



H.G Markets (PVT) Limited
Corporate Member
PMEX (Pakistan Mercantile Exchange)

September 06, 2023



DAILY RESEARCH REPORT

Global Monetary Policies- Interest Rates



Federal Reserve Bank 5.50%



Bank of Canada 5.00%



Bank of England 5.25%



European Central Bank 4.25%



Swiss National Bank 1.75%



Bank of Japan -0.10%

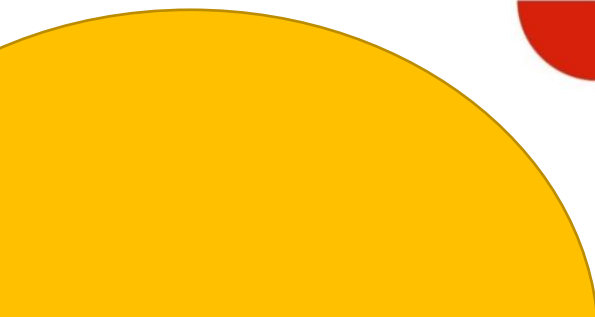


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➤ U.S INDICES

US stock futures were little changed on Wednesday after the major averages ended lower during Tuesday's regular session, as higher oil prices and global economic uncertainties weighed on sentiment. In extended trading, Gitlab, Gogo and AeroVironment advanced on upbeat corporate updates, while Zscaler and Asana tumbled despite strong quarterly reports. In regular trading on Tuesday, the Dow fell 0.56%, the S&P 500 lost 0.42% and the Nasdaq Composite shed 0.08%, with 8 out of the 11 S&P sectors ending lower led to the downside by materials, industrials and utilities. Meanwhile, energy and technology firms outperformed the market. Those moves came as oil prices jumped after Saudi Arabia and Russia extended their voluntary supply cuts, sending the energy sector higher but stoking fears of stronger inflation. Rising treasury yields also pressured equities.

NASDAQ

Day High: 15585

Day Low: 15417

RESISTANCE 1

15560

RESISTANCE 2

15620

RESISTANCE 3

15700

SUPPORT 1

15460

SUPPORT 2

15380

SUPPORT 3

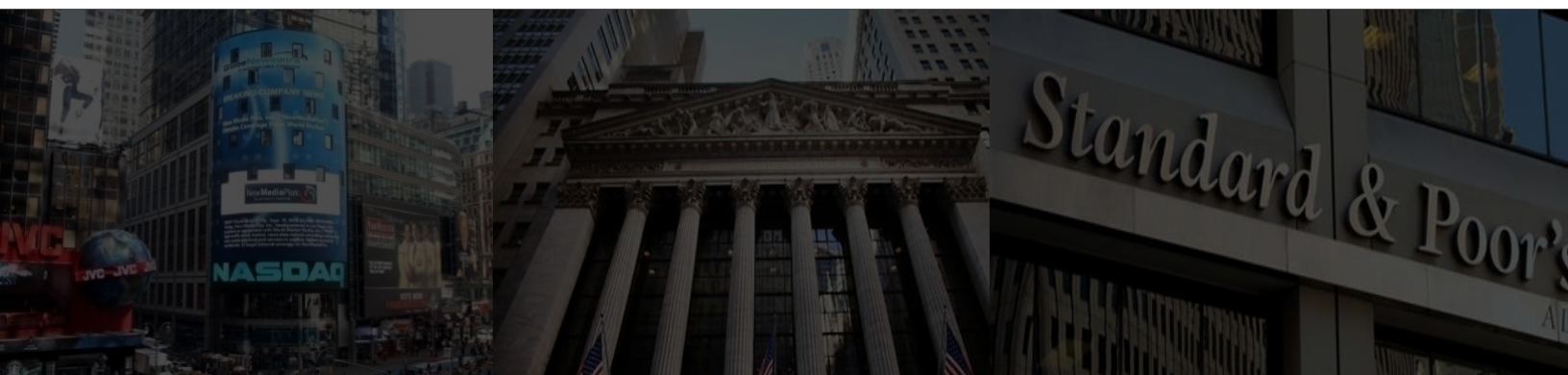
15300

CURRENT PRICE

15509

PIVOT

15526



➤ METALS

Gold held below \$1,950 an ounce on Wednesday, weighed down by a strong dollar as heightened global economic uncertainties spurred safe-haven demand for the greenback. The metal also faced downward pressure from rising Treasury yields as investors continued to assess the likely direction of US monetary policy. Federal Reserve Governor Christopher Waller said the latest batch of economic data bought the US central bank some time as it decided whether additional interest rate hikes are needed to control inflation. Still, bullion prices remained close to one-month highs as easing inflation and soft jobs data in the US raised hopes that the Fed is done tightening this year. Markets are betting that the US central bank will hold rates steady in September and see a greater chance of no additional hikes this year.

GOLD

Day High: 1964

Day Low: 1950

RESISTANCE 1

1963

RESISTANCE 2

1970

RESISTANCE 3

1980

SUPPORT 1

1945

SUPPORT 2

1940

SUPPORT 3

1933

CURRENT PRICE

1953

PIVOT

1957

SILVER

Day High: 24.34

Day Low: 23.81

RESISTANCE 1: 24.10

SUPPORT 1: 23.75

RESISTANCE 2: 24.35

SUPPORT 2: 23.60

RESISTANCE 3: 24.50

SUPPORT 3: 23.40

CURRENT PRICE: 23.91

PIVOT: 24.08

PLATINUM

Day High: 959

Day Low: 931

RESISTANCE 1: 940

SUPPORT 1: 922

RESISTANCE 2: 955

SUPPORT 2: 915

RESISTANCE 3: 960

SUPPORT 3: 910

CURRENT PRICE: 930

PIVOT: 945

➤ GOLD-GBP/USD

The British pound fell below \$1.26, closing in on its lowest level in three months after data shed light on a deteriorating growth outlook, which in turn raised the probability that the Bank of England may be nearing the conclusion of its monetary policy tightening measures. Updated S&P Global/CIPS UK Composite PMI showed the private sector output declined in August for the first time since January. The Bank of England is expected to deliver a 25 basis point rate hike later this month and markets are pricing in another hike after that to 5.75% by early next year.

GOLD-GBP/USD

Day High: 1.2631

Day Low: 1.2524

RESISTANCE 1

1.2600

RESISTANCE 2

1.2630

RESISTANCE 3

1.2700

SUPPORT 1

1.2550

SUPPORT 2

1.2525

SUPPORT 3

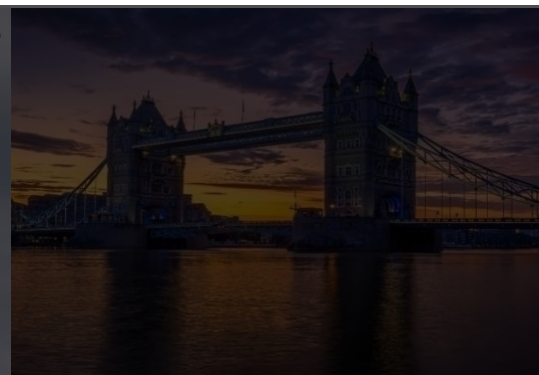
1.2500

CURRENT PRICE

1.2577

PIVOT

1.2586



➤ GOLD-EUR/USD

The euro depreciated to below \$1.08, its lowest in nearly three months driven by investor expectations that the European Central Bank may maintain its current interest rates at the upcoming meeting due to the underwhelming performance of businesses and the slowdown in core inflation. ECB's Chief Economist, Philip Lane, acknowledged that the inflation of goods and services has moderated, and he anticipates a slowdown in core inflation in the coming months. However, during a recent speech in London, ECB President Christine Lagarde refrained from explicitly stating whether the bank intends to raise or maintain interest rates. On the data front, the latest CPI report showed core inflation rate in the Euro Area slowed to 5.3% in August from 5.5% in July. Meanwhile, PMI data showed private sector activity in the region contracted for the third consecutive month and by the most in nearly three years.

GOLD-EUR/USD

Day High: 1.0795

Day Low: 1.0704

RESISTANCE 1

1.0755

RESISTANCE 2

1.0785

RESISTANCE 3

1.0930

SUPPORT 1

1.0710

SUPPORT 2

1.0680

SUPPORT 3

1.0650

CURRENT PRICE

1.0733

PIVOT

1.0753



➤ GOLD-USD/JPY

Japan is seeing early signs of change in the public's long-held perception that wages and inflation won't rise much, central bank policymaker Hajime Takata said, suggesting conditions for phasing out the bank's massive stimulus are falling into place. Takata stressed the need to maintain ultra-loose monetary policy for the time being, as slowing global growth heightens uncertainty on whether Japan can sustainably achieve the Bank of Japan's (BOJ) 2% inflation target. But he also said there were signs of change in corporate price and wage-setting behaviour that is pushing up not just goods but service prices, pointing to broadening inflationary pressure in the world's third-largest economy. The yen strengthened 0.19% to 147.42 per dollar in Asian hours, but was near 147.82, the lowest since Nov. 4 it touched earlier in the session.

GOLD-USD/JPY

Day High: 147.79

Day Low: 146.44

RESISTANCE 1

147.30

RESISTANCE 2

147.65

RESISTANCE 3

148.00

SUPPORT 1

146.70

SUPPORT 2

146.40

SUPPORT 3

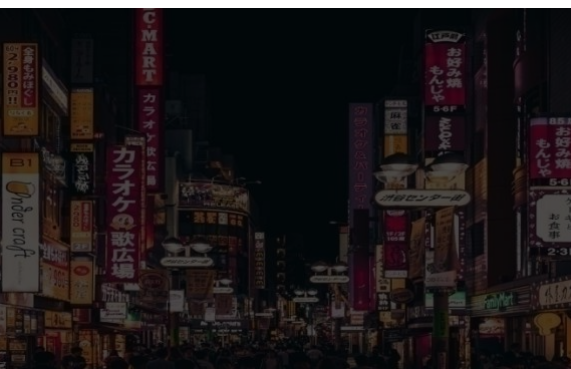
146.00

CURRENT PRICE

147.08

PIVOT

147.10



➤ CRUDE OIL

WTI crude futures held near \$87 per barrel on Wednesday after hitting over ten-month highs in the previous session as OPEC+ majors Saudi Arabia and Russia extended their voluntary supply cuts through the rest of the year. Saudi Arabia announced that it will extend its voluntary output cut of 1 million barrels per day for another three months until the end of December to stabilize and balance oil markets. Russia also extended its voluntary reduction in oil exports by 300,000 bpd until the end of the year. Both countries said they will review the decisions monthly to consider deepening cuts or raising production depending on market conditions. Meanwhile, global economic uncertainties continued to weigh on the demand outlook amid soft manufacturing and services data in major economies.

CRUDE OIL

Day High: 88.01

Day Low: 85.01

RESISTANCE 1

87.00

RESISTANCE 2

87.40

RESISTANCE 3

88.00

SUPPORT 1

86.20

SUPPORT 2

85.50

SUPPORT 3

85.00

CURRENT PRICE

86.61

PIVOT

86.35



➤ NATURAL GAS

US natural gas futures traded around \$2.6/MMBtu in early September, the lowest in one week as investors anticipate lower demand in the upcoming weeks. Seasonally cooler weather is reducing air-conditioning use and gas consumption in the short term, although meteorologists still forecast the weather will remain mostly hotter than normal until mid-September. Also, reduced operations at US LNG export facilities, including Cheniere Energy's Sabine Pass and Corpus Christi, have contributed to lower gas flow for LNG exports. On the supply side, natural gas production has slightly decreased in August compared to previous months.

NATURAL GAS

Day High: 2.662

Day Low: 2.567

RESISTANCE 1

2.630

RESISTANCE 2

2.700

RESISTANCE 3

2.800

SUPPORT 1

2.540

SUPPORT 2

2.500

SUPPORT 3

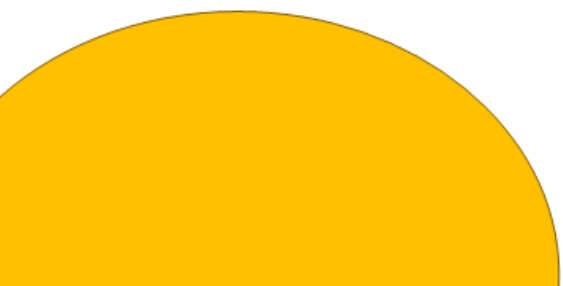
2.420

CURRENT PRICE

2.569

PIVOT

2.612



Economic Calendar

Today: Sep 6				Up Next	Search Events			
Date	11:16am	Currency	Impact	Detail	Actual	Forecast	Previous	Graph
Wed Sep 6	7:00pm	USD	ISM Services PMI			52.5	52.7	
More								

Product	Previous Day High	Previous Day Low	Current Price	Pivot	Pivot Strategy
NASDAQ	15585	15417	15509	15526	IF CURRENT PRICE IS ABOVE PIVOT, PRICE IS LIKELY TO GO UP. RESISTANCE 1 AND 2 COULD BE USED AS TARGET PRICES. IF CURRENT PRICE IS BELOW PIVOT, PRICE IS LIKELY TO GO DOWN. SUPPORT 1 AND 2 COULD BE USED AS TARGET PRICES.
GOLD	1964	1950	1953	1957	IF CURRENT PRICE IS ABOVE PIVOT, PRICE IS LIKELY TO GO UP. RESISTANCE 1 AND 2 COULD BE USED AS TARGET PRICES. IF CURRENT PRICE IS BELOW PIVOT, PRICE IS LIKELY TO GO DOWN. SUPPORT 1 AND 2 COULD BE USED AS TARGET PRICES.
SILVER	24.34	23.81	23.91	24.08	IF CURRENT PRICE IS ABOVE PIVOT, PRICE IS LIKELY TO GO UP. RESISTANCE 1 AND 2 COULD BE USED AS TARGET PRICES. IF CURRENT PRICE IS BELOW PIVOT, PRICE IS LIKELY TO GO DOWN. SUPPORT 1 AND 2 COULD BE USED AS TARGET PRICES.
PLATINUM	959	931	930	945	IF CURRENT PRICE IS ABOVE PIVOT, PRICE IS LIKELY TO GO UP. RESISTANCE 1 AND 2 COULD BE USED AS TARGET PRICES. IF CURRENT PRICE IS BELOW PIVOT, PRICE IS LIKELY TO GO DOWN. SUPPORT 1 AND 2 COULD BE USED AS TARGET PRICES.
GOLD-GBP/USD	1.2631	1.2524	1.2577	1.2586	IF CURRENT PRICE IS ABOVE PIVOT, PRICE IS LIKELY TO GO UP. RESISTANCE 1 AND 2 COULD BE USED AS TARGET PRICES. IF CURRENT PRICE IS BELOW PIVOT, PRICE IS LIKELY TO GO DOWN. SUPPORT 1 AND 2 COULD BE USED AS TARGET PRICES.
Gold-EUR/USD	1.0795	1.0704	1.0733	1.0753	IF CURRENT PRICE IS ABOVE PIVOT, PRICE IS LIKELY TO GO UP. RESISTANCE 1 AND 2 COULD BE USED AS TARGET PRICES. IF CURRENT PRICE IS BELOW PIVOT, PRICE IS LIKELY TO GO DOWN. SUPPORT 1 AND 2 COULD BE USED AS TARGET PRICES.

GOLD- USD/JPY	147.79	146.44	147.08	147.10	IF CURRENT PRICE IS ABOVE PIVOT, PRICE IS LIKELY TO GO UP. RESISTANCE 1 AND 2 COULD BE USED AS TARGET PRICES. IF CURRENT PRICE IS BELOW PIVOT, PRICE IS LIKELY TO GO DOWN. SUPPORT 1 AND 2 COULD BE USED AS TARGET PRICES.
CRUDE OIL	88.01	85.01	86.61	86.35	IF CURRENT PRICE IS ABOVE PIVOT, PRICE IS LIKELY TO GO UP. RESISTANCE 1 AND 2 COULD BE USED AS TARGET PRICES. IF CURRENT PRICE IS BELOW PIVOT, PRICE IS LIKELY TO GO DOWN. SUPPORT 1 AND 2 COULD BE USED AS TARGET PRICES.
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