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1.16545

EUR/USD consolidated higher on Monday, staying between previous support and resistance

Previous Session Overview

levels. Currently trading at 1.1556.

1.15540 1.15574 1.15513 1.15562

1.16275 1.16164 1.16005



for a vote on the subsidies in December. House Speaker Mike Johnson has urged chamber members to travel to the nation's capital for a vote expected to take place this week. If successful, this would

remove a major source of economic uncertainty that has driven consumer sentiment to its lowest level in more than three years according to the University of Michigan survey. The Dollar's recovery has been supported by higher US Treasury yields across the curve, as investors begin to reprice the

potential economic impact of a government reopening. However, expectations for another Fed rate cut in December continue to fade, with markets reassessing the central bank's policy path amid the lack of official economic data during the shutdown. Today's focus turns to key economic releases from both sides of the Atlantic. Germany and the Eurozone will publish the ZEW Economic Sentiment surveys, which will provide crucial insight into business confidence amid ongoing European economic challenges. ECB President Christine Lagarde is also scheduled to speak, and her comments on the monetary policy outlook will be closely monitored after the central bank's multiple rate cuts throughout the year. From the US, the NFIB Business Optimism Index and the newly introduced ADP Employment Change Weekly figures will be released, representing a new format aimed at providing more frequent labour market insights during the government data blackout. **Technical Outlook** Stochastic moved lower from the overbought area but is currently held in the middle area. • Price is moving lower towards the 20-period moving average from above. • This suggests waning bullish momentum and potential for consolidation or correction. **Key Levels to Watch** Resistance: 1.1583; 1.1616 Support: 1.1534; 1.1501 Conclusion EUR/USD is showing signs of exhaustion after its recent rally, with the pair now testing the 20period moving average as shutdown resolution hopes boost the US Dollar. The Stochastic indicator's

provide support for the Euro, while positive US employment data would reinforce Dollar strength.

4146.15.

Previous Session Overview

XAUUSD,H4 4138.02 4147.98 4137.04 4146.15

The potential government shutdown resolution represents a significant shift in the fundamental backdrop, reducing safe-haven flows and uncertainty premiums that had weighed on the Dollar. As long as EUR/USD holds above the 20-period moving average and 1.1534 support, the broader

GOLD (XAU/USD)

Gold moved higher on Monday, reaching above previous resistance levels. Currently trading at

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retreat from overbought levels to the middle area confirms the loss of upward momentum. The 1.1534 support level is critical in the near term—a break below could accelerate declines toward 1.1501. On the upside, the pair needs to reclaim 1.1583 to resume its bullish trend. Today's focus on the ZEW surveys and US labour market data will be crucial. Strong German sentiment readings could

uptrend remains intact, but a decisive break below these levels would signal a deeper correction is underway.

**************** 3868.50 3786.90 3707.70 Stoch(5,3,3) 97,4766 94,9522

29 Oct 17:00 31 Oct 01:00 3 Nov 09:00 4 Nov 17:00 **Market Outlook** Gold surged on Monday, flirting with three-week highs past the \$4,100 mark per troy ounce, as traders continued to price in further easing by the Federal Reserve despite growing optimism around a potential end to the government shutdown. The precious metal's strength came alongside a broader risk-on rally in equity markets, suggesting safe-haven demand has been replaced by monetary policy expectations as the primary driver. The rally in gold appears counterintuitive given the improved risk sentiment following Senate lawmakers' critical step toward ending the historic 40day government shutdown. Typically, progress on such political issues would reduce safe-haven demand and pressure gold prices. However, the metal is being supported by persistent expectations that the Fed will maintain its dovish stance, with markets continuing to pencil in rate cuts despite fading December probabilities. On Monday, the Dow Jones climbed 381 points, the S&P 500 gained 1.54%, and the Nasdaq surged 2.27%, led by AI-related stocks including Nvidia and Broadcom. This risk-taking mood usually competes with gold for investment flows, yet XAU/USD managed to advance alongside equities, highlighting the complex dynamics currently at play. The proposed government funding deal, which would reopen operations into January and reverse recent mass federal layoffs, removes one of three key concerns that had weighed on markets last week alongside elevated valuations and potential Al bubble fears. However, gold's resilience suggests investors remain cautious about the underlying economic picture. The University of Michigan survey showed consumer sentiment at its lowest level in more than three years, reflecting the shutdown's toll on confidence. Additionally, the extended closure has prevented release of key inflation data including CPI and PPI reports, leaving the Fed's policy path uncertain. The US Dollar's modest recovery on Monday, with the DXY advancing to the 99.70 region, provided only limited headwind to

gold. Higher Treasury yields across the curve typically pressure non-yielding gold, but the metal's ability to advance despite these factors indicates strong underlying demand. Today's releases of the NFIB Business Optimism Index and the new weekly ADP Employment Change figures will provide

Gold's push above \$4,100 reflects robust bullish momentum, with the precious metal now firmly established above the 20-period moving average and the Stochastic indicator in overbought territory. The technical setup suggests strong buying interest, though the overbought condition warns of potential near-term consolidation or pullback. Immediate resistance at 4204.32 represents

the next upside target, with a break potentially opening the path toward 4273.08. Support at

4040.40 should contain any profit-taking, with stronger backing at 3964.87 below. The key question is whether gold can maintain its gains once the government shutdown ends and risk sentiment fully normalizes. The metal's unusual behaviour—rallying alongside equities—suggests the market is pricing in a scenario where the economy remains resilient enough to support stocks but weak

enough to keep the Fed accommodative. Today's US employment data will test this thesis. Strongerthan-expected figures could trigger profit-taking in gold as December rate cut odds diminish further, while disappointing data would reinforce the precious metal's appeal. The overbought technical condition suggests caution is warranted at current levels, though the strong uptrend remains intact

GBP/USD

GBP/USD consolidated higher on Monday, staying between previous support and resistance

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[⋣]

4 Nov 16:00 6 Nov 00:00

1.33460

1,32905

1.32480 1.32276 1.31990

1.31685 1.31500 1.31210 1.31010

1.30030

6651.60

62,685

62,025 61.673 61.350

59.937

58,695 58,386 58.035

rare insights into the US economy amid the government data blackout.

• This indicates strong bullish momentum but potential for near-term exhaustion.

Price is moving higher above the 20-period moving average.

Stochastic is moving inside the overbought area.

>> Previous Session Overview

Market Outlook

Key Levels to Watch

Conclusion

Resistance: 1.3228; 1.3291 Support: 1.3121; 1.3061

Technical Outlook

Key Levels to Watch

Conclusion

Resistance: 4204.32; 4273.08 Support: 4040.40; 3964.87

as long as gold holds above \$4,040.

levels. Currently trading at 1.3168.

GBPUSD, H4 1.31637 1.31695 1.31603 1.31685

28 Oct 08:00 29 Oct 16:00 31 Oct 00:00 3 Nov 08:00

shutdown, though the pair's advance was tempered by the Dollar's recovery from recent lows. Senate lawmakers took a critical step toward a funding deal on Monday, with a procedural measure approved after eight Democratic senators broke with party leadership. The proposed agreement would reopen the government into January, reverse recent mass federal layoffs, and include future worker protections. House Speaker Mike Johnson has urged members to return to Washington for a vote expected this week, potentially removing a major cloud of uncertainty hanging over financial markets. The improved risk sentiment propelled US equity markets sharply higher, with the Nasdaq surging 2.27%, the S&P 500 gaining 1.54%, and the Dow advancing 0.81%, led by Al-related stocks including Nvidia and Broadcom. The Pound typically benefits from such risk-on environments, supporting GBP/USD's advance despite Dollar strength. However, the pair's inability to break decisively above 1.3200 reflects some caution ahead of today's critical UK labour market report. The employment data will provide crucial insight into the health of the British economy and could significantly influence the Bank of England's policy trajectory. Market participants are particularly focused on wage growth and unemployment figures, as these metrics will help determine whether the BoE can maintain its hawkish stance compared to other major central banks. The BRC Retail Sales Monitor, also due today, will offer additional colour on UK consumer spending patterns. Strong retail sales would bolster confidence in the domestic economy and support Sterling, while weak readings could raise concerns about consumer resilience amid elevated living costs. From the US side, the NFIB Business Optimism Index and the new weekly ADP Employment Change data will be released, taking on added importance given the absence of official government employment statistics. The broader context remains supportive for the Pound, with markets continuing to expect Fed-BoE policy divergence, as the anticipated easing cycle in the US is still expected to be more aggressive than the BoE's cautious approach. **Technical Outlook** • Stochastic is consolidating near the overbought area. Price is consolidating above the 20-period moving average. • This suggests strong underlying bullish momentum with potential for near-term pause.

GBP/USD is consolidating near 1.3200 with price firmly above the 20-period moving average and the Stochastic indicator near overbought levels, indicating strong bullish momentum tempered by shortterm exhaustion. The technical setup suggests the pair is coiling for its next significant move, with today's UK employment data likely to provide the catalyst. Strong labour market figures, particularly

Conversely, disappointing data might trigger a pullback toward 1.3121 support, though the broader

robust wage growth, could propel GBP/USD through the 1.3228 resistance toward 1.3291.

uptrend will remain intact if the pair holds above 1.3061. The overbought Stochastic reading suggests some caution is warranted at current levels, with potential for consolidation or minor correction before the next leg higher. However, the improving risk sentiment following shutdown

The Pound Sterling extended its ongoing rebound on Monday, moving closer to the 1.3200 mark despite modest strength in the Greenback. GBP/USD benefited from the broader risk-on sentiment that swept through markets as hopes grew for an imminent end to the 40-day US government

resolution progress and the Fed-BoE policy divergence narrative continue to provide fundamental support for Sterling. The 1.3200 level represents an important psychological barrier—a decisive break above would trigger momentum buying toward 1.3250-1.3280. **SPX/USD (S&P 500)** Previous Session Overview The S&P 500 moved higher on Monday, reaching above previous resistance levels. Currently trading at 6846.54. SPXUSD, H4 6848.05 6850.05 6845.04 6846.54 MHMarkets @ 6929.12 6887,19 6846.54 6794.59 6749.16 6699.20

surged in response, with the S&P 500 gaining 1.54%, the Nasdaq advancing 2.27%, and the Dow climbing 0.81%. The improved risk appetite typically supports crude oil as investors become more optimistic about economic activity and energy demand prospects. The proposed government funding agreement would reopen federal operations into January and reverse recent mass federal layoffs, potentially providing a boost to consumer confidence and spending—both critical drivers of fuel consumption. However, crude's advance remains tentative amid persistent oversupply concerns. The market continues to grapple with excess production capacity and questions about global

28 Oct 05:00 29 Oct 13:00 30 Oct 21:00 3 Nov 05:00

Employment Change figures will provide insight into the health of the US economy and business sector. **Technical Outlook** Stochastic is consolidating in the middle area.

All Day

All Day

All Day

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Stoch(5,3,3) 63.6107 54.5158

WTI crude oil's consolidation around \$60 with the Stochastic in neutral territory and price centred on the 20-period moving average reflects the market's current state of indecision. The technical setup

> 20.3K 25.8K

support@mhmarkets.com

This indicates indecision and potential for a directional breakout. **Key Levels to Watch** Resistance: 60.81; 61.67 Support: 59.20; 58.39 Conclusion

Price is consolidating around the 20-period moving average.

resistance at 60.81 needs to be cleared to shift momentum decisively bullish and target 61.67. Conversely, failure to hold the \$60 level and a break below 59.20 support would trigger another leg lower toward 58.39 and potentially retest the recent lows near \$57-58. The fundamental backdrop remains mixed, with improving risk sentiment and potential shutdown resolution providing near-term support, but persistent oversupply concerns and demand uncertainties limiting upside potential. Today's US employment data will be important—strong figures supporting the economic softlanding narrative would benefit crude, while disappointing readings could pressure prices. The key for bulls is establishing a firm foothold above \$60 with a move toward \$61-62, which would signal a potential shift from the bearish trend that has dominated since 2022. Key events for today (GMT): **Previous** Date Time Currency **Events** Forecast 07:00 Claimant Count Change 11 Nov GBP

suggests the commodity is coiling for its next significant move, with the direction determined by government shutdown developments, US economic data, and broader risk sentiment. Immediate

further evidence of renewed confidence in the tech sector. The tech-heavy Nasdaq had suffered its worst week since the tariff-driven sell-off in April, losing roughly 3%, while both the S&P 500 and Dow shed more than 1% over the weekly period. Monday's rebound suggests that much of last week's selling represented profit-taking and position adjustment rather than a fundamental shift in market sentiment. However, challenges remain, with consumer sentiment falling to its lowest level in more than three years according to the University of Michigan survey, reflecting the shutdown's psychological toll. This week's high-profile earnings reports from Walt Disney and Cisco Systems will provide additional insight into corporate health, leading up to Nvidia's report next week. Today's releases of the NFIB Business Optimism Index and weekly ADP Employment Change figures will offer rare glimpses into economic conditions amid the government data blackout. **Technical Outlook** • Stochastic is moving inside the overbought area. Price is moving higher above the 20-period moving average. This indicates strong bullish momentum but potential for near-term consolidation. **Key Levels to Watch** Resistance: 6887.19; 6929.12 Support: 6794.59; 6749.16 Conclusion The S&P 500's powerful Monday rally, combined with price action well above the 20-period moving average and an overbought Stochastic reading, confirms that bullish momentum has returned following last week's correction. The technical setup suggests strong buying interest and validates the thesis that Friday's low near 6631 marked a significant bottom. Immediate resistance at 6887.19 is now within striking distance, with a break potentially opening the path toward the prior high at 6929.12. Support has firmed at 6794.59, with stronger backing at 6749.16. The overbought condition on the Stochastic warns of potential near-term consolidation or minor pullback, particularly if upcoming economic data disappoints or if the government funding vote encounters unexpected obstacles. However, the November seasonality tailwind combined with strong earnings, improving risk sentiment, and potential resolution of shutdown concerns creates a favourable backdrop for further gains. The index's ability to reclaim the 6800+ level decisively is a bullish signal. If the S&P 500 maintains above 6750, the path of least resistance appears higher toward the 6900-6950 zone. Today's US employment data will be crucial in determining the next move. **USO/USD (WTI CRUDE OIL)** Previous Session Overview

week. The market's enthusiastic response reflects relief that one of three major concerns weighing on investor sentiment last week—the government shutdown, elevated valuations, and potential Al bubble fears—is being addressed. Technology stocks led Monday's rally, with the Nasdaq Composite surging 2.27% to finish at 23,527.17, while the Dow Jones climbed 381 points to end at 47,368.63. Al-related bull market leaders including Nvidia and Broadcom paced the gains, as investors rotated back into growth stocks that had been hammered last week. Notably, Microsoft shares rose 1.9%, snapping an eight-day losing streak—its longest daily slide since 2011—providing

USO/USD consolidated on Monday, staying between previous support and resistance levels. Currently trading at 59.94.

27 Oct 2025 28 Oct 09:00 29 Oct 17:00 31 Oct 01:00 3 Nov 09:00 4 Nov 17:00 6 Nov 01:00 7 Nov 09:00 **Market Outlook** measure approved after eight Democratic senators broke with party leadership to support the agreement. The proposed deal would reopen the government into January, reverse recent mass federal layoffs, and include future worker protections. While it excludes an extension of Affordable Care Act subsidies—a key Democratic priority—it calls for a vote on the subsidies in December. House Speaker Mike Johnson has urged members to return to Washington for a vote expected this

6605.40 Stoch (5, 3, 3): 90.1787 91.3245 The S&P 500 surged 1.54% on Monday to settle at 6832.43, as investors embraced a renewed risktaking mood following critical progress toward ending the historic 40-day government shutdown. The benchmark index's strong advance erased a portion of last week's losses and reinforced the view that the recent 4% correction represented a buying opportunity rather than the start of a deeper decline. Senate lawmakers took a decisive step toward a funding deal, with a procedural

- USOUSD, H4 59.875 60.026 59.867 59.937 MHMarkets @

4 Nov 13:00

WTI crude oil built on Friday's advance and surpassed the key \$60.00 mark on Monday, supported by improved risk sentiment and steady positioning around critical technical levels. The commodity's

ability to hold above \$60 represents an important psychological victory for bulls, though the advance remains modest and uncertain given competing fundamental forces. Oil prices benefited from the broader risk-on rally that swept through financial markets as Senate lawmakers made critical progress toward ending the 40-day government shutdown. The procedural vote approval on

Monday raised hopes that a funding deal could be finalized this week, potentially removing a significant source of economic uncertainty that has weighed on demand forecasts. Equity markets

demand growth, particularly from China where economic activity has been lacklustre. The ongoing government shutdown has also prevented release of official US petroleum inventory data, leaving traders to rely on private sector estimates and adding to market uncertainty. Technical analysis shows WTI holding precariously near the \$60 level, with the commodity consolidating around its 20period moving average. This positioning suggests the market remains in a state of equilibrium, with

5 Nov 21:00

- neither bulls nor bears able to establish clear control. A sustained move above \$60 would be needed to attract momentum buyers and potentially drive prices toward the \$63-66 resistance zone. From a fundamental perspective, the potential government reopening could have mixed implications for oil. Restored consumer confidence and federal worker spending would support demand, though the resumption of official data releases might reveal the extent of economic damage sustained during the 40-day closure. Today's releases of the NFIB Business Optimism Index and weekly ADP
 - EUR French Bank Holiday CAD Bank Holiday USD Bank Holiday No Key Events for Wednesday

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