



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

December 07, 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 4.50%



Swiss National Bank 1.75%



Bank of Japan -0.10%

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➤ U.S INDICES

After the major averages fell during Wednesday's regular session, the Dow and S&P 500 continued their three-day losing streaks, while US stock futures saw minimal movement on Thursday. A disappointing fourth-quarter net sales forecast caused Chewy to fall 10% in extended trade, while GameStop saw a 3% decline after revealing lower net sales for the most recent quarter. Energy, technology, and financials led the decline in eight of the eleven S&P sectors as the Dow sank 0.19%, the S&P 500 fell 0.39%, and the Nasdaq Composite plummeted 0.58% during normal trading on Wednesday. These actions were taken when worries about the state of the larger economy reappeared and the recent rally began to show indications of weariness. The ADP report revealed lower-than-expected labor expenses in Q3 and fewer-than-expected job additions in November, providing new evidence of a softening US labor market.

NASDAQ

Day High: 16036

Day Low: 15843

RESISTANCE 1

15900

RESISTANCE 2

16000

RESISTANCE 3

16120

SUPPORT 1

15730

SUPPORT 2

15600

SUPPORT 3

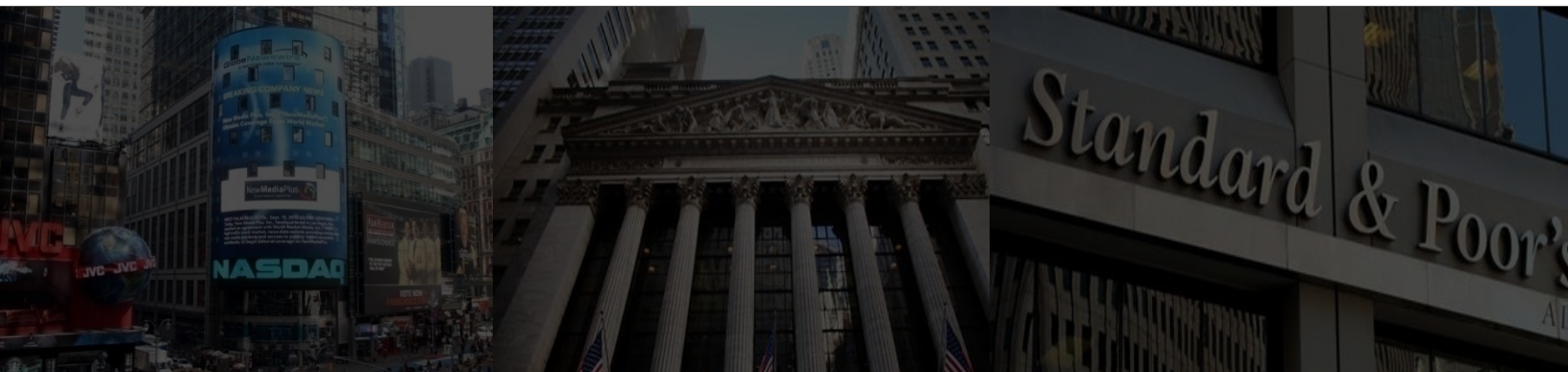
15500

CURRENT PRICE

15800

PIVOT

15908



➤ METALS

Gold steadied around \$2,030 an ounce on Thursday after facing heightened volatility in recent sessions, as investors braced for a key US monthly jobs report that could provide clues on the future path of interest rates. Meanwhile, data on Wednesday showed that US job openings fell to a 2-1/2-year low in October, while private payrolls rose less than expected in November in a sign of a cooling labor market. Markets now see around a 60% chance of a Federal Reserve rate cut in March. Elsewhere, traders ramped up bets that the European Central Bank would also cut rates in March following dovish remarks from central bank officials. ECB member and Bank of France head Francois Villeroy said on Wednesday that “disinflation is happening more quickly than we thought.”

GOLD

Day High: 2053

Day Low: 2035

RESISTANCE 1

2052

RESISTANCE 2

2060

RESISTANCE 3

2075

SUPPORT 1

2035

SUPPORT 2

2025

SUPPORT 3

2010

CURRENT PRICE

2045

PIVOT

2043

SILVER

Day High: 24.70

Day Low: 24.20

RESISTANCE 1: 24.35

SUPPORT 1: 24.05

RESISTANCE 2: 24.60

SUPPORT 2: 23.80

RESISTANCE 3: 25.00

SUPPORT 3: 23.50

CURRENT PRICE: 24.20

PIVOT: 24.42

PLATINUM

Day High: 916

Day Low: 890

RESISTANCE 1: 900

SUPPORT 1: 885

RESISTANCE 2: 920

SUPPORT 2: 875

RESISTANCE 3: 950

SUPPORT 3: 860

CURRENT PRICE: 892

PIVOT: 901

➤ GOLD-GBP/USD

The British pound remained below the \$1.27 mark as investors processed final PMI data while evaluating the monetary policy outlook at both the Bank of England and Federal Reserve. The latest PMI survey revealed that Britain's private sector activity return to growth in November after a three-month contraction. Meanwhile, investors anticipate the Bank of England making its first rate cut by June, contrasting with the Federal Reserve's expected timeline of March. Last week, Governor Andrew Bailey stated that the central bank would take necessary measures to bring inflation down to its 2% target. A day earlier, Deputy Governor Dave Ramsden suggested that Britain's monetary policy might need a "restrictive" approach for an extended period to guide inflation back to the central bank's targeted 2%.

GOLD-GBP/USD

Day High: 1.2612

Day Low: 1.2563

RESISTANCE 1

1.2575

RESISTANCE 2

1.2600

RESISTANCE 3

1.2650

SUPPORT 1

1.2530

SUPPORT 2

1.2500

SUPPORT 3

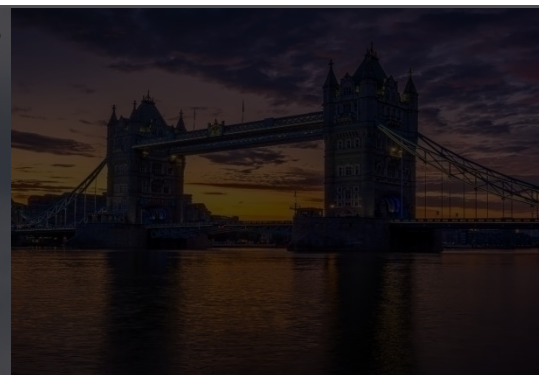
1.2450

CURRENT PRICE

1.2555

PIVOT

1.2583



➤ GOLD-EUR/USD

The euro extended its decline below the \$1.08 level, reaching its lowest level since mid-November, spurred by dovish remarks from ECB conservative Isabel Schnabel reinforcing the belief that the bloc's central bank might start cutting interest rates quicker than previously expected. Schnabel's comments to Reuters indicated that further interest hikes were "rather unlikely" after the latest CPI report unveiled a decline in the Euro Area's inflation rate to 2.4% in November, marking the lowest figure in over two years and falling below the market consensus of 2.7%. Additionally, the core rate also decreased to 3.6%, falling short of expectations set at 3.9%. In other economic news, the latest PMI survey showed the bloc's private sector contracted less than initially thought in November.

GOLD-EUR/USD

Day High: 1.0802

Day Low: 1.0768

RESISTANCE 1

1.0800

RESISTANCE 2

1.0850

RESISTANCE 3

1.0900

SUPPORT 1

1.0720

SUPPORT 2

1.0680

SUPPORT 3

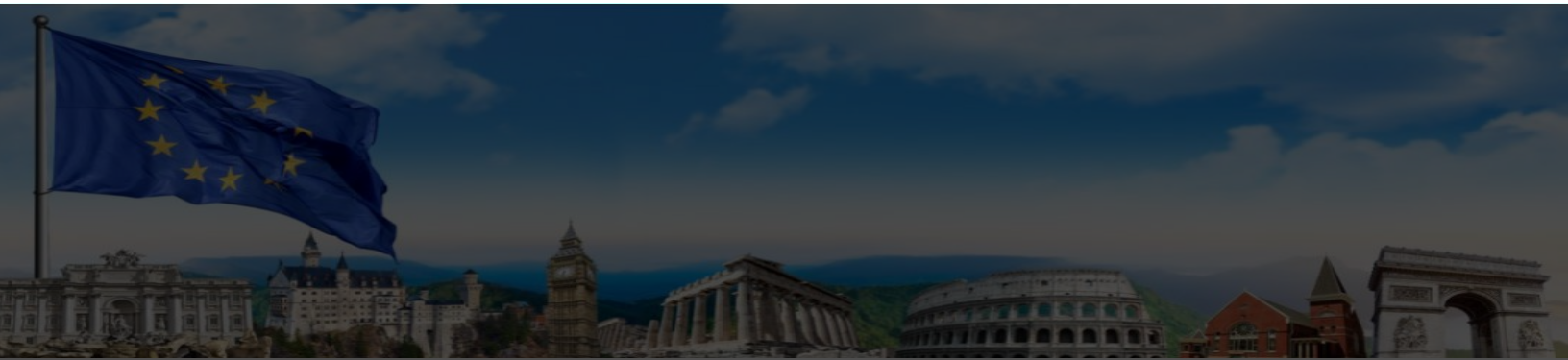
1.0620

CURRENT PRICE

1.0764

PIVOT

1.0782



➤ GOLD-USD/JPY

The Japanese yen appreciated to past 147 per dollar, hovering near its highest levels in 12 weeks amid growing expectations that the US Federal Reserve is done with its current monetary tightening cycle and will likely start cutting interest rates next year. Meanwhile, Bank of Japan board member Asahi Noguchi said over the weekend that Japan has yet to achieve price growth driven by higher wages with the recent cost-push driven rise in inflation. He suggested that it was premature to consider exiting ultra-loose monetary policy, reflecting similar views from other BOJ officials. On the economic front, data showed that Tokyo's core inflation rate, a leading indicator for nationwide price trends, rose less than expected in November but surpassed the BOJ's 2% target for the 18th consecutive month. Markets also assessed data showing manufacturers' sentiment in Japan improved markedly in December as the auto sector continued to recover.

GOLD-USD/JPY

Day High: 147.48

Day Low: 146.87

RESISTANCE 1

146.30

RESISTANCE 2

146.65

RESISTANCE 3

147.20

SUPPORT 1

145.70

SUPPORT 2

145.30

SUPPORT 3

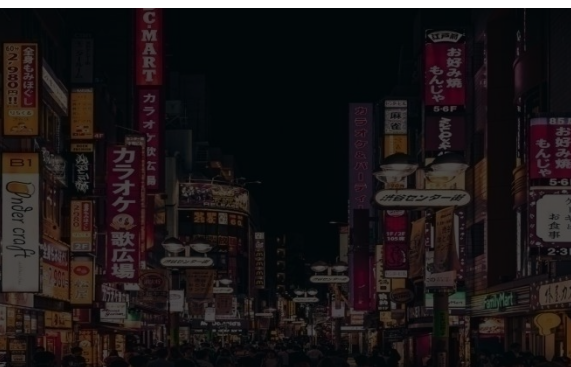
144.50

CURRENT PRICE

146.00

PIVOT

147.21



➤ CRUDE OIL

WTI crude futures rose toward \$70 per barrel on Thursday in a likely technical rebound, but remained close to the lowest levels since late June after falling for five straight sessions amid robust global supplies and softening demand. Official data showed that US gasoline inventories jumped by 5.4 million barrels last week, the biggest increase in nine weeks and much higher than forecasts of 1 million barrels, indicating weaker demand. Adding to woes, BEA data showed US crude exports were near a record 6 million barrels a day in October, with flows to Europe and Asia showing a steady increase. Meanwhile, OPEC pumped 27.81 million bpd in November, down by 90K from October, according to Reuters. Saudi Arabia kept the output close to 9 million, while output from Iran increased. Last week, OPEC+ members announced additional cuts of 2.2 million bpd, but more than 1.3 million were extensions of voluntary reductions by Saudi Arabia and Russia.

CRUDE OIL

Day High: 72.67

Day Low: 69.08

RESISTANCE 1

70.30

RESISTANCE 2

71.00

RESISTANCE 3

72.00

SUPPORT 1

69.00

SUPPORT 2

68.00

SUPPORT 3

67.00

CURRENT PRICE

69.70

PIVOT

70.93



➤ NATURAL GAS

US natural gas futures fell to below \$2.6/MMBtu, the lowest in five months, as supply is outpacing demand. Domestic production of natural gas in the US is at a record high, enabling utilities to accumulate reserves to meet increased heating demand. Analysts estimate that as of December 1, US gas stockpiles were approximately 7.2% higher than the expected levels for this time of year. Despite the current oversupply, recent forecasts for colder weather are anticipated to boost heating demand. Additionally, the volume of natural gas sent to US liquefied natural gas (LNG) export facilities has reached record levels.

NATURAL GAS

Day High: 2.754

Day Low: 2.541

RESISTANCE 1

2.600

RESISTANCE 2

2.700

RESISTANCE 3

2.800

SUPPORT 1

2.450

SUPPORT 2

2.400

SUPPORT 3

2.300

CURRENT PRICE

2.530

PIVOT

2.638



Economic Calendar

Product	Previous Day High	Previous Day Low	Current Price	Pivot	Pivot Strategy
NASDAQ	16036	15843	15800	15908.5000	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	2053	2035	2045	2043.0000	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	24.7	24.2	24.20	24.4250	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	916	890	892	901.2500	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	1.2612	1.2563	1.2555	1.2583	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	1.0802	1.0768	1.0764	1.0782	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	147.48	146.87	146.00	147.2175	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	72.67	69.08	69.70	70.9350	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.
NATURAL GAS	2.754	2.541	2.530	2.6388	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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