

Bullion

Gold

On Wednesday, Spot Gold prices ended marginally higher by 0.1 percent to close at \$1279.2 per ounce whereas Gold on the MCX ended higher by 0.61 percent to close at Rs.31733.0 per 10gms. The safe haven appeal for the bullion metal boosted considering the ongoing trade tension between US & China increased.

However, investors preferred Dollar as a safe haven over Gold which led to a rally in the Dollar Index in turn capping the gains for Gold. Rising concerns of a global economic slowdown with constant escalation of US China trade tension, no proper conclusion of the Brexit and issues in the European economy pushed the Dollar higher.

Moreover, even the U.S. Treasury yields is continuously declining over growing global growth worries which pressurized the Dollar index.

Silver

On Wednesday, Spot silver prices ended higher by 0.48 percent to close at 14.4 per ounce.

On the MCX, Silver prices ended lower by 1.01 percent to close at Rs.36780.0/kg.

Outlook

Boost in the appeal for the U.S. Dollar over rising global uncertainties might continue to weigh on Gold. However lower treasury yields might cap the gains for Dollar.

On the MCX, gold prices are expected to trade sideways today, international markets are trading lower by 0.34 percent at \$1276.65 per ounce.

Technical Outlook

valid for May 30, 2019

COMMODITY	SUPPORT	RESISTANCE
SPOT GOLD (\$/OZ)	1273/1269	1284/1287
MCX GOLD JUNE'19 (Rs/10GMS)	31700/31580	31970/32050
SPOT SILVER (\$/OZ)	14.20/14.10	14.45/14.60
MCX SILVER JULY19 (Rs/KG)	36000/35750	36550/36850

Market Highlights (% change)

as on May 29, 2019

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/\$ (Spot)	69.8	-0.36	-0.7	-0.3	-3.5
Euro/\$ (Spot)	1.1	-0.28	-0.7	-0.8	-4.2
Dollar Index	98.1	0.2	0.5	0.5	23.5
NIFTY	11861.1	-0.57	0.1	1.0	12.8
SENSEX	39502.1	-0.62	0.2	1.2	116.0
DJIA	25126.4	-0.87	-2.9	-4.9	3.1
S&P	2783.02	-0.7	-1.5	-5.5	#N/A

Gold (% change)

as on May 29, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Gold (Spot)	1279.2	0.01	-0.4	-0.3	-1.4
Gold (Spot - Mumbai)	31825.0	0.47	0.6	0.3	3.0
Comex (May'19)	1277.4	-0.25	0.3	0.6	-1.6
MCX (Jun'19)	31733.0	0.61	0.6	-0.1	2.5

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

Silver (% change)

as on May 29, 2019

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Silver (Spot)	14.4	0.48	-1.0	-3.5	-12.5
Silver (Spot - Mumbai)	36200.0	0.14	-1.0	-2.9	-8.5
Comex	14.4	0.64	-0.3	-1.2	-12.8
MCX Silver	36780.0	1.01	-0.3	-2.5	-9.2

(Comex in \$ per ounce, MCX, Silver spot in Rs/kg)

Source: Reuters

Energy

Crude Oil

On Wednesday, WTI Crude prices dipped lower by 0.6 percent to close at \$58.8 per barrel. The ongoing trade spat between the biggest economies weighed on the oil prices. Oil prices declined after China announced that it was ready to get back at US and further escalate the tension between the super power nations.

China stated that it will use its rare earths to strike back at United States. China has a clear dominance on rare earth metals which are used in everything starting from technology to military equipment's. However, production cuts by OPEC restricted the downfall in prices.

Global supply crunch has led to appreciation in Crude prices of over 25 percent. OPEC+ will meet in the end of June to discuss on their production policy for the second half of 2019.

Outlook

Production cuts by OPEC over shadowed the economic tensions and its support Crude prices. However, escalating trade tension between US and China might push the prices lower.

On the MCX, oil prices are expected to trade down today; international markets are trading higher by 0.58 percent at \$59.15 per barrel.

Technical Outlook

valid for May 30, 2019

COMMODITY	SUPPORT	RESISTANCE
NYMEX CRUDE OIL (\$/BBL)	58.4/57.7	59.8/60.7
MCX CRUDE MAY'19 (RS/BBL)	4070/4020	4170/4230
BRENT CRUDE OIL(\$/BBL)	67.4/66.7	68.8/69.7

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

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	71.8	0.8	4.1	-0.1	-6.9
NYMEX CRUDE	58.8	-0.6	0.3	-8.0	-11.9
ICE BRENT CRUDE	69.5	-0.9	1.1	-4.6	-7.8
MCX CRUDE	4116.0	-0.7	1.1	-7.9	-8.7

(Brent & NYMEX Crude in \$ per bbl, MCX Crude in Rs/bbl)

Source: Reuters

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

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	2.6	2.3	1.8	1.9	#N/A
MCX NG	185.6	3.4	2.9	2.7	-8.2

(NYMEX NG in \$/MMBtu, MCX NG in Rs/MMBtu)

Source: Reuters

Base Metals

On Wednesday, most of the industrial metal ended lower over escalating tension between U.S. and China. Signs of easing off trade tension between U.S. & China faded away as fresh concerns rose after U.S. President Trump stated in a recent conference that he is not ready to make a deal with China.

The tension further escalated after China announced that it was ready to get back at US by imposing tariffs on imports of rare earths. China has a clear dominance on rare earth metals which are used in everything starting from technology to military equipment's.

As per reports from the International Lead and Zinc Study Group's (ILZSG), global lead markets surplus widened from 3,600 tonnes in February 2019 to 10,300 tonnes in March 2019. However, the global zinc market witnessed a deficit of 44,500 tonnes in March 2019 after it saw a surplus of 27,600 tonnes in February 2019.

Copper

On Wednesday, LME Copper prices declined by 1.3 percent to close at \$5883.0 per over escalating trade tension between the super power nations. Moreover, appreciating Dollar further weighed on the red metal prices.

However, continuously falling inventory levels indicate increasing demand for the leader metal. Stocks in LME verified warehouse have declined over 20% since the beginning of this month.

Outlook

LME Copper price are currently trading higher by 0.04 percent at \$5894 per tonne. Escalating tension between U.S. and China might curb the demand for the industrial metals and in turn pressurize the prices.

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

Technical Outlook

valid for May 30, 2019

COMMODITY (RS/KG)	SUPPORT	RESISTANCE
MCX COPPER JUN'19	410/407	416/419
MCX ZINC MAY'19	208/206	211/212.8
MCX LEAD MAY'19	149/147.5	152/153.8
MCX ALUMINUM MAY'19	144.5/143	148/149.5
MCX NICKEL MAY'19	875/865	895/905
MCX BRASS MAY'19	325/321	331/335

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

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME Copper(3month)	5883.0	-1.3	-1.2	-8.3	#N/A
MCX Copper	413.2	-0.9	-0.5	-7.6	-10.0
LME Aluminium (3 month)	1796.0	-0.4	-0.3	-0.5	#N/A
MCX Aluminium	143.9	0.1	-1.2	-6.6	-6.1
LME Nickel (3 month)	12040.0	-0.9	-2.7	-1.6	#N/A
MCX Nickel	839.4	-0.5	-2.7	-2.7	-15.7
LME Lead (3 month)	1823.5	0.6	-0.4	-5.4	#N/A
MCX Lead	126.5	0.8	0.1	-6.7	-23.0
LME Zinc (3 month)	2540.5	-0.7	-0.6	-10.1	#N/A
MCX Zinc	210.4	-0.4	-1.7	-5.3	1.7
MCX Brass	328.7	0.0	-0.7	-3.8	-7.7

Source: Reuters

LME Inventories in tonnes

COMMODITY	29/05/19	28/05/19	CHG	%CHG
COPPER	185000	185575	-575	-0.31%
ALUMINIUM	1177250	1200800	-23550	-1.96%
NICKEL	163104	165564	-2460	-1.49%
ZINC	101300	101925	-625	-0.61%
LEAD	70850	71675	-825	-1.15%

Source: Reuters

Economic indicators to be released on 30-May-19

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
Prelim GDP q/q	US	7:00PM	-	3.1%	3.2%	High
FOMC Member Clarida Speaks	US	10:30PM	-	-	-	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 Broking 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

Disclaimer: The information and opinions contained in the document have been compiled from sources believed to be reliable. The company does not warrant its accuracy, completeness and correctness. The document is not, and should not be construed as an offer to sell or solicitation to buy any commodities. This document may not be reproduced, distributed or