Bullion

Gold

On Wednesday, Spot gold prices declined 0.66 percent to close at $1319.8 per tonne. Dollar rose in yesterday's trading session over fresh concerns of the US-China trade war which pushed the Gold prices lower.

Yesterday, President Donald Trump's chief trade negotiator, U.S. Trade Representative Robert Lighthizer stated that even if the trade spat between US and China ends US will continue to maintain the threat of tariffs on Chinese goods in the coming years.

On the MCX, Gold prices declined by 0.24 percent to close at Rs.33286.0 per 10 gms.

Silver

On Wednesday, Spot silver prices traded lower 1.22 percent to close at $s15.7 per tonne.

On the MCX, silver prices declined by 0.69 percent to close at Rs.40404.0 per kg.

Outlook

Increasing trade tension between US-China might push the Dollar high and in turn weigh on gold.

On the MCX, gold prices are expected to trade lower today; international markets are trading marginally lower by 0.06 percent at $1320.55 per ounce.

Technical Outlook valid for February 28, 2019

COMMODITY	SUPPORT	RESISTANCE
SPOT GOLD ($/OZ)	1315/1309	1326/1332
MCX GOLD APRIL'19 (Rs/10GMS)	33190/33070	33360/33480
SPOT SILVER ($/OZ)	15.54/15.35	15.88/16.04
MCX SILVER May'19 (Rs/KG)	40100/39700	40650/40900

Market Highlights (% change)

as on February 27, 2019

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/$ (Spot)	71.2	-0.34	-0.1	0.0	-8.8
Euro/$(Spot)	1.1	-0.14	0.3	-0.9	-7.0
Dollar Index	96.2	0.2	-0.5	0.9	21.0
NIFTY	10806.7	-0.26	0.2	1.5	2.1
SENSEX	35905.4	-0.19	0.0	0.9	96.3
DJIA	25985.2	-0.28	0.1	3.9	2.3
S&P	2792.38	-0.1	0.6	4.2	1.8

Gold (% change)

as on February 27, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
GOLD (SPOT)	1319.8	-0.66	-0.3	0.0	0.1
GOLD (SPOT - MUMBAI)	33400.0	0.45	0.0	1.2	9.2
COMEX	1317.7	-0.56	-1.9	0.6	-1.0
MCX Gold	33286.0	-0.24	-0.5	1.2	9.9

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

Silver (% change)

as on February 27, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
SILVER (SPOT)	15.7	-1.22	-0.5	-2.0	-4.2
SILVER (SPOT - MUMBAI)	40100.0	0.25	-1.1	-0.4	3.6
COMEX	15.7	-0.98	-0.8	-2.2	-4.0
MCX Silver	40404.0	-0.69	-0.8	-1.4	4.4

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

Energy

Crude Oil

On Wednesday, WTI Crude prices rose by 2.6 percent to close at $56.9 per barrel. Significant decline in US crude stockpiles led to the rally in Crude prices.

US Crude inventory declined sharply last week after 5 consecutive weekly builds. The overall downfall in the nationwide crude inventory was 8.6 million barrels; analysts expected it to grow by 2.8 million barrels.

Prices were also supported by the supply cuts by OPEC and its allies as they continue with their supply vuts even after pressure from US president Trump.

Outlook

Overall increasing in US crude productions and weak number from China might weigh on Crude prices.

On the MCX, oil prices are expected to trade lower today, international markets are trading marginally lower by 0.04 percent at $56.93 per barrel.

Technical Outlook valid for February 28, 2019

COMMODITY	SUPPORT	RESISTANCE
NYMEX CRUDE OIL ($/BBL)	56.5/56.05	57.2/57.55
MCX CRUDE Mar'19 (RS/BBL)	4030/3970	4155/4220
BRENT CRUDE ($/BBL)	66.1/65.7	66.75/67.2

Market Highlights - Crude Oil (% change) as on February 27, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	65.5	0.7	-2.9	5.1	-4.0
NYMEX CRUDE	56.9	2.6	0.0	5.0	-9.6
ICE BRENT CRUDE	66.4	1.8	-1.0	7.7	-0.4
MCX CRUDE	4089.0	3.5	0.7	4.7	-0.8

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

Market Highlights - Natural Gas (% change) as on February 27, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	2.8	#N/A	4.1	-2.3	4.2
MCX NG	199.5	-0.4	4.1	-3.0	12.9

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

Base Metals

On Wednesday, base metals on the LME traded higher. LME Lead rose by 1.7 percent to close at $2130.0 per tonne, most amongst the pack. Uptrend in the Dollar over fresh concerns between US and China restricted the gains for base metals.

Yesterday, President Donald Trump's chief trade negotiator, U.S. Trade Representative Robert Lighthizer stated that even if the trade spat between US and China ends US will continue to maintain the threat of tariffs on Chinese goods in the coming years.

On the MCX, Base metals traded in line with the international market trends.

Copper

On Wednesday, LME Copper prices rose by 0.2 percent to close at $6506.5 per tonne. LME copper inventory is nearing 130,000 tonnes, lowest levels in over a decade.

Vedanta has started selling its copper concentrate stocks from its smelter in southern India as they look to cut costs at the plant which is ordered to shut permanently in May.

Outlook

LME Copper price are currently trading lower by 0.40 percent at $6493.0 tonne. Weak number from China and escalating trade tension between US and China might weigh on the base metals.

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

Technical Outlook valid for February 28, 2019

COMMODITY (RS/KG)	SUPPORT	RESISTAN0CE
MCX COPPER APR'19	465/461	473/478
MCX ZINC MAR'19	195.7/193.4	200/202.5
MCX LEAD MAR'19	149.7/147.6	154.2/156.1
MCX ALUMINUM MAR'19	148.8/146.3	153.1/155.3
MCX NICKEL MAR'19	924/912	944/957
MCX BRASS MAR'19	347/343	355/359

Market Highlights – Base Metals (% change) as on February 27, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME Copper(3month)	6506.5	0.2	2.0	6.0	-7.3
MCX Copper	464.7	0.9	2.1	6.4	2.3
LME Aluminium (3 month)	1922.0	0.3	0.8	0.9	-10.5
MCX Aluminium	135.2	0.8	0.4	0.6	-3.8
LME Nickel (3 month)	13060.0	1.0	1.7	5.7	-5.6
MCX Nickel	924.7	1.2	1.5	5.6	3.0
LME Lead (3 month)	2130.0	1.7	2.9	2.2	-17.1
MCX Lead	151.2	2.4	3.1	2.4	-9.8
LME Zinc (3 month)	2750.0	0.3	2.8	2.3	-21.2
MCX Zinc	198.0	0.5	3.1	2.9	-13.5
MCX Brass	354.0	0.9	2.1	3.5	#N/A

Source: Reuters

LME Inventories in tonnes

COMMODITY	26/02/19	25/02/19	CHG	%CHG
COPPER	133075	132450	625	0.47%
ALUMINIUM	1228475	1235100	-6625	-0.54%
NICKEL	198030	198912	-882	-0.44%
ZINC	69475	78400	-8925	-11.38%
LEAD	77225	76775	450	0.59%

Source: Reuters

Economic indicators to be released on 28-Feb-19

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
German Prelim CPI m/m	EUR	All Day	-	0.5%	-.08%	Medium
FOMC Member Clarida Speaks	US	7:30PM	-	-	-	Medium
Advance GDP q/q	US	8:00PM	-	2.6%	**3.4%**	High
Advance GDP Price Index q/q	US	8:00PM	-	1.7%	1.8%	Medium
Chicago PMI	US	9:15PM	-	58.1	56.7	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