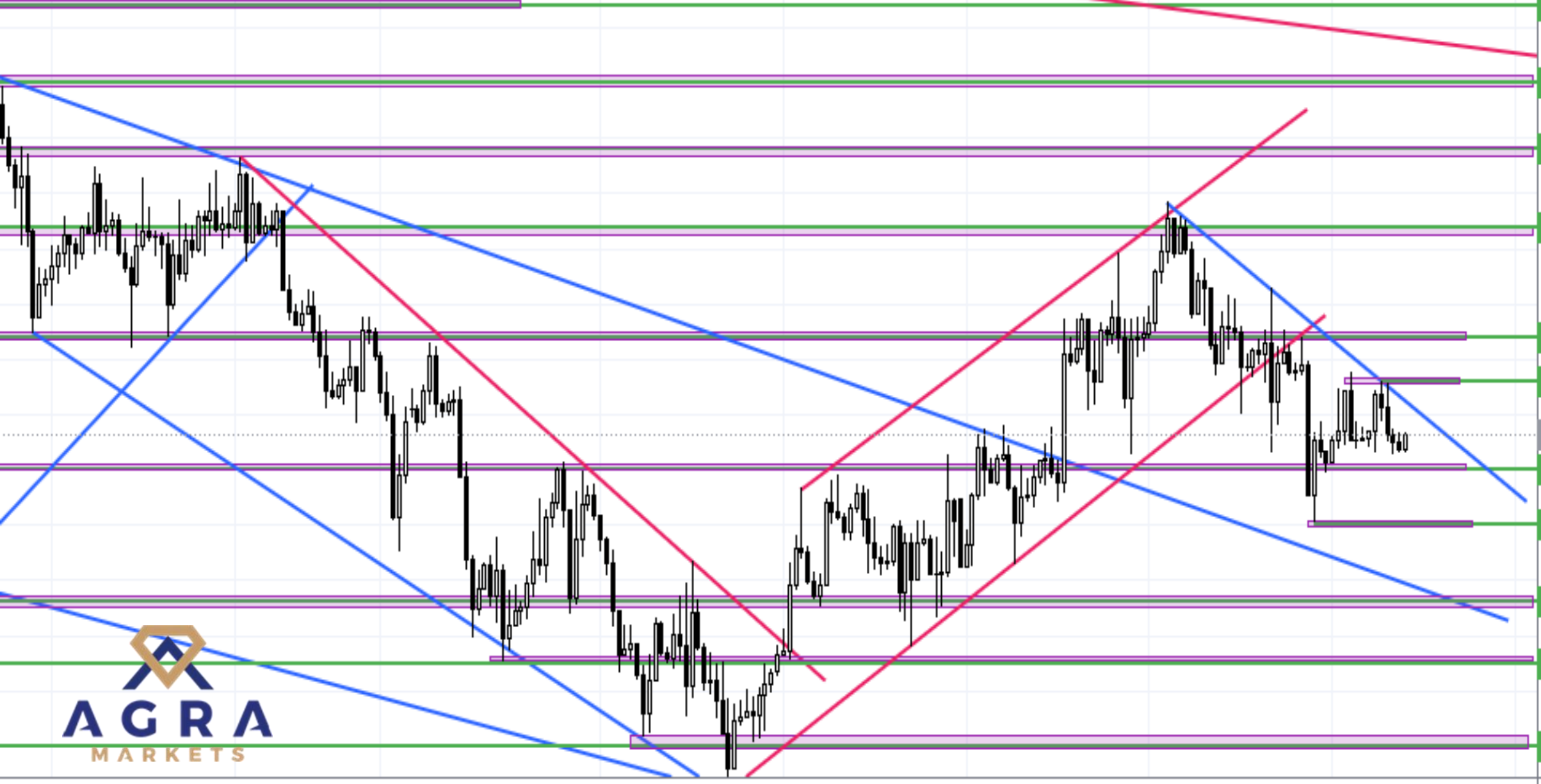
USD
1.36000
1.34000
1.32000
1.30000
1.28000
1.26000
1.24700
1.24000
1.22700
1.22000
1.21700
1.20816
1.20500
1.19300
1.18750
1.18000



Feb Mar Apr May Jun Jul Aug

British Pound / U.S. Dollar, 4h, O1.20684 H1.20833 L1.20656 C1.20817 +0.00133 (+0.11%)

USD
1.25000
1.24700
1.24500
1.24000
1.23500
1.23400
1.23000
1.22700
1.22500
1.22000
1.21700
1.21500
1.21300
1.21000
1.20817
1.20500
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1.19300
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1.18750
1.18500
1.18000



20 27 Jul 11 18 25 Aug 8 15



USDJPY

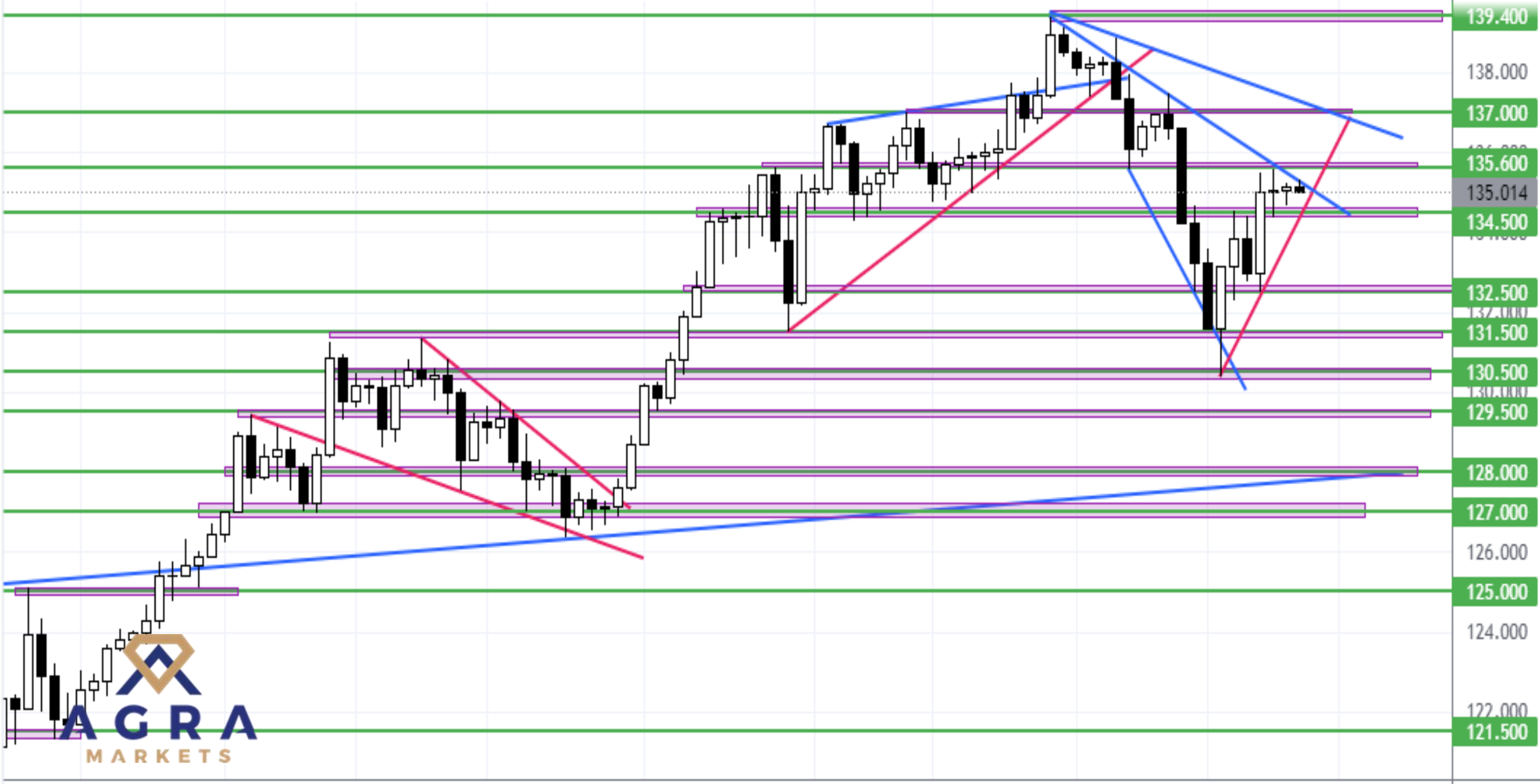


USDJPY

- The USD/JPY pair has witnessed mild selling pressure after printing an intraday high of 135.30 in the Asian session.
- Movement in a marked territory for the past three trading sessions is indicating the unavailability of a potential trigger for a decisive move. The asset is oscillating in a 134.50-135.60 range and is likely to remain lackluster till the announcement of the US Consumer Price Index (CPI) data.
- For more upside, bulls need to surpass Monday's high around 135.60, which will send the yen pair to 137.00. On the contrary, bears can take control if the major plunge below the support of 134.50. This will drive the pair towards August 05 low around 132.50. However, the support of 133.50 will act as an additional filter to the south.



U.S. Dollar / Japanese Yen, 1D, O135.143 H135.306 L134.978 C135.014 -0.129 (-0.10%)



Apr 18 May 16 Jun 20 Jul 18 Aug 15

U.S. Dollar / Japanese Yen, 4h, O135.218 H135.245 L134.978 C135.022 -0.196 (-0.15%)



11 13:00 18 13:00 25 13:00 Aug 13:00 8 13:00



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XAUUSD

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MetaTrader4



XAUUSD

- XAU/USD pares Tuesday's gains while dropping back to \$1,791 during early Wednesday morning in Europe. In doing so, the precious metal portrays the market's anxiety ahead of the US inflation statistics, amid increasing hawkish bets on the US Federal Reserve's (Fed) next move.
- A minor pullback move towards the support of \$1,785 will be an optimal buying opportunity for investors, which will drive the precious metal towards Tuesday's high around \$1,800.
- On the flip side, the greenback bulls could regain control if the asset drops below \$1,785. An occurrence of the same will drag the asset towards \$1,772, followed by August 03 low around \$1,755.





Gold Spot / U.S. Dollar, 4h, O1790.505 H1790.520 L1787.670 C1788.305 -2.200 (-0.12%)





S&P



MetaTrader4



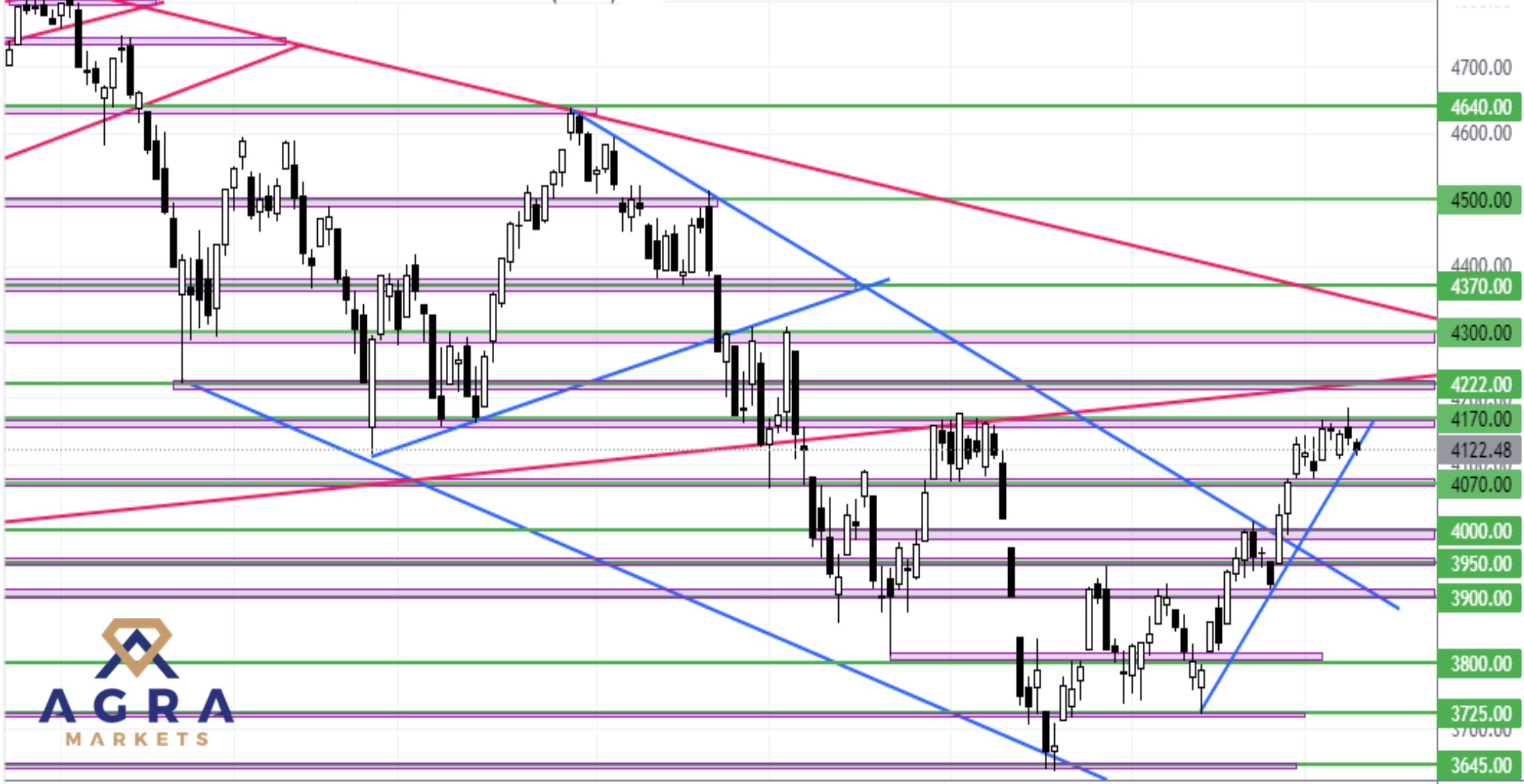
S&P

- US equity benchmarks closed lower Tuesday while government bond yields rose ahead of July inflation data due out Wednesday.
- The S&P 500 was lower by 0.42% to 4,122.48. Consumer discretionary and technology were the biggest decliners while the energy sector led the gainers.
- If the selling pressure intensifies and the support of 4,070 breaks, the S&P500 will be reduced to 4,000. Alternatively, bulls need to surpass the resistance of 4,170, which will send the index to January 24 low at 4,222.
- In company news, Nielsen (NLSN) said it postponed meetings on Tuesday to finalize a preliminary agreement between WindAcre Partnership and a group of private equity firms that intend to acquire the company. Shares of Nielsen surged 21%, the top performer on the S&P 500. The worst performer on the index was Norwegian Cruise Line Holdings (NCLH), down 11%.



S&P 500 Index, 1D, O4133.11 H4137.30 L4112.09 C4122.48 -17.57 (-0.42%)

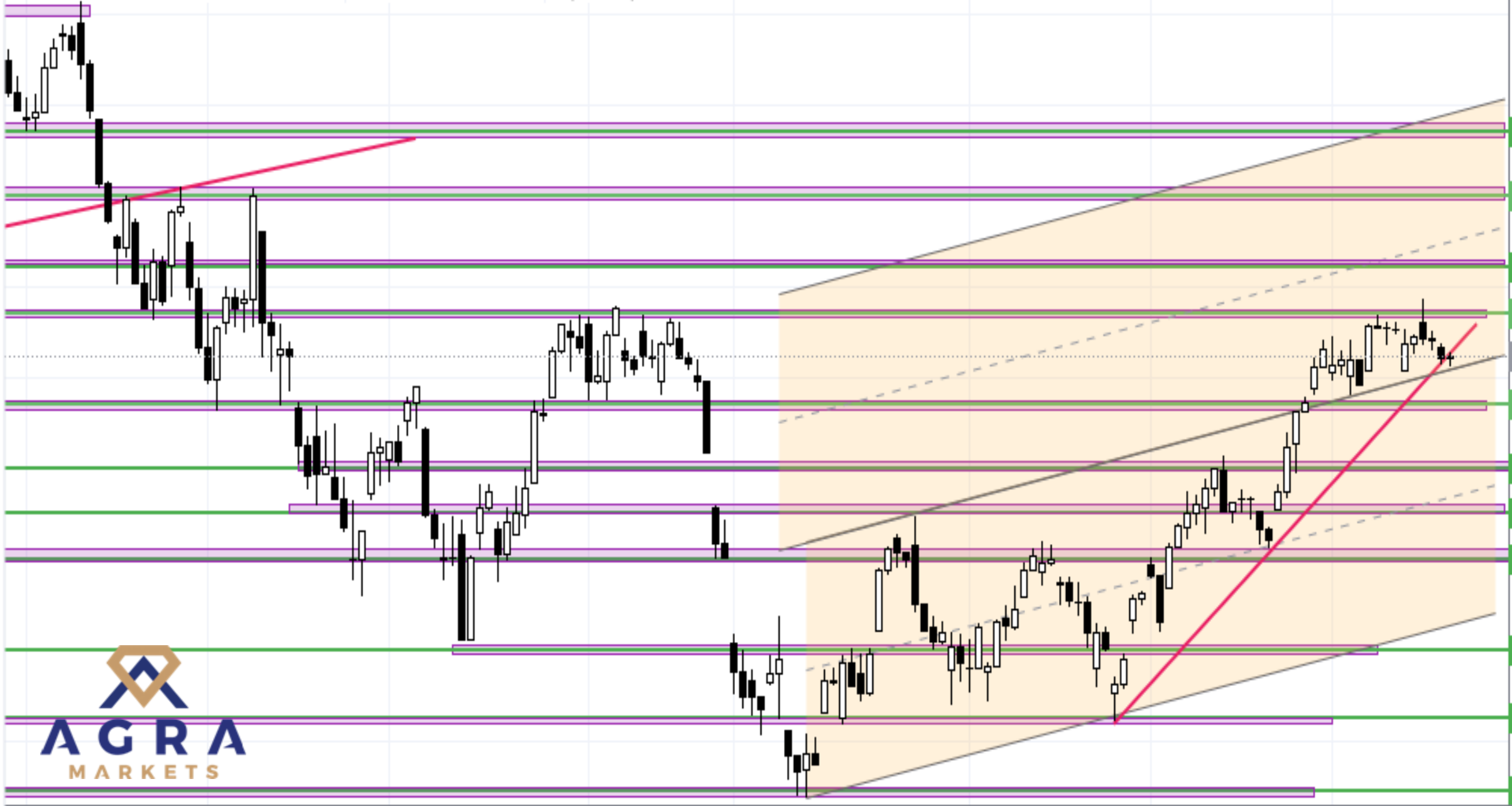
USD



2022 Feb Mar Apr May Jun Jul Aug

S&P 500 Index, 4h, O4121.45 H4126.74 L4112.09 C4122.48 +1.00 (+0.02%)

USD
 4500.00
 4400.00
 4370.00
 4300.00
 4222.00
 4200.00
 4170.00
 4122.48
 4100.00
 4070.00
 4000.00
 3950.00
 3900.00
 3800.00
 3725.00
 3700.00
 3645.00



18 May 16 Jun 13 Jul 18 Aug



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