



Market News

11/10/2022

NEWS

- Following a three-day weekend, US bond markets reopened and the yield on the 10-year reference climbed higher toward 4%, providing a boost to the dollar early Tuesday. Moreover, the risk-averse market atmosphere allows the greenback to continue to outperform its rivals.
- During the Asian trading hours, the data from Australia revealed that business confidence deteriorated in September while business conditions improved modestly.
- Continuing the central bank's hawkish rhetoric, Federal Reserve Vice Chair Lael Brainard warned that policy might need to remain restrictive "for some time" as the impact of higher interest rates makes its way through the system.
- Today, the NFIB Business Optimism Index and the IBD/TIPP Economic Optimism Index will be featured in the US economic docket. Investors will also keep a close eye on speeches by central bankers.





+
EURUSD
+

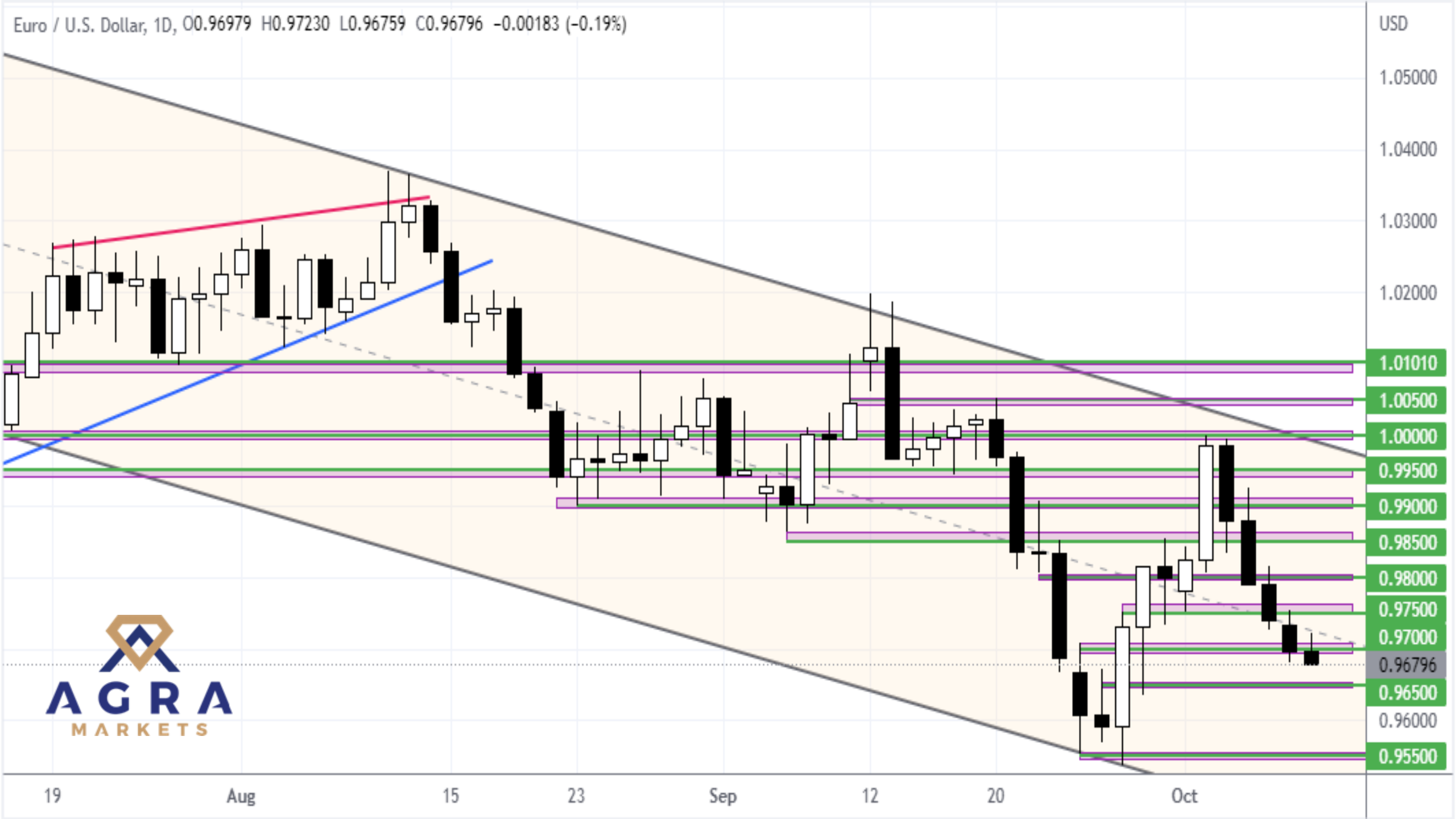


EURUSD

- The EUR/USD pair has established below the critical cushion of 0.9700 in the early European session as the dismal market mood has firmed up further.
- Reports claiming that Germany would back joint EU debt to help finance costs to tackle the energy crisis helped the shared currency stay resilient against the dollar during the American trading hours on Monday. With a German government official telling Reuters that they had no intentions of agreeing to a joint EU debt, however, EUR/USD turned south toward the end of the day.
- The sellers need a sustained move below the support of 0.9650 to drag the asset towards 0.9600. Meanwhile, recovery remains elusive until the quote stays below the resistance of 0.9700. Even if the EUR/USD pair rises past 0.9700, it needs to cross the upper band of the 4-hour bearish channel surrounding 0.9750 to recall the buyers.

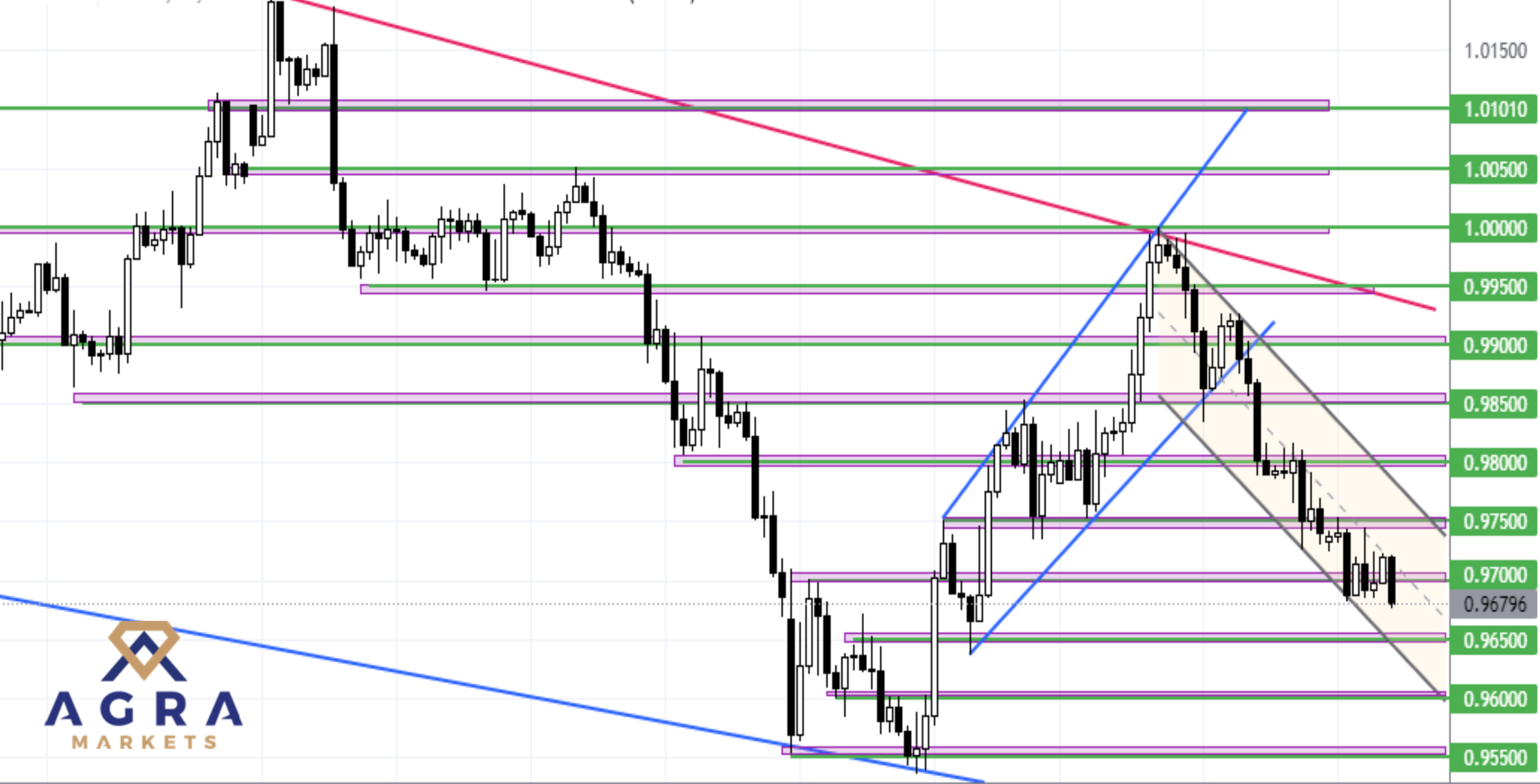


Euro / U.S. Dollar, 1D, O0.96979 H0.97230 L0.96759 C0.96796 -0.00183 (-0.19%)



Euro / U.S. Dollar, 4h, O0.97202 H0.97212 L0.96759 C0.96796 -0.00406 (-0.42%)

USD



6 12 13:00 19 13:00 26 13:00 Oct 13:00 10

1.01500
1.01010
1.00500
1.00000
0.99500
0.99000
0.98500
0.98000
0.97500
0.97000
0.96796
0.96500
0.96000
0.95500



+

GBPUSD

+



GBPUSD

- GBP/USD is under pressure below 1.1050 in early European trading. The Bank of England (BOE) continues to introduce additional measures to improve market conditions but the British pound is having a difficult time finding demand.
- Meanwhile, the data published by the UK's Office for National Statistics revealed earlier in the day that the ILO Unemployment Rate declined to 3.5% in three months to August from 3.6%. The Claimant Count Rate remained unchanged at 3.9% as expected and the Average Earnings Including Bonus rose by 5%, up from 5.5% in July.
- The support of 1.0900 restricts immediate GBP/USD downside before directing the bears to September 29 low, around 1.0760. On the contrary, bulls need to surpass the resistance of 1.1200 to drive the asset towards October 06 high, near 1.1380.



British Pound / U.S. Dollar, 1D, O1.10535 H1.10949 L1.10178 C1.10194 -0.00341 (-0.31%)

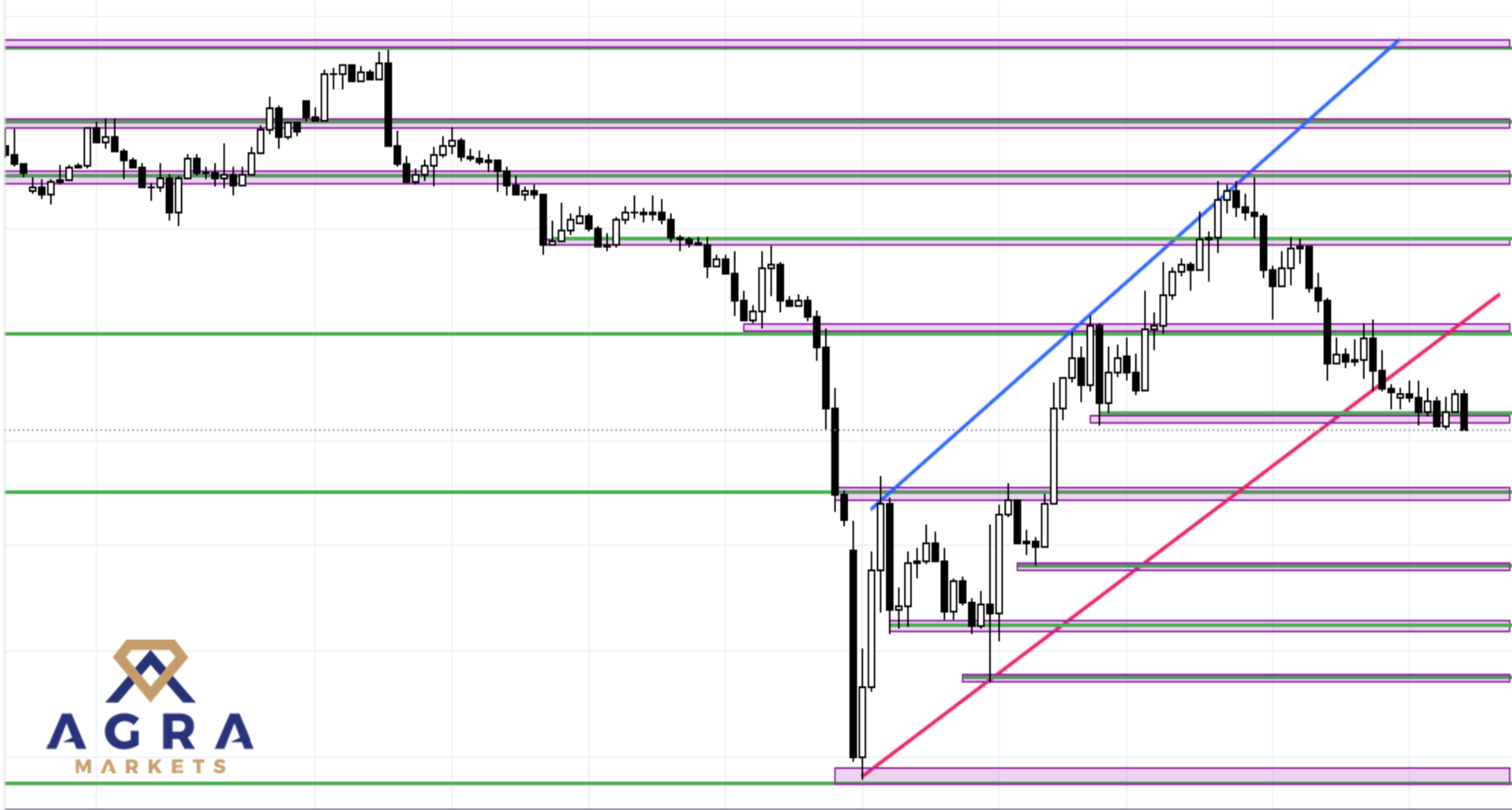


USD
1.22000
1.20000
1.19000
1.18000
1.17400
1.16000
1.15000
1.13800
1.12000
1.10500
1.10194
1.09000
1.08000
1.07600
1.06500
1.05500
1.04000
1.03500

11 19 Aug 15 23 Sep 12 20 Oct

British Pound / U.S. Dollar, 4h, O1.10875 H1.10940 L1.10183 C1.10202 -0.00673 (-0.61%)

USD
1.18000
1.17400
1.16000
1.15000
1.14000
1.13800
1.12000
1.10500
1.10202
1.09000
1.08000
1.07600
1.06500
1.06000
1.05500
1.04000
1.03500



6 12 13:00 19 13:00 26 13:00 Oct 13:00 10



+
USDJPY
+



FOREX



NG



ES



CT



BB



USDJPY

- USD/JPY continues to trade above 145.00 and stays near the level that triggered an intervention by the Bank of Japan (BoJ) back in late September.
- In the Tokyo session, Japan's top currency diplomat Masato Kanda said that "we are always ready to take necessary steps against excess FX volatility." He further added that the decision on fx intervention can be taken anywhere, even from an airplane.
- For more upside, bulls need to surpass the resistance of 146.00, which will send the pair towards 11 August 1998 high, around 147.70. On the other hand, should the bears succeed in breaking the support of 145.00 the asset will be reduced to 144.00, followed by October 05 low around 143.50.



U.S. Dollar / Japanese Yen, 1D, O145.727 H145.840 L145.550 C145.763 +0.036 (+0.02%)

JPY



May 17 Jun 16 Jul Aug 16 Sep 16 Oct 24

U.S. Dollar / Japanese Yen, 4h, O145.782 H145.787 L145.751 C145.755 -0.027 (-0.02%)

JPY





XAUUSD



MetaTrader4



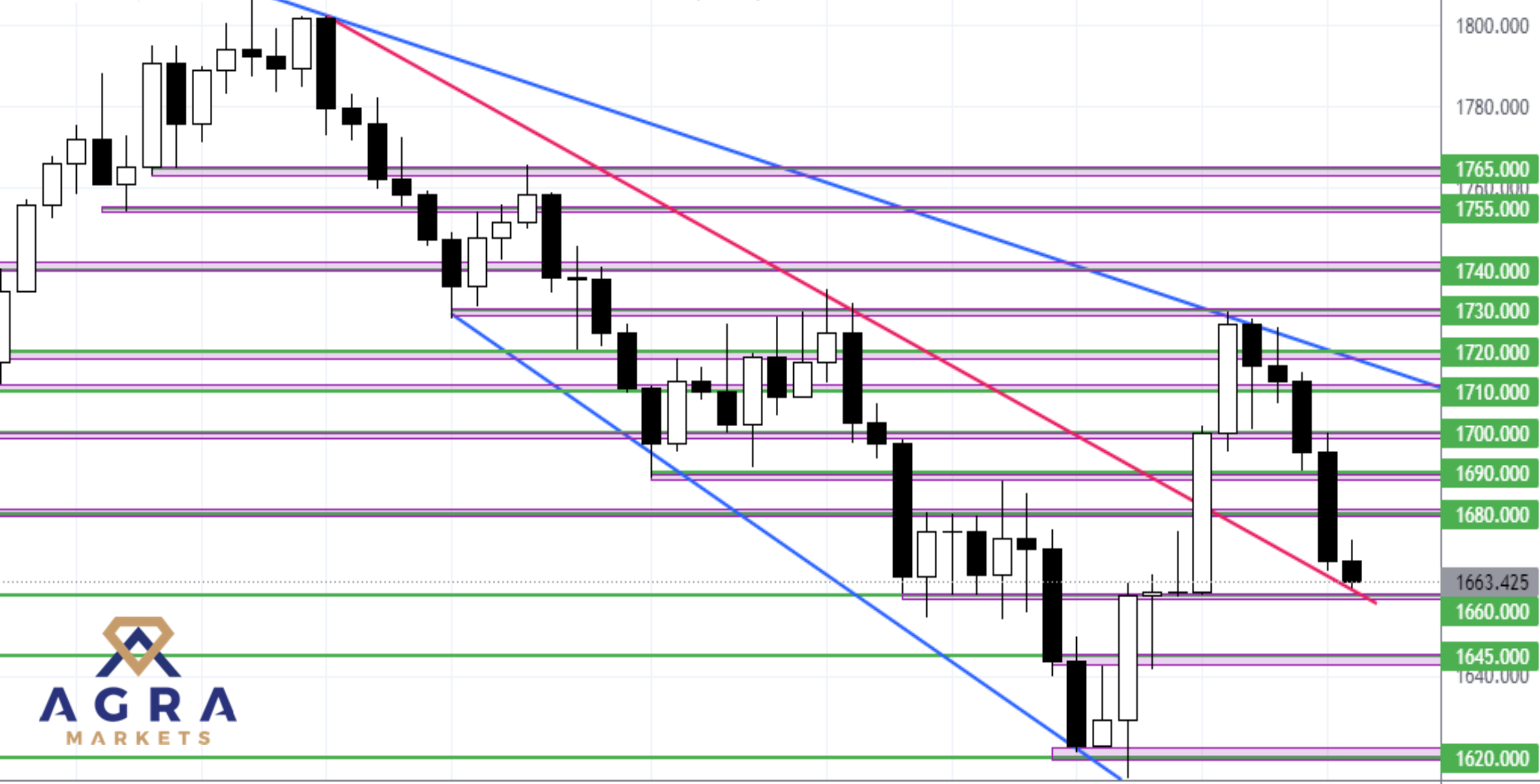
XAUUSD

- Gold price remains pressured near one-week low, keeping the previous day's pullback moves during early Tuesday. That said, the yellow metal's latest weakness could be linked to the US dollar's strength, backed by the multi-year high Treasury yields and hawkish Fed bets.
- Elsewhere, grim comments from the World Bank (WB) and the International Monetary Fund (IMF) join the recently fierce Russia-Ukraine tussle to amplify the risk-off mood and direct traders towards the US dollar, which in turn weigh on the XAU/USD prices.
- The sellers need to conquer the support of \$1,660 to aim for the level of \$1,645. Meanwhile, pullback moves will be limited by the support of \$1,690 ahead of Monday's high at \$1,700.



Gold Spot / U.S. Dollar, 1D, O1668.250 H1673.665 L1661.470 C1663.425 -4.825 (-0.29%)

USD

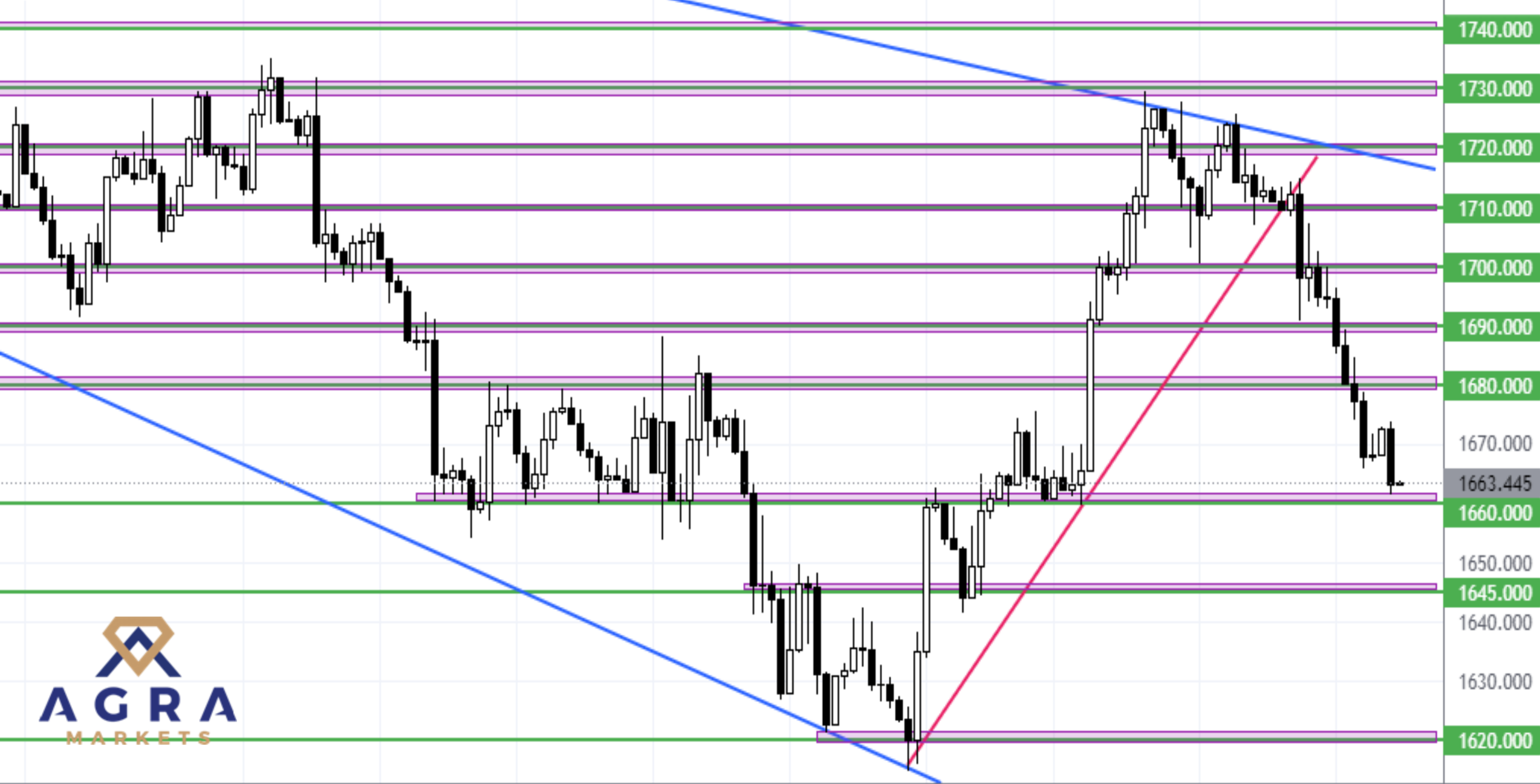


Aug 8 15 22 Sep 12 19 26 Oct 10

1800.00
1780.00
1765.00
1760.00
1755.00
1740.00
1730.00
1720.00
1710.00
1700.00
1690.00
1680.00
1663.425
1660.00
1645.00
1640.00
1620.00

Gold Spot / U.S. Dollar, 4h, O1663.345 H1663.730 L1662.860 C1663.445 +0.100 (+0.01%)

USD



6 12 13:00 19 13:00 26 13:00 Oct 13:00 10



S&P



MetaTrader4



S & P

- Stocks recorded their third consecutive day of losses on Monday, as investors continued to moderate their hopes that the Federal Reserve would pull back on its plan to raise interest rates.
- The S&P 500 dropped almost 0.8% to 3,612.40. Seven of the 11 S&P sectors finished lower. Info Tech was among the weaker groups, dropping as semiconductor stocks struggle due to rules restricting China shipments. Energy was another standout decline, falling by more than 2%.
- The sellers need a sustained move below the 3,590 support to accelerate the downfall back towards 12 October 2020 high at 3,550. Meanwhile, the resistance of 3,640 restricts immediate S&P 500 upside before directing the bulls to 3,725.



S&P 500 Index, 1D, O 47.51 H3652.17 L3588.10 C3612.40 -27.27 (-0.75%)



S&P 500 Index, 4h, O3600.92 H3633.90 L3600.39 C3612.40 +11.48 (+0.32%)

USD
4300.00
4200.00
4120.00
4100.00
4000.00
3900.00
3800.00
3750.00
3700.00
3640.00
3612.40
3590.00
3550.00
3500.00
3450.00



Jul 18 Aug 15 Sep 19 Oct 17



Trading futures, options or foreign currencies involves the risk of loss. You may lose more than the amount originally invested and, in respect of these products traded on margin, you may have to pay additional funds later. You should not invest in such products unless satisfied that they are suitable for you.

www.agramarkets.com