



*Market Analysis*

04/04/2023

# NEWS ANALYSIS

- The dollar index traded near 102 on Tuesday after losing half a percent in the previous session, weighed down by weaker-than-expected US manufacturing data which pointed to further signs of a slowing economy. The data also countered bullish bets following a surprise cut in oil production by OPEC+ that stoked fears of further inflationary pressures and the need for more interest rate hikes.
- "The ISM manufacturing report for March was a dud," said economists at Wells Fargo. "The closest thing we get to good news in (the) report is that the slowing in the factory sector is pushing prices lower and supply chains are continuing to heal, benefiting from the slack. "Beyond that, the rest of the themes were those that often precede an economic recession."
- Market watchers have been trying to gauge how much longer the Fed may need to keep raising interest rates to cool inflation and whether the U.S. economy may be headed for recession. Futures pricing shows markets expect the Federal Reserve to begin cutting rates as early as September through the end of the year, with rates seen just above 4.3% by December.





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# EURUSD

+



# EURUSD

- The EUR/USD has witnessed a principal jump on Monday and closed near last week's high after printing a five-day low to 1.0788. The sluggish U.S. economic data weighed on the greenback on Monday which enabled the euro to rally strongly.
- Traders believe the European Central Bank will keep raising interest rates in the coming months to combat inflation. Data released on Friday showed an acceleration in core price growth in the euro area, while a measure of core inflation in the US arrived a touch lower than expected at 4.6%.
- For more upside, bulls need to surpass the resistance of 1.0930, which will send the main pair to Feb 02 high around 1.1030. On the contrary, bears can take control if the major plunge below the support of 1.0780. This will drag the asset towards the confluence of trend lines, near 1.0550.



EURUSD, 1D, O1.08951 H1.09098 L1.08884 C1.08893 -0.00058 (-0.05%)

USD



1.10300  
1.09300  
1.08893  
1.07800  
1.06000  
1.05500  
1.04000  
1.02000  
1.00000  
0.98000  
0.96000



Aug Sep Oct Nov Dec 2023 Feb Mar Apr

EURUSD, 4h, O1.09011 H1.09017 L1.08884 C1.08893 -0.00118 (-0.11%)

USD



23 Mar 6 14:00 13 13:00 20 13:00 27 13:00 Apr 13:00



+

# GBPUSD

+



FOREX



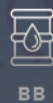
NG



ES



CT



BB

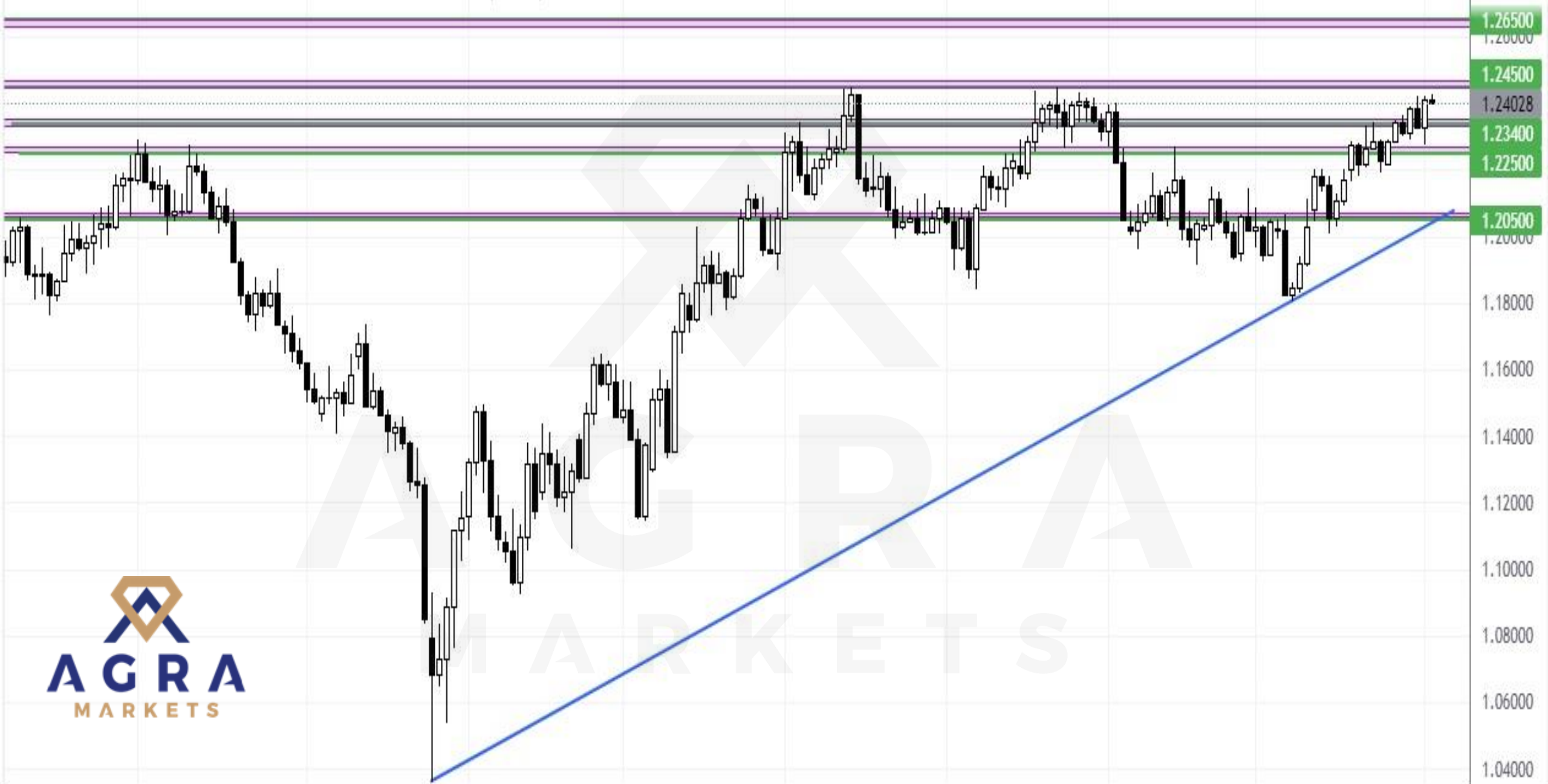


# GBPUSD

- The GBP/USD pair was demanded near the lower band of the 4-hour bullish channel on Monday and returned above the level of 1.2340.
- On Monday, the Bank of England Chief Economist Pill stressed that policy remains data-dependent. He said inflation remains too high but stuck with the bank's forecast that it will fall sharply this year.
- He added that "the UK banking system is well capitalized and that well-capitalized banks help combat inflation, though inflation is still far too high."
- A minor pullback move towards the support of 1.2340 will be an optimal buying opportunity for investors, which will drive the major towards the 1.2450 level, followed by the upper band of bullish channel. On the flip side, the greenback bulls could regain control if the asset drops below the support of 1.2250. An occurrence of the same will drag cable towards the long-term uptrend line, near 1.2050.



GBPUSD, 1D, O1.24100 H1.24256 L1.23985 C1.24028 -0.00072 (-0.06%)



Aug Sep Oct Nov Dec 2023 Feb Mar Apr

USD  
1.26500  
1.20000  
1.24500  
1.24028  
1.23400  
1.22500  
1.20500  
1.20000  
1.18000  
1.16000  
1.14000  
1.12000  
1.10000  
1.08000  
1.06000  
1.04000

GBPUSD, 4h, O1.24111 H1.24124 L1.23985 C1.24043 -0.00068 (-0.05%)



USD  
1.25000  
1.24500  
1.24043  
1.23400  
1.23000  
1.22500  
1.22000  
1.21500  
1.21000  
1.20500  
1.20000  
1.19500  
1.19000  
1.18500  
1.18000

20 23 Mar 6 14:00 13 13:00 20 13:00 27 13:00 Apr





# USDJPY



# USDJPY

- The USD/JPY pair has sensed selling pressure after hitting a weekly high of 133.759 on Monday. However, the asset is moving higher slightly and correcting the previous day's bearish move heading into Tuesday's European session.
- After assuring the stability of the financial system at home, Japan PM Kishida pledged more investment to please the Yen pair sellers. "It is necessary to speed up private investment through green transformation bonds to promote decarbonization domestically," said Japan PM Kishida.
- Sustained weakness below the 131.80 horizontal support will reaffirm the negative bias and pave the way for additional losses towards Mar 24 low of 129.64. On the contrary, bulls need to surpass Monday's high to aim for the long-term downtrend line, near 135.00.



USDJPY, 1D, O132.406 H132.868 L132.173 C132.845 +0.439 (+0.33%)

JPY



150.000  
148.000  
146.000  
144.000  
142.000  
140.000  
138.000  
136.000  
135.000  
134.000  
132.845  
131.800  
129.640  
128.000  
127.500



Aug Sep Oct Nov Dec 2023 Feb Mar Apr

USDJPY, 4h, O132.559 H132.886 L132.548 C132.885 +0.326 (+0.25%)



JPY  
138.000  
137.000  
136.000  
135.000  
134.000  
132.885  
132.000  
131.800  
131.000  
130.000  
129.640



0 23 Mar 6 14:00 13 13:00 20 13:00 27 13:00 Apr



+

# XAUUSD

+

-  FOREX
-  NG
-  ES
-  CT
-  BB



# XAUUSD

- The yellow metal bounced on softer US Treasury yields after US manufacturing activity slowed faster than expected in March, falling to the lowest level in three years.
- Gold in the near term could see consolidative price action in the absence of a fresh catalyst and as markets monitor the extent of price gains in oil as that may throw a curve ball on the inflation outlook and complicate monetary policy decisions. Over the short-term (Q2), we expect gold to be further supported by a scenario where both inflation and interest rates could peak.
- As illustrated on the 4-hour chart, Gold has reacted to the upper band of the symmetrical triangle pattern. Should the asset overstep this level and the resistance of \$2,000, a bullish reveal will be witnessed which will send the price towards the level of \$2,070. Meanwhile, pullback moves need validation from last week's low of \$1,920, a break of which could direct the quote towards the level of \$1,860.



XAUUSD, 1D, O1984.385 H1985.610 L1977.915 C1980.125 -4.260 (-0.21%)

USD



2070.000

2040.000

2000.000

1980.125

1960.000

1920.000

1880.000

1860.000

1840.000

1800.000

1760.000

1720.000

1680.000

1640.000



Aug

Sep

Oct

Nov

Dec

2023

Feb

Mar

Apr

XAUUSD, 4h, O1982.965 H1983.665 L1977.915 C1980.240 -2.725 (-0.14%)



Feb 7 13 20 Mar 7 13 20 27 Apr

USD  
2020.000  
2000.000  
1980.240  
1960.000  
1940.000  
1920.000  
1900.000  
1880.000  
1860.000  
1840.000  
1820.000



**S&P**



MetaTrader4



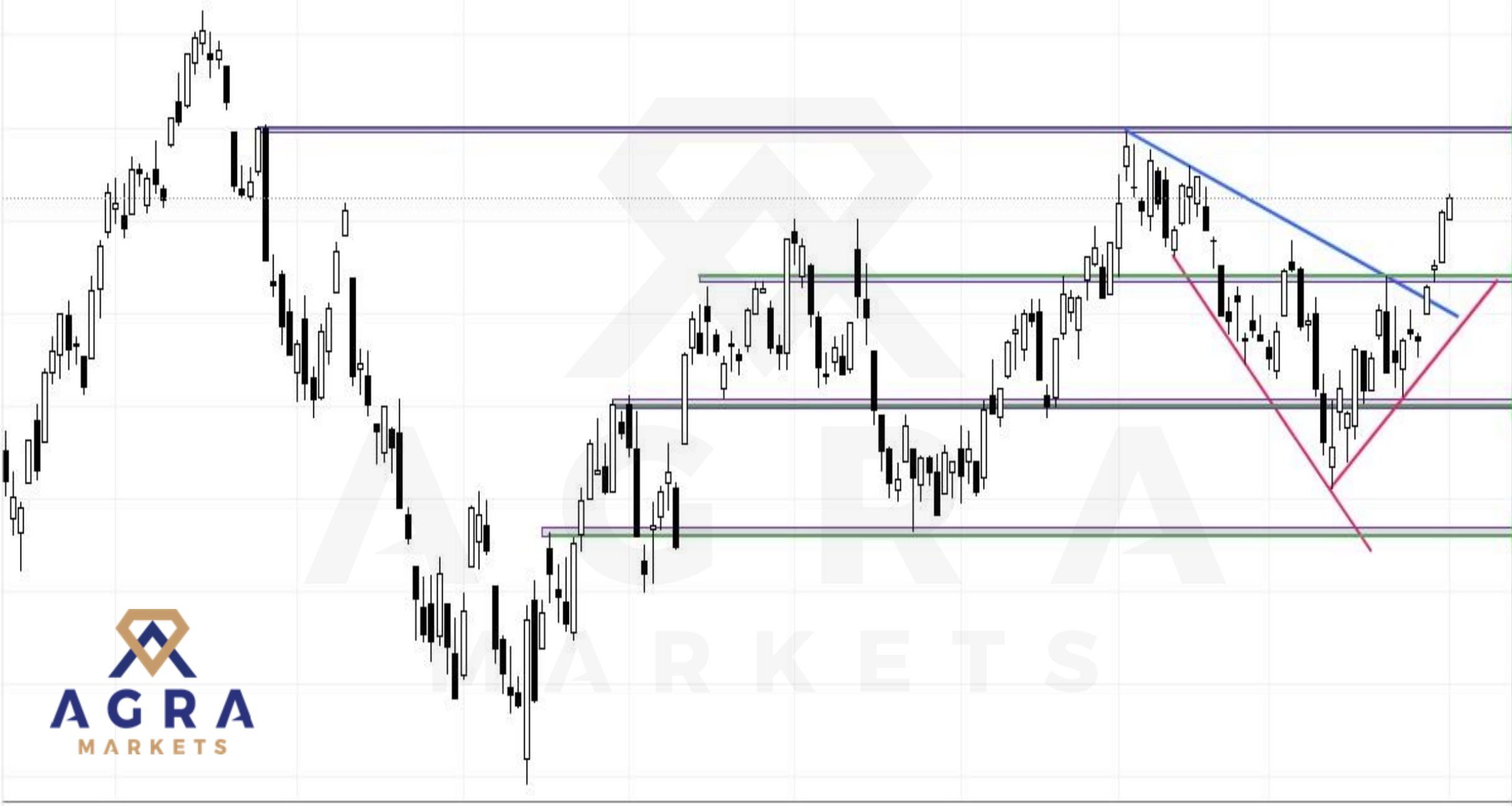
# S&P

- Stock indexes Monday settled mixed, with the S&P 500 and Dow Jones Industrials posting 6-week highs. The S&P 500 has gained 3.3% since March 8 when the trouble began brewing ahead of the collapse of Silicon Valley Bank. That is largely thanks to a big rally in the index's information-technology and communications-services groups. In fact, Microsoft Corp. and Apple Inc. together contributed more points to the benchmark's advance in March than all the financial stocks in the index have subtracted, S&P Dow Jones Indices data show.
- S&P 500 almost remained sideways on Monday. The bulls currently aim for the level of 4,200 as an immediate target during further advances. Meanwhile, pullback moves will be limited by the supports of 4,040 and 3,900.



SPX, 1D, O4102.20 H4127.66 L4098.79 C4124.50 +15.18 (+0.37%)

USD  
4300.00  
4200.00  
4124.50  
4100.00  
4000.00  
3900.00  
3800.00  
3760.00  
3700.00  
3600.00  
3500.00



Aug Sep Oct Nov Dec 2023 Feb Mar Apr

SPX, 4h, O4106.75 H4126.22 L4103.56 C4124.50 +17.69 (+0.43%)

USD



14 Dec 12 21 2023 23 Feb 13 Mar 13 22 Apr



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