Bullion

Gold

On Tuesday, spot gold prices rose 0.64 percent to close at $1311.9 per tonne. Gold prices continue to trade over the $1300 mark as markets expect that the US Federal Reserve will keep interest rates unchanged during its two-day policy meeting which commences today.

US charged China's tech giant, Huawei with criminal charges which raised fresh concerns over the trade war outcome.

Uncertainty over the outcome of the US-China trade tension coupled with the Brexit issue which weighed on the market sentiments and in turn increased demand for the safe haven asset.

On the MCX, Gold prices rose by 1.08 percent to close at Rs.32900.0 per 10gms.

Silver

On Tuesday, spot silver prices rose by 0.61 percent to close at $15.8 per ounce in line with the spot gold prices.

On the MCX, silver prices rose 0.87 percent to close at Rs.40888 per kg.

Outlook

Market expectation of a rate hike pause by FED and increasing worries over US-China trade tension might increase demand for the safe haven asset.

On the MCX, gold prices are expected to trade higher today; international markets are trading marginally higher by 0.24 percent at $1312.0 per ounce.

Technical Outlook valid for January 30, 2019

COMMODITY	SUPPORT	RESISTANCE
SPOT GOLD ($/OZ)	1309/1302	1319/1325
MCX GOLD FEB'18 (Rs/10GMS)	32780/32600	33050/33180
SPOT SILVER ($/OZ)	15.8/15.6	15.9/16.1
MCX SILVER MAR'18 (Rs/KG)	39900/39600	40450/40800

Market Highlights (% change)

as on January 29, 2019

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/$ (Spot)	71.4	-0.45	-0.2	-2.8	-10.9
Euro/$(Spot)	1.1	-0.03	0.6	-0.3	-7.7
Dollar Index	95.8	0.1	-0.5	-0.4	20.6
NIFTY	10652.2	-0.09	-2.5	-2.4	-3.9
SENSEX	35592.5	-0.18	-2.3	-1.8	94.6
DJIA	24580.0	0.21	0.7	5.4	-7.0
S&P	2640	-0.1	0.3	#N/A	-7.5

Gold (% change)

as on January 29, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
GOLD (SPOT)	1311.9	0.64	2.1	2.3	-2.1
GOLD (SPOT - MUMBAI)	32600.0	-0.15	1.1	#N/A	7.8
COMEX	1312.1	0.30	2.3	2.4	-2.1
MCX Gold	32900.0	1.08	2.3	4.7	9.4

(Comex, Gold spot in $ per ounce, MCX, Gold spot Mumbai in Rs/10 gms) *Source: Reuters*

Silver (% change)

as on January 29, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
SILVER (SPOT)	15.8	0.61	3.3	2.6	-7.7
SILVER (SPOT - MUMBAI)	39900.0	0.50	2.6	#N/A	1.0
COMEX	15.8	0.49	3.1	1.6	-7.2
MCX Silver	40888.0	0.87	3.2	4.0	3.1

(Comex in $ per ounce, MCX, Silver spot in Rs/kg) *Source: Reuters*

Energy

Crude Oil

On Tuesday, WTI crude prices rose 2.5 percent to close at $53.3 per barrel. Price gained upside momentum in yesterday's trading session after declining sharply in the previous session as US imposed sanctions on Venezuela which is one of the OPEC members.

However, the upside momentum was restricted by escalating trade tension between US & China coupled with weak industrial numbers from Europe, US and China.

Outlook

The global economic outlook might weigh on the market sentiments. However, sanctions on Venezuela might provide certain support to the prices.

On the MCX, oil prices are expected to trade higher today; international markets are trading higher by 0.32 percent at $53.47 per barrel.

Technical Outlook valid for January 30, 2019

COMMODITY	SUPPORT	RESISTANCE
NYMEX CRUDE OIL ($/BBL)	52.6/51.9	53.9/54.8
MCX CRUDE Feb'18 (RS/BBL)	3770/3720	3870/3930
BRENT CRUDE ($/BBL)	59.8/60.4	61.9/62.7

Market Highlights - Crude Oil (% change) as on January 29, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	61.4	2.1	0.3	21.6	-10.0
NYMEX CRUDE	53.3	2.5	1.4	#N/A	-18.7
ICE BRENT CRUDE	61.3	2.3	-0.3	#N/A	-11.7
MCX CRUDE	3820.0	3.7	1.9	20.2	-8.5

(Brent & NYMEX Crude in $ per bbl, MCX Crude in Rs/bbl) *Source: Reuters*

Market Highlights - Natural Gas (% change) as on January 29, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	2.9	-0.1	-4.4	#N/A	#N/A
MCX NG	207.0	-1.5	-6.5	0.0	2.3

(NYMEX NG in $/MMbtu, MCX NG in Rs/MMBtu) *Source: Reuters*

Base Metals

On Tuesday, Base metals on the LME traded positive as markets expect China to take stimulus efforts to fix their economy.

LME Nickel rose sharply by 2.5 percent the most amongst the peer group. Nickel process gained upside momentum after China's stainless steel prices started to appreciate after output cuts announced by Brazilian miner Vale after a dam collapsed at one of its site.

Yesterday, LME Aluminium prices corrected after falling sharply in the previous session over falling inventory levels. US have decided to lift sanction on the Russian Aluminum giant, Rusal. Even the LME announced to end its suspension on storing Rusal-produced Aluminium in LME verified warehouses with immediate effect.

Copper

On Tuesday, LME Copper rose by 0.8 percent to close at $6050.0 per tonne. The red metal prices appreciated on hopes that China might take substantial efforts to fix their economic condition.

The global copper market deficit continues to be more than 500,000 tonne, keeping the global premiums higher and signaling towards stronger demand.

On the MCX, Copper prices rose by 2.0 percent to close at Rs.430.8 per kg.

Outlook

LME Copper price is currently trading higher by 0.14 percent to trade at $6073.25per tonne. Increasing worries between US and China rose fresh concerns over demand for metals.

On the MCX, copper prices are expected to trade higher today.

Technical Outlook valid for January 30, 2019

COMMODITY (RS/KG)	SUPPORT	RESISTAN0CE
MCX COPPER FEB'19	427/423	434/438
MCX ZINC JAN'19	189/187.5	192/193.5
MCX LEAD JAN'19	146/144.5	149/151
MCX ALUMINUM JAN'19	133/131.5	136/137.5
MCX NICKEL JAN'19	850/839	875/890
MCX BRASS JAN'19	338/334	345/359

Market Highlights – Base Metals (% change) as on January 29, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME Copper(3month)	6050.0	0.8	1.9	#N/A	-14.6
MCX Copper	430.8	2.0	2.5	5.7	-4.4
LME Aluminium (3 month)	1898.0	1.6	0.3	#N/A	-14.8
MCX Aluminium	134.5	2.4	-0.6	5.1	-5.0
LME Nickel (3 month)	12145.0	2.5	4.7	#N/A	-12.3
MCX Nickel	863.2	3.1	4.8	16.5	-1.8
LME Lead (3 month)	2078.0	-0.1	3.4	#N/A	-20.0
MCX Lead	147.7	0.3	3.0	5.3	-10.9
LME Zinc (3 month)	2657.5	-0.8	3.0	#N/A	-25.1
MCX Zinc	190.5	-0.2	2.5	10.7	-17.0
MCX Brass	342.0	0.0	0.0	-0.9	#N/A

Source: Reuters

LME Inventories in tonnes

COMMODITY	29/1/19	28/1/19	CHG	%CHG
COPPER	147600	146475	1125	0.77%
ALUMINIUM	1296125	1300000	-3875	-0.30%
NICKEL	203058	202782	276	0.14%
ZINC	114650	115250	-600	-0.52%
LEAD	78125	81225	-3100	-3.82%

Source: Reuters

MCX Commodity Options

as on January 29, 2019

COMMODITY	STRIKE PRICE	OPEN	HIGH	LOW	CLOSE	% CHG
Gold call	32500.00	87.50	398.00	80.00	355.00	**3.44**
Gold put	32500.00	25.00	26.00	0.50	0.50	**-0.99**
Silver Call	38000.00	2095.00	2297.50	2095.00	2249.00	**0.12**
Silver Put	38000.00	85.00	91.50	47.50	57.00	**-0.45**
Crude oil Call	3800.00	87.80	145.00	75.30	131.40	**0.79**
Crude oil Put	3700.00	106.00	116.90	62.10	70.40	**-0.45**
Copper Call	430.00	5.58	9.46	5.50	9.20	**0.37**
Copper Put	420.00	6.93	6.93	4.40	4.75	**-0.49**
Zinc Call	190.00	1.90	2.55	0.41	1.99	**0.02**
Zinc Put	185.00	0.03	0.09	0.03	0.06	**1.00**

Economic indicators to be released on 30-Jan-19

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
German Prelim CPI m/m	EUR	All Day	-	-0.9%	0.1%	Medium
Net Lending to Individuals m/m	GBP	4:00PM	-	4.3B	4.4B	Medium
ADP Non-Farm Employment Change	US	7:45PM	-	180K	271K	Medium

Research Team

Prathamesh Mallya
Chief Analyst (Non-Agro Commodities & Currency)
prathamesh.mallya@angelbroking.com
Direct - (022) 3095 0334
Board line- 4000 3600 Extn :6134

Yash Sawant
Research Associate
yash.sawant@angelbroking.com
(022) 3095 0336
Board line:4000 3600 Extn: 6136

Angel Commodities Broking Pvt. Ltd.
Registered Office: G-1, Ackruti Trade Centre, Rd. No. 7, MIDC, Andheri (E), Mumbai - 400 093.
Corporate Office: 6th Floor, Ackruti Star, MIDC, Andheri (E), Mumbai - 400 093. Tel: (022) 2921 2000
MCX Member ID: 12685 / FMC Regn No: MCX / TCM / CORP / 0037 NCDEX: Member ID 00220 / FMC Regn No: NCDEX / TCM / CORP / 0302