



ADM Investor
Services, Inc.



Daily Futures Market Commentary

Financial Forecast

Alan Bush

July 16, 2020

STOCK INDEX FUTURES

U.S. stock index futures are lower due to concerns about the recovery in the global economy.

Jobless claims in the week ended July 11 were 1,300,000 million when 1,288,000 million were expected.

Retail sales in June were up 7.5% when a gain of 5.2% was anticipated and the July Philadelphia Federal Reserve business outlook index was 24.1, which compares to the estimate of 20.0.

The 9:00 May business inventories report is predicted to be down 2.3% and the 9:00 July housing market index is expected to be 60.

At least a partial recovery is likely for stock index futures from the morning lower prices.

CURRENCY FUTURES

Flight to quality buying is supporting the U.S. dollar.

The European Central Bank left its monetary stimulus unchanged. The ECB said in a statement that it would continue to purchase 1.35 trillion euros of government and corporate debt through June 2021 under its Pandemic Emergency Purchase Program. In addition, the bank left its key interest rate unchanged at minus 0.5%.

The European Union summit will be held on July 17-18 where leaders need to bridge the gaps on a long-term budget. Investors will also watch whether an agreement on a proposed 750 billion euro recovery fund emerges.

The British pound is lower despite better than expected U.K. employment numbers.

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 Archer Daniels Midland Company. 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. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. 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 the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.



Daily Futures Market Commentary

Financial Forecast

The rate of decline in the U.K. jobs market is slowing. The claimant count measure of unemployment fell by 28,100 in June rather than increasing by the 250,000 that was expected by analysts.

The Bank of Canada held its policy meeting yesterday and indicated that it anticipated no rate hikes until 2023.

INTEREST RATE MARKET FUTURES

The yield on the 10-year Treasury note fell to 0.623% from 0.629% yesterday.

Federal Reserve speakers today are John Williams at 10:10, Raphael Bostic at 11:00, Charles Evans at 12:30 and Raphael Bostic at 1:00.

According to financial futures markets there is a 95.6% probability that the Federal Open Market Committee will leave its fed funds rate unchanged at zero to 25 basis points at its July 29 policy meeting.

Futures appear to be caught between the bearish influence of more government stimulus and the bullish influence of ongoing historically accommodative central bank policies.

SUPPORT & RESISTANCE

September 20 S&P 500

Support 3186.00 Resistance 3233.00

September 20 U.S. Dollar Index

Support 95.920 Resistance 96.350

September 20 Euro Currency

Support 1.13870 Resistance 1.14450

September 20 Japanese Yen

Support .93260 Resistance .93740

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 Archer Daniels Midland Company. 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. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. 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 the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.



ADM Investor
Services, Inc.



Financial Forecast

September 20 Canadian Dollar

Support .73770 Resistance .74150

September 20 Australian Dollar

Support .6966 Resistance .7021

September 20 Thirty-Year Treasury Bonds

Support 179^8 Resistance 180^12

August 20 Gold

Support 1802.0 Resistance 1822.0

September 20 Copper

Support 2.8450 Resistance 2.9050

September 20 Crude Oil

Support 40.55 Resistance 41.45

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 Archer Daniels Midland Company. 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. Research analyst does not currently maintain positions or have financial interest in the commodities specified within this report. 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 the Archer Daniels Midland Company. Copyright © ADM Investor Services, Inc.