

Bullion

Gold

On Wednesday, spot gold rose by 0.69 percent to close at \$1576.7 per ounce after equities closed negative and the US FED decided to keep interest rates unchanged in their latest monetary policy meeting held yesterday.

Yields on the 10-year Treasury note dipped to their lowest since October. 10 as the corona virus impact might hamper the global growth.

The United States Federal Reserve held interest rates steady at 1.5-1.75% at its first policy meeting of the year, with officials pointing to continued moderate US economic growth and a "strong" job market.

However, addressing a press conference, Powell warned that not only would the coronavirus likely hit China's economy, but that it could also spill over into the US.

Silver

On Wednesday, Spot silver prices rose by 0.61 percent to close at \$17.5 per ounce whereas the MCX silver prices rose by 0.17 percent to close at Rs.45551 per kg.

Outlook

The new virus outbreak which has spread to various nations might continue to weigh on the market sentiments and support Gold prices.

On the MCX, gold prices are expected to trade sideways today.

Technical Outlook valid for January 30, 2020

COMMODITY	SUPPORT	RESISTANCE
SPOT GOLD (\$/OZ)	1567/1573	1584/1589
MCX GOLD FEB'20 (Rs/10GMS)	40050/40200	40480/40600
SPOT SILVER (\$/OZ)	17.3/17.45	17.7/17.85
MCX SILVER MAR'20 (Rs/KG)	45000/45250	45850/46100

Market Highlights (% change) as on January 29, 2020

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/\$ (Spot)	71.0	-0.27	-0.10	-0.49	-0.59
Euro/\$ (Spot)	78.5	0.20	-0.41	-1.90	-4.22
Dollar Index	98.0	-0.03	0.48	1.66	2.52
NIFTY	12259.0	1.69	1.26	0.74	12.53
SENSEX	41198.7	0.57	0.20	-0.13	12.97
DJIA	28239.3	-1.68	-3.24	-1.05	12.67

Gold (% change) as on January 29, 2020

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Gold (Spot)	1576.7	0.69	1.16	3.94	19.64
Gold (Spot - Mumbai)	40320.0	2.21	0.93	3.12	21.08
Comex	1484.4	-5.40	-4.56	-2.31	12.72
MCX Gold	40350.0	0.27	1.09	3.18	20.79

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

Silver (% change) as on January 29, 2020

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Silver (Spot)	17.5	0.61	-1.56	-1.63	10.24
Silver (Spot - Mumbai)	45550.0	-2.25	-0.98	-2.46	12.75
Comex	17.4	0.17	-1.91	-2.23	9.77
MCX Silver	45551.0	0.17	-1.48	-2.48	12.26

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

Source: Reuters

Energy

Crude Oil

On Wednesday, WTI Crude prices declined by 0.28 percent to close at \$53.3 per barrel. The decline in oil prices continued on account of build-up in crude oil inventories and demand expectations hampered on account of corona virus outbreak in China.

Oil prices witnessed a significant dip as the markets expected that the newly identified respiratory virus called coronavirus might dent the demand for fuel.

Early Wednesday, the Energy Information Administration reported that U.S. crude supplies rose by 3.5 million barrels for the week ended Jan. 24. The EIA's data showed a weekly climb was the largest since the 7.9 million-barrel rise reported for the week ended Nov. 1.

Outlook

Demand concerns arising from China reflecting the new virus outbreak might weigh on the Crude prices.

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

Technical Outlook

valid for January 30, 2020

COMMODITY	SUPPORT	RESISTANCE
NYMEX CRUDE OIL (\$/BBL)	57/57.6	58.7/59.3
MCX CRUDE FEB'20 (RS/BBL)	3720/3760	3840/3885
BRENT CRUDE OIL(\$/BBL)	51.5/52.1	53.2/53.8

Market Highlight - Crude Oil (% change) as on January 29, 2020

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	70.8	3.54	13.51	2.71	13.69
NYMEX CRUDE	53.3	-0.28	-6.01	-12.66	-3.49
ICE BRENT CRUDE	59.8	0.50	-5.38	-9.38	-4.69
MCX CRUDE	3806.0	-0.05	-5.98	-13.22	-3.96

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

Source: Reuters

Market Highlight - Natural Gas (% change) as on January 29, 2020

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	1.9	-2.95	-1.47	-14.25	-31.35
MCX NG	137.4	0.00	0.81	-11.01	-29.79

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

Source: Reuters

Base Metals

On Wednesday, Base metal prices on the LME ended negative as the worries of slowdown in China because of the newly found coronavirus dampened the demand prospects for industrial metals.

China being the major consumer of industrial metals, expectation of slowdown in their economy led to the massive downfall in the base metal prices on the LME. The virus outbreak might impact the global growth which has weighed on the market sentiments.

Most industrial metals also fell as the death toll from the virus rose to 132, airlines stopped flights to China and the infection spread to other countries

Copper

On Wednesday, LME Copper prices ended lower by 1.09 percent to close at \$5641 per tonne as the new virus outbreak in China might have a severe impact on their economy and dent the demand for the red metal.

Outlook

Worries that the coronavirus could impact the Chinese economy might weigh on the industrial metal prices.

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

Technical Outlook valid for January 30, 2020

COMMODITY (RS/KG)	SUPPORT	RESISTANCE
MCX COPPER FEB'20	424/427	432/435
MCX ZINC FEB'20	175/176	178/179
MCX LEAD FEB'20	144.5/145.5	148.5/150
MCX ALUMINIUM FEB'20	137/138	141/142
MCX NICKEL FEB'20	920/929	942/951

Market Highlights – Base Metals (% change) as on January 29, 2020

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME Copper(3month)	5641.0	-1.09	-7.62	-8.63	-8.11
MCX Copper	433.2	-1.01	-4.23	-1.39	-1.26
LME Aluminium (3 month)	1737.0	-0.86	-4.09	-4.03	-7.75
MCX Aluminium	148.0	0.27	4.89	7.80	10.29
LME Nickel (3 month)	12550.0	0.00	-7.99	-10.52	-0.87
MCX Nickel	940.0	0.12	-7.43	-13.17	3.66
LME Lead (3 month)	1834.0	-2.96	-7.65	-4.83	-13.78
MCX Lead	146.2	-0.61	-3.56	-2.37	-3.75
LME Zinc (3 month)	2211.0	-0.85	-7.72	-2.68	-20.38
MCX Zinc	177.0	-0.23	-2.29	-1.56	-11.30

Source: Reuters

LME Inventories in tonnes

COMMODITY	29/01/20	28/01/20	CHG	%CHG
COPPER	183825	185300	-1475	-0.80%
ALUMINIUM	1256350	1242425	13925	1.12%
NICKEL	194526	192324	2202	1.14%
ZINC	50175	50275	-100	-0.20%
LEAD	66800	66800	0	0.00%

Source: Reuters

Economic Indicator to be released on 30-Jan-20

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
BOE Monetary Policy Report	UK	5:30PM	-	-	-	High
MPC Official Bank Rate Votes	UK	5:30PM	-	0-3-6	0-2-7	High
Monetary Policy Summary	UK	5:30PM	-	-	-	High
Official Bank Rate	UK	5:30PM	-	0.75%	0.75%	High
Advance GDP q/q	US	7:00PM	-	2.1%	2.1%	High
Advance GDP Price Index q/q	US	7:00PM	-	1.8%	1.8%	Medium

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