

## Market Corner

Stocks slid Monday and Treasury yields fell as traders soured on the reflation trade in the wake of a hawkish pivot by the Federal Reserve. The dollar remained at about a two-month high.

Japan led the Asian equity weakness, with the Nikkei 225 down as much as 4%, while European and U.S. stock futures declined. Treasury yields retreated, taking the 30-year rate below 2% for the first time since February, as the prospect of less accommodative U.S. monetary policy buffeted markets.

The Treasury yield curve continued to flatten, unwinding one of this year's dominant reflation bets. Short-maturity yields surged after Fed official James Bullard said inflation risks may warrant higher interest rates next year, an earlier liftoff than penciled in by many of his colleagues.

In a light week for economic data, traders will be paying close attention to appearances by Fed policy makers, including Chair Jerome Powell, for any guidance on the winding back of stimulus. In his comments, Bullard also said that the central bank has started discussing tapering asset purchases.

Here are some events to watch this week:

- St. Louis Fed President James Bullard, Dallas Fed President Robert Kaplan and New York Fed President John Williams are among Fed speakers, as traders weigh up the central bank's messaging shift, which has the potential to whiplash assets
- European Central Bank President Christine Lagarde addresses the European Parliament Monday
- Fed Chair Jerome Powell testifies at a House Subcommittee hearing on the Fed's pandemic emergency lending and its asset purchase programs Tuesday
- Bank of England interest rate decision Thursday

US 10Y Govt Bond		Net Change
Price	Yield	0.50
102.1094	1.3960	
EU 10Y Govt Bond		Net Change
Price	Yield	0.07
102.1650	-0.2110	
Indices		% Change
Euro Stoxx 50	4 083.37	-1.80
CAC40	6 569.16	-1.46
FTSE	7 017.47	-1.90
DAX	15 448.04	-1.78
SMI	11 941.25	-0.58
Dow Jones	33 290.08	-1.58
S&P500	4 166.45	-1.31
Nasdaq Comp.	14 030.38	-0.92
VIX (Volatility Index)	20.70	16.62

Source: Refinitiv / Bloomberg



# Morning Call

Geneva, June 21, 2021

## Crypto Corner

Bitcoin (BTC) could not fix above \$35,000, having confirmed the bearish scenario. Its price has gone down by almost 6 percent over the last day.

On the hourly chart, Bitcoin (BTC) might show a short-term bounce. The trading volume tends to increase, which means that there is a high chance of an uptick to the resistance around \$35,000 where most of liquidity is focused. Also, there is an unfilled gap located in that zone.

On the higher time-frame charts, Bitcoin (BTC) is oversold. However, the bearish trend might not have finished. In this case, there is a high possibility to see a test of the formed mirror level at \$34,700, followed by the ongoing decline.

On the weekly time frame, the situation is bearish as buyers could not gain footing above the \$40,000. At the moment, Bitcoin (BTC) is in the accumulation phase.

If sellers break the \$32,000 mark and fix below it, the next level where bulls may seize the opportunity is \$23,700.

Crypto Market Cap: [\\$1.44T](#)

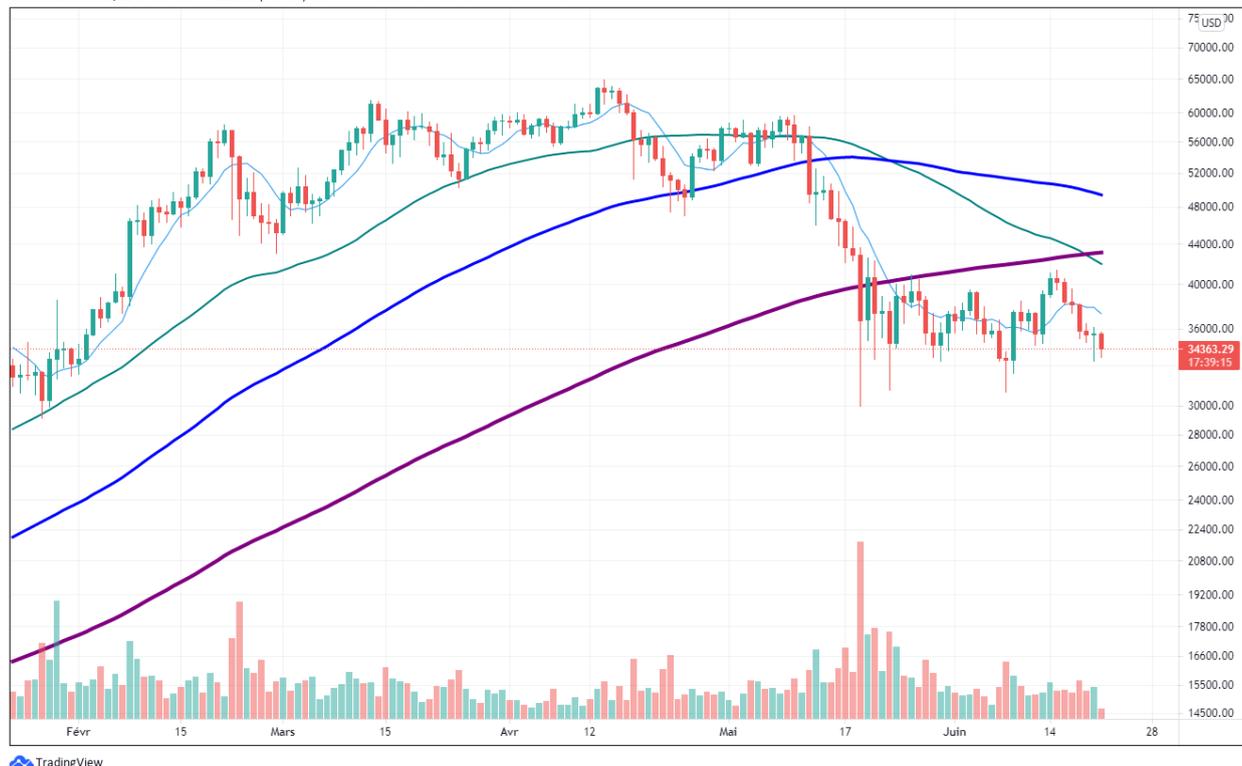
24h Vol: [\\$87.1B](#)

Dominance: [BTC: 44.9%](#) [ETH: 17.3%](#)

Bitcoin		34 366.10
Support	Resistance	
28 889.51	36 879.24	
27 116.56	43 096.02	
Circulating Supply (BTC)		
		18 739 725.00
Market Cap		
		\$ 647 991 886 812.00

Ethereum		2 128.98
Support	Resistance	
1 742.06	2 343.65	
1 590.51	2 793.69	
Circulating Supply (ETH)		
		116 377 778.00
Market Cap		
		\$ 249 510 836 580.00

Bankmed-Advisory publié sur TradingView.com, Juin 21, 2021 06:20:47 UTC  
 COINBASE:BTCUSD, 1D 34364.16 ▼ -1221.62 (-3.43%) O:35585.79 H:35741.54 L:33650.00 C:34363.29



Source: Refinitiv / fxstreet.com / Bloomberg/Coinmarketcap.com/TradeView.com



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# Commodity Corner

Gold prices gained on Monday, after posting a 6% drop last week, as a retreat in U.S. Treasury yields bolstered the non-yielding metal's appeal.

Spot gold rose 0.5% to \$1,771.98 per ounce by 05:11 GMT

Silver rose 0.2% to \$25.83 per ounce, palladium rose 0.8% to \$2,484.68 per ounce, while platinum fell 0.7% to \$1,026.51.

Oil prices rose on Monday, underpinned by strong demand during the summer driving season and a pause in talks to revive the Iran nuclear deal that could indicate a delay in resumption of supplies from the OPEC producer.

Brent crude for August gained 35 cents, or 0.5%, to \$73.86 a barrel by 03:44 GMT.

U.S. West Texas Intermediate crude for July was at \$72.05 a barrel, up 41 cents, or 0.6%. Both benchmarks have risen for the past four weeks amid optimism over the pace of global vaccinations and a pickup in summer travel. The rebound has pushed up spot premiums for crude in Asia and Europe to multi-month highs.

Negotiations to revive the Iran nuclear deal took a pause on Sunday after hardline judge Ebrahim Raisi won the country's presidential election. Two diplomats said they expected a break of around 10 days.

Oil prices are also drawing support from forecasts for limited U.S. output growth. OPEC officials have heard from industry experts that U.S. oil output growth will likely remain limited in 2021 despite rising prices, OPEC sources said last week, giving the group more power to manage the market in the short term before a potentially strong rise in shale output in 2022.

<u>Gold</u>	1775.70
Support	Resistance
1644	1787
1631	1916

<u>Silver</u>	25.93
Support	Resistance
23.72	26.28
23.45	28.57

<u>Oil - WTI</u>	71.88
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<u>Nat Gas (HH)</u>	3.1820
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<u>Copper</u>	4.1385
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<u>Baltic Dry Ind.</u>	3218.00
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<u>Corn</u>	646.00
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<u>Wheat</u>	656.50
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<u>Soybean</u>	1385.00
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<u>Arabica Coffee</u>	151.95
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<u>Cotton</u>	86.11
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<u>Sugar</u>	16.43
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Source: Refinitiv / fxstreet.com / Bloomberg

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## FX Corner

The dollar index, which rose after the Fed's surprise hawkish tilt last week, gave up some of its gains on Monday, while the Australian currency stumbled on lower prices of the country's top export, iron ore.

The dollar index, which tracks the greenback against six major currencies, slipped to 92.286 from a high of 92.405 reached on Friday, a level not seen since April 13. It jumped 1.9% last week - the most rise since March 2020 - as the U.S. Federal Reserve signaled a sooner-than-expected end to its ultra-easy monetary policy, triggering a collapse in U.S. shares and prompting analysts to revise their forecasts for stock and currency performance.

Benchmark 10-year U.S. Treasury yields fell to the lowest since early March at 1.4110% during Asian trading, while those on 30-year bonds slid as low as 1.9990% for the first time in more than four months.

The yield curve, or the spread between two- and 30-year yields, was the flattest since early February.

As the Fed's hawkish stance dulled investor risk appetite, the safe-haven Japanese yen rose to a one-week high against the dollar JPY=. It was last up 0.3% at 109.80 per dollar.

In other currencies, the Aussie fell to \$0.7474, a level not seen since Dec. 21, 2020, driven by a 5% drop in iron ore prices as a seasonal slowdown in construction activity in top steel producer and consumer China hit sentiment.

EUR/USD is heading back towards 1.1900, amid falling US Treasury yields. The US dollar holds steadier near two-month highs amid Fed's hawkishness. ECB policymakers remain divided over PEPP extension. Lagarde and Fed speak awaited.

GBP/USD is trading above 1.3800, resuming the corrective pullback amid a mixed market mood. Brexit chaos and delayed economic reopening continue to undermine the pound. The US dollar cheers hawkish Fed, shrugging off the slide in Treasury yields. Focus on Fed speak amid a light calendar.

Gold price extended its six-day losing streak on Friday and reached the lowest levels in two months at \$1761, recording a 6% loss on a weekly basis. Gold bulls faced rejection below the \$1800 mark in the first half of the day, resuming the downtrend.

EURUSD	1.1876
<b>Support</b>	<b>Resistance</b>
1.1535	1.1908
1.1504	1.2250
1.1472	1.2591

GBPUSD	1.3812
<b>Support</b>	<b>Resistance</b>
1.3506	1.3905
1.3449	1.4247
1.3391	1.4588

AUDUSD	0.7502
<b>Support</b>	<b>Resistance</b>
0.7234	0.7534
0.7204	0.7804
0.7175	0.8075

EURCHF	1.0946
	<b>Resistance</b>
1.0925	1.1011
1.0853	1.1025
1.0782	1.1040

USDJPY	109.8900
<b>Support</b>	<b>Resistance</b>
109.59	111.23
108.56	111.84
107.53	112.45

USDCAD	1.246
<b>Support</b>	<b>Resistance</b>
1.2371	1.2799
1.1997	1.2853
1.1624	1.2908

USDCHF	0.9217
<b>Support</b>	<b>Resistance</b>
0.9179	0.9494
0.8894	0.9524
0.8609	0.9554

EURJPY	130.5200
<b>Support</b>	<b>Resistance</b>
128.08	131.24
127.75	134.07
127.43	136.91

USDTRY	8.7307
<b>Support</b>	<b>Resistance</b>
8.6518	9.1518
8.2009	9.2009
7.7500	9.2500

Source: Refinitiv / fxstreet.com / Bloomberg



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## Event Corner

Date	Time	Country	Indicator Name	Period	Reuters Poll	Actual	Prior	SmartEstimate®	Predicted Surprise
21 juin 2021	09:00	Switzerland	M3	May			1 151 583M		
21 juin 2021	14:00	United Kingdom	Steel Production	Jan			710.00k		

Source: Refinitiv

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# Earnings Corner

No Earning Scheduled

Source: [Refinitiv](#)

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