

Bullion Gold

Yesterday, spot gold prices declined marginally by 0.13 percent to trade at \$1231.

However, in a recent dialogue between Donald Trump and Xi Jinping yesterday a positive ray of hope did arise that the trade relations between the two biggest nations might get better.

Optimism was high during the London Bullion Market Association's 2018 precious metal conference. According to LBMA poll gold likely to inch towards \$1500 in the next 12 months.

Gold prices are likely to be volatile today on account of the ongoing congressional elections in US.

On MCX, gold prices decreased by 0.15 percent to close at Rs. 31702.

Silver

Spot silver prices declined by 0.6 percent to close at \$14.6 per ounce in line with decline in gold prices.

On the MCX, silver prices fell by 0.64 percent to close at Rs.39242 per kg.

Outlook

U.S. job growth rebounded sharply in October and wages recorded their largest annual gain in 9-1/2 years, pointing to further labor market tightening that could encourage the Federal Reserve to raise interest rates again in December.

On the MCX, gold prices are expected to trade higher today, international markets are trading lower by 0.11 percent at \$1231per ounce.

Technical Outlook

valid for November 06, 2018

COMMODITY	SUPPORT	RESISTANCE
SPOT GOLD (\$/OZ)	1225/1220	1234/1239
MCX GOLD DEC'18 (Rs/10GMS)	31600/31480	31840/31950
SPOT SILVER (\$/OZ)	14.5/14.3	14.7/14.9
MCX SILVER DEC'18 (Rs/KG)	38000/37770	38600/38900

Market Highlights (% change) as on November 05, 2018

INDICES	LAST	CHANGE	WOW	MOM	YOY
INR/\$ (Spot)	73.1	-0.88	0.8	1.3	-11.7
Euro/(Spot)	1.1	0.18	0.5	-0.7	-1.7
Dollar Index	96.3	-0.3	-0.8	0.5	21.2
NIFTY	10524.0	-0.27	3.2	1.7	0.7
SENSEX	34950.9	-0.17	3.1	1.4	91.1
DJIA	25461.7	0.76	4.2	-3.7	8.1
S&P	2738.31	0.6	2.1	-5.1	5.8

Gold (% change) as on November 05, 2018

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
GOLD (SPOT)	1230.9	-0.13	0.7	3.6	-3.0
GOLD (SPOT - MUMBAI)	31700.0	0.38	0.0	1.8	8.9
COMEX	1230.7	0.07	0.7	3.5	-2.8
MCX Gold	31702.0	-0.15	-0.4	1.5	9.0

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

Silver (% change) as on November 05, 2018

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
SILVER (SPOT)	14.6	-0.6	1.3	2.0	-12.9
SILVER (SPOT - MUMBAI)	38500.0	0.0	1.3	0.8	-1.6
COMEX	14.7	-0.1	2.3	2.6	-12.4
MCX Silver	39242.0	-0.64	0.1	0.0	-1.1

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

Source: Reuters

Energy

Crude Oil

WTI oil prices declined marginally by 0.1 percent to close at \$63.1 s waivers were provided to some nations in the Iranian oil import sanctions.

Saudi Arabia is expected to cut oil prices for light crude grades that sell in Asia in December to track falling Middle East oil benchmark's according to a news report.

However, US crude oil inventories came in less than market expectations of 3.6 million barrels.

Despite the surge in output from major crude oil producers in the world, a concern lingered as US is set to impose its sanctions on Iranian petroleum exports from next week.

On the MCX, crude oil prices rose by 0.5 percent to close at Rs. 4634.

Outlook

We expect oil prices to trade lower continuing its weakness from the previous trading session as rising crude inventories in the US and global equities falling are risk factors for oil.

On the MCX, oil prices are expected to trade sideways today; international markets are trading lower by 0.21 percent at \$62.97 per barrel.

Technical Outlook

valid for November 06, 2018

COMMODITY	SUPPORT	RESISTANCE
NYMEX CRUDE OIL (\$/BBL)	62.2/61.5	63.7/64.2
MCX CRUDE NOV'18 (RS/BBL)	4580/4530	4690/4730
BRENT CRUDE (\$/BBL)	72.1/71.5	73.7/74.2

Market Highlights - Crude Oil (% change) as on November 05, 2018

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
BRENT (SPOT)	71.8	2.2	-5.3	-15.1	16.5
NYMEX CRUDE	63.1	-0.1	-4.7	-15.1	13.4
ICE BRENT CRUDE	73.2	0.5	-3.6	-12.8	17.9
MCX CRUDE	4634.0	0.5	-5.2	-15.7	29.5

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

Source: Reuters

Market Highlights - Natural Gas (% change) as on November 05, 2018

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
NYMEX NG	3.6	8.0	11.3	8.4	19.0
MCX NG	257.6	7.1	9.7	6.4	32.6

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

Source: Reuters

Base Metals

On Monday, base metals on the LME traded negative. Lead declined significantly by 3.6 percent to close at \$1935.0 per tonne. Followed by Nickel which declined by 1.6 percent to close at \$11740 per tonne. Concern over the tariff war has been troubling the investors for most of 2018 as the Trump's administration contradicts to his statements over a fresh trade deal with China.

Metal prices declined after White House economic advisor Larry Kudlow's statement contradicting Trump's earlier reports about an imminent trade deal with China.

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

Copper & Aluminium

On Monday, LME Copper prices declined sharply by 1.5 percent to close at \$6191.0 per tonne. Copper prices have declined around 14 percent in 2018, tariff war between US & China and appreciation in the dollar index have driven the metal prices lower.

Metals followed the downfall in the equity market after three senior administration officials denied of any indication from Trump about an imminent trade deal with China.

Even on the MCX, Copper prices declined by 1.5 percent to close at Rs.444.6 per kg.

Outlook

LME Copper price is currently trading flat at \$6182.0 per tonne. Trade war concerns might drive the metal prices down after Kudlow's

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

Technical Outlook valid for November 06, 2018

COMMODITY (RS/KG)	SUPPORT	RESISTANCE
MCX COPPER Nov'18	441/437	448/452
MCX ZINC Nov'18	185/183.5	188/189.5
MCX LEAD Nov'18	139.5/138	142.5/144
MCX ALUMINIUM Nov'18	142.5/141	145.5/147
MCX NICKEL Nov'18	845/835	865/875
MCX BRASS Nov'18	338/334	347/347

Market Highlights – Base Metals (% change) as on November 05, 2018

COMMODITY	LAST	CHANGE	WOW	MOM	YOY
LME Copper (3 month)	6191.0	-1.5	2.6	0.2	-10.2
MCX Copper	444.6	-1.5	2.3	-2.5	-0.3
LME Aluminum (3 month)	1974.5	-0.6	0.5	-4.5	-9.7
MCX Aluminum	144.1	-0.5	0.5	-6.6	2.2
LME Nickel (3 month)	11740.0	-1.6	-0.2	-7.3	-7.6
MCX Nickel	855.5	-1.7	-0.5	-8.7	4.3
LME Lead (3 month)	1935.0	-3.6	-0.4	-1.9	-21.6
MCX Lead	141.0	-3.2	-0.1	-3.6	-11.8
LME Zinc (3 month)	2527.0	-0.9	-0.6	-3.7	-21.5
MCX Zinc	186.8	-1.0	-2.6	-5.8	-10.6
MCX Brass	378.6	0.0	1.2	1.2	#N/A

Source: Reuters

LME Inventories in tonnes

COMMODITY	05/11/18	04/10/18	CHG	%CHG
COPPER	177950	180375	-2425	-1.34%
ALUMINIUM	1050475	1051425	-950	-0.09%
NICKEL	218430	218772	-342	-0.16%
ZINC	135825	142725	-6900	-4.83%
LEAD	112575	112675	-100	-0.09%

Source: Reuters

MCX Commodity Options

as on November 05, 2018

COMMODITY	STRIKE PRICE	OPEN	HIGH	LOW	CLOSE	% CHG
Gold call	32000.00	180.00	207.50	149.00	152.00	-0.10
Gold put	31500.00	171.00	191.00	149.00	158.00	-0.25
Silver Call	39000.00	395.00	443.00	292.00	317.00	-0.32
Silver Put	38500.00	470.00	580.00	459.00	504.50	-0.03
Crude oil Call	4700.00	52.80	94.80	52.80	75.20	-0.05
Crude oil Put	4600.00	116.20	119.50	68.70	88.90	-0.17
Copper Call	460.00	5.32	5.76	3.70	4.10	-0.29
Copper Put	450.00	10.19	12.53	9.00	11.80	0.24
Zinc Call	190.00	3.68	4.14	3.60	3.82	-0.27
Zinc Put	187.50	4.78	5.26	4.78	5.02	0.46

Economic indicators to be released on 6-Nov-18

INDICATOR	COUNTRY	TIME (IST)	ACTUAL	FORECAST	PREVIOUS	IMPACT
Congressional Elections	US	All Day	-	-	-	High

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, 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: (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 published, in whole or in part, by any recipient hereof for any purpose without prior permission from "Angel Commodities Broking (P) Ltd". Your feedback is appreciated on commodities@angelbroking.com