

Fundamentals:

Gold fell below \$2,000 on Tuesday after U.S. economic data and hawkish remarks from Federal Reserve officials drove bets that interest rate cuts may be delayed, while traders kept an eye on the U.S. debt-ceiling talks.

Spot gold shed 1.6% to \$1,987.39 per ounce by 1:40 p.m. EDT (1740 GMT), after touching its lowest in two weeks at \$1,989.10 earlier.

U.S. gold futures settled 1.5% down at \$1,993.

U.S. retail sales increased less than expected in April, but the underlying trend was solid, driving an uptick in the dollar and sending 10-year Treasury yields to a two-week high.

Richmond Fed President Thomas Barkin said he was "comfortable" with raising interest rates further if needed to lower inflation. Cleveland Fed chief Loretta Mester said the U.S. central bank was not at a point yet where it can hold rates steady for a period of time.

This followed hawkish comments from other Fed officials on Monday who saw interest rates staying high and, if anything, going higher.

High interest rates dull non-yielding bullion's appeal, although it's considered a hedge against economic uncertainties.

Democratic President Joe Biden and top congressional Republican Kevin McCarthy are expected to discuss new work requirements for benefits programs for low-income Americans during Tuesday's debt-ceiling negotiations, sources familiar with the talks said.

Spot silver slid 1.5% to \$23.74 per ounce. Platinum lost 0.6% at \$1,058.41 and palladium fell 2.3% to \$1,496.54.

Copper prices fell on Tuesday as data from top consumer China suggested that its economic recovery is losing momentum, worsening the outlook for metals demand.

China's April industrial output and retail sales growth undershot forecasts, the latest in a run of weak figures, with property investment and sales weakening and the metals-intensive manufacturing sector shrinking in April.

Copper reached a seven-month high of \$9,550.50 a tonne in January on hopes that Chinese demand would rebound.

Signs of weak copper demand are stacking up.

Chinese copper import premiums are trending lower, suggesting slack appetite for metal held overseas, and the yuan is weakening against the dollar, potentially stifling demand for dollar-priced metals.

Copper inventories are still falling in Chinese exchange warehouses, but stocks in the LME system have swelled to 83,825 tonnes, the most since January.

(Source: Reuters)

Contract	Close	Chg	High	Low
GOLD JUN 23	1,993.00	-29.900	2,022.70	1,989.10
SILVER JUL 23	23.893	-0.386	24.275	23.805
COPPER JUL 23	366.70	-9.10	375.45	365.70
PLATINUM JUL 23	1,066.90	-7.00	1,078.70	1,061.80
Gold Spot	1,989.150	-27.34	2,018.38	1,985.56
EuroDollar Rate	94.565	-0.003	94.593	94.538
Dollar Index	102.624	0.190	102.687	102.201
Bursa Gold MAY 23	2,013.200	-7.00	2,026.3	2,010.6
SPDR Gold ETF	184.870	-2.340	186.82	184.4601
iShares Gold ETF	37.720	-0.470	38.12	37.63

COT Speculative Net Position

Date	Gold	Silver	Copper
09/05/2023	195,814	32,360	-24,865
02/05/2023	195,567	31,952	-21,742
25/04/2023	185,264	30,603	-17,042
18/04/2023	189,893	26,595	8,934
11/04/2023	192,745	23,718	-4,303
04/04/2023	195,216	21,283	-2,954
28/03/2023	181,630	13,361	-1,545
21/03/2023	158,605	3,462	-12,351
14/03/2023	140,331	-1,219	-14,156
07/03/2023	98,474	-7,782	-7,720
28/02/2023	108,593	-54	-6,038

Global Gold Mines Output

Date	Kgs
31/3/2023	856
31/12/2022	956
30/9/2022	956
30/06/2022	894
31/03/2022	843
31/12/2021	943
30/09/2021	933
30/06/2021	878
31/03/2021	835
31/12/2020	928
30/09/2020	924

Global Gold Demand From Central Bank Net Purchases

Date	Tonnes
31/03/2023	243.05
31/12/2022	385.88
30/09/2022	462.59
30/06/2022	150.29
31/03/2022	79.91
31/12/2021	34.30
30/09/2021	90.56
30/06/2021	209.64
31/03/2021	115.61
31/12/2020	61.04
30/09/2020	-10.60

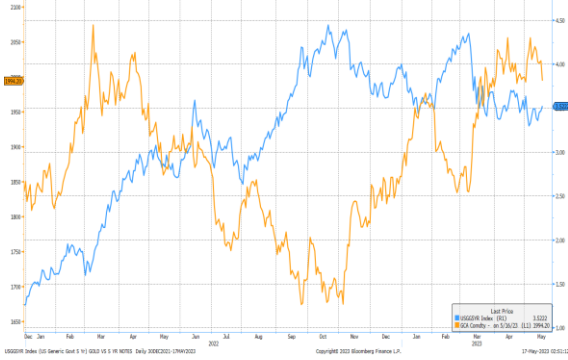
Global Jewellery Consumption

Date	India (Kgs)	China (Kgs)
31/3/2023	78.05	197.68
31/12/2022	219.86	127
30/9/2022	146.22	163
30/6/2022	140.29	103
31/3/2022	94.20	177
31/12/2021	264.99	177
30/9/2021	125.09	156
30/6/2021	94.27	147
31/3/2021	126.52	194
31/12/2020	137.30	143
30/9/2020	60.80	119

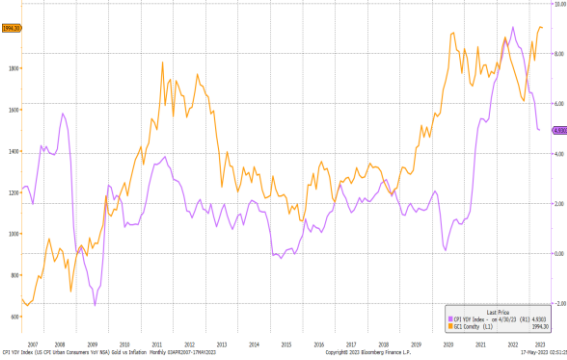
Gold Active Month vs Dollar Index



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



Gold Active Month vs U.S. YoY Inflation



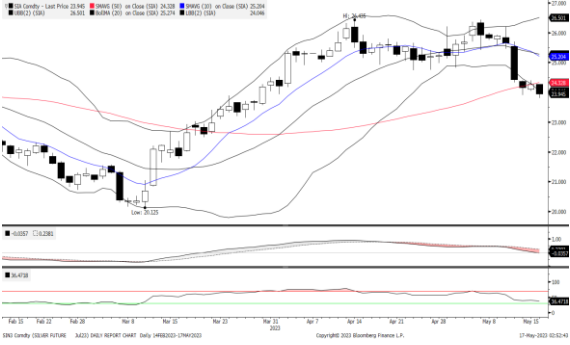
Gold Active Month vs COT Money Managers Net Positions



Comex Gold Daily Chart



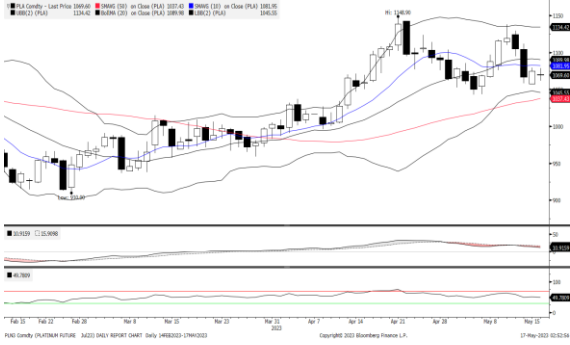
Comex Silver Daily Chart



Comex Copper Daily Chart



Nymex Platinum Daily Chart



Technical Analysis

Gold			Silver			Copper			Platinum						
1st Resistance:	2022.90	2nd Resistance:	2052.79	1st Resistance:	24.251	2nd Resistance:	24.610	1st Resistance:	372.20	2nd Resistance:	377.70	1st Resistance:	1082.90	2nd Resistance:	1098.91
1st Support:	1963.11	2nd Support:	1933.21	1st Support:	23.535	2nd Support:	23.176	1st Support:	361.20	2nd Support:	355.70	1st Support:	1050.90	2nd Support:	1034.89
MACD:	6.487			MACD:	-0.039			MACD:	-7.520			MACD:	10.775		
MACD DIFF:	-4.104			MACD DIFF:	-0.276			MACD DIFF:	-1.950			MACD DIFF:	-5.120		
RSI:	44.636			RSI:	36.113			RSI:	29.832			RSI:	49.354		

Strategy

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Gold	1963.11	1982.74	1953.29	1933.21	1952.54	1923.54	2022.90	2002.67	2033.01	2052.79	2032.26	2063.05
Silver	23.535	23.7700	23.417	23.176	23.408	23.060	24.251	24.009	24.373	24.610	24.364	24.733
Copper	361.20	364.81	359.39	355.70	359.26	353.92	372.20	368.48	374.06	377.70	373.92	379.59
Platinum	1050.90	1061.41	1045.64	1034.89	1045.24	1,029.72	1082.9035	1072.07465	1,088.32	1098.907	1087.9179	1,104.40

Source: Bloomberg

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