



ADM Investor  
Services, Inc.

## Daily Futures Market Commentary Financial Forecast

by **Alan Bush, Senior Financial Economist**

July 16, 2021

### STOCK INDEX FUTURES

Stock index futures are higher.

Traders have been encouraged by the Federal Reserve, which said it doesn't plan to pull back on supportive policies in the near term.

Retail sales in June increased 0.6% when a decline of 0.4% was expected.

The 9:00 May business inventories report is anticipated to show a 0.4% increase and the 9:00 July consumer sentiment index is predicted to be 87.0.

The technical aspects remain positive for stock index futures.

### CURRENCY FUTURES

The U.S. dollar index was supported by the stronger than estimated U.S. retail sales report.

The euro currency is a little lower on news that euro zone exports fell in May for the fifth consecutive month. The European Union's statistics agency said the currency area's exports fell by 1.5% in May compared with April, while imports increased 0.7%.

The Bank of Japan left its key short-term interest rate unchanged at -0.1% and kept the target for the 10-year Japanese government bond yield at near 0% during its July policy meeting by an 8-1 vote, as widely predicted. In a quarterly outlook report, the central bank lowered its projected rate of GDP growth for the current fiscal year to 3.8% from earlier forecasts of 4.0% made in April.

The Canadian dollar is higher on news that monthly housing starts increased more than expected. Housing starts for all areas in Canada were 282,070 units in June 2021, beating market expectations of 270,000 units.

**ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai**

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.

## INTEREST RATE MARKET FUTURES

Futures are mostly lower in response to the stronger than estimated U.S. retail sales report.

The U.S. Treasury yield curve has been flattening since May with shorter-dated yields increasing to reflect higher rate expectations, while longer-dated yields fell because higher interest rates in the near term would likely mean a slower rate of growth in the future.

The interest rate futures markets have been telegraphing for several months clues about the state of the global economy.

### SUPPORT & RESISTANCE

#### **September 21 S&P 500**

Support 4335.00      Resistance 4370.0

#### **September 21 U.S. Dollar Index**

Support 92.500      Resistance 92.780

#### **September 21 Euro Currency**

Support 1.18000      Resistance 1.18420

#### **September 21 Japanese Yen**

Support .90600      Resistance .91220

#### **September 21 Canadian Dollar**

Support .79320      Resistance .79660

#### **September 21 Australian Dollar**

Support .74040      Resistance .74500

#### **September 21 Thirty-Year Treasury Bonds**

Support 163^0      Resistance 163^30

#### **August 21 Gold**

Support 1813.0      Resistance 1836.0

#### **September 21 Copper**

Support 4.3000      Resistance 4.3450

#### **September 21 Crude Oil**

Support 70.75      Resistance 72.13

ADMIS.com | 312.242.7000 | Chicago | New York | London | Hong Kong | Singapore | Taipei | Shanghai

The information and comments contained herein is provided by ADM Investor Services, Inc. ("ADMIS") and NOT ADM. Futures and options trading involve significant risk of loss and may not be suitable for everyone. Therefore, carefully consider whether such trading is suitable for you in light of your financial condition. This report includes information from sources believed to be reliable and accurate as of the date of this publication, but no independent verification has been made and we do not guarantee its accuracy or completeness. Any reproduction or retransmission of this report without the express written consent of ADM Investor Services, Inc. is strictly prohibited. Again, the information and comments contained herein is provided by ADMIS and in no way should be construed to be information provided by ADM. Copyright © ADM Investor Services, Inc.