



Market News

05/12/2022

NEWS

- The US Dollar Index (DXY) has refreshed its five-month low at 104.14 amid rising odds of a slowdown in the current interest rate hike pace by the Federal Reserve (Fed). US stock index futures trade virtually unchanged and the 10-year US Treasury bond yield stays in positive territory slightly above 3.5%.
- The upbeat US Nonfarm Payrolls (NFP) data reported on Friday failed to propel the US Dollar, however, a better-than-projected US ISM Services PMI release could fetch a firmer cushion for the same. Per the consensus, the economic data is seen at 55.6 vs. the prior release of 54.4.
- Meanwhile, following its meeting over the weekend, OPEC and its allied producers (OPEC+) have agreed to maintain their current oil-output targets despite a recent decline in energy prices.
- S&P Global will release the final November Composite PMI surveys for Germany, the Eurozone, the UK and the US on Monday. Sentix Investors Confidence and Retail Sales data will also be featured in the European economic docket. Finally, market participants will watch the ISM Services PMI from the US closely in the second half of the day.





EURUSD



FOREX



NG



ES



CT



BB

MetaTrader4



EURUSD

- The EUR/USD pair has refreshed its five-month high at 1.0549 in the Asian session. Reuters reports that European Central Bank board member François Villeroy de Galhau said on Sunday that he is in favor of a 50 basis point hike to 2% of the European Central Bank's main rate at its board meeting on Dec. 15. The central banker also said in an interview with LCI television that he expects inflation will peak in the first half of next year.
- The asset is expected to face barricades near the supply zone placed around the downtrend line from May 25 high, surrounding 1.0600. Should the asset test this resistance area, responsive sellers may attack the main pair, which could drag the major towards Friday's high around 1.0550, followed by the 1.0480 level. On the flip side, euro bulls need to overstep the supply zone confidently, to accelerate the bullish moves towards the resistance of 1.0760.



Euro / U.S. Dollar, 1D, O1.05275 H1.05834 L1.05275 C1.05816 +0.00413 (+0.39%)



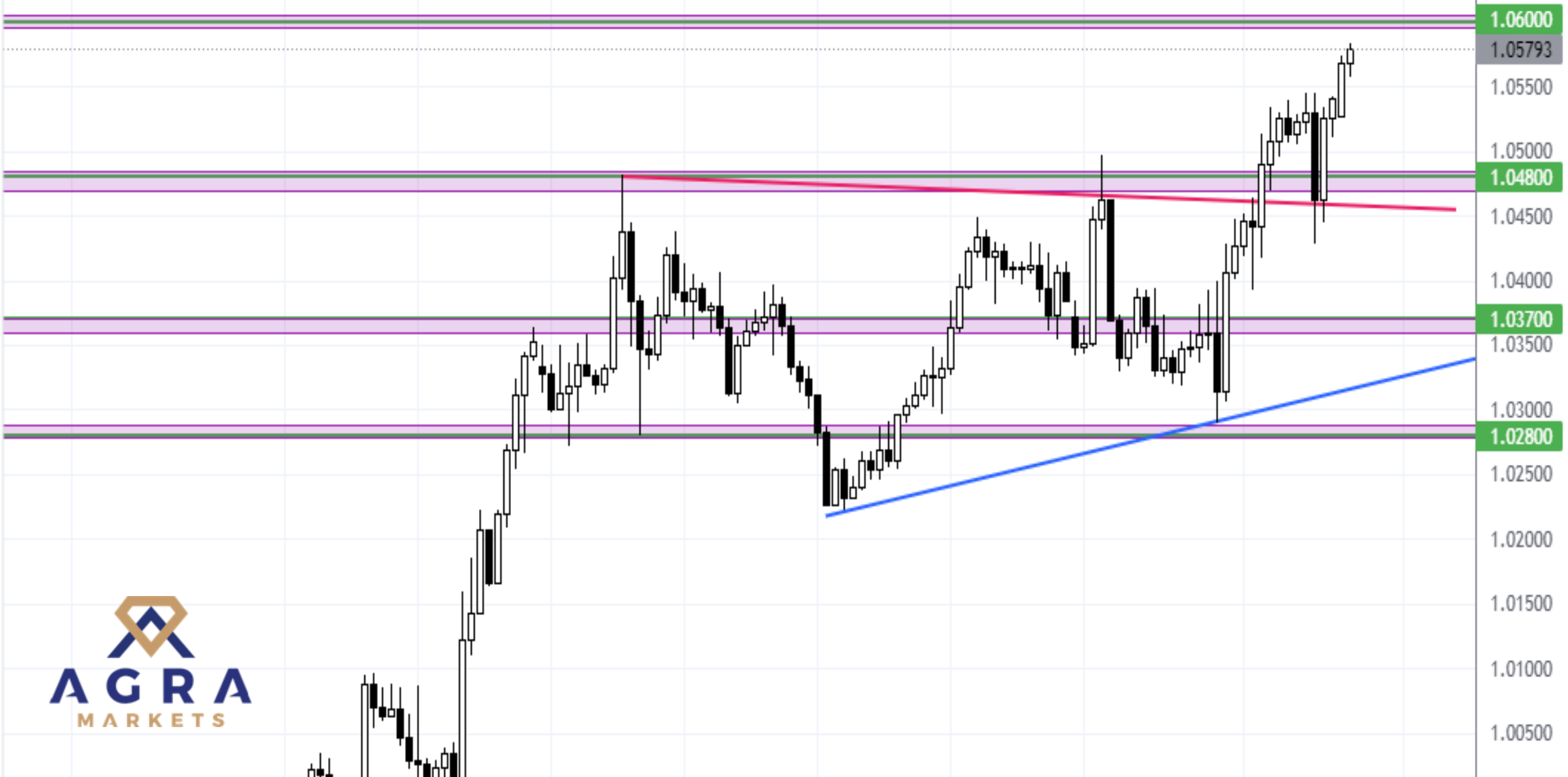
USD
1.10000
1.08000
1.07600
1.06000
1.05816
1.04800
1.04000
1.03700
1.02800
1.02000
1.00000
0.98000
0.96000



y Jun Jul Aug Sep Oct Nov Dec

Euro / U.S. Dollar, 4h, O1.05680 H1.05834 L1.05574 C1.05793 +0.00113 (+0.11%)

USD



Nov 7 14:00 14 14:00 21 14:00 28 Dec 6

1.00500

1.01000

1.01500

1.02000

1.02500

1.02800

1.03500

1.03700

1.04000

1.04500

1.04800

1.05500

1.05793

1.06000



+
GBPUSD
+



FOREX



NG



ES



CT



BB

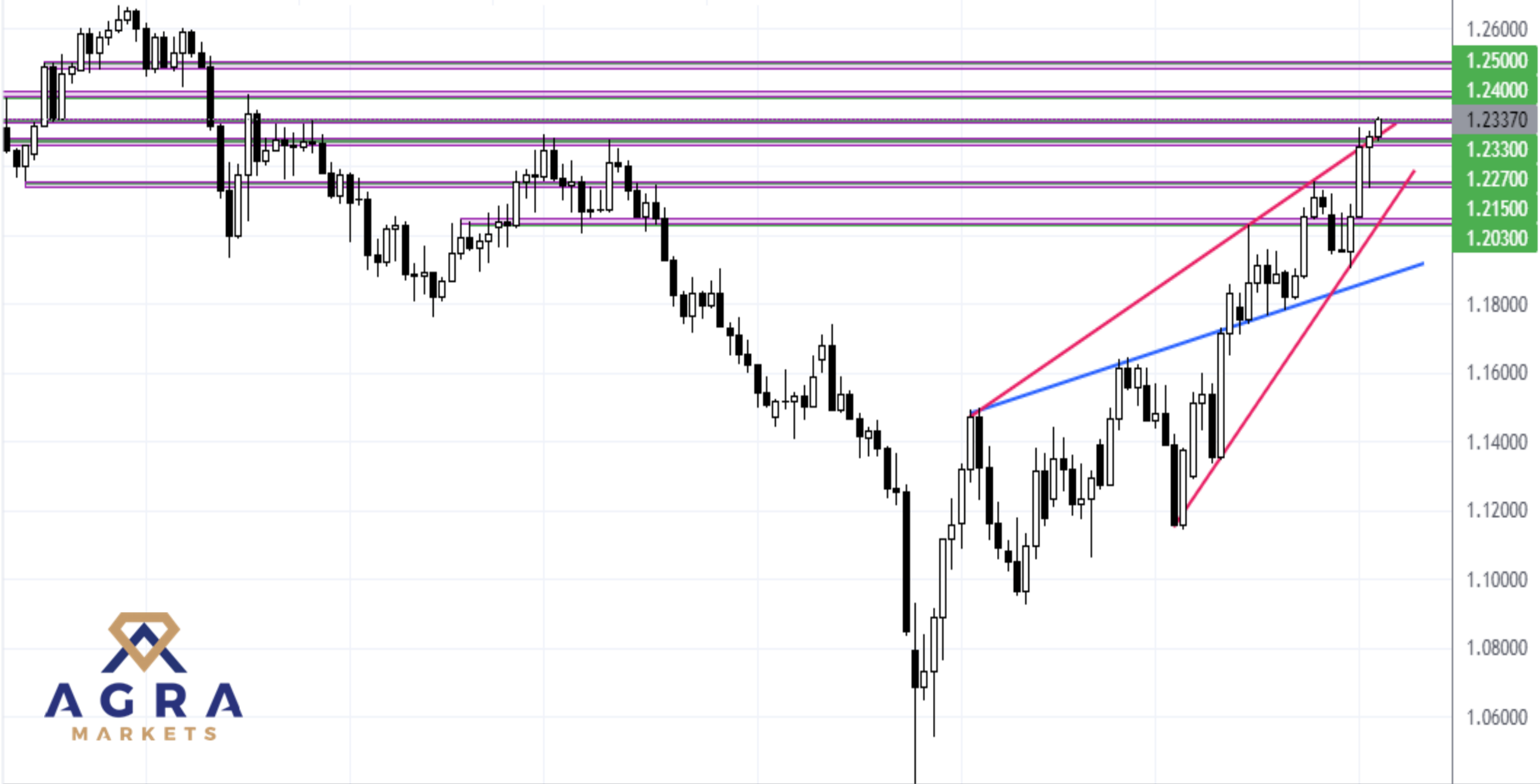


GBPUSD

- The GBP/USD pair takes offers to renews intraday high around 1.2344, extending its gains from the critical support of 1.2270 during early Monday.
- The food inflation surged to a 45-year high at 12.4% in November, higher than the prior release of 11.6% in October. A fresh impulsive move in the food category has weakened projections for the Christmas season ahead. Higher food prices are expected to leave households with lower earnings for disposable, which could hit their Christmas purchases.
- A decisive break above June 27 high around 1.2330, will drive Cable toward June 16 high surrounding 1.2400. Alternatively, the support of 1.2270 will restrict the immediate downside of GBP/USD before directing the bears towards November 24 high at 1.2150.



British Pound / U.S. Dollar, 1D, O1.22878 H1.23442 L1.22700 C1.23370 +0.00492 (+0.40%)



USD
1.26000
1.25000
1.24000
1.23370
1.23300
1.22700
1.21500
1.20300
1.18000
1.16000
1.14000
1.12000
1.10000
1.08000
1.06000



Jun

Jul

Aug

Sep

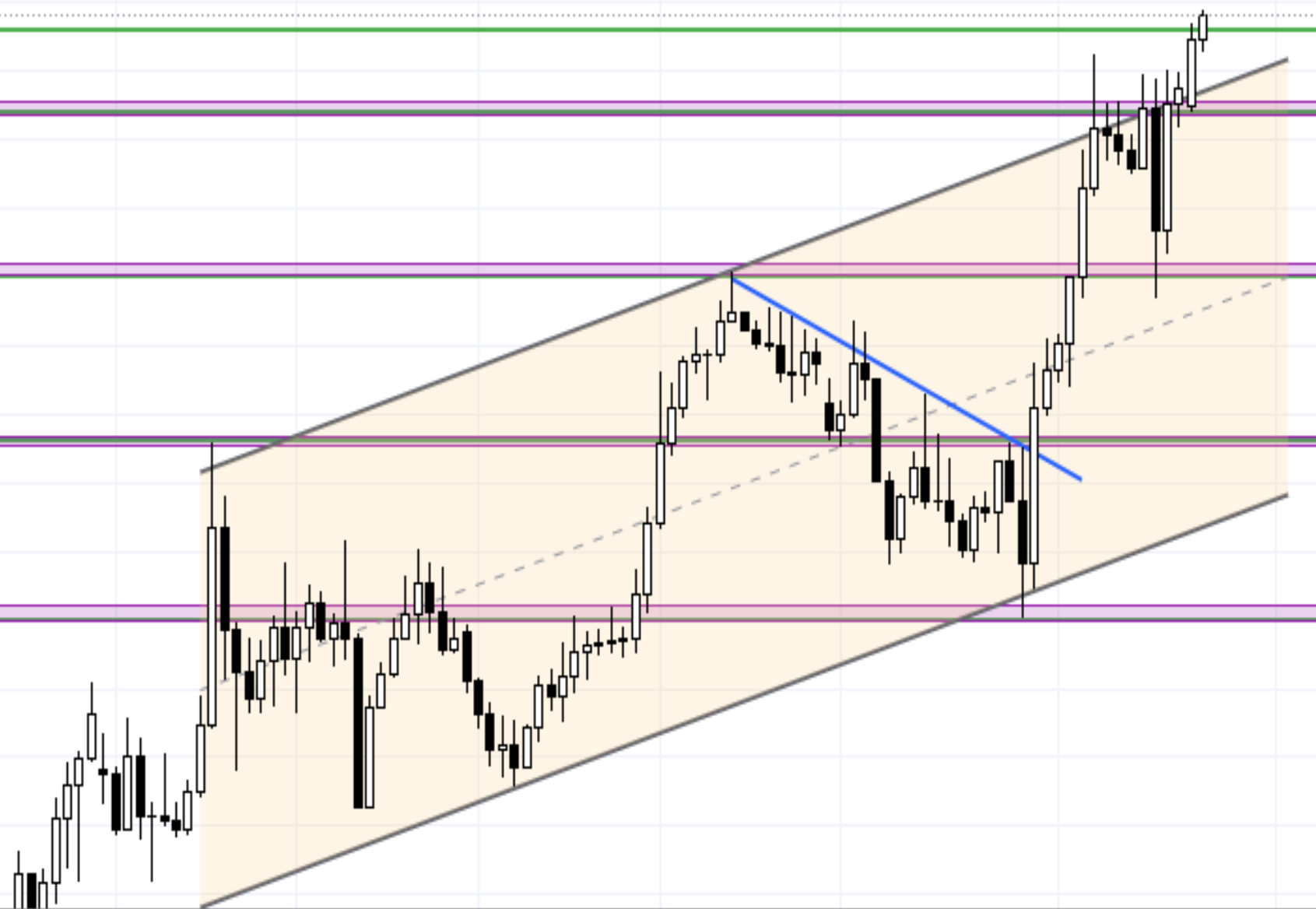
Oct

Nov

Dec

British Pound / U.S. Dollar, 4h, O1.23234 H1.23442 L1.23136 C1.23404 +0.00170 (+0.14%)

USD
1.24000
1.23500
1.23404
1.23300
1.23000
1.22700
1.22500
1.22000
1.21500
1.21000
1.20500
1.20300
1.20000
1.19500
1.19000
1.18500
1.18000
1.17500
1.17000



7 14:00 14 14:00 21 14:00 28 Dec 6



+
USDJPY
+



USDJPY

- USD/JPY is being supported around 134.00 for the start of the week while trapped between there and the resistance of 135.50. As investors look past the upbeat US monthly jobs report released on Friday, expectations that the Fed will slow the pace of its policy tightening continue to weigh on the buck.
- The data from Japan showed that the Jibun Bank Services PMI came in at 50.3 in November, slightly higher than the flash estimate of 50.
- Should the yen pair overstep Friday's high around 136.00, the bulls could aim the support-turned-resistance of 137.70 as an immediate target during further advances. On the flip side, the sellers need a sustained move below the psychological support of 134.00 to accelerate the downfall towards August 15 low, around 132.50.



U.S. Dollar / Japanese Yen, 1D, O134.332 H134.771 L134.130 C134.412 +0.079 (+0.06%)



May Jun Jul Aug Sep Oct Nov Dec

JPY
150.000
148.000
146.000
144.000
142.000
140.000
139.000
137.700
136.000
135.500
134.412
134.000
132.500
131.500
130.000
128.000

U.S. Dollar Japanese Yen, 4h, O134.264 H134.466 L134.202 C134.362 +0.098 (+0.07%)



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XAUUSD

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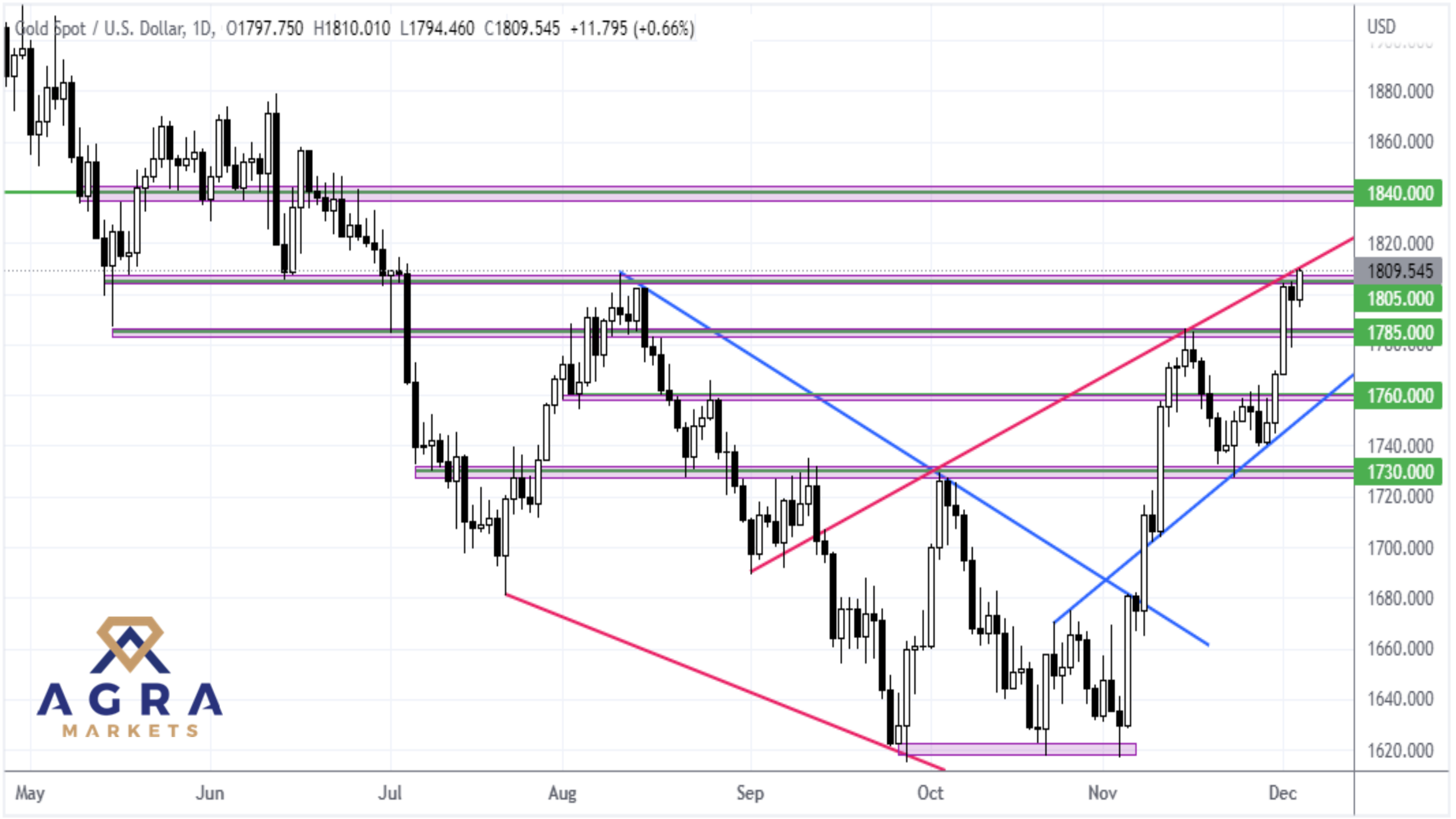


XAUUSD

- XAU/USD edged lower on Friday after the upbeat November jobs report from the US but managed to climb above \$1,805 early Monday. With the 10-year US T-bond yield holding steady, however, Gold seems to be having a difficult time gathering bullish momentum for now.
- On Sunday, several cities in China decided to ease coronavirus curbs, helping the risk sentiment improve during Asian trading hours. The data from China revealed that the Caixin Services PMI declined to 46.7 in November from 48.4 in October.
- Gold bulls need a daily close above the resistance of \$1,805 to direct the precious metal towards June 27 high, around \$1,840. On the flip side, pullback moves could initially aim for the November 15 high around \$1,785 before testing the support of \$1,760.



Gold Spot / U.S. Dollar, 1D, O1797.750 H1810.010 L1794.460 C1809.545 +11.795 (+0.66%)

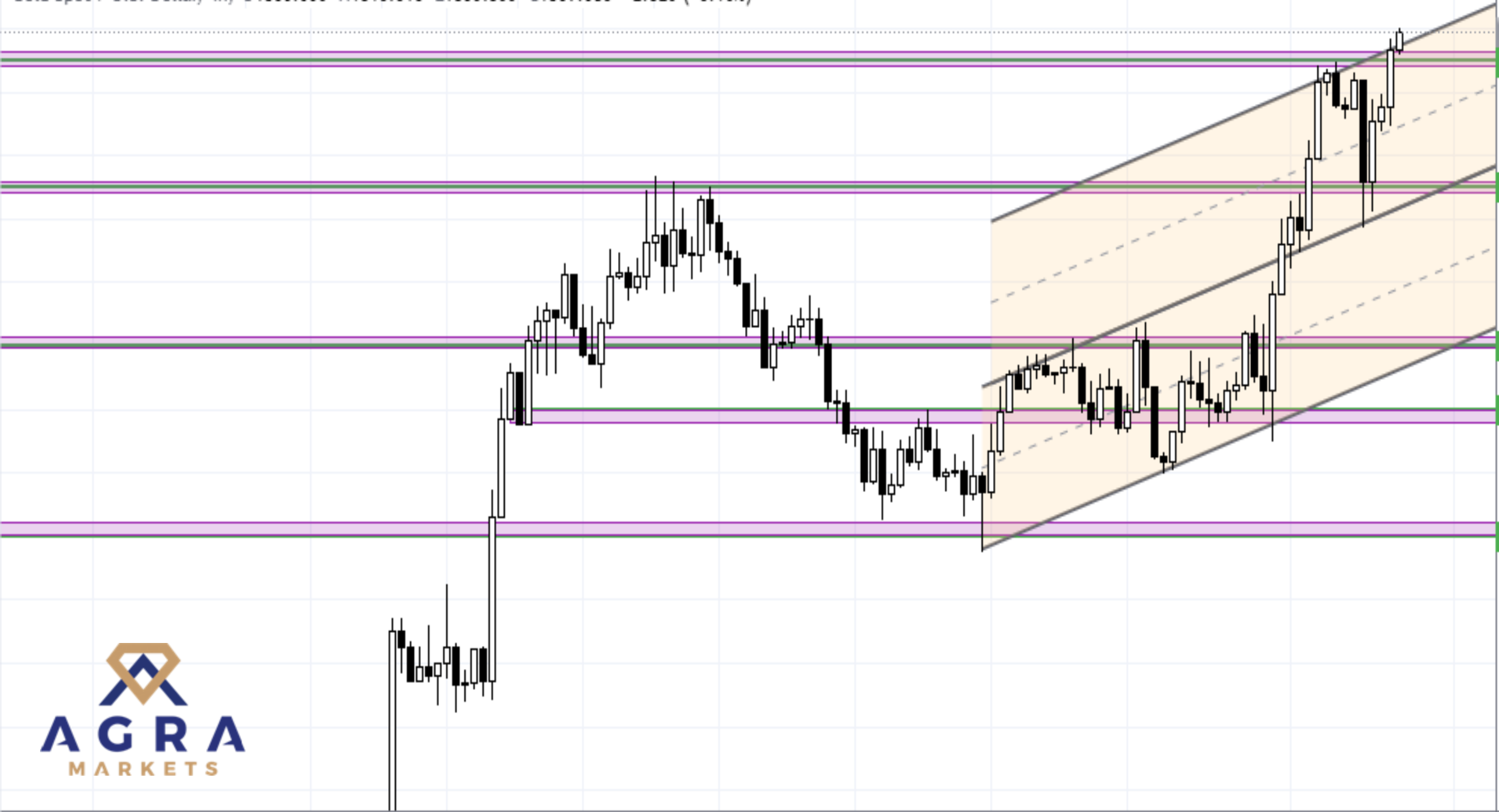


USD
1700.000
1880.000
1860.000
1840.000
1820.000
1809.545
1805.000
1785.000
1760.000
1740.000
1730.000
1720.000
1700.000
1680.000
1660.000
1640.000
1620.000

May Jun Jul Aug Sep Oct Nov Dec

Gold Spot / U.S. Dollar, 4h, O1806.555 H1810.010 L1805.855 C1809.380 +2.825 (+0.16%)

USD
1809.380
1805.000
1800.000
1790.000
1785.000
1780.000
1770.000
1760.000
1750.000
1740.000
1730.000
1720.000
1710.000
1700.000
1690.000



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+
S&P
+



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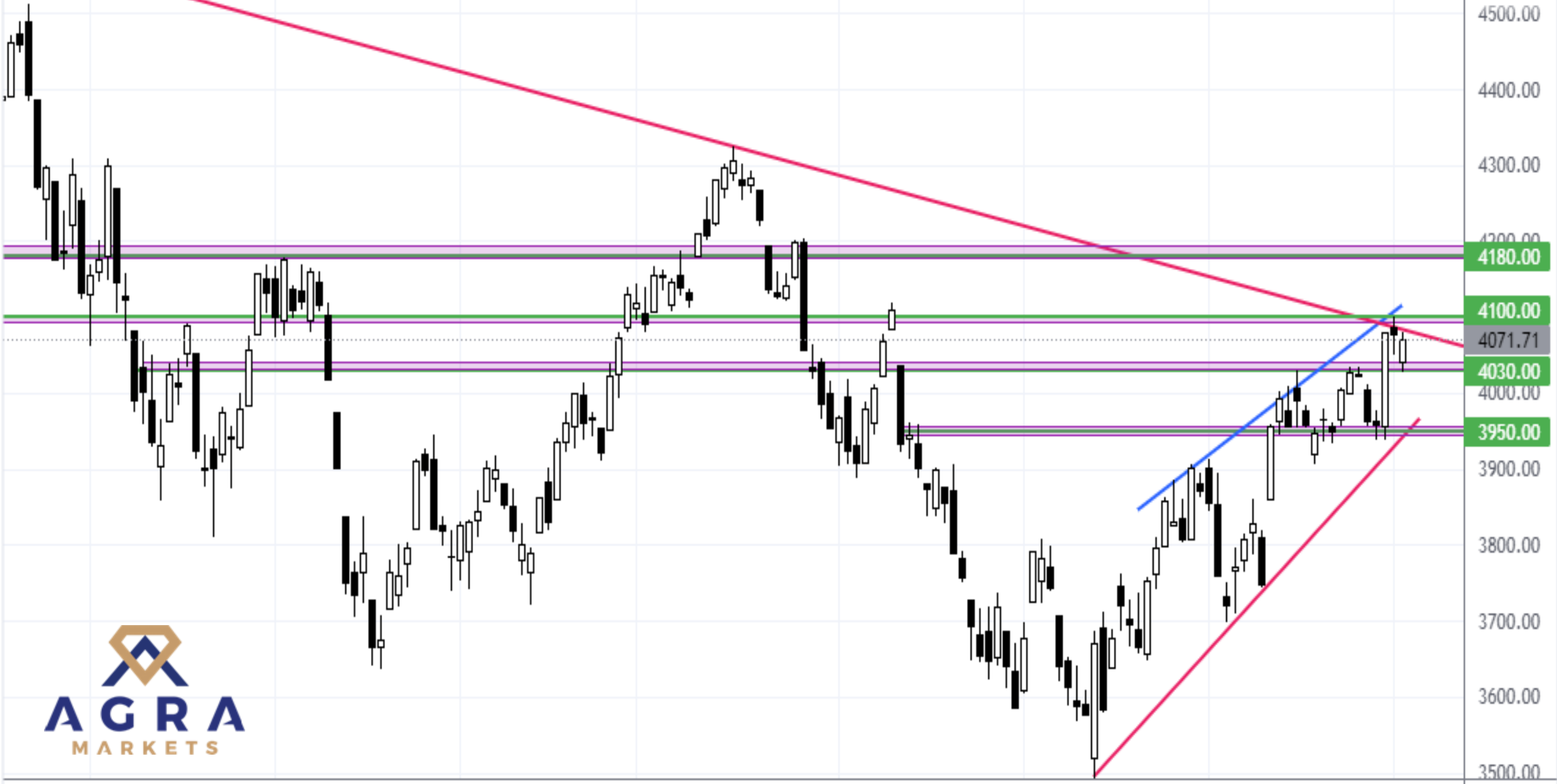


S&P

- The major averages notched a second straight week of gains, with the S&P 500 climbing 1.13%, the Dow gaining 0.24% and the Nasdaq rising 2.1%.
- The S&P 500 closed slightly lower on Friday as the November payrolls report fueled expectations the Federal Reserve would maintain its path of interest rate hikes to combat inflation.
- Growth and technology companies such as Apple Inc, down and Amazon were pressured by concerns over rising rates. The S&P 500 growth index (.IGX) declined while technology shares were the worst performing among the 11 major S&P 500 sectors.
- For more upside, S&P 500 bulls need to crack December 01 high around 4,100, to drive the index towards the 4,180 level. On the contrary, bears can take control if the index plunge below Friday's low surrounding 4,030. This will drag the asset towards the 3,950 level.



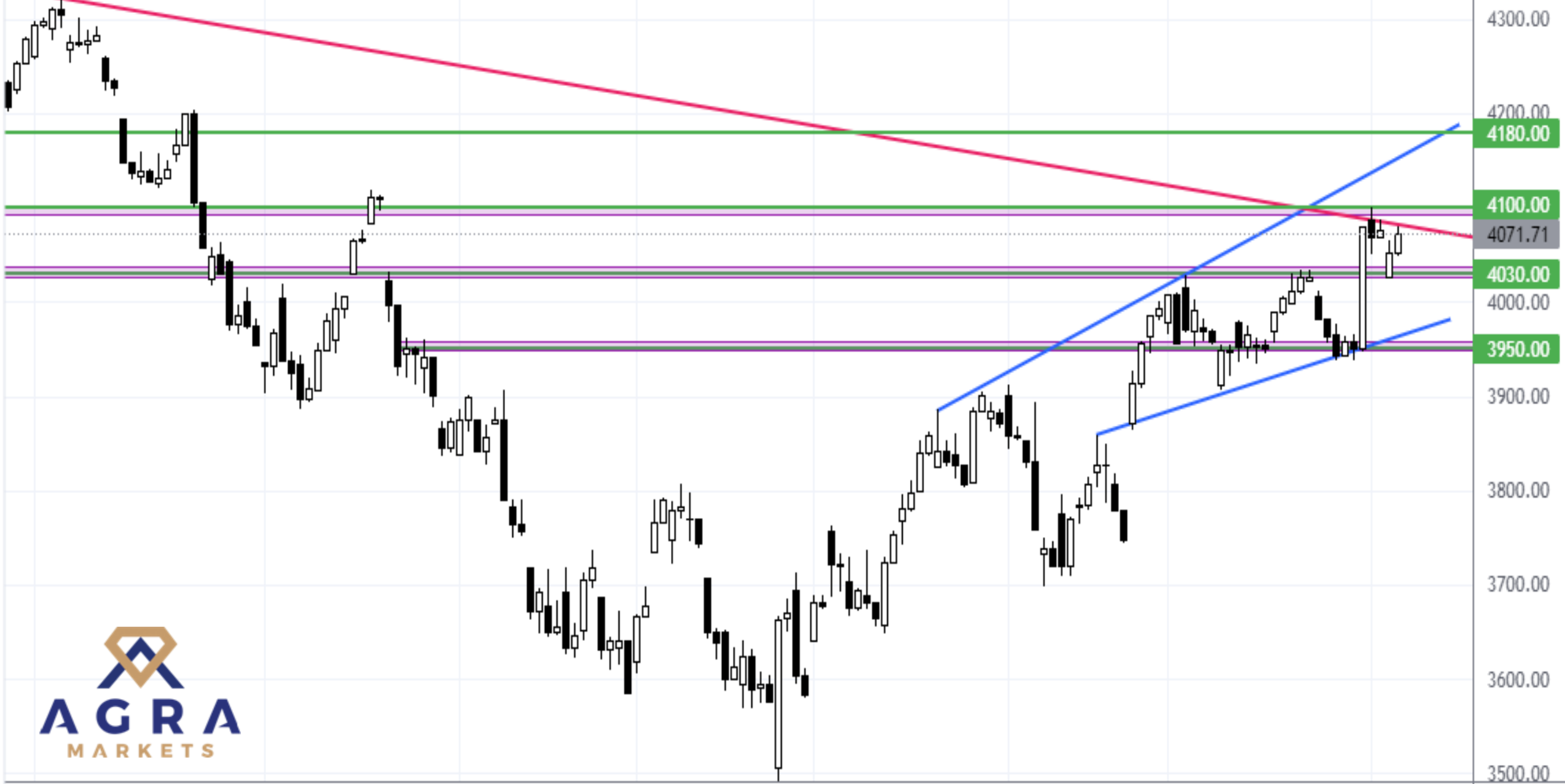
S&P 500 Index, 1D, O4040.17 H4080.48 L4026.63 C4071.71 -4.87 (-0.12%)



May Jun Jul Aug Sep Oct Nov Dec

USD
4500.00
4400.00
4300.00
4200.00
4180.00
4100.00
4071.71
4030.00
4000.00
3950.00
3900.00
3800.00
3700.00
3600.00
3500.00

S&P 500 Index, 4h, O4052.08 H4080.48 L4048.00 C4071.71 +19.65 (+0.48%)



USD
4300.00
4200.00
4180.00
4100.00
4071.71
4030.00
4000.00
3950.00
3900.00
3800.00
3700.00
3600.00
3500.00

15 Sep 19 Oct 17 Nov 14 Dec





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.

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