

19/Aug/22

Major Currencies Range

18-Aug	HIGH	LOW	US Close
EUR/USD	1.0186/94	1.0076/84	1.0082/90
USD/JPY	135.84/92	134.61/69	135.80/88
GBP/USD	1.2073/81	1.1918/26	1.1930/38
USD/CHF	0.9565/73	0.9493/01	0.9560/68
AUD/USD	0.6966/74	0.6898/06	0.6912/20
NZD/USD	0.6308/16	0.6245/53	0.6252/60
USD/CAD	1.2962/70	1.2876/84	1.2940/48
USD/CNH	6.8130/40	6.7837/47	6.8030/40

Major Stock Indexes · PBOC fixing and XAU

	Last	Change	%Change
Hang Seng Index	19,763.91	-158.54	-0.80%
Dow Jones Index	33,999.04	18.72	0.06%
Nasdaq Composite	12,965.34	27.22	0.21%
S & P 500 Index	4,283.74	9.70	0.23%
FTSE100	7,541.85	26.10	0.35%
DAX	13,697.41	70.70	0.52%
CAC40	6,557.40	29.08	0.45%

Date	PBOC Fixing
18-Aug	6.7802
17-Aug	6.7863
16-Aug	6.773
Date (close)	XAU
18-Aug	1758.20
Date (close)	USD Index
18-Aug	107.49

Source: Reuters

Currency	Trend
DXY	The dollar climbed to a three-week high on Thursday after minutes from the Federal Reserve's July meeting pointed to U.S. interest rates staying higher for longer to bring down inflation. This left the dollar index up 0.22% at 106.89, its highest since late July.
CNH	The Yuan hovered near a three-month low against a firmer dollar on Thursday after minutes from the latest Federal Reserve policy meeting pointed to higher U.S. interest rates to tame inflation. The dollar held gains after Fed officials saw "little evidence" late last month that U.S. inflation pressures were easing, the central bank's July meeting minutes showed. The onshore spot yuan opened at 6.7760 per dollar and was changing hands at 6.7863 at midday, 58 pips weaker than the previous late session close, not far from a three-month low of 6.7978 hit on Tuesday. Prior to market opening, the PBOC set the midpoint rate at 6.7802 per dollar, 61 pips or 0.09% firmer than the previous fix 6.7863. While the offshore yuan was trading at 6.8015 per dollar.
Major Currency (EUR/GBP/JPY)	The British pound weakened against the dollar on Thursday after policy minutes from the Federal Reserve boosted the U.S. currency and traders worried soaring UK inflation would mean higher interest rates and a weaker British economy. The latest inflation figures, which were released on Wednesday and came in above 10%, The pound was down 0.1% against the dollar at 1.2040 and earlier fell to 1.1995. Versus the euro, however, it edged up to 84.39 pence.
Commodity Currency (AUD/NZD/CAD)	The Australian dollar went flat on Thursday as local jobs figures proved confusingly mixed, rather than clearly strong as hawks had hoped for, leaving the market split on the likely size of near-term rate hikes. The Aussie was lying at 0.6934, having dived 1.2% overnight as the U.S. dollar gained broadly. Support is down around 0.6912 and 0.6870, with resistance at 0.6990 and 0.7050. The kiwi dollar steadied at 0.6280, having shed 0.9% overnight as a fleeting rally failed to clear resistance at 0.6380. Support comes in at 0.6260 and 0.6215.

Gold	Gold prices were near a two-week low on Thursday as the dollar gained after minutes from the Federal Reserve's July meeting suggested the central bank would keep raising rates to tame inflation. Spot gold was flat at \$1,761.69 per ounce, after falling to its lowest since Aug. 3 at \$1,759.17 on Wednesday. U.S. gold futures edged 0.1% higher to \$1,775.50 per ounce.
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Economic Data

Time	Zone	Country	Economic Indicator	Period	Month	Forecast
7:30	HKT	JP	Core CPI	(Y/Y)	(Jul)	2.4%
14:00	HKT	UK	Retail sales	(Y/Y)	(Jul)	-3.3%
20:30	HKT	CA	Retail sales	(M/M)	(Jun)	0.3%

Trading Tips

EUR 1.0070

EUR falls and a break below 1.0010/15 would signal another downside test towards 0.9960/65. A break above 1.0130/35 would signal correction towards 1.0180/85.

JPY 136.20

USD rises and a break above 136.60/65 would signal another upside test towards 137.10/15. A break below 135.50/55 would signal correction towards 135.00/5.

GBP 1.1910

GBP falls and a break below 1.1850/55 would signal another downside test towards 1.1800/5. A break above 1.1980/85 would signal correction towards 1.2030/35.

CHF 0.9570

USD remains firm and a break above 0.9630/35 would signal another upside test towards 0.9680/85. A break below 0.9500/5 would signal correction towards 0.9450/55.

AUD 0.6900

AUD still under pressure and a break below 0.6850/55 would signal another downside test towards 0.6800/5. A break above 0.6980/85 would signal correction towards 0.7030/35.

NZD 0.6230

NZD still under pressure and a break below 0.6180/85 would signal another downside test towards 0.6120/25. A break above 0.6300/5 would signal correction towards 0.6350/55.

CAD 1.2960

USD rebounds and a break above 1.3030/35 would signal another upside test towards 1.3080/85. A break below 1.2900/5 would signal correction towards 1.2850/55.

CNH 6.8100

USD remains firm and a break above 6.8300/5 would signal another upside test towards 6.8500/5. A break below 6.7900/5 would signal correction towards 6.7700/5.

19-Aug	Technical Resistance			Technical Support		
	R1	R2	R3	S1	S2	S3
EUR/USD	1.0130	1.0180	1.0230	1.0010	0.9960	0.9910
USD/JPY	136.60	137.10	137.60	135.50	135.00	134.50
GBP/USD	1.1980	1.2030	1.2080	1.1850	1.1800	1.1750
USD/CHF	0.9630	0.9680	0.9730	0.9500	0.9450	0.9400
AUD/USD	0.6980	0.7030	0.7080	0.6850	0.6800	0.6750
NZD/USD	0.6300	0.6350	0.6400	0.6180	0.6130	0.6080
USD/CAD	1.3030	1.3080	1.3130	1.2900	1.2850	1.2800
USD/CNH	6.8300	6.8350	6.8400	6.7900	6.7850	6.7800

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