

**Fundamentals:**

Gold rose over 1% on Tuesday as the U.S. dollar and bond yields slipped from session highs, with the focus turning to a key Federal Reserve announcement for cues on whether it would scale back or retain its aggressive stance on interest rates hikes.

Spot gold rose 0.9% to \$1,647.24 per ounce by 3:14 p.m. ET (1914 GMT), going as high as \$1,696.94 earlier in the session. U.S. gold futures settled up 0.6% at \$1,649.70.

The dollar index pulled back from its one-week peak.

Benchmark 10-year Treasury yields also slipped on speculation that the Fed might signal a slower pace of policy tightening this week, even as it is expected to raise interest rates by another 75 basis points.

Gold is highly sensitive to rising rates as they increase the opportunity cost of holding the non-yielding bullion.

Prices have declined about 21% since rising past the \$2,000 per ounce level in March, due to rapid rate hikes from the Fed.

Meanwhile, spot silver rose 2.6% to \$19.64 per ounce, after hitting a three-week peak.

Platinum climbed 2.2% to \$945.93, while palladium advanced 2.3% to \$1,883.13.

Copper and other industrial metals prices rose on Tuesday as rumours that top consumer China could lift strict COVID controls next year raised hopes of stronger demand.

China's yuan strengthened and equities rose after an unverified note circulated on social media saying that the government plans a March lifting of restrictions that have stifled economic growth.

Benchmark copper on the London Metal Exchange (LME) was up 2.6% at \$7,643.50 a tonne at 1735 GMT, with a trader saying the rise was fuelled by buying in Asia and increased risk appetite across markets.

However, copper prices have still fallen 30% from their March peak, pressured by a sharp economic slowdown.

Data on Tuesday showed that U.S. construction spending rebounded unexpectedly in September but that global factory output weakened in October as recession fears, high inflation and China's zero-COVID policy hurt demand.

In China, factory data beat expectations but still showed that activity contracted.

Weighing on metals demand in China are the COVID prevention measures in numerous cities and a continuing property market slump.

A Reuters poll of analysts found that copper prices are expected to hold steady next year.

(Source: Reuters)

| Contract          | Close     | Chg    | High     | Low      |
|-------------------|-----------|--------|----------|----------|
| GOLD DEC 22       | 1,649.70  | 9.600  | 1,660.30 | 1,633.60 |
| SILVER DEC 22     | 19.667    | 0.501  | 20.040   | 19.085   |
| COPPER DEC 22     | 347.25    | 9.30   | 350.15   | 337.80   |
| PLATINUM JAN 23   | 950.50    | 21.20  | 963.00   | 930.80   |
| Gold Spot         | 1,646.820 | 13.26  | 1,657.04 | 1,630.98 |
| EuroDollar Rate   | 94.875    | -0.015 | 94.940   | 94.860   |
| Dollar Index      | 111.537   | 0.010  | 111.78   | 110.719  |
| Bursa Gold NOV 22 | 1,651.300 | 12.40  | 1651.3   | 1641.6   |
| SPDR Gold ETF     | 153.460   | 1.550  | 153.98   | 152.87   |
| iShares Gold ETF  | 31.290    | 0.310  | 31.39    | 31.1708  |

**COT Speculative Net Position**

| Date       | Gold    | Silver  | Copper  |
|------------|---------|---------|---------|
| 25/10/2022 | 68,032  | -101    | -16,919 |
| 18/10/2022 | 76,956  | 1,267   | -20,302 |
| 11/10/2022 | 94,420  | 7,389   | -15,899 |
| 04/10/2022 | 88,385  | 8,708   | -18,251 |
| 27/09/2022 | 52,081  | 758     | -27,756 |
| 20/09/2022 | 65,722  | -1,640  | -20,286 |
| 13/09/2022 | 97,344  | -4,640  | -18,986 |
| 06/09/2022 | 103,857 | -12,784 | -23,990 |
| 30/08/2022 | 117,734 | -8,271  | -23,255 |
| 23/08/2022 | 125,847 | -4,500  | -18,990 |
| 16/08/2022 | 141,164 | 3,508   | -28,220 |

**Global Gold Mines Output**

| Date       | Kgs |
|------------|-----|
| 30/06/2022 | 912 |
| 31/03/2022 | 853 |
| 31/12/2021 | 934 |
| 30/09/2021 | 937 |
| 30/06/2021 | 876 |
| 31/03/2021 | 835 |
| 31/12/2020 | 926 |
| 30/09/2020 | 922 |
| 30/06/2020 | 789 |
| 31/03/2020 | 839 |
| 31/12/2019 | 938 |

**Global Gold Demand From Central Bank Net Purchases**

| Date       | Tonnes |
|------------|--------|
| 30/06/2022 | 179.91 |
| 31/03/2022 | 89.72  |
| 31/12/2021 | 38.02  |
| 30/09/2021 | 90.56  |
| 30/06/2021 | 209.64 |
| 31/03/2021 | 115.61 |
| 31/12/2020 | 61.04  |
| 30/09/2020 | -10.59 |
| 30/06/2020 | 63.74  |
| 31/03/2020 | 140.77 |
| 31/12/2019 | 117.91 |

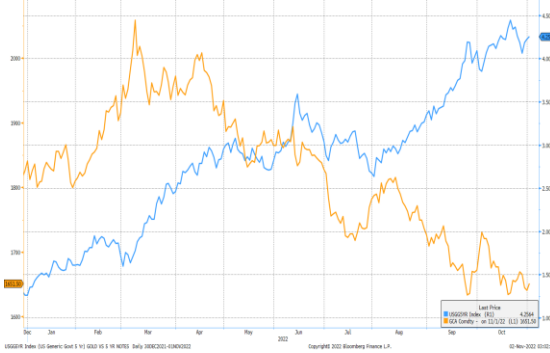
**Global Jewellery Consumption**

| Date       | India (Kgs) | China (Kgs) |
|------------|-------------|-------------|
| 30/06/2022 | 140.29      | 103.46      |
| 31/03/2022 | 94.20       | 177         |
| 31/12/2021 | 264.99      | 177         |
| 30/09/2021 | 125.09      | 156         |
| 30/06/2021 | 94.27       | 147         |
| 31/03/2021 | 126.52      | 194         |
| 31/12/2020 | 137.30      | 143         |
| 30/09/2020 | 60.80       | 119         |
| 30/06/2020 | 43.97       | 91          |
| 31/03/2020 | 73.86       | 61          |
| 31/12/2019 | 149.00      | 160         |

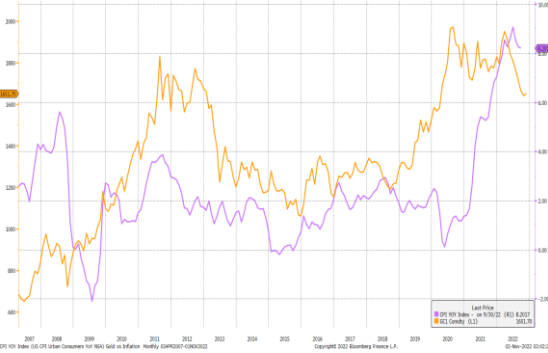
**Gold Active Month vs Dollar Index**



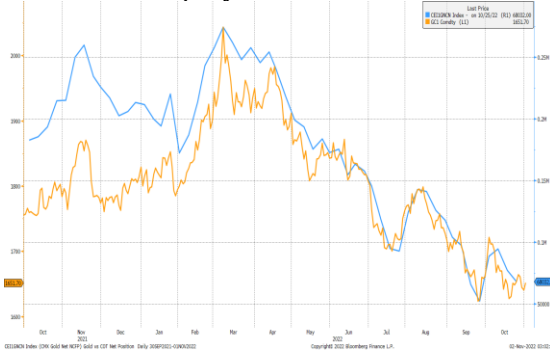
**Gold Active Month vs U.S. 5 Years Note Yield**



**Gold Active Month vs U.S. YoY Inflation**



**Gold Active Month vs COT Money Managers Net Positions**



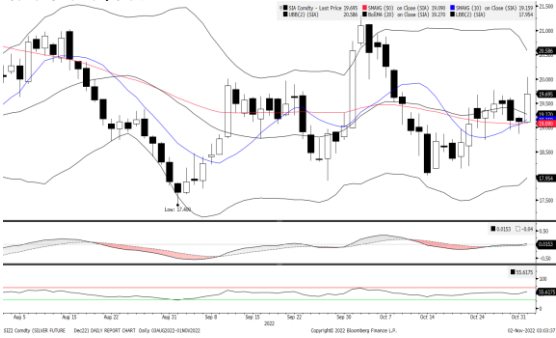
**Comex Gold Daily Chart**



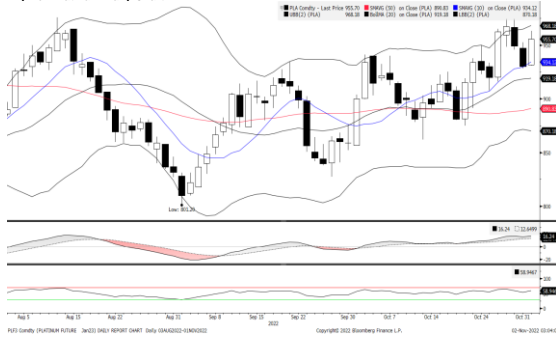
**Comex Copper Daily Chart**



**Comex Silver Daily Chart**



**Nymex Platinum Daily Chart**



**Technical Analysis**

| Gold            |         |                 |         | Silver          |        |                 |        | Copper          |        |                 |        | Platinum        |        |                 |        |
|-----------------|---------|-----------------|---------|-----------------|--------|-----------------|--------|-----------------|--------|-----------------|--------|-----------------|--------|-----------------|--------|
| 1st Resistance: | 1674.45 | 2nd Resistance: | 1699.19 | 1st Resistance: | 19.962 | 2nd Resistance: | 20.257 | 1st Resistance: | 352.46 | 2nd Resistance: | 357.67 | 1st Resistance: | 964.76 | 2nd Resistance: | 979.02 |
| 1st Support:    | 1624.95 | 2nd Support:    | 1600.21 | 1st Support:    | 19.372 | 2nd Support:    | 19.077 | 1st Support:    | 342.04 | 2nd Support:    | 336.83 | 1st Support:    | 936.24 | 2nd Support:    | 921.99 |
| MACD:           | -12.484 |                 |         | MACD:           | 0.009  |                 |        | MACD:           | -0.272 |                 |        | MACD:           | 15.887 |                 |        |
| MACD DIFF:      | 0.464   |                 |         | MACD DIFF:      | 0.051  |                 |        | MACD DIFF:      | 0.640  |                 |        | MACD DIFF:      | 3.310  |                 |        |
| RSI:            | 43.577  |                 |         | RSI:            | 54.845 |                 |        | RSI:            | 51.764 |                 |        | RSI:            | 58.165 |                 |        |

**Strategy**

|          | Long:   | Profit target: | Stop-loss: |  | Long:   | Profit target: | Stop-loss: |  | Short:   | Profit target: | Stop-loss: |  | Short:  | Profit target: | Stop-loss: |
|----------|---------|----------------|------------|--|---------|----------------|------------|--|----------|----------------|------------|--|---------|----------------|------------|
| Gold     | 1624.95 | 1641.20        | 1616.83    |  | 1600.21 | 1616.21        | 1592.21    |  | 1674.45  | 1657.70        | 1682.82    |  | 1699.19 | 1682.20        | 1707.69    |
| Silver   | 19.372  | 19.5657        | 19.275     |  | 19.077  | 19.268         | 18.982     |  | 19.962   | 19.762         | 20.062     |  | 20.257  | 20.054         | 20.358     |
| Copper   | 342.04  | 345.46         | 340.33     |  | 336.83  | 340.20         | 335.15     |  | 352.46   | 348.93         | 354.22     |  | 357.67  | 354.09         | 359.46     |
| Platinum | 936.24  | 945.60         | 931.56     |  | 921.99  | 931.20         | 917.38     |  | 964.7575 | 955.109925     | 969.58     |  | 979.015 | 969.22485      | 983.91     |

Source: Bloomberg

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