

Fundamentals:

Gold and copper jumped to the highest since August after US inflation data came in cooler than expected, paving the way for the Federal Reserve to slow down its aggressive rate hikes.

The US consumer price index rose 0.4% in October from the month before, below economists' median forecast of 0.6%. The dollar plunged following the print, easing pressure on commodities priced in the greenback.

US inflation cooled in October by more than forecast, offering hope that the fastest price increases in decades are ebbing and giving Federal Reserve officials room to slow down their steep interest-rate hikes.

The consumer price index was up 7.7% from a year earlier, the smallest annual advance since the start of the year and down from 8.2% in September, according to a Labor Department report Thursday. Core prices, which exclude food and energy and are regarded as a better underlying indicator of inflation, advanced 6.3%, pulling back from a 40-year high.

The data will embolden bets that the Fed will begin to slow their aggressive monetary tightening, a prospect Chair Jerome Powell mooted last week. He still continued to emphasize the central bank's commitment to bringing down inflation, as well as the fact that rates may have to reach a higher level than previously anticipated.

Two Fed officials Thursday argued for moderating the pace of rate increases. Patrick Harker, who heads up the Philadelphia Fed, said that he expects the central bank to "slow the pace of our rate hikes as we approach a sufficiently restrictive stance." At a separate event, Dallas Fed President Lorie Logan said the CPI report was "a welcome relief, but there is still a long way to go."

Declines in the price gauges for medical care services and used vehicles restrained the core measure. Higher shelter costs contributed to more than half of the increase in overall CPI.

The median estimates in a Bloomberg survey of economists called for a 0.6% monthly gain in the CPI and a 0.5% advance in the core.

Fed officials will have both another CPI report and jobs report in hand before the end of their two-day policy meeting in mid-December.

Spot gold rose as much as 2.8% to \$1,754.85 an ounce, the highest since late August, before trading at \$1,753.41 at 3:24 p.m. in New York. Bullion for December delivery gained 2.3% to settle at \$1,753.70 on the Comex. The Bloomberg Dollar Spot Index dropped 1.9%. Silver, platinum and palladium gained. Copper rallied as much as 2.6% before settling at \$8,271.50 a metric ton on the London Metal Exchange. All other main base metals advanced.

(Source: Bloomberg)

Contract	Close	Chg	High	Low
GOLD DEC 22	1,753.70	45.300	1,760.60	1,705.50
SILVER DEC 22	21.702	0.438	21.940	21.045
COPPER DEC 22	375.80	7.80	379.25	362.85
PLATINUM JAN 23	1,055.00	53.60	1,058.20	995.10
Gold Spot	1,756.190	49.45	1,757.32	1,703.97
EuroDollar Rate	94.985	0.085	95.005	94.875
Dollar Index	107.827	-2.722	110.992	107.714
Bursa Gold NOV 22	1,711.100	-5.40	1723.9	1710.6
SPDR Gold ETF	163.480	4.830	163.51	161.655
iShares Gold ETF	33.330	0.990	33.33	32.96

COT Speculative Net Position			
Date	Gold	Silver	Copper
01/11/2022	64,623	1,524	-7,484
25/10/2022	68,032	-1,011	-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

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 Silver Daily Chart



Comex Copper Daily Chart



Nymex Platinum Daily Chart



Technical Analysis

Gold

1st Resistance: 1780.01 2nd Resistance: 1806.31
 1st Support: 1727.39 2nd Support: 1701.09
 MACD: 8.137
 MACD DIFF: 12.347
 RSI: 69.014

Silver

1st Resistance: 22.028 2nd Resistance: 22.353
 1st Support: 21.376 2nd Support: 21.051
 MACD: 0.544
 MACD DIFF: 0.277
 RSI: 70.162

Copper

1st Resistance: 381.44 2nd Resistance: 387.07
 1st Support: 370.16 2nd Support: 364.53
 MACD: 6.458
 MACD DIFF: 3.628
 RSI: 65.201

Platinum

1st Resistance: 1070.83 2nd Resistance: 1086.65
 1st Support: 1039.18 2nd Support: 1023.35
 MACD: 29.158
 MACD DIFF: 9.163
 RSI: 69.011

Strategy

	Long:	Profit target:	Stop-loss:		Long:	Profit target:	Stop-loss:		Short:	Profit target:	Stop-loss:	Short:	Profit target:	Stop-loss:
Gold	1727.39	1744.67	1718.76		1701.09	1718.10	1692.58		1780.01	1762.21	1788.91	1806.31	1788.25	1815.34
Silver	21.376	21.5902	21.270		21.051	21.261	20.946		22.028	21.807	22.138	22.353	22.130	22.465
Copper	370.16	373.86	368.31		364.53	368.17	362.70		381.44	377.62	383.34	387.07	383.20	389.01
Platinum	1039.18	1049.57	1033.98		1023.35	1033.58	1,018.23		1070.825	1060.11675	1,076.18	1086.65	1075.7835	1,092.08

Source: Bloomberg

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