



EUR/USD

GBP/USD

USD/JPY

USD/CAD

AUD/USD

GOLD

SILVER

USCRUDE

WALLSTREET

USTECH100

GERMANY30

GUIDE

DAILY MARKET REPORT

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Twitter videos @Monte_IG

Current Technical Overview	Bull Trend - Stalling
Technical Overview Conformist Strategies	Buy 1st Support After Reversal, Buy 1st Resistance Upon Breakout From Below
Technical Overview Contrarian Strategies	Sell 1st Resistance At/Before Price, Sell 1st Support Upon Breakout From Above
S/L for 2 nd Resistance	1.1446
2 nd Resistance	1.1422
S/L for 1 st Resistance	1.1397
1 st Resistance	1.1373
Relative Starting Point	1.1324
1 st Support	1.1275
S/L for 1 st Support	1.1251
2 nd Support	1.1226
S/L for 2 nd Support	1.1202



The sell everything moment witnessed yesterday turned into a buy everything moment following the US Federal Reserve's (Fed) announcement of the start of its corporate bond buying program today, which lead to big risk-on moves in the financial market and sent the US dollar into retreat. EUR/USD's price ended higher to cross and close above the last of its main short-term moving averages, and keep its current (Daily) stalling bull trend technical overview intact. That's not to say it won't be open to more volatile movement with fundamental items today and later this week. While ZEW economic sentiment figures will be released out of the Eurozone, it's US retail data and the Fed's Chair Powell testifying later today that'll likely keep USD pairs volatile. Retail short bias has dropped from yesterday's heavy short 69% to 65% as of this morning, near exact opposite that of larger speculative traders.

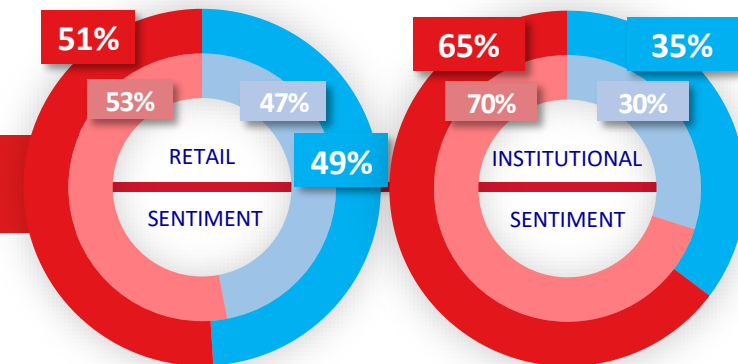


GBP/USD

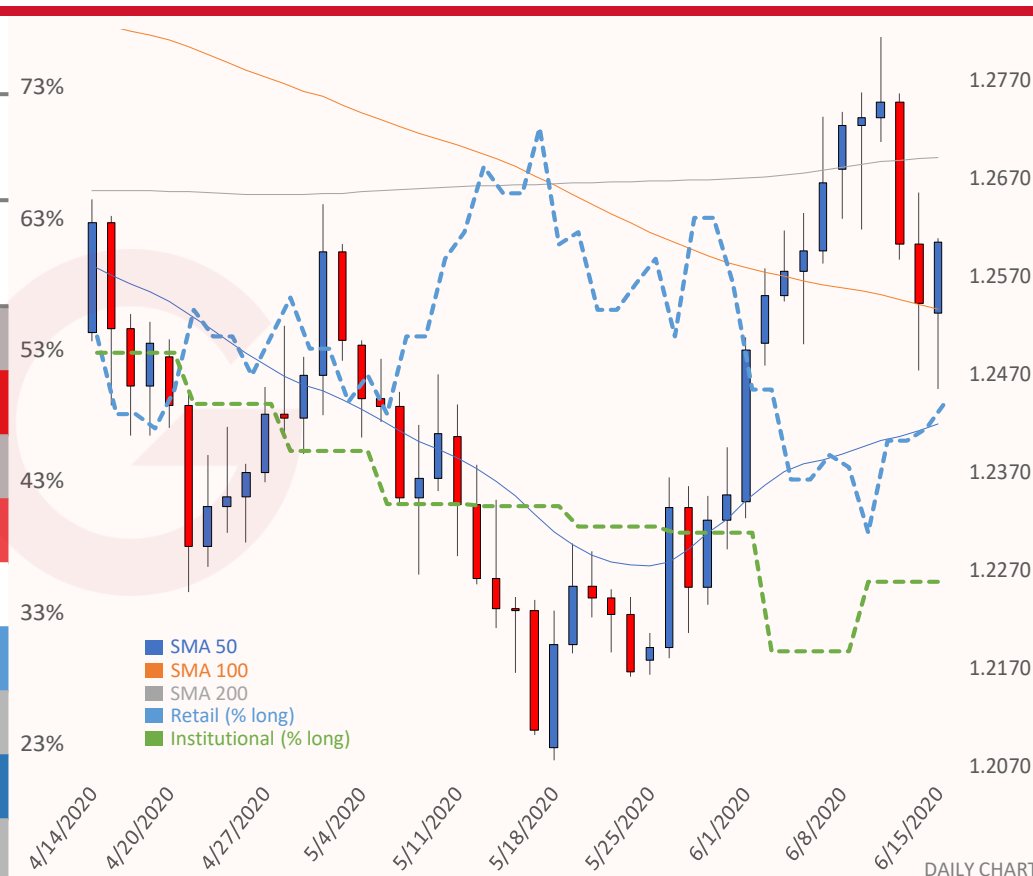
DAILY MARKET REPORT

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MA – Short	MA - Long	DMI	ADX	RSI	Bollinger Bands
Neutral	Neutral	Neutral	Trending	Neutral	Neutral



Current Technical Overview	Volatile
Technical Overview Conformist Strategies	Buy 1st Resistance Upon Breakout From Below, Sell 1st Support Upon Breakout From Above
Technical Overview Contrarian Strategies	Sell 1st Resistance After Reversal, Buy 1st Support After Reversal
S/L for 2 nd Resistance	1.2775
2 nd Resistance	1.2741
S/L for 1 st Resistance	1.2707
1 st Resistance	1.2673
Relative Starting Point	1.2604
1 st Support	1.2535
S/L for 1 st Support	1.2501
2 nd Support	1.2467
S/L for 2 nd Support	1.2433



With the greenback in retreat towards the end of the session and risk-related currencies managing to outperform, GBP/USD's price managed to recover from Friday's losses and cross and close back above the 100-day moving average. And while the main technical indicators are neutral save for a trending ADX (Average Directional Movement Index), we've got significant fundamental items this week out of the UK that could make those technicals irrelevant. It starts with UK employment data today, and keep in mind that any further 'buy everything' moves could put the US dollar into further retreat and aid GBP/USD's price in finishing higher. In sentiment, retail bias is still in slight majority short territory dropping to just 51%, and not that far off from shifting to majority long.



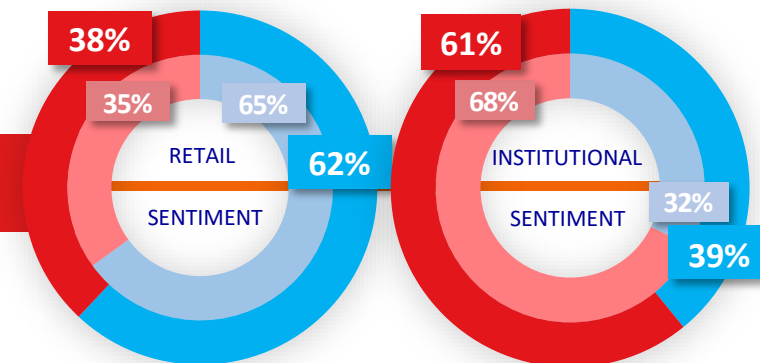
USD/JPY



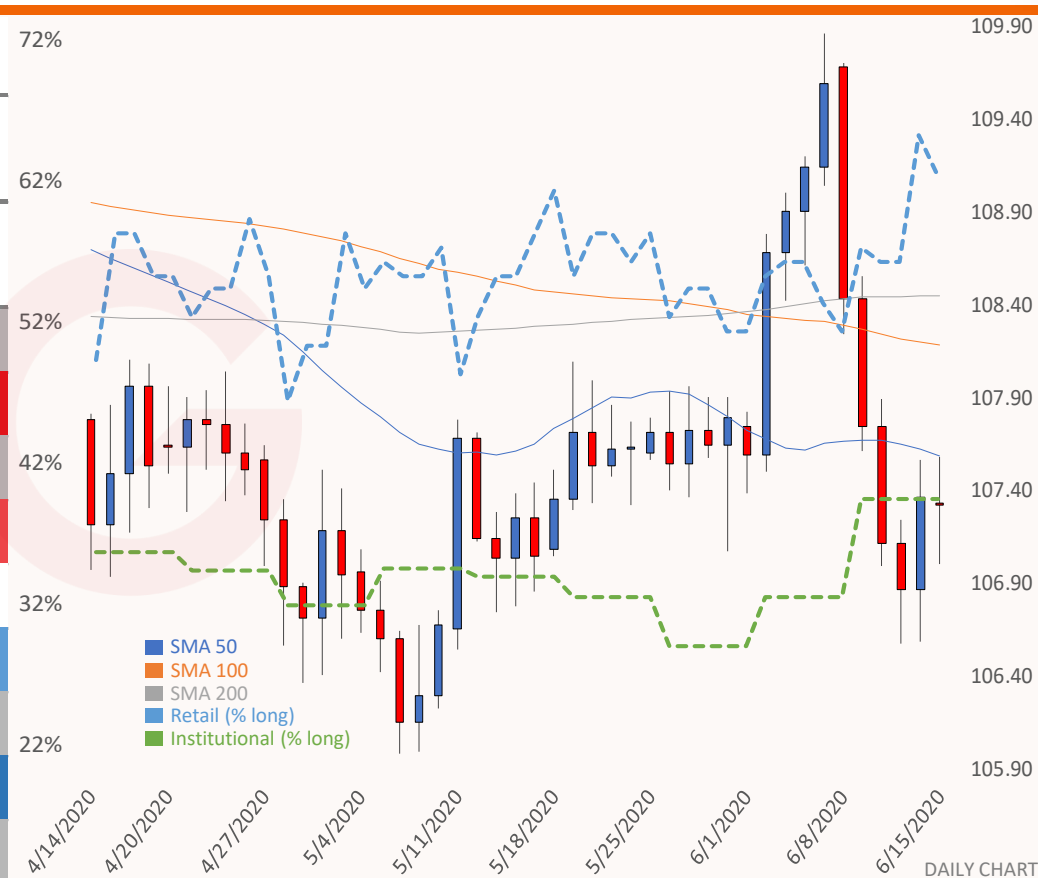
DAILY MARKET REPORT

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MA – Short	MA - Long	DMI	ADX	RSI	Bollinger Bands
Neutral	Bearish	Neutral	Trending	Neutral	Neutral

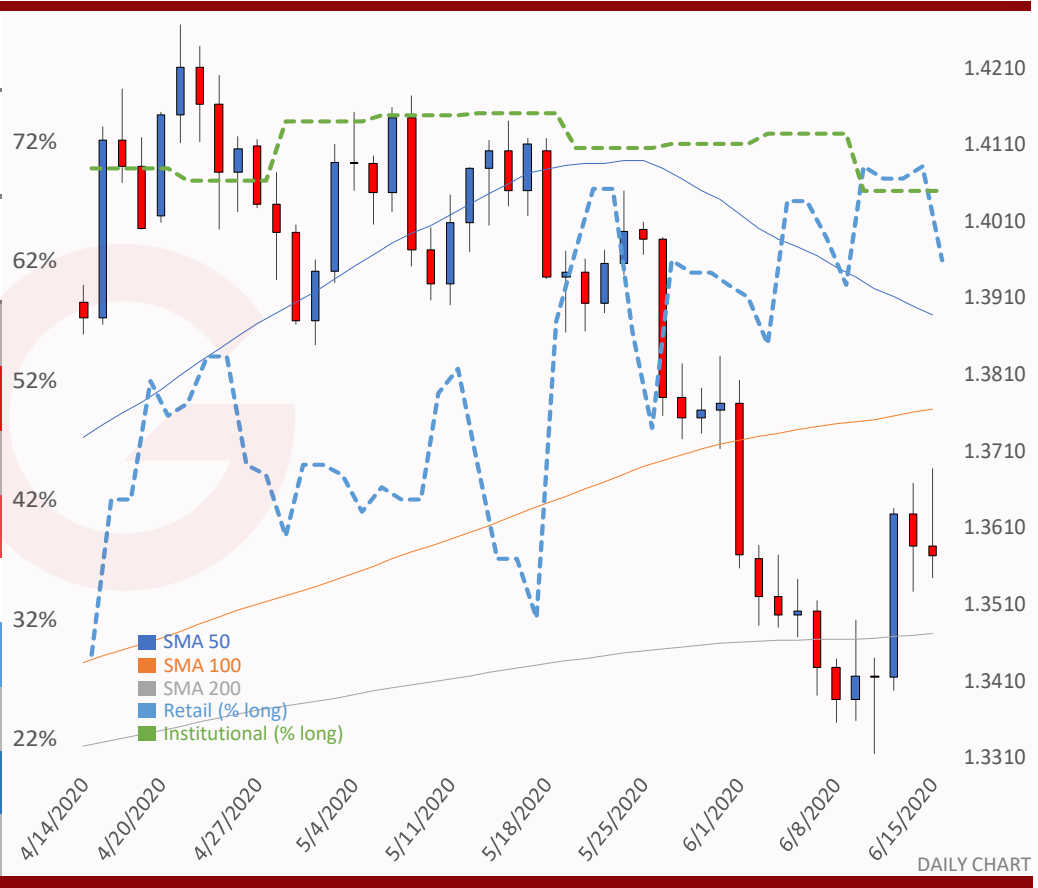


Current Technical Overview	Consolidation - Volatile
Technical Overview Conformist Strategies	Buy 1st Resistance Upon Breakout From Below, Sell 1st Support Upon Breakout From Above
Technical Overview Contrarian Strategies	Sell 1st Resistance After Reversal, Buy 1st Support After Reversal
S/L for 2 nd Resistance	108.49
2 nd Resistance	108.26
S/L for 1 st Resistance	108.02
1 st Resistance	107.79
Relative Starting Point	107.32
1 st Support	106.85
S/L for 1 st Support	106.62
2 nd Support	106.38
S/L for 2 nd Support	106.15






The attention this morning has been on the Bank of Japan's monetary policy announcement, which opted to keep rates unchanged at -0.1% and made no changes to its current easing programs. In its statement, it said it expects economic activity to 'gradually resume,' and sees economic improvement once the pandemic subsides, though for now the Japanese economy will be in 'a severe state.' With riskier assets in demand yesterday both USD and JPY were in retreat, and ending little changed against each other and within its key pivot points. Its price remains below all its main long-term moving averages, but a positive DMI (Directional Movement Index) cross occurred yesterday. Sentiment is little changed dropping from a heavy long 65% yesterday to 62% as of this morning for retail traders.

Current Technical Overview	Volatile
Technical Overview Conformist Strategies	Buy 1st Resistance Upon Breakout From Below, Sell 1st Support Upon Breakout From Above
Technical Overview Contrarian Strategies	Sell 1st Resistance After Reversal, Buy 1st Support After Reversal
S/L for 2 nd Resistance	1.3750
2 nd Resistance	1.3714
S/L for 1 st Resistance	1.3679
1 st Resistance	1.3643
Relative Starting Point	1.3572
1 st Support	1.3501
S/L for 1 st Support	1.3465
2 nd Support	1.3430
S/L for 2 nd Support	1.3394



Yesterday's Canadian manufacturing data showed a worse than expected contraction of -28.5%, and the Canadian dollar was a relative underperformer in the FX market. Oil prices did finish higher and the US dollar was the worst performer amongst the FX majors. Overall, it did little to move its price or its key technical indicators where most are neutral and its ADX showing an ongoing propensity to trend. We've got low-impacting Canadian data tonight, and hence with retail data out of the US and Powell's testimony could mean the US dollar will drive this pair's movement. For oil and in turn CAD's energy underlying, coronavirus cases and any further lockdown restrictions as well as API's reading tonight ought to be noted. Retail bias is still majority long but has dropped from the heavy long 70% to 62% as of this morning.

AUD/USD

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MA – Short	MA - Long	DMI	ADX	RSI	Bollinger Bands
Neutral	Bullish	Neutral	Trending	Neutral	Neutral

60%

67%

33%

40%

RETAIL

SENTIMENT

69%

72%

28%

31%

INSTITUTIONAL

SENTIMENT

% Traders Long

% Traders Short

Current Technical Overview	Bull Trend - Stalling
Technical Overview Conformist Strategies	Buy 1st Support After Reversal, Buy 1st Resistance Upon Breakout From Below
Technical Overview Contrarian Strategies	Sell 1st Resistance At/Before Price, Sell 1st Support Upon Breakout From Above
S/L for 2 nd Resistance	0.7073
2 nd Resistance	0.7042
S/L for 1 st Resistance	0.7011
1 st Resistance	0.6981
Relative Starting Point	0.6919
1 st Support	0.6857
S/L for 1 st Support	0.6827
2 nd Support	0.6796
S/L for 2 nd Support	0.6765



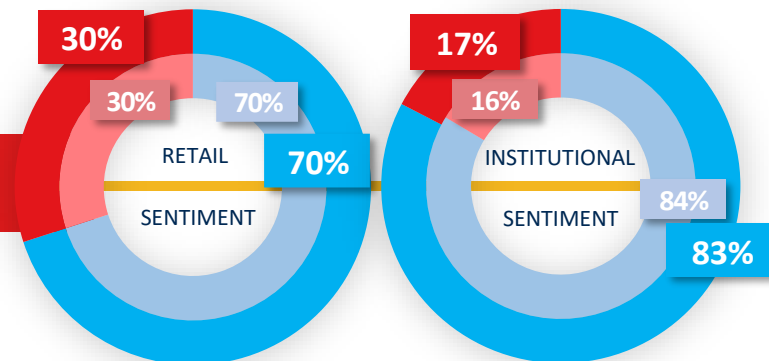
Despite fresh restrictions in Beijing and coronavirus cases topping eight million, the buy-everything mood in the financial markets aided risk-related assets including the Australian dollar which was the top performer in the FX market, and in turn taking AUD/USD's price back up to recover some of last Thursday's losses and keep its bull trend technical overview intact. The Reserve Bank of Australia's (RBA) minutes this morning said it would not increase the cash rate target until goals on employment and inflation are realized. It also said the economic downturn could be shallower than earlier expected, even if the pandemic is expected to have 'long-lasting effects'. The RBA said it was committed to remaining accommodative for as long as necessary, and that it 'was likely that this fiscal and monetary support would be required for some time.'

GOLD

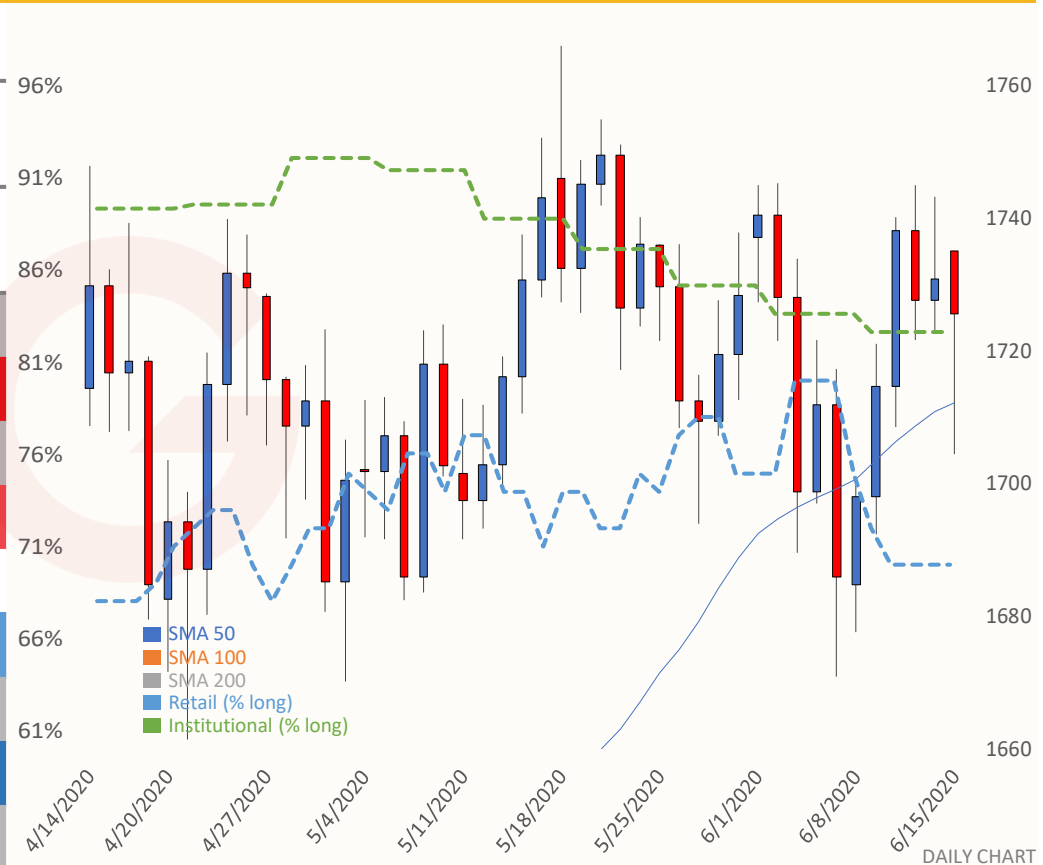
DAILY MARKET REPORT

IG

MA – Short	MA - Long	DMI	ADX	RSI	Bollinger Bands
Neutral	Bullish	Positive	Trending	Neutral	Neutral



Current Technical Overview	Volatile
Technical Overview Conformist Strategies	Buy 1st Resistance Upon Breakout From Below, Sell 1st Support Upon Breakout From Above
Technical Overview Contrarian Strategies	Sell 1st Resistance After Reversal, Buy 1st Support After Reversal
S/L for 2 nd Resistance	1762.8
2 nd Resistance	1755.3
S/L for 1 st Resistance	1747.9
1 st Resistance	1740.4
Relative Starting Point	1725.5
1 st Support	1710.6
S/L for 1 st Support	1703.2
2 nd Support	1695.7
S/L for 2 nd Support	1688.3



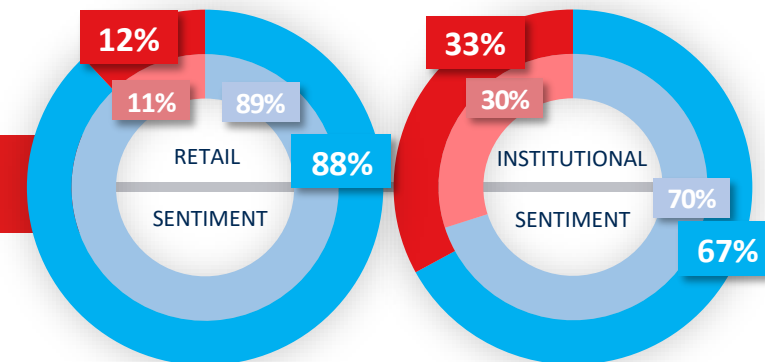
Gold prices were also in for volatile movement yesterday, briefly crossing below its 50-day moving average before recovering most of those losses by the end of the session. Futures are pointing higher this morning and the greenback has been in retreat in the FX market, as a buy everything moment also aids the precious metal's price in recovering off of the lows. However, the US Federal Reserve's (Fed) announcement regarding its corporate bond buying program may not necessarily translate into gains for gold prices over the longer term, especially if it doesn't alleviate liquidity issues outside the scope of its program. We've got US data later today and the Fed's Powell testifying, and if the goal of the central bank is to prevent another plummet in the financial markets, he may be poised to talk up improvements despite rising coronavirus cases.

SILVER

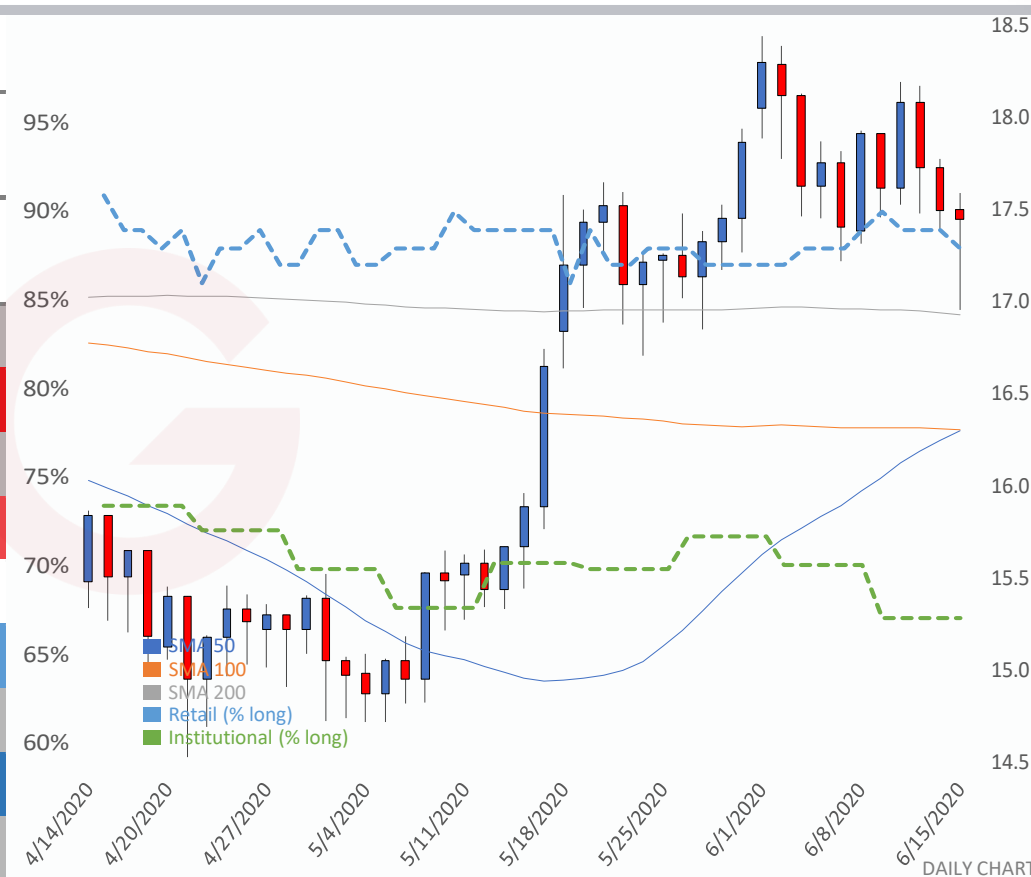
DAILY MARKET REPORT

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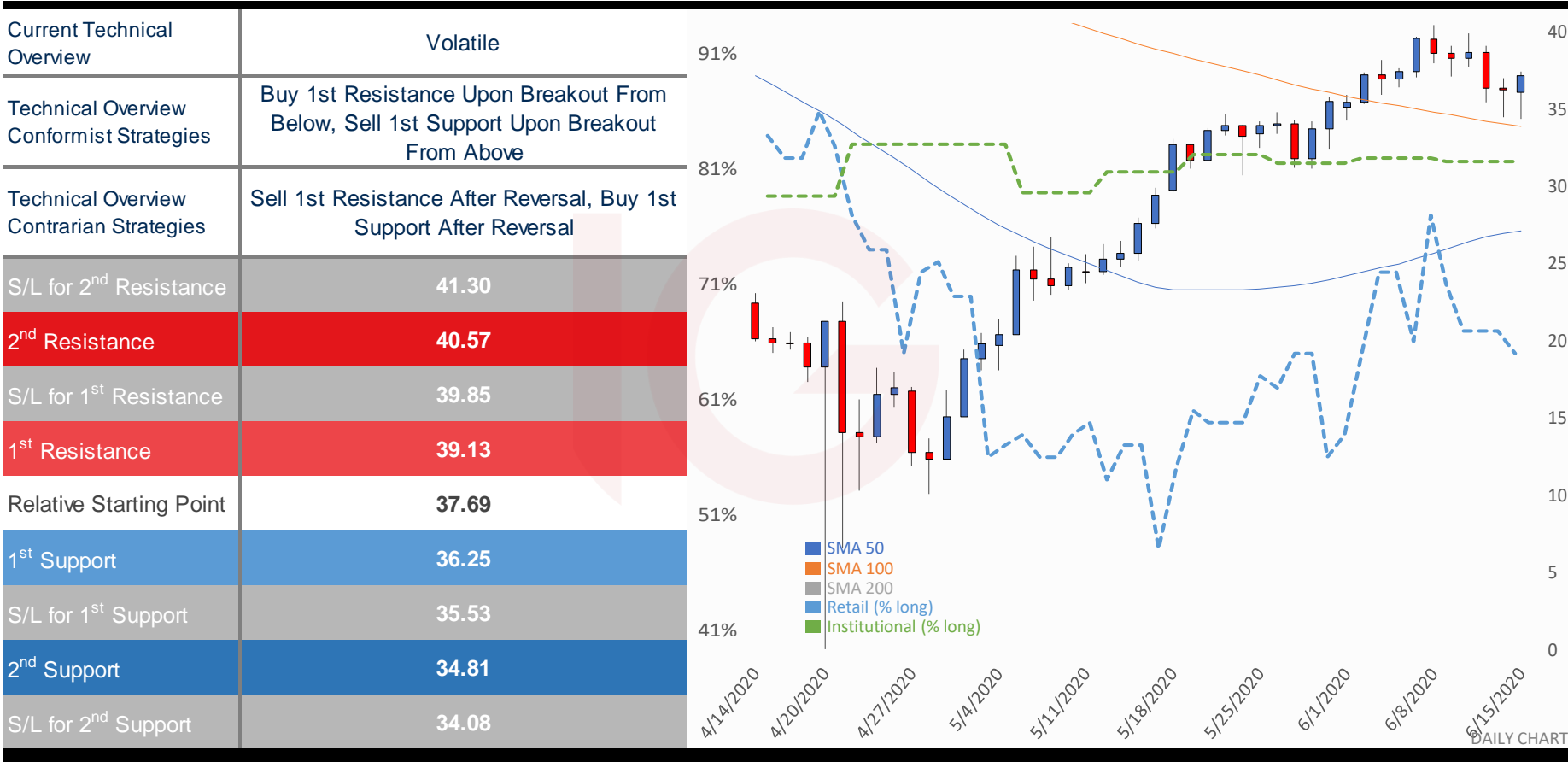
MA – Short	MA - Long	DMI	ADX	RSI	Bollinger Bands
Bearish	Bullish	Positive	Trending	Neutral	Neutral



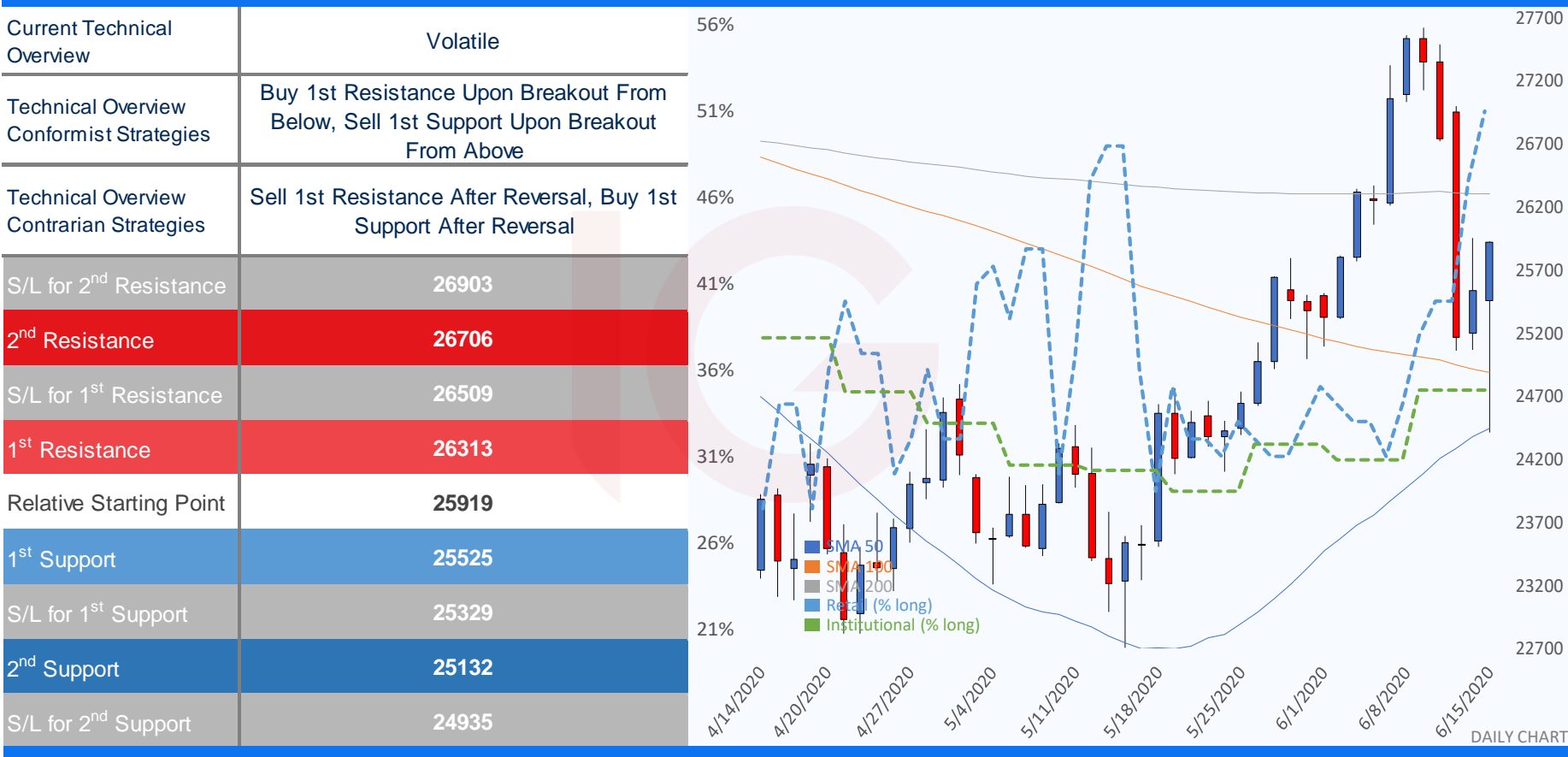
Current Technical Overview	Bull Trend - Stalling
Technical Overview Conformist Strategies	Buy 1st Support After Reversal, Buy 1st Resistance Upon Breakout From Below
Technical Overview Contrarian Strategies	Sell 1st Resistance At/Before Price, Sell 1st Support Upon Breakout From Above
S/L for 2 nd Resistance	18.20
2 nd Resistance	18.05
S/L for 1 st Resistance	17.90
1 st Resistance	17.75
Relative Starting Point	17.45
1 st Support	17.14
S/L for 1 st Support	16.99
2 nd Support	16.84
S/L for 2 nd Support	16.69



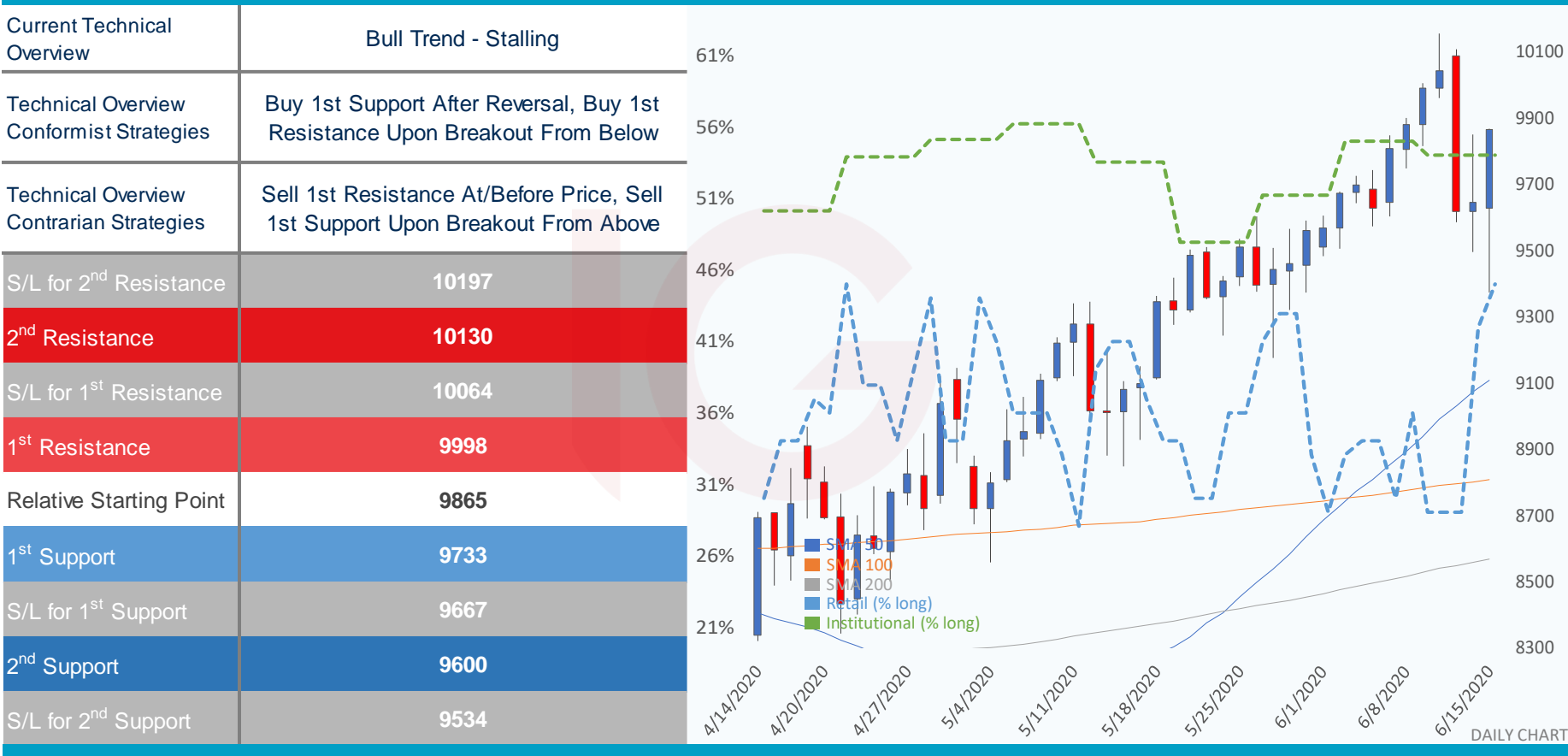
Silver prices ended the day only slightly lower, recovering off of its 200-day moving average (MA) just as its 50-day MA is about to cross above its 100-day MA. There was little change between both gold and silver, and in turn keeping the gold/silver ratio rangebound within the 99-100 handle. From a technical standpoint, silver's price is below all its main short-term moving averages but above all its long-term ones, with a positive DMI (Directional Movement Index) and a trending ADX (Average Directional Movement index), its bull trend technical overview stalling at the highs and severely tested on the daily. Retail traders continue to hold an extreme long bias and are little changed from yesterday's 89%.



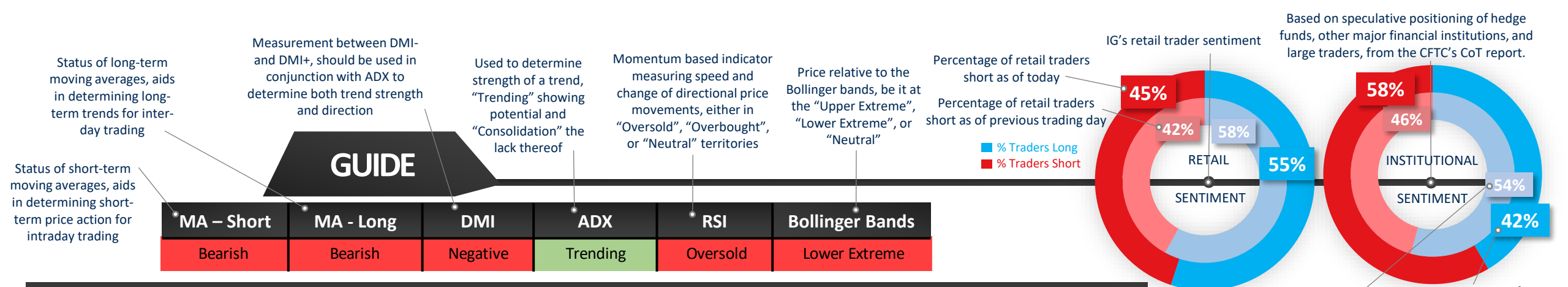
Oil prices managed to finish higher yesterday despite rising coronavirus cases that threaten to force lockdowns back into place in certain areas, with the Fed's announcement aiding liquidity. A part of that may be down to supply, as the US EIA (Energy Information Administration) said yesterday that production from seven major US shale formations would likely drop to a two-year low coupled with a WSJ report that banks are cutting credit lines to shale drillers. Furthermore, comments from the UAE energy minister regarding non-compliant members ahead of the compliance meeting this week also has reinforced expectations of cuts, else collectively face lower oil prices, and the effect it would have on oil-reliant entities and companies such as BP, which said it took a \$17.5bn write-down on its assets and may leave some of its oil and gas assets in the ground due to the current lower-priced atmosphere in the energy markets.



Volatile movement yesterday that offered a conformist buy-on-reversal on the Weekly 1st Support level, with the US Federal Reserve's (Fed) announcement of its start to purchase investment grade bonds today, and where it could purchase directly from issuers in the future. The net result was a buy everything moment in the financial markets that sent riskier assets higher, and the Dow finished higher after suffering losses earlier in the session. While there were a handful of underperformers including energy giant Chevron and pharmaceuticals' Merck and Pfizer, the outperformers outnumbered them with the gains larger for Goldman Sachs and American Express, and largest for Raytheon after it secured a big contract. All US sectors finished higher with the gains insignificant for energy and health care and largest for financials. In sentiment, retail bias has shifted at last, from a slight majority short 53% yesterday to a slight majority long 51%.



After suffering losses early on in yesterday's session, the Nasdaq managed to retrace from above yesterday's Weekly 1st Support level to undo a bigger chunk of last Thursday's losses. Amongst its components, Tesla outperformed with a near 6% increase, while underperformers included hotel chain Marriott, and Adobe. From a technical standpoint, its bull trend channel and line while briefly broken have managed to hold thus far, and most of its main technical indicators remain bullish ahead of tonight's retail data and testimony from the Fed's Powell. Unlike the Dow where the bias has shifted to majority long as the larger plummet there gave a chance for retail shorts to close out, they remain majority short here albeit moving closing to the middle and at 55% as of this morning.



Current Technical Overview	Consolidation - Positive Bias	<p>Current technical overview is based on an aggregate calculation of the product's technicals, however – as the commentary box will note – is less relevant on days that involve significant fundamental data or central bank monetary policy decisions</p> <p>Strategies that complement the current technical overview, though note whether to initiate the trade after a reversal (in the event of more volatility and stop-out attempts), prior to the pivot point (in the event of strong technical movement and/or limited expected volatility), or a breakout strategy in favour of the technical overview's trend</p> <p>The 1st Resistance is the first line of defense for intraday trading, though in a bull trend technical state could be traded with a buy breakout strategy. The 2nd Resistance is the second line of defense that is more rarely breached, with the S/L being the stop losses for both resistance levels in the event a trader decides to initiate sell strategies</p> <p>The 1st Support is the first line of defense in the event of a price drop, but in a bear trend technical overview sell breakout strategies to the downside can be entertained in the event of significant follow-through in price. The stop loss (S/L) for both 1st and 2nd Support are in the event buy strategies have been initiated</p> <div> <div>SMA 50</div>50-day simple moving average <div>SMA 100</div>100-day simple moving average <div>SMA 200</div>200-day simple moving average <div>Retail</div>Retail sentiment, percentage long <div>Institutional</div>Institutional sentiment, percentage long </div>
Technical Overview Conformist Strategies	Sell 1st Resistance After Reversal, Buy 1st Support At/Before Price	
S/L for 2 nd Resistance	1312.42	
2 nd Resistance	1309.25	
S/L for 1 st Resistance	1306.07	
1 st Resistance	1302.90	
Relative Starting Point	1296.55	
1 st Support	1290.20	
S/L for 1 st Support	1287.03	
2 nd Support	1283.85	
S/L for 2 nd Support	1280.68	

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