

# FINVEO

September 13 2022

Daily Forex Analysis

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# Daily News

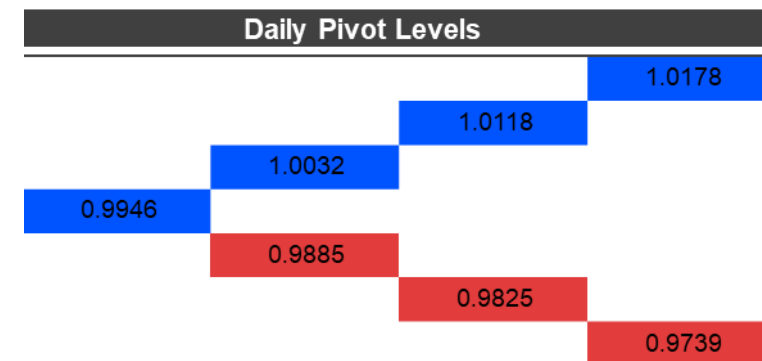
- Energy ministers of EU member states met last week to determine new measures to be taken against the skyrocketing electricity and natural gas prices after Russia indefinitely cut off gas shipments from the Nord Stream pipeline to Europe. EU countries immediately tasked the EU Commission to prepare legislative proposals that include limiting the revenues of low-cost electricity producers, receiving contributions from fossil fuel companies, imposing a cap on natural gas, reducing electricity demand, and providing liquidity to energy companies. The EU Commission, in its draft plan announced last week, put forward the idea of applying a ceiling price only to Russian gas. While some EU member states oppose this, others say that this will not be enough and demand a ceiling on the prices of all gas suppliers.
- Inflation data, which will be announced by the USA today, is important for the course of indices. Economists predict that August inflation will slow down to 8.1 percent for the second month in a row. Nevertheless, Fed officials pointed out in their statements last week that a new rate hike of 75 basis points will be made at the meeting to be held in September. Fed Governor Christopher Waller also said on Friday that he would prefer "another big rate hike". On the other hand, the New York Fed released the results of its Consumer Expectations Survey for August. According to the results of the survey conducted with the participation of approximately 1300 households, the short-term median inflation expectation covering the next 12 months decreased by 0.5 percentage points to 5.7 percent in August.
- On the other hand, Morgan Stanley and UBS Group cut their short-term price forecasts amid a worsening outlook. Morgan Stanley cut its Brent oil price forecast for the third quarter by \$12 to \$98 in anticipation of a sharp slowdown in demand, and to \$95 for the fourth quarter from \$100. Agency analysts predicted that the decline in Russia's oil exports will continue. UBS Group also cut its Brent oil forecast by \$15 to \$110 due to the lockdowns in China. Analysts led by Giovanni Staunovo stated that quarantines in China will slow demand in the near term.

# EUR/USD

- The recent global depreciation of the dollar has been effective in the rise in the euro/dollar parity, with the hawkish statements of the German Central Bank President Joachim Nagel that the ECB should take more clear steps if the situation in inflation does not change. Levels above 1.01 were tested in the pair, together with the stronger purchases yesterday. However, in the future, the energy crisis in Europe and the economic outlook in the Eurozone will be the main determinants of the Euro. The recession of the Eurozone due to the energy crisis may put pressure on the Euro. The CPI figure to be announced in the USA today will also have an impact on parity.



- Resistance:** 1.0193 – 1.0264 – 1.0331  
**Support:** 1.0055 – 0.9988 – 0.9916

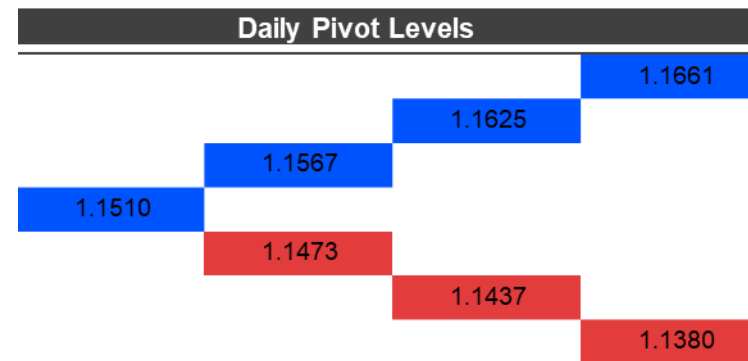


# GBP/USD

- According to monthly growth data in England, it was recorded that the economy grew by 0.2 percent, below expectations, due to the contraction in industrial production and construction. Despite Liz Truss' package of measures to freeze further increases in gas and electricity costs, she is struggling to survive under the weight of rising inflation and energy bills. Despite these developments, GBP continues to rise against the dollar. The pair is trading at 1.1684 as of 09:00 am.



- Resistance:** 1.1728 – 1.1744 – 1.1838
- Support:** 1.1618 – 1.1554 – 1.1508



# XAU/USD

- In global markets, today is seen as inflation day in the USA. The data to be announced for August is eagerly awaited. The data for July was announced below the expectations, albeit limited, and supported the Fed's 50 basis point prospects. However, the hawk statements of Fed members and employment data also support the 75 basis point probability. Today's data may affect expectations for the Fed meeting to be held on September 21. Due to the inflation data, it can be expected that the volatility in the markets will increase today. However, it should not be forgotten that there will be a data-based effect. It may be difficult to determine a direction below until next week's Fed meeting.



- Resistance:** 1735 – 1747 – 1758.
- Support:** 1712 – 1700 – 1689

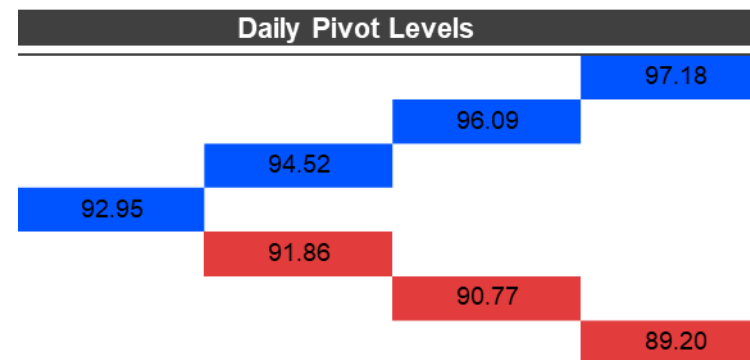
Daily Pivot Levels	
	1,732.32
	1,721.89
1,697.68	1,709.79
	1,687.26
	1,676.83
	1,664.72

# BRENT OIL

- Oil prices are trading lightly this morning. Difficulty in getting Iranian oil to the market and the OPEC + group's production cuts are seen as the reasons that push prices up. While the possibility of the Fed's further falconry and the expectations regarding today's inflation data support the positive course of the Dollar, this situation puts pressure on oil prices. With the embargo that the EU will start to impose on Russian oil as of December 5, prices are expected to rise even more. Details on this subject can be followed in the coming days. Inflation data to be announced in the USA for today may have an impact on the Dollar, and oil prices may also be affected by the Dollar.

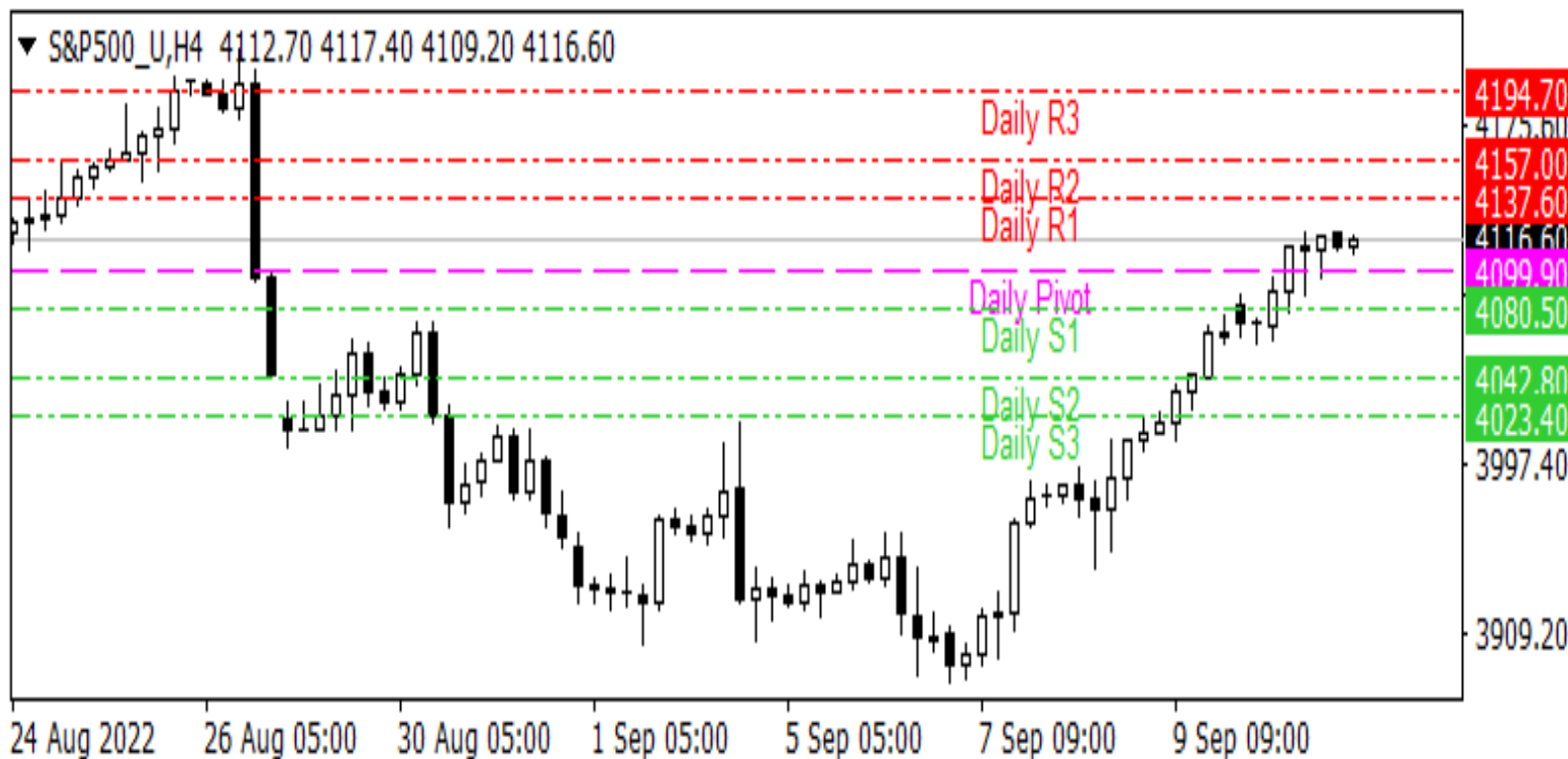


- Resistance:** 95.88 - 97.48 - 99.83
- Support:** 91.93 - 89.58 - 87.98

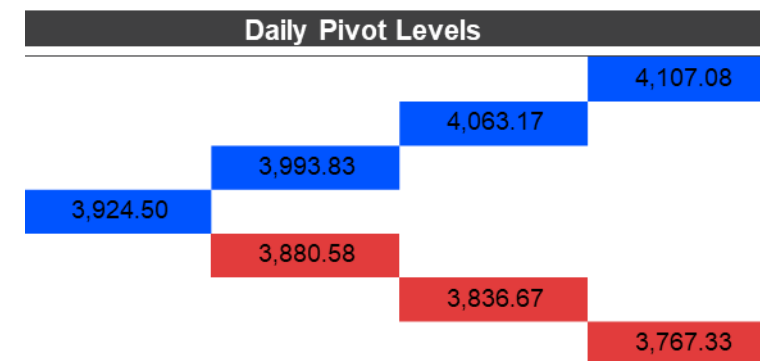


# S&P500

- US stock markets rose yesterday, led by the energy, technology and consumer services sectors. The S&P 500 index rose 1.06%. SP500 futures are flat today. Inflation data, which will be announced by the USA today, is important for the course of indices. On the other hand, the New York Fed released the results of its Consumer Expectations Survey for August. According to the results of the survey conducted with the participation of approximately 1300 households, the short-term median inflation expectation covering the next 12 months decreased by 0.5 percentage points to 5.7% in August.



- Resistance:** 4.137 – 4.157 – 4.194
- Support:** 4.080 – 4.042 – 4.023



# Daily Stock News

- **Twitter** — Shares of Twitter slipped 2% after the company said in a regulatory filing that Elon Musk’s latest attempt to cancel the deal to buy the social media group is invalid. Most recently, Musk attempted to terminate the purchase citing Twitter’s treatment of a whistleblower.
- **Carvana** — Carvana surged 7.8% after it was upgraded to overweight from neutral by Piper Sandler. Analyst Alexander Potter called the stock “grossly undervalued” and believes Carvana could double from current levels.
- **Newmont** — The gold mining company gained 2.6% after Goldman Sachs initiated coverage of the stock with a buy rating. Analyst Emily Chieng said Newmont looks undervalued after falling 30% and pointed to the company’s new development projects in the pipeline that can boost growth.
- **Bristol-Myers Squibb** — Shares of the biopharmaceutical company popped 5.4% after the U.S. Food and Drug Administration approved Bristol-Myers’ oral treatment for plaque psoriasis known as Sotyktu.
- **Amgen** — Amgen shares fell 3.7% after the approval of Bristol-Myer Squibb’s psoriasis drug, which will compete with Amgen’s Otezla. Separately, the biotech company reported over the weekend that its Lumakras pill reduced the risk of lung cancer progression by 34% compared with chemotherapy in a clinical trial.
- **Energy stocks** — Rising oil prices helped push energy stocks higher. APA was the biggest winner of the day, jumping more than 5% after Citi upgraded the oil and gas company to buy from neutral. Hess and Marathon Oil were both up more than 3%, while Devon Energy rose nearly 4%. Exxon Mobil was up more than 1%.



# Daily Data and Economic Calendar

Currency	Last	Daily Change (%)	Weekly Change (%)	YTD Change (%)
EURUSD	1,0136	0,15	0,95	-10,84
GBPUSD	1,169	0,08	0,89	-13,60
USDJPY	142,42	0,30	0,04	-19,19
USDCHF	0,9514	0,24	1,06	-4,04
EURGBP	0,86699	-0,06	-0,04	-2,96
Index Future	Last	Daily Change (%)	Weekly Change (%)	YTD Change (%)
ESU2 INDEX	4116,25	0,12	1,19	-13,28
GXU2 INDEX	13386	-0,14	2,31	-15,65
DMU2 INDEX	32425	0,10	0,79	-10,06
Commodities	Last	Daily Change (%)	Weekly Change (%)	YTD Change (%)
GCV2 Comdty	1722,5	-0,48	0,2	-6,29
XAUUSD Curncy	1721,73	-0,15	0,30	-5,86
CLA Comdty	87,81	-0,02	1,12	23,66
COA Comdty	93,91	-0,11	1,14	27,18

Time	Cur.	Event
08:00	GBP	Claimant Count Change (Aug)
08:00	GBP	Unemployment Rate (Jul)
08:00	EUR	German CPI (MoM) (Aug)
11:00	EUR	German ZEW Economic Sentiment (Sep)
11:00	EUR	ZEW Economic Sentiment (Sep)
13:00	USD	OPEC Monthly Report
14:30	USD	Core CPI (MoM) (Aug)
14:30	USD	Core CPI (YoY) (Aug)
14:30	USD	CPI (YoY) (Aug)
14:30	USD	CPI (MoM) (Aug)
20:00	USD	Federal Budget Balance (Aug)