

Fundamentals:

Gold prices rebounded from their earlier losses on Tuesday, as yields fell and the dollar retreated from its highs, while another round of U.S. debt ceiling talks ended without much progress.

Spot gold was up 0.3% at \$1,975.39 per ounce by 2:15 p.m. EDT (1815 GMT), after shedding as much as 0.8% earlier. U.S. gold futures settled 0.1% lower at \$1,974.50.

Representatives of President Joe Biden and congressional Republicans ended another round of debt-ceiling talks with no signs of progress as the deadline to raise the government's borrowing limit or risk default ticked closer.

Wall Street's main indexes fell and the dollar index backed off from its session high, while benchmark 10-year yields fell from a two-month peak.

Bullion has lost nearly \$100 an ounce from its near-record peak hit earlier this month, mainly pressured by growing bets on interest rates staying higher for longer.

Minneapolis Fed President Neel Kashkari said on Tuesday U.S. rates may have to go "north of 6%".

Gold tends to lose appeal when rates rise and push up bond yields, increasing the opportunity cost of holding zero-yield bullion.

Investors now await the minutes from the Federal Open Market Committee's May 2-3 meeting on Wednesday.

Silver fell 0.7% to \$23.51 per ounce, platinum was down 1.4% at \$1,052.42 and palladium lost 2.7% at \$1,450.14.

Copper prices touched a near six-month low on Tuesday as speculators boosted bearish positions on worries of recession and weak demand in top metals consumer China.

Three-month copper on the London Metal Exchange (LME) was down 0.3% at \$8,100 a tonne by 1600 GMT, after hitting its interest level since Nov. 29.

The 200-day moving average, currently at \$8,370 a tonne in LME copper, is a key indicator used by traders.

The discount of LME cash copper to the three-month contract has soared to \$70 a tonne, the most in over 30 years, indicating healthy near-term supplies. That compares to a premium of \$7.25 in mid-April.

Also pressuring metals was a firm dollar, which touched a six-month high against the yen, as expectations grew that U.S. interest rates would remain higher for longer, while the debt-ceiling impasse kept risk sentiment fragile.

A strong dollar index makes commodities priced in the U.S. currency more expensive for buyers using other currencies.

(Source: Reuters)

Contract	Close	Chg	High	Low
GOLD AUG 23	1,992.80	-0.500	1,998.20	1,974.20
SILVER JUL 23	23.624	-0.276	23.810	23.235
COPPER JUL 23	365.45	-4.55	370.50	362.20
PLATINUM JUL 23	1,057.60	-18.10	1,079.40	1,057.10
Gold Spot	1,974.750	2.89	1,977.80	1,954.33
EuroDollar Rate	94.480	-0.008	94.503	94.463
Dollar Index	103.538	0.340	103.65	103.163
Bursa Gold MAY 23	1,968.700	-13.80	1,972.2	1,959
SPDR Gold ETF	183.430	0.220	183.76	182.48
iShares Gold ETF	37.420	0.030	37.49	37.23

COT Speculative Net Position

Date	Gold	Silver	Copper
16/05/2023	179,814	23,615	-32,607
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

Global Gold Mines Output

Date	Kgs
31/3/2023	856
31/12/2022	956
30/9/2022	956
30/6/2022	894
31/3/2022	843
31/12/2021	943
30/9/2021	933
30/6/2021	878
31/3/2021	835
31/12/2020	928
30/9/2020	924

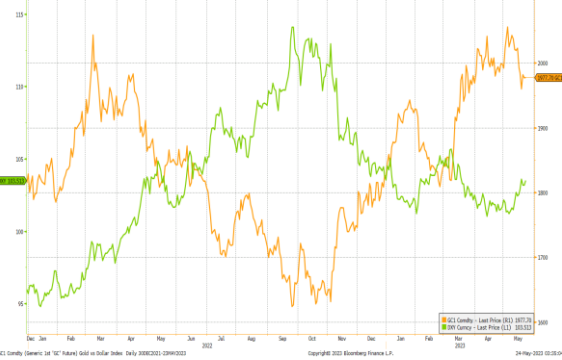
Global Gold Demand From Central Bank Net Purchases

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

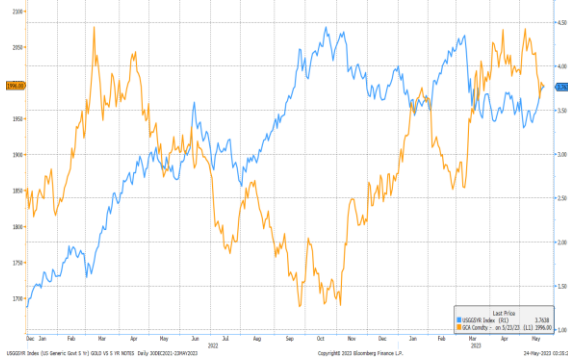
Global Jewellery Consumption

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

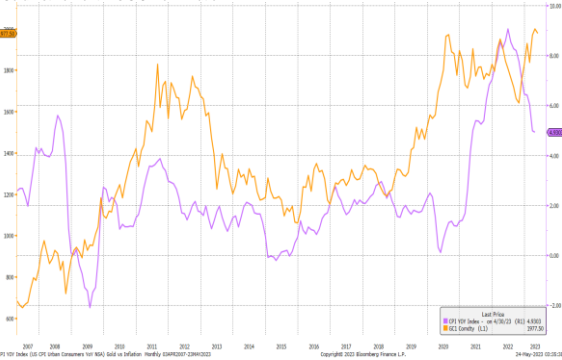
Gold Active Month vs Dollar Index



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



Gold Active Month vs U.S. YoY Inflation



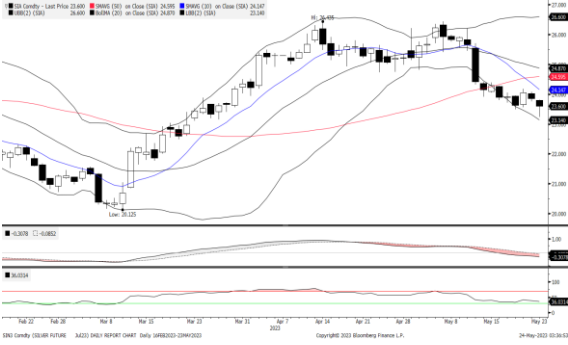
Gold Active Month vs COT Money Managers Net Positions



Comex Gold Daily Chart



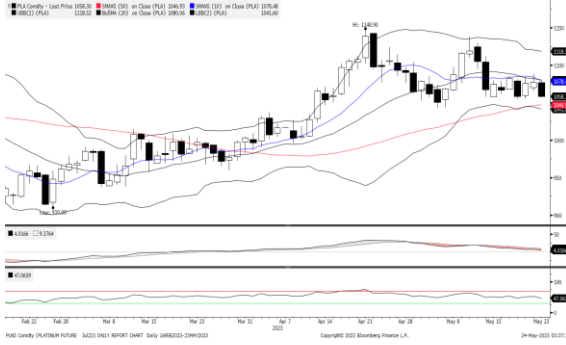
Comex Silver Daily Chart



Comex Copper Daily Chart



Nymex Platinum Daily Chart



Technical Analysis

Gold			Silver			Copper			Platinum						
1st Resistance:	2022.69	2nd Resistance:	2052.58	1st Resistance:	23.978	2nd Resistance:	24.333	1st Resistance:	370.93	2nd Resistance:	376.41	1st Resistance:	1073.46	2nd Resistance:	1089.33
1st Support:	1962.91	2nd Support:	1933.02	1st Support:	23.270	2nd Support:	22.915	1st Support:	359.97	2nd Support:	354.49	1st Support:	1041.74	2nd Support:	1025.87
MACD:	-6.214			MACD:	-0.309			MACD:	-8.095			MACD:	4.090		
MACD DIFF:	-7.568			MACD DIFF:	-0.224			MACD DIFF:	-1.072			MACD DIFF:	-5.303		
RSI:	42.830			RSI:	35.889			RSI:	34.511			RSI:	47.260		

Strategy

	Long:	Profit target:	Stop-loss:	Long:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Gold	1962.91	1982.54	1953.09	1933.02	1952.35	1923.35	2022.69	2002.47	2032.81	2052.58	2032.06	2062.85
Silver	23.270	23.5023	23.153	22.915	23.144	22.801	23.978	23.739	24.098	24.333	24.089	24.454
Copper	359.97	363.57	358.17	354.49	358.03	352.71	370.93	367.22	372.79	376.41	372.65	378.30
Platinum	1041.74	1052.15	1036.53	1025.87	1036.13	1,020.74	1073.464	1062.72936	1,078.83	1089.328	1078.4347	1,094.77

Source: Bloomberg

Kenanga Futures Sdn Bhd (353603-X)

Dealing Desk: (603) 2172 3820 Fax: (603) 2172 2729 Email: futures@kenanga.com.my

Disclaimer: This document has been prepared for general circulation based on information obtained from sources believed to be reliable but we do not make any representations as to its accuracy or completeness.

Any recommendation contained in this document does not have regard to the specific investment objectives, financial background and the particular needs of any person who may read this document.

This document is for the information of addressees only and is not to be taken in substitution for the exercise of judgement and assessment by addressees in relation to any investment decision.

Kenanga Futures Sdn Bhd accepts no liability whatsoever for any direct or consequential loss arising from any use of this document or any solicitations of an offer to buy or sell any securities/underlying securities.

Kenanga Futures Sdn Bhd and its associates, their directors, and/or employees may have positions in, and may effect transactions in securities/underlying securities mentioned herein from time to time in the open market or otherwise, and may receive brokerage fees or act as principal or agent in dealings with respect to these companies.