

Dollar Index

Time Frame: Daily & 4-hour

Dollar Index in the previous week, ended lower by 1.04%. In the previous report we had mentioned, “. In the coming week it could face resistance at 93.50 and 94.00 while support is seen at 92.70 and 92.00”.

On the weekly charts, dollar index has ended in a bearish candlestick formation as it corrected in the previous week after recovering slightly in the week previous to that. On the daily charts, the index declined after facing resistance at the 20-day SMA, signifying weakness. In the coming week it could face resistance at 93.10 and 93.50 while support is seen at 92.50 and 92.10.

Dollar index	
Closing price	92.75
Prev. week close	93.72
Weekly change (%)	-1.04%
RSI (Daily)	40.86
20-day SMA	93.46
50-day SMA	93.26
100-day SMA	94.44

Pivot Table	
R3	94.81
R2	94.29
R1	93.52
Pivot point	93.00
S1	92.22
S2	91.70
S3	90.93



EURUSD

Time Frame: Daily & 4-hour

EURUSD in the preceding week, ended higher by 1.21%. In the previous report we had mentioned, “In the coming week we can expect the currency pair to face resistance at 1.1860 and 1.1900 while it could find support near 1.1780 and 1.1740”.

On the weekly charts, the pair has ended in a bullish candlestick formation in the previous week as it found support near the previous week’s low to rise higher. On the daily charts, the pair is trading above the 20-day SMA indicating upside momentum for the pair. In the coming week we can expect the currency pair to face resistance at 1.1890 and 1.1925 while it could find support near 1.1815 and 1.1790.

EURUSD	
Closing price	1.1860
Prev. week close	1.1718
Weekly change (%)	1.21%
RSI (Daily)	59.65
20-day SMA	1.1766
50-day SMA	1.1798
100-day SMA	1.1633

Pivot Table	
R3	1.2104
R2	1.1993
R1	1.1926
Pivot point	1.1815
S1	1.1748
S2	1.1637
S3	1.1570



GBPUSD

Time Frame: Daily & 4-hour

GBPUSD in the prior week ended higher by 0.96%. In the previous report, we had mentioned, “In the coming week we could see the pound facing resistance at 1.3080 and 1.3140, while it could find support at 1.2980 and 1.2930”.

On the weekly charts, the pair closed in a bullish candlestick formation with an upper shadow indicating lack of buying at higher levels. On the daily charts, the pair is trading above the 20-day SMA suggesting the trend to be positive in the near term, positive slope of the 20-day SMA supports the above observation. In the coming week we could see the pound facing resistance at 1.3085 and 1.3145, while it could find support at 1.3000 and 1.2965.

GBPUSD	
Closing price	1.3039
Prev. week close	1.2915
Weekly change (%)	0.96%
RSI (Daily)	54.62
20-day SMA	1.2960
50-day SMA	1.3014
100-day SMA	1.2859

Pivot Table	
R3	1.3466
R2	1.3322
R1	1.3180
Pivot point	1.3036
S1	1.2894
S2	1.2750
S3	1.2608



USDJPY

Time Frame: Daily & 4-hour

USDJPY ended the preceding week lower by 0.65%. In the previous report we had mentioned, “. It looks likely that the pair could trade sideways in the 106.20-104.70 range with a negative bias”.

On the weekly charts, the pair ended in a bearish candlestick formation below the 20-week SMA signifying selling, however the currency has ended near the support zone. On the daily charts, the currency dropped sharply on 21st October as it took resistance at the 20-day SMA suggesting, however post that the pair has ended in small body candlestick formations in latter half of the week, suggesting indecision among market participants. In the coming week we could see the pair facing resistance at 105.00 and 105.40, while it could find support at 104.40 and 104.00.

USDJPY	
Closing price	104.71
Prev. week close	105.40
Weekly change (%)	-0.65%
RSI (Daily)	38.98
20-day SMA	105.42
50-day SMA	105.61
100-day SMA	106.20

Pivot Table	
R3	106.94
R2	106.34
R1	105.53
Pivot point	104.93
S1	104.12
S2	103.52
S3	102.71



USDCAD

Time Frame: Daily & 4-hour

USDCAD ended the preceding week lower by 0.49%. In the previous report we had mentioned, “In the coming week we can expect the Canadian dollar to decline towards 1.3070 and 1.3000, while resistance could be seen at 1.3180 and 1.3250”.

On the weekly charts, the currency pair ended in a long bearish candlestick with a lower shadow indicating buying interest at lower levels. On the daily chart, the pair has ended in doji formations for three consecutive days suggesting the inability to breach the 1.3100 support zone; RSI is also flat corroborating our observation. In the coming week we can expect the Canadian dollar to advance towards 1.3170 and 1.3210, while support could be seen at 1.3080 and 1.3050.

USDCAD	
Closing price	1.3125
Prev. week close	1.3189
Weekly change (%)	-0.49%
RSI (Daily)	40.37
20-day SMA	1.3218
50-day SMA	1.3199
100-day SMA	1.3341

Pivot Table	
R3	1.3315
R2	1.3260
R1	1.3192
Pivot point	1.3137
S1	1.3069
S2	1.3014
S3	1.2946



AUDUSD

Time Frame: Daily & 4-hour

Australian Dollar in the preceding week ended higher by 0.82%. In the previous report we had mentioned, “In the coming week we can expect the pair to rise towards 0.7265 and 0.7300 while support is seen at 0.7200 and 0.7140”.

On the weekly charts, the currency pair has ended in a bullish candlestick formation after a sharp fall in the previous week, further it has ended at the 20-week SMA suggesting support at lower levels. On the daily charts, the pair ended near the 20-day SMA after rebounding from the 0.7030 level making a potential double bottom. In the coming week we can expect the pair to face resistance at 0.7165 and 0.7200 while support is seen at 0.7100 and 0.7065.

AUDUSD	
Closing price	0.7139
Prev. week close	0.7081
Weekly change (%)	0.82%
RSI (Daily)	49.45
20-day SMA	0.7137
50-day SMA	0.7199
100-day SMA	0.7107

Pivot Table	
R3	0.7328
R2	0.7243
R1	0.7191
Pivot point	0.7106
S1	0.7054
S2	0.6969
S3	0.6917



NZDUSD

Time Frame: Daily & 4-hour

The NZDUSD ended the previous week higher by 1.35%. In the prior report we had mentioned, “In the coming week we can expect the pair to rise towards 0.6690 and 0.6725, while support is seen at 0.6630 and 0.6600”, it made a high of 0.6706, thus achieving our first upside target and missing second by 19pips.

On the weekly charts, the pair ended above the previous week’s high in a bullish candlestick formation signifying optimism for the currency. On the daily charts, the Kiwi dollar ended in a long bullish candlestick formation on Wednesday and experienced follow-up buying on the following days. In the coming week we can expect the pair to face resistance at 0.6720 and 0.6750, while support is seen at 0.6680 and 0.6650.

NZDUSD	
Closing price	0.6691
Prev. week close	0.6602
Weekly change (%)	1.35%
RSI (Daily)	59.25
20-day SMA	0.6623
50-day SMA	0.6639
100-day SMA	0.6593

Pivot Table	
R3	0.6898
R2	0.6802
R1	0.6746
Pivot point	0.6650
S1	0.6594
S2	0.6498
S3	0.6442



USDCNY

Time Frame: Daily & 4-hour

USDCNY ended the previous week lower by 0.16%. In the preceding report we had mentioned, "In the coming week we can expect the pair to decline towards 6.6800 and 6.6600 while it could face resistance near 6.7200 and 6.7400", it moved sharply lower and made a low of 6.6411, thus achieving both our downside targets.

On the weekly charts, the pair ended in a hammer candlestick formation signifying buying at lower levels. On the daily charts, it ended in a bullish candlestick formation on Thursday, rebounding sharply indicating that the pair may take pause from the persistent down trend it has witnessed in the past few months. In the coming week the pair could find support at 6.6600 and 6.6400 while it could face resistance near 6.7000 and 6.7200.

USDCNY	
Closing price	6.6867
Prev. week close	6.6976
Weekly change (%)	-0.16%
RSI (Daily)	36.75
20-day SMA	6.7471
50-day SMA	6.8247
100-day SMA	6.9338

Pivot Table	
R3	6.7753
R2	6.7394
R1	6.7131
Pivot point	6.6772
S1	6.6509
S2	6.6150
S3	6.5887



Major events that lead to price movement in the previous week

- China's GDP**
 China's Q3 GDP (Gross Domestic Product) came slightly less at 4.9%, versus the prediction of 5.5%. There has been a sharp increase of 1.7%, from the previous quarter. There has been an increase of 3.3% in retail sales, and 6.9% in industrial production, which is the highest, since the last 9 months.
- Fed chair Powell Speaks**
 The Fed Chairman spoke about cross-border digital currency, and said "it is better to get it right than be first". He also spoke about potential benefits, and also the trade-off and risks involved in CBDC. He is working in collaboration with MIT (Massachusetts Institute of Technology) for developing CBDC.
- RBA Minutes of the Monetary Policy Meeting**
 As the world economy is recovering from the coronavirus pandemic, additional focus has been given on unemployment, inflation, and liquidity. The bank has purchased government securities, in order to infuse liquidity, and is also trying to keep the cash rate and 3-year yield to zero.
- U.S unemployment claims**
 The number of individuals, who filed for unemployment insurance for the first time during the past week in the U.S, stood at 787k against the forecast of 860k, a decrease of 55k, on a WOW basis, from 842k.
- French Manufacturing and Services PMI**
 Due to the coronavirus, there has been a sharp decrease in private sector activity in France. The French Manufacturing PMI (Purchasing Manager Index) is at 51 currently, versus the anticipation of 51.3, at 5-month low, as manufacturers faced a backlog continuously since the last 5 months. The Service PMI is at 46.5 in the month of October, against the prediction of 47, which is the lowest since 5 months, due to a fall in employment since March.
- Germany's Manufacturing and Services PMI**
 Germany Manufacturing PMI (Purchasing Manager Index) stood at 58, versus the forecast of 55, up from September's 56.4 and the highest since 2018, as there was a growth in factory output, as well as a slower fall in the stocks of purchases. While talking about the services industry, the overall employment has been at an 8-month low, and it stood at 48.9, against the estimate of 49.6, which was an increase of 1.7, since the last month.
- U.S Flash Manufacturing PMI**
 The U.S has regained growth in business activity, as output has increased at the fastest pace in 20 months. The Manufacturing PMI stood at 53.3, against the expectations of 53.5, which was an increase of 0.1 since the last one month.
- U. K Consumer Price Index**
 The change in the price of goods and services purchased by consumers holds at 0.5%, against the anticipation of 0.4%, an increment of 0.3% since the previous month.

Disclaimer:

This information has been produced by a third party, for general information purposes only, and is not indicative of future results. Abans Global takes no responsibility for its accuracy or completeness. Any opinions expressed do not reflect those of Abans Global. This information does not take into account your personal circumstances or objectives, and should therefore not be interpreted as financial, investment or other advice, or relied upon as such. You should seek independent advice before making investment decisions. Reproduction of this information, in whole or in part, is not permitted. Please note: If you are a Professional client, you are not eligible for negative balance protection and you could lose more than your initial deposit.