

Gold slides as U.S. inflation data boosts rate-hike bets

GOLD: Gold prices fell on Friday, adding to the weekly decline, as a hotter-than-expected U.S. inflation reading cemented bets of another hefty Federal Reserve interest rate hike next month. Data released on Thursday showed U.S. consumer prices increased more than expected in September, as rents surged by the most since 1990 and the cost of food also rose, with core CPI jumping 6.6% on an annual basis. The Fed is seen delivering another large rate hike in three weeks' time and ultimately lifting rates to 4.75%-5% by early next year, if not further, after the inflation report. Spot silver dipped 0.3% to \$18.81 per ounce, platinum fell 0.5% to \$891.67 and palladium was 0.3% lower at \$2,101.77.

	1st Support	2nd Support	1st Resistance	2nd Resistance
Gold	\$1,645	\$1,624	\$1,685	\$1,704
Silver	\$18.44	\$18.01	\$19.30	\$19.73
WTI	\$86.62	\$84.05	\$90.71	\$92.23
EURUSD	\$0.9669	\$0.9563	\$0.9843	\$0.9911
GBPUSD	\$0.9669	\$0.9563	\$0.9843	\$0.9911
USDJPY	146.52	145.91	147.71	148.28
DJIA-30	29,056	28,068	30,599	31,155
S&P-500	3,543	3,419	3,739	3,809
NSDQ-100	10,601	10,188	11,256	11,500

Source: AKD Research and MT4

OIL: Oil prices slipped in early Asian trade on Friday as U.S. crude and gasoline inventories jumped, while Saudi Arabia and Washington continued to clash over plans by OPEC+ to slash production. Brent crude futures fell 15 cents, or 0.2%, to \$94.42 per barrel by 0034 GMT, while U.S. West Texas Intermediate (WTI) crude futures were down 21 cents, or 0.2%, cents at \$88.90 per barrel. Gasoline stocks jumped by 2 million barrels in the week to 209.5 million barrels, compared with analysts expected a 1.8 million-barrel drop. Keeping prices from falling farther was a steep drawdown in distillate stocks that came as heating oil demand is expected to rise as winter approaches.

US-EQUITIES: Stock futures were higher early Friday morning as investors turned their attention to big bank earnings after the major averages staged a historic turnaround rally. The moves followed the release of the consumer price index, a key U.S. inflation reading that came in hotter than expected for the month of September. Initially, this weighed on markets as investors braced themselves for the Federal Reserve to continue with its aggressive rate-hiking plan. Later, however, they shrugged off those worries. There's still more economic data this week, too. September's retail sales will come out at 8:30 a.m. ET. Later in the morning, investors are looking forward to the latest consumer sentiment figures from the University of Michigan.

U.S DOLLAR: The dollar took a breather on Friday after a volatile overnight session as red-hot U.S. inflation data pointed to more aggressive interest rate hikes, while traders were on edge about intervention as the yen wallowed near a three-decade low. The dollar index was little changed after falling 0.5% in the previous session as investors digested data that showed U.S. consumer prices increased more than expected in September. Sterling last traded at \$1.1309, down 0.18% on the day, reversing earlier steep gains against the dollar following reports of a possible U-turn by the UK government on its fiscal plans.

Source: Reuters,CNBC,Bloomberg

Key Economic Indicators for today

Time	Currency	Impact	Economic Indicator	Forecast	Previous
6:00pm	GBP	High	BOE Gov Bailey Speaks	-	-
10:15pm	USD	Medium	FOMC Member Bullard Speaks	-	-

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Source: www.forexfactory.com



GOLD: KEY HIGHLIGHTS

Date	13-Oct
Open	1,673.38
High	1,682.35
Low	1,642.32
Close	1,666.01
MA(20)	1,713.57
MA(100)	1,751.92
MA(200)	1,819.01

Source: AKD Research & MT4

SILVER: KEY HIGHLIGHTS

Date	13-Oct
Open	18.99
High	19.30
Low	18.44
Close	18.87
MA(20)	19.34
MA(100)	19.87
MA(200)	21.81

Source: AKD Research & MT4

WTI SPOT: KEY HIGHLIGHTS

Date	13-Oct
Open	87.11
High	89.65
Low	85.56
Close	89.2
MA(20)	87.29
MA(100)	96.04
MA(200)	97.26

Source: AKD Research & MT4



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GOLD SPOT



Technical Strategy: Buy on Weakness

Gold closed at US\$1,666/oz, below its 20-DMA which is at US\$1,714/oz. However, RSI and Stochastic are neutral in the short term charts and suggest range bound trading. We recommend playing within the range of US\$1,660/oz - US\$1,680/oz. A break below US\$1,660/oz could target US\$1,650/oz, while a break above US\$1,680/oz could target US\$1,690/oz.

SILVER



Technical Strategy: Play the Range

Silver closed at US\$18.87/oz, below its 20-DMA which is at US\$19.34/oz. However, RSI and Stochastic are neutral. The short term chart suggest range-bound trading or consolidation in the near term. We recommend playing within the range of US\$18.80/oz - US\$19.50/oz. A break below US\$18.80/oz could target US\$18.50/oz, while a break above US\$19.50/oz could target US\$20.00/oz.

WTI SPOT (CRUDE OIL)



Technical Strategy: Buy on Weakness

Oil closed at US\$89.20/bbl, above its 20-DMA which is at US\$87.29/bbl. However, RSI and Stochastic are bullish and could call for an upside move in near term. We recommend playing within the range of US\$87.30 - US\$91.50. A break below US\$87.30/bbl could target US\$85.00/bbl, while a break above US\$91.50/bbl could target US\$93.00/bbl.



EUR/USD: KEY HIGHLIGHTS

Date	13-Oct
Open	0.9700
High	0.9805
Low	0.9631
Close	0.9775
MA(20)	0.9955
MA(100)	1.0169
MA(200)	1.0580

Source: AKD Research & MT4

EUR-USD



Technical Strategy: Play the Range

EURUSD closed at US\$0.9775 below its 20-DMA which is at US\$0.9955. However, RSI and Stochastic are neutral in the short term charts. We recommend playing within the range of US\$0.9670 - US\$0.9800. A break below US\$0.9670 could target US\$0.9550, while a break above US\$0.9800 could target US\$0.9920.

GBP/USD: KEY HIGHLIGHTS

Date	13-Oct
Open	1.1095
High	1.1379
Low	1.1056
Close	1.1316
MA(20)	1.1528
MA(100)	1.1858
MA(200)	1.2481

Source: AKD Research & MT4

GBP-USD



Technical Strategy: Play the Range

GBPUSD closed at US\$1.1316 below its 20-DMA which is at US\$1.1528. However, RSI and Stochastic are bullish and suggest for a upside move in the near term. We recommend playing within the range of US\$1.1220 - US\$1.1460. A break below US\$1.1220 could target US\$1.1080, while a break above US\$1.1460 could target US\$1.1570.

USD/JPY: KEY HIGHLIGHTS

Date	13-Oct
Open	146.89
High	147.66
Low	146.48
Close	147.14
MA(20)	140.81
MA(100)	137.74
MA(200)	129.33

Source: AKD Research & MT4

JPY-USD



Technical Strategy: Buy on Weakness

USDJPY closed at US\$145.82 above its 20-DMA which is at US\$140.26. However, RSI and Stochastic are bullish and short term charts support for further upside. We recommend playing within the range of US\$145.00 - US\$146.20. A break below US\$145.00 could target US\$144.00, while a break above US\$146.20 could target \$147.00.



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DJIA-30: KEY HIGHLIGHTS

Date	13-Oct
Open	29,269
High	30,168
Low	28,625
Close	30,043
MA(20)	31,424
MA(100)	31,540
MA(200)	32,821

Source: AKD Research & MT4

DJIA-30



Technical Strategy: Play the Range

Dow Jones closed at 30,043 below its 20-DMA which is at 31,424. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of 30,000–30,500. A break below 30,000 could target 29,500, while a break above 30,500 could target 31,000.

S&P-500: KEY HIGHLIGHTS

Date	13-Oct
Open	3,584
High	3,685
Low	3,490
Close	3,668
MA(20)	3,942
MA(100)	3,938
MA(200)	4,148

Source: AKD Research & MT4

S&P-500



Technical Strategy: Play the Range

S&P closed at 3,668 below its 20-DMA which is at 3,942. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of 3,650 – 3,750. A break below 3,650 could target 3,600, while a break above 3,750 could target 3,800.

NASDAQ-100: KEY HIGHLIGHTS

Date	13-Oct
Open	10,805
High	11,087
Low	10,432
Close	11,013
MA(20)	12,204
MA(100)	12,170
MA(200)	13,076

Source: AKD Research & MT4

NASDAQ-100



Technical Strategy: Play the Range

NASDAQ closed at 11,013 below its 20-DMA which is at 12,204. However, RSI and Stochastic are neutral in the short term charts and suggest range-bound trading in the near term. We recommend playing within the range of 10,970– 11,030. A break below 10,970 could target 10,900 while a break above 11,030 could target 12,000.



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COMMODITIES VANTAGE

Glossary of Terms

Support: Support is the level at which the stock is likely to see increased interest from buyers. The buying support will prevent the stock from falling further.

Resistance: Resistance is the level at which the stock is likely to see increased interest from sellers. The selling pressure will prevent the stock from rising further.

RSI: The Relative Strength Index (RSI) is a momentum oscillator that ranges from 0 to 100. It compares the extent of the stock's recent price movements by evaluating recent gains and losses. Stocks with RSI above 70 could be considered overbought, and below 30 could be considered oversold. Generally, if the RSI falls below 70, it is a bearish signal. Conversely, if the RSI of a stock rises above 30 it is considered bullish. The RSI used is of 14 days.

Bollinger Bands: A Bollinger Band, developed by famous technical trader John Bollinger, is plotted two standard deviations away from a simple moving average. BB highly popular technical analysis technique. Many traders believe the closer the prices move to the upper band, the more overbought the market, and the closer the prices move to the lower band, the more oversold the market.

MACD: MACD shows the relationship between a longer period moving average and a short period Moving average of a stock's price. Generally, the 26-day exponential moving average (EMA) and the 12-day EMA are used to calculate MACD.

EMA: Exponential moving average (EMA) is the weighted average of the prices of a given security where higher weights are given to recent data points. EMA is used to analyze the trend of a stock.

SMA: A simple moving average (SMA) is the average of the closing price of a security for a given period.

The parabolic SAR: is a technical indicator used to determine the price direction of an asset, as well as draw attention to when the price direction is changing. Sometimes known as the "stop and reversal system," the parabolic SAR was developed by J. Welles Wilder Jr., creator of the relative strength index (RSI).

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