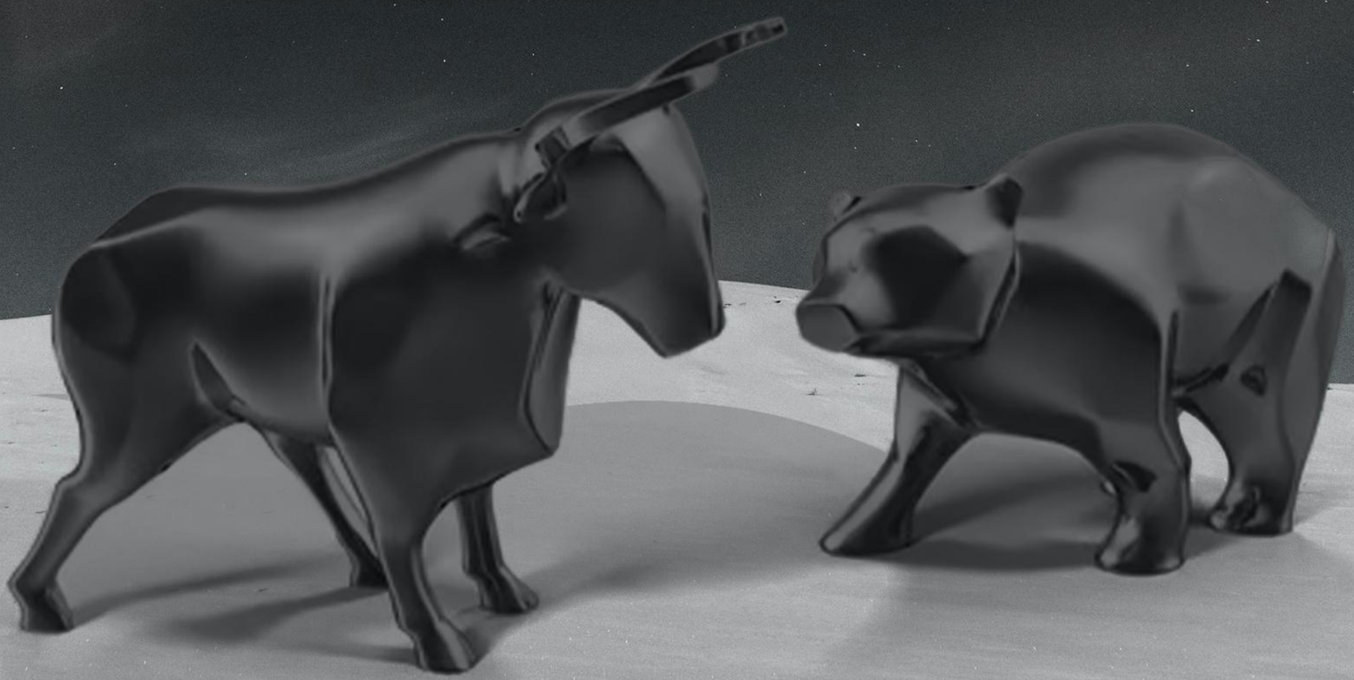
Givtrade

Pre-U.S. Market

Friday, September 4, 2026



Market Review

Major stock indexes ended higher on Thursday. The S&P 500 and the Nasdaq 100 closed higher by 1.04% and 1.24% respectively. However, the Dow Industrial Average increased by 1.08%. The US Dollar Index (DXY), which measures the value of the US Dollar (USD) against six major currencies, is losing ground for the third consecutive day and trading around 99.00 during Asian hours on Friday. The Greenback is facing notable downward pressure following comments from Federal Reserve (Fed) Governor Christopher Waller, who indicated a preference for keeping interest rates unchanged at the upcoming September meeting, provided upcoming inflation data contains no major surprises. Fed Waller's dovish tone stood in sharp contrast to the hawkish stance delivered by Chairman Kevin Warsh just a week earlier. In response to these remarks, market expectations shifted significantly, with the CME FedWatch tool indicating that the probability of a September rate hike dropped to 50.2%, down sharply from 63.2% the previous day. Investors and market participants are now shifting their focus toward the release of the US August employment report for further clues on monetary policy trajectory. Current market consensus projects Nonfarm Payrolls to increase by 56,000 jobs, while the Unemployment Rate is forecasted to remain steady at 4.1%. Adding further headwinds to the Greenback is a surging Japanese Yen, as traders remain on high alert for potential official currency interventions and continue to price in the possibility of more aggressive policy tightening by the Bank of Japan later this year.

The report was issued today by Steve Miller, CPSM, CSCP, Chair of the Institute for Supply Management® (ISM®) Services Business Survey Committee: "In August, the Services PMI® registered 55.4 percent, an increase of 1.3 percentage points compared to July's figure of 54.1 percent. The Business Activity Index remained in expansion territory in August, increasing 2.6 percentage points to 61.7 percent from July's reading of 59.1 percent. The New Orders Index registered 60.9 percent, 3.7 percentage points above July's figure of 57.2 percent. The Employment Index contracted for a second straight month with a reading of 47.8 percent, a 0.4-percentage point increase from the 47.4 percent recorded in July. "The Supplier Deliveries Index registered 51.3 percent, 1.5 percentage points lower than the 52.8 percent recorded in July. This is the 21st consecutive month that the index has been in expansion territory, indicating slower supplier delivery performance. (Supplier Deliveries is the only ISM® PMI® Reports index that is inversed; a reading of above 50 percent indicates slower deliveries, which is typical as the economy improves and customer demand increases.) "The Prices Index registered above 70 percent for the fifth time in six months; the reading of 72.6 percent in August is 2.3 percentage points above July's figure of 70.3 percent. The index has exceeded 60 percent for 21 straight months, with its 12-month average increasing by 0.4 percentage point to 68.5 percent, the highest since April 2023.

In the week ending August 29, the advance figure for seasonally adjusted initial claims was 206,000, an increase of 2,000 from the previous week's revised level. The previous week's level was revised up by 1,000 from 203,000 to 204,000. The 4-week moving average was 207,250, an increase of 1,500 from the previous week's revised average. The previous week's average was revised up by 250 from 205,500 to 205,750. The advance seasonally adjusted insured unemployment rate was 1.2 percent for the week ending August 22, unchanged from the previous week's unrevised rate. The advance number for seasonally adjusted insured unemployment during the week ending August 22 was 1,779,000, an increase of 8,000 from the previous week's revised level. The previous week's level was revised down by 7,000 from 1,778,000 to 1,771,000.

China’s economy is showing signs of losing momentum, with recent data pointing to weaker domestic demand and continued weakness in the property sector. Industrial production growth slowed to 4.5% year-on-year in July, while retail sales rose just 0.6%, highlighting subdued household consumption. The property market remains a major drag, with weak home sales and declining prices weighing on consumer confidence and private investment. Meanwhile, China’s manufacturing and export sectors continue to provide some support, particularly through strong demand for high-tech and AI-related products, although this leaves the economy increasingly reliant on external demand. In response, Beijing has signaled additional fiscal support, including faster infrastructure spending and measures aimed at boosting household consumption and small businesses.

As the week comes to an end, the economic calendar is heavy, with attention turning to today’s key labor data, including Average Hourly Earnings, NFP, and the Unemployment Rate. Beyond economic data, investors will continue to closely monitor the ongoing corporate earnings season, with several major companies across the Nasdaq 100, Dow Jones, and S&P 500 scheduled to report their results.

Trade safely.

DXY.F

US Dollar Index

Market Price: 99.074 **Daily Pivot: 99.606**

Daily Expected Range:

95.463 97.247 101.526 103.745

Technical View:

The major trend is Bullish.

On the H1 chart, the USD Index is hovering around 99.074. A sustainable break above 101.526 will lead to higher levels reaching 103.745. Yet, A break back below 97.247 will lead to lower levels reaching the 95.463 area.

Comments:

- The US Dollar Index (DXY) trades around 99.00, extending its decline for a third consecutive session as selling pressure on the Greenback persists.
- Fed Governor Christopher Waller's dovish comments are weighing heavily on the Dollar, after he indicated a preference for keeping interest rates unchanged at the September meeting if inflation data show no major surprises.
- Waller's stance contrasts sharply with Fed Chair Kevin Warsh's recent hawkish tone, increasing uncertainty surrounding the central bank's next policy decision.
- September Fed rate-hike expectations have fallen significantly, with markets pricing around a 50.2% probability of an increase, down from 63.2% the previous day.
- Lower expectations for an immediate Fed hike have reduced support for US Treasury yields, weakening one of the Dollar's key recent tailwinds.
- Friday's US Nonfarm Payrolls report is the key catalyst for the DXY, with markets expecting approximately 56K new jobs in August.
- The US unemployment rate is expected to remain unchanged at 4.1%, with any unexpected deterioration potentially strengthening expectations that the Fed will leave rates unchanged.
- A weaker-than-expected employment report could extend the Dollar's decline, while stronger payroll growth could revive Fed tightening expectations and support a DXY rebound.

EURUSD

Euro

Market Price: 1.16217 **Daily Pivot: 1.15743**

Daily Expected Range:

1.04873 1.09752 1.25823 1.33648

Technical View:

The major trend is Bullish.

On the H1 chart, the Euro is hovering around the 1.16217 area; a sustainable break above the key level 1.25823 will lead to the 1.33648 area. Yet, a sustainable break back below 1.09752 will lead to the 1.04873 level.

Comments:

- EUR/USD holds around 1.1630, maintaining Thursday's strong gains as continued US Dollar weakness supports the Euro.
- The pair advanced significantly during the previous session, following dovish comments from Fed Governor Christopher Waller that triggered broad selling pressure on the Greenback.
- The US Dollar Index remains near Thursday's low around 99.00, providing a supportive backdrop for further EUR/USD strength.
- Waller indicated that he could support keeping interest rates unchanged in September, provided August inflation data show continued progress toward the Fed's 2% target.
- Signs of disinflation have reduced expectations for an immediate Fed rate hike, weakening one of the Dollar's key sources of support.
- A September rate hike has not been completely ruled out, as Waller indicated that unexpectedly strong inflation data could still justify further monetary tightening.
- The shift toward a potentially less hawkish Fed stance has improved the relative outlook for the Euro, allowing EUR/USD to recover from the weakness seen earlier in the week.
- Friday's US Nonfarm Payrolls report is the key near-term catalyst for EUR/USD, with the employment figures likely to influence expectations for the Fed's September decision.
- Weaker-than-expected payroll growth could extend EUR/USD's rally, as markets may further reduce expectations for a September Fed hike and increase selling pressure on the Dollar.

USDJPY
Japanese Yen
Market Price: 156.355

Daily Pivot: 157.052

Daily Expected Range:

152.846 | 154.623 | 158.483 | 160.354

Technical View:

The major trend is Bullish.

On the H1 chart, the USDJPY is hovering around the 156.355 level; A sustainable break above 158.483 will lead to the 160.354 area. Yet, a break below the 154.623 level will lead to the 152.846 level.

Comments:

- USD/JPY stages a modest recovery toward 156.50, rebounding from near the August monthly low and attempting to snap a two-day losing streak.
- Some US Dollar buying ahead of Friday's Nonfarm Payrolls report is supporting the pair, as traders reposition ahead of the crucial US employment release.
- Friday's NFP report remains the key near-term catalyst for USD/JPY, with the data expected to influence expectations for the Fed's September policy decision.
- Expectations for a September Fed rate hike have declined, following Christopher Waller's comments that inflation is showing signs of slowing and that keeping rates unchanged could be appropriate.
- Lower US Treasury yields are limiting the Dollar's recovery, reducing the interest-rate support that previously helped push USD/JPY higher.
- The Japanese Yen remains fundamentally supported by increasingly hawkish Bank of Japan expectations, limiting the upside potential for the pair.
- Markets have now largely priced in a 25-basis-point BoJ rate hike in September, representing a significant shift toward tighter Japanese monetary policy.
- Expectations for another potential BoJ hike in December are providing additional support to the Yen, further narrowing the expected policy divergence between Japan and the US.

GBPUSD
British Pound
Market Price: 1.35337

Daily Pivot: 1.34938

Daily Expected Range:

1.31345 | 1.33484 | 1.37587 | 1.39678

Technical View:

The major trend is Bullish.

On the H1 chart, the Pound is hovering around the 1.35337 level; a break above 1.37587 will lead us to 1.39678. Yet, a sustainable a break under 1.33484 will lead to lower levels reaching 1.31345.

Comments:

- GBP/USD edges higher toward 1.3530, with the British Pound receiving support from increasingly hawkish Bank of England rhetoric.
- BoE Chief Economist Huw Pill has argued in favor of higher interest rates, citing the risk that UK inflation could remain above the central bank’s target for an extended period.
- Pill was among three policymakers who voted for a rate hike in July, while six members supported keeping policy unchanged, highlighting continued divisions within the BoE.
- Markets currently see only a modest probability of a September BoE hike, with futures pricing a little over a 15% chance of a 25-basis-point increase.
- Expectations for a November BoE rate hike are considerably stronger, with markets assigning a probability of more than 70%, providing underlying support to Sterling.
- Middle East uncertainty remains an important risk for the UK inflation outlook, particularly through its potential impact on global energy prices.
- Friday’s US Nonfarm Payrolls report is the key near-term catalyst for GBP/USD, with markets expecting approximately 56K new jobs in August.
- The US unemployment rate is expected to remain unchanged at 4.1%, making the pace of payroll growth particularly important for expectations surrounding the Fed’s next move.
- A stronger-than-expected US employment report could revive Fed rate-hike expectations, strengthening the Dollar and placing renewed downside pressure on GBP/USD.

AUDUSD
Australian Dollar
Market Price: 0.72006 Daily Pivot: 0.71663

Daily Expected Range:

0.68348 0.70235 0.74463 0.76565

Technical View:

The major trend is Bullish.

On the H1 chart, the Aussie is hovering around the 0.72006 level; a break above 0.74463 will lead to higher levels reaching 0.76565. Yet, a sustainable break under 0.70235 will lead to further losses reaching 0.68348.

Comments:

- AUD/USD rises toward 0.7200, gaining around 0.44% as broad US Dollar weakness provides support to the Australian Dollar.
- Fed Governor Christopher Waller’s moderately dovish comments have pressured the Greenback, after he indicated support for keeping interest rates unchanged if the recent disinflation trend continues.
- September Fed rate-hike expectations have declined, with the probability of a 25-basis-point increase falling from around 64% to 54%.
- The US Dollar Index has fallen toward 99.00, with additional pressure coming from a sharp Japanese Yen rally following reports of a rate check by Japanese authorities.
- Stronger US services activity failed to provide significant support to the Dollar, despite the ISM Services PMI improving to 55.4 from 54.1 and exceeding expectations.
- Persistent US services inflation remains a concern, with the ISM Prices Paid component rising to 72.6 from 70.3, leaving the possibility of further Fed tightening on the table.
- US jobless claims increased slightly to 206K, marginally above expectations of 205K and providing another modest indication of cooling labor-market conditions.
- Elevated oil prices remain a potential headwind for the Australian Dollar, as renewed Middle East hostilities and disruptions around the Strait of Hormuz increase global inflation and risk-aversion concerns.

USDCAD
Canadian Dollar
Market Price: 1.38040

Daily Pivot: 1.37654

Daily Expected Range:

1.34267 | 1.36613 | 1.40578 | 1.42719

Technical View:

The major trend is Bullish.

On the H1 chart, the USDCAD is hovering around the 1.38040 level; a break above 1.40578 will lead to higher levels reaching 1.42719. Yet, a sustainable break below 1.36613 will lead to the 1.34267 level.

Comments:

- USD/CAD extends its decline for a second consecutive session, trading around 1.38040 as broad US Dollar weakness and stronger oil prices support the Canadian Dollar.
- A sharp rally in the Japanese Yen has contributed to broad selling pressure on the US Dollar, following speculation that Japanese authorities conducted a rate check ahead of potential currency intervention.
- Weak US private-sector employment data are adding pressure on the Greenback, with ADP reporting only 38K new jobs in August compared with expectations of 47K.
- The softer ADP reading points to some cooling in the US labor market, increasing uncertainty surrounding the strength of the economy ahead of Friday's key employment report.
- Fed tightening expectations nevertheless remain elevated, with markets still pricing roughly a two-thirds probability of a September interest-rate hike, potentially limiting further USD weakness.
- Thursday's US jobless claims and Friday's Nonfarm Payrolls report remain key catalysts, as weaker labor data could reduce Fed rate-hike expectations and place additional downside pressure on USD/CAD.
- Higher crude oil prices are providing support to the commodity-sensitive Canadian Dollar, contributing to the pair's decline toward the 1.3830 area.
- Escalating Middle East tensions are maintaining a geopolitical risk premium in oil prices, particularly as uncertainty surrounding the Strait of Hormuz continues to threaten global energy flows.
- Further US-Iran military escalation could keep crude oil prices elevated, potentially strengthening the Canadian Dollar due to Canada's position as a major oil exporter.

USOIL
WTI Crude Oil
Market Price: 89.130 **Daily Pivot: 86.537**

Daily Expected Range:

77.356 | 83.738 | 95.472 | 101.632

Technical View:

The major trend is Bullish.

On the H1 chart, the US Oil is hovering around the 89.130 level; a sustainable break above 95.472 level will lead to the 101.632 level. While a break below 83.738 will lead to the 77.356 level.

Comments:

- WTI crude oil trades relatively steady around $89.50 per barrel, stabilizing after registering losses during the previous session.
- Improved security around the Strait of Hormuz is easing some supply concerns, following reports that the US military successfully escorted 40 commercial vessels through the strategic waterway.
- The escorted vessels reportedly carried roughly 18 million barrels of oil, providing reassurance that significant energy flows can continue despite ongoing regional hostilities.
- Successful US interception of missile and drone attacks has improved market confidence in shipping security, placing modest downward pressure on the geopolitical risk premium embedded in crude prices.
- Broader Middle East tensions continue to limit the downside for WTI, as recent US strikes against Iran maintain concerns over potential disruptions to regional energy supplies.
- Renewed Israeli threats against Tehran are adding to geopolitical uncertainty, keeping the possibility of further escalation and supply disruptions elevated.
- Comments from Russian President Vladimir Putin expressing openness to peace negotiations have provided some relief to energy markets, partially offsetting geopolitical concerns elsewhere.
- Global refined-product markets remain under significant pressure, with supply disruptions contributing to sharply higher diesel prices.

XAUUSD
Gold
Market Price: 4484.69 Daily Pivot: 4439.51

Daily Expected Range:

4310.87 | 4390.10 | 4537.99 | 4608.41

Technical View:

The major trend is Bullish.

On the H1 chart, the Gold is hovering around the 4484.69 level; a sustainable break above 4537.99 will lead to gains reaching 4608.41. While a break below 4390.10 will lead to the 4310.87 level.

Comments:

- Gold (XAU/USD) edges lower on Friday but remains above $4,450, snapping a two-day winning streak while staying close to the weekly high reached on Thursday.
- A modest rebound in the US Dollar is limiting Gold's upside, as the DXY recovers from a roughly one-and-a-half-week low.
- Friday's US Nonfarm Payrolls report is the key catalyst for Gold, with the employment figures expected to significantly influence expectations for the Fed's September policy decision.
- Expectations for a September Fed rate hike have recently declined, providing underlying support to the non-yielding precious metal through lower Treasury yields and a softer Dollar.
- Fed Governor Christopher Waller has signaled support for keeping rates unchanged in September, provided upcoming inflation data do not deliver an upside surprise.
- Persistent energy-driven inflation risks could still revive expectations for a Fed hike, potentially supporting Treasury yields and the Dollar while creating a headwind for Gold.
- Elevated crude oil prices remain an important inflationary risk, with prices trading near their highest levels since July 24 amid renewed US-Iran hostilities.
- Middle East tensions continue to provide safe-haven support for Gold, particularly following Iranian attacks on US military bases in Kuwait and the UAE.
- Further escalation around the Strait of Hormuz remains a significant geopolitical risk, with disruptions to energy flows potentially keeping both oil prices and inflation expectations elevated.

DJIA

Dow Jones Industrial Average Index

Market Price: 53657.00 **Daily Pivot: 53984.62**

Daily Expected Range:

52342.82 | 53004.08 | 54333.21 | 54971.75

Technical View:

The major trend is Bullish.

On the H1 chart, the Dow is hovering around the 53657.00 level; a sustainable break above the 54333.21 level will lead to the 54971.75 area. However, a close below 53004.08 can lead to further losses reaching 52342.82.

Comments:

- The Dow Jones closed just below 53,700 on Thursday, gaining roughly 620 points, or 1.2%, in its strongest session since August 4.
- The rally was driven primarily by easing Fed tightening expectations, after a Fed governor indicated support for holding rates steady in September if upcoming inflation data show sufficient improvement.
- September Fed rate-hike expectations fell sharply to 50.4%, down from 63.2% on Wednesday, providing a significant boost to equity sentiment.
- Treasury yields eased alongside the shift in Fed expectations, with the 10-year yield finishing around 4.77% after reaching its highest level since late 2023 during the previous session.
- The Dow showed strong intraday momentum after briefly trading near 53,000, eventually reaching above 53,750 before consolidating near its highs into the close.
- Stronger-than-expected US services activity failed to derail the equity rally, with the ISM Services PMI rising to 55.4 compared with expectations of 54.3.
- Elevated services inflation remains a key concern for the Fed, as the ISM Prices Paid component increased to 72.6 from 70.3, highlighting persistent price pressures.
- Political pressure for lower interest rates is increasing, with Vice President JD Vance calling on the Fed to reduce borrowing costs as mortgage rates remain elevated.
- Hawkish divisions within the Fed remain an important risk for equities, after three regional presidents supported a rate hike at the July meeting and other policymakers indicated further tightening could be necessary if inflation remains elevated.

DAX

Dax Performance Index

Market Price: 26055.83 **Daily Pivot: 25864.32**

Daily Expected Range:

25169.55 25583.27 26468.44 26862.91

Technical View:

The major trend is Bullish.

On the H1 chart, the Dax is hovering around the 26055.83 level. A sustainable break above 26468.44 will lead to the 26862.91 level. While a break back below 25583.27 will lead to the 25169.55 level.

Comments:

- The DAX trades around 26,012.09, extending its recovery after rebounding from Wednesday's low near 25,728.
- German equities are attempting to regain momentum above the 26,000 level, following two sessions of pressure earlier in the week from rising bond yields and energy prices.
- Easing global bond yields are providing support to European equities, reducing some of the valuation pressure that weighed heavily on stocks earlier in the week.
- Lower expectations for an immediate Fed rate hike are improving global risk sentiment, following dovish comments from Fed Governor Christopher Waller that helped push US yields lower.
- Elevated oil prices remain an important headwind for the DAX, as continued Middle East tensions keep energy costs and inflation risks high for the energy-sensitive German economy.
- ECB tightening expectations continue to limit the index's upside, with markets anticipating another rate increase as policymakers respond to persistent Eurozone inflation pressures.
- The DAX remains below its recent record high of 26,618.74, meaning the current move represents a recovery from this week's correction rather than a return to record territory.
- The 26,000 level represents an important near-term technical area, with sustained trading above this zone potentially improving short-term momentum after the recent selloff.
- Friday's US Nonfarm Payrolls report represents the key external catalyst, as weaker employment figures could further reduce Fed tightening expectations and support global equities.