



**WEEKLY MARKET OUTLOOK**  
**20-05-2024**

**THE EUROPEAN COMMISSION ANNOUNCED EARLIER LAST WEEK THAT EUROZONE INFLATION IS EXPECTED TO DROP TO 2.5% IN 2024 AND FALL TO 2% IN THE SECOND HALF OF 2025. THEREFORE, WE MAY EXPECT MORE OF A BEARISH MOVEMENT.**

**EUR/ USD**

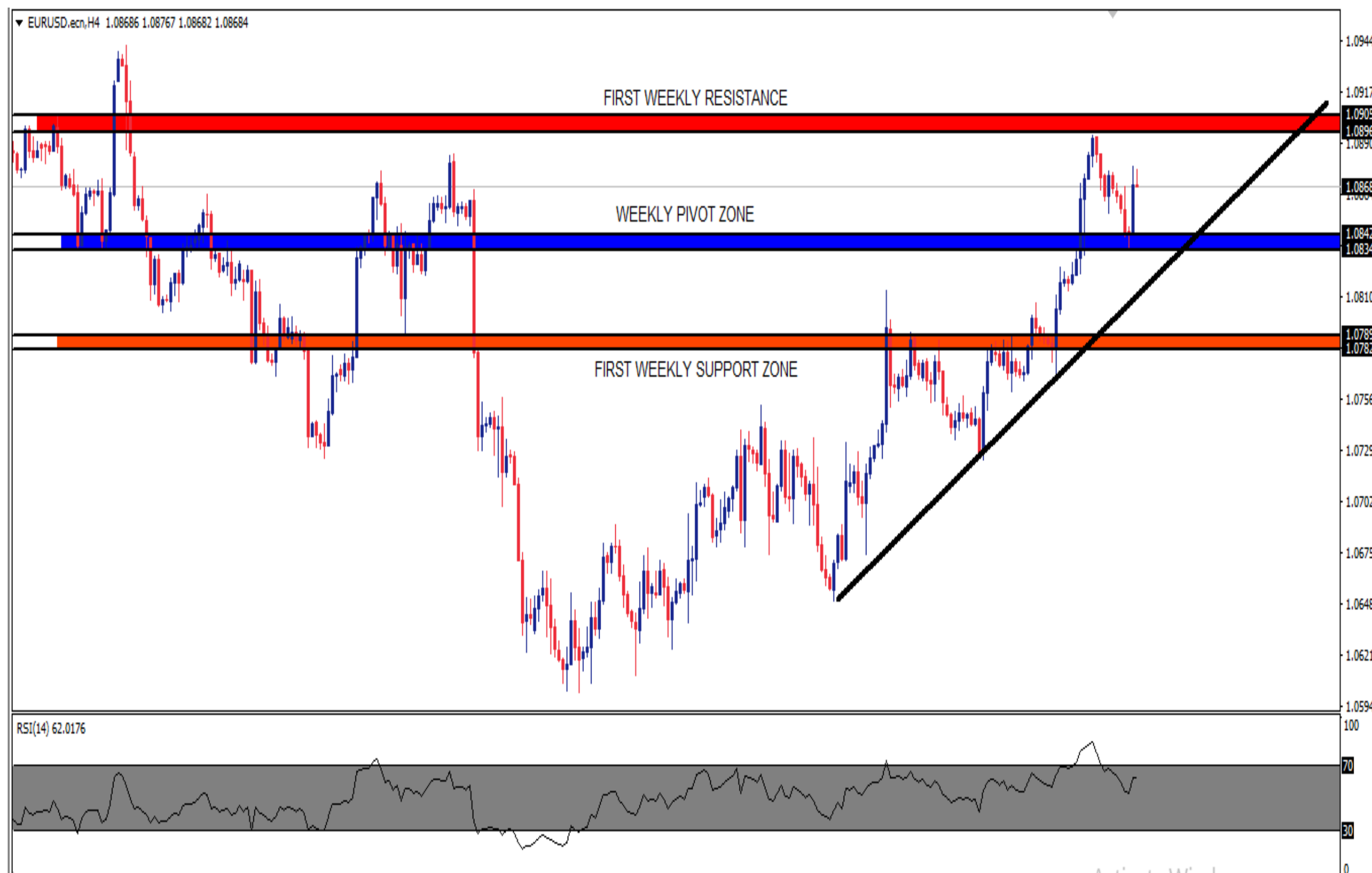
**ANALYSIS:**

LOOKING AT **EUR/USD** THE OVERALL MARKET DIRCTION IS **BULLISH**

**IMMEDIATE SUPPORT LEVEL COMES AT 1.0835, AND MAJOR RESISTANCE AT 1.0900, BREAKOUT ON EITHER THE WEELLY RESISTANCE ZONE OR THE WEEKLY PIVOT ZONE WILL GIVE MINIMUM 50PIPS MOVEMENT.**

**ABOVE THE WEEKLY RESISTANCE ZONE THE NEXT RESISTANCE COMES AT 1.0950**

**INTRADAY BUYING LEVEL COMES AT 1.0818  
SELLING LEVEL COMES AT 1.0935 AND THEN 1.0955**



LAST WEEK HAS BEEN GOOD FOR THE POUND WHICH GAINED 1% AGAINST THE US DOLLAR AS A RESULT OF THE FALL IN US CPI ON WEDNESSDAY. THE DROP HAS RAISE EXPECTATION OF LIKELY RATE CUT. THE BANK OF ENGLAND CURRENTLY IS UNDER PRESSURE ALSO TO LOWER RATES AS INFLATION HAS FALLEN TO 3.2%. THE PATH TO ACHIEVING THE 2% TARGET IS LIKELY TO BE BUMPY BUT THE LABOUR MARKET IS SHOWING SIGNS OF COOLING DOWN, WHICH SUPPORTS RATE CUT.

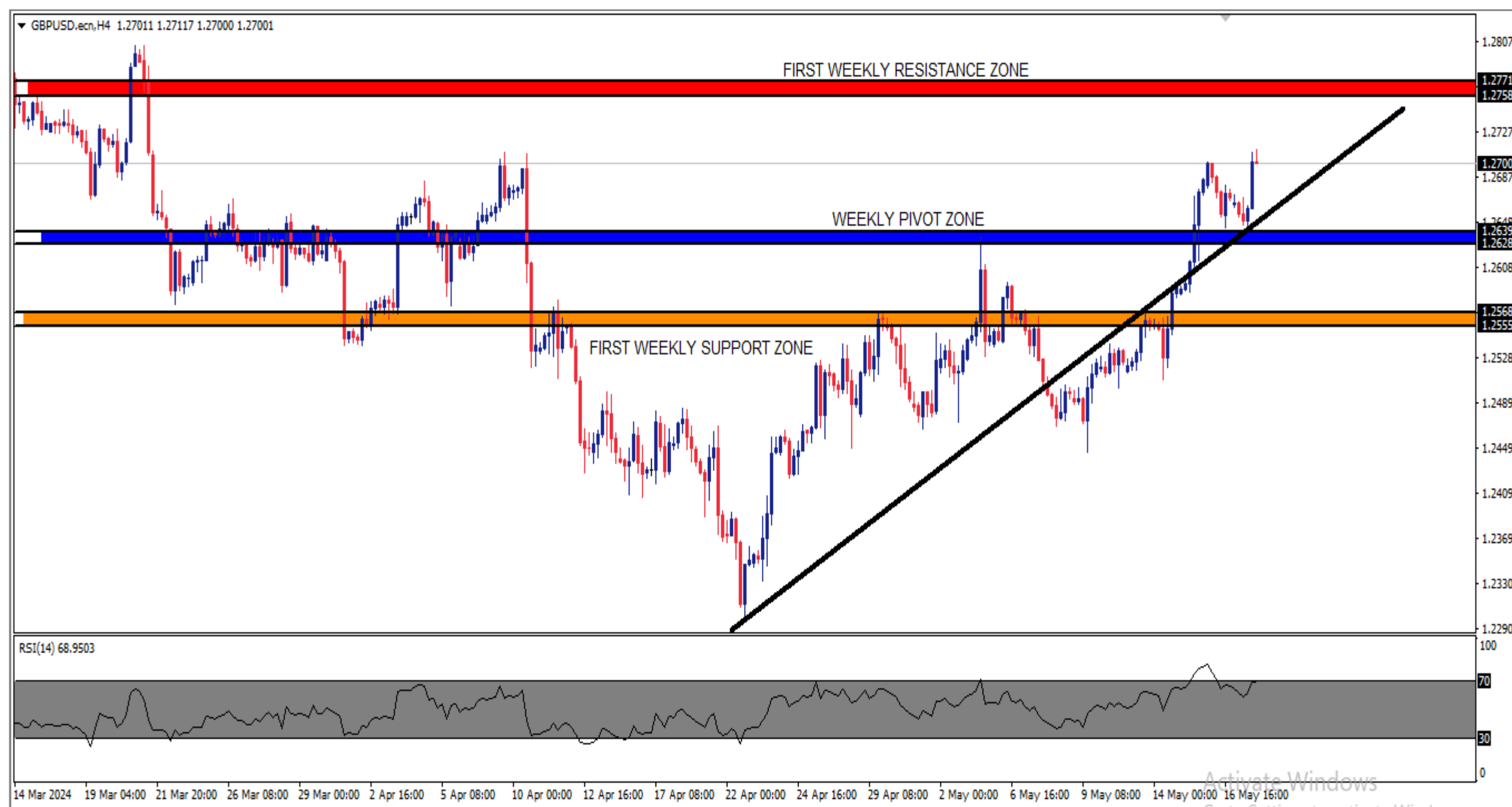
GBP/ USD

**ANALYSIS:**

THE **WEEKLY PIVOT ZONE** WHICH CURRENTLY ACTS AS A MAJOR SUPPORT LEVEL COMES BETWEEN : **1.26398-1.26283**

IF THE MARKET BREAKS THE **TRENDLINE SUPPORT** MAY WANT TO RETEST THE PIVOT ZONE AND IF THE ZONE HOLDS MAY PUSH TO THE **WEEKLY RESISTANCE ZONE: 1.27715-1.27581**

IF THE MARKET SUCCEEDS IN BREAKING THE PIVOT ZONE MAY PUSH FURTHER TO THE WEEKLY **SUPPORT ZONE LEVEL: 1.25684-1.25556**



**AS GOLD IS PEGGED TO THE US DOLLAR, WHATEVER AFFECTS THE US DOLLAR WILL GREATLY IMPACT ON GOLD. CURRENTLY AS A RESULT OF THE POOR CPI DATA. WHICH HAS WEAKEN THE US DOLLAR, GOLD IS CURRENTLY BULLISH BECAUSE INVESTORS MAY WANT TO BUY GOLD WHENEVER THE DOLLAR WEAKENS.**

**XAU/ USD**

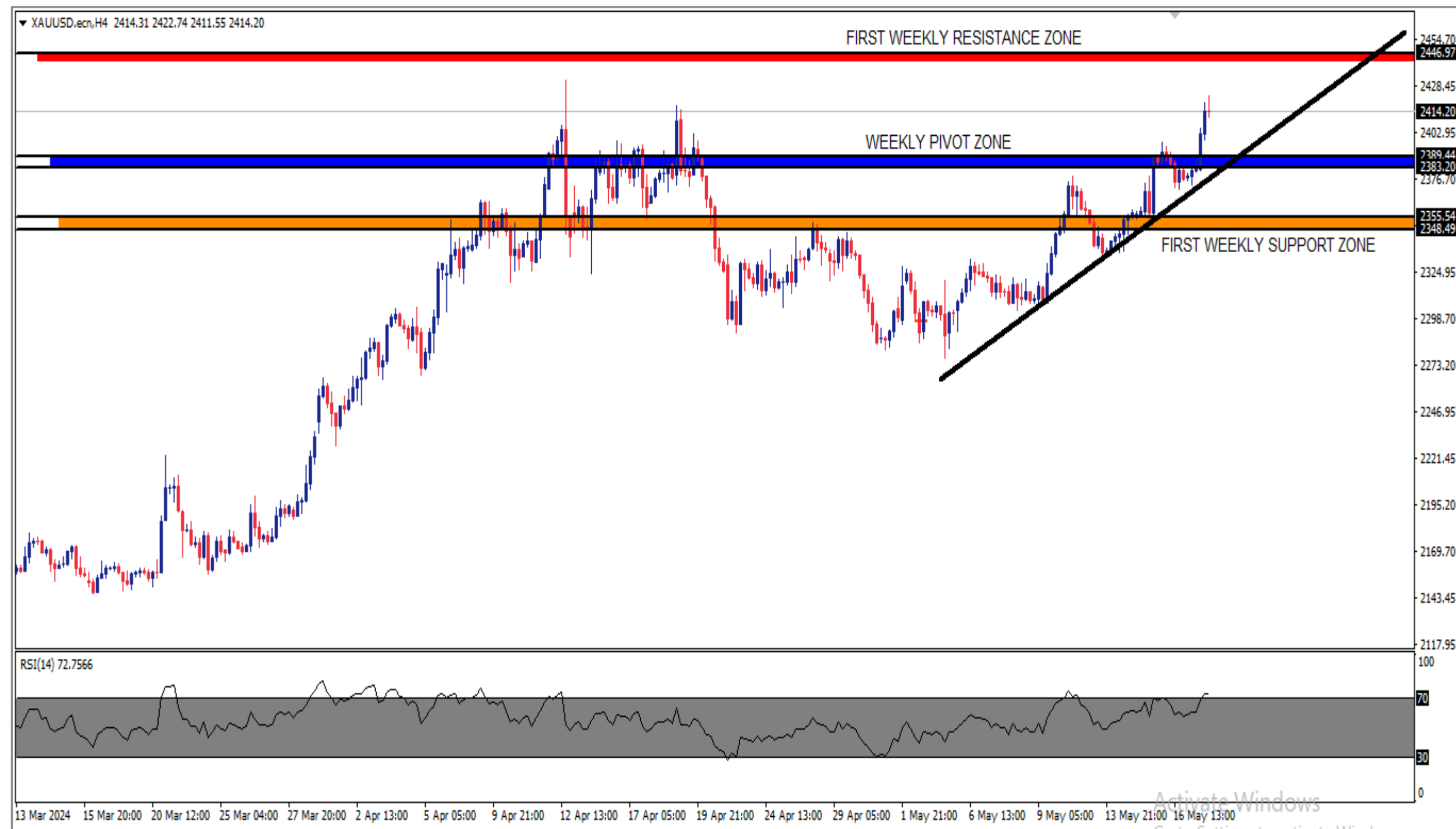
### **ANALYSIS:**

GOLD IS CURRENTLY ABOVE THE **WEEKLY PIVOT ZONE: 2389.44-2383.20** SINCE GOLD IS STRONGLY BULLISH MAY REACH **THE WEEKLY RESISTANCE ZONE OF 2446.97 – 244**

IF THE RESISTANCE LEVEL HOLDS, GOLD MAY FALL TO THE TREDLINE SUPPORT.

IF IT SUCEEDS IN BREAKING THE **TRENDLINE SUPPORT** MAY WANT TO RETEST THE WEEKLY PIVOT ZONE.

IF IT SUCEEDS IN BREAKING THE PIVOT ZONE MAY PUSH FURTHER TO THE WEEKLY SUPPORT ZONE: **2355.54 -2348.49**



**THE OVERALL TREND OF CRUDE OIL IN THE MEDIUN TERM IS BEARISH , THOUGH IT HAS SUCEEDED IN BREAKING OUR TRENLINE RESISTANCE BUT MAY STILL SUSCEPTIBLE TO FURTHER WEAKNESS .**

**BRENT OIL**

**ANALYSIS:**

CRUDE OIL IS CURRENTLY ABOVE OUR **WEEKLY PIVOT LEVEL: 82.80—82.60** AND HAS SUCEEDED IN BREAKING OUR TRENDLINE RESISTANCE , MAY PUSH FURTHER TO REACH OUR **FIRST WEEKLY RESISTANCE ZONE 84.79—84.52**

IF THIS RESISTANCE ZONE HOLD MAY PUSH DOWN TO RETEST OUR PIVOT ZONE. BUT IF IT SUCEEDS IN BREAKING IT CAN PUSH FURTHER TO **THE SECOND RESISTANCE ZONE 85.97—85.74**

AGAIN IF IT BREAKS OUR PIVOT ZONE MAY PUSH DOWNWARD TO **THE FIRST SUPPORT ZONE 81.78-81.54**





**BITCOIN CURRENTLY RANGEBOUND AMID PERSISTENT CAUTION OVER THE OUTLOOK FOR U.S. INTEREST RATES. FOCUS THIS WEEK WAS SQUARELY ON MORE CUES FROM THE FEDERAL RESERVE , WHICH ARE LIKELY TO FACTOR INTO THE OUTLOOK FOR INTEREST RATES. FEARS OF POTENTIAL GEOPOLITICAL INSTABILITY IN THE MIDDLE EAST ALSO KEPT RISK APPETITE SUBDUED AND TRADERS BIASED TOWARDS SAFE HAVENS SUCH AS GOLD AND THE DOLLAR.**

**BTCUSD**

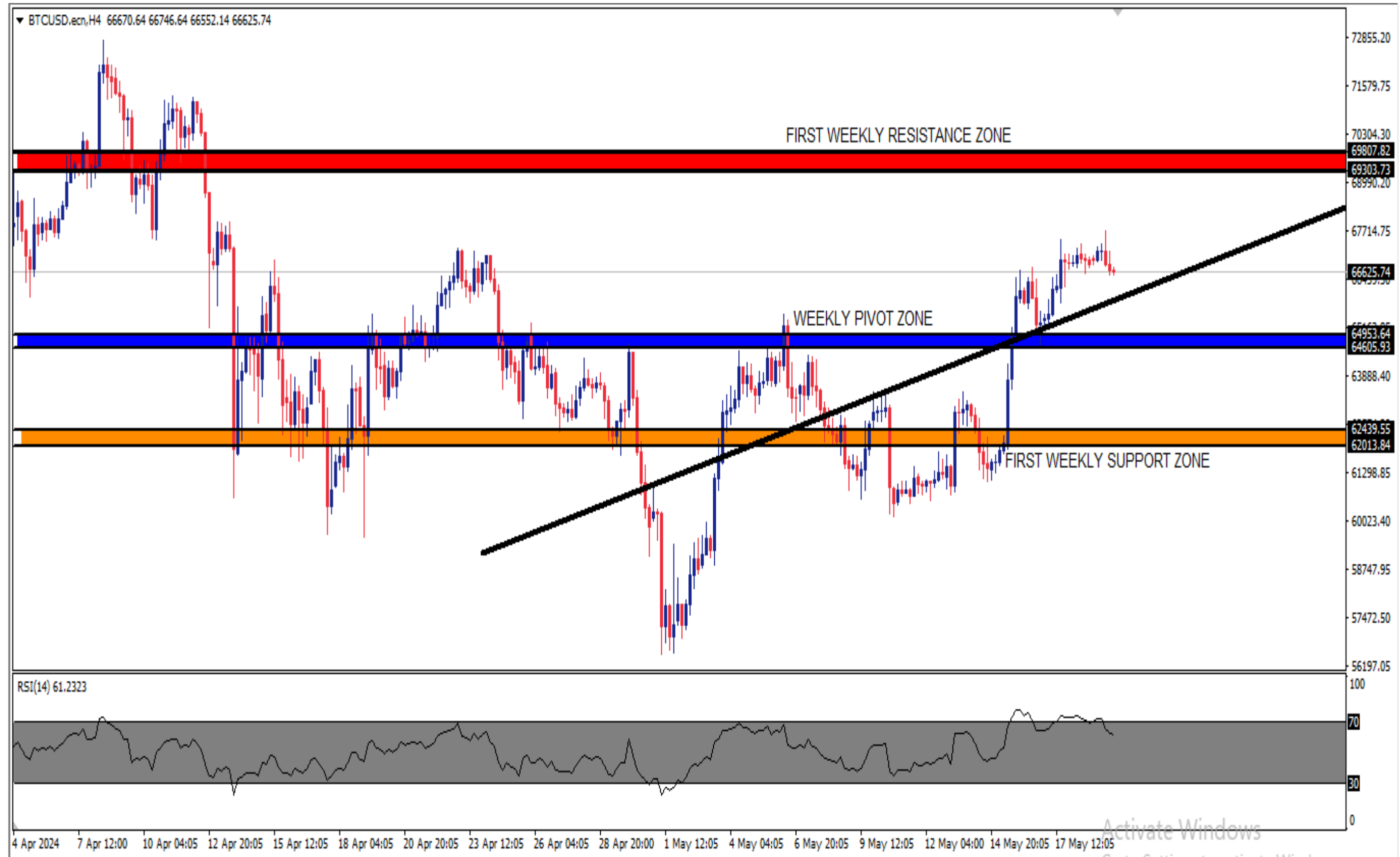
**ANALYSIS:**

**BTCUSD IS CURRENTLY ABOVE OUR PIVOT ZONE WHICH IS CURRENTLY ACTING AS A SUPPORT ZONE.**

**IT MAY WANT TO SEEK TRENDLINE SUPPORT AND PUSH FURTHER TO THE WEEKLY RESISTANCE ZONE 69807.82—69303.73**

**IF IT BREAKS THE TRENDLINE SUPPORT MAY RETEST THE PIVOT ZONE: 64953.64—64605.93**

**IF IT FURTHER BREAKS THE PIVOT ZONE MAY PUSH DOWN TO TOUCH THE WEEKLY SUPPORT ZONE 62439.55—62013.84**



**Thank you**

**20-05-2024**