

## Bullion

Gold prices experienced a 1% decline on Monday due to profit-taking, with investors eagerly awaiting key inflation data later in the week for insights into potential U.S. interest rate adjustments.

Last week, the precious metal had surged over 1% following weak job reports, fueling expectations of a rate cut in the U.S. for the year.

This week's market attention is directed towards the U.S. Producer Price Index (PPI) data on Tuesday, followed by the Consumer Price Index (CPI) data on Wednesday.

Additionally, BHP Group's failed buyout offer for Anglo American, valued at £34 billion (\$42.67 billion), adds another layer of intrigue to the current market dynamics.

## Silver

On Monday, spot silver ended 0.15 percent higher, closing at \$28.2 per ounce whereas MCX Silver ended 0.03 percent lower at Rs.84886/kg.

## Outlook

Gold is likely to witness positive momentum as investors eagerly anticipate key inflation data, with last week's surge driven by expectations of a U.S. interest rate cut.

### Technical Outlook

valid on 14<sup>th</sup> May 2024

BULLION	Support		Resistance	
	S - 2	S - 1	R - 1	R - 2
MCX BULLDEX MAY'24	17930	18090	18520	18700
GOLD - JUN'24	70980	71320	72310	72680
SPOT GOLD	2318	2329	2361	2373
SILVER - JUL'24	83560	84140	85640	86220
SPOT SILVER	18.800	20.000	28.800	30.100

## Market Highlights (% change)

as on 13<sup>th</sup> May 2024

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/\$ (Spot)	83.5	-0.10	0.10	0.01	1.58
Euro/\$ (Spot)	90.0	0.13	0.42	1.17	1.14
Dollar Index	105.2	-0.08	0.18	-0.94	2.65
NIFTY	22104.1	0.22	-1.65	-2.22	27.33
SENSEX	72776.1	0.15	-1.49	-2.29	23.37

Source: Refinitiv

## Market Highlights Gold (% change)

as on 13<sup>th</sup> May 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Gold (Spot)	2336.0	-1.02	1.50	2.21	18.71
Gold (Spot - Mumbai)	73110.0	0.63	-0.04	0.84	22.26
Comex	2336.1	-1.32	1.61	1.95	18.64
MCX Gold	71855.0	-1.20	1.68	2.05	20.96
MCX BULLDEX	18307	-0.76	2.58	2.75	#N/A

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

## Market Highlights Silver (% change)

as on 13<sup>th</sup> May 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
Silver (Spot)	28.2	0.15	6.22	7.27	17.10
Silver (Spot - Mumbai)	86420.0	24.52	6.56	7.49	16.78
Comex	28.2	-0.19	6.72	6.93	17.22
MCX Silver	84886.0	-0.03	6.49	6.76	17.54

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

Source: Refinitiv

## Energy

### Crude Oil

Oil prices climbed on Monday, buoyed by signs of strengthening demand in the U.S. and China, the world's top two oil consumers.

Optimism stems from projections of robust U.S. gasoline demand, anticipated to reach levels not seen since 2005, fueled by Memorial Day travel forecasts.

In China, consumer prices rose for a third consecutive month in April, while producer prices continued to decline, indicating an uptick in domestic demand.

Moreover, China's plan to inject 1 trillion yuan (\$138.26 billion) into economic stimulus efforts adds further support.

Concerns about potential oil supply disruptions in Western Canada due to wildfires have also gripped investor attention.

Additionally, expectations persist that OPEC+ will prolong supply cuts into the second half of the year, further bolstering oil prices.

### Outlook

Crude prices are likely to remain higher, given the robust demand signals from China and the U.S.

#### Technical Outlook

valid on 14<sup>th</sup> May 2024

Crude	Support		Resistance	
	S - 2	S - 1	R - 1	R - 2
MCX ENERGY MAY'24	5520	5590	5770	5850
MCX CRUDE MAY'24 (RS/BBL)	6450	6520	6660	6720
WTI CRUDE OIL (\$/BBL)	75.90	78.30	80.00	82.50
BRENT CRUDE OIL (\$/BBL)	80.00	80.70	84.30	86.60
MCX NATURAL GAS MAY'24	187	192	202	207

### Market Highlight Crude Oil (% change) as on 13<sup>th</sup> May 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	84.3	-0.25	-0.50	-5.65	6.08
NYMEX CRUDE	79.1	1.10	1.29	-3.43	4.56
ICE BRENT CRUDE	83.4	0.69	0.48	-5.12	4.50
MCX CRUDE	6594.0	0.66	0.73	-3.57	6.37

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

Source: Refinitiv

### Market Highlight Natural Gas (% change) as on 13<sup>th</sup> May 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	2.4	5.73	11.16	19.59	7.45
MCX NG	213.8	2.30	5.95	10.43	4.65

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

Source: Refinitiv

## Base Metals

Copper prices surged towards recent two-year highs on Monday, driven by expectations of robust demand growth and speculation regarding potential U.S. interest rate cuts.

Anticipation of increased demand from sectors like electric vehicles, artificial intelligence, and automation in the coming years is fueling concerns of supply shortages.

Prospects of U.S. interest rate reductions are amplifying market sentiment, as a weaker dollar would make dollar-priced metals, including copper, more affordable for buyers holding other currencies.

Recent developments, such as Panama's closure order for Cobre amid environmental concerns and protests, underscore the complexities of copper production.

Moreover, a significant decrease in copper stocks in CME warehouses since late March suggests heightened demand for the industrial metal from end-users, further supporting current price trends.

## Outlook

Copper prices are poised to remain buoyant today amid expectations of robust demand growth and speculation surrounding potential U.S. interest rate cuts.

### Technical Outlook

valid on 14<sup>th</sup> May 2024

Base metals (Rs/Kg)	Support		Resistance	
	S - 2	S - 1	R - 1	R - 2
MCXMETLDEX MAY'24	17490	17690	17960	18110
LME COPPER (\$/TONNE)	10060	10120	10330	10500
COPPER MAY'24	867.30	874.90	893.10	898.50
ZINC MAY'24	259.30	261.90	268.10	270.50
LEAD MAY'24	190.60	192.60	197.40	198.80
ALUMINIUM MAY'24	228.20	230.40	235.60	237.10

## Market Highlights Base Metals (% change) as on 13<sup>th</sup> May 2024

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME COPPER (3 MONTH)	10185.5	1.81	2.78	1.95	13.26
MCX COPPER	883.5	1.58	3.30	2.36	12.55
LME ALUMINIUM (3 MONTH)	2542.0	0.49	-0.37	-1.91	5.35
MCX ALUMINIUM	232.7	0.80	-0.26	-3.84	12.85
LME NICKEL (3 MONTH)	19230.0	1.47	-0.04	-0.04	-19.33
MCX NICKEL	1613.2	0.93	1.33	-0.99	-20.14
LME LEAD (3 MONTH)	2250.5	1.26	1.60	1.51	6.81
MCX LEAD	194.9	0.39	1.78	2.58	7.98
LME ZINC (3 MONTH)	2997.5	2.29	3.26	2.44	2.57
MCX ZINC	265.2	1.49	2.87	2.83	4.39

(LME IN \$/Tonne, MCX in Rs/kg)

Source: Refinitiv

### LME Inventories in tonnes

COMMODITY	13/05/24	10/05/24	CHG	%CHG
COPPER	103100	103450	-350	-0.34%
ALUMINIUM	902550	903850	-1300	-0.14%
NICKEL	80466	80286	180	0.22%
ZINC	251400	251950	-550	-0.22%
LEAD	230075	234575	-4500	-1.92%

Source: Refinitiv

## Economic Indicator to be released on 14-May-24

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
Claimant Count Change	UK	11:30am	-	13.9K	10.9K	High
Average Earnings Index 3m/y	UK	11:30am	-	5.3%	5.6%	Medium
Core PPI m/m	US	6:00pm	-	0.2%	0.2%	High
PPI m/m	US	6:00pm	-	0.3%	0.2%	High
Fed Chair Powell Speaks	US	7:30pm	-	-	-	High

## Research Team

### Prathamesh Mallya

#### DVP Research (Non-Agro Commodities & Currency)

prathamesh.mallya@angelbroking.com

Boardline: 022-39357600

### Saish Sawant Dessai

#### Research Associate

saish.sdessai@angelbroking.com

Boardline: 022-39357600

#### Angel One Ltd.

Registered Office: G-1, Akruti Trade Centre, Rd. No. 7, MIDC, Andheri (E), Mumbai - 400 093.

Corporate Office: 6th Floor, Akruti Star, MIDC, Andheri (E), Mumbai - 400 093. Tel: 080-47480048

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 published, in whole or in part, by any recipient hereof for any purpose without prior permission from "Angel One Ltd". Your feedback is appreciated on [advisory@angelbroking.com](mailto:advisory@angelbroking.com)