

Commodities trading mostly higher amid weak dollar

Comex Gold price moderately higher on Tuesday after bouncing off two-week lows of \$2,325 per troy ounce supported by the weaker US Dollar and safe-haven flows amid the ongoing geopolitical tensions in the Middle East. Federal Reserve Bank of Minneapolis President Neel Kashkari said policymakers should take their time in monitoring whether inflation is slowing enough to warrant interest-rate cuts.

Federal Reserve Bank of Cleveland President Loretta Mester said the US central bank should consider ways to better communicate to the public how economic conditions will affect future policy decisions.

Crude oil edge up on Tuesday extending gains from previous session, supported by expectations of strong fuel demand from the US during summer, and increased geopolitical risks after an Israeli airstrike resulted in the deaths of dozens of civilians in Rafah and a cross-border clash left an Egyptian officer dead.

OPEC is widely expected to prolong current supply curbs into 2H 2024, in an effort to stave off a surplus and support crude prices already contending with fragile Chinese economic outlook and rising non-OPEC supplies.

European natural gas prices declined as robust inventories and ample flows offset supply risks. Benchmark futures reversed their bullish streak, sliding as much as 3% on Tuesday.

LME Base metals rose after four straight sessions of losses, supported by interest rate cut prospects, a weaker dollar and China's property easing measures. Financial hub of Shanghai lowered down-payment ratios and the minimum mortgage threshold, as bigger Chinese cities follow through on the central government's aid for the property sector.

For the day, a slew of Fed officials speeches and US Consumer confidence data will be in focus.

Date	IST	Currency	Data	Forecast	Previous	Importance
28-May-24	19:30	USD	CB Consumer confidence	96	97	High
	22:35	USD	FOMC Member Cook Speaks			Low
	22:35	USD	FOMC Member Daly Speaks			Low

Source: Forex factory

TREND IS FRIEND- EVENING SESSION

COMMODITY	LTP	S2	S1	Pivot	R1	R2	Price Trend
MCX Gold Jun 24	71810	71594	71702	71870	71978	72146	BEARISH
MCX Silver Jul 24	94252	92559	93406	94171	95018	95783	BULLISH
MCX Bulldex May 24	18717	18609	18663	18693	18747	18777	BULLISH
MCX Crude oil Jun 24	6575	6534	6555	6566	6587	6598	BULLISH
MCX Natural Gas Jun 24	229.5	226.6	228.1	230.1	231.6	233.6	BEARISH
MCX Copper Jun 24	902.0	892.9	897.5	903.5	908.1	914.1	MILD BULLISH
MCX Aluminium Jun 24	245.3	242.2	243.7	245.2	246.7	248.2	BULLISH
MCX Lead Jun 24	194.5	191.7	193.1	194.0	195.4	196.3	BULLISH
MCX Zinc Jun 24	275.9	273.4	274.6	275.6	276.8	277.8	BULLISH
\$Spot Gold	2344	2331	2338	2347	2354	2363	BEARISH
\$Spot Silver	31.55	30.92	31.24	31.56	31.88	32.20	MILD BULLISH

Price updated as on – 3:55 PM IST (Source: Bloomberg)

TREND IS FRIEND- EVENING SESSION- EXPLANATION

S, R and PP indicates Support, Resistance and Pivot points for the day respectively. The report is calculated based on the last traded price. We are using statistical formulas to determine the price trend. Bullish and Bearish are just an indication of the trend.



Source: Trading View

RATING SCALE FOR DAILY REPORT

BUY - We expect the commodity to deliver 1% or more returns

SELL - We expect the commodity to deliver (-1%) or more returns

SIDEWAYS- We expect the commodity to trade in the range of (+/-)1%

NOTE - The recommendations are valid for one day from the date of issue of the report, subject to mentioned stop loss, if any

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